

GRAHAM CORP  
Form 10-Q  
August 06, 2018

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 June 30, 2018

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 1-8462

GRAHAM CORPORATION

(Exact name of registrant as specified in its charter)

Delaware	16-1194720
(State or other jurisdiction of	(I.R.S. Employer
incorporation or organization)	Identification No.)

20 Florence Avenue, Batavia, New York 14020  
(Address of principal executive offices) (Zip Code)  
585-343-2216

(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 (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 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, a smaller reporting company, or an emerging growth company. See definition of "large accelerated filer," "accelerated filer," "smaller reporting company," and "emerging growth company" in Rule 12b-2 of the Exchange Act.

Large accelerated filer

Accelerated filer

Non-accelerated filer

(Do not check if a smaller reporting company)

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 provided 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

As of August 6, 2018, there were outstanding 9,831,476 shares of the registrant's common stock, par value \$.10 per share.

Graham Corporation and Subsidiaries

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As of June 30, 2018 and March 31, 2018 and for the Three months ended June 30, 2018 and 2017

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GRAHAM CORPORATION AND SUBSIDIARIES

FORM 10-Q

JUNE 30, 2018

PART I – FINANCIAL INFORMATION

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Item 1. Unaudited Condensed Consolidated Financial Statements  
 GRAHAM CORPORATION AND SUBSIDIARIES

## CONDENSED CONSOLIDATED STATEMENTS OF INCOME AND RETAINED EARNINGS

(Unaudited)

	Three Months Ended	
	June 30,	
	2018	2017
	(Amounts in thousands, except per share data)	
Net sales	\$ 29,551	\$ 20,851
Cost of products sold	22,409	16,073
Gross profit	7,142	4,778
Other expenses and income:		
Selling, general and administrative	4,551	3,654
Selling, general and administrative – amortization	59	58
Other income	(206 )	(119 )
Interest income	(289 )	(151 )
Interest expense	2	3
Total other expenses and income	4,117	3,445
Income before provision for income taxes	3,025	1,333
Provision for income taxes	702	398
Net income	2,323	935
Retained earnings at beginning of period	99,011	110,544
Cumulative effect of change in accounting principle, net of		
income tax benefit of \$301	(1,022 )	—
Dividends	(885 )	(879 )
Retained earnings at end of period	\$ 99,427	\$ 110,600
Per share data		
Basic:		
Net income	\$ 0.24	\$ 0.10
Diluted:		
Net income	\$ 0.24	\$ 0.10
Weighted average common shares outstanding:		