

IAC/INTERACTIVECORP
Form 8-K
December 04, 2017

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): **December 4, 2017**

IAC/INTERACTIVECORP

(Exact name of registrant as specified in charter)

Delaware
(State or other jurisdiction
of incorporation)

0-20570
(Commission
File Number)

59-2712887
(IRS Employer
Identification No.)

555 West 18th Street

New York, NY 10011

(Address of principal executive offices) (Zip Code)

Registrant's telephone number, including area code: **(212) 314-7300**

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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))

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 1.01 Entry into a Material Definitive Agreement.

Indenture

On December 4, 2017, Match Group, Inc. (Match), a majority-owned, publicly traded subsidiary of IAC/InterActiveCorp (the Company), entered into an indenture, between Match and Computershare Trust Company, N.A., as trustee (the Indenture), in connection with the issuance of \$450 million aggregate principal amount of 5.000% senior notes due 2027 (the Notes) by way of private offering of the Notes by Match.

The information set forth under Item 2.03 is incorporated herein by reference.

Item 1.02 Termination of a Material Definitive Agreement.

On December 4, 2017, Match satisfied and discharged its obligations under the indenture, dated as of November 16, 2015, between Match, as issuer, and Computershare Trust Company, N.A., as trustee (the Trustee), by irrevocably depositing with the Trustee funds sufficient to redeem in full approximately \$445.2 million aggregate principal amount of its 6.750% Senior Notes due 2022 on December 17, 2017.

Item 2.03 Creation of a Direct Financial Obligation or an Obligation under an Off-Balance Sheet Arrangement of a Registrant.

The information set forth under Item 1.01 is incorporated herein by reference.

Issuance of Notes

On December 4, 2017, Match issued \$450 million in aggregate principal amount of Notes, with gross proceeds from the offering of approximately \$445.6 million. The proceeds from the issuance of the Notes, together with cash on hand, were used to redeem Match's existing senior notes due 2022, and to pay accrued interest and expenses associated with the redemption.

The Notes accrue interest at a rate of 5.000% per year from the date of issuance, until maturity or earlier redemption. Interest on the Notes is payable on June 15 and December 15 of each year, commencing on June 15, 2018. The Notes mature on December 15, 2027.

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At any time prior to December 15, 2022, Match has the option to redeem the Notes, in whole or in part, at a redemption price equal to 100% of the principal amount of the Notes redeemed, plus accrued and unpaid interest (if any) to the date of redemption and a make-whole premium. At any time on or after December 15, 2022, the Notes are redeemable at Match's option, in whole or in part, at specified redemption prices, together with accrued and unpaid interest (if any) to the date of redemption. In addition, at any time prior to December 15, 2020, Match may redeem up to 40% of the aggregate principal amount of the Notes with the proceeds of certain equity offerings at a redemption price equal to 105.000% of the principal amount of the Notes, together with accrued and unpaid interest (if any) to the date of redemption. Lastly, Match will be required to make an offer to purchase the Notes at a purchase price equal to 101% of the principal amount of the Notes, plus accrued and unpaid interest to the purchase date, upon the occurrence of specific kinds of change of control triggering events.

The Notes are unsecured unsubordinated obligations of Match, rank equally in right of payment with all of Match's existing and future unsecured and unsubordinated debt and are structurally subordinated to the debt of Match's subsidiaries. The Notes are effectively subordinated to Match's secured debt, including debt under that certain credit agreement, dated as of October 7, 2015, as amended and restated on November 16, 2015, as amended December 16, 2015, as amended December 8, 2016, and as amended August 14, 2017, among Match, as borrower, the lenders party thereto, J.P. Morgan Chase Bank, N.A., as administrative agent and the other parties thereto.

The Indenture contains certain covenants that restrict the ability of Match and its restricted subsidiaries to, among other things: (i) create liens on certain assets; (ii) incur additional debt; (iii) make certain investments and acquisitions; (iv) consolidate, merge, sell or otherwise dispose of all or substantially all of Match's assets; (v) sell certain assets; (vi) pay dividends on or make distributions in respect of Match's capital stock or make restricted payments; (vii) enter into certain transactions with affiliates and (viii) place restrictions on distributions from subsidiaries. At any time when the Notes are rated investment grade by both Moody's and Standard & Poor's and no default or event of default (both as defined in the Indenture) has occurred and is continuing, Match and its subsidiaries will not be subject to many of the foregoing covenants.

If an event of default occurs and is continuing (other than specified events of bankruptcy or insolvency with respect to Match or a significant subsidiary), the trustee under the Indenture or the holders of at least 25% in principal amount of the outstanding Notes have the ability to declare all then outstanding Notes to be due and payable immediately. If an event of default relating to specified events of bankruptcy or insolvency with respect to Match occurs, all then outstanding Notes become immediately due and payable without any declaration or other act on the part of the trustee under the Indenture or any holders of the Notes.

Item 9.01. Financial Statements and Exhibits.

(d) Exhibits to this Form 8-K

Exhibit No.	Description
4.1	Indenture, dated as of December 4, 2017, among Match Group, Inc. and Computershare Trust Company, N.A., as trustee.

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the Company has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

IAC/INTERACTIVECORP

By:	/s/ Gregg Winiarski
Name:	Gregg Winiarski
Title:	Executive Vice President, General Counsel and Secretary

Date: December 4, 2017

Exhibit Index

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