

EDEN BIOSCIENCE CORP
Form 10-Q
November 12, 2008

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM 10-Q

(Mark One)

Quarterly Report Pursuant to Section 13 or 15(d) of the Securities Exchange Act of 1934 For the quarterly period ended September 30, 2008

or

Transition Report Pursuant to Section 13 or 15(d) of the Securities Exchange Act of 1934 For the transition period from _____ to _____

Commission File Number 0-31499

Eden Bioscience Corporation
(Exact name of registrant as specified in its charter)

Washington
(State or other jurisdiction of incorporation or organization)

91-1649604
(I.R.S. Employer Identification No.)

14522 NE North Woodinville Way, Suite 202B
Woodinville, Washington
(Address of principal executive offices)

98072
(Zip Code)

(425) 806-7300
(Registrant's telephone number, including area code)

Not applicable.
(Former name, former address and former fiscal year, if changed since last report)

Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the registrant was required to file such reports) and (2) has been subject to such filing requirements for the past 90 days.

Yes No

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer, or a smaller reporting company. See definitions of "large accelerated filer," "accelerated filer" and "smaller reporting company" in Rule 12b-2 of the Exchange Act.

Large accelerated filer

Accelerated filer

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Non-accelerated filer (Do not check if a smaller reporting company)
reporting company)

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act).
Yes No

Indicate the number of shares outstanding of each of the issuer's classes of common stock, as of the latest practicable date.

Class	Outstanding as of November 11, 2008
Common Stock, \$0.0025 Par Value	2,716,486

Eden Bioscience Corporation

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PART I -- FINANCIAL INFORMATION

Item 1. Financial Statements

EDEN BIOSCIENCE CORPORATION AND SUBSIDIARIES

CONDENSED CONSOLIDATED BALANCE SHEETS

(Unaudited)

ASSETS

	September 30, 2008	December 31, 2007
Current assets:		
Cash and cash equivalents	\$ 5,196,126	\$ 5,668,239
Inventory, current	40,150	41,749
Prepaid expenses and other current assets	56,473	68,537
Total current assets	5,292,749	5,778,525
Inventory, non-current	29,876	60,035
Property and equipment	99	99
Other assets	48,612	59,027
Total assets	\$ 5,371,336	\$ 5,897,686

LIABILITIES AND SHAREHOLDERS' EQUITY

Current liabilities:		
Accounts payable	\$ 9,720	\$ 29,979
Accrued liabilities	65,079	232,631
Total current liabilities	74,799	262,610

Commitments and contingencies

Shareholders' equity:

Preferred stock, \$0.01 par value, 10,000,000 shares authorized; no shares issued and outstanding at September 30, 2008 and December 31, 2007	-	-
Common stock, \$0.0025 par value, 11,111,111 shares authorized; 2,716,486 issued and outstanding shares at September 30, 2008 and December 31, 2007	6,791	6,791
Additional paid-in capital	132,887,336	132,882,325
Accumulated deficit	(127,597,590)	(127,254,040)
Total shareholders' equity	5,296,537	5,635,076
Total liabilities and shareholders' equity	\$ 5,371,336	\$ 5,897,686

The accompanying notes are an integral part of these statements.

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EDEN BIOSCIENCE CORPORATION AND SUBSIDIARIES
 CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS
 (Unaudited)

	Three Months Ended		Nine Months Ended	
	September 30, 2008	2007	September 30, 2008	2007
Product sales	\$ 19,674	\$ 55,845	\$ 166,682	\$ 327,744
Operating expenses:				
Cost of goods sold	5,718	32,908	49,698	171,243
Research and development	-	-	-	136,442
Selling, general and administrative	164,672	617,028	588,475	1,250,528
Total operating expenses	170,390	649,936	638,173	1,558,213
Loss from operations	(150,716)	(594,091)	(471,491)	(1,230,469)
Other income:				