

ROTONICS MANUFACTURING INC/DE
Form 10-Q
May 05, 2003

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 quarterly period ended: March 31, 2003

Commission File number: 1-9429

ROTONICS MANUFACTURING INC.

(Exact name of registrant as specified in its charter)

DELAWARE

(State or other jurisdiction of
incorporation or organization)

36-2467474

(I.R.S. Employer
Identification Number)

17022 South Figueroa Street, Gardena, California 90248

(Address of principal executive offices) (Zip Code)

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(310) 538-4932

(Registrant's telephone number, including area code)

N/A

(Former name, former address and former fiscal year, if changed since last report)

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

Class	Outstanding at March 31, 2003
Common Shares (\$0.01 stated value)	12,423,117 Shares
	Total Page 18

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PART I. FINANCIAL INFORMATION

Item 1. Financial StatementsROTONICS MANUFACTURING INC.CONSOLIDATED BALANCE SHEETS

	March 31, 2003 (Unaudited)	June 30, 2002
<u>ASSETS</u>		
Current assets:		
Cash	\$ 53,400	\$ 66,900
Accounts receivable, net of allowance for doubtful accounts of \$220,000 and \$175,000, respectively	4,477,700	5,122,000
Current portion of notes receivable	9,400	10,300
Inventories	6,251,800	6,308,500
Deferred income taxes, net	292,300	272,800
Prepaid expenses and other current assets	592,800	262,600
Total current assets	11,677,400	12,043,100
Notes receivable, less current portion	282,100	336,800
Investment in partnership	105,200	108,700
Property, plant and equipment, net	14,635,200	15,004,000
Intangible assets, net	274,100	308,700
Other assets	42,500	40,500
	\$ 27,016,500	\$ 27,841,800

LIABILITIES AND STOCKHOLDERS EQUITY

Current liabilities:		
Current portion of long-term debt	\$ 864,300	\$ 1,357,600
Accounts payable	2,266,600	2,090,700
Accrued liabilities	860,200	982,300
Income taxes payable		128,800
Total current liabilities	3,991,100	4,559,400
Bank line of credit	1,059,500	192,000
Long-term debt, less current portion	2,197,000	3,745,200
Deferred income taxes, net	2,583,600	2,565,100
Total liabilities	9,831,200	11,061,700

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Stockholders' equity:			
Common stock, stated value \$.01: authorized 20,000,000 shares; issued and outstanding 12,423,117 and 12,614,942 shares, respectively, net of treasury shares		22,811,300	23,040,100
Accumulated other comprehensive loss, net of tax		(157,400)	(128,000)
Accumulated deficit		(5,468,600)	(6,132,000)
Total stockholders' equity		17,185,300	16,780,100
	\$	27,016,500	\$ 27,841,800

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

ROTONICS MANUFACTURING INC.**CONSOLIDATED STATEMENTS OF INCOME/(LOSS), COMPREHENSIVE INCOME/(LOSS) AND ACCUMULATED DEFICIT**

(Unaudited)

	Three Months Ended		Nine Months Ended	
	March 31,		March 31,	
	2003	2002	2003	2002
Net sales	\$ 8,720,800	\$ 9,368,100	\$ 26,146,100	\$ 26,884,000
Costs and expenses:				
Cost of goods sold	6,599,500	6,722,500	19,610,300	20,034,400
Gross profit	2,121,300	2,645,600	6,535,800	6,849,600
Selling, general and administrative expenses	1,857,400	1,967,600	5,291,900	5,680,700
Income from operations	263,900	678,000	1,243,900	1,168,900
Other (expense)/income:				
Interest expense	(64,600)	(111,700)	(207,800)	