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

FORM 8-K	

# CURRENT REPORT

# Pursuant to Section 13 or 15(d) of the Securities Exchange Act of 1934

Date of Report (Date of earliest event Reported): March 15, 2018

#### **Everspin Technologies, Inc.**

(Exact Name of Registrant as Specified in Charter)

**Delaware** (State or Other Jurisdiction of Incorporation)

**001-37900** (Commission File Number)

**26-2640654** (I.R.S. Employer Identification Number)

5670 W. Chandler Blvd., Suite 100, Chandler, Arizona 85224

(Address of Principal Executive Offices) (Zip Code)

(480) 347-1111

(Registrant's telephone number, including area code)

(Former name or former address, if changed since last report)

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions:

- [] Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
- [] Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
- Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
- Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))

Indicate by check mark whether the registrant is an emerging growth company as defined in Rule 405 of the Securities Act of 1933 (17 CFR §230.405) or Rule 12b-2 of the Securities Exchange Act of 1934 (17 CFR §240.12b-2). Emerging growth company [X]

If an emerging growth company, indicate by check mark if the registrant has elected not to use the extended transition period for complying with any new or revised financial accounting standards provided pursuant to Section 13(a) of the Exchange Act. [X]

# Item 2.02. Results of Operations and Financial Condition.

On March 15, 2018, the Registrant issued a press release, a copy of which is attached hereto as Exhibit 99.1 and is incorporated herein by reference.

## Item 9.01. Financial Statements and Exhibits.

Exhibit 99.1. Press release dated March 15, 2018

# SIGNATURE

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

**Everspin Technologies, Inc.** 

Date: March 15, 2018

By: <u>/s/ Jeffrey Winzeler</u>

Jeffrey Winzeler

Chief Financial Officer

# EXHIBIT INDEX

# **Exhibit Number Description**

99.1 Press Release dated March 15, 2018

#### **Everspin Reports Fourth Quarter and Fiscal Year 2017 Financial Results**

Fourth Quarter Revenue Increases 43% Year-Over-Year and Full Year Revenue Grows 33% over 2016; Both Setting New Records

CHANDLER, Ariz., March 15, 2018 (GLOBE NEWSWIRE) -- Everspin Technologies, Inc. (NASDAQ:MRAM), the world's leading developer and manufacturer of discrete and embedded MRAM, today announced financial results for the fourth quarter and fiscal year ended December 31, 2017.

## Fourth Quarter, Full Year and Recent Highlights

- Achieved record revenue for the quarter and year
- 4Q revenue grew 43.3% year-over-year and 2017 revenue grew 32.6% over 2016
- Gross margin for the year increased 550 basis points over 2016
- Shipped and recorded first revenue for 40nm 256Mb STT-MRAM products
- In February, successfully raised \$24.5 million in net proceeds from follow-on public offering

"Everspin concluded a successful year in 2017 with record revenue and improved margins driven by a 27% year-over-year increase in MRAM product revenue, largely from our Toggle products," said Everspin President and Chief Executive Officer, Kevin Conley. "We are focused on operational excellence to further improve manufacturing efficiencies and output on these products, as we seek to grow this business and improve our bottom line.

"We made solid progress on several strategic priorities, most significantly on 256Mb STT-MRAM with the start of production and first recognized revenue in the fourth quarter. We believe our focus on technology innovation and development of high-value products for our customers will position Everspin to benefit from the growing demand for persistent memory solutions.

"To gain the necessary capital for executing this strategy, Everspin raised a net \$24.5 million, after underwriter fees, through a secondary public stock offering in February. These funds will be used as working capital to support ongoing operations and scale production, while developing both new products and future advanced MRAM technology."

#### **Fourth Quarter and 2017 Results**

Revenue for the fourth quarter was a record \$10.1 million, a 43.3% increase from \$7.1 million in the fourth quarter of 2016 and a 12.4% increase from \$9.0 million in the prior quarter. For the full year 2017, revenue increased 32.6% to a record \$35.9 million from \$27.1 million in 2016.

Gross margin for the fourth quarter of 2017 was 61.5%, compared to 45.7% in the prior-year quarter and 58.4% in the previous quarter. The full year 2017 gross margin was 59.8%, a 550 basis point increase from 54.3% in the prior year.

Operating expenses for the fourth quarter of 2017 were \$10.5 million, compared to \$8.5 million in the fourth quarter of 2016 and \$10.6 million in the third quarter of 2017. Operating expenses for the full year 2017 were \$41.7 million as compared to \$30.2 million in 2016.

Net loss per share for the fourth quarter of 2017 was \$4.4 million, or (\$0.35) per share based on 12.7 million weighted-average shares outstanding, compared to a net loss of \$5.3 million, or (\$0.48) per share, during the same quarter a year ago and a net loss of \$5.4 million, or (\$0.43) per share, in the prior quarter. The full year 2017 net loss was \$21.1 million, or (\$1.69) per share based on 12.5 million weighted-average shares outstanding, compared to a net loss of \$16.7 million, or (\$3.53) per share based on 4.7 million weighted-average shares outstanding, in 2016.

#### **Business Outlook**

For the first quarter 2018, Everspin expects revenue to range between \$9.4 million and \$9.8 million. Net loss per share is expected to range between a loss of (\$0.45) and (\$0.41) per share based on the average weighted share count of 14.8 million shares outstanding.

### **Conference Call**

Everspin will host a conference call for analysts and investors today at 5:00 p.m. Eastern Time. Interested participants can access the call by dialing 1-844-889-7788 and providing passcode 7035279. International callers may join the call by dialing +1-661-378-9932, using the same code. The call will also be available as a live and archived webcast in the Investor Relations section of the company's website at investor.everspin.com.

A telephone replay of the conference call will be available approximately two hours after the call until Thursday, March 22, 2018, at midnight, Eastern Time. The replay can be accessed by dialing 1-855-859-2056 and using the passcode 7035279. International callers should dial +1-404-537-3406 and enter the same passcode at the prompt.

#### **About Everspin Technologies**

Headquartered in Chandler, Arizona, Everspin Technologies, Inc. is the worldwide leader in designing, manufacturing, and commercially shipping discrete and embedded Magnetoresistive RAM (MRAM) into markets and applications where data persistence, performance, and endurance are paramount. With over 70 million MRAM products deployed in data center, cloud

storage, energy, industrial, automotive, and transportation markets, Everspin has built the strongest and fastest-growing foundation of MRAM users in the world. For more information, visit www.everspin.com.

### **Cautionary Statement Regarding Forward-Looking Statements**

This press release contains forward-looking statements regarding future events that involve risks and uncertainties that could cause actual results or events to differ materially from the expectations disclosed in the forward-looking statements, including, but not limited to, Everspin's estimated first quarter 2018 financial guidance. Actual results could differ materially from these forward-looking statements as a result of certain factors, including, without limitation, the risks set forth in Everspin's Annual Report on Form 10-K filed with the Securities and Exchange Commission on March 15, 2018, under the caption "Risk Factors." Subsequent events may cause these expectations to change, and Everspin disclaims any obligations to update or alter these forward-looking statements in the future, whether as a result of new information, future events or otherwise.

#### **Everspin Contacts:**

Michael Schoolnik - Story Public Relations 415-674-3816 Michael@storypr.com Leanne K. Sievers - Shelton Group Investor Relations 949-224-3874 sheltonir@sheltongroup.com

## EVERSPIN TECHNOLOGIES, INC.

#### **Balance Sheets**

(In thousands, except share and per share amounts)

Assets           Current assets:         \$ 12,950         \$ 29,727           Accounts receivable, net         3,42         3,170           Accounts due from related parties         612         486           Inventory         9,837         5,069           Prepald expenses and other current assets         27,418         39,502           Total current assets         27,418         39,502           Property and equipment, net         3,46         1,920           Other assets         31,437         \$ 1,502           Total assets         31,437         \$ 1,502           Total assets         \$ 31,437         \$ 1,502           Accounts payable         \$ 2,724         \$ 1,502           Accrued liabilities         2,254         1,811           Accrued liabilities         2,254         1,811           Accrued liabilities         3,36         3,86           Current come on shipments to distributors         3,28         3,182           Current portion of long-term debt         3,38         3,184           Total current portion of long-term debt         3,28         3,18           Total current portion of long-term debt         3,28         3,28           Current portion of long-term debt		Decem 2017	ber	31, 2016
Cash and cash equivalents         \$12,950         \$29,721           Accounts receivable, net         3,470         3,170           Amounts due from related parties         612         486           Inventory         9,835         5,050           Prepaid expenses and other current assets         27,418         39,502           Total current assets         27,418         39,502           Property and equipment, net         3,346         1,202           Other assets         3,346         1,202           Total assets         2,343         \$41,402           Total assets         5,31,437         \$41,402           Extractil liabilities         2,254         1,814           Accrued liabilities         2,254         1,814           Accrued liabilities         2,254         1,814           Accrued line one on shipments to distributors         1,694         1,359           Deferred income on shipments to distributors         12,375         3,886           Current portion of long-term debt         3,386         4,218           Total current liabilities         2,354         4,218           Long-term debt, net of current portion         2,53         3,50           Total liabilities         2,53         3,50	Assets			
Accounts receivable, net         3,429         3,170           Amounts due from related parties         612         486           Inventory         9,837         5,609           Prepaid expenses and other current assets         27,418         39,502           Total current assets         27,418         39,502           Other assets         73         5           Total assets         73         5           Total current lashitities         3,434         1,502           Current liabilities         3,437         1,502           Accounts payable         \$2,720         1,811           Accounts payable         \$2,524         1,811           Amounts due to related parties         1,624         1,812           Account portion of long-term debt         1,62         1,82           Total current liabilities         3,987         3,848           Total current liabili	Current assets:			
Amounts due from related parties         618         9.837         5.006           Prepaid expenses and other current assets         27,418         39,502           Total current assets         27,418         39,502           Property and equipment, net         3,346         1,202           Other assets         73         5           Total assets         5         3,436         \$ 1,402           Very and equipment, net         2,720         \$ 1,402           Other assets         73         5           Total assets         5         3,732         \$ 1,402           Very and equipment, net         2,720         \$ 1,502         \$ 1,502           Total assets         5         2,720         \$ 1,502	Cash and cash equivalents	\$ 12,950	\$	29,727
Inventory         9,83         5,069           Prepaid expenses and other current assets         2,7418         39,502           Total current assets         3,945         3,950           Property and equipment, net         3,78         1,205           Other assets         73         3,143           Total assets         3,143         \$1,472           Exhibities and Stockholders' Equity         8,272         \$1,502           Current liabilities         2,274         1,813           Accrued liabilities         2,275         1,813           Accrued liabilities         2,274         1,813           Amounts due to related parties         1,272         1,824           Current profition of long-term debt         1,273         1,824           Current profition of long-term debt         2,124         1,814           Total current liabilities         3,183         4,218           Total current liabilities         2,125         1,338           Total current liabilities         2,125         1,358           Total current liabilities         2,125         1,358           Ferrer extrent debt, scool of part value per share; 5,000,000 shares authorized as of December 31, 201         2,25         1,45           Total siabilities	Accounts receivable, net	3,429		3,170
Prepaid expenses and other current assets         5.00         1.050           Total current assets         3.74         3.95.02           Property and equipment, net         3.73         5.00           Other assets         3.73         5.00           Total assets         \$3.1,437         \$41,472           Lishilities and Stockholders' Equity           Experiment liabilities         \$2,270         \$1,801           Accounts payable         \$2,270         \$1,801           Accounts payable         \$2,254         1,811           Amounts due to related parties         2,254         1,811           Amounts due to related parties         1,694         1,352           Deferred income on shipments to distributors         3,88         3,88           Total current liabilities         12,375         10,38           Total current liabilities         2,254         1,811           Total current liabilities         2,123         1,812           Total liabilities         2,255         1,812           Total current liabilities         2,255         1,812           Total current liabilities         2,254         4,218           Total current liabilities         2,254         4,218	Amounts due from related parties	612		486
Total current assets         27,418         39,502           Property and equipment, net         3,946         1,920           Other assets         73         50           Total assets         \$3,1437         \$1,402           Liabilities and Stockholders' Equity           Exercise Identifications         \$1,272         \$1,502           Accounts payable         \$2,720         \$1,602           Accrued liabilities         2,254         1,811           Accrued liabilities         1,694         1,352           Deferred income on shipments to distributors         1,694         1,384           Current portion of long-term debt         3,984         3,884           Total current liabilities         1,237         10,384           Current portion of long-term debt         2,254         1,381           Total current liabilities         1,237         1,381           Total liabilities         2,383         1,421           Current portion of long-term debt         2,083         1,421           Total liabilities         2,053         1,461           Compt. term debt, net of current portion         2,053         1,502           Total liabilities         2,053         1,502	Inventory	9,837		5,069
Property and equipment, net         3,946         1,920           Other assets         73         5           Total assets         \$ 3,1437         \$ 14,722           Liabilities and Stockholders' Equity           Exercise Hisbilities           Current liabilities           Accounts payable         \$ 2,720         \$ 1,801           Accounts payable         \$ 2,524         1,811           Accounts payable         \$ 2,524         1,812           Accounts payable         \$ 1,602         1,822           Accounts payable         \$ 1,822         1,823           Account payable parties to distributors         \$ 1,823         1,824           Account payable per share; 5,000,000 shares authorized as of December 31, 2017 and 2014         \$ 2,525         \$ 2,525           Account payable per share; 100,000,000 shares authorized as of December 31, 2017         \$ 1,524         \$ 2,330	Prepaid expenses and other current assets	590		1,050
Other assets         73         50           Total assets         \$31,437         \$14,472           Lisibilities and Stockholders' Equity           Claim Ideal Stockholders' Equity           Mounts flabilities           Accounts payable         \$2,270         \$1,801           Accounts payable         \$2,270         \$1,801           Accounts diabilities         \$1,602         \$1,801           Amounts due to related parties         \$1,802         \$1,802           Deferred income on shipments to distributors         \$1,802         \$1,802           Current portion of long-term debt         \$1,802         \$1,802           Total current liabilities         \$1,270         \$1,802           Total current liabilities         \$1,237         \$1,803           Total flabilities         \$2,275         \$1,803         \$1,803           Total flabilities         \$2,275         \$1,803         \$1,803         \$1,803           Total liabilities         \$1,275         \$1,803         \$1,803         \$1,803         \$1,803         \$1,803         \$1,803         \$1,803         \$1,803         \$1,803         \$1,803         \$1,803         \$1,803         \$1,803         \$1,803         \$1,803         \$1,80	Total current assets	27,418		39,502
Total assets         \$ 31,437         \$ 41,472           Liabilities and Stockholders' Equity           Current liabilities:           Accounts payable         \$ 2,720         \$ 1,502           Accrued liabilities         2,254         1,811           Accrued liabilities         1,694         1,820           Accrued liabilities         1,720         1,827           Deferred income on shipments to distributors         1,720         1,827           Current portion of long-term debt         3,884         3,884           Total current liabilities         3,87         3,884           Total current liabilities         20,533         14,601           Total liabilities         20,553         14,601           Total liabilities         20,553         14,601           Total liabilities         20,553         14,601           Total liabilities         5,000000000000000000000000000000000000	Property and equipment, net	3,946		1,920
Liabilities and Stockholders' Equity         Liabilities           Current liabilities:         \$ 2,720         \$ 1,502           Accounts payable         2,254         1,811           Accrued liabilities         1,694         1,359           Accrued liabilities         1,694         1,817           Amounts due to related parties         1,694         1,817           Deferred income on shipments to distributors         3,987         3,884           Current portion of long-term debt         3,987         3,884           Total current liabilities         20,553         14,601           Total liabilities         5,00001         20,553         14,601           Commitments and contingencies         5,000001         5,000001         5,000000         5,000000         6,000         6,000         6,000         6,000         6,000         6,000         6,000         6,000         6,000         6,000         6,000         6,000         6,000         6,000         6,000         6,000	Other assets	73		50
Current liabilities:         5         1,502           Accounts payable         2,272         1,811           Accrued liabilities         2,254         1,811           Amounts due to related parties         1,694         1,359           Deferred income on shipments to distributors         1,720         1,827           Current portion of long-term debt         3,987         3,884           Total current liabilities         12,375         10,383           Long-term debt, net of current portion         8,178         4,218           Total liabilities         20,553         14,601           Commitments and contingencies         5         1,502           Stockholders' equity:         5         5           Preferred stock, \$0,0001 par value per share; 5,000,000 shares authorized as of December 31, 2017 and	Total assets	\$ 31,437	\$	41,472
Accounts payable         \$ 2,720         \$ 1,502           Accrued liabilities         2,254         1,811           Amounts due to related parties         1,694         1,359           Deferred income on shipments to distributors         1,720         1,827           Current portion of long-term debt         3,987         3,884           Total current liabilities         12,375         10,383           Long-term debt, net of current portion         8,178         4,218           Total liabilities         20,553         14,601           Commitments and contingencies         5         1,255           Stockholders' equity:         5         5           Preferred stock, \$0.0001 par value per share; 5,000,000 shares authorized as of December 31, 2017 and 2016 and 2016; no shares issued and outstanding as of December 31, 2017 and 2016         5         5           Common stock, \$0.0001 par value per share; 100,000,000 shares authorized as of December 31, 2017 and 2017 and 2016 and 2016; 12,817,201 and 12,498,128 shares issued and outstanding as of December 31, 2017 and 2017 and 2017 and 2016 and 2016; 12,817,201 and 12,498,128 shares issued and outstanding as of December 31, 2017 and 2017 and 2017 and 2018 and	Liabilities and Stockholders' Equity			
Accrued liabilities         2,254         1,811           Amounts due to related parties         1,694         1,359           Deferred income on shipments to distributors         1,720         1,827           Current portion of long-term debt         3,987         3,884           Total current liabilities         12,375         10,383           Long-term debt, net of current portion         8,178         4,218           Total liabilities         20,553         14,601           Commitments and contingencies         5         12,375         14,601           Stockholders' equity:         5         5         4         5           Preferred stock, \$0.0001 par value per share; 5,000,000 shares authorized as of December 31, 2017 and 2016 and 2016; no shares issued and outstanding as of December 31, 2017 and 2016 and 2016; 12,817,201 and 12,498,128 shares issued and outstanding as of December 31, 2017 and 2016 and 2016; 12,817,201 and 12,498,128 shares issued and outstanding as of December 31, 2017 and 2016 and 2016; 12,817,201 and 12,498,128 shares issued and outstanding as of December 31, 2017 and 2016 and 2016; 12,817,201 and 12,498,128 shares issued and outstanding as of December 31, 2017 and 2016 and 2016; 12,817,201 and 12,498,128 shares issued and outstanding as of December 31, 2017 and 2016 and 2016; 12,817,201 and 12,498,128 shares issued and outstanding as of December 31, 2017 and 2016	Current liabilities:			
Amounts due to related parties         1,694         1,359           Deferred income on shipments to distributors         1,720         1,827           Current portion of long-term debt         3,987         3,884           Total current liabilities         12,375         10,383           Long-term debt, net of current portion         8,178         4,218           Total liabilities         20,553         14,601           Commitments and contingencies         5         5           Stockholders' equity:	Accounts payable	\$ 2,720	\$	1,502
Deferred income on shipments to distributors         1,720         1,827           Current portion of long-term debt         3,987         3,884           Total current liabilities         12,375         10,383           Long-term debt, net of current portion         8,178         4,218           Total liabilities         20,553         14,601           Commitments and contingencies         5         5           Stockholders' equity:         5         5           Preferred stock, \$0.0001 par value per share; 5,000,000 shares authorized as of December 31, 2017 and 2016 and 2016; no shares issued and outstanding as of December 31, 2017 and 2016         5         5           Common stock, \$0.0001 par value per share; 100,000,000 shares authorized as of December 31, 2017 and 2017         1         1           Additional paid-in capital         128,422         123,309           Accumulated deficit         (117,539)         (96,439)           Total stockholders' equity         10,884         26,871	Accrued liabilities	2,254		1,811
Current portion of long-term debt3,9873,884Total current liabilities12,37510,383Long-term debt, net of current portion8,1784,218Total liabilities20,55314,601Commitments and contingenciesStockholders' equity:Preferred stock, \$0.0001 par value per share; 5,000,000 shares authorized as of December 31, 2017 and 2016; no shares issued and outstanding as of December 31, 2017 and 2016Common stock, \$0.0001 par value per share; 100,000,000 shares authorized as of December 31, 2017 and 2016; 12,817,201 and 12,498,128 shares issued and outstanding as of December 31, 2017 and 201611Additional paid-in capital128,422123,309Accumulated deficit(117,539)(96,439)Total stockholders' equity10,88426,871	Amounts due to related parties	1,694		1,359
Total current liabilities 12,375 10,383 Long-term debt, net of current portion 8,178 4,218 Total liabilities 20,553 14,601 Commitments and contingencies Stockholders' equity: Preferred stock, \$0.0001 par value per share; 5,000,000 shares authorized as of December 31, 2017 and 2016; no shares issued and outstanding as of December 31, 2017 and 2016 ——— Common stock, \$0.0001 par value per share; 100,000,000 shares authorized as of December 31, 2017 and 2016; 12,817,201 and 12,498,128 shares issued and outstanding as of December 31, 2017 and 2016 Additional paid-in capital 128,422 123,309 Accumulated deficit (117,539) (96,439) Total stockholders' equity	Deferred income on shipments to distributors	1,720		1,827
Long-term debt, net of current portion 8,178 4,218 Total liabilities 20,553 14,601 Commitments and contingencies Stockholders' equity: Preferred stock, \$0.0001 par value per share; 5,000,000 shares authorized as of December 31, 2017 and 2016; no shares issued and outstanding as of December 31, 2017 and 2016 ——— Common stock, \$0.0001 par value per share; 100,000,000 shares authorized as of December 31, 2017 and 2016 ——— Additional paid-in capital 12,498,128 shares issued and outstanding as of December 31, 2017 and 2016 ——— Accumulated deficit 117,539 (96,439) Total stockholders' equity	Current portion of long-term debt	3,987		3,884
Total liabilities 20,553 14,601  Commitments and contingencies  Stockholders' equity:  Preferred stock, \$0.0001 par value per share; 5,000,000 shares authorized as of December 31, 2017 and 2016; no shares issued and outstanding as of December 31, 2017 and 2016 — —  Common stock, \$0.0001 par value per share; 100,000,000 shares authorized as of December 31, 2017 and 2016; 12,817,201 and 12,498,128 shares issued and outstanding as of December 31, 2017 and 2016 — 1  Additional paid-in capital 128,422 123,309  Accumulated deficit (117,539) (96,439)  Total stockholders' equity	Total current liabilities	12,375		10,383
Commitments and contingencies  Stockholders' equity:  Preferred stock, \$0.0001 par value per share; 5,000,000 shares authorized as of December 31, 2017 and 2016; no shares issued and outstanding as of December 31, 2017 and 2016  Common stock, \$0.0001 par value per share; 100,000,000 shares authorized as of December 31, 2017 and 2016; 12,817,201 and 12,498,128 shares issued and outstanding as of December 31, 2017 and 2016  Additional paid-in capital  Accumulated deficit  Total stockholders' equity  10,884  26,871	Long-term debt, net of current portion	8,178		4,218
Stockholders' equity: Preferred stock, \$0.0001 par value per share; 5,000,000 shares authorized as of December 31, 2017 and 2016; no shares issued and outstanding as of December 31, 2017 and 2016 Common stock, \$0.0001 par value per share; 100,000,000 shares authorized as of December 31, 2017 and 2016; 12,817,201 and 12,498,128 shares issued and outstanding as of December 31, 2017 and 2016 Additional paid-in capital Accumulated deficit Total stockholders' equity  10,884 26,871	Total liabilities	 20,553		14,601
Preferred stock, \$0.0001 par value per share; 5,000,000 shares authorized as of December 31, 2017 and 2016; no shares issued and outstanding as of December 31, 2017 and 2016  Common stock, \$0.0001 par value per share; 100,000,000 shares authorized as of December 31, 2017 and 2016; 12,817,201 and 12,498,128 shares issued and outstanding as of December 31, 2017 and 2016  Additional paid-in capital  Accumulated deficit  Total stockholders' equity  10,884  26,871	Commitments and contingencies			
2016; no shares issued and outstanding as of December 31, 2017 and 2016  Common stock, \$0.0001 par value per share; 100,000,000 shares authorized as of December 31, 2017 and 2016; 12,817,201 and 12,498,128 shares issued and outstanding as of December 31, 2017 and 2016  Additional paid-in capital  Accumulated deficit  Total stockholders' equity  Common stock, \$0.0001 par value per share; 100,000,000 shares authorized as of December 31, 2017 and 2016  1 1 1 128,422 123,309 10,884 26,871	Stockholders' equity:			
Common stock, \$0.0001 par value per share; 100,000,000 shares authorized as of December 31, 2017 and 2016; 12,817,201 and 12,498,128 shares issued and outstanding as of December 31, 2017 and 2016  Additional paid-in capital 128,422 123,309  Accumulated deficit (117,539) (96,439)  Total stockholders' equity 10,884 26,871				
Additional paid-in capital128,422123,309Accumulated deficit(117,539)(96,439)Total stockholders' equity10,88426,871		1		1
Accumulated deficit         (117,539)         (96,439)           Total stockholders' equity         10,884         26,871				
Total stockholders' equity 26,871	1	-		-
		 ` ,	_	
	Total liabilities and stockholders' equity	\$ 31,437	\$	

EVERSPIN TECHNOLOGIES, INC. Statements of Operations and Comprehensive Loss (In thousands, except share and per share amounts)

	Year Ended December 31,					
	2017			2016	2015	
Product sales	\$	31,361	\$	24,233	\$ 22,403	
Product sales - related party		2,316		2,378	3,472	
Licensing and royalty revenue		634		483	671	
Licensing and royalty revenue - related party		1,625		_	_	
Total revenue		35,936		27,094	26,546	
Cost of sales		14,451		12,395	12,568	
Gross profit		21,485		14,699	13,978	
Operating expenses:						
Research and development		25,437		19,233	21,126	
General and administrative		11,516		7,281	6,565	
Sales and marketing		4,740		3,706	3,823	
Total operating expenses		41,693		30,220	31,514	
Loss from operations		(20,208)		(15,521)	(17,536)	
Interest expense		(764)		(2,347)	(653)	
Other income, net		118		1,160	6	
Loss on extinguishment of debt		(246)				
Net loss and comprehensive loss	\$	(21,100)	\$	(16,708)	\$ (18,183)	
Net loss per common share, basic and diluted	\$	(1.69)	\$	(3.53)	\$ (7.12)	
Weighted-average shares used to compute net loss per common share, basic and diluted	1	2,484,984		4,738,496	 2,552,205	

# EVERSPIN TECHNOLOGIES, INC. **Statement of Cash Flows** (In thousands)

(iii modalida)				
	Year Ended December 31,			
	2017	2016	2015	
Cash flows from operating activities				
Net loss	\$ (21,100)	\$ (16,708)	\$ (18,183)	
Adjustments to reconcile net loss to net cash used in operating activities:				
Depreciation and amortization	1,191	826	1,340	
Loss on disposal of property and equipment	_	80	_	
Stock-based compensation	2,048	1,141	416	
Change in fair value of redeemable convertible preferred stock warrant liability	_	(372)	(15)	
Non-cash loss on extinguishment of debt	185		_	
Change in fair value of derivative liability	_	(798)	_	
Non-cash interest expense	297	1,183	232	
Compensation expense related to vesting of common stock to GLOBALFOUNDRIES	1,472	965	1,761	
Changes in operating assets and liabilities:				
Accounts receivable	(259)	(1,261)	339	
Amounts due from related parties	(126)	78	102	
Inventory	(3,871)	(893)	(431)	
Prepaid expenses and other current assets	460	(860)	(77)	
Other assets	(23)	(21)	(10)	
Accounts payable	1,114	340	233	
Accrued liabilities	(120)	56	428	
Amounts due to related parties	(49)	(2,453)	3,328	
Deferred income on shipments to distributors	(107)	387	(362)	
Deferred revenue		(229)	229	
Net cash used in operating activities	(18,888)	(18,539)	(10,670)	
Cash flows from investing activities				
Purchases of property and equipment	(3,070)	(1,040)	(1,295)	

Net cash used in investing activities

**Cash flows from financing activities** 

(3,070)

(1,040)

(1,295)

Proceeds from convertible promissory notes-related party	_	8,500	_
Proceeds from debt	12,000	1,500	8,000
Payments on debt	(8,356)	(1,325)	(3,000)
Payments of debt issuance costs	(49)	(40)	(130)
Payments on capital lease obligation	(7)	(198)	(226)
Proceeds from exercise of stock options and purchase of shares in employee stock purchase			
plan	1,593	48	4
Proceeds from issuance of common stock in connection with initial public offering, net of		22.064	
offering costs		33,864	
Proceeds from issuance of common stock in private placement, net of issuance costs		4,650	
Net cash provided by financing activities	5,181	46,999	4,648
Net (decrease) increase in cash and cash equivalents	(16,777)	27,420	(7,317)
Cash and cash equivalents at beginning of period	29,727	2,307	9,624
Cash and cash equivalents at end of period	12,950	\$ 29,727	\$ 2,307
Supplementary cash flow information:			
Interest paid	467	\$ 806	\$ 421
Interest paid to related party	<u> </u>	\$ 359	<u> </u>
Non-cash investing and financing activities:			
Purchase of property and equipment in accounts payable and amounts due to related parties	116	<u>\$</u>	<u>\$</u>
Purchase of inventory in accrued liabilities and amounts due to related parties	897	<u>\$</u>	<u> </u>
Purchase of property and equipment under capital lease obligations	31	<u>\$</u>	\$ 431
Conversion of convertible promissory notes into common stock		\$ 8,634	\$ —
Issuance of warrants with debt		\$ —	\$ 307
Conversion of redeemable convertible preferred stock into common stock	5 —	\$ 64,642	<u> </u>
Reclassification of warrant liability to additional paid-in capital	5 —	\$ 65	<u> </u>