

ENOVA SYSTEMS INC
Form 10-Q
November 13, 2015

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

FORM 10-Q

QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

For the quarterly period ending September 30, 2015

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 no. 1-33001

ENOVA SYSTEMS, INC.
(Exact name of registrant as specified in its charter)

California
(State or other jurisdiction of
incorporation or organization)

95-3056150
(I.R.S. Employer
Identification Number)

2945 Columbia Street, Torrance, California 90503
(Address of principal executive offices, including zip code)

(650) 346-4770
(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 periods 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, or a smaller reporting company. See the definitions of "large accelerated filer," "accelerated filer" and "smaller reporting company" in Rule 12b-2 of the Exchange Act. (Check one):

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Large accelerated filer

Accelerated filer

Non-accelerated filer

Smaller reporting company

(Do not check if a 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 October 31, 2015, there were 64,520,000 shares of common stock outstanding.

ENOVA SYSTEMS, INC.

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PART I. FINANCIAL INFORMATION

ITEM 1. FINANCIAL STATEMENTS

ENOVA SYSTEMS, INC.

BALANCE SHEETS

	September 30, 2015 (unaudited)	December 31, 2014
ASSETS		
Current assets:		
Cash and cash equivalents	\$ -	\$ -
Accounts receivable, net	-	-
Inventories and supplies, net	112,000	368,000
Prepaid expenses and other current assets	-	7,000
Total current assets	112,000	375,000
Property and equipment, net	-	-
Total assets	\$ 112,000	\$ 375,000
LIABILITIES AND STOCKHOLDERS' DEFICIT		
Current liabilities:		
Accounts payable	\$ 614,000	\$ 560,000
Loans from employees	123,000	55,000
Deferred revenues	-	213,000
Accrued payroll and related expenses	220,000	211,000
Accrued loss for litigation settlement	2,014,000	2,014,000
Other accrued liabilities	594,000	431,000
Current portion of accrued interest payable	1,543,000	-
Current portion of notes payable	1,278,000	40,000
Total current liabilities	6,386,000	3,524,000
Accrued interest payable	-	1,482,000
Notes payable, net of current portion	-	1,238,000
Total liabilities	6,386,000	6,244,000
Stockholders' deficit:		
Series A convertible preferred stock — no par value, 30,000,000 shares authorized; 0 shares issued and outstanding; liquidating preference at \$0.60 per share as of September 30, 2015 and December 31, 2014	-	-
Series B convertible preferred stock — no par value, 5,000,000 shares authorized; 546,000 shares issued and outstanding; liquidating preference at \$2 per share as of September 30, 2015 and December 31, 2014	1,094,000	1,094,000
Common Stock to be issued	553,000	553,000
Common Stock — no par value, 750,000,000 shares authorized; 64,520,000 shares issued and outstanding as of September 30, 2015 and December 31, 2014	145,735,000	145,735,000
Additional paid-in capital	9,641,000	9,619,000
Accumulated deficit	(163,297,000)	(162,870,000)
Total stockholders' deficit	(6,274,000)	(5,869,000)
Total liabilities and stockholders' deficit	\$ 112,000	\$ 375,000

See accompanying condensed notes to these financial statements.

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ENOVA SYSTEMS, INC.
 STATEMENTS OF OPERATIONS
 (Unaudited)

	Three Months Ended September 30		Nine Months Ended September 30	
	2015	2014	2015	2014
Revenues	\$ -	\$ -	\$ -	\$ -
Cost of revenues	109,000	-	181,000	60,000
Gross loss	(109,000)	-	(181,000)	(60,000)
Operating expenses				
Selling, general & administrative	58,000	87,000	176,000	342,000
Total operating expenses	58,000	87,000	176,000	342,000
Operating loss	(167,000)	(87,000)	(357,000)	