

AWARE INC /MA/
Form 10-Q
August 02, 2012

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM 10-Q

Quarterly Report Pursuant To Section 13 Or 15(d) Of The
Securities Exchange Act of 1934

For the quarter ended June 30, 2012

Commission file number 000-21129

AWARE, INC.
(Exact Name of Registrant as Specified in Its Charter)

Massachusetts	04-2911026
(State or Other Jurisdiction of Incorporation or Organization)	(I.R.S. Employer Identification No.)

40 Middlesex Turnpike, Bedford, Massachusetts, 01730
(Address of Principal Executive Offices)
(Zip Code)

(781) 276-4000
(Registrant's Telephone Number, Including Area Code)

Indicate by check 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, or a smaller reporting company. See definition 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 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

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Indicate the number of shares outstanding of the issuer's common stock as of July 25, 2012:

Class	Number of Shares Outstanding
Common Stock, par value \$0.01 per share	22,328,737 shares



AWARE, INC.

FORM 10-Q
FOR THE QUARTER ENDED JUNE 30, 2012

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PART 1. FINANCIAL INFORMATION
ITEM 1: CONSOLIDATED FINANCIAL STATEMENTS
AWARE, INC.
CONSOLIDATED BALANCE SHEETS
(in thousands, except share data)
(unaudited)

	June 30, 2012	December 31, 2011
ASSETS		
Current assets:		
Cash and cash equivalents	\$101,058	\$46,577
Accounts receivable, net	4,317	3,546
Inventories	265	547
Prepaid expenses and other current assets	238	213
Total current assets	105,878	50,883
Property and equipment, net	6,064	6,232
Investments	-	727
Other assets, net	1	9
Total assets	\$111,943	\$57,851
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current liabilities:		
Accounts payable	\$543	\$399
Accrued expenses	114	121
Accrued compensation	1,049	868
Accrued professional	226	109
Accrued income taxes	4,083	-
Deferred revenue	1,715	1,317
Total current liabilities	7,730	2,814
Long-term deferred revenue	358	462
Stockholders' equity:		
Preferred stock, \$1.00 par value; 1,000,000 shares authorized, none outstanding	-	-
Common stock, \$.01 par value; 70,000,000 shares authorized; issued and outstanding 22,260,377 as of June 30, 2012 and 20,622,889 as of December 31, 2011	223	206
Additional paid-in capital	98,218	79,512
Accumulated other comprehensive loss	-	(20)
Retained earnings (accumulated deficit)	5,414	(25,123)
Total stockholders' equity	103,855	54,575
Total liabilities and stockholders' equity	\$111,943	\$57,851

The accompanying notes are an integral part of the consolidated financial statements.

AWARE, INC.
 CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
 (in thousands, except per share data)
 (unaudited)

	Three Months Ended		Six Months Ended	
	June 30,		June 30,	
	2012	2011	2012	2011
Revenue:				
Product sales	\$4,027	\$3,997	\$8,578	\$9,075
Services	683	1,375	1,375	2,204
Royalties	624	541	1,115	993
Total revenue	5,334	5,913	11,068	12,272
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