

ASTEC INDUSTRIES INC
Form 10-Q
November 09, 2012

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 quarterly period ended September 30, 2012

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 001-11595

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 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, 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. (Check one):

Large Accelerated Filer Accelerated Filer
Non-accelerated filer (Do not check if a smaller reporting company) 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 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	Outstanding at October 26, 2012
Common Stock, par value \$0.20	22,787,508

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PART I -- FINANCIAL INFORMATION

Item 1. Financial Statements

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

	September 30, 2012	December 31, 2011
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 35,564	\$ 57,505
Trade receivables, net	105,075	97,941
Other receivables	4,245	4,119
Inventories	340,982	299,065
Prepaid expenses and other	12,347	10,068
Deferred income tax assets	13,894	16,856
Total current assets	512,107	485,554
Property and equipment, net	192,602	188,018
Investments	10,366	9,739
Goodwill	14,981	14,989
Other long-term assets	17,357	18,583
Total assets	\$ 747,413	\$ 716,883
LIABILITIES AND EQUITY		
Current liabilities:		
Accounts payable	\$ 49,456	\$ 55,170
Accrued product warranty	13,441	12,663
Customer deposits	45,544	42,287
Accrued payroll and related liabilities	17,452	18,897
Accrued loss reserves	3,459	3,779
Other accrued liabilities	24,060	21,226
Total current liabilities	153,412	154,022
Deferred income tax liabilities	16,809	15,983
Other long-term liabilities	16,612	17,695
Total liabilities	186,833	187,700
Shareholders' equity	558,947	528,577
Non-controlling interest	1,633	606
Total equity	560,580	529,183
Total liabilities and equity	\$ 747,413	\$ 716,883

See Notes to Unaudited Condensed Consolidated Financial Statements

Astec Industries, Inc.
Condensed Consolidated Statements of Income
(in thousands, except per share data)
(unaudited)

	Three Months Ended		Nine Months Ended	
	September 30,		September 30,	
	2012	2011	2012	2011
Net sales	\$227,041	\$214,624	\$747,554	\$692,569
Cost of sales	177,598	168,224	581,234	529,495
Gross profit	49,443	46,400	166,320	163,074
Selling, general, administrative and engineering expenses	40,003	37,362	122,266	115,640
Asset impairment charge	-	-	-	2,170
Income from operations	9,440	9,038	44,054	45,264
Interest expense	152	46	242	140
Other income, net of expenses	856	264	2,333	1,037
Income before income taxes	10,144	9,256	46,145	46,161
Income taxes	3,244	1,492	16,558	14,134
Net income	6,900	7,764	29,587	32,027
Net income attributable to non-controlling interest	48	41	124	74
Net income attributable to controlling interest	\$6,852			