

METRO ONE TELECOMMUNICATIONS INC  
Form 10-Q  
August 13, 2007

**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 June 30, 2007

or

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

For the Transition Period From To

Commission File Number: 0-27024

**METRO ONE TELECOMMUNICATIONS, INC.**

(Exact name of registrant as specified in its charter)

**OREGON**

(State or other jurisdiction of  
incorporation or organization)

**93-0995165**

(I.R.S. Employer  
Identification No.)

**11200 Murray Scholls Place, Beaverton, Oregon 97007**

(Address of principal executive offices) (zip code)

**(503) 643-9500**

(Registrant's telephone number, including area code)

Indicate by check mark whether the registrant has (1) 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. See definition of accelerated filer and large accelerated filer in Rule 12b-2 of the Exchange Act. (Check one):

Large accelerated filer

Accelerated filer

Non-accelerated filer

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Act). Yes  No

Number of shares of common stock outstanding as of August 10, 2007: 6,233,326 shares, no par value per share.



**METRO ONE TELECOMMUNICATIONS, INC.**

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# Metro One Telecommunications, Inc.

## Condensed Consolidated Statements of Operations

(In thousands, except per share data)	Three Months Ended June 30,		Six Months Ended June 30,	
	2007	2006	2007	2006
Revenues	\$ 5,278	\$ 5,118	\$ 10,180	\$ 20,347
Costs and expenses:				
Direct operating	4,352	3,764	8,278	11,529
Selling, general and administrative	3,670	5,241	7,432	12,347
Depreciation and amortization	543	1,120	1,157	2,355
Restructuring charges	427	761	909	5,777
	8,992	10,886	17,776	32,008
Loss from operations	(3,714 )	(5,768 )	(7,596 )	(11,661 )
Other income, net	63	225	228	412
Loss before income taxes	(3,651 )	(5,543 )	(7,368 )	(11,249 )
Income tax expense (benefit)	13	50	(2 )	50
Net loss	\$ (3,664 )	\$ (5,593 )	\$ (7,366 )	\$ (11,299 )
Net loss per common share:				
Basic	\$ (.59 )	\$ (.90 )	\$ (1.81 )	\$ (1.81 )
Diluted	\$ (.59 )	\$ (.90 )	\$ (1.81 )	\$ (1.81 )
Weighted average shares outstanding:				
Basic	6,233	6,233	6,233	6,233
Diluted	6,233	6,233	6,233	6,233

The accompanying notes are an integral part of these condensed consolidated financial statements.

## Metro One Telecommunications, Inc.

### Condensed Consolidated Balance Sheets (Unaudited)

(In thousands, except share amounts)	June 30, 2007	December 31, 2006
<b>Assets</b>		
Current assets:		
Cash and cash equivalents	\$ 5,521	\$ 11,965
Restricted cash	4,741	4,741
Accounts receivable, net	2,637	2,179