

SEMILEDS CORP

FORM 8-K (Current report filing)

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Telephone	886-37-586788
CIK	0001333822
Symbol	LEDS
SIC Code	3674 - Semiconductors and Related Devices
Industry	Semiconductors
Sector	Technology
Fiscal Year	08/31

**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): January 10, 2018

SEMILEDS CORPORATION

(Exact name of registrant as specified in charter)

Delaware
(State or other jurisdiction
of incorporation)

001-34992
(Commission File Number)

20-2735523
(IRS Employer
Identification No.)

**3F, No.11 Ke Jung Rd., Chu-Nan Site,
Hsinchu Science Park, Chu-Nan 350,
Miao-Li County, Taiwan, R.O.C.**
(Address of principal executive offices)

350
(Zip Code)

Registrant's telephone number, including area code: +886-37-586788

N/A
(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 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(b) 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))

Indicate by check mark whether the registrant is an emerging growth company as defined in Rule 405 of the Securities Act of 1933 (§230.405 of this chapter) or Rule 12b-2 of the Securities Exchange Act of 1934 (§240.12b-2 of this chapter).

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.

Item 2.02. Results of Operations and Financial Condition.

On January 10, 2018, SemiLEDs Corporation issued a press release announcing its preliminary financial results for the first quarter of its fiscal year 2018, ended November 30, 2017.

Such information is being furnished and shall not be deemed “filed” for purposes of Section 18 of the Securities Exchange Act of 1934, as amended (the “Exchange Act”), or incorporated by reference in any filing under the Securities Act of 1933, as amended, or the Exchange Act, except as shall be expressly set forth by specific reference in such a filing.

Item 9.01. Financial Statements and Exhibits.

(d) Exhibits.

<u>Exhibit No.</u>	<u>Description</u>
99.1	Press release, dated January 10, 2018, entitled “SemiLEDs Reports First Quarter Fiscal Year 2018 Financial Results.”

SIGNATURE

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 thereunto duly authorized.

Date: January 10, 2018

SemiLEDs Corporation

By: /s/ Christopher Lee

Name: **Christopher Lee**

Title: **Chief Financial Officer**



SemiLEDs Reports First Quarter Fiscal Year 2018 Financial Results

Hsinchu, Taiwan (January 10, 2018) — SemiLEDs Corporation (NASDAQ: LEDS), “SemiLEDs” or the “Company,” a developer and manufacturer of LED chips and LED components, today announced its financial results for the first quarter of fiscal year 2018, ended November 30, 2017.

Revenue for the first quarter of fiscal 2018 was \$2.0 million, a 22% decrease compared to \$2.6 million in the fourth quarter of fiscal 2017. GAAP net loss for the first quarter of fiscal 2018 was \$0.4 million, compared to a loss of \$0.7 million in the fourth quarter of 2017, or a net loss of \$0.11 per diluted share, compared to a net loss of \$0.19 per diluted share for the fourth quarter of fiscal 2017.

GAAP gross margin for the first quarter of fiscal 2018 was 3%, compared with gross margin for the fourth quarter of fiscal 2017 of 6%. Operating margin for the first quarter of fiscal 2018 was negative 43%, compared with negative 31% in the fourth quarter of fiscal 2017. The Company’s cash and cash equivalents was \$3.4 million at November 30, 2017, compared to \$3.6 million at the end of fiscal 2017.

We expect revenue for the second quarter ending February 28, 2018 to be about \$1.6 million +/- 10%.

As part of our cost reduction efforts, during the second quarter ending February 28, 2018, we intend to move and consolidate our LED packaging facility to our headquarters in Chunan, Taiwan.

The Chinese New Year (CNY) of 2018 will begin on February 15, 2018. Our office and factory in Chunan will be closed from February 10, 2018 until February 25, 2018 and will resume operations on Monday, February 26, 2018.

About SemiLEDs

SemiLEDs develops and manufactures LED chips and LED components for general lighting applications, including street lights and commercial, industrial, system and residential lighting, along with specialty industrial applications such as ultraviolet (UV) curing, medical/cosmetic, counterfeit detection, horticulture, architectural lighting and entertainment lighting. SemiLEDs sells blue, white, green and UV LED chips.

Forward Looking Statements

This press release contains statements that may constitute “forward-looking” statements within the meaning of Section 27A of the Securities Act of 1933, as amended, and Section 21E of the Securities Exchange Act of 1934, as amended, and as defined in the U.S. Private Securities Litigation Reform Act of 1995. All statements other than statements of historical fact could be deemed forward-looking, including, but not limited to, any projection of future revenues, any statements about historical results that may suggest trends for SemiLEDs’ business; any statements of the plans, strategies and objectives of management for future operations; any statements of expectation or belief regarding recovery of the LED industry, market opportunities and other future events or technology developments; any statements regarding SemiLEDs’ position to capitalize on any market opportunities; and any statements of assumptions underlying any of the foregoing. These forward-looking statements are based on current expectations, estimates, forecasts and projections of future SemiLEDs’ or industry performance based on management’s judgment, beliefs, current trends and market conditions and involve risks and uncertainties that may cause actual results to differ materially from those contained in the forward-looking statements. SemiLEDs’ Annual Report on Form 10-K filed with the Securities and Exchange Commission (the “SEC”) and other SemiLEDs filings with the SEC (which you may obtain for free at the SEC’s website at <http://www.sec.gov>) discuss some of the important risks and other factors that may affect SemiLEDs’ business, results of operations and financial condition. SemiLEDs undertakes no intent or obligation to publicly update or revise any of these forward looking statements, whether as a result of new information, future events or otherwise, except as required by law.

Contacts:

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SEMILEDS CORPORATION AND SUBSIDIARIES
Condensed Consolidated Balance Sheets
(In thousands of U.S. dollars)

	November 30, 2017 <u>(Unaudited)</u>	August 31, 2017 <u>(Audited)</u>
ASSETS		
CURRENT ASSETS:		
Cash and cash equivalents	\$ 3,400	\$ 3,582
Accounts receivable (including related parties), net	1,307	1,111
Inventories	2,614	2,946
Prepaid expenses and other current assets	216	405
Total current assets	<u>7,537</u>	<u>8,044</u>
Property, plant and equipment, net	8,099	8,275
Intangible assets, net	109	104
Investments in unconsolidated entities	998	992
Other assets	248	255
TOTAL ASSETS	<u>\$ 16,991</u>	<u>\$ 17,670</u>
LIABILITIES AND EQUITY		
CURRENT LIABILITIES:		
Current installments of long-term debt	\$ 339	\$ 335
Accounts payable	725	1,145
Advance receipt toward the convertible note	500	500
Accrued expenses and other current liabilities	5,632	5,482
Total current liabilities	<u>7,196</u>	<u>7,462</u>
Long-term debt, excluding current installments	2,320	2,391
Total liabilities	<u>9,516</u>	<u>9,853</u>
Commitments and contingencies		
EQUITY:		
SemiLEDs stockholders' equity		
Common stock	—	—
Additional paid-in capital	175,410	175,386
Accumulated other comprehensive income	3,727	3,701
Accumulated deficit	(171,662)	(171,270)
Total equity	<u>7,475</u>	<u>7,817</u>
TOTAL LIABILITIES AND EQUITY	<u>\$ 16,991</u>	<u>\$ 17,670</u>

SEMILEDS CORPORATION AND SUBSIDIARIES
Unaudited Condensed Consolidated Statements of Operations
(In thousands of U.S. dollars and shares, except per share data)

	Three Months Ended	
	November 30, 2017	August 31, 2017
Revenues, net	\$ 2,003	\$ 2,571
Cost of revenues	1,951	2,426
Gross profit	52	145
Operating expenses:		
Research and development	184	200
Selling, general and administrative	733	788
Gain on disposals of long-lived assets	—	(36)
Total operating expenses	917	952
Loss from operations	(865)	(807)
Other income (expenses):		
Interest expenses, net	(8)	(8)
Other income, net	498	69
Foreign currency transaction gain (loss), net	(17)	73
Total other income, net	473	134
Loss before income taxes	(392)	(673)
Income tax expense	—	—
Net loss	\$ (392)	\$ (673)
Net loss per share:		
Basic and diluted	\$ (0.11)	\$ (0.19)
Shares used in computing net loss per share:		
Basic and diluted	3,544	3,544