

ACCELERON PHARMA INC

Form 10-Q

August 03, 2017

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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 June 30, 2017

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: 001-36065

ACCELERON PHARMA INC.

(Exact name of registrant as specified in its charter)

Delaware 2836 27-0072226

(State or other jurisdiction of (Primary Standard Industrial (I.R.S. Employer
incorporation or organization) Classification Code Number) Identification Number)

128 Sidney Street

Cambridge, MA 02139

(617) 649-9200

(Address, including zip code, and telephone number, including
area code, of registrant's principal executive offices)

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 has submitted electronically and posted on its corporate Web site, if any, every Interactive Data File required to be submitted and posted pursuant to Rule 405 of Regulation S-T during the preceding 12 months (or for such shorter period that the registrant was required to submit and post such files). Yes No

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

Large accelerated filer

Accelerated filer

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

If an emerging growth company, indicate by check mark if the registrant has elected not to use the extended transition period for complying with any new or revised financial accounting standards provided pursuant to Section 13(a) of the Exchange Act.

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

As of July 31, 2017, there were 38,685,073 shares of the registrant's Common Stock, par value \$0.001 per share, outstanding.

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PART I. FINANCIAL INFORMATION

Item 1. Financial Statements

Acceleron Pharma Inc.

Condensed Consolidated Balance Sheets

(amounts in thousands except share and per share data)

(unaudited)

	June 30, 2017	December 31, 2016
Assets		
Current assets:		
Cash and cash equivalents	\$ 30,726	\$ 20,950
Collaboration receivables (all amounts are with related party)	2,881	3,234
Prepaid expenses and other current assets	3,111	3,862
Short-term investments	111,695	118,740
Total current assets	148,413	146,786
Property and equipment, net	7,210	5,201
Restricted cash	1,132	946
Other assets	91	22
Long-term investments	51,617	94,692
Total assets	\$ 208,463	\$ 247,647
Liabilities and stockholders' equity		
Current liabilities:		
Accounts payable	\$ 1,661	\$ 1,590
Accrued expenses	11,370	13,249
Deferred revenue	541	541
Deferred rent	727	769
Total current liabilities	14,299	16,149
Deferred revenue, net of current portion	3,432	3,704
Deferred rent, net of current portion	684	953
Warrants to purchase common stock	1,516	1,244
Total liabilities	19,931	22,050
Commitments and contingencies (Note 14)		
Stockholders' equity:		
Undesignated preferred stock, \$0.001 par value: 25,000,000 shares authorized and no shares issued or outstanding	—	—
Common stock, \$0.001 par value: 175,000,000 shares authorized; 38,636,505 and 38,251,826 shares issued and outstanding at June 30, 2017 and December 31, 2016, respectively	39	39
Additional paid-in capital	608,493	590,474
Accumulated deficit	(419,646)	(364,491)
Accumulated other comprehensive loss	(354)	(425)
Total stockholders' equity	188,532	225,597
Total liabilities and stockholders' equity	\$ 208,463	\$ 247,647

See accompanying notes to these condensed consolidated financial statements.

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Acceleron Pharma Inc.

Condensed Consolidated Statements of Operations and Comprehensive Loss

(amounts in thousands except per share data)

(unaudited)

	Three Months Ended June 30,		Six Months Ended June 30,	
	2017	2016	2017	2016
Revenue:				
Collaboration revenue:				
License and milestone	\$135	\$135	\$271	\$15,279
Cost-sharing, net	2,922	3,060	6,491	6,117
Total revenue (all amounts are with related party)	3,057	3,195	6,762	21,396
Costs and expenses:				
Research and development	21,598	16,138	43,327	32,390
General and administrative	11,370	6,712	19,203	12,618
Total costs and expenses	32,968	22,850	62,530	45,008
Loss from operations	(29,911)	(19,655)	(55,768)	(23,612)