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Identiv, Inc.
Form 10-Q
August 13, 2018

UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

WASHINGTON, D.C. 20549

FORM 10-Q

(Mark One)

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

For the quarterly period ended June 30, 2018

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: 000-29440

IDENTIV, INC.

(Exact Name of Registrant as Specified in its Charter)

DELAWARE
(State or other jurisdiction of
incorporation or organization)

77-0444317
(I.R.S. Employer
Identification No.)

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2201 Walnut Avenue, Suite 100

Fremont, California 94538
(Address of principal executive offices) (Zip Code)

Registrant's telephone number, including area code: (949) 250-8888

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 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, smaller reporting company, or an emerging growth company. See the definitions 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

(Do not check if a smaller reporting company) 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 Exchange Act). Yes No

As of August 1, 2018, the registrant had 15,353,391 shares of common stock, \$0.001 par value per share, outstanding.

TABLE OF CONTENTS

| | Page |
|--|------|
| <u>PART I. FINANCIAL INFORMATION</u> | |
| Item 1. <u>Financial Statements (Unaudited)</u> | 3 |
| <u>Condensed Consolidated Balance Sheets as of June 30, 2018 and December 31, 2017</u> | 3 |
| <u>Condensed Consolidated Statements of Operations for the Three and Six Months Ended June 30, 2018 and 2017</u> | 4 |
| <u>Condensed Consolidated Statements of Comprehensive Loss for the Three and Six Months Ended June 30, 2018 and 2017</u> | 5 |
| <u>Condensed Consolidated Statement of Equity for the Six Months Ended June 30, 2018</u> | 6 |
| <u>Condensed Consolidated Statements of Cash Flows for the Six Months Ended June 30, 2018 and 2017</u> | 7 |
| <u>Notes to Unaudited Condensed Consolidated Financial Statements</u> | 8 |
| Item 2. <u>Management's Discussion and Analysis of Financial Condition and Results of Operations</u> | 27 |
| Item 4. <u>Controls and Procedures</u> | 37 |
| <u>PART II. OTHER INFORMATION</u> | |
| Item 1. <u>Legal Proceedings</u> | 38 |
| Item 1A. <u>Risk Factors</u> | 38 |
| Item 2. <u>Unregistered Sales of Equity Securities and Use of Proceeds</u> | 39 |
| Item 6. <u>Exhibits</u> | 39 |
| <u>SIGNATURES</u> | 40 |

PART I: FINANCIAL INFORMATION

Item 1. Financial Statements

IDENTIV, INC. AND SUBSIDIARIES

CONDENSED CONSOLIDATED BALANCE SHEETS

(Unaudited, in thousands, except par value)

| | June 30, 2018 | December 31, 2017 |
|--|------------------|----------------------|
| ASSETS | | |
| Current assets: | | |
| Cash | \$ 17,922 | \$ 19,052 |
| Accounts receivable, net of allowances of \$358 and \$306 as of June 30, 2018 | | |
| and December 31, 2017, respectively | 13,974 | 12,282 |
| Inventories | 12,751 | 11,126 |
| Prepaid expenses and other current assets | 1,884 | 1,779 |
| Total current assets | 46,531 | 44,239 |
| Property and equipment, net | 2,012 | 2,043 |
| Intangible assets, net | 9,686 | 4,365 |
| Goodwill | 5,781 | — |
| Other assets | 1,039 | 715 |
| Total assets | \$ 65,049 | \$ 51,362 |
| LIABILITIES AND STOCKHOLDERS' EQUITY | | |
| Current liabilities: | | |
| Accounts payable | \$ 7,181 | \$ 5,863 |
| Current portion - payment obligation | 953 | 888 |
| Current portion - financial liabilities, net of discount and debt issuance costs of \$133 | | |
| and \$404, respectively | 13,586 | 9,829 |
| Notes payable | 2,000 | — |
| Deferred revenue | 2,943 | 900 |
| Accrued compensation and related benefits | 1,804 | 1,515 |
| | 2,686 | 2,020 |

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Other accrued expenses and liabilities

| | | |
|---------------------------|--------|--------|
| Total current liabilities | 31,153 | 21,015 |
|---------------------------|--------|--------|

Long-term payment obligation

| |
|-------|
| 2,447 |
|-------|