

PORTA SYSTEMS CORP
Form 8-K
April 16, 2008

SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549-1004

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):
April 15, 2008

Porta Systems Corp.
(Exact name of registrant as specified in its charter)

Commission File Number: 1-8191

Delaware
(State or other jurisdiction of
incorporation or organization)

11-2203988
(IRS Employer Identification No.)

6851 Jericho Turnpike, Syosset, New York
(Address of principal executive offices)

11791
(Zip Code)

516-364-9300
(Registrant's telephone number, including area code)

Not Applicable
(Former name or former address, if changed since last report)

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:

- 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))

Item 1.01 Entry into a Material Definitive Agreement

On April 15, 2008, the Company and Cheyne Special Situations Fund L.P., (the "Senior Debt Holder"), entered into an amendment, effective May 1, 2008, to the Amended and Restated Loan and Security Agreement, dated as of November 28, 1994, as amended, (the "Agreement"), to extend the maturity of the Company's senior debt to September 1, 2008. As part of the extension, except as provided below, the Senior Debt Holder agreed to the deferral of interest on the senior debt to September 1, 2008 or the earlier occurrence of an Event of Default. The amendment provides for an interest payment to the Senior Debt Holder of \$1,458,334.00 on September 1, 2008, which sum includes interest of \$1,041,667.00 that was due on May 1, 2008. Moreover, the Senior Debt Holder extended the \$1,000,000 loan advanced to the Company on October 23, 2007 from May 1, 2008 to September 1, 2008.

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.

Porta Systems Corp.

Date: April 16, 2008

By: /s/ Edward B. Kornfeld

Edward B. Kornfeld
Chief Executive Officer
Chief Financial Officer