

OLYMPIC STEEL INC
Form 10-Q
October 31, 2013

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
(X)
OF 1934

For the quarterly period ended September 30, 2013

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 0-23320

OLYMPIC STEEL, INC.

(Exact name of registrant as specified in its charter)

Ohio	34-1245650
(State or other jurisdiction of incorporation or organization)	(I.R.S.Employer Identification Number)

5096 Richmond Road, Bedford Heights, Ohio 44146

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(Address of principal executive offices) (Zip Code)

Registrant's telephone number, including area code (216) 292-3800

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 ()

Indicate by check mark whether the registrant has submitted electronically and posted on its corporate website, 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 (X) 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 the definitions of "large accelerated filer" "accelerated filer" and "smaller reporting company" in Rule 12b-2 of the Exchange Act:

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

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

Indicate the number of shares of each of the issuer's classes of common stock, as of the latest practicable date:

Class	Outstanding as of October 31, 2013
Common stock, without par value	10,962,834

Olympic Steel, Inc.

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Part I. FINANCIAL INFORMATION**Item 1. Financial Statements****Olympic Steel, Inc.****Consolidated Balance Sheets**

(in thousands)

	As of	
	September	December
	30,	31,
	2013	2012
	(unaudited)	(audited)
Assets		
Cash and cash equivalents	\$5,999	\$7,782
Accounts receivable, net	131,478	112,841
Inventories, net (includes LIFO debit of \$2,495 as of September 30, 2013)	245,771	290,023
Prepaid expenses and other	11,749	11,731
Total current assets	394,997	422,377
Property and equipment, at cost	358,169	347,935
Accumulated depreciation	(165,044)	(151,608)
Net property and equipment	193,125	196,327
Goodwill	40,787	40,787
Intangible assets, net	34,757	35,424
Other long-term assets	14,043	11,079
Total assets	\$677,709	\$705,994
Liabilities		
Current portion of long-term debt	\$13,090	\$15,282
Accounts payable	101,050	101,471
Accrued payroll	9,460	10,705
Other accrued liabilities	19,294	14,984
Total current liabilities	142,894	142,442
Credit facility revolver	145,745	177,575
Long-term debt	42,292	48,854
Other long-term liabilities	14,238	11,410
Deferred income taxes	32,583	35,856

Total liabilities	377,752	416,137
Shareholders' Equity		
Preferred stock	-	-
Common stock	123,909	122,272
Accumulated other comprehensive loss	(488)	(579)
Retained earnings	176,536	168,164
Total shareholders' equity	299,957	289,857
Total liabilities and shareholders' equity	\$677,709	\$705,994

The accompanying notes are an integral part of these consolidated statements.

Olympic Steel, Inc.**Consolidated Statements of Comprehensive Income**

(in thousands, except per share data)

	Three months ended		Nine months ended	
	September 30,		September 30,	
	2013	2012	2013	2012
	(unaudited)		(unaudited)	
Net sales	\$303,990	\$342,560	\$972,858	\$1,091,977
Costs and expenses				
Cost of materials sold (exclusive of items shown below)	240,974	276,504	768,980	879,060
Warehouse and processing	20,953	21,667	63,019	63,892
Administrative and general	15,617	16,765	51,937	52,647
Distribution	8,739	8,682		