

ALLIED MOTION TECHNOLOGIES INC
Form 10-Q
May 02, 2018
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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 March 31, 2018

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, Amherst, New York
(Address of principal executive offices)

14228
(Zip Code)

(716) 242-8634

(Registrant's Telephone Number, Including Area Code)

(Former Address, 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 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, smaller reporting company, or an emerging growth company. See definitions of large accelerated filer, accelerated filer, smaller reporting company, and emerging growth company in Rule 12b-2 of the Securities Exchange Act. (Check one):

Large accelerated filer

Accelerated filer

Non-accelerated filer
(Do not check if a
smaller reporting
company)

Smaller reporting
company

Emerging growth
company

If an emerging growth company, indicate by check mark if the registrant has elected not to use the extended transition period for complying with any new or revised financial accounting standards provided pursuant to Section 13(a) of the Exchange Act.

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: 9,481,726 as of May 2, 2018

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ALLIED MOTION TECHNOLOGIES INC.

CONDENSED CONSOLIDATED BALANCE SHEETS

(In thousands, except per share data)

(Unaudited)

	March 31, 2018	December 31, 2017
Assets		
Current assets:		
Cash and cash equivalents	\$ 13,003	\$ 15,590
Trade receivables, net of allowance for doubtful accounts of \$411 and \$341 at March 31, 2018 and December 31, 2017, respectively	42,822	31,822
Inventories	39,619	32,568
Prepaid expenses and other assets	4,685	3,460
Total current assets	100,129	83,440
Property, plant and equipment, net	39,375	38,403
Deferred income taxes	23	14
Intangible assets, net	35,123	32,073
Goodwill	35,679	29,531
Other long term assets	4,444	4,461
Total assets	\$ 214,773	\$ 187,922
Liabilities and Stockholders Equity		
Current liabilities:		
Debt obligations	478	461
Accounts payable	22,675	15,351
Accrued liabilities	15,870	14,270
Total current liabilities	39,023	30,082
Long-term debt	62,928	52,694
Deferred income taxes	3,636	3,609
Pension and post-retirement obligations	4,743	4,667
Other long term liabilities	9,332	9,523
Total liabilities	119,662	100,575
Stockholders Equity:		
Common stock, no par value, authorized 50,000 shares; 9,482 and 9,427 shares issued and outstanding at March 31, 2018 and December 31, 2017, respectively	32,327	31,051
Preferred stock, par value \$1.00 per share, authorized 5,000 shares; no shares issued or outstanding		
Retained earnings	66,079	61,882
Accumulated other comprehensive loss	(3,295)	(5,586)
Total stockholders equity	95,111	87,347
Total Liabilities and Stockholders Equity	\$ 214,773	\$ 187,922

See accompanying notes to condensed consolidated financial statements.

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ALLIED MOTION TECHNOLOGIES INC.

CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS AND COMPREHENSIVE INCOME

(In thousands, except per share data)

(Unaudited)

	For the three months ended March 31,	
	2018	2017
Revenues	\$ 76,576	\$ 61,354
Cost of goods sold	54,022	43,653
Gross profit	22,554	17,701
Operating costs and expenses:		
Selling	2,697	2,603
General and administrative	7,456	5,749
Engineering and development	4,955	4,191
Business development	151	
Amortization of intangible assets	884	793
Total operating costs and expenses	16,143	13,336
Operating income	6,411	4,365
Other expense (income):		
Interest expense	614	523
Other expense, net	106	(10)
Total other expense, net	720	513
Income before income taxes	5,691	3,852
Provision for income taxes	(1,493)	(1,195)
Net income	\$ 4,198	\$ 2,657
Basic earnings per share:		
Earnings per share	\$ 0.45	\$ 0.29
Basic weighted average common shares	9,251	9,068
Diluted earnings per share:		