

ATRION CORP
Form 10-Q
May 05, 2014

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, D.C. 20549
FORM 10-Q

Quarterly Report Pursuant To Section 13 or 15(d) of the Securities Exchange Act of 1934 for the Quarterly Period Ended March 31, 2014
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 0-10763

Atrion Corporation
(Exact Name of Registrant as Specified in its Charter)

Delaware
(State or Other Jurisdiction of
Incorporation or Organization)

63-0821819
(I.R.S. Employer
Identification No.)

One Allentown Parkway, Allen, Texas 75002
(Address of Principal Executive Offices) (Zip Code)

(972) 390-9800
(Registrant's Telephone Number, Including Area Code)

Indicate by check 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 whether the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer or a smaller reporting company. See definitions of "accelerated filer," "large 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

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

Indicate the number of shares outstanding of each of the issuer's classes of common stock, as of the latest practicable date.

Title of Each Class	Number of Shares Outstanding at April 20, 2014
Common stock, Par Value \$0.10 per share	1,969,463

ATRION CORPORATION AND SUBSIDIARIES

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PART I

FINANCIAL INFORMATION

Item 1. Financial Statements

ATRION CORPORATION AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF INCOME
(Unaudited)

	Three Months Ended March 31,	
	2014	2013
	(in thousands, except per share amounts)	
Revenues	\$ 36,419	\$ 33,493
Cost of goods sold	19,031	17,784
Gross profit	17,388	15,709
Operating expenses:		
Selling	1,585	1,585
General and administrative	3,928	3,594
Research and development	1,175	1,130
	6,688	6,309
Operating income	10,700	9,400
Interest income	300	350
Other income, net	1	--
Income before provision for income taxes	11,001	9,750
Provision for income taxes	(3,800)	(3,115)
Net income	\$ 7,201	\$ 6,635
Net income per basic share	\$ 3.63	\$ 3.28
Weighted average basic shares outstanding	1,982	2,020
Net income per diluted share	\$ 3.61	\$ 3.28
Weighted average diluted shares outstanding	1,997	2,024
Dividends per common share	\$ 0.64	\$ 0.56

The accompanying notes are an integral part of these statements.

ATRION CORPORATION AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
(Unaudited)

Assets	March 31, 2014 (in thousands)	December 31, 2013
Current assets:		
Cash and cash equivalents	\$ 17,196	\$ 28,559
Short-term investments	25,417	18,351
Accounts receivable	18,642	14,164
Inventories	26,326	26,266
Prepaid expenses and other current assets	1,008	1,603
Deferred income taxes	1,376	1,376
	89,965	90,319
Long-term investments	12,375	10,069
Property, plant and equipment	133,753	130,504
Less accumulated depreciation and amortization	74,173	72,176
	59,580	58,328
Other assets and deferred charges:		
Patents	2,740	2,808
Goodwill	9,730	9,730
Other	810	812
	13,280	13,350
Total assets	\$ 175,200	\$ 172,066
Liabilities and Stockholders' Equity		