

SCHICK TECHNOLOGIES INC
Form 10-Q
November 09, 2005

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 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 September 30, 2005.

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: 000-22673

SCHICK TECHNOLOGIES, INC.
(Exact name of registrant as specified in its charter)

Delaware
(State or other jurisdiction of
incorporation or organization)

11-3374812
(I.R.S. Employer
Identification Number)

30-00 47th Avenue
Long Island City, New York
(Address of principal executive offices)

11101
(Zip Code)

Registrant's telephone number, including area code: **(718) 937-5765**

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 is an accelerated filer (as defined in Rule 12b-2 of the Exchange Act).

Yes ☐ No ☒

As of November 6, 2005, 16,170,463 shares of common stock, par value \$.01 per share, were outstanding.

SCHICK TECHNOLOGIES, INC.

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PART I. Financial Information**Item 1. Financial Statements**

Schick Technologies, Inc. and Subsidiary
Consolidated Balance Sheets
(In thousands, except share amounts)

	September 30,	March 31,
	2005	
	(unaudited)	
Assets		
Current assets		
Cash and cash equivalents	\$ 45,071	\$ 39,725
Accounts receivable, net of allowance for doubtful accounts of \$57	6,236	5,663
Inventories	4,457	3,545
Prepayments and other current assets	1,880	780
Deferred income taxes	4,267	5,681
	<u>61,911</u>	<u>55,394</u>
Total current assets		
Equipment, net	1,319	1,317
Goodwill, net	266	266
Deferred income taxes	320	270
Other assets	811	287
	<u>64,627</u>	<u>57,534</u>
Total assets		
Liabilities and Stockholders' Equity		
Current liabilities		
Accounts payable and accrued expenses	\$ 3,082	\$ 1,903
Accrued salaries and commissions	1,251	1,590
Deposits from customers	35	30
Warranty obligations	575	446
Deferred revenue	3,536	4,316
	<u>8,479</u>	<u>8,285</u>
Total current liabilities		
Commitments and contingencies		
Stockholders' equity		
Preferred stock (\$0.01 par value; 2,500,000 shares authorized; none issued and outstanding)		
Common stock (\$0.01 par value; 50,000,000 shares authorized; 16,168,690 and 16,034,230 shares issued and outstanding, respectively)	162	160
Additional paid-in capital	47,627	46,765
Retained earnings	8,359	2,324
	<u>56,148</u>	<u>49,249</u>
Total stockholders' equity		

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	<u>September 30,</u>	<u>March 31,</u>
Total liabilities and stockholders' equity	\$ 64,627	\$ 57,534

The accompanying footnotes are an integral part of these consolidated financial statements

Schick Technologies, Inc. and Subsidiary
Consolidated Statements of Income (unaudited)
(In thousands, except share and per share amounts)

	Three months ended September 30,		Six months ended September 30,	
	2005	2004	2005	2004
Revenue, net	\$ 14,111	\$ 10,870	\$ 29,794	\$ 21,751
Total cost of sales	4,461	2,972	9,160	6,181
Gross profit	9,650	7,898	20,634	15,570
Operating expenses:				
Selling and marketing	2,342	1,531	4,668	2,987
General and administrative	1,515	1,284	3,330	3,269
Research and development	1,234	1,305	2,359	2,417
Acquisition and merger related expenses	1,107		1,107	
Total operating costs	6,198	4,120	11,464	8,673
Income from operations	3,452	3,778	9,170	6,897
Other income (expense)				
Interest income	324	84	575	177
Other expense	(1)		(1)	
Total other income (expense)	323	84	574	177
Income before income taxes	3,775	3,862	9,744	7,074
Provision (benefit) for income taxes	1,372	1,376	3,709	2,789
Net income	\$ 2,403	\$ 2,486	\$ 6,035	\$ 4,285
Basic earnings per share	\$ 0.15	\$ 0.16	\$ 0.38	\$ 0.28
Diluted earnings per share	\$ 0.13	\$ 0.14	\$ 0.34	\$ 0.25
Weighted average common shares (basic)	16,056,514	15,099,299	16,046,188	15,063,501
Weighted average common shares (diluted)	17,843,577	17,230,852	17,772,542	17,219,421