

P&F INDUSTRIES INC
Form 10-Q
August 13, 2010
Table of Contents

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM 10-Q

x **QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934**

For the Quarterly Period Ended June 30, 2010

o **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 1 - 5332

P&F INDUSTRIES, INC.

(Exact name of registrant as specified in its charter)

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Delaware
(State or other jurisdiction of
incorporation or organization)

22-1657413
(I.R.S. Employer Identification Number)

445 Broadhollow Road, Suite 100, Melville, New York
(Address of principal executive offices)

11747
(Zip Code)

Registrant's telephone number, including area code: **(631) 694-9800**

Indicate by checkmark 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, 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 to 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 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 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

Indicate by checkmark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act). Yes No

As of August 13, 2010 there were 3,614,562 shares of the registrant's Class A Common Stock outstanding.

Table of Contents

P&F INDUSTRIES, INC.

FORM 10-Q

FOR THE QUARTERLY PERIOD ENDED JUNE 30, 2010

TABLE OF CONTENTS

	PAGE
<u>PART I FINANCIAL INFORMATION</u>	1
<u>Item 1.</u>	
<u>Financial Statements</u>	1
<u>Consolidated Condensed Balance Sheets as of June 30, 2010 (unaudited) and December 31, 2009</u>	1
<u>Consolidated Condensed Statements of Operations for the three and six months ended June 30, 2010 and 2009 (unaudited)</u>	3
<u>Consolidated Condensed Statement of Shareholders' Equity for the six months ended June 30, 2010</u>	4
<u>Consolidated Condensed Statements of Cash Flows for the six months ended June 30, 2010 (unaudited) and 2009</u>	5
<u>Notes to Consolidated Condensed Financial Statements</u>	7
<u>Item 2.</u>	
<u>Management's Discussion and Analysis of Financial Condition and Results of Operations</u>	18
<u>Item 3.</u>	
<u>Quantitative and Qualitative Disclosures About Market Risk</u>	27
<u>Item 4T</u>	
<u>Controls and Procedures</u>	27
<u>PART II OTHER INFORMATION</u>	28
<u>Item 1.</u>	
<u>Legal Proceedings</u>	28
<u>Item 1A.</u>	
<u>Risk Factors</u>	28
<u>Item 2.</u>	
<u>Unregistered Sales of Equity Securities and Use of Proceeds</u>	28
<u>Item 3.</u>	
<u>Defaults Upon Senior Securities</u>	28
<u>Item 4.</u>	
<u>RESERVED</u>	28

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<u>Item 5.</u>	<u>Other Information</u>	28
<u>Item 6.</u>	<u>Exhibits</u>	28
<u>Signature</u>		29
<u>Exhibit Index</u>		30

Table of Contents**PART I - FINANCIAL INFORMATION****Item 1. Financial Statements****P&F INDUSTRIES, INC. AND SUBSIDIARIES****CONSOLIDATED CONDENSED BALANCE SHEETS**

	June 30, 2010 (unaudited)	December 31, 2009 (See Note 1)
ASSETS		
CURRENT ASSETS		
Cash	\$ 820,000	\$ 546,000
Accounts receivable net	7,596,000	7,545,000
Inventories - net	17,931,000	19,746,000
Notes and other receivables	92,000	110,000
Deferred income taxes net	670,000	670,000
Income tax refund receivable	49,000	3,270,000
Prepaid expenses and other current assets	209,000	169,000
Assets of discontinued operations	188,000	10,797,000
TOTAL CURRENT ASSETS	27,555,000	42,853,000
PROPERTY AND EQUIPMENT		
Land	1,550,000	1,550,000
Buildings and improvements	7,480,000	7,476,000
Machinery and equipment	16,199,000	16,130,000
	25,229,000	25,156,000
Less accumulated depreciation and amortization	12,792,000	11,990,000
NET PROPERTY AND EQUIPMENT	12,437,000	13,166,000
GOODWILL	5,150,000	5,150,000
OTHER INTANGIBLE ASSETS net	2,476,000	2,651,000
DEFERRED INCOME TAXES -net	1,437,000	1,437,000
ASSETS OF DISCONTINUED OPERATIONS	16,000	3,924,000
OTHER ASSETS net	233,000	237,000
TOTAL ASSETS	\$ 49,304,000	\$ 69,418,000

See accompanying notes to consolidated condensed financial statements (unaudited).

Table of Contents**P&F INDUSTRIES, INC. AND SUBSIDIARIES****CONSOLIDATED CONDENSED BALANCE SHEETS**

	June 30, 2010 (unaudited)	December 31, 2009 (See Note 1)
LIABILITIES AND SHAREHOLDERS EQUITY		
CURRENT LIABILITIES		
Short-term borrowings	\$ 11,300,000	\$ 16,300,000
Accounts payable	2,530,000	1,396,000
Other accrued liabilities	3,103,000	2,003,000
Liabilities of discontinued operations	12,870,000	9,719,000
Current maturities of long-term debt	4,883,000	5,015,000
TOTAL CURRENT LIABILITIES	34,686,000	34,433,000
Long term debt, less current maturities	1,688,000	4,148,000
Liabilities of discontinued operations	313,000	5,222,000