

AMTECH SYSTEMS INC  
Form 10-Q  
February 06, 2014  
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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: December 31, 2013  
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: 0-11412

AMTECH SYSTEMS, INC.  
(Exact name of registrant as specified in its charter)

Arizona  
(State or other jurisdiction of  
incorporation or organization)

86-0411215  
(I.R.S. Employer  
Identification No.)

131 South Clark Drive, Tempe, Arizona  
(Address of principal executive offices)

85281  
(Zip Code)

Registrant's telephone number, including area code: 480-967-5146

Indicate by a 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 of this chapter) 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. (Check one):

Large accelerated filer

Accelerated filer

Smaller Reporting Company

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Non-accelerated filer  (Do not check if a 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

Shares of Common Stock outstanding as of January 30, 2014: 9,584,067

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## PART I. FINANCIAL INFORMATION

## Item 1. Condensed Consolidated Financial Statements

## AMTECH SYSTEMS, INC. AND SUBSIDIARIES

## Condensed Consolidated Balance Sheets

(in thousands except share data)

	December 31, 2013 (Unaudited)	September 30, 2013
Assets		
Current Assets		
Cash and cash equivalents	\$30,337	\$37,197
Restricted cash	4,236	5,134
Accounts receivable		
Trade (less allowance for doubtful accounts of \$683 and \$638 at December 31, 2013, and September 30, 2013, respectively)	10,496	4,829
Unbilled and other	7,390	3,194
Inventories	16,712	22,001
Deferred income taxes	1,340	1,330
Refundable income taxes	7,170	7,580
Other	1,801	2,930
Total current assets	79,482	84,195
Property, plant and equipment - net	10,929	11,066
Deferred income taxes -long term	1,260	1,260
Intangible assets - net	3,360	3,502
Goodwill	8,527	8,481
Other assets - long term	2,526	2,443
Total Assets	\$106,084	\$110,947

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

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## AMTECH SYSTEMS, INC. AND SUBSIDIARIES

## Condensed Consolidated Balance Sheets

(in thousands except share data)

	December 31, 2013 (Unaudited)	September 30, 2013
Liabilities and Stockholders' Equity		
Current Liabilities		
Accounts payable	\$5,299	\$5,472
Accrued compensation and related taxes	4,137	3,778
Accrued warranty expense	1,065	1,454
Deferred profit	6,692	3,067
Customer deposits	4,903	11,253
Other accrued liabilities	8,299	10,140
Income taxes payable	6,030	6,170
Total current liabilities	36,425	41,334
Income taxes payable long-term	2,900	2,810
Total liabilities	39,325	44,144
Commitments and Contingencies		
Stockholders' Equity		
Preferred stock; 100,000,000 shares authorized; none issued	—	—
Common stock; \$0.01 par value; 100,000,000 shares authorized; shares issued and outstanding: 9,583,867 and 9,550,809 at December 31, 2013, and September 30, 2013, respectively	96	96
Additional paid-in capital	79,794	79,610
Accumulated other comprehensive loss	(3,827	) (4,556 )
Retained deficit	(8,800	) (8,004 )
Total stockholders' equity	67,263	67,146
Noncontrolling interest	(504	) (343 )
Total equity	66,759	66,803
Total Liabilities and Stockholders' Equity	\$106,084	\$110,947

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

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## AMTECH SYSTEMS, INC. AND SUBSIDIARIES

## Condensed Consolidated Statements of Operations

(Unaudited)

(in thousands, except per share data)

	Three Months Ended December		
	31,		
	2013	2012	
Revenues, net of returns and allowances	\$14,772	\$9,357	
Cost of sales	10,237	7,979	
Gross profit	4,535	1,378	
Selling, general and administrative	4,124	4,272	
Restructuring charges	—	697	
Research and development	889	1,161	
Operating loss	(478	) (4,752	)
Interest and other income, net	106	4	
Loss before income taxes	(372	) (4,748	)