

ASTEC INDUSTRIES INC

Form 10-Q

August 08, 2007

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, DC 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 June 30, 2007

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 0-14714

Astec Industries, Inc.

(Exact name of registrant as specified in its charter)

Tennessee

(State or other jurisdiction of
incorporation or organization)

62-0873631

(I.R.S. Employer Identification No.)

1725 Shepherd Road, Chattanooga, Tennessee

(Address of principal executive offices)

37421

(Zip Code)

(423) 899-5898

(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 is a large accelerated filer, an accelerated filer, or a non-accelerated filer. See definition of "accelerated filer and large accelerated filer" in Rule 12b-2 of the Exchange Act. (Check one):

Large Accelerated Filer ☐

Accelerated Filer ☒

Non-accelerated filer ☐

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act)

YES ☐

NO ☒

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

Class

Common Stock, par value \$0.20

Outstanding at July 30, 2007

22,144,913

ASTEC INDUSTRIES, INC.
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PART I -- FINANCIAL INFORMATION**Item 1. Financial Statements**

Astec Industries, Inc. and Subsidiaries
Condensed Consolidated Balance Sheets
(in thousands)

	June 30, 2007 (unaudited)	December 31, 2006
ASSETS		
Current Assets:		
Cash and cash equivalents	\$ 72,166	\$ 44,878
Trade receivables, net	80,560	64,591
Other receivables	1,424	2,083
Inventories	166,663	157,836
Prepaid expenses and other	5,182	5,750
Deferred income tax assets	8,891	7,880
Total current assets	334,886	283,018
Property and equipment, net	121,426	113,914
Goodwill	20,009	19,384
Other	11,518	5,547
Total assets	\$ 487,839	\$ 421,863
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current Liabilities:		
Accounts payable	\$ 47,679	\$ 42,561
Accrued product warranty	8,137	7,184
Customer deposits	27,180	22,486
Accrued payroll and related liabilities	7,036	9,298
Accrued loss reserves	2,939	2,976
Income taxes payable	4,357	671
Other accrued liabilities	23,480	19,693
Total current liabilities	120,808	104,869
Deferred income tax liabilities	5,541	6,332
Accrued retirement benefit costs	2,587	3,000
Other	12,545	10,797
Minority interest	778	699
Total shareholders' equity	345,580	296,166
Total liabilities and shareholders' equity	\$ 487,839	\$ 421,863

See Notes to Unaudited Condensed Consolidated Financial Statements

Astec Industries, Inc. and Subsidiaries
Condensed Consolidated Statements of Income
(in thousands, except per-share and share amounts)
(unaudited)

	Three Months Ended June 30,		Six Months Ended June 30,	
	2007	2006	2007	2006
Net sales	\$ 226,414	\$ 191,262	\$ 441,976	\$ 376,986
Cost of sales	167,471	143,835	328,660	284,407
Gross profit	58,943	47,427	113,316	92,579
Selling, general, administrative and engineering expenses	30,318	27,227	60,848	54,967
Income from operations	28,625	20,200	52,468	37,612
Interest expense	201	417	616	847
Other income, net of expense	714	136	1,400	401
Income before income taxes and minority interest	29,138	19,919		