

MARINE PRODUCTS CORP
Form 10-Q
August 04, 2008

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 June 30, 2008

Commission File No. 1-16263

MARINE PRODUCTS CORPORATION
(exact name of registrant as specified in its charter)

Delaware
(State or other jurisdiction of
incorporation or organization)

58-2572419
(I.R.S. Employer Identification
Number)

2801 Buford Highway, Suite 520, Atlanta, Georgia 30329
(Address of principal executive offices) (zip code)

Registrant's telephone number, including area code -- (404) 321-7910

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 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. (Check one):

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

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As of July 23, 2008, Marine Products Corporation had 36,431,574 shares of common stock outstanding.

Marine Products Corporation

Table of Contents

| | Page No. |
|---|-------------|
| Part I. Financial Information | |
| Item 1. Financial Statements (Unaudited) | |
| Consolidated Balance Sheets – As of June 30, 2008 and December 31, 2007 | 3 |
| Consolidated Statements of Income – for the three and six months ended June 30, 2008 and 2007 | 4 |
| Consolidated Statement of Stockholders’ Equity – for the six months ended June 30, 2008 | 5 |
| Consolidated Statements of Cash Flows – for the six months ended June 30, 2008 and 2007 | 6 |
| Notes to Consolidated Financial Statements | 7-17 |
| Item 2. Management’s Discussion and Analysis of Financial Condition and Results of Operations | 18 |
| Item 3. Quantitative and Qualitative Disclosures About Market Risk | 26 |
| Item 4. Controls and Procedures | 26 |
| Part II. Other Information | |
| Item 1. Legal Proceedings | 28 |
| Item 1A. Risk Factors | 28 |
| Item 2. Unregistered Sales of Equity Securities and Use of Proceeds | 29 |
| Item 3. Defaults upon Senior Securities | 29 |
| Item 4. Submission of Matters to a Vote of Security Holders | 30 |
| Item 5. Other Information | 30 |
| Item 6. Exhibits | 31 |
| Signatures | 32 |

MARINE PRODUCTS CORPORATION AND SUBSIDIARIES
PART I. FINANCIAL INFORMATION
ITEM 1. FINANCIAL STATEMENTS

CONSOLIDATED BALANCE SHEETS
AS OF JUNE 30, 2008 AND DECEMBER 31, 2007
(In thousands)
(Unaudited)

| | June 30, 2008 | December 31, 2007 (Note 1) |
|---|------------------|-------------------------------------|
| ASSETS | | |
| Cash and cash equivalents | \$ 8,975 | \$ 3,233 |
| Marketable securities | 13,791 | 8,870 |
| Accounts receivable, net | 3,209 | 3,540 |
| Inventories | 26,443 | 33,159 |
| Income taxes receivable | 1,178 | 1,321 |
| Deferred income taxes | 1,691 | 2,746 |
| Prepaid expenses and other current assets | 2,060 | 2,159 |
| Total current assets | 57,347 | 55,028 |
| Property, plant and equipment, net | 15,307 | 15,944 |
| Goodwill | 3,308 | 3,308 |
| Marketable securities | 37,904 | 36,087 |
| Deferred income taxes | 2,615 | 1,098 |
| Other assets | 7,204 | 7,261 |
| Total assets | \$ 123,685 | \$ 118,726 |
| LIABILITIES AND STOCKHOLDERS' EQUITY | | |
| Accounts payable | \$ 5,931 | \$ 4,621 |
| Accrued expenses and other liabilities | 15,112 | 14,294 |
| Total current liabilities | 21,043 | 18,915 |
| Pension liabilities | 5,597 | 5,572 |
| Other long-term liabilities | 495 | 482 |
| Total liabilities | 27,135 | 24,969 |
| Common stock | 3,643 | 3,602 |
| Capital in excess of par value | - | - |
| Retained earnings | 92,989 | 90,105 |
| Accumulated other comprehensive (loss) income | (82) | 50 |
| Total stockholders' equity | 96,550 | 93,757 |
| Total liabilities and stockholders' equity | \$ 123,685 | \$ 118,726 |

The accompanying notes are an integral part of these consolidated statements.

MARINE PRODUCTS CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF INCOME
FOR THE THREE AND SIX MONTHS ENDED JUNE 30, 2008 AND 2007

(In thousands except per share data)

(Unaudited)

| | Three months ended June 30, | | Six months ended June 30, | |
|-----------|-----------------------------|------|---------------------------|------|
| | 2008 | 2007 | 2008 | 2007 |
| Net sales | | | | |