

Iveda Solutions, Inc.
Form 4
December 10, 2014

FORM 4

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

Check this box
if no longer
subject to
Section 16.
Form 4 or
Form 5
obligations
may continue.
See Instruction
1(b).

**STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP OF
SECURITIES**

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934,
Section 17(a) of the Public Utility Holding Company Act of 1935 or Section
30(h) of the Investment Company Act of 1940

OMB APPROVAL

OMB
Number: 3235-0287
Expires: January 31,
2015
Estimated average
burden hours per
response... 0.5

(Print or Type Responses)

1. Name and Address of Reporting Person *
BRILON ROBERT J

(Last) (First) (Middle)

**1201 SOUTH ALMA SCHOOL
ROAD,, SUITE 8500**

(Street)

MESA, AZ 85210

(City) (State) (Zip)

2. Issuer Name **and** Ticker or Trading
Symbol
Iveda Solutions, Inc. [IVDA]

3. Date of Earliest Transaction
(Month/Day/Year)
12/08/2014

4. If Amendment, Date Original
Filed(Month/Day/Year)

5. Relationship of Reporting Person(s) to
Issuer

(Check all applicable)

____ Director ____ 10% Owner
☒ Officer (give title below) ____ Other (specify
below) below)

President/CFO

6. Individual or Joint/Group Filing(Check
Applicable Line)
☒ Form filed by One Reporting Person
____ Form filed by More than One Reporting
Person

Table I - Non-Derivative Securities Acquired, Disposed of, or Beneficially Owned

1. Title of Security (Instr. 3)	2. Transaction Date (Month/Day/Year)	2A. Deemed Execution Date, if any (Month/Day/Year)	3. Transaction Code (Instr. 8)	4. Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5)	5. Amount of Securities Beneficially Owned Following Reported Transaction(s) (Instr. 3 and 4)	6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4)	7. Nature of Indirect Beneficial Ownership (Instr. 4)
			Code	V	Amount	(D)	Price

Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.

**Persons who respond to the collection of
information contained in this form are not
required to respond unless the form
displays a currently valid OMB control
number.**

SEC 1474
(9-02)

Table II - Derivative Securities Acquired, Disposed of, or Beneficially Owned
(e.g., puts, calls, warrants, options, convertible securities)

1. Title of Derivative Security	2. Conversion or Exercise	3. Transaction Date (Month/Day/Year)	3A. Deemed Execution Date, if any	4. Transaction Code	5. Number of Derivative Securities Acquired (A) or	6. Date Exercisable and Expiration Date (Month/Day/Year)	7. Title and Underlying (Instr. 3 and
---------------------------------------	------------------------------	---	---	------------------------	--	--	---

Edgar Filing: Iveda Solutions, Inc. - Form 4

(Instr. 3)	Price of Derivative Security	(Month/Day/Year)	(Instr. 8)		Disposed of (D)		Date Exercisable	Expiration Date	Title
			Code	V	(A)	(D)			
9.5% Senior Convertible Debenture	\$ 1.5	03/09/2014	H			50,000	12/20/2013	12/20/2016	Common Stock
9.5% Senior Convertible Debenture	\$ 1.5	03/09/2014	H			33,333	03/04/2014	03/04/2017	Common Stock
Series A Preferred Stock	\$ 1	12/09/2014	P		125,000		12/09/2014	<u>(1)(2)</u>	Common Stock
Warrant to purchase Common Stock	\$ 1	12/09/2014	P		7,576		12/09/2014	12/09/2019	Common Stock
Warrant to purchase Common Stock	\$ 1.65	12/09/2014	H			6,818	12/20/2013	12/20/2018	Common Stock
Warrant to purchase Common Stock	\$ 1.65	12/09/2014	H			4,545	03/04/2014	03/04/2019	Common Stock
Warrant to purchase Common Stock	\$ 1	12/09/2014	P		6,818		12/09/2014	12/20/2018	Common Stock
Warrant to purchase Common Stock	\$ 1	12/09/2014	P		4,545		12/09/2014	03/04/2019	Common Stock
Options (Right to buy)	\$ 1.8	12/08/2014	D			300,000	12/01/2013	12/01/2023	Common Stock
Options (Right to buy)	\$ 1.7	12/08/2014	D			100,000	02/10/2014	02/10/2024	Common Stock
Options (Right to buy)	\$ 1.72	12/08/2014	D			100,000	05/02/2014	05/02/2024	Common Stock
Options (Right to	\$ 1	12/08/2014	A		500,000		<u>(7)</u>	<u>(8)</u>	Common Stock

buy)

Reporting Owners

Reporting Owner Name / Address	Relationships			
	Director	10% Owner	Officer	Other
BRILON ROBERT J 1201 SOUTH ALMA SCHOOL ROAD, SUITE 8500 MESA, AZ 85210			President/CFO	

Signatures

/s/ Gary J. Kocher, by Power of Attorney 12/10/2014

__Signature of Reporting Person

Date

Explanation of Responses:

* If the form is filed by more than one reporting person, *see* Instruction 4(b)(v).

** Intentional misstatements or omissions of facts constitute Federal Criminal Violations. *See* 18 U.S.C. 1001 and 15 U.S.C. 78ff(a).

The reporting person purchased 9.5% Senior Convertible Debentures in the principal amounts of \$75,000 and \$50,000, on December 20, 2014 and March 4, 2014, respectively (the "Debentures"). The Debentures were originally due and payable three years after the date of issuance and the principal and unpaid interest thereunder was convertible into shares of Common Stock of the issuer ("Common Stock") at the election of the holder any time prior to the maturity date at a conversion price equal to \$1.50 per share, subject to adjustment upon the occurrence of certain events as provided in the Debentures. (continue with footnote 2)

The terms of the Debentures were subsequently amended effective on December 1, 2014 (the "Debenture Amendment"), and as a result of such amendment, on December 9, 2014, the outstanding principal amount of \$125,000 was converted into shares of Series A Preferred stock of the issuer ("Series A Preferred") at a conversion price equal to \$1.00 per share. The Series A Preferred receive an automatically accruing dividend at a rate of 9.5% per annum and are convertible into shares of Common Stock at the election of the holder at any time, or automatically on June 30, 2017, at a conversion ratio of one share of Common Stock for one share of Series A Preferred, subject to adjustment upon the occurrence of certain events as provided in the Articles of Incorporation of the Company.

In connection with the Debenture Amendment, the reporting person received a warrant to purchase 7,576 shares of Common Stock. The warrant has a term of five years from date of issuance and the exercise price is subject to adjustment upon the occurrence of certain events as provided in the warrant.

In connection with the Debenture Amendment, the exercise price of outstanding warrants to purchase 11,363 shares of Common Stock held by the reporting person was reduced from \$1.65 to \$1.00 per share. The warrants have terms of five years from date of issuance and the exercise price is subject to adjustment upon the occurrence of certain events as provided in the warrants.

The Securities are held in the IRA account of the reporting person.

The reporting person agreed to cancellation of options granted to him on December 1, 2013, February 10, 2014 and May 2, 2014 in exchange for new options having a lower exercise price of \$1.00 per share.

The options subject to this grant vested 100% on the date of the grant.

The options subject to this grant maintain the expiration dates of the options for which they were exchanged: 300,000 options subject to this grant expire on December 1, 2023; 100,000 options subject to this grant expire on February 10, 2024 and 100,000 options subject to this grant expire on May 2, 2024.

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, *see* Instruction 6 for procedure.

Potential persons who are to respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB number.