

UTAH MEDICAL PRODUCTS INC
Form 10-Q
May 09, 2007

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM 10-Q

Quarterly Report Under Section 13 or 15(d) of
The Securities Exchange Act of 1934

For quarter ended: March 31, 2007

Commission File No. 0-11178

UTAH MEDICAL PRODUCTS, INC.
(Exact name of Registrant as specified in its charter)

UTAH
(State or other jurisdiction of
incorporation or organization)

87-0342734
(I.R.S. Employer
Identification No.)

7043 South 300 West
Midvale, Utah 84047
Address of principal executive offices

Registrant's telephone number: (801) 566-1200

Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Sections 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 Act). Yes No

Indicate the number of shares outstanding of each of the issuer's classes of common stock as of May 9, 2007:
3,931,000.

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PART I - FINANCIAL INFORMATION

Item 1. Financial Statements

UTAH MEDICAL PRODUCTS, INC. AND SUBSIDIARIES
CONSOLIDATED CONDENSED BALANCE SHEETS AS OF
MARCH 31, 2007 AND DECEMBER 31, 2006
(in thousands)

| <u>ASSETS</u> | (unaudited) MARCH 31, 2007 | (audited) DECEMBER 31, 2006 |
|---|----------------------------------|-----------------------------------|
| Current assets: | | |
| Cash | \$ 634 | \$ 610 |
| Investments, available-for-sale | 21,011 | 20,439 |
| Accounts & other receivables - net | 4,279 | 3,746 |
| Inventories | 3,204 | 3,037 |
| Other current assets | 680 | 579 |
| Total current assets | 29,808 | 28,411 |
| Property and equipment - net | 8,346 | 8,331 |
| Goodwill | 7,191 | 7,191 |
| Other intangible assets | 2,596 | 2,588 |
| Other intangible assets - accumulated amortization | (2,346) | (2,334) |
| Other intangible assets - net | 250 | 254 |
| TOTAL | \$ 45,595 | \$ 44,187 |
| <u>LIABILITIES AND STOCKHOLDERS' EQUITY</u> | | |
| Current liabilities: | | |
| Accounts payable | \$ 649 | \$ 599 |
| Accrued expenses | 3,180 | 2,341 |
| Current portion of note payable | 441 | 441 |
| Total current liabilities | 4,270 | 3,381 |
| Note payable | 4,223 | 4,383 |
| Deferred income taxes | 311 | 308 |
| Total liabilities | 8,804 | 8,072 |
| Stockholders' equity: | | |
| Preferred stock - \$.01 par value; authorized - 5,000 shares; no shares issued or outstanding | | |
| Common stock - \$.01 par value; authorized - 50,000 shares; issued - March 31, 2007, 3,946 shares and December 31, 2006, 3,944 shares | 39 | 39 |
| Accumulated other comprehensive income | (727) | (720) |

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| | | |
|----------------------------|------------------|------------------|
| Retained earnings | 37,479 | 36,796 |
| Total stockholders' equity | 36,791 | 36,115 |
| TOTAL | \$ 45,595 | \$ 44,187 |

see notes to consolidated condensed financial statements

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UTAH MEDICAL PRODUCTS, INC. AND SUBSIDIARIES
CONSOLIDATED CONDENSED STATEMENTS OF INCOME FOR THE
THREE MONTHS ENDED MARCH 31, 2007 AND MARCH 31, 2006

(in thousands, except per share amounts)
(unaudited)

| | THREE MONTHS ENDED MARCH 31, | |
|-------------------------------------|---------------------------------|----------|
| | 2007 | 2006 |
| NET SALES | \$ 7,118 | \$ 7,104 |
| COST OF SALES | 3,181 | 3,097 |
| Gross Margin | 3,937 | 4,007 |
| EXPENSES | | |
| Selling, general and administrative | 1,150 | 1,308 |
| Research & development | 96 | 68 |
| Total | 1,246 | 1,376 |
| Income from Operations | 2,691 | 2,632 |
| OTHER INCOME | 300 | 414 |
| Income Before Income Tax Expense | 2,991 | 3,046 |
| Income Tax Expense | 1,047 | 1,010 |