

Condensed Consolidated Statements of Cash Flows

(in thousands)

	Six Months Ended	
	June 30,	
	2021	2020
Cash flows from operating activities:		
Net loss	\$ (46,350)	\$ (16,092)
Adjustments to reconcile net loss to net cash used in operating activities:		
Depreciation and amortization	93	85
Stock-based compensation	3,987	3,255
Non-cash expense related to warrant modifications	-	1,112
Non-cash lease expense	336	356
Non-cash expense related to equity consideration for a service agreement	494	-
Loss on impairment of intangible assets	37,770	-
Deferred income tax benefit	(8,332)	-
Unrealized loss on foreign exchange rate changes	300	-
Changes in assets and liabilities:		
Prepaid expenses and other current assets	179	218
Accounts payable	(873)	(485)
Collaboration and device development payable	-	(1,007)
Accrued expenses	(703)	425
Operating lease liabilities	(352)	(387)
Net cash used in operating activities	<u>(13,451)</u>	<u>(12,520)</u>
Cash flows from investing activities:		
Purchase of property and equipment	(3)	(12)
Net cash used in investing activities	<u>(3)</u>	<u>(12)</u>
Cash flows from financing activities:		
Proceeds from issuance of common stock and warrants, net of issuance costs	27,390	20,246
Proceeds from ATM Program, net of expenses	1,690	-
Proceeds from research and development funding arrangement	400	1,000
Principal payments on loans payable	(2,991)	(199)
Proceeds from Paycheck Protection Program loan	-	547
Principal payments on Paycheck Protection Program loan	-	(547)
Net cash provided by financing activities	<u>26,489</u>	<u>21,047</u>
Effect of exchange rate changes on cash and cash equivalents	-	422
Net increase in cash, cash equivalents, and restricted cash	<u>13,035</u>	<u>8,937</u>
Cash, cash equivalents, and restricted cash - beginning of period	17,084	22,732
Cash, cash equivalents, and restricted cash - end of period	<u>\$ 30,119</u>	<u>\$ 31,669</u>
Operating lease liabilities arising from obtaining right-of-use assets	\$ 2,000	\$ -
Prepayment of insurance through third-party financing	1,321	1,056