

PHOENIX TECHNOLOGIES LTD
Form 8-K
March 17, 2009

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):

March 17, 2009

Phoenix Technologies Ltd.

(Exact name of registrant as specified in its charter)

Delaware

000-17111

04-2685985

(State or other jurisdiction
of incorporation)

(Commission
File Number)

(I.R.S. Employer
Identification No.)

915 Murphy Ranch Road, Milpitas, California

95035

(Address of principal executive offices)

(Zip Code)

Registrant's telephone number, including area code:

408-570-1000

Not Applicable

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 the 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 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))

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Item 2.05 Costs Associated with Exit or Disposal Activities.

On March 17, 2009, the Board of Directors of Phoenix Technologies Ltd. (the "Company") approved the closure of the Company's facility in Tel Aviv, Israel, in order to move product development activities being undertaken at the Tel Aviv site to other Company facilities. The Company expects to record a restructuring charge in the aggregate amount of approximately \$500,000 in the second quarter of fiscal year 2009, all of which represents cash expenditures. It is estimated that the actions under this restructuring plan will be completed within the next two months.

The actions under this restructuring will involve reducing the Company's workforce by approximately 26 employees and vacating the Tel Aviv facility. The estimated restructuring charges will consist of approximately (i) \$300,000 related to severance costs, (ii) \$150,000 related to on-going lease obligations for the Tel Aviv facility and (iii) \$50,000 for other restructuring costs.

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SIGNATURES

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 hereunto duly authorized.

Phoenix Technologies Ltd.

March 17, 2009

By: */s/ Timothy C. Chu*

Name: Timothy C. Chu

Title: Vice President, General Counsel and Secretary