# UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

# FORM 6-K

#### **Report of Foreign Private Issuer**

#### Pursuant to Rule 13a-16 or 15d-16 under the Securities Exchange Act of 1934

For the month of November 2007

Commission File Number: 000-51694

# IncrediMail Ltd.

(Translation of registrant's name into English)

<u>4 HaNechoshet Street, Tel-Aviv, Israel 69710</u> (Address of principal executive offices)

Indicate by check mark whether the registrant files or will file annual reports under cover of Form 20-F or Form 40-F.

Form 20-F x Form 40-F o

Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101(b)(1): \_\_\_\_\_

Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101(b)(7): \_\_\_\_\_

Indicate by check mark whether by furnishing the information contained in this Form, the registrant is also thereby furnishing the information to the Commission pursuant to Rule 12g3-2(b) under the Securities Exchange Act of 1934.

Yes O No X

If "Yes" is marked, indicate below the file number assigned to the registrant in connection with Rule 12g3-2(b): 82-\_\_\_\_

### IncrediMail Ltd.

On November 13, 2007, IncrediMail Ltd. issued a press release announcing its financial results for the period ended September 30, 2007. A copy of this press release is annexed hereto as Exhibit 1 and is incorporated herein by reference.

#### Exhibits

Exhibit 1

Press release dated November 13, 2007, announcing the financial results of IncrediMail Ltd. for the period ended September 30, 2007.

#### 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, thereunto duly authorized.

IncrediMail Ltd.

Date: November 14, 2007

By: /s/ Yaron Adler

Yaron Adler Chief Executive Officer



# IncrediMail Reports Record Revenues for Q3 and First Nine Months 2007

- Revenues Up 94% Year-to-Date, EBITDA Up 67% -

- 'Search' and Advertising Grow to 47% of Q3'07 Revenues; 2008 to Bring Exciting New Versions of Email and Desktop Products, New IM & Social Network Apps -

**TEL AVIV, ISRAEL – November 13, 2007** – IncrediMail Ltd. (NASDAQ: MAIL, <u>www.incredimail-corp.com</u>), a rapidly growing Internet content and media company, today reported record revenues for the third quarter and first nine months of 2007.

Revenues for the third quarter of 2007 increased 75% to a record \$4.6 million compared with \$2.6 million for the third quarter of 2006. EBITDA for the period increased by 35% to \$0.6 million compared with \$0.4 million in the parallel period of 2006.

Revenues for the first nine months of 2007 increased 94% to \$13.3 million from \$6.9 million for the first nine months of 2006. EBITDA for the period increased by 67% to \$2.4 million compared with \$1.4 million in the parallel period of 2006.

Mr. Yaron Adler, CEO of IncrediMail commented, "Our growth continues to accelerate, driven by increased revenues from all streams: products and subscriptions on the one hand, and advertising and search on the other. This demonstrates the success of our strategy, which is focused on growing the top line via increased investment in R&D and Marketing. For the short term, this strategy has – and we believe will continue to – impact the bottom line. However, the strategy is positioning the Company for accelerated growth that will boost our income over the mid-term and even our margins in the long-term."

Net income for the third quarter of 2007 was \$0.3 million, or \$0.03 per diluted share, reflecting a 43% increase in R&D and a 151% increase in sales and marketing, together with the impact of lower financial income and higher income taxes. Net income for the third quarter of 2006 was \$0.6 million, or \$0.06 per diluted share.

Net income for the nine-month period was \$1.8 million, or \$0.18 per diluted share, including income taxes increasing nearly four-fold. Net income for the first nine months of 2006 was \$1.6 million, or \$0.17 per diluted share.

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Mr. Adler continued, "During the next few quarters, we plan to significantly expand our product offerings enabling us to further diversify our future revenue streams. Our plans include the following:

- Launch of our new 'Messy' Instant Messaging and IncrediWorld social networking applications;
- Launch of IncrediMail 2 and Magentic 2, exciting new versions of our email and desktop digital photo and screen saver applications;
- Additional proprietary content deals with a variety of major movie studios and websites, following the example of our successful deals with MGM, Miramax and Focus Features; and
- Localization projects to expand our business in France, China, Japan and Germany.

We have initiated a proactive search for synergistic M&A candidates as an important avenue for additional growth."

Mr. Adler concluded, "Our success at engaging users in the email, desktop digital photography and screen-saver arena has made us more aware of the unmet needs of large, rapidly growing online populations, and our smart, creative team is motivated to address them. We see tremendous areas of untapped market potential and are working to harness them as powerful growth drivers for IncrediMail."

#### **Conference Call**

IncrediMail will host a conference call to discuss the results today, November 13<sup>th</sup> at 10:30 AM EST. We invite all those interested in participating in the call to dial 1-(866)-585-6398. International callers may access the call by dialing +1-(416)-849-9626.

In addition, Management invites investors and analysts to view a demonstration of the features of some of its new products. For a link to the demonstration, please visit IncrediMail's website at <u>www.incredimail-corp.com/messy.asp</u>.

A replay of the conference call will be available for one week following the call by dialing 1-(866)-245-6755 for domestic participants or +1-(416)-915-1035 for international participants and entering conference pass code 233616 when prompted. Participants may also access a live webcast of the conference call through the Investor Relations section of IncrediMail's website at <u>www.incredimail-corp.com</u>. The webcast will be archived on the company's website for seven days.

About IncrediMail Ltd.

desktops and screen savers, and have been downloaded more than 80 million times. Having secured more than 10 million active users, IncrediMail is now branching out into Instant Messaging, Web 2.0 and social networking applications, using its unique content and approach to enhance the user experience. The evolution of IncrediMail's revenues from product sales and subscriptions to advertising, sponsored links and search has accelerated its growth, enabling it to nearly double its 2007 revenues compared to 2006. The Company has been profitable since 2002. For more information, see <u>www.incredimail-corp.com</u>

#### **Non-GAAP** measures

Use of Non-GAAP Financial Information – In addition to reporting financial results in accordance with generally accepted accounting principles, or GAAP, IncrediMail uses non-GAAP measures of net income and earnings per share, which are adjustments from results based on GAAP to exclude non-cash stock-based compensation expenses. IncrediMail's management believes the non-GAAP financial information provided in this release is useful to investors' understanding and assessment of IncrediMail's on-going core operations and prospects for the future. The presentation of this non-GAAP financial information is not intended to be considered in isolation or as a substitute for results prepared in accordance with GAAP. Management uses both GAAP and non-GAAP information in evaluating and operating business internally and as such deemed it important to provide all this information to investors.

#### **Forward-Looking Statements**

This press release contains historical information and forward-looking statements within the meaning of The Private Securities Litigation Reform Act of 1995 with respect to the business, financial condition and results of operations of the Company. The words "believe," "expect," "intend," "plan," "should" and similar expressions are intended to identify forward-looking statements. Such statements reflect the current views, assumptions and expectations of the Company with respect to future events and are subject to risks and uncertainties. Many factors could cause the actual results, performance or achievements of the Company to be materially different from any future results, performance or achievements that may be expressed or implied by such forward-looking statements, including, among others, changes in the markets in which the Company operates and in general economic and business conditions, loss of key customers and unpredictable sales cycles, competitive pressures, market acceptance of new products, inability to meet efficiency and cost reduction objectives, changes in business strategy and various other factors, both referenced and not referenced in this press release. Various risks and uncertainties may affect the Company and its results of operations, as described in reports filed by the Company with the Securities and Exchange Commission from time to time. The Company does not assume any obligation to update these forward-looking statements.

#### **Contact Information**

For further information please contact:

Mr. Jeff Holzmann Executive Vice President IncrediMail Inc. jeff@incredimail.com

INVESTOR RELATIONS Mr. Daniel Berg The Investor Relations Group 212-825-3210 dberg@investorrelationsgroup.com

### Tables Follow ###

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#### INCREDIMAIL LTD. BALANCE SHEETS

#### U.S. dollars in thousands (except share data)

	September 30, 2007		December 31, 2006	
	(unaudited)			
ASSETS				
CURRENT ASSETS:				
Cash and cash equivalents	\$ 3,529	\$	8,366	
Marketable securities and short term deposits	18,854		17,381	
Trade receivables	1,691		1,828	
Deferred taxes	715		418	
Other receivables and prepaid expenses	630		611	
Total current assets	 25,419		28,604	
LONG-TERM ASSETS:				
Severance pay fund	807		589	
Deferred taxes	322		221	
Long-term deposits and securities	5,464		412	
Restricted cash	96		92	
Property and equipment, net	1,306		877	
Goodwill	288		288	
Intangible assets, net	 535		341	

8.818

2.820

Total assets	\$	34,237	\$	31,424
LIABILITIES AND SHAREHOLDERS' EQUITY				
CURRENT LIABILITIES:				
Trade payables	\$	904	\$	464
Deferred revenues	Ψ	3,503	Ψ	3,703
Accrued expenses and other liabilities		2,755		2,876
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Total current liabilities		7,162		7,043
		7,102		7,045
LONG-TERM LIABILITIES:				
Deferred revenues		878		951
Accrued severance pay		1,239		853
Total long-term liabilities		2,117		1,804
SHAREHOLDERS' EQUITY				
Shares issued and outstanding: 9,399,458 and 9,475,943 at December 31,				
2006 and September 30, 2007, respectively		24,958		22,577
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Total liabilities and shareholders' equity	\$	34,237	\$	31,424

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## INCREDIMAIL LTD. STATEMENTS OF INCOME

## U.S. dollars in thousands (except per share data), unaudited

		Quarter ended September 30,				Nine months ended September 30,				
		2007		2006		2007		2006		
Revenues	\$	4,597	\$	2,627	\$	13,317	\$	6,864		
Cost of revenues		463		225		1,170		573		
Gross profit		4,134		2,402		12,147		6,291		
Operating expenses:										
Research and development		1,469		1,028		4,127		2,150		
Selling and marketing		1,214		483		3,285		1,113		
General and administrative		990		584		2,686		1,792		
Total operating expenses		3,673		2,095		10,098		5,055		
Operating income		461		307		2,049		1,236		
Financial income, net		287		395		952		638		
Income before taxes on income		748		702		3,001		1,874		
Taxes on income		431		131		1,221		320		
Net income	\$	317	\$	571	\$	1,780	\$	1,554		
Net earnings per Ordinary share:										
	¢	0.00	¢	0.00	¢	0.10	¢	0.45		
Basic	\$	0.03	\$	0.06	\$	0.19	\$	0.17		
Diluted	\$	0.03	\$	0.06	\$	0.18	\$	0.17		

Diluted weighted number of shares (in thousands)	9,665		9,528		9,644		9,151
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Non-GAAP adjustment:							
Stock based compensation	\$ 201	\$	178	\$	537	\$	377
Non-GAAP net income	\$ 518	\$	749	\$	2,317	\$	1,931
Non-GAAP net earnings per share :							
Basic	\$ 0.05	\$	0.08	\$	0.25	\$	0.21
Diluted	\$ 0.05	\$	0.08	\$	0.24	\$	0.21
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