

ACME UNITED CORP
Form 10-Q
May 10, 2010

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 March 31, 2010

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 001-07698

ACME UNITED CORPORATION
(Exact name of registrant as specified in its charter)

CONNECTICUT 06-0236700
(State or other jurisdiction of incorporation or (I.R.S. Employer Identification
organization) No.)

60 ROUND HILL ROAD, FAIRFIELD, 06824
CONNECTICUT
(Address of principal executive offices) (Zip Code)

Registrant's telephone number, including area code: (203) 254-6060

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 definition of "accelerated filer and large accelerated filer" in Rule 12b-2 of the Exchange Act (Check one).

Large accelerated filer Accelerated filer Non-accelerated filer Smaller reporting company

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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 (232.45 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 shell company (as defined in Rule 12b-2 of the Exchange Act). Yes [] No [X]

As of April 22, 2010 the registrant had outstanding 3,174,109 shares of its \$2.50 par value Common Stock.

ACME UNITED CORPORATION

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ACME UNITED CORPORATION
 CONDENSED CONSOLIDATED BALANCE SHEETS
 (all amounts in thousands, except share data)

	March 31, 2010 (unaudited)	December 31, 2009 (Note 1)
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 5,468	\$ 6,519
Accounts receivable, less allowance	10,230	10,704
Inventories:		
Finished goods	17,319	16,337
Work in process	340	97
Raw materials and supplies	838	966
	18,497	17,400
Prepaid expenses and other current assets	1,229	1,133
Total current assets	35,424	35,756
Property, plant and equipment:		
Land	162	172
Buildings	2,491	2,558
Machinery and equipment	8,234	8,170
	10,887	10,900
Less accumulated depreciation	8,838	8,812
	2,049	2,088
Note receivable	1,879	1,891
Other assets	2,556	2,574
Total assets	\$ 41,908	\$ 42,309

See notes to condensed consolidated financial statements.

ACME UNITED CORPORATION
CONDENSED CONSOLIDATED BALANCE SHEETS (continued)
(all amounts in thousands, except share data)

	March 31, 2010 (unaudited)	December 31, 2009 (Note 1)
LIABILITIES		
Current liabilities:		
Accounts payable	\$ 4,030	\$ 3,546
Other accrued liabilities	2,580	3,257
Total current liabilities	6,610	6,803
Long-term debt, less current portion	8,908	9,154
Other	1,815	1,811
Total liabilities	17,333	17,768
STOCKHOLDERS' EQUITY		
Common stock, par value \$2.50: authorized 8,000,000 shares; issued - 4,329,274 shares in 2010 and 4,313,024 shares in 2009, including treasury stock		
	10,823	10,782
Additional paid-in capital	4,274	4,208
Retained earnings	20,613	20,508
Treasury stock, at cost - 1,155,165 shares in 2010 and 2009	(10,144)	(10,144)
Accumulated other comprehensive income:		
Minimum pension liability	(1,134)	(1,134)
Translation adjustment	143	321
	(991)	(813)
Total stockholders' equity	24,575	24,541
Total liabilities and stockholders' equity	\$ 41,908	\$ 42,309

See notes to condensed consolidated financial statements.

ACME UNITED CORPORATION
CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS
(UNAUDITED)

(all amounts in thousands, except per share amounts)

	Three Months Ended March 31	
	2010	2009
Net sales		