

Edgar Filing: RIVIERA TOOL CO - Form 10-Q

RIVIERA TOOL CO  
Form 10-Q  
January 14, 2003

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 November 30, 2002

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 no. 001-12673

RIVIERA TOOL COMPANY

-----  
(Exact name of registrant as specified in its charter)

Michigan

38-2828870

-----  
(State or other jurisdiction of  
incorporation or organization)

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

5460 Executive Parkway S.E., Grand Rapids, Michigan

49512

-----  
(Address of principal executive offices)

-----  
(Zip Code)

(616) 698-2100

-----  
(Registrant's telephone number, including area code)

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

X

No

-----

-----

There were 3,379,609 shares of the Registrant's common stock outstanding as of January 10, 2003.

PART I  
FINANCIAL INFORMATION

INDEX

Item 1. Financial Statements

Edgar Filing: RIVIERA TOOL CO - Form 10-Q

Balance Sheets as of November 30, 2002 and August 31, 2002.....

Statements of Operations for the Three Months Ended November 30, 2002 and 2001...

Statements of Cash Flows for the Three Months Ended November 30, 2002 and 2001...

Notes to Financial Statements.....

Item 2. Management's Discussion and Analysis of Financial Condition and Results of Operat

Item 3. Quantitative and Qualitative Disclosures about Market Risk.....

Item 4. Controls and Procedures

PART II  
OTHER INFORMATION  
INDEX

Item 5. Other Information

Item 6. Exhibits and Reports on Form 8 - K.

Signatures

Certifications

Exhibits

RIVIERA TOOL COMPANY  
FINANCIAL STATEMENTS

BALANCE SHEETS

ASSETS	NOTE	NOVEMBER 2002 (UNAUDIT
-----	----	-----
CURRENT ASSETS		
-----		
Cash.....		\$
Accounts receivable.....		7,
Costs in excess of billings on contracts in process.....	2	1,
Inventories.....		
Prepaid expenses and other current assets.....		
Total current assets.....		----- 9,
PROPERTY, PLANT AND EQUIPMENT, NET.....	3	14,

Edgar Filing: RIVIERA TOOL CO - Form 10-Q

PERISHABLE TOOLING.....			
OTHER ASSETS.....			
			-----
Total assets.....		\$	24,
			=====
LIABILITIES AND STOCKHOLDERS' EQUITY			
-----			
CURRENT LIABILITIES			
-----			
Current portion of long-term debt.....	1,4	\$	
Accounts payable.....			1,
Accrued liabilities.....			
			-----
Total current liabilities.....			2,
LONG-TERM DEBT.....	1,4		9,
ACCRUED LEASE EXPENSE.....			
			-----
Total liabilities.....			12,
			-----
PREFERRED STOCK - no par value,			
\$100 mandatory redemption value:			
Authorized - 5,000 shares			
Issued and outstanding - no shares.....			
STOCKHOLDERS' EQUITY:			
Preferred stock - no par value,			
Authorized - 200,000 shares			
Issued and outstanding - no shares.....			
Common stock - No par value:			
Authorized - 9,785,575 shares			
Issued and outstanding - 3,379,609 shares at			
November 30, 2002 and August 31, 2002.....			
Retained deficit.....			15,
			(3,
			-----
Total stockholders' equity.....			11,
			-----
Total liabilities and stockholders' equity.....		\$	24,
			=====

See notes to financial statements

RIVIERA TOOL COMPANY

Edgar Filing: RIVIERA TOOL CO - Form 10-Q

STATEMENTS OF OPERATIONS  
(UNAUDITED)

	FOR THE THREE MONTHS ENDING NOVEMBER 30,	
	2002	
	2002	2001
SALES.....	\$ 4,338,602	\$ 4,338,602
COST OF SALES.....	4,045,265	4,045,265
	-----	-----
GROSS PROFIT (LOSS).....	293,337	293,337
SELLING, GENERAL AND ADMINISTRATIVE EXPENSES.....	321,893	321,893
	-----	-----
LOSS FROM OPERATIONS.....	(28,556)	(28,556)
OTHER EXPENSE		
INTEREST EXPENSE.....	(157,451)	(157,451)
OTHER EXPENSE.....	(2,907)	(2,907)
	-----	-----
TOTAL OTHER EXPENSE.....	(160,358)	(160,358)
LOSS BEFORE INCOME TAX BENEFIT.....	(188,914)	(188,914)
	-----	-----
INCOME TAX BENEFIT.....	--	--
	-----	-----
NET LOSS AVAILABLE FOR COMMON SHARES	\$ (188,914)	\$ (188,914)
	=====	=====
BASIC AND DILUTED LOSS PER COMMON SHARE.....	\$ (.06)	\$ (.06)
	=====	=====
BASIC AND DILUTED COMMON SHARES OUTSTANDING.....	3,379,609	3,379,609
	=====	=====

See notes to financial statements

RIVIERA TOOL COMPANY  
STATEMENT OF CASH FLOWS  
(UNAUDITED)

Edgar Filing: RIVIERA TOOL CO - Form 10-Q

	FOR THE THREE MONTHS ENDED NOVEMBER 30,
	2002
<hr/>	
CASH FLOWS FROM OPERATING ACTIVITIES	
Net loss.....	\$ (188,914)
Adjustments to reconcile net loss to net cash from operating activities:	
Depreciation and amortization.....	460,482
(Increase) decrease in assets:	
Accounts receivable.....	(4,904,537)
Costs in excess of billings on contracts in process.....	2,650,045
Perishable tooling.....	151
Prepaid expenses and other current assets.....	10,940
Increase (decrease) in liabilities:	
Accounts payable.....	(116,839)
Accrued lease expense.....	(8,761)
Accrued liabilities.....	117,543
	<hr/>
Net cash used in operating activities.....	\$ (1,979,890)
	<hr/>
CASH FLOWS FROM INVESTING ACTIVITIES	
Increase in other assets.....	(22,138)
Additions to property, plant and equipment.....	(2,224)
	<hr/>
Net cash used in investing activities.....	\$ (24,362)
	<hr/>
CASH FLOWS FROM FINANCING ACTIVITIES	
Net borrowings (repayments) on revolving credit line.....	--
Principal payments on notes payable to bank and non-revolving equipment line of credit.....	(333,491)
	<hr/>
Net cash provided by/(used in) financing activities.....	\$ (333,491)
	<hr/>
NET DECREASE IN CASH.....	\$ (2,337,743)
	<hr/>
CASH - Beginning of Period.....	2,337,743
	<hr/>
CASH - End of Period.....	\$ --
	<hr/> <hr/> <hr/>

See notes to financial statements

Edgar Filing: RIVIERA TOOL CO - Form 10-Q

NOVEMBER 30, 2002

NOTE 1 - BASIS OF PRESENTATION AND SUBSEQUENT EVENT

The accompanying unaudited interim financial statements (the "Financial Statements") of Riviera Tool Company (the "Company") have been prepared by the Company pursuant to the rules and regulations of the Securities and Exchange Commission. Accordingly, the Financial Statements do not include all the information and footnotes normally included in the annual financial statements prepared in accordance with generally accepted accounting principles.

In the opinion of management, the Financial Statements reflect all adjustments (consisting only of normal recurring adjustments) necessary to present fairly such information in accordance with generally accepted accounting principles. These Financial Statements should be read in conjunction with the financial statements and footnotes thereto included in the Company's Form 10-K dated December 17, 2002, for the fiscal year ended August 31, 2002.

As of November 30, 2002, the Company was not in compliance with certain covenants of its long-term loan agreement. The Company's agreement expired September 1, 2002 and was renewed monthly thereafter. However, as of November 30, 2002, the Company had completed negotiations with its then current bank and another lender to obtain long-term financing. The Company had commitment letters from these financial institutions, however, such commitments were subject to conditions which, at that time, were not fulfilled.

On December 23, 2003, the Company completed its refinancing referred to above. Under such financing the Company received a \$7.5 million Revolving Line of Credit and a \$2.0 million Term Loan, each expiring December 1, 2003. The unpaid balance of approximately \$1.5 million outstanding with the Company's former lender was converted into a five-year subordinated note. Under the new loan agreement, the Company is required to maintain certain levels of Tangible Net Worth, Debt to Tangible Net Worth and Debt Service Coverage. Had the new financing occurred prior to December 1, 2002, the Company would have been in compliance with such covenants.

As a result of the financing described above, the Company's Balance Sheet and related footnotes, as of November 30, 2002, presented herein, reflect the effect of such new financing as if it occurred on or before November 30, 2002. There was no effect on the accompanying Statement of Operations or Statement of Cash Flows as a result of this transaction.

The results of operations for the three-month period ended November 30, 2002 is not indicative of the results to be expected for the full year.

NOTE 2 - COSTS AND BILLINGS ON CONTRACTS IN PROCESS

Costs and billings on contracts in process are as follows:

	NOVEMBER 30, 2002
	-----
Costs incurred on contracts in process under the percentage of completion method.....	\$ 13,272,220
Estimated gross loss.....	(270,000)

Edgar Filing: RIVIERA TOOL CO - Form 10-Q

Total.....		13,002,220
Less progress payments received and progress billings to date.....		11,665,253
Plus costs incurred on contracts in process under the completed contract method.....		1,334
		-----
Costs in excess of billings on contracts in process.....	\$	1,338,301
		=====

RIVIERA TOOL COMPANY  
 NOTES TO FINANCIAL STATEMENTS  
 NOVEMBER 30, 2002

NOTE 2 - COSTS AND BILLINGS ON CONTRACTS IN PROCESS - CONTINUED

Included in estimated gross loss for November 30, 2002 and August 31, 2002 are jobs with losses accrued of \$898,955 and \$973,985, respectively.

NOTE 3 - PROPERTY, PLANT AND EQUIPMENT, NET

Property, plant and equipment, net consist of the following:

		NOVEMBER 30, 2002
		-----
Land and leasehold improvements.....	\$	1,36
Office furniture and fixtures.....		15
Machinery and equipment.....		22,35
Construction in Process.....		2,12
Computer equipment and software.....		6
Transportation equipment.....		-----
Total cost.....		26,06
Accumulated depreciation and amortization.....		12,05
		-----
Net carrying amount.....	\$	14,01
		=====

NOTE 4 - LONG-TERM DEBT

As of November 30, 2002, the Company was not in compliance with certain covenants of its long-term loan agreement. The Company's agreement expired September 1, 2002 and was renewed monthly thereafter. However, as of November 30, 2002, the Company had completed negotiations with its then current bank and another lender to obtain long-term financing. The Company had commitment letters from these financial institutions, however, such commitments were subject to conditions which, at that time, were not fulfilled.

Edgar Filing: RIVIERA TOOL CO - Form 10-Q

On December 23, 2003, the Company completed its refinancing referred to above. Under such financing the Company received a \$7.5 million Revolving Line of Credit and a \$2.0 million Term Loan, each expiring December 1, 2003. The new revolving working capital provides for borrowing, subject to certain collateral requirements of up to \$7.5 million. The credit line expires December 1, 2003 and bears interest, payable monthly, at 1.0% above the bank's prime (5.25% as of November 30, 2002). The \$2.0 million term note is payable in monthly installments of \$33,333 plus interest at 1.25% above the bank's prime (5.25% as of November 30, 2002). The unpaid balance of approximately \$1.5 million outstanding with the Company's former lender was converted into a five-year subordinated note, payable in monthly installments of \$31,000 plus interest of 11.0%. Under the new loan agreement, the Company is required to maintain certain levels of Tangible Net Worth, Debt to Tangible Net Worth and Debt Service Coverage. Had the new financing

occurred prior to December 1, 2002, the Company would have been in compliance with such covenants.

As a result of the financing described above, the Company's Balance Sheet and related footnotes, as of November 30, 2002, presented herein, reflects the effect of such new financing as if it occurred on or before November 30, 2002 by classifying the existing debt as long-term. The effect of such is reflected in the following long-term debt:

	NOVEMBER 30, 2002 -----
REVOLVING WORKING CAPITAL CREDIT LINE	
The revolving working capital credit line is collateralized by substantially all assets of the Company and provides for borrowing, subject to certain collateral requirements of up to \$6.5 million. The agreement requires a commitment fee of .25% per annum on the average daily unused portion of the revolving credit line. The credit line is due January 13, 2003 and bears interest, payable monthly, at 2.0% above the bank's prime, 6.25% as of November 30, 2002.....	6,500,00
NOTES PAYABLE TO BANK	
Note payable to bank, collateralized by specific assets of the Company, payable in monthly installments of \$55,556, plus simple interest of 7.26%, due December 31, 2002.....	1,444,42
Note payable to bank, collateralized by specific assets of the Company, payable in monthly installments of \$16,666 plus simple interest of 8.04%, due December 31, 2002.....	366,66
NON-REVOLVING EQUIPMENT LINE OF CREDIT	
\$3,271,000 equipment line of credit is collateralized by specific assets of the Company, is due December 31, 2002, and is payable in monthly installments of \$38,941 plus interest at the bank's prime rate less .25% (as of November 31, 2002, an effective rate of 4.0%).....	1,709,91 -----



Edgar Filing: RIVIERA TOOL CO - Form 10-Q

Total long-term debt.....	10,021,00
Less current portion.....	772,00
Long-term debt-- Net.....	9,249,00

ITEM 2: MANAGEMENT'S DISCUSSION AND ANALYSIS OF FINANCIAL CONDITION AND RESULTS OF OPERATIONS

RESULTS OF OPERATIONS

The following table presents, for the periods indicated, the components of the Company's Statement of Operations as a percentage of sales.

	For The Three Months Ended November 2002
SALES.....	100.0%
COST OF SALES.....	93.2%
GROSS PROFIT / (LOSS).....	6.8%
SELLING, GENERAL AND ADMINISTRATIVE EXPENSE.....	7.4%
LOSS FROM OPERATIONS.....	(0.6%)
INTEREST EXPENSE.....	(3.6%)
OTHER EXPENSE.....	(0.1%)
TOTAL INTEREST/OTHER EXPENSE.....	(3.7%)
LOSS BEFORE INCOME TAX BENEFIT.....	(4.3%)
INCOME TAXES BENEFIT.....	--
NET LOSS.....	(4.3%)

Forward-Looking Statement; Risks and Uncertainties

Certain information included in this Quarterly Report on Form 10-Q and other materials filed or to be filed by the Company with the Securities and Exchange Commission contain certain statements that may be considered forward-looking. For this purpose, any statements contained in this report that are not

## Edgar Filing: RIVIERA TOOL CO - Form 10-Q

statements of historical fact may be deemed to be forward-looking statements. Without limiting the foregoing, words such as "may," "will," "expect," "believe," "anticipate," "understanding," or "continue," the negative or other variation thereof, or comparable terminology, are intended to identify forward-looking statements. In addition, from time to time, the Company may release or publish forward-looking statements relating to such matters as anticipated financial performance, business prospects, technological developments and similar matters. The Private Securities Litigation Reform Act of 1995 provides a safe harbor for

forward-looking statements. In order to comply with the terms of the safe harbor, the Company notes that a variety of factors could cause the Company's actual results and experience to differ materially from the anticipated results or other expectations expressed in the Company's forward-looking statements. These statements by their nature involve substantial risks and uncertainties, and actual results may differ materially depending upon a variety of factors, including continued market demand for the types of products and services produced and sold by the Company.

COMPARISON OF THE THREE MONTHS ENDED NOVEMBER 30, 2002 TO THE THREE MONTHS ENDED NOVEMBER 30, 2001.

REVENUES - Revenues for the three months ended November 30, 2002 totaled \$4.3 million as compared to \$3.4 million for the three months ended November 30, 2001, an increase of \$0.9 million or 26%. The revenue increase is a direct result of the Company being awarded additional contracts during the latter part of fiscal year ended August 31, 2002. These additional contracts resulted in the Company incurring 55,100 shop floor hours during the first quarter of 2003, as compared to 48,500 during the same period of 2002, an increase of 6,600 hours or 14%.

As of November 30, 2002, the Company had approximately \$22.6 million in contract backlogs. This compares to approximately \$5.2 million as of November 30, 2001, an increase of \$17.4 million or 335%. This backlog, in shop floor hours, increased from 96,115 as of November 30, 2001 to 267,367 as of November 30, 2002, an increase of 178%.

COST OF SALES - Cost of sales was \$4.0 million or 93% of sales for the three months ended November 30, 2002 as compared to \$3.5 million or 105% of sales for the three months ended November 30, 2001. The increase in gross margin was largely due to the increase in revenue combined with the Company maintaining manufacturing overhead expense at levels consistent with that of the previous comparable quarter.

Direct costs expense increased from \$1.6 million for the three months ended November 30, 2001 to \$2.0 million for the three months ended November 30, 2002, however as a percent of sales it decreased from 48.3% to 45.5%. Direct labor expense was \$1.0 million in 2002 as compared to \$0.9 million in 2001 and as a percent of sales decreasing from 28% to 24%. While direct labor expense increased by only \$84,000 or 9%, actual shop floor hours increased from 48,500 to 55,100. The increase in shop floor hours was a direct result of higher contract levels for the three months ended November 30, 2002. Other direct cost increases included \$112,000 in direct material expense and \$154,000 in outside service expenses. As a percent of sales, these other direct expenses represented 22% for the three months ended November 30, 2002 as compared to 21% for the three months ended November 30, 2001.

Engineering expense increased from \$322,000 for the three months ended November

## Edgar Filing: RIVIERA TOOL CO - Form 10-Q

30, 2001 to \$479,000 for the three months ended November 30, 2002 and as a percent of sales increased from 10% to 11%. This increase was a result of the higher contract backlog in the first quarter ended November 30, 2002 as compared to the same quarter last year. The Company during this period increased its engineering staff in order to process the additional awarded contracts

received during fiscal year ended August 31, 2002. Accordingly, the largest increase in engineering expense was \$127,000 in engineering salaries.

Manufacturing overhead expense remained steady at \$1.6 million, however as a result of the increase in revenues, manufacturing overhead, as a percent of sales, decreased from 48% for the three months ended November 30, 2001 to 37% for the three months ended November 30, 2002.

SELLING & ADMINISTRATIVE EXPENSES - Selling and administrative expenses decreased from \$466,000 or 14% of sales for the three months ended November 30, 2001 to \$322,000 or 7% of sales for the three months ended November 30, 2002. This decrease was largely due to decreases of \$52,000 in State of Michigan Single Business Tax, \$20,000 in insurance expense and \$14,000 in training expense.

INTEREST EXPENSE - Interest expense for the three months ended November 30, 2002 was approximately \$157,000 as compared to approximately \$168,000 for the three months ended November 30, 2001. As a percentage of sales, interest expense decreased from 5% in the quarter ended November 30, 2001 to 4% for the quarter ended November 30, 2002. This decrease was the result of lower debt levels and interest rates during the quarter ended November 30, 2002 as compared to the same period last year.

### FEDERAL INCOME TAXES

For the three months ended November 30, 2002, the Company recorded a valuation allowance of approximately \$64,000 to offset the income tax benefit.

### LIQUIDITY AND CAPITAL RESOURCES

During the three months ended November 30, 2002, the Company's cash used in operating activities was \$1,980,000. This largely resulted from an increase of \$4,904,000 in account receivables and a \$2,650,000 decrease in contracts in process. From investing activities, the Company incurred an increase in other assets (cash surrender value of life insurance policies) of \$22,000. The Company used \$333,500 to reduce long-term debt.

On December 23, 2002, the Company closed a new one-year, \$9.5 million credit facility of which \$7.5 million is a Revolving Line of Credit. The Company believes that the unused portion of the revolving bank working capital credit line, receipt of progress payments from the Company's major customer (of which \$2.9 million was received in December 2002) and the funds generated from operations will be sufficient to cover anticipated cash needs through fiscal 2003. However, depending on the level of future sales, and the terms of such sales, an expanded credit line may be necessary to finance increases in trade accounts receivable and contracts in process. The Company believes it will be able to obtain such expanded credit line, if required, on generally the same terms as the existing credit line.

### ITEM 3. QUANTITATIVE AND QUALITATIVE DISCLOSURE ABOUT MARKET RISK

None.

## Edgar Filing: RIVIERA TOOL CO - Form 10-Q

### ITEM 4. CONTROLS AND PROCEDURES

The Company maintains controls and procedures designed to ensure that information required to be disclosed in the reports that the Company files or submits under the Securities Exchange Act of 1934, as amended, is recorded, processed, summarized and reported within the time period specified in the rules and forms of the Securities and Exchange Commission. Based upon their evaluation of those controls and procedures performed within 90 days of the filing date of this report, the Chief Executive and Chief Financial Officers of the Company concluded that the Company's disclosure controls and procedures were adequate.

The Company made no significant changes in its internal controls or in other factors that could significantly affect those controls subsequent to the date of the evaluation of those controls by the Chief Executive and Chief Financial Officers.

### PART II. OTHER INFORMATION

#### ITEM 5. OTHER INFORMATION

##### Recent Events

As of November 30, 2002, the Company was not in compliance with certain covenants of its long-term loan agreement. The Company's agreement expired September 1, 2002 and was renewed monthly thereafter. However, as of November 30, 2002, the Company completed negotiations with its then current bank and another lender to obtain long-term financing. The Company had commitment letters from these financial institutions, however, such commitments were subject to conditions which, at that time, were not fulfilled.

On December 23, 2003, the Company completed its refinancing referred to above. Under such financing the Company received a \$7.5 million Revolving Line of Credit and a \$2.0 million Term Loan, each expiring December 1, 2003. The unpaid balance of approximately \$1.5 million outstanding with the Company's former lender was converted into a five-year subordinated note. Under the new loan agreement, the Company is required to maintain certain levels of Tangible Net Worth, Debt to Tangible Net Worth and Debt Service Coverage. Had the new financing occurred prior to December 1, 2002, the Company would have been in compliance with such covenants.

As a result of the financing described above, the Company's Balance Sheet and related footnotes, as of November 30, 2002, presented herein, reflects the effect of such new financing as if it occurred on or before November 30, 2002. There was no effect on the accompanying Statement of Operations or Statement of Cash Flows as a result of this transaction.

#### ITEM 6. EXHIBITS AND REPORTS ON FORM 8-K

##### (a) Exhibits:

- 99.1 Written Statement of the Chief Executive Officer Pursuant to 18 U.S.C. ss.1350 Sec. 906

Edgar Filing: RIVIERA TOOL CO - Form 10-Q

99.2 Written Statement of the Chief Financial Officer Pursuant to  
18 U.S.C. ss.1350 Sec. 906

(b) Reports on Form 8-K:

None

SIGNATURES

Pursuant to the requirements of the Securities and Exchange Act of 1934, the Registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

Date: January 14, 2003

Riviera Tool Company

/s/ Kenneth K. Rieth  
-----

Kenneth K. Rieth  
President and Chief Executive Officer  
(Principal Executive Officer)

/s/ Peter C. Canepa  
-----

Peter C. Canepa  
Chief Financial Officer, Treasurer and Secretary  
(Principal Financial and Accounting Officer)

CERTIFICATION PURSUANT TO  
18 U.S.C. SECTION 1350,  
AS ADOPTED PURSUANT TO  
SECTION 302 OF THE SARBANES-OXLEY ACT OF 2002

In connection with the Quarterly Report of Riviera Tool Company (the "Company") on Form 10-Q for the period ending November 30, 2002 as filed with the Securities and Exchange Commission on the date hereof, I, Kenneth K. Rieth, Chief Executive Officer of registrant, certify, pursuant to 18 U.S.C. ss. 1350, as adopted pursuant to ss. 302 of the Sarbanes-Oxley Act of 2002, that:

(1) I have reviewed this quarterly report on Form 10-Q of Riviera Tool Company;

(2) Based on my knowledge, this quarterly report does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this quarterly report; and

(3) Based on my knowledge, the financial statements, and other financial information included in this quarterly report, fairly present in all material respects the financial condition, results of operations and cash flows of registrant as of, and for, the periods presented in this quarterly report;

Edgar Filing: RIVIERA TOOL CO - Form 10-Q

and

(4) The registrant's other certifying officers and I are responsible for establishing and maintaining disclosure controls and procedures (as defined in Exchange Act Rules 13a-14 and 15d-14) for the registrant and we have:

(a) designed such disclosure controls and procedures to ensure that material information relating to the registrant, including its consolidated subsidiaries, is made known to us by others within those entities, particularly during the period in which this quarterly report is being prepared;

(b) evaluated the effectiveness of the registrant's disclosure controls and procedures as of a date within 90 days prior to the filing date of this quarterly report (the "Evaluation Date"); and

(c) presented in this quarterly report our conclusions about the effectiveness of the disclosure controls and procedures based on our evaluation as of the Evaluation Date;

(5) The registrant's other certifying officers and I have disclosed, based on our most recent evaluation, to the registrant's auditors and the audit committee of the registrant's board of directors (or persons performing the equivalent function):

(a) all significant deficiencies in the design or operation of internal controls which could adversely affect the registrant's ability to record, process, summarize and report financial data and have identified for the registrant's auditors any material weaknesses in internal controls; and

(b) any fraud, whether or not material, that involves management or other employees who have a significant role in the registrant's internal controls; and

(6) The registrant's other certifying officers and I have indicated in this quarterly report whether or not there were significant changes in internal controls subsequent to the date of our most recent evaluation, including any corrective actions with regard to significant deficiencies and material weaknesses.

Dated: January 14, 2003

By: /s/ Kenneth K. Rieth

-----  
Kenneth K. Rieth  
Chief Executive Officer

This certification accompanies this Report on Form 10-Q pursuant to Section 302 of the Sarbanes-Oxley Act of 2002 and shall not, except to the extent required by such Act, be deemed filed by registrant for purposes of Section 18 of the Securities Exchange Act of 1934, as amended.

CERTIFICATION PURSUANT TO  
18 U.S.C. SECTION 1350,  
AS ADOPTED PURSUANT TO  
SECTION 302 OF THE SARBANES-OXLEY ACT OF 2002

In connection with the Quarterly Report of Riviera Tool Company (the

## Edgar Filing: RIVIERA TOOL CO - Form 10-Q

"Company") on Form 10-Q for the period ending November 30, 2002 as filed with the Securities and Exchange Commission on the date hereof, I, Peter Canepa, Chief Financial Officer of registrant, certify, pursuant to 18 U.S.C. ss. 1350, as adopted pursuant to ss. 302 of the Sarbanes-Oxley Act of 2002, that:

(1) I have reviewed this quarterly report on Form 10-Q of Riviera Tool Company;

(2) Based on my knowledge, this quarterly report does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this quarterly report; and

(3) Based on my knowledge, the financial statements, and other financial information included in this quarterly report, fairly present in all material respects the financial condition, results of operations and cash flows of registrant as of, and for, the periods presented in this quarterly report; and

(4) The registrant's other certifying officers and I are responsible for establishing and maintaining disclosure controls and procedures (as defined in Exchange Act Rules 13a-14 and 15d-14) for the registrant and we have:

(a) designed such disclosure controls and procedures to ensure that material information relating to the registrant, including its consolidated subsidiaries, is made known to us by others within those entities, particularly during the period in which this quarterly report is being prepared;

(b) evaluated the effectiveness of the registrant's disclosure controls and procedures as of a date within 90 days prior to the filing date of this quarterly report (the "Evaluation Date"); and

(c) presented in this quarterly report our conclusions about the effectiveness of the disclosure controls and procedures based on our evaluation as of the Evaluation Date;

(5) The registrant's other certifying officers and I have disclosed, based on our most recent evaluation, to the registrant's auditors and the audit committee of the registrant's board of directors (or persons performing the equivalent function):

(a) all significant deficiencies in the design or operation of internal controls which could adversely affect the registrant's ability to record, process, summarize and report financial data and have identified for the registrant's auditors any material weaknesses in internal controls; and

(b) any fraud, whether or not material, that involves management or other employees who have a significant role in the registrant's internal controls; and

(6) The registrant's other certifying officers and I have indicated in this quarterly report whether or not there were significant changes in internal controls subsequent to the date of our most recent evaluation, including any corrective actions with regard to significant deficiencies and material weaknesses.

Dated: January 14, 2003

By: /s/ Peter Canepa

Edgar Filing: RIVIERA TOOL CO - Form 10-Q

-----  
Peter Canepa  
Chief Financial Officer

This certification accompanies this Report on Form 10-Q pursuant to Section 302 of the Sarbanes-Oxley Act of 2002 and shall not, except to the extent required by such Act, be deemed filed by registrant for purposes of Section 18 of the Securities Exchange Act of 1934, as amended.

EXHIBIT INDEX

EXHIBIT NO.	DESCRIPTION
99.1	Written Statement of the Chief Executive Officer Pursuant to 18 U.S.C. ss.1350 Sec. 906
99.2	Written Statement of the Chief Financial Officer Pursuant to 18 U.S.C. ss.1350 Sec. 906