

Edgar Filing: MERIT MEDICAL SYSTEMS INC - Form 10-Q

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

Common Stock 44,587,038

Title or class	Number of Shares Outstanding at November 4, 2016
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PART I - FINANCIAL INFORMATION

ITEM 1. FINANCIAL STATEMENTS

MERIT MEDICAL SYSTEMS, INC. AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS

SEPTEMBER 30, 2016 AND DECEMBER 31, 2015

(In thousands)

	September 30, 2016 (unaudited)	December 31, 2015
ASSETS		
CURRENT ASSETS:		
Cash and cash equivalents	\$ 17,318	\$ 4,177
Trade receivables — net of allowance for uncollectible accounts — 2016 — \$1,731 and 2015 — \$1,731	79,597	70,292
Employee receivables	176	217
Other receivables	3,350	6,799
Inventories	116,908	105,999
Prepaid expenses	7,005	5,634
Prepaid income taxes	3,059	2,955
Deferred income tax assets	6,408	7,025
Income tax refund receivables	373	905
Total current assets	234,294	204,003
PROPERTY AND EQUIPMENT:		
Land and land improvements	19,539	19,307
Buildings	139,559	136,595
Manufacturing equipment	171,308	158,775
Furniture and fixtures	43,425	39,301
Leasehold improvements	29,519	27,561
Construction-in-progress	33,073	26,292
Total property and equipment	436,423	407,831
Less accumulated depreciation	(157,797)	(140,053)
Property and equipment — net	278,626	267,778
OTHER ASSETS:		
Intangible assets:		
Developed technology — net of accumulated amortization — 2016 — \$48,546 and 2015 — \$48,546	38,967	69,861
Other — net of accumulated amortization — 2016 — \$28,441 and 2015 — \$26,603	46,701	39,493
Goodwill	213,069	184,472
Other assets	16,296	13,121
Total other assets	415,679	306,947

TOTAL	\$ 928,599	\$ 778,728
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See condensed notes to consolidated financial statements. (continued)

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MERIT MEDICAL SYSTEMS, INC. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
SEPTEMBER 30, 2016 AND DECEMBER 31, 2015
(In thousands)

	September 30, 2016 (unaudited)	December 31, 2015
LIABILITIES AND STOCKHOLDERS' EQUITY		
CURRENT LIABILITIES:		
Trade payables	\$ 30,192	\$ 37,977
Accrued expenses	44,927	37,846
Current portion of long-term debt	10,000	10,000
Advances from employees	544	589
Income taxes payable	809	1,498
Total current liabilities	86,472	87,910
LONG-TERM DEBT	317,760	197,593
DEFERRED INCOME TAX LIABILITIES	21,886	10,985
LIABILITIES RELATED TO UNRECOGNIZED TAX BENEFITS	402	768
DEFERRED COMPENSATION PAYABLE	9,000	8,500
DEFERRED CREDITS	2,593	2,721