

Measurement Specialties Inc
Form 10-Q
August 04, 2010

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 FISCAL QUARTERLY PERIOD ENDED JUNE 30, 2010

OR

- TRANSITION REPORT PURSUANT TO SECTION 13 or 15 (d) OF THE SECURITIES
EXCHANGE ACT OF 1934

COMMISSION FILE NUMBER: 1-11906
MEASUREMENT SPECIALTIES, INC.
(EXACT NAME OF REGISTRANT AS SPECIFIED IN ITS CHARTER)

New Jersey
(STATE OR OTHER JURISDICTION OF
INCORPORATION OR ORGANIZATION)

22-2378738
(I.R.S. EMPLOYER
IDENTIFICATION NO.)

1000 LUCAS WAY, HAMPTON, VA 23666
(ADDRESS OF PRINCIPAL EXECUTIVE OFFICES)

(757) 766-1500
(REGISTRANT'S TELEPHONE NUMBER, INCLUDING AREA CODE)

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 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 Regulation S-T 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 definition of "large accelerated filer," "accelerated filer" and "smaller reporting company" in Rule 12b-2 of the Securities Exchange Act of 1934. (Check one):

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

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Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Securities Exchange Act of 1934). Yes No ..

Indicate the number of shares outstanding of each of the issuer's classes of stock, as of the latest practicable date: At July 26, 2010, the number of shares outstanding of the Registrant's common stock was 14,561,408.

MEASUREMENT SPECIALTIES, INC.
 FORM 10-Q
 TABLE OF CONTENTS
 JUNE 30, 2010

PART I.	FINANCIAL INFORMATION	3
ITEM 1.	FINANCIAL STATEMENTS	3
	CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS (UNAUDITED)	3
	CONDENSED CONSOLIDATED BALANCE SHEETS (UNAUDITED)	4
	CONDENSED CONSOLIDATED STATEMENTS OF SHAREHOLDERS' EQUITY AND COMPREHENSIVE INCOME (UNAUDITED)	6
	CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS (UNAUDITED)	7
	NOTES TO CONDENSED CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)	8
ITEM 2.	MANAGEMENT'S DISCUSSION AND ANALYSIS OF FINANCIAL CONDITION AND RESULTS OF OPERATIONS	21
ITEM 3.	QUANTITATIVE AND QUALITATIVE DISCLOSURES ABOUT MARKET RISK	33
ITEM 4.	CONTROLS AND PROCEDURES	34
PART II.	OTHER INFORMATION	35
ITEM 1.	LEGAL PROCEEDINGS	35
ITEM 1A.	RISK FACTORS	35
ITEM 6.	EXHIBITS	35
SIGNATURES		36

PART I. FINANCIAL INFORMATION

ITEM 1. FINANCIAL STATEMENTS

MEASUREMENT SPECIALTIES, INC. AND SUBSIDIARIES
 CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS
 (UNAUDITED)

(Amounts in thousands, except per share amounts)	Three months ended June 30, (As Adjusted)	
	2010	2009
Net sales	\$ 61,170	\$ 43,722
Cost of goods sold	34,966	28,072
Gross profit	26,204	15,650
Selling, general, and administrative expenses	18,633	17,109
Operating income (loss)	7,571	(1,459)
Interest expense, net	758	1,168
Foreign currency exchange gain	(81)	(536)
Equity income in unconsolidated joint venture	(108)	(112)
Other expense	27	20
Income (loss) before income taxes	6,975	(1,999)
Income tax expense (benefit)	1,386	(522)
Net income (loss)	\$ 5,589	\$ (1,477)
Earnings (loss) per common share:		
Net income (loss) - Basic	\$ 0.38	\$ (0.10)
Net income (loss) - Diluted	\$ 0.37	\$ (0.10)
Weighted average shares outstanding - Basic	14,549	14,486
Weighted average shares outstanding - Diluted	15,097	14,486

See accompanying notes to condensed consolidated financial statements.

MEASUREMENT SPECIALTIES, INC. AND SUBSIDIARIES
CONDENSED CONSOLIDATED BALANCE SHEETS
(UNAUDITED)

(Amounts in thousands)	June 30, 2010	(As Adjusted) March 31, 2010
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 24,426	\$ 23,165
Accounts receivable trade, net of allowance for doubtful accounts of \$522 and \$464, respectively	31,390	29,689
Inventories, net	43,512	40,774
Deferred income taxes, net	1,657	1,602
Prepaid expenses and other current assets	3,863	3,148
Other receivables	756	659
Income taxes receivable	1,663	1,287
Total current assets	107,267	100,324
Property, plant and equipment, net	42,626	44,437
Goodwill	99,374	99,235
Acquired intangible assets, net	21,618	23,613
Deferred income taxes, net	7,383	6,607
Investment in unconsolidated joint venture	2,116	2,117
Other assets	1,689	939
Total assets	\$ 282,073	\$ 277,272

See accompanying notes to condensed consolidated financial statements.

MEASUREMENT SPECIALTIES, INC. AND SUBSIDIARIES
 CONDENSED CONSOLIDATED BALANCE SHEETS
 (UNAUDITED)

(Amounts in thousands, except share amounts) (As Adjusted)
 June 30, 2010 March 31, 2010

LIABILITIES AND SHAREHOLDERS' EQUITY

Current liabilities:

Short-term debt	\$	5,000	\$	5,000
Current portion of long-term debt		220		2,295
Current portion of capital lease obligations		129		193
Current portion of promissory notes payable		2,304		