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 8, 2006

HARMONIC INC.

(Exact name of registrant as specified in its charter)

Commission file number: 0-25826

Delaware

(State or other jurisdiction of incorporation or organization)

641 Baltic Way Sunnyvale, California

 $(Address \ of \ principal \ executive \ offices)$

Registrant's telephone number, including area code: (408) 542-2500

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)

D Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))

D Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))

77-0201147 (I.R.S. Employer Identification Number)

> **94089** (Zip Code)

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Item 2.01 Completion of Acquisition or Disposition of Assets

On December 8, 2006, Harmonic Inc., a Delaware corporation ("Harmonic" or the "Company"), completed its acquisition (the "Acquisition") of the video networking software business of Entone Technologies, Inc., a Delaware corporation ("Entone"), pursuant to a previously-announced Agreement and Plan of Merger, dated as of August 21, 2006, and amended as of November 29, 2006 (the "Merger Agreement"), by and among the Company, Edinburgh Acquisition Corporation, a Delaware corporation and a wholly-owned subsidiary of Harmonic, Entone, Entone, Inc., a Delaware corporation and a wholly-owned subsidiary of Entone, Entone Technologies (HK) Limited, a company organized under the laws of Hong Kong and an indirect wholly-owned subsidiary of Entone, Jim Jones, as stockholders' representative, and U.S. Bank, National Association, as escrow agent.

Under the terms of the Merger Agreement, Harmonic paid an aggregate of approximately \$26.3 million in cash and issued 3,579,715 shares of Harmonic's common stock, par value \$0.001 per share, in exchange for all of the issued and outstanding capital stock of Entone. Of the cash consideration paid by Harmonic in connection with the Acquisition, \$7.75 million is being held in escrow for at least eighteen (18) months following the closing of the Acquisition to satisfy certain indemnification obligations of Entone and its stockholders.

As contemplated by the Merger Agreement, prior to the completion of the Acquisition, Entone spun out its consumer premise equipment business to its thenexisting stockholders.

On December 11, 2006, the Company issued a press release announcing the closing of the Acquisition, a copy of which is furnished as Exhibit 99.1 to this Current Report on Form 8-K.

Item 9.01 Financial Statements and Exhibits

- (a) Financial statements of businesses acquired. The financial information required by this Item 9.01(a) has not been included with this filing and will be filed by amendment to this Current Report on Form 8-K not later than seventy-one (71) calendar days after the date that this Current Report on Form 8-K must be filed.
- (b) Pro forma financial information. The financial information required by this Item 9.01(b) has not been included with this filing and will be filed by amendment to this Current Report on Form 8-K not later than seventy-one (71) calendar days after the date that this Current Report on Form 8-K must be filed.

(d) Exhibits.

Exhibit No.Description99.1Press release issued by Harmonic Inc. on December 11, 2006

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.

HARMONIC INC.

Dated: December 13, 2006

By: /s/Robin N. Dickson Robin N. Dickson Chief Financial Officer

EXHIBIT INDEX

Exhibit No. 99.1

No. Description Press release issued by Harmonic Inc. on December 11, 2006 CONTACTS: Sarah Lum Media Relations for Harmonic +1.408.543.2392 sarah.lum@harmonicinc.com

Michael Newman Investor Relations for Harmonic StreetConnect +1.408.542.2760 <u>hlit@stct.com</u>

HARMONIC COMPLETES ACQUISITION OF ENTONE'S VIDEO NETWORKING SOFTWARE BUSINESS

SUNNYVALE, CALIF. — DECEMBER 11, 2006 — Harmonic Inc. (NASDAQ: HLIT) today announced that it has completed the acquisition of the video networking software business of Entone Technologies, Inc., a privately-held company based in San Mateo, CA, with research and development facilities in Hong Kong. The acquisition was closed effective December 8, 2006. As a result of the transaction, the video networking software business of Entone Technologies, Inc. is now wholly-owned by Harmonic.

About Harmonic Inc.

Harmonic Inc. is a leading provider of versatile and high performance video solutions that enable service providers to efficiently deliver the next generation of broadcast and on-demand services including high definition, video-on-demand, network personal video recording and time-shifted TV. Cable, satellite, broadcast and telecom service providers can increase revenues and lower operational expenditures by using Harmonic's digital video, broadband optical access and software solutions to offer consumers the compelling and personalized viewing experience that is driving the business models of the future.

Harmonic is headquartered in Sunnyvale, California with R&D, sales and system integration centers worldwide. The Company's customers, including many of the world's largest communications providers, deliver services in virtually every country. Visit <u>www.harmonicinc.com</u> for more information.

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