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

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**FORM 10-Q**

(Mark One)

**QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934**

For the quarterly period ended June 30, 2005

OR

**TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934**

For the transition period from \_\_\_\_\_ to \_\_\_\_\_

Commission File Number: 000-23593

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**VERISIGN, INC.**

(Exact name of registrant as specified in its charter)

**Delaware**  
(State or other jurisdiction of  
incorporation or organization)

**94-3221585**  
(I.R.S. Employer  
Identification No.)

**487 East Middlefield Road, Mountain View, CA**  
(Address of principal executive offices)

**94043**  
(Zip Code)

**Registrant's telephone number, including area code: (650) 961-7500**

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Indicate by check mark 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 is an accelerated filer (as defined in Rule 12b-2 of the Act). YES  NO

Indicate the number of shares outstanding of each of the issuer's classes of common stock, as of the latest practicable date:

<u>Class</u>	<u>Shares Outstanding July 31, 2005</u>
Common stock, \$.001 par value	265,073,119

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**VERISIGN, INC. AND SUBSIDIARIES**  
**CONDENSED CONSOLIDATED BALANCE SHEETS**  
(In thousands, except share data)

	<u>June 30,</u> 2005	<u>December 31,</u> 2004
	(Unaudited)	
<u>ASSETS</u>		
Current assets:		
Cash and cash equivalents	\$ 449,579	\$ 330,641
Short-term investments	431,960	406,784
Accounts receivable, (net of allowances of \$13,821 and \$11,450)	279,985	198,317
Prepaid expenses and other current assets	108,576	51,324
Deferred tax assets	18,187	19,057
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Total current assets	1,288,287	1,006,123
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Property and equipment, net	522,884	512,621
Goodwill	972,050	725,427
Other intangible assets, net	245,260	243,838
Restricted cash	51,444	51,518
Long-term note receivable	25,196	39,956
Other assets, net	13,542	13,391
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Total long-term assets	1,830,376	1,586,751
	<hr/>	<hr/>
Total assets	\$ 3,118,663	\$ 2,592,874
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<u>LIABILITIES AND STOCKHOLDERS' EQUITY</u>		
Current liabilities:		
Accounts payable and accrued liabilities	\$ 480,284	\$ 382,025
Accrued restructuring costs	8,669	11,696
Deferred revenue	357,974	305,874
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Total current liabilities	846,927	699,595
	<hr/>	<hr/>
Long-term deferred revenue	119,369	107,595
Long-term accrued restructuring costs	13,529	19,276
Other long-term liabilities	5,638	6,815
Deferred tax liabilities	23,334	31,319
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Total long-term liabilities	161,870	165,005
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Total liabilities	1,008,797	864,600
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Minority interest in subsidiaries	38,646	36,277
Commitments and contingencies		
Stockholders' equity:		
Preferred stock—par value \$.001 per share		
Authorized shares: 5,000,000		
Issued and outstanding shares: none	—	—
Common stock—par value \$.001 per share		
Authorized shares: 1,000,000,000		
Issued and outstanding shares: 264,249,155 and 253,341,383 (excluding 7,717,017 and 6,164,017 shares held in treasury at June 30, 2005 and December 31, 2004, respectively)	264	253
Additional paid-in capital	23,548,934	23,253,111
Unearned compensation	(10,639)	(6,127)
Accumulated deficit	(21,463,359)	(21,553,829)
Accumulated other comprehensive loss	(3,980)	(1,411)
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Total stockholders' equity	2,071,220	1,691,997
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Total liabilities and stockholders' equity	\$ 3,118,663	\$ 2,592,874
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See accompanying Notes to Condensed Consolidated Financial Statements.





























































































































































