

Unaudited Condensed Consolidated Balance Sheets

	September 30, 2017	December 31, 2016
<b>ASSETS</b>		
<b>CURRENT ASSETS</b>		
Cash and cash equivalents	\$ 9,063,710	\$ 15,194,949
Short-term investments	5,000,000	5,000,000
Trade and other receivables	37,458	10,491
Current portion of related party receivable, net of discount	57,291	53,081
Prepaid expenses	548,766	646,195
<b>Total current assets</b>	<b>14,707,225</b>	<b>20,904,716</b>
Property and equipment, net	196,191	269,557
Patents, net	915,457	990,153
Related party receivable, net of discount and current portion	356,174	424,240
Other assets	13,719	15,662
<b>Total assets</b>	<b>\$ 16,188,766</b>	<b>\$ 22,604,328</b>
<b>LIABILITIES AND STOCKHOLDERS' EQUITY</b>		
<b>CURRENT LIABILITIES</b>		
Accounts payable and accrued expenses	\$ 1,476,683	\$ 2,343,936
Accrued bonuses	-	852,963
Current portion of long-term debt, net of fees and discount	-	3,705,787
Other current liabilities	358,044	430,738
<b>Total current liabilities</b>	<b>1,834,727</b>	<b>7,333,424</b>
Derivative liabilities	2,785,863	3,921,917
Other long-term liabilities	3,400	18,209
<b>Total liabilities</b>	<b>4,623,990</b>	<b>11,273,550</b>
<b>STOCKHOLDERS' EQUITY</b>		
Convertible preferred stock, 7,000,000 shares authorized, \$0.01 par value; 1,000,000 shares issued and outstanding at September 30, 2017 and December 31, 2016, respectively	10,000	10,000
Common stock, \$0.01 par value; 300 million shares authorized, 15,146,027 and 11,032,858 shares issued and outstanding at September 30, 2017 and December 31, 2016, respectively	151,460	110,329
Additional paid-in capital	216,784,493	204,239,837
Accumulated other comprehensive income	2,345	3,905
Accumulated deficit	(205,383,522)	(193,033,293)
<b>Total stockholders' equity</b>	<b>11,564,776</b>	<b>11,330,778</b>
<b>Total liabilities and stockholders' equity</b>	<b>\$ 16,188,766</b>	<b>\$ 22,604,328</b>