

NAPCO SECURITY TECHNOLOGIES, INC

Form 10-Q

February 14, 2011

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 AND EXCHANGE ACT OF 1934

FOR THE QUARTERLY PERIOD ENDED: DECEMBER 31, 2010

OR

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

FOR THE TRANSITION PERIOD FROM _____ TO _____.

Commission File number: 0-10004

NAPCO SECURITY TECHNOLOGIES, INC.
(Exact name of Registrant as specified in its charter)

Delaware
(State or other jurisdiction of
incorporation of organization)

11-2277818
(IRS Employer Identification
Number)

333 Bayview Avenue
Amityville, New York
(Address of principal executive offices)

11701
(Zip Code)

(631) 842-9400
(Registrant's telephone number including area code)

(Former name, former address and former fiscal year if
changed from 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 and Exchange Act of 1934 during the preceding 12 months (or 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 such shorter period that the registrant was required to submit and post such files). Yes No

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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 definition 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

Number of shares outstanding of each of the issuer’s classes of common stock, as of: February 13, 2011

COMMON STOCK, \$.01 PAR VALUE PER SHARE 19,095,713

NAPCO SECURITY TECHNOLOGIES, INC. AND SUBSIDIARIES

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PART I: FINANCIAL INFORMATION

Item 1. Financial Statements

NAPCO SECURITY TECHNOLOGIES, INC. AND SUBSIDIARIES
CONDENSED CONSOLIDATED BALANCE SHEETS

ASSETS	December 31, 2010 (unaudited)	June 30, 2010 (audited)
	(In thousands except share data)	
CURRENT ASSETS		
Cash and cash equivalents	\$2,777	\$5,522
Accounts receivable, net of reserves	13,736	17,740
Inventories	18,726	17,370
Prepaid expenses and other current assets	776	947
Income tax receivable	1,207	785
Deferred income taxes	448	448
Total Current Assets	37,670	42,812
Inventories - non-current, net	5,787	6,712
Deferred income taxes	1,672	1,842
Property, plant and equipment, net	7,863	8,106
Intangible assets, net	13,293	13,870
Other assets	295	326
TOTAL ASSETS	\$66,580	\$73,668
LIABILITIES AND STOCKHOLDERS' EQUITY		
CURRENT LIABILITIES		
Current maturities of long-term debt	\$2,679	\$--
Loan payable	--	29,849
Accounts payable	3,562	5,320
Accrued expenses	1,973	2,242
Accrued salaries and wages	1,452	1,899
Total Current Liabilities	9,666	39,310
Long-term debt, net of current maturities	23,491	--
Accrued income taxes	121	116
Total Liabilities	33,278	39,426
COMMITMENTS AND CONTINGENCIES		
STOCKHOLDERS' EQUITY		
Common Stock, par value \$0.01 per share; 40,000,000 shares authorized; 20,095,713 shares issued; 19,095,713 shares outstanding	201	201
Additional paid-in capital	14,043	14,006
Retained earnings	24,673	25,650

Less: Treasury Stock, at cost (1,000,000 shares)	38,917	39,857
	(5,615)	(5,615)
TOTAL STOCKHOLDERS' EQUITY	33,302	34,242
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	\$66,580	\$73,668

See accompanying notes to consolidated financial statements.

NAPCO SECURITY TECHNOLOGIES, INC. AND SUBSIDIARIES
CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS (unaudited)