

ALLIED MOTION TECHNOLOGIES INC
Form 10-Q
August 14, 2014
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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 June 30, 2014

Commission File Number

0-04041

ALLIED MOTION TECHNOLOGIES INC.

(Exact name of Registrant as Specified in Its Charter)

Colorado
(State or other jurisdiction of
incorporation or organization)

84-0518115
(I.R.S. Employer
Identification No.)

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495 Commerce Drive, Suite 3

Amherst, New York 14228

(Address of Principal Executive offices, including zip code)

(716) 242-8634

(Registrant's Telephone Number, Including Area Code)

(Former Address, if Changed Since Last Report)

455 Commerce Drive, Suite 4

Amherst, New York 14228

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 ninety (90) days. Yes No

Indicate by check mark whether the registrant has submitted electronically and posted on its corporate Web site, 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 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
(Do not check if a smaller reporting company)

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

Number of Shares of the only class of Common Stock outstanding: 9,223,924 as of August 14, 2014

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ALLIED MOTION TECHNOLOGIES INC.

CONDENSED CONSOLIDATED BALANCE SHEETS

(In Thousands, except per share data)

(Unaudited)

	June 30, 2014	December 31, 2013
Assets		
Current Assets:		
Cash and cash equivalents	\$ 10,988	\$ 10,171
Trade receivables, net of allowance for doubtful accounts of \$1,548 and \$802 at June 30, 2014 and December 31, 2013, respectively	30,997	27,123
Inventories, net	25,473	24,430
Deferred income taxes	955	2,961
Prepaid expenses and other assets	2,310	2,602
Total Current Assets	70,723	67,287
Property, plant and equipment, net	37,558	40,111
Deferred income taxes	4,450	3,246
Intangible assets, net	33,856	35,222
Goodwill	20,543	20,233
Other long term assets	4,271	4,878
Total Assets	\$ 171,401	\$ 170,977
Liabilities and Stockholders Equity		
Current Liabilities:		
Debt obligations	12,043	14,145
Accounts payable	16,590	15,478
Accrued liabilities	10,515	9,898
Income taxes payable	2,811	2,729
Total Current Liabilities	41,959	42,250
Long-term debt	70,500	73,500
Deferred income taxes	1,475	2,327
Deferred compensation arrangements	2,518	2,599
Pension and post-retirement obligations	2,175	2,298
Total Liabilities	118,627	122,974
Commitments and Contingencies		
Stockholders Equity:		
Common stock, no par value, authorized 50,000 shares; 9,221 and 9,091 shares issued and outstanding at June 30, 2014 and December 31, 2013, respectively	24,623	23,771
Preferred stock, par value \$1.00 per share, authorized 5,000 shares; no shares issued or outstanding		
Retained earnings	27,950	23,608
Accumulated other comprehensive income	201	624
Total Stockholders Equity	52,774	48,003
Total Liabilities and Stockholders Equity	\$ 171,401	\$ 170,977

See accompanying notes to condensed consolidated financial statements.

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CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS AND COMPREHENSIVE INCOME

(In Thousands, except per share data)

(Unaudited)

	For the three months ended		For the six months ended	
	2014	June 30, 2013	2014	June 30, 2013
Revenues	\$ 62,069	\$ 25,352	\$ 122,504	\$ 50,495
Cost of goods sold	43,501	17,817	86,844	35,437
Gross margin	18,568	7,535	35,660	15,058
Operating costs and expenses:				
Selling	2,232	1,214	4,342	2,507
General and administrative	6,709	2,715	12,925	5,584
Engineering and development	3,472	1,658	6,989	3,405
Business development costs		565		638
Relocation costs		234		234
Amortization of intangible assets	670	85	1,348	169
Total operating costs and expenses	13,083	6,471	25,604	12,537
Operating income	5,485	1,064	10,056	2,521