

MYERS INDUSTRIES INC
Form 10-Q
November 06, 2018

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 September 30, 2018

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 1-8524

Myers Industries, Inc.

(Exact name of registrant as specified in its charter)

| | |
|---|---|
| Ohio | 34-0778636 |
| (State or other jurisdiction of incorporation or organization) | (IRS Employer Identification Number) |

| | |
|--|------------|
| 1293 South Main Street | |
| Akron, Ohio | 44301 |
| (Address of principal executive offices) | (Zip code) |

(330) 253-5592

(Registrant's telephone number, including area code)

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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 every Interactive Data File required to be submitted 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 such files). Yes No

Indicate by check mark whether the Registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer, smaller reporting company, or an emerging growth company. See definitions of "large accelerated filer," "accelerated filer," "smaller reporting company," and "emerging growth company" in Rule 12b-2 of the Exchange Act. (Check one):

| | |
|-------------------------|---------------------------|
| Large accelerated filer | Accelerated filer |
| Non-Accelerated filer | Smaller reporting company |
| | Emerging growth company |

If an emerging growth company, indicate by check mark if the registrant has elected not to use the extended transition period for complying with any new or revised financial accounting standards pursuant to section 13(a) of the Exchange Act.

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.

| Class | Outstanding as of October 31, 2018 |
|---------------------------------|------------------------------------|
| Common Stock, without par value | 35,352,452 shares |

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Part I — Financial Information

Item 1. Financial Statements

MYERS INDUSTRIES, INC. AND SUBSIDIARIES

Condensed Consolidated Statements of Operations (Unaudited)

(Dollars in thousands, except per share data)

| | For the Three Months Ended | | For the Nine Months Ended September 30, | |
|--|-------------------------------|------------|--|------------|
| | September 30, 2018 | 2017 | 2018 | 2017 |
| Net sales | \$ 135,219 | \$ 135,113 | \$ 428,347 | \$ 406,937 |
| Cost of sales | 93,128 | 95,970 | 291,150 | 287,741 |
| Gross profit | 42,091 | 39,143 | 137,197 | 119,196 |
| Selling, general and administrative expenses | 34,381 | 35,107 | 104,360 | 101,779 |
| (Gain) loss on disposal of fixed assets | 218 | (2,765) | (96) | (4,012) |
| Impairment charges | — | — | 308 | 544 |
| Other expenses | 33,331 | — | 33,331 | — |
| Operating income (loss) | (25,839) | 6,801 | (706) | 20,885 |
| Interest expense, net | 883 | 1,838 | 3,835 | 5,828 |
| Income (loss) from continuing operations before income taxes | (26,722) | 4,963 | (4,541) | 15,057 |
| Income tax expense (benefit) | (5,585) | 1,880 | 233 | 6,034 |
| Income (loss) from continuing operations | | | | |