
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): October 26, 2006

iROBOT CORPORATION

(Exact Name of Registrant as Specified in its Charter)

Delaware

(State or Other Jurisdiction of Incorporation)

000-51598

(Commission File Number)

77-0259335

(IRS Employer Identification No.)

63 South Avenue, Burlington, Massachusetts

(Address of Principal Executive Offices)

01803

(Zip Code)

Registrant's telephone number, including area code: **(781) 345-0200**

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 (*see* General Instruction A.2. below):

- 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 2.02 Results of Operations and Financial Condition.

On October 26, 2006, iRobot Corporation announced its financial results for the quarter ended September 30, 2006. A copy of the press release is being furnished as Exhibit 99.1 to this Report on Form 8-K.

The information in this Report on Form 8-K and Exhibit 99.1 attached hereto is intended to be furnished and shall not be deemed “filed” for purposes of Section 18 of the Securities Exchange Act of 1934 (the “Exchange Act”) or otherwise subject to the liabilities of that section, nor shall it be deemed incorporated by reference in any filing under the Securities Act of 1933 or the Exchange Act, except as expressly set forth by specific reference in such filing.

Item 9.01 Financial Statements and Exhibits.

(d) Exhibits:

99.1 Press Release issued by the registrant on October 26, 2006, furnished herewith.

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.

iRobot Corporation

October 26, 2006

By: /s/ Glen D. Weinstein
Glen D. Weinstein
General Counsel and Secretary

EXHIBIT INDEX

Exhibit Number	Description
99.1	Press Release issued by the registrant on October 26, 2006, furnished herewith.

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iRobot Reports Record Third Quarter 2006 Results

BURLINGTON, Mass., Oct. 26, 2006 — iRobot Corp. (NASDAQ: IRBT) today announced its financial results for the third fiscal quarter ended Sept. 30, 2006.

Highlights:

- Revenues for the third quarter of 2006 grew to \$55.0 million, compared with \$52.5 million for the same quarter one year ago. Revenues for the nine months ended Sept. 30, 2006 increased to \$127.8 million, compared with \$95.5 million for the same period a year ago.
- Gross profit for the third quarter grew to \$23.0 million (41.8 percent of sales), compared with \$20.7 million (39.5 percent of sales) in the third quarter of 2005.
- Net income in the third quarter of 2006 was \$10.0 million compared with net income in the third quarter of 2005 of \$9.8 million. Net income for the nine months ended Sept. 30, 2006 increased to \$5.3 million, compared with \$2.6 million for the same period a year ago.
- iRobot expanded its line of home robots. The company introduced the iRobot Dirt Dog™ Workshop Robot, designed for garages, basements and workbench zones, and the iRobot Roomba® for Pets.
- iRobot unveiled the pre-prototype iRobot Small Unmanned Ground Vehicle, or iRobot SUGV, and the iRobot Warrior™ robot. The 30-pound, lightweight SUGV is being developed under iRobot's \$54 million, multi-year contract with the U.S. Army's Future Combat Systems program. The Warrior is a 250-pound multi-mission platform with a ground speed of 12 mph and a heavy-lift carrying capacity.

“We reported record quarterly revenues and earnings, the highest in our company's history, while continuing to invest in the growth of the company,” said Colin Angle, co-founder and chief executive officer of iRobot. “Moving forward, we will continue our product line expansion and invest in cutting edge research programs, while strengthening iRobot's position as the leader in robot technology.”

Financial Guidance

The company improved its expectations for revenue for the full fiscal year 2006 and expects full-year revenue to be within a range of \$185 million and \$192 million. This compares with the previously issued full fiscal year 2006 revenue range of \$182 million to \$192 million. The company reaffirmed its previously issued full fiscal year 2006 pre-tax earnings guidance range of breakeven to 2 percent of revenues, or \$3.8 million.

iRobot Corporation

63 South Avenue, Burlington, MA 01803-4903 • 781.345.0200 • Fax 781.345.0201 • www.irobot.com

**Third-Quarter Conference Call**

iRobot will host a conference call today at 5:30 p.m. ET to discuss its financial results for the third fiscal quarter ended Sept. 30, 2006, business outlook, and outlook for future financial performance. To access the call, investors should dial 913-981-5509 approximately 10 minutes prior to the initiation of the teleconference and reference iRobot. A live, audio broadcast of the conference call also will be available at <http://investors.irobot.com/events.cfm>. An archived version of the broadcast will be available on the same Web site shortly after the conclusion of the live event. A replay of the telephone conference call will be available through midnight on Nov. 1, and can be accessed by dialing 719-457-0820, access code 6822414.

About iRobot Corp.

iRobot is a provider of robots that perform dull, dirty or dangerous missions in a better way. The company's proprietary technology, iRobot AWARE Robot Intelligence Systems, incorporates advanced concepts in navigation, mobility, manipulation and artificial intelligence. This proprietary system enables iRobot to build behavior-based robots, including its family of consumer and military robots. For additional information about iRobot, please visit www.irobot.com.

For iRobot Investors

Certain statements made in this press release that are not based on historical information are forward-looking statements which are made pursuant to the safe harbor provisions of the Private Securities Litigation Reform Act of 1995. This press release contains express or implied forward-looking statements relating to, among other things, iRobot Corp.'s expectations concerning future financial performance, investments in and expansion of its business, product development and marketing plans, and demand for and market acceptance of its products. These statements are neither promises nor guarantees, but are subject to a variety of risks and uncertainties, many of which are beyond our control, which could cause actual results to differ materially from those contemplated in these forward-looking statements. In particular, the risks and uncertainties include, among other things: our ability to operate in an emerging market, fluctuations in our operating results and the seasonality of our business, our ability to enhance our current consumer robots or develop new consumer robots, our dependence on the U.S. federal government and government contracts, our ability to expand our product offering beyond our current markets, market acceptance of our products, our ability to manage our rapid growth, changes in government policies or spending priorities, and competition. Existing and prospective investors are cautioned not to place undue reliance on these forward-looking statements, which speak only as of the date hereof. iRobot Corp. undertakes no obligation to update or revise the information contained in this press release, whether as a result of new information, future events or circumstances or otherwise. For additional disclosure regarding these and other risks faced by iRobot Corp., see the disclosure contained in our public filings with the Securities and Exchange Commission.

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iRobot Corporation
Consolidated Statement of Operations
(in thousands, except per share amounts)
(unaudited)

	For the three months ended		For the nine months ended	
	September 30, 2006	October 1, 2005	September 30, 2006	October 1, 2005
Revenue				
Product revenue	\$ 48,359	\$ 48,315	\$ 111,309	\$ 83,039
Contract revenue	6,688	4,143	16,508	12,375
Royalty revenue	—	—	—	62
Total	<u>55,047</u>	<u>52,458</u>	<u>127,817</u>	<u>95,476</u>
Cost of Revenue				
Product revenue	28,398	28,578	69,698	55,338
Contract revenue	3,666	3,173	11,166	8,953
Total	<u>32,064</u>	<u>31,751</u>	<u>80,864</u>	<u>64,291</u>
Gross Profit	22,983	20,707	46,953	31,185
Operating Expense				
Research & development	4,345	2,590	10,946	8,335
Selling & marketing	4,712	4,887	19,197	11,582
General & administrative	4,663	3,448	14,074	8,852
Total	<u>13,720</u>	<u>10,925</u>	<u>44,217</u>	<u>28,769</u>
Operating income	9,263	9,782	2,736	2,416
Other income (expense), net	978	60	2,847	271
Pre-tax income	10,241	9,842	5,583	2,687
Income tax expense	199	90	235	92
Net income	<u>\$ 10,042</u>	<u>\$ 9,752</u>	<u>\$ 5,348</u>	<u>\$ 2,595</u>
Net income attributable to common stockholders	<u>\$ 10,042</u>	<u>\$ 5,040</u>	<u>\$ 5,348</u>	<u>\$ 1,332</u>
Net income per common share:				
Basic	\$ 0.43	\$ 0.49	\$ 0.23	\$ 0.13
Diluted	\$ 0.39	\$ 0.40	\$ 0.21	\$ 0.11
Shares used in Per Common Share Calculations: (1)				
Basic	23,560	10,223	23,455	10,080
Diluted	25,502	12,600	25,610	12,268

(1) Note shares used in the income per common share calculations for the three and nine months ended October 1, 2005 exclude the impact of the conversion of preferred stock as required under GAAP, as they were antidilutive to earnings.

Stock-based compensation included in above figures:

Cost of product revenue	\$ 92	\$ 9	\$ 215	\$ 18
Cost of contract revenue	72	18	183	29
Research & development	91	27	271	59
Selling & marketing	133	9	239	12
General & administrative	336	109	854	244
Total	<u>\$ 724</u>	<u>\$ 172</u>	<u>\$ 1,762</u>	<u>\$ 362</u>



iRobot Corporation
Condensed Consolidated Balance Sheet
(in thousands)

	September 30, 2006 <u>(unaudited)</u>	December 31, 2005 <u>(audited)</u>
Assets		
Cash and equivalents	\$ 8,318	\$ 76,064
Short term investments	63,850	—
Accounts receivable, net	30,643	23,045
Unbilled revenues	1,113	1,424
Inventory, net	23,824	15,903
Other current assets	1,161	1,533
Total current assets	128,909	117,969
Property, plant and equipment, net	8,062	6,966
Total assets	<u>\$ 136,971</u>	<u>\$ 124,935</u>
Liabilities and stockholders' equity		
Accounts payable	\$ 27,959	\$ 23,721
Accrued expenses	5,361	3,484
Accrued compensation	5,994	4,002
Provision for contract settlement	—	5,154
Deferred revenue	2,198	1,018
Total current liabilities	41,512	37,379
Stockholders' equity	95,459	87,556
Total liabilities and stockholders' equity	<u>\$ 136,971</u>	<u>\$ 124,935</u>

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