

Converted Organics Inc.
Form 8-K
October 20, 2011

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):

October 19, 2011

CONVERTED ORGANICS INC.

(Exact name of registrant as specified in its charter)

Delaware

001-33304

204075963

(State or other jurisdiction
of incorporation)

(Commission
File Number)

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

137A LEWIS WHARF, BOSTON,
Massachusetts

02110

(Address of principal executive offices)

(Zip Code)

Registrant's telephone number, including area code:

617-624-0111

Not Applicable

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))

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Item 1.01 Entry into a Material Definitive Agreement.

On October 19, 2011, Converted Organics Inc. ("Company," "we," "our," or "us"), Iroquois Master Fund, Ltd. ("IMF") and Iroquois Capital Opportunity Fund, Ltd. ("ICOF") entered into an agreement ("Agreement") pursuant to which the convertible note issued to IMF on April 20, 2011, as previously amended on August 10, 2011, in the aggregate original principal amount of \$3,850,000 (the "Note") was amended. Pursuant to the original terms of the Note, the conversion price ("Conversion Price") of the Note was \$0.40, subject to adjustment as set forth in the Note. Pursuant to the Agreement, the parties agreed to change the definition of Conversion Price to mean, as of any conversion date or other date of determination, the lowest of (i) \$0.40 (subject to adjustment as provided in the Note), (ii) the price which is equal to the product of (1) 85% multiplied by (2) the quotient of (A) the sum of each of the three (3) lowest closing sale prices of the common stock during the twenty consecutive trading day period immediately preceding the applicable conversion date or other date of determination (as the case may be) divided by (B) three (3) and (iii) the price which is equal to the product of (I) 85% multiplied by (II) the closing sale price of the common stock on the trading day immediately preceding the applicable conversion date or other date of determination (as the case may be). The foregoing description of the Agreement is not complete and is subject to and qualified in its entirety by reference to the Agreement attached hereto as an exhibit and incorporated herein by reference

Item 2.03 Creation of a Direct Financial Obligation or an Obligation under an Off-Balance Sheet Arrangement of a Registrant.

The information set forth in item 1.01 is incorporated herein by reference.

Item 9.01 Financial Statements and Exhibits.

- (a) Not applicable
- (b) Not applicable
- (c) Not applicable
- (d) Exhibits.

10.1 Agreement by and among Converted Organics Inc, Iroquois Master Fund Ltd. and Iroquois Capital Opportunity Fund Ltd, dated October 19, 2011.

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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.

CONVERTED ORGANICS INC.

October 20, 2011

By: Edward Gildea

Name: Edward Gildea

Title: President

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Exhibit Index

<u>Exhibit No.</u>	<u>Description</u>
10.1	Agreement by and among Converted Organics Inc, Iroquois Master Fund,LTD and Iroquois Capital Opportunity Fund, LTD dated Ocotber 19, 2011

"margin-bottom:1pt; margin-top:0pt; font-size:7pt; font-family:Times New Roman">) \$53,431,777 \$

TSMC Nanjing

Manufacturing, selling, testing and computer-aided design of integrated circuits and other semiconductor devices

(RMB

30,521,412

6,650,119

)

Note 1

(US\$

28,160,092

920,000

)

(US\$

2,361,320

80,000

)			
(US\$			
			30,521,412
			1,000,000
)			
(1,746,699)	100%		
			(1,746,699)
			(Note 2
)			
)			
27,651,586			

Accumulated Investment in Mainland China as of March 31, 2018 (US\$ in Thousands)	Investment Amounts Authorized by Investment Commission, MOEA (US\$ in Thousands)		Upper Limit on Investment (Note 3)
\$ 49,461,079	\$ 119,412,667	Note 3	
(US\$ 1,596,000)	(US\$ 3,596,000)		

Note 1: TSMC directly invested US\$596,000 thousand in TSMC China and US\$1,000,000 thousands in TSMC Nanjing.

Note 2: Amount was recognized based on the reviewed financial statements.

Note 3: As the Company has obtained the certificate of being qualified for operating headquarters issued by Industrial Development Bureau, MOEA on August 2016, the upper limit on investment in mainland China pursuant to Principle of investment or Technical Cooperation in Mainland China is not applicable.