

INSMED INC
Form 10-Q
May 13, 2009

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 March 31, 2009

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 0-30739

INSMED INCORPORATED

(Exact name of registrant as specified in its charter)

Virginia
(State or other jurisdiction of
incorporation or organization)

54-1972729
(I.R.S. Employer
Identification No.)

8720 Stony Point Parkway
Richmond, Virginia 23235
(Address of principal executive offices)

(804) 565-3000
(Registrant's telephone number,
including area code)

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 (§232.405 of this chapter) 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 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. (Check one):

Large accelerated filer Accelerated filer

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Non-accelerated filer Smaller 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

As of May 1, 2009, the latest practicable date, there were 124,972,146 shares of Insmed Incorporated common stock outstanding.

INSMED INCORPORATED

FORM 10-Q

For the Quarterly Period Ended March 31, 2009

PART I. FINANCIAL INFORMATION

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PART I
 FINANCIAL INFORMATION
 ITEM 1. FINANCIAL STATEMENTS
 INSMED INCORPORATED
 Consolidated Balance Sheets
 (in thousands, except share and per share data)

	(unaudited)	December
	March 31,	31,
	2009	2008
Assets		
Current assets:		
Cash, cash equivalents and short-term investments	\$ 127,540	\$ 2,397
Accounts receivable, net	114	122
Prepaid expenses	30	74
Total current assets	127,684	2,593
Long-term assets:		
Certificate of deposit	2,085	-
Restricted cash, long-term	-	2,095
Deferred financing costs, net	51	70
Total long-term assets	2,136	2,165
Total assets	\$ 129,820	\$ 4,758
Liabilities and stockholders' equity (deficit)		
Current liabilities:		
Accounts payable	\$ 2,667	\$ 1,277
Accrued project costs & other	795	936
Payroll liabilities	5,048	453
Income taxes payable	2,794	-
Restricted stock unit liability	-	113
Interest payable	10	13
Deferred rent	103	168
Deferred revenue	232	302
Convertible debt	2,211	2,211
Debt discount	(476)	(596)
Net convertible debt	1,735	1,615
Total current liabilities	13,384	4,877
Long-term liabilities:		
Convertible debt	-	553
Debt discount	-	(66)
Net long-term convertible debt	-	487
Asset retirement obligation	-	2,217

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Total liabilities	13,384	7,581
Stockholders' equity (deficit):		
Common stock; \$.01 par value; authorized shares 500,000,000; issued and outstanding shares, 124,972,146 in 2009 and 122,494,010 in 2008	1,250	1,225
Additional paid-in capital	343,817	342,378
Accumulated deficit	(228,631)	(346,426)
Net stockholders' equity (deficit)	116,436	(2,823)
Total liabilities and stockholders' equity (deficit)	\$ 129,820	\$ 4,758

The accompanying notes are an integral part of these consolidated financial statements.

