

UFP TECHNOLOGIES INC
Form 10-Q
August 07, 2015
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UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, DC 20549

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, 2015

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: 001-12648

UFP Technologies, Inc.

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(Exact name of registrant as specified in its charter)

Delaware

(State or other jurisdiction of incorporation or organization)

04-2314970

(IRS Employer Identification No.)

172 East Main Street, Georgetown, Massachusetts 01833, USA

(Address of principal executive offices) (Zip Code)

(978) 352-2200

(Registrant's telephone number, including area code)

(Former name, former address, and former fiscal year, if changed since last report)

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 has submitted electronically and posted on its corporate website, if any, every Interactive Data File required to be submitted and posted pursuant to Rule 405 of Regulation S-T (§232.405 of this chapter) during the preceding 12 months (or for such shorter period that the registrant was required to submit and post such files). Yes ; No

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer, or a smaller reporting company. See the definitions of large accelerated filer, accelerated filer, and smaller reporting company in Rule 12b-2 of the Exchange Act. (Check one):

Large accelerated filer

Accelerated filer

Non-accelerated filer

Smaller reporting company

[Do not check if a smaller reporting company]

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act). Yes ; No

7,124,850 shares of registrant's Common Stock, \$0.01 par value, were outstanding as of August 3, 2015.

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Table of Contents**PART I: FINANCIAL INFORMATION****ITEM 1: FINANCIAL STATEMENTS****UFP Technologies, Inc.****Condensed Consolidated Balance Sheets**

(In thousands, except share data)

	June 30, 2015 (Unaudited)	December 31, 2014
Assets		
Current assets:		
Cash and cash equivalents	\$ 29,173	\$ 34,052
Receivables, less allowance for doubtful accounts of \$602 at June 30, 2015 and \$502 at December 31, 2014	19,518	16,470
Inventories	12,832	12,893
Prepaid expenses	1,664	664
Refundable income taxes	479	3,192
Deferred income taxes	1,155	1,142
Total current assets	64,821	68,413
Property, plant and equipment	86,088	75,823
Less accumulated depreciation and amortization	(42,966)	(40,980)
Net property, plant and equipment	43,122	34,843
Goodwill	7,322	7,322
Intangible assets, net	794	953
Other assets	2,203	2,159
Total assets	\$ 118,262	\$ 113,690
Liabilities and Stockholders Equity		
Current liabilities:		
Accounts payable	\$ 4,473	\$ 5,398
Accrued expenses	6,146	5,222
Current installments of long-term debt	1,002	993
Total current liabilities	11,621	11,613
Long-term debt, excluding current installments	1,368	1,873
Deferred income taxes	3,795	3,588
Retirement and other liabilities	1,553	1,624
Total liabilities	18,337	18,698
Commitments and contingencies		
Stockholders equity:		
Preferred stock, \$.01 par value. Authorized 1,000,000 shares; zero shares issued or outstanding		
Common stock, \$.01 par value. Authorized 20,000,000 shares; issued and outstanding 7,124,850 at June 30, 2015 and 7,068,815 at December 31, 2014	71	71
Additional paid-in capital	23,139	22,132
Retained earnings	76,715	72,789
Total stockholders equity	99,925	94,992
Total liabilities and stockholders equity	\$ 118,262	\$ 113,690

The accompanying notes are an integral part of these condensed consolidated financial statements.

Table of Contents**UFP Technologies, Inc.****Condensed Consolidated Statements of Income**

(In thousands, except per share data)

(Unaudited)

	Three Months Ended June 30,		Six Months Ended June 30,	
	2015	2014	2015	2014
Net sales	\$ 36,499	\$ 34,025	\$ 70,476	\$ 68,634
Cost of sales	26,206	24,480	51,544	49,912
Gross profit	10,293	9,545	18,932	18,722
Selling, general & administrative expenses	6,776	6,535	12,800	12,428
Restructuring costs	30	234	108	324
Gain on sale of fixed assets		(12)	(31)	(12)
Operating income	3,487	2,788	6,055	5,982
Interest income (expense), net	8	(27)	(15)	(48)
Other income		100		100
Income before income tax expense	3,495	2,861	6,040	6,034
Income tax expense	1,223	1,001		