

LOGIC DEVICES INC
Form 10-Q
May 13, 2004

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, 2004

Commission File Number

0-17187

LOGIC Devices Incorporated

(Exact name of registrant as specified in its charter)

California
(State or other jurisdiction of
incorporation or organization)

94-2893789
(I.R.S. Employer
Identification Number)

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395 West Java Drive, Sunnyvale, California 94089

(Address of principal executive offices)

(Zip Code)

(408) 542-5400

(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 No

Indicate by check mark whether the registrant is an accelerated filer (as defined in Rule 12b-2 of the Exchange Act). Yes No

Indicate the number of shares outstanding of the issuer's classes of common stock, as of the latest practicable date. On May 11, 2004, 6,743,188 shares of Common Stock, without par value, were issued and outstanding.

LOGIC Devices Incorporated

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Part I - FINANCIAL INFORMATION**Item 1. Financial Statements****Balance Sheets**

	<i>March 31,</i>	<i>September 28,</i>
	<i>2004</i>	<i>2003</i>
ASSETS	(unaudited)	
Current assets:		
Cash and cash equivalents	\$ 1,545,500	\$ 1,806,100
Accounts receivable, net of allowance for doubtful accounts of \$3,500	877,600	840,100
Inventories (Note 2)	7,665,100	8,510,900
Prepaid expenses and other current assets	286,600	192,300
Total current assets	10,374,800	11,349,400
Property and equipment, net	760,400	856,700
Other assets	103,600	42,400
	\$ 11,238,800	\$ 12,248,500
 LIABILITIES AND SHAREHOLDERS' EQUITY		
Current liabilities:		
Accounts payable	\$ 24,600	\$ 47,000
Accrued payroll and vacation	47,500	160,500
	29,500	20,200

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Accrued commissions		
Other accrued expenses	-	38,000
Total current liabilities	101,600	265,700
Deferred rent	40,200	39,900
Total liabilities	141,800	305,600
Commitments and contingencies		
Shareholders' equity:		
Preferred stock, no par value; 1,000,000 shares authorized; 5,000 designated as Series A; no shares issued and outstanding	-	-
Common stock, no par value; 10,000,000 shares authorized; 6,743,188 and 6,640,688 shares issued	18,436,500	18,317,200
and outstanding, respectively		
Additional paid-in capital	100,000	100,000
Accumulated deficit	(7,439,500)	(6,474,300)
Total shareholders' equity	11,097,000	11,942,900
	\$ 11,238,800	\$ 12,248,500

See accompanying notes to financial statements.

Statements of Operations

(unaudited)

	<i>For the fiscal quarter ended:</i>	
	<i>March 31,</i>	<i>March 30,</i>
	<i>2004</i>	<i>2003</i>
Net revenues	\$ 1,205,700	\$ 1,366,200
Cost of revenues	850,200	882,900
Gross margin	355,500	483,300
Operating expenses:		
Research and development	367,700	425,000
Selling, general, and administrative	447,600	511,400
Total operating expenses	815,300	936,400
Loss from operations	(459,800)	(453,100)
Other income (expense), net	10,200	8,500
Loss before provision for income taxes	(449,600)	(444,600)
Provision for incomes taxes	800	800
Net loss	\$ (450,400)	\$ (445,400)
Basic and diluted loss per share	\$ (0.07)	\$ (0.07)
Basic and diluted weighted average shares outstanding	6,721,521	6,630,688

See accompanying notes to financial statements.

Statements of Operations

(unaudited)

	<i>For the six fiscal months ended:</i>	
	<i>March 31,</i>	<i>March 30,</i>
	<i>2004</i>	<i>2003</i>
Net revenues	\$ 2,307,800	\$ 2,688,900
Cost of revenues	1,560,200	1,966,300
Gross margin	747,600	722,600
Operating expenses:		
Research and development	766,700	816,200
Selling, general, and administrative	961,900	1,084,900
Total operating expenses	1,728,600	1,901,100
Loss from operations	(981,000)	(1,178,500)
Other income (expense), net	16,600	8,400
Loss before provision for income taxes	(964,400)	(1,170,100)
Provision for incomes taxes	800	800
Net loss	\$ (965,200)	\$ (1,170,900)
Basic and diluted loss per share	\$ (0.15)	\$ (0.18)
Basic and diluted weighted average shares outstanding	6,687,771	6,667,721

See accompanying notes to financial statements.

Statements of Cash Flows

(unaudited)

*For the six fiscal months
ended:**March 31, March 30,**2004 2003*Cash flows from
operating activities:

Net loss \$ (965,200)\$ (1,170,900)

Adjustments to
reconcile net loss
to net cash (used
in)provided by
operating
activities:Depreciation 141,000 223,900
and

amortization

Loss on 100 300

disposal of

capital

equipment

Deferred rent 300 36,900

Change in

operating

assets and

liabilities:

Accounts (37,500) 2,029,200

receivable