

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): August 5, 2021

**electroCore, Inc.**

(Exact name of registrant as specified in its charter)

Delaware  
(State or other jurisdiction of  
incorporation or organization)

001-38538  
(Commission File Number)

20-3454976  
(I.R.S. Employer  
Identification Number)

200 Forge Way, Suite 205  
Rockaway, NJ 07866  
(Address of principal executive offices and zip code)

(973) 290-0097  
(Registrant's telephone number, including area code)

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))

Securities registered pursuant to Section 12(b) of the Act:

Title of each class	Trading symbol(s)	Name of each exchange on which registered
Common Stock, Par Value \$0.001 Per Share	ECOR	NASDAQ Global Select Stock Market

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

Emerging growth company

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.

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**Item 2.02 Results of Operations and Financial Condition.**

On August 5, 2021, electroCore, Inc. issued a press release announcing its financial results for the quarter ended June 30, 2021. A copy of the press release is furnished herewith as Exhibit 99.1 and incorporated by reference.

Except for information relating to Adjusted EBITDA net loss and its reconciliation to generally accepted accounting principles (GAAP), the information contained in this Item 2.02 and Item 9.01 in this Current Report on Form 8-K, including the accompanying Exhibit 99.1 hereto, shall not be deemed “filed” for purposes of Section 18 of the Securities Exchange Act of 1934, as amended (the “Exchange Act”), or otherwise subject to the liabilities of that Section, nor shall it be deemed incorporated by reference in any filing under the Securities Act of 1933, as amended, or the Exchange Act, regardless of any general incorporation language in such filings, unless expressly incorporated by specific reference in such filing.

**Item 9.01 Financial Statements and Exhibits.*****(d) Exhibits.***

<b><u>Exhibit No.</u></b>	<b><u>Description of Exhibit</u></b>
99.1	<a href="#">Press release dated August 5, 2021.</a>

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## SIGNATURES

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.

August 5, 2021

**electroCore, Inc.**

/s/ Brian Posner

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Brian Posner

Chief Financial Officer

## electroCore Announces Second Quarter 2021 Financial Results

*Second quarter 2021 net sales of \$1.3 million, increased 69% over second quarter 2020 and 5% sequentially*

*Company to host a conference call and webcast today, August 5, 2021 at 4:30 pm ET*

ROCKAWAY, N.J., August 05, 2021 (GLOBE NEWSWIRE) -- electroCore, Inc. (Nasdaq: ECOR), a commercial-stage bioelectronic medicine company, announced second quarter 2021 financial results and provided an operational update.

### Second Quarter 2021 and Recent Highlights

- Posted revenue of \$1.3 million, representing an increase of 5% sequentially and 69% over second quarter of 2020
- Net cash used was \$3.2 million during the second quarter of 2021 leaving approximately \$23.7 million of cash, cash equivalents, and marketable securities at June 30, 2021
- A follow-on public offering subsequent to June 30, 2021 added approximately \$18.8 million of net proceeds

Dan Goldberger, Chief Executive Officer of electroCore, commented: “We are pleased that our second quarter results were in line with expectations, representing revenue growth of 69% year-over-year and 5% over first quarter of 2021. We saw continued progress in operating metrics across all our revenue channels. Our cash balance of \$23.7 million at June 30, 2021, together with the approximately \$18.8 million raised in our subsequent public offering and lower operating burn, puts the company in an excellent position to execute on its plan through 2022.”

### Second Quarter 2021 Financial Results

For the quarter ended June 30, 2021, electroCore reported net sales of \$1,300,000 compared to \$1,200,000 in the first quarter of 2021 and \$753,000 during same period of 2020. This represents a quarterly revenue increase of 5% sequentially and 69% over the same period last year.

Revenue from the Department of Veterans Affairs (“VA”) and Department of Defense (“DOD”) increased 15% sequentially to \$779,000 in the second quarter of 2021 from \$679,000 in the first quarter of 2021 and increased 88% as compared to \$415,000 in the second quarter of 2020. 85 VA and DoD military treatment facilities have purchased gammaCore products through June 30, 2021 as compared to 79 through the first quarter of 2021 and 67 through the second quarter of 2020.

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Revenue from outside the United States through direct sales channels increased sequentially by 10% to \$369,000 in the second quarter of 2021, as compared to \$335,000 during the first quarter of 2021 and increased 50% from \$247,000 during the second quarter of 2020. These figures do not include new stocking distributors in other countries which contributed \$18,000 of revenue from Canada and Western Europe during the second quarter of 2021.

Gross profit for the second quarter of 2021 was \$895,000 as compared to \$840,000, for the first quarter of 2021 and \$480,000 for the second quarter of 2020. Gross margin for the second quarter of 2021 was 71%, compared to 70% in the first quarter of 2021 and 64% in the second quarter of 2020.

Total operating expenses in the second quarter of 2021 were approximately \$6,100,000, a reduction of approximately \$100,000 from \$6,200,000 in the first quarter of 2021 and a reduction of \$300,000 from \$6,400,000 in the second quarter of 2020.

Research and development expense in the second quarter of 2021 was \$825,000, as compared to \$500,000 in the first quarter of 2021, an increase of approximately \$325,000 sequentially. Research and development expense decreased by \$175,000 from \$1,000,000 during the second quarter of 2020.

Selling, general and administrative expense in the second quarter of 2021 were \$5,300,000 as compared to \$5,700,000 in the first quarter of 2021. Selling, general and administrative expense was flat as compared to the second quarter of 2020.

GAAP net loss in the second quarter of 2021 was \$2,900,000 compared to a GAAP net loss of \$5,400,000 in the first quarter of 2021. GAAP net loss decreased by 39% or \$1,800,000 as compared to a GAAP net loss of \$4,700,000 in the second quarter of 2020.

Adjusted EBITDA net loss in the second quarter of 2021 was \$4,100,000 as compared to \$4,200,000 during the first quarter of 2021 and as compared to adjusted EBITDA net loss of \$4,300,000 in the second quarter of 2020.

The company defines adjusted EBITDA net loss as GAAP net loss, excluding depreciation and amortization, stock-compensation expense, restructuring and other severance related charges, legal fees associated with stockholders' litigation, total other income/expense, extinguishment of debt, and benefit from income taxes. A reconciliation of GAAP net loss to Non-GAAP adjusted EBITDA net loss has been provided in the financial statement tables included in this press release.

Net cash used in the quarter ended June 30, 2021, exclusive of cash proceeds from the sale of NJ NOL carryforwards, was approximately \$3,200,000, as compared to \$4,100,000 in the first quarter of 2021, and \$5,200,000 in the second quarter of 2020.

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Cash, cash equivalents and marketable securities at June 30, 2021, totaled approximately \$23,700,000, as compared to approximately \$25,500,000 at March 31, 2021. Subsequent to June 30, 2021, the company raised net proceeds of approximately \$18,800,000 through a public offering of 20,700,000 shares of its common stock.

### **Third Quarter 2021 Outlook**

For the third quarter of 2021, the Company expects net revenue to be at least \$1,500,000 and net cash usage, exclusive of financing activities, to be approximately \$4,500,000. The expected increase in net cash usage is largely due to the annual renewal of our insurance policies.

### **Webcast and Conference Call Information**

electroCore's management team will host a conference call today, August 5, 2021, beginning at 4:30pm ET.

Investors interested in listening to the conference call, or webcast may do so by dialing 888-506-0062 for domestic callers or 973-528-0011 for international callers, using Conference ID: 748491, or by connecting to the Web: [electroCore 2Q21 Business Update Webcast](#)

An archived webcast of the event will be available on the "Investors" section of the company's website at: [www.electrocore.com](http://www.electrocore.com).

### **About electroCore, Inc.**

electroCore, Inc. is a commercial stage bioelectronic medicine company dedicated to improving patient outcomes through its non-invasive vagus nerve stimulation therapy platform, initially focused on the treatment of multiple conditions in neurology. The company's current indications are the preventive treatment of cluster headache and migraine and the acute treatment of migraine and episodic cluster headache.

For more information, visit [www.electrocore.com](http://www.electrocore.com).

### **About gammaCore™**

gammaCore™ (nVNS) is the first non-invasive, hand-held medical therapy applied at the neck as an adjunctive therapy to treat migraine and cluster headache through the utilization of a mild electrical stimulation to the vagus nerve that passes through the skin. Designed as a portable, easy-to-use technology, gammaCore can be self-administered by patients, as needed, without the potential side effects associated with commonly prescribed drugs. When placed on a patient's neck over the vagus nerve, gammaCore stimulates the nerve's afferent fibers, which may lead to a reduction of pain in patients.

gammaCore (nVNS) is FDA cleared in the United States for adjunctive use for the preventive treatment of cluster headache in adult patients, the acute treatment of pain associated with episodic cluster headache in adult patients, and the acute and preventive treatment of migraine in adolescent (ages 12 and older) and adult patients. gammaCore is CE-marked in the European Union for the acute and/or prophylactic treatment of primary headache (Migraine, Cluster Headache, Trigeminal Autonomic Cephalalgias and Hemicrania Continua) and Medication Overuse Headache in adults.

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gammaCore is contraindicated for patients if they:

- Have an active implantable medical device, such as a pacemaker, hearing aid implant, or any implanted electronic device
- Have a metallic device, such as a stent, bone plate, or bone screw, implanted at or near the neck
- Are using another device at the same time (e.g., TENS Unit, muscle stimulator) or any portable electronic device (e.g., mobile phone)

Safety and efficacy of gammaCore have not been evaluated in the following patients:

- Patients diagnosed with narrowing of the arteries (carotid atherosclerosis)
- Patients who have had surgery to cut the vagus nerve in the neck (cervical vagotomy)
- Pediatric patients (less than 12 years)
- Pregnant women
- Patients with clinically significant hypertension, hypotension, bradycardia, or tachycardia

Please refer to the gammaCore Instructions for Use for all of the important warnings and precautions before using or prescribing this product.

The U.S. FDA has cleared the gammaCore Sapphire CV (nVNS) device under an emergency use authorization for acute use at home or in a healthcare setting to treat adult patients with known or suspected COVID-19 who are experiencing an exacerbation of asthma-related dyspnea and reduced airflow, and for whom approved pharmacologic therapies are not tolerated or provide insufficient symptom relief as assessed by their healthcare provider, using noninvasive vagus nerve stimulation (nVNS) on either side of the patient's neck.

gammaCore Sapphire CV has been authorized only for the duration of the statement that circumstances exist that warrant authorization of the emergency use of medical devices under section 564(b)(1) of the Act, 21 U.S.C. § 360bbb-3(b)(1), until the authorization is terminated or revoked.

More information can be found at:

Letter of authorization: <https://www.fda.gov/media/139967/download>

Fact sheet for healthcare workers: <https://www.fda.gov/media/139968/download>

Patient information sheet: <https://www.fda.gov/media/139969/download>

Instructions for use of gammaCore: <https://www.fda.gov/media/139970/download>

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## Forward-Looking Statements

This press release may contain forward-looking statements within the meaning of the Private Securities Litigation Reform Act of 1995. Such forward-looking statements include, but are not limited to, statements about electroCore's expectations for revenue and cash used in operations during the third quarter of 2021, its expectations for future performance, as well as electroCore's business prospects and clinical and product development plans for 2021 and beyond, its pipeline or potential markets for its technologies, additional indications for gammaCore, the timing, outcome and impact of regulatory, clinical and commercial developments (including human trials for the study of headache, PTH, mTBI, Parkinson's diseases and sleep deprivation stress and the business, operating or financial impact of such studies), further international expansion, and statements about anticipated distribution arrangements, government and payor funding arrangements (including those relating to Canada, Western Europe, Qatar, Taiwan, and China) and other statements that are not historical in nature, particularly those that utilize terminology such as "anticipates," "will," "expects," "believes," "intends," other words of similar meaning, derivations of such words and the use of future dates. Actual results could differ from those projected in any forward-looking statements due to numerous factors. Such factors include, among others, the ability to raise the additional funding needed to continue to pursue electroCore's business and product development plans, the inherent uncertainties associated with developing new products or technologies, the ability to commercialize gammaCore™, competition in the industry in which electroCore operates and overall market conditions. Any forward-looking statements are made as of the date of this press release, and electroCore assumes no obligation to update the forward-looking statements or to update the reasons why actual results could differ from those projected in the forward-looking statements, except as required by law. Investors should consult all of the information set forth herein and should also refer to the risk factor disclosure set forth in the reports and other documents electroCore files with the SEC available at [www.sec.gov](http://www.sec.gov).

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or

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**electroCore, Inc.**  
**Condensed Consolidated Statements of Operations**  
*(Unaudited)*  
*(in thousands, except per share data)*

	<b>Three months ended June 30,</b>		<b>Six months ended June 30,</b>	
	2021	2020	2021	2020
Net sales	\$ 1,269.5	\$ 753.0	\$ 2,473.4	\$ 1,486.7
Cost of goods sold	374.3	273.0	738.3	571.1
Gross profit	895.2	480.0	1,735.1	915.6
Operating expenses				
Research and development	824.9	1,030.5	1,323.9	2,553.6
Selling, general and administrative	5,272.9	5,273.3	10,997.5	11,834.1
Restructuring and other severance related charges	—	99.6	—	464.6
Total operating expenses	6,097.8	6,403.4	12,321.4	14,852.3
Loss from operations	(5,202.6)	(5,923.4)	(10,586.3)	(13,936.7)
Other (income) expense				
Gain on extinguishment of debt	(1,422.2)	—	(1,422.2)	—
Interest and other income	(1.3)	(11.7)	(1.1)	(74.7)
Other expense	—	0.7	—	9.8
Total other (income) expense	(1,423.5)	(11.0)	(1,423.3)	(64.9)
Loss before income taxes	(3,779.1)	(5,912.4)	(9,163.0)	(13,871.8)
Benefit from income taxes	885.4	1,170.9	885.4	1,170.9
Net loss	\$ (2,893.7)	\$ (4,741.5)	\$ (8,277.6)	\$ (12,700.9)
Net loss per share of common stock - Basic and Diluted	\$ (0.06)	\$ (0.13)	\$ (0.17)	\$ (0.38)
Weighted average number of common shares outstanding - Basic and Diluted	48,520,241	36,658,797	48,089,117	33,216,512

**electroCore, Inc.**  
**Condensed Consolidated Balance Sheet Information**  
*(Unaudited)*  
*(in thousands)*

	<b>June 30, 2021</b>	<b>December 31, 2020</b>
Cash and cash equivalents	\$ 14,699.1	\$ 4,241.9
Marketable securities	\$ 9,027.8	\$ 18,386.2
Total assets	\$ 31,297.2	\$ 31,518.2
Current liabilities	\$ 5,757.5	\$ 5,890.3
Total liabilities	\$ 6,680.7	\$ 7,873.6
Total equity	\$ 24,616.5	\$ 23,644.6

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**(Unaudited) Use of Non-GAAP Financial Measure**

The company is presenting adjusted EBITDA net loss because it believes this measure is a useful indicator of its operating performance. electroCore management uses this non-GAAP measure principally as a measure of the company's core operating performance and believes that this measure is useful to investors because it is frequently used by the financial community, investors, and other interested parties to evaluate companies in the company's industry. The company also believes that this measure is useful to its management and investors as a measure of comparative operating performance from period to period. Additionally, the company believes its use of non-GAAP adjusted EBITDA net loss from operations facilitates management's internal comparisons to historical operating results by factoring out potential differences caused by charges not related to its regular, ongoing business, including, without limitation, non-cash charges and certain large and unpredictable charges such as restructuring expenses.

The company defines adjusted EBITDA net loss as GAAP net loss, excluding depreciation and amortization, stock-compensation expense, restructuring and other severance related charges, legal fees associated with stockholders' litigation, total other income/expense, extinguishment of debt, and benefit from income taxes. A reconciliation of GAAP net loss to Non-GAAP adjusted EBITDA net loss has been provided in the financial statement tables included in this press release.

	<b>Three months ended</b>		<b>Six months ended</b>	
	<b>June 30,</b>		<b>June 30,</b>	
	<b>2021</b>	<b>2020</b>	<b>2021</b>	<b>2020</b>
	<b>(in thousands)</b>		<b>(in thousands)</b>	
GAAP net loss	<b>\$ (2,893.7)</b>	<b>\$ (4,741.5)</b>	<b>\$ (8,277.6)</b>	<b>\$ (12,700.9)</b>
Depreciation and amortization	95.6	96.3	191.3	193.7
Stock-based compensation	838.0	1,002.7	1,780.2	1,747.6
Restructuring and other severance related charges	—	99.6	—	464.6
Legal fees associated with stockholders litigation	166.0	402.0	317.4	729.0
Interest and other (income) expense	(1.3)	(11.0)	(1.1)	(64.9)
Benefit from income taxes	(885.4)	(1,170.9)	(885.4)	(1,170.9)
Gain on extinguishment of debt	(1,422.2)	—	(1,422.2)	—
<b>Adjusted EBITDA net loss</b>	<b>\$ (4,103.0)</b>	<b>\$ (4,322.8)</b>	<b>\$ (8,297.4)</b>	<b>\$ (10,801.8)</b>

The company's use of a non-GAAP measure has limitations as an analytical tool, and you should not consider it in isolation or as a substitute for analysis of its results as reported under GAAP. Some of these limitations are: the non-GAAP measure does not reflect interest or tax payments that may represent a reduction in cash available; although depreciation and amortization are non-cash charges, the assets being depreciated and amortized may have to be replaced in the future, and the non-GAAP measure does not reflect cash capital expenditure requirements for such replacements or for new capital expenditure requirements; the non-GAAP measure does not reflect the potentially dilutive impact of equity-based compensation; and the non-GAAP measure does not reflect changes in, or cash requirements for, working capital needs; other companies, including companies in electroCore's industry, may calculate adjusted EBITDA net loss differently, which reduces its usefulness as a comparative measure.

Because of these and other limitations, you should consider the non-GAAP measure together with other GAAP-based financial performance measures, including various cash flow metrics, net loss, and other GAAP results. A reconciliation of GAAP net loss to non-GAAP adjusted EBITDA net loss has been provided in the preceding financial statements table of this press release.