

ASTEC INDUSTRIES INC
Form 10-Q
August 07, 2017

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 June
30, 2017

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 6200873631
(State
or (I.R.S. Employer
other Identification No.)
jurisdiction
of
incorporation
or
organization)

1725
Shepherd
Road, 37421
Chattanooga,
Tennessee
(Address) (Zip Code)
of

principal
executive
offices)

(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, a smaller reporting company, or an emerging growth company. See the definitions of "large accelerated filer," "accelerated filer," "smaller reporting company" and "emerging growth company" in Rule 12b-2 of the Exchange Act. (Check one):

Large
Accelerated
Filer Accelerated Filer

ý

Non-accelerated
filer

(Do
not
check
if a
smaller reporting company)
Emerging
Growth
Company

If an emerging growth company,
indicate by check mark if the
registrant has elected not to use the
extended transition period for
complying with any new or revised
financial accounting standards
provided pursuant to Section 13(a)
of the Exchange Act.

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

YES NO

1

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 July 24, 2017
Common Stock, par value \$0.20	23,069,248

2

ASTEC INDUSTRIES, INC.

INDEX

PART I - Financial Information

Item 1. Financial Statements (unaudited)

Condensed Consolidated Balance Sheets as of June 30, 2017 and December 31, 2016

Condensed Consolidated Statements of Income for the Three and Six Months Ended
June 30,
2017 and 2016

Condensed Consolidated Statements of Comprehensive Income for the Three and Six
Months Ended
June 30, 2017 and 2016

Condensed Consolidated Statements of Cash Flows for the Six Months Ended June 30,
2017
and 2016

Condensed Consolidated Statement of Equity for the Six Months Ended June 30, 2017

Notes to Unaudited Condensed Consolidated Financial Statements

Item 2. Management's Discussion and Analysis of Financial Condition and Results of
Operations

Item 3. Quantitative and Qualitative Disclosures about Market Risk

Item 4. Controls and Procedures

PART II - Other Information

Item 1. Legal Proceedings

Item 1A. Risk Factors

Item 6. Exhibits

PART I -- FINANCIAL INFORMATION

Item 1. Financial Statements

Astec Industries, Inc.

Condensed Consolidated Balance Sheets

(in thousands)

(unaudited)

	June 30, 2017	December 31, 2016
ASSETS		
Current assets:		
Cash and cash equivalents	\$52,107	\$82,371
Investments	2,031	1,024
Trade receivables	143,479	106,659
Other receivables	5,827	4,014
Inventories	381,323	360,404
Prepaid expenses and other	26,320	22,361
Total current assets	611,087	576,833
Property and equipment, net	182,205	180,538
Investments	14,028	13,965
Goodwill	41,647	40,804
Other long-term assets	30,018	31,461
Total assets	\$878,985	\$843,601
LIABILITIES AND EQUITY		
Current liabilities:		
Short-term debt	\$--	\$4,632
Current maturities of long-term debt	2,572	2,538
Accounts payable	65,188	57,297
Income tax payable	474	747
Accrued product warranty	14,269	13,156
Customer deposits	45,916	39,102
Accrued payroll and related liabilities	21,247	25,693
Accrued loss reserves	2,897	2,852
Other current liabilities	23,295	22,844
Total current liabilities	175,858	168,861
Long-term debt	2,763	4,116
Deferred income tax liabilities	1,763	1,669
Other long-term liabilities	20,292	20,114
Total liabilities	200,676	194,760
Shareholders' equity	677,175	647,830
Non-controlling interest	1,134	1,011
Total equity	678,309	648,841
Total liabilities and equity	\$878,985	\$843,601

See Notes to Unaudited Condensed Consolidated Financial Statements

4

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

	Three Months Ended June 30,		Six Months Ended June 30,	
	2017	2016	2017	2016
Net sales	\$301,909	\$294,394	\$620,310	\$573,116
Cost of sales	236,385	220,942	479,014	427,708
Gross profit	65,524	73,452	141,296	145,408
Selling, general, administrative and engineering expenses	44,220	44,961	97,342	88,766
Income from operations	21,304	28,491	43,954	56,642
Interest expense	185	326	450	793
Other income, net of expenses	261	276	773	819
Income from operations before income taxes	21,380	28,441	44,277	56,668
Income taxes	7,021	10,300	14,838	20,849
Net income	14,359	18,141	29,439	35,819
Net loss attributable to non-controlling interest	(61)	(51)	(101)	(116)
Net income attributable to controlling interest	\$14,420	\$18,192	\$29,540	\$35,935
Earnings per common share				
Net income attributable to controlling interest:				
Basic	\$0.63	\$0.79	\$1.28	\$1.56
Diluted	\$0.62	\$0.79	\$1.27	