

SMF ENERGY CORP  
Form 10-Q  
February 17, 2009

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

FORM 10-Q

QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15 (d) OF THE SECURITIES EXCHANGE ACT OF 1934

For the quarterly period ended December 31, 2008

OR

TRANSITION REPORT PURSUANT TO SECTION 13 OF 15(D) OR THE SECURITIES EXCHANGE ACT OF 1934

Commission File Number 000-21825

SMF ENERGY CORPORATION  
(Exact name of registrant as specified in its charter)

Delaware  
(State of  
Incorporation) 65-0707824  
(IRS Employer  
Identification  
Number)

200 West Cypress Creek Road, Suite 400, Fort Lauderdale, Florida  
(Address of principal executive offices)

33309  
(Zip Code)

(954) 308-4200

\_\_\_\_\_  
(Issuer'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 is a large accelerated filer, an accelerated filer, or a non-accelerated filer, or a smaller reporting company. See definitions of "accelerated filer and large accelerated filer," "accelerated filer" and "smaller reporting company" in Rule 12b-2 of the Exchange Act.

Large accelerated filer  Accelerated filer   
Non-accelerated filer  (Do not check if a smaller reporting company) Smaller reporting company

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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 February 11, 2009 there were 15,187,623 shares of the registrant's common stock outstanding.

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## SMF ENERGY CORPORATION

## FORM 10-Q

## INDEX

Form 10-Q Part and Item No.

Part I	Financial Information:	
Item 1.	Condensed Unaudited Consolidated Financial Statements	
	Condensed Consolidated Balance Sheets as of December 31, 2008 (unaudited) and June 30, 2008	3
	Condensed Unaudited Consolidated Statements of Operations for the three and six-months ended December 31, 2008 and 2007	4
	Condensed Unaudited Consolidated Statements of Cash Flows for the six-months ended December 31, 2008 and 2007	5
	Notes to Condensed Unaudited Consolidated Financial Statements	7
Item 2.	Management's Discussion and Analysis of Financial Condition and Results of Operations	16
Item 3.	Quantitative and Qualitative Disclosures About Market Risk	31
Item 4.	Controls and Procedures	32
Part II	Other Information:	
Item 1.	Legal Proceedings	33
Item 1A.	Risk Factors	33
Item 2.	Unregistered Sales of Equity Securities and Use of Proceeds	33
Item 3.	Defaults Upon Senior Securities	33
Item 4.	Submission of Matters to a Vote of Security Holders	33
Item 5.	Other Information	35
Item 6.	Exhibits	35
	Signatures	36



SMF ENERGY CORPORATION AND SUBSIDIARIES  
CONDENSED CONSOLIDATED BALANCE SHEETS

(in 000's, except share and per share data)

	December 31, 2008 (Unaudited)	June 30, 2008
<b>ASSETS</b>		
Current assets:		
Cash and cash equivalents	\$ 158	\$ 48
Accounts receivable, net of allowances of \$1,470 and \$1,283	15,000	30,169
Inventories, net of reserve of \$98 and \$99	1,851	2,535
Prepaid expenses and other current assets	690	855
Total current assets	17,699	33,607
Property and equipment, net of accumulated depreciation of \$14,589 and \$13,981	9,353	10,276
Identifiable intangible assets, net of accumulated amortization of \$1,251 and \$1,060	2,201	2,392
Goodwill	228	228
Deferred debt costs, net of accumulated amortization of \$713 and \$556	253	348
Other assets	80	133
Total assets	\$ 29,814	\$ 46,984
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>		
Current liabilities:		
Line of credit payable	\$ 7,884	\$ 19,789
Current portion of long-term debt, net of unamortized debt discount of \$45	8,814	-
Accounts payable	4,973	9,921
Accrued expenses and other liabilities	4,093	4,938
Total current liabilities	25,764	34,648
Long-term liabilities:		
Promissory notes, net of unamortized debt discount of \$0 and \$65	725	8,794
Other long-term liabilities	443	490
Total liabilities	26,932	43,932
Contingencies		
Shareholders' equity:		
Preferred stock, \$0.01 par value; 10,000 Series A shares authorized, 4,205 and 4,587 issued and outstanding at December 31, 2008 and June 30, 2008, respectively	-	-
Preferred stock, \$0.01 par value; 2,000 Series B shares authorized, 1,985 issued and outstanding at December 31, 2008 and June 30, 2008	-	-
Preferred stock, \$0.01 par value; 2,000 Series C shares authorized, 229 and 0 issued and outstanding at December 31, 2008 and June 30, 2008, respectively	-	-
Common stock, \$.01 par value; 50,000,000 shares authorized; 14,938,295 and 14,556,295 issued and outstanding at December 31, 2008 and June 30, 2008, respectively	149	146
Additional paid-in capital	30,694	30,719

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Accumulated deficit	(27,961)	(27,813)
Total shareholders' equity	2,882	3,052
Total liabilities and shareholders' equity	\$ 29,814	