

PARK ELECTROCHEMICAL CORP

Form 10-Q

July 07, 2011

UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM 10-Q

(Mark One)

QUARTERLY REPORT PURSUANT TO SECTION 13 OR 14(d) OF THE SECURITIES EXCHANGE ACT OF 1934

For the quarterly period ended May 29, 2011

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 1-4415

PARK ELECTROCHEMICAL CORP.

(Exact Name of Registrant as Specified in Its Charter)

New York (State or Other Jurisdiction of Incorporation or Organization)	11-1734643 (I.R.S. Employer Identification No.)
---	---

48 South Service Road, Melville, N.Y. (Address of Principal Executive Offices)	11747 (Zip Code)
--	---------------------

(631) 465-3600
(Registrant's Telephone Number, Including
Area Code)

Not Applicable
(Former Name, Former Address and Former
Fiscal Year,
if Changed Since Last Report)

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 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 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 Smaller Reporting Company

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

Indicate the number of shares outstanding of each of the issuer's classes of common stock, as of the latest practicable date: 20,726,671 as of July 6, 2011.

PARK ELECTROCHEMICAL CORP.
AND SUBSIDIARIES

TABLE OF CONTENTS

		Page Number
PART I.	FINANCIAL INFORMATION:	
Item 1.	Financial Statements	
	Condensed Consolidated Balance Sheets May 29, 2011 (Unaudited) and February 27, 2011	3
	Consolidated Statements of Operations 13 weeks ended May 29, 2011 and May 30, 2010 (Unaudited)	4
	Condensed Consolidated Statements of Cash Flows 13 weeks ended May 29, 2011 and May 30, 2010 (Unaudited)	5
	Notes to Condensed Consolidated Financial Statements (Unaudited)	6
Item 2.	Management's Discussion and Analysis of Financial Condition and Results of Operations	14
	Factors That May Affect Future Results	23
Item 3.	Quantitative and Qualitative Disclosures About Market Risk	23
Item 4.	Controls and Procedures	23
PART II.	OTHER INFORMATION:	
Item 1.	Legal Proceedings	25
Item 1A.	Risk Factors	25
Item 2.	Unregistered Sales of Equity Securities and Use of Proceeds	25
Item 3.	Defaults Upon Senior Securities	25
Item 4.	Reserved	25
Item 5.	Other Information	25
Item 6.	Exhibits	26
SIGNATURES		27

EXHIBIT INDEX

28

2

PART I. FINANCIAL INFORMATION

PARK ELECTROCHEMICAL CORP.
AND SUBSIDIARIESCONDENSED CONSOLIDATED BALANCE SHEETS
(Amounts in thousands)

	May 29, 2011 (Unaudited)	February 27, 2011
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 164,872	\$ 112,195
Marketable securities (Note 4)	91,084	138,249
Accounts receivable, net	30,231	29,822
Inventories (Note 5)	14,268	12,888
Prepaid expenses and other current assets	3,484	3,805
Total current assets	303,939	296,959
Property, plant and equipment, net	41,379	41,292
Goodwill	7,576	6,476
Other assets	9,416	9,081
Total assets	\$ 362,310	\$ 353,808
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current liabilities:		
Accounts payable	\$ 11,160	\$ 9,944
Accrued liabilities	10,039	9,497
Income taxes payable	6,766	5,812
Total current liabilities	27,965	25,253
Deferred income taxes	1,460	1,460
Other liabilities (Note 7)	1,637	1,787
Total liabilities	31,062	28,500
Stockholders' equity:		
Common stock	2,072	2,072
Additional paid-in capital	154,780	154,459
Retained earnings	171,965	166,795
Treasury stock, at cost	(1)	(1)
Accumulated other comprehensive income	2,432	1,983
Total stockholders' equity	331,248	325,308
Total liabilities and stockholders' equity	\$ 362,310	\$ 353,808

*The balance sheet at February 27, 2011 has been derived from the audited financial statements at that date.

See accompanying Notes to the Condensed Consolidated Financial Statements (Unaudited).

PARK ELECTROCHEMICAL CORP.
AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF OPERATIONS
(Amounts in thousands, except per share amounts)

	13 weeks ended (Unaudited)	
	May 29, 2011	May 30, 2010
Net sales	\$ 51,817	\$ 59,026
Cost of sales	35,848	38,863
Gross profit	15,969	20,163
Selling, general and administrative expenses	7,550	7,762
Earnings from operations	8,419	12,401
Interest income and other income		