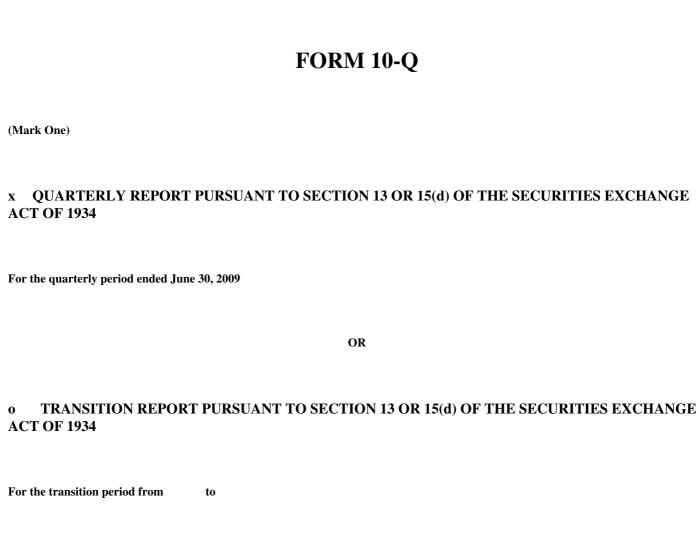
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# UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D. C. 20549



# NORTECH SYSTEMS INCORPORATED

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#### Commission file number 0-13257

State of Incorporation: Minnesota

IRS Employer Identification No. 41-1681094

Executive Offices: 1120 Wayzata Blvd E., Suite 201, Wayzata, MN 55391

Telephone number: (952) 345-2244

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 x No o

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 Regulations 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 o No o

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.

Large Accelerated Filer o

Accelerated Filer o

Non-accelerated Filer o

Smaller Reporting Company x

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

Number of shares of \$.01 par value common stock outstanding at August 6, 2009 - 2,738,991

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#### PART 1

#### ITEM 1. FINANCIAL STATEMENTS

#### NORTECH SYSTEMS INCORPORATED AND SUBSIDIARY

#### CONSOLIDATED BALANCE SHEETS

	JUNE 30 2009 (Unaudited)		DECEMBER 31 2008
ASSETS			
Current Assets			
Cash and Cash Equivalents	\$ 818,430	\$	803,041
Accounts Receivable, Less Allowance for Uncollectible Accounts	12,005,598		13,161,578
Inventories	16,884,477		20,703,144
Prepaid Expenses	423,906		745,044
Income Taxes Receivable	2,044,879		421,175
Deferred Income Taxes	1,326,000		1,358,000
Total Current Assets	33,503,290		37,191,982
Property and Equipment			
Land	287,500		300,000
Building and Leasehold Improvements	6,414,252		6,508,974
Manufacturing Equipment	11,909,905		12,067,317
Office and Other Equipment	3,877,482		4,105,009
Construction in Progress	435,300		467,944
Total Property and Equipment	22,924,439		23,449,244
Accumulated Depreciation	(13,972,092)		(13,204,036)
Net Property and Equipment	8,952,347		10,245,208
Other Assets			
Restricted Cash	427,500		427,500
Finite Life Intangible Assets, Net of Accumulated Amortization	418,609		493,670
Goodwill	75,006		75,006
Deferred Income Taxes	136,000		,
Deposits	7,726		7,726
•	.,,		.,,
Total Other Assets	1,064,841		1,003,902
Total Assets	\$ 43,520,478	\$	48,441,092

See Accompanying Condensed Notes to Consolidated Financial Statements

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#### NORTECH SYSTEMS INCORPORATED AND SUBSIDIARY

# CONSOLIDATED BALANCE SHEETS

	JUNE 30 2009 Unaudited)	DECEMBER 31 2008	
LIABILITIES AND SHAREHOLDERS EQUITY			
Current Liabilities			
Line of Credit	\$ 6,359,607	\$ 4,367,562	
Current Maturities of Long-Term Debt	1,022,405	951,437	
Accounts Payable	7,815,620	10,746,206	
Accrued Payroll and Commissions	2,722,031	3,417,901	
Accrued Health and Dental Claims	460,000	446,102	
Other Accrued Liabilities	1,008,316	1,484,990	
Total Current Liabilities	19,387,979	21,414,198	
Long-Term Liabilities			
Long-Term Debt, Net of Current Maturities	4,311,154	4,386,064	
Deferred Income Taxes		69,000	
Other Long-Term Liabilities	202,930	153,805	
Total Long-Term Liabilities	4,514,084	4,608,869	