

PDF SOLUTIONS INC
Form 10-Q
November 09, 2009
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UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM 10-Q

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

For the Quarterly Period ended September 30, 2009

or

- o **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 000-31311

PDF SOLUTIONS, INC.

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(Exact name of Registrant as Specified in its Charter)

Delaware
(State or Other Jurisdiction of
Incorporation or Organization)

25-1701361
(I.R.S. Employer
Identification No.)

333 West San Carlos Street, Suite 700
San Jose, California
(Address of Principal Executive Offices)

95110
(Zip Code)

(408) 280-7900

(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 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):

Large accelerated filer

Accelerated filer

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

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

The number of shares outstanding of the Registrant's Common Stock as of October 30, 2009 was 26,528,407.

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	September 30, 2009	December 31, 2008
	(In thousands, except par values)	
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 33,176	\$ 31,686
Short-term investments		9,051
Accounts receivable, net of allowance of \$254 in 2009 and 2008	18,254	24,989
Prepaid expenses, deferred tax assets, and other current assets	2,771	5,147
Total current assets	54,201	70,873
Property and equipment, net	1,724	2,675
Non-current investments	718	718
Intangible assets, net	3,395	4,730
Deferred tax assets and other non-current assets	1,150	631
Total assets	\$ 61,188	\$ 79,627
LIABILITIES AND STOCKHOLDERS EQUITY		
Current liabilities:		
Current portion of long-term debt	\$ 117	\$ 370
Accounts payable	1,438	1,384
Accrued compensation and related benefits	4,443	6,525
Taxes payable and other accrued liabilities	2,335	3,723
Deferred revenue	1,540	1,792
Billings in excess of recognized revenue	88	748
Total current liabilities	9,961	14,542
Long-term debt	148	512
Long-term taxes payable	3,506	3,356
Long-term other liabilities	1,494	1,447
Total liabilities	15,109	19,857
Stockholders' equity:		
Preferred stock, \$0.00015 par value, 5,000 shares authorized: no shares issued and outstanding		
Common stock, \$0.00015 par value, 70,000 shares authorized: shares issued 30,014 in 2009 and 29,339 in 2008; shares outstanding 26,525 in 2009 and 25,923 in 2008	4	4
Additional paid-in-capital	193,247	189,132
Treasury stock at cost, 3,489 shares in 2009 and 3,416 shares in 2008	(18,535)	(18,402)
Accumulated deficit	(129,410)	(112,620)
Accumulated other comprehensive income	773	1,656
Total stockholders' equity	46,079	59,770
Total liabilities and stockholders' equity	\$ 61,188	\$ 79,627

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PDF SOLUTIONS, INC.

CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS (UNAUDITED)

Three Months Ended September 30,	Three Months Ended September 30,	Nine Months Ended September 30,	Nine Months Ended September 30,
2009	2008	2009	2008

(In thousands, except per share amounts)

Revenues: