

CHASE CORP  
Form 10-Q  
January 09, 2013  
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**UNITED STATES**  
**SECURITIES AND EXCHANGE COMMISSION**

Washington, D.C. 20549

**FORM 10-Q**

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

For the Quarterly Period Ended November 30, 2012

Commission File Number: 1-9852

**CHASE CORPORATION**

(Exact name of registrant as specified in its charter)

**Massachusetts**  
(State or other jurisdiction of incorporation  
of organization)

**11-1797126**  
(I.R.S. Employer Identification No.)

**26 Summer Street, Bridgewater, Massachusetts 02324**

(Address of Principal Executive Offices, Including Zip Code)

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(508) 819-4200

(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, 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, or a smaller reporting company. See the definitions of large accelerated filer, accelerated filer and smaller reporting company in Rule 12b-2 of the Exchange Act.

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

The number of shares of Common Stock outstanding as of December 31, 2012 was 9,065,853.

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**CHASE CORPORATION**  
**CONSOLIDATED BALANCE SHEETS**  
(UNAUDITED)

*In thousands, except share and per share amounts*

	November 30, 2012	August 31, 2012
<b>ASSETS</b>		
Current Assets:		
Cash & cash equivalents	\$ 15,373	\$ 15,180
Accounts receivable, less allowance for doubtful accounts of \$668 and \$817	30,974	31,621
Inventories	36,628	32,323
Prepaid expenses and other current assets	2,451	1,810
Deferred income taxes	2,821	2,855
Total current assets	88,247	83,789
Property, plant and equipment, net	48,522	49,279
Other Assets:		
Goodwill	38,806	38,793
Intangible assets, less accumulated amortization of \$14,162 and \$12,847	35,350	36,363
Cash surrender value of life insurance	7,084	7,145
Restricted investments	921	874
Other assets	232	244
	\$ 219,162	\$ 216,487
<b>LIABILITIES AND EQUITY</b>		
Current Liabilities:		
Accounts payable	\$ 15,333	\$ 11,559
Accrued payroll and other compensation	2,460	5,219
Accrued expenses	5,312	6,005
Accrued income taxes	1,460	1,892
Dividends payable	3,626	
Current portion of long-term debt	5,600	5,600
Total current liabilities	33,791	30,275
Long-term debt, less current portion	63,000	64,400
Deferred compensation	1,810	1,775
Accumulated pension obligation	7,507	7,702
Other liabilities	80	92

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Deferred income taxes	12,597	12,598
Commitments and Contingencies (Note 10)		
Equity:		
First Serial Preferred Stock, \$1.00 par value: Authorized 100,000 shares; none issued		
Common stock, \$.10 par value: Authorized 20,000,000 shares; 9,065,677 shares at November 30, 2012 and 9,001,582 shares at August 31, 2012 issued and outstanding	907	900
Additional paid-in capital	12,521	12,109
Accumulated other comprehensive loss	(4,568)	(5,030)
Retained earnings	90,060	90,146
Chase Corporation stockholders' equity	98,920	98,125
Non-controlling interest related to NEPTCO joint venture	1,457	1,520
Total equity	100,377	99,645
Total liabilities and equity	\$ 219,162	\$ 216,487

See accompanying notes to the consolidated financial statements

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**CHASE CORPORATION**  
**CONSOLIDATED STATEMENTS OF OPERATIONS**  
(UNAUDITED)

*In thousands, except share and per share amounts*

	<b>Three Months Ended November 30,</b>	
	<b>2012</b>	<b>2011</b>
<b>Revenues</b>		
Sales	\$ 52,976	\$ 31,654
Royalties and commissions	424	476
	53,400	32,130
<b>Costs and Expenses</b>		
Cost of products and services sold		