

HYPERFEED TECHNOLOGIES INC
Form 10-Q
August 05, 2004

**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, 2004**

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 **0-13093**

HYPERFEED TECHNOLOGIES, INC.

(Exact name of registrant as specified in its charter)

Delaware
(State or Other Jurisdiction of
Incorporation or Organization)

300 S. Wacker Drive, Suite 300, Chicago, Illinois
(Address of Principal Executive Offices)

36-3131704
(I.R.S. Employer
Identification No.)

60606
(Zip Code)

Registrant's telephone number, including area code: **(312) 913-2800**

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Indicate by check mark whether the registrant (1) has filed all reports 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 an accelerated filer (as defined in Rule 12b-2 of the Act) Yes No

The number of shares of common stock outstanding as of August 4, 2004 was 3,061,733 shares.

HYPERFEED TECHNOLOGIES, INC.

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PART I

ITEM 1. Financial Statements

HYPERFEED TECHNOLOGIES, INC. AND SUBSIDIARY

Consolidated Balance Sheets (Unaudited)

June 30, 2004 and December 31, 2003

	June 30, 2004	December 31, 2003
Assets		
Current Assets		
Cash and cash equivalents	\$ 363,029	\$ 4,668,038
Accounts receivable, less allowance for doubtful accounts of: 2004: \$9,996; 2003: \$0	1,818,681	797,048
Notes receivable, less allowance for doubtful accounts of: 2004: \$50,000; 2003: \$50,000	129,630	150,465
Prepaid expenses and other current assets	290,066	173,816
Assets related to discontinued operations	462,217	811,878
Total Current Assets	3,063,623	6,601,245
Property and equipment		
Computer equipment	1,539,092	2,343,853
Communication equipment	1,031,370	1,296,550
Furniture and fixtures	107,429	82,839
Leasehold improvements	531,809	531,809
	3,209,700	4,255,051
Less: Accumulated depreciation and amortization	(2,190,615)	(3,019,964)
	1,019,085	1,235,087
Intangible assets, net of accumulated amortization of: 2004: \$100,000; 2003: \$70,000	80,000	110,000
Software development costs, net of accumulated amortization of: 2004: \$2,480,239; 2003: \$2,733,126	1,750,047	1,732,721
Deposits and other assets	35,205	35,205
Total Assets	\$ 5,947,960	\$ 9,714,258
Liabilities and Stockholders Equity		
Current Liabilities		
Notes payable	\$ 200,000	\$
Accounts payable	794,924	605,644
Accrued expenses	572,715	587,193
Accrued compensation	107,424	73,157
Income taxes payable	40,000	40,000
Unearned revenue	903,710	15,000
Liabilities related to discontinued operations	1,212,424	2,419,879
Total Current Liabilities	3,831,197	3,740,873
Accrued expenses, less current portion	295,609	292,676

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Total Noncurrent Liabilities	295,609	292,676
Total Liabilities	4,126,806	4,033,549
Stockholders Equity		
Preferred stock, \$.001 par value; authorized 5,000,000 shares; none issued and outstanding		
Common stock, \$.001 par value; authorized 50,000,000 shares; issued and outstanding 3,061,733 shares at June 30, 2004 and 3,051,989 shares at December 31, 2003	3,062	3,052
Additional paid-in capital	46,105,117	46,070,113
Accumulated deficit	(44,287,025)	(40,392,456)
Total Stockholders Equity	1,821,154	5,680,709
Total Liabilities and Stockholders Equity	\$ 5,947,960	\$ 9,714,258

See Notes to Unaudited Interim Consolidated Financial Statements.

HYPERFEED TECHNOLOGIES, INC. AND SUBSIDIARY

Consolidated Statements of Operations (Unaudited)

	For The Three Months Ended June 30,		For The Six Months Ended June 30,	
	2004	2003	2004	2003
Revenue				
HyperFeed				