

SERVOTRONICS INC /DE/
Form 10-Q
August 14, 2014

UNITED STATES SECURITIES AND EXCHANGE COMMISSION
Washington, D. C. 20549
Form 10-Q

(Mark One)

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

For the quarterly period ended June 30, 2014

or

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

Commission File No. 1-07109

SERVOTRONICS, INC.

(Exact name of registrant as specified in its charter)

Delaware

(State or other jurisdiction of
incorporation or organization)

16-0837866

(I. R. S. Employer
Identification No.)

1110 Maple Street

Elma, New York 14059

(Address of principal executive offices) (zip code)

(716) 655-5990

(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 (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 (§232.405) 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 Smaller reporting company

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act).

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Yes No

Indicate the number of shares outstanding of each of the issuer's classes of common stock, as of the latest practicable date.

Class	Outstanding at July 30, 2014
Common Stock, \$.20 par value	2,457,854

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SERVOTRONICS, INC. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
(\$000's omitted except share and per share data)

	June 30, 2014 (Unaudited)	December 31, 2013
Current assets:		
Cash and cash equivalents	\$3,317	\$4,502
Accounts receivable, net	5,576	4,990
Inventories, net	12,855	11,929
Prepaid income taxes	148	310
Deferred income taxes	747	747
Other assets	465	311
Total current assets	23,108	22,789
Property, plant and equipment, net	7,404	6,860
Other non-current assets	361	354
Total Assets	\$30,873	\$30,003
Liabilities and Shareholders' Equity		
Current liabilities:		
Current portion of long-term debt	\$2,640	\$2,641
Accounts payable	1,759	1,216
Accrued employee compensation and benefit costs	1,653	1,612
Other accrued liabilities	300	297
Total current liabilities	6,352	5,766
Long-term debt	12	21
Deferred income taxes	482	482
Commitments and contingencies (See Note 8)	-	-
Shareholders' equity:		
Common stock, par value \$.20; authorized 4,000,000 shares; issued 2,614,506 shares; outstanding 2,262,061 (2,285,883 - 2013) shares	523	523
Capital in excess of par value	14,045	14,024
Retained earnings	12,604	12,302
Accumulated other comprehensive loss	(26)	(26)
Employee stock ownership trust commitment	(1,065)	(1,065)

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Treasury stock, at cost 156,652 (132,830 - 2013) shares	(2,054)	(2,024)
Total shareholders' equity	24,027	23,734
Total Liabilities and Shareholders' Equity	\$ 30,873	\$ 30,003

See notes to consolidated financial statements

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SERVOTRONICS, INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF INCOME
(\$000's omitted except per share data)
(Unaudited)

Three Months
Ended

Six Months Ended