

NATIONAL PRESTO INDUSTRIES INC
Form 10-Q
May 08, 2008

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 July 1, 2007
- 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 1-2451

NATIONAL PRESTO INDUSTRIES, INC.

(Exact name of registrant as specified in its charter)

WISCONSIN
(State or other jurisdiction of incorporation or organization)

39-0494170
(I.R.S. Employer Identification No.)

3925 NORTH HASTINGS WAY
EAU CLAIRE, WISCONSIN
(Address of principal executive offices)

54703-3703
(Zip Code)

(Registrant's telephone number, including area code) 715-839-2121

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, 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 Exchange Act.

Large accelerated filer Accelerated filer Non-accelerated filer Smaller reporting company

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

Yes No

There were 6,844,916 shares of the Issuer's Common Stock outstanding as of April 27, 2008.

2

PART I FINANCIAL INFORMATION

ITEM 1. FINANCIAL STATEMENTS

NATIONAL PRESTO INDUSTRIES, INC. AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS

July 1, 2007 and December 31, 2006

(Unaudited)

(Dollars in thousands)

Edgar Filing: NATIONAL PRESTO INDUSTRIES INC - Form 10-Q

	2007		2006	
ASSETS				
CURRENT ASSETS:				
Cash and cash equivalents		\$ 13,998		\$ 46,696
Marketable securities		112,703		96,920
Accounts receivable, net		52,073		65,571
Inventories:				
Finished goods	\$	36,133		\$ 24,276
Work in process		23,683		22,198
Raw materials		6,222	66,038	9,018
Deferred tax assets				7,466
Other current assets			966	1,037
Total current assets			253,251	273,182
PROPERTY, PLANT AND EQUIPMENT		89,032		86,975
Less allowance for depreciation		28,406	60,626	24,416
GOODWILL			11,485	9,085
OTHER ASSETS			150	150
			\$ 325,512	\$ 344,976

The accompanying notes are an integral part of the financial statements.

3

NATIONAL PRESTO INDUSTRIES, INC. AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS

July 1, 2007 and December 31, 2006

(Unaudited)

(Dollars in thousands)

	2007	2006
LIABILITIES		
CURRENT LIABILITIES:		

Edgar Filing: NATIONAL PRESTO INDUSTRIES INC - Form 10-Q

Accounts payable	\$31,632	\$35,424
Federal and state income taxes	1,294	7,029
Accrued liabilities	23,373	20,575
Total current liabilities	56,299	63,028
DEFERRED INCOME TAXES	1,606	1,606
COMMITMENTS AND CONTINGENCIES		

STOCKHOLDERS EQUITY

Common stock, \$1 par value:		
Authorized: 12,000,000 shares		
Issued: 7,440,518 shares	\$7,441	\$7,441
Paid-in capital	1,439	1,277
Retained earnings	277,592	290,519
Accumulated other comprehensive income (loss)	(35)	(22)
	286,437	299,215
Treasury stock, at cost	18,830	18,873
Total stockholders equity	267,607	280,342
	\$325,512	\$344,976

The accompanying notes are an integral part of the financial statements.

4

NATIONAL PRESTO INDUSTRIES, INC.

CONSOLIDATED STATEMENTS OF EARNINGS

Three Months and Six Months Ended July 1, 2007 and July 2, 2006

(Unaudited)

(In thousands except per share data)

	Three Months Ended		Six Months Ended	
	2007	2006	2007	2006
Net sales	\$96,186	\$58,014	\$177,256	\$103,067
Cost of sales	80,717	49,103	149,473	88,872

Edgar Filing: NATIONAL PRESTO INDUSTRIES INC - Form 10-Q

Gross profit	15,469	8,911	27,783	14,195
Selling and general expenses	6,542	5,096	13,074	10,081
Operating profit	8,927	3,815	14,709	4,114
Other income	1,339	1,348	2,838	3,385
Earnings before provision for income taxes	10,266	5,163	17,547	7,499
Income tax provision	3,317	1,549	5,577	1,967
Net earnings	\$6,949	\$3,614	\$11,970	\$5,532