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Exhibit Number	Description
99.1	Press release dated July 21, 2005.

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

ACME UNITED CORPORATION

By /s/ WALTER C. JOHNSEN  
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Walter C. Johnsen  
President and  
Chief Executive Officer

Dated: July 21, 2005

By /s/ PAUL G. DRISCOLL  
-----  
Paul G. Driscoll  
Vice President and  
Chief Financial Officer

Dated: July 21, 2005

EXHIBIT INDEX

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ACME UNITED CORPORATION

NEWS RELEASE

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Acme United Corporation  
1931 Black Rock Turnpike Fairfield, CT 06825  
Phone: (203) 332-7330 FAX: (203) 576-1547  
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FOR IMMEDIATE RELEASE July 21, 2005

ACME UNITED CORPORATION REPORTS 21% NET SALES INCREASE AND A 22% INCREASE IN NET INCOME FOR ITS SECOND QUARTER

FAIRFIELD, CONN. - July 21, 2005 - Acme United Corporation (AMEX:ACU) today announced net income of \$1,314,000 or \$.34 per diluted share for the second

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quarter ended June 30, 2005 compared to \$1,075,000 or \$.29 per diluted share for the comparable period last year. Net income for the six months ended June 30, 2005 was \$1,964,000, or \$.52 per diluted share compared to \$1,468,000, or \$.40 per diluted share in the comparable period last year, a 34% increase.

Net sales for the quarter ended June 30, 2005 were \$14.9 million compared to \$12.3 million in the same period in 2004, an increase of 21% (20% at constant currency). Net sales for the six months ended June 30, 2005 were \$25.5 million compared to \$20.9 million in the same period in 2004, an increase of 22% (20% at constant currency). Net sales in the U.S. increased 25% due to the sale of new products, market share gains and the Clauss business acquired on June 1, 2004. International sales increased by 14%, and 7% in local currency.

Gross margins were 45.2% in the second quarter of 2005 versus 44.9% in the comparable period last year. For the first six months of 2005 gross margins were 45.5% compared to 44.3% in the same period in 2004. The improvement is primarily due to the sale of new products and product rationalization efforts in Europe. These positive impacts were partially offset by mainly higher raw material costs.

Walter C. Johnsen, President and CEO, said, "Acme United continues to plan and invest for future growth. We are finalizing new products for introduction in the fall, and upgrading our systems and customer support. We are very pleased with our continued strong performance."

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The Company's bank debt less cash on June 30, 2005 was \$4.4 million compared to \$4.6 million on June 30, 2004. During the first six months of 2005, the Company repurchased 146,000 shares of its common stock at a cost of \$2.2 million and paid dividends in the total amount of \$146,000.

On June 28, 2005 the Company announced a 50% increase in the quarterly cash dividend to 3 cents per share.

ACME UNITED CORPORATION is a specialized supplier of cutting devices, measuring instruments, and safety products for school, home, office and industrial use.

Forward-looking statements in this report, including without limitation, statements related to the Company's plans, strategies, objectives, expectations, intentions and adequacy of resources, are made pursuant to the safe harbor provisions of the Private Securities Litigation Reform Act of 1995. Investors are cautioned that such forward-looking statements involve risks and uncertainties including without limitation the following: (i) the Company's plans, strategies, objectives, expectations and intentions are subject to change at any time at the discretion of the Company; (ii) the Company's plans and results of operations will be affected by the Company's ability to manage its growth, and (iii) other risks and uncertainties indicated from time to time in the Company's filings with the Securities and Exchange Commission.

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ACME UNITED CORPORATION  
CONSOLIDATED STATEMENT OF INCOME  
SECOND QUARTER REPORT 2005

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Amounts in \$000's except per share data	Quarter Ended June 30, 2005 (Unaudited)	Quarter End June 30, 20 (Unaudited)
Net Sales	\$ 14,904	\$ 12,298
Gross Profit	6,731	5,519
Selling, General, and Administrative Expenses	4,577	3,579
Other Expense	140	120
Pre-Tax Income	2,014	1,820
Income Tax Expense	700	745
Net Income	1,314	1,075
Earnings Per Share Basic	0.37	0.32
Earnings Per Share Diluted	0.34	0.29

Amounts in \$000's except per share data	Six Months Ended June 30, 2005 (Unaudited)	Six Months En June 30, 20 (Unaudited)
Net Sales	\$ 25,487	\$ 20,865
Gross Profit	11,592	9,239
Selling, General, and Administrative Expenses	8,296	6,550
Other Expense	202	159
Pre-Tax Income	3,094	2,530
Income Tax Expense	1,130	1,062
Net Income	1,964	1,468
Earnings Per Share Basic	0.56	0.44
Earnings Per Share Diluted	0.52	0.40

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ACME UNITED CORPORATION  
CONDENSED CONSOLIDATED BALANCE SHEET  
SECOND QUARTER REPORT 2005  
(Unaudited)

Amounts in \$000's	June 30, 2005	June 30, 20
<b>Assets:</b>		
<b>Current Assets:</b>		
Cash	\$ 602	\$ 412
Accounts Receivable, Net	12,625	11,869
Inventories	11,141	8,259
Prepaid and Other current Assets	818	771
<b>Total Current Assets</b>	<b>25,186</b>	<b>21,311</b>
Property and Equipment, Net	2,203	2,225
Other Assets	809	681
<b>Total Assets</b>	<b>\$ 28,198</b>	<b>\$ 24,217</b>
<b>Liabilities and Stockholders' Equity:</b>		
<b>Current Liabilities</b>		
Accounts Payable	3,770	2,203

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Other Current Liabilities	4,559	4,358
Current Portion of Long Term Debt	4,968	2,481
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Total Current Liabilities	13,297	9,042
Long-Term debt	54	2,533
Other Non Current Liabilities	541	809
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Total Stockholders' Equity	13,892	12,384
	14,306	11,833
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Total Liabilities and Stockholders' Equity	\$ 28,198	\$ 24,217
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