

UTAH MEDICAL PRODUCTS INC
Form 10-Q
November 07, 2018

UNITED STATES
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 quarter ended: September 30, 2018 Commission File No. 001-12575

UTAH MEDICAL PRODUCTS, INC.
(Exact name of Registrant as specified in its charter)

UTAH 87 0342734
(State or other jurisdiction of incorporation or organization) (I.R.S. Employer Identification No.)

7043 South 300 West
Midvale, Utah 84047
Address of principal executive offices

Registrant's telephone number: (801) 566 1200

Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Sections 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 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.

Large accelerated filer Accelerated filer Non-accelerated filer 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 Act). Yes No

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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 the number of shares outstanding of each of the issuer's classes of common stock as of November 6, 2018:
3,734,200.

UTAH MEDICAL PRODUCTS, INC.
INDEX TO FORM 10-Q

PART I - FINANCIAL INFORMATION	PAGE
Item 1. Financial Statements	
Consolidated Condensed Balance Sheets as of September 30, 2018 and December 31, 2017	1
Consolidated Condensed Statements of Income for the three and nine months ended September 30, 2018 and September 30, 2017	2
Consolidated Condensed Statements of Cash Flows for the nine months ended September 30, 2018 and September 30, 2017	3
Notes to Consolidated Condensed Financial Statements	4
Item 2. Management's Discussion and Analysis of Financial Condition and Results of Operations	6
Item 3. Quantitative and Qualitative Disclosures About Market Risk	15
Item 4. Controls and Procedures	15
PART II – OTHER INFORMATION	
Item 1. Legal Proceedings	16
Item 1A. Risk Factors	16
Item 2. Unregistered Sales of Equity Securities and Use of Proceeds	17
Item 6. Exhibits	18
SIGNATURES	18

PART I - FINANCIAL INFORMATION

Item 1. Financial Statements

UTAH MEDICAL PRODUCTS, INC. AND SUBSIDIARIES
 CONSOLIDATED CONDENSED BALANCE SHEETS AS OF
 SEPTEMBER 30, 2018 AND DECEMBER 31, 2017
 (in thousands)

	(unaudited) SEPTEMBER 30, 2018	(audited) DECEMBER 31, 2017
<u>ASSETS</u>		
Current assets:		
Cash	\$ 49,352	\$ 39,875
Investments, available-for-sale	0	80
Accounts & other receivables, net	4,476	3,623
Inventories	4,920	5,244
Other current assets	307	366
Total current assets	59,055	49,188
Property and equipment, net	10,574	11,621
Goodwill	13,854	14,092
Other intangible assets	33,693	34,805
Other intangible assets - accumulated amortization	(18,024)	(16,961)
Other intangible assets, net	15,669	17,844
Total assets	\$ 99,152	\$ 92,745
<u>LIABILITIES AND STOCKHOLDERS' EQUITY</u>		
Current liabilities:		
Accounts payable	\$ 668	\$ 934
Accrued expenses	4,102	4,346
Total current liabilities	4,770	5,280
Deferred tax liability - intangible assets	2,698	3,102
Other long term liabilities	2,441	5,785
Deferred income taxes	412	456
Total liabilities	10,321	14,623
Stockholders' equity:		
Preferred stock - \$.01 par value; authorized - 5,000 shares; no shares issued or outstanding	-	-
Common stock - \$.01 par value; authorized - 50,000 shares; issued - September 30, 2018, 3,734 shares and December 31, 2017, 3,721 shares	37	37
Accumulated other comprehensive income (loss)	(10,261)	(8,341)
Additional paid-in capital	1,297	809
Retained earnings	97,758	85,617
Total stockholders' equity	88,831	78,122
Total liabilities and stockholders' equity	\$ 99,152	\$ 92,745

see notes to consolidated condensed financial statements

UTAH MEDICAL PRODUCTS, INC. AND SUBSIDIARIES
 CONSOLIDATED CONDENSED STATEMENTS OF INCOME FOR THE
 THREE AND NINE MONTHS ENDED SEPTEMBER 30, 2018 AND
 SEPTEMBER 30, 2017

(in thousands, except per share amounts - unaudited)

	THREE MONTHS ENDED SEPTEMBER 30,		NINE MONTHS ENDED SEPTEMBER 30,	
	2018	2017	2018	2017
Sales, net	\$10,390	\$10,125	\$32,242	\$31,213
Cost of goods sold	4,096	3,629	12,042	11,288
Gross profit	6,294	6,496	20,200	19,925
Operating expense				
Selling, general and administrative	1,784	1,714	5,433	5,146
Research & development	108	103	338	341
Total operating expense	1,892	1,817	5,771	5,487
Operating income	4,402	4,679	14,429	14,438
Other income (expense)	79	17	617	65
Income before provision for income taxes	4,481	4,696	15,046	14,503
Provision for income taxes				