

**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): April 8, 2024

Quantum Corporation
(Exact name of registrant as specified in its charter)

Delaware
(State or Other Jurisdiction
of Incorporation)

001-13449
(Commission
File Number)

94-2665054
(I.R.S. Employer
Identification No.)

224 Airport Parkway, Suite 550
San Jose, CA
(Address of principal executive offices)

95110
(Zip Code)

(408) 944-4000
(Registrant's telephone number, including area code)

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 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))

Securities registered pursuant to Section 12(b) of the Act:

Title of each class	Trading symbol(s)	Name of each exchange on which registered
Common Stock, par value \$0.01 per share	QMCO	The Nasdaq Stock Market LLC

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 Financial Operations and Financial Condition.

On April 12, 2024, Quantum Corporation (the “Company”) provided an update on its liquidity for the quarter ended March 31, 2024. A copy of the Company’s press release is furnished as Exhibit 99.1 to this Current Report on Form 8-K.

The information in this Current Report on Form 8-K, including Exhibit 99.1 hereto, shall not be incorporated by reference into any filing of the Company under the Securities Act of 1933 or the Securities Exchange Act of 1934 (the “Exchange Act”), whether made before or after the date hereof, regardless of any general incorporation language in such filing, unless expressly incorporated by specific reference in such filing. Furthermore, the information in this Current Report on Form 8-K, including Exhibit 99.1 hereto, shall not be deemed to be “filed” for purposes of Section 18 of the Exchange Act, or otherwise be subject to the liabilities of that section.

Item 5.02 Departure of Directors or Certain Officers; Election of Directors; Appointment of Certain Officers; Compensatory Arrangements of Certain Officers.

(b) On April 8, 2024, Marc E. Rothman, a member of the Board of Directors (the “Board”) of the Company, informed the Company of his decision to retire from the Board, effective as of the earlier of August 31, 2024 and the date of the Company’s 2024 annual meeting of stockholders. Mr. Rothman’s decision to retire did not involve any disagreement with the Company.

Item 9.01 Financial Statements and Exhibits.

(d) Exhibits

<u>Exhibit No.</u>	<u>Description</u>
99.1	Press Release dated April 12, 2024.
104	Cover Page Interactive Data File (embedded within the Inline XBRL document).

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 hereunto duly authorized.

Date: April 12, 2024

QUANTUM CORPORATION

By: /s/ Brian E. Cabrera
Name: Brian E. Cabrera
Title: Senior Vice President, Chief Administrative Officer, and Corporate Secretary



Quantum Provides Additional Business Updates

SAN JOSE, Calif., April 12, 2024 – Quantum Corporation (Nasdaq: QMCO), a leader in solutions for AI and unstructured data, provided additional updates on its business.

Fiscal Fourth Quarter 2024 Liquidity Update

Quantum's unaudited cash and long-term debt balances as of March 31, 2024, are provided below:

- Cash and cash equivalents were \$26.1 million.
- Outstanding term loan debt was \$87.9 million,
- Outstanding borrowings under the revolving credit facility was \$26.6 million,
- Total interest expense for the three-month period ended March 31, 2024, was \$4.1 million.

Quantum has not completed preparation of its financial statements for the fourth quarter and full fiscal year ended March 31, 2024. The unaudited financials presented in this press release for the fiscal year ended March 31, 2024, are based on preliminary estimates and are subject to adjustment.

Improving Working Capital and Debt Reduction

Subsequent to the Fiscal Fourth Quarter end, on April 2, 2024, Quantum completed a transaction with a partner to provide turnkey, third-party logistics, and asset management for its Global Services operations. As part of this arrangement, Quantum sold certain service inventory assets for an approximate payment of \$15 million. Quantum used proceeds from the disposition of these assets to improve its financial flexibility, including paying down approximately \$12.3 million of its existing debt. This transaction is consistent with the Company's broader efforts to prioritize certain financial and business projects targeting improvements to working capital, acceleration of new products and a more focused business. This transaction is not reflected in our Fiscal Fourth Quarter 2024 liquidity update provided earlier.

New ERP System Implemented

After a three-year process, Quantum has completed implementation of its new Enterprise Resource Planning (ERP) system, and as a result, expects to see a material reduction in associated capital expenditures in the future. The new ERP system is also expected to result in future operational efficiencies throughout the organization.

Nasdaq Update

Following the Company's prior announcement on March 25, 2024, The Nasdaq Stock Market LLC (Nasdaq) granted Quantum's request to stay the suspension of delisting of its common stock pending a scheduled hearing on May 14, 2024, with the Nasdaq Hearings Panel. Although there can be no assurance that the Panel will grant Quantum's request for an extension, Quantum is diligently working to comply with all of the applicable Nasdaq listing criteria within the period of time that the Panel may grant.

Board of Directors Transition

Quantum also announced that after 7 years of service on the Board of Directors, Marc E. Rothman, will be retiring from the board of directors, effective as of the earlier of August 31, 2024, or the date of Quantum's 2024 annual meeting of stockholders. "Marc has been a dedicated member of our board, and

we thank him for his service. I appreciate him remaining on the board while we regain compliance with our SEC financial reporting,” said Jamie Lerner, Quantum’s Chairman and CEO. Mr. Rothman stated, “I am grateful for my time on the board and look forward to seeing Quantum’s continued progress as it transitions to new products and benefits from recent operational initiatives.” The Company is engaging a search firm to identify a new independent director to join the board.

About Quantum

Quantum delivers end-to-end data management solutions designed for the AI era. With over four decades of experience, our data platform has allowed customers to extract the maximum value from their unique, unstructured data. From high-performance ingest that powers AI applications and demanding data-intensive workloads, to massive, durable data lakes to fuel AI models, Quantum delivers the most comprehensive and cost-efficient solutions. Leading organizations in life sciences, government, media and entertainment, research, and industrial technology trust Quantum with their most valuable asset – their data. Quantum is listed on Nasdaq (QMCO). For more information visit www.quantum.com.

Quantum and the Quantum logo are registered trademarks of Quantum Corporation and its affiliates in the United States and/or other countries. All other trademarks are the property of their respective owners.

Forward-Looking Information

The information provided in this press release may include forward-looking statements within the meaning of Section 27A of the Securities Act of 1933 and Section 21E of the Securities Exchange Act of 1934. These forward-looking statements are largely based on our current expectations and projections about future events affecting our business. Such forward-looking statements include, in particular: Preliminary financial updates for the fourth quarter ended March 31, 2024, including cash and outstanding debt; Quantum’s efforts to regain and maintain compliance with the listing standards of Nasdaq; expected benefits of the ERP system on its capital expenditures and operational efficiencies; Quantum’s efforts to identify a new independent director; and the Quantum’s plans, objectives and intentions that are not historical facts generally.

These forward-looking statements may be identified by the use of terms and phrases such as “anticipates”, “believes”, “can”, “could”, “estimates”, “expects”, “forecasts”, “intends”, “may”, “plans”, “projects”, “targets”, “will”, and similar expressions or variations of these terms and similar phrases. Additionally, statements concerning future matters and other statements regarding matters that are not historical are forward-looking statements. Investors are cautioned that these forward-looking statements relate to future events or our future performance and are subject to business, economic, and other risks and uncertainties, both known and unknown, that may cause actual results, levels of activity, performance or achievements to be materially different from those expressed or implied by any forward-looking statements.

These forward-looking statements involve risks and uncertainties that could cause actual results to differ materially from those projected, including without limitation, the following: actual results for the fourth quarter ended March 31, 2024, the quarter and year end close process and audit of Quantum’s financial statements; the outcome of the pending re-evaluation of accounting matters and the possibility of adjustments, including material adjustments, to Quantum’s financial statements as the re-evaluation progresses; the discovery of additional and unanticipated information during there-evaluation process; risks related to the timely completion of the re-evaluation and filing of the Form 10-Qs within the expected timeframe; the ability to meet stock exchange continued listing standards; the possibility that the Nasdaq may delist Quantum’s common stock; the possibility that the Nasdaq Hearings Panel may not grant an

additional extension; risks related to Quantum’s ability to implement and maintain effective internal control over financial reporting in the future; assumptions related to implementation of the ERP system; and the impact of these factors on Quantum’s performance and outlook. See also other risks that are described in “Risk Factors” in Quantum’s filings with the Securities and Exchange Commission (the SEC), including its Annual Report on Form 10-K filed with the SEC for the fiscal year ended March 31, 2023, and any subsequent reports filed with the SEC. Quantum does not intend to update or alter its forward-looking statements, whether as a result of new information, future events or otherwise, except as required by applicable law or regulation.

Investor Relations Contacts:

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