

BSD MEDICAL CORP  
Form 10-Q  
April 13, 2010

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

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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 February 28, 2010

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. 001-32526

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BSD Medical Corporation  
(Exact Name of Registrant as Specified in Its Charter)

Delaware  
(State or other jurisdiction of  
incorporation or organization)

75-1590407  
(I.R.S. Employer  
Identification No.)

2188 West 2200 South  
Salt Lake City, Utah 84119  
(Address of principal executive offices, including zip code)

(801) 972-5555  
(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 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 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 (§ 232.405 of this chapter) 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   
Non-accelerated filer

Accelerated filer   
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 April 13, 2010, there were 23,215,772 shares of the Registrant's common stock, \$0.001 par value per share, outstanding.

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BSD MEDICAL CORPORATION  
FORM 10-Q

FOR THE QUARTER ENDED FEBRUARY 28, 2010

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## PART I - FINANCIAL INFORMATION

## Item 1. Financial Statements

BSD MEDICAL CORPORATION  
Condensed Balance Sheets  
(Unaudited)

ASSETS	February 28, 2010	August 31, 2009
Current assets:		
Cash and cash equivalents	\$5,854,697	\$7,791,938
Accounts receivable, net of allowance for doubtful accounts of \$20,000	493,394	289,617
Related party trade accounts receivable	12,436	41,016
Income tax receivable	1,417,006	1,415,758
Inventories, net	2,047,128	1,794,476
Other current assets	98,507	94,536
Total current assets	9,923,168	11,427,341
Property and equipment, net	1,331,643	1,352,384
Patents, net	66,693	77,633
	\$11,321,504	\$12,857,358
<b>LIABILITIES AND STOCKHOLDERS' EQUITY</b>		
Current liabilities:		
Accounts payable	\$325,229	\$226,905
Accrued liabilities	388,420	548,079
Deferred revenue – current portion	73,266	67,851
Total current liabilities	786,915	842,835
Deferred revenue – net of current portion	132,030	73,534
Total liabilities	918,945	916,369
Commitments and contingencies		
Stockholders' equity:		
Preferred stock, \$.001 par value; 10,000,000 shares authorized, no shares issued and outstanding	-	-
Common stock; \$.001 par value, 40,000,000 shares authorized, 23,215,772 and 22,039,301 shares issued, respectively	23,216	22,040
Additional paid-in capital	30,920,417	28,593,305
Treasury stock, 24,331 shares at cost	(234 )	(234 )
Accumulated deficit	(20,540,840)	(16,674,122)
Total stockholders' equity	10,402,559	11,940,989
	\$11,321,504	\$12,857,358

See accompanying notes to condensed financial statements

BSD MEDICAL CORPORATION  
 Condensed Statements of Operations  
 (Unaudited)

	Three Months Ended February 28,		Six Months Ended February 28,	
	2010	2009	2010	2009
Revenues:				
Sales	\$586,448	\$627,701	\$859,343	\$1,836,097
Sales to related parties	13,626	102,328	166,934	125,496
Total revenues	600,074	730,029	1,026,277	1,961,593
Operating costs and expenses:				
Cost of sales	517,079	388,630	743,599	989,110