

Edgar Filing: QUICKLOGIC CORPORATION - Form 10-Q

(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 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 has submitted electronically every Interactive Data File required to be submitted 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 such files). Yes No

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer, a smaller reporting company, or an emerging growth company. See definition of "large accelerated filer," "accelerated filer," "smaller reporting company" and "emerging growth company" in Rule 12b-2 of the Exchange Act.

Large accelerated filer Accelerated Filer
Non-accelerated filer Smaller Reporting Company
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

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

As of November 2, 2018, the registrant had outstanding 95,191,029 shares of common stock, par value \$0.001.

QUICKLOGIC CORPORATION

FORM 10-Q

September 30, 2018

| | Page |
|--|------|
| <u>Part I - Financial Information</u> | 3 |
| <u>Item 1. Financial Statements (unaudited condensed)</u> | 3 |
| <u>Consolidated Balance Sheets</u> | 3 |
| <u>Consolidated Statements of Operations</u> | 4 |
| <u>Consolidated Statements of Cash Flows</u> | 5 |
| <u>Notes to Unaudited Condensed Consolidated Financial Statements</u> | 6 |
| <u>Item 2. Management's Discussion and Analysis of Financial Condition and Results of Operations</u> | 20 |
| <u>Item 3. Quantitative and Qualitative Disclosures About Market Risk</u> | 30 |
| <u>Item 4. Controls and Procedures</u> | 30 |
| <u>Part II - Other Information</u> | 31 |
| <u>Item 1. Legal Proceedings</u> | 31 |
| <u>Item 1A. Risk Factors</u> | 31 |
| <u>Item 6. Exhibits</u> | 31 |
| <u>Signatures</u> | 32 |

PART I. Financial Information

Item 1. Financial Statements

QUICKLOGIC CORPORATION

UNAUDITED CONDENSED CONSOLIDATED BALANCE SHEETS

(in thousands, except par value amount)

| | September 30, 2018 | December 31, 2017 |
|---|-----------------------|-------------------------|
| ASSETS | | |
| Current assets: | | |
| Cash and cash equivalents | \$ 24,219 | \$ 16,527 |
| Accounts receivable, net of allowances for doubtful accounts of \$0 and \$0 | 1,226 | 925 |
| Inventories | 4,090 | 3,559 |
| Other current assets | 1,087 | 997 |
| Total current assets | 30,622 | 22,008 |
| Property and equipment, net | 1,688 | 2,375 |
| Other assets | 222 | 253 |
| TOTAL ASSETS | \$ 32,532 | \$ 24,636 |
| LIABILITIES AND STOCKHOLDERS' EQUITY | | |
| Current liabilities: | | |
| Revolving line of credit | \$ 9,000 | \$ 6,000 |
| Trade payables | 1,214 | 1,437 |
| Accrued liabilities | 2,218 | 1,653 |
| Current portion of capital lease obligations | 360 | 299 |
| Total current liabilities | 12,792 | 9,389 |
| Long-term liabilities: | | |
| Capital lease obligations, less current portion | 142 | 355 |
| Other long-term liabilities | 47 | 14 |
| Total liabilities | | |