

UTAH MEDICAL PRODUCTS INC  
Form 10-Q  
May 11, 2009

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UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
Washington, D.C. 20549

FORM 10-Q

Quarterly Report Under Section 13 or 15(d) of  
The Securities Exchange Act of 1934

For quarter ended: March      Commission File No.  
31, 2009                              0-11178

UTAH MEDICAL PRODUCTS, INC.  
(Exact name of Registrant as specified in its charter)

UTAH                              87-0342734  
(State or other jurisdiction      (I.R.S. Employer  
of  
incorporation or                      Identification No.)  
organization)

7043 South 300 West  
Midvale, Utah 84047  
Address of principal executive offices

Registrant's telephone number: (801) 566-1200

Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Sections 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 the definitions of "large accelerated filer," "accelerated filer" and "smaller reporting company" in Rule 12b-2 of the Exchange Act.

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

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Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Act). Yes  No

Indicate the number of shares outstanding of each of the issuer's classes of common stock as of May 8, 2009:  
3,603,000.

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UTAH MEDICAL PRODUCTS, INC.  
INDEX TO FORM 10-Q

PART I - FINANCIAL INFORMATION	PAGE
Item 1. Financial Statements	
Consolidated Condensed Balance Sheets as of March 31, 2009 and December 31, 2008	1
Consolidated Condensed Statements of Income for the three months ended March 31, 2009 and March 31, 2008	2
Consolidated Condensed Statements of Cash Flows for three months ended March 31, 2009 and March 31, 2008	3
Notes to Consolidated Condensed Financial Statements	4
Item 2. Management's Discussion and Analysis of Financial Condition and Results of Operations	7
Item 3. Quantitative and Qualitative Disclosures about Market Risk	11
Item 4. Controls and Procedures	11
<b>PART II – OTHER INFORMATION</b>	
Item 1A. Risk Factors	12
Item 2. Unregistered Sales of Equity Securities and Use of Proceeds	12
Item 6. Exhibits	12
<b>SIGNATURES</b>	12



## PART I - FINANCIAL INFORMATION

## Item 1. Financial Statements

UTAH MEDICAL PRODUCTS, INC. AND SUBSIDIARIES  
 CONSOLIDATED CONDENSED BALANCE SHEETS AS OF  
 MARCH 31, 2009 AND DECEMBER 31, 2008

(in thousands)

	(unaudited) MARCH 31, 2009	(audited) DECEMBER 31, 2008
<b>ASSETS</b>		
Current assets:		
Cash	\$ 855	\$ 97
Investments, available-for-sale	17,205	15,927
Accounts & other receivables - net	3,200	3,517
Inventories	3,703	3,275
Other current assets	600	463
Total current assets	25,564	23,280
Property and equipment - net	7,811	8,127
Goodwill	7,191	7,191
Other intangible assets	2,656	2,653
Other intangible assets - accumulated amortization	(2,438)	(2,430)
Other intangible assets - net	217	223
<b>TOTAL</b>	<b>\$ 40,783</b>	<b>\$ 38,821</b>
<b>LIABILITIES AND STOCKHOLDERS' EQUITY</b>		
Current liabilities:		
Accounts payable	\$ 600	\$ 418
Accrued expenses	2,636	1,086
Current portion of note payable	242	265
Total current liabilities	3,478	1,768
Note payable	1,509	1,828
Deferred income taxes	405	420
Total liabilities	5,391	4,016
Stockholders' equity:		
Preferred stock - \$.01 par value; authorized - 5,000		

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shares; no shares issued or  
outstanding

Common stock - \$.01 par value;  
authorized - 50,000

shares; issued - March 31,  
2009, 3,608 shares and

December 31, 2008, 3,603  
shares

	36	36
Accumulated other comprehensive income	(1,357)	(1,122)
Retained earnings	36,713	35,892
Total stockholders' equity	35,392	34,805

TOTAL	\$	40,783	\$	38,821
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see notes to consolidated  
condensed financial statements

UTAH MEDICAL PRODUCTS, INC. AND SUBSIDIARIES  
 CONSOLIDATED CONDENSED STATEMENTS OF INCOME FOR THE  
 THREE MONTHS ENDED MARCH 31, 2009 AND MARCH 31, 2008  
 (in thousands, except per share amounts)  
 (unaudited)

	THREE MONTHS ENDED MARCH 31,	
	2009	2008
Sales, net	\$ 6,445	\$ 6,890
Cost of goods sold	2,945	3,139
Gross profit	3,500	3,750
Operating expense		
Selling, general and administrative	952	1,118
Research & development	89	92
Total	1,041	1,210
Operating income	2,459	2,540
Other income	9	203
Income before provision for income taxes	2,468	2,743
Provision for income taxes	876	852
Net income	\$ 1,592	\$ 1,891
Earnings per common share (basic)	\$ 0.44	\$ 0.49
Earnings per common share (diluted)	\$ 0.44	\$ 0.48
Shares outstanding - basic	3,606	3,887
Shares outstanding - diluted	3,619	3,930
see notes to consolidated condensed financial statements		

UTAH MEDICAL PRODUCTS, INC. AND SUBSIDIARIES  
 CONSOLIDATED CONDENSED STATEMENTS OF CASH FLOWS  
 FOR THE THREE MONTHS ENDED MARCH 31, 2009 AND MARCH 31,  
 2008  
 (in thousands - unaudited)

	2009	MARCH 31, 2008
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Net income	\$ 1,592	\$ 1,891
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation and amortization	143	147
Gain on investments	(47)	(128)
Provision for losses on accounts receivable	(5)	(10)
Loss on disposal of assets	-	0
Deferred income taxes	-	(77)
Stock-based compensation expense	31	31
Changes in operating assets and liabilities:		
Accounts receivable - trade	293	97
Accrued interest and other receivables	3	(200)
Inventories	(449)	(457)
Prepaid expenses and other current assets	(113)	(92)
Accounts payable	182	92
Accrued expenses	726	446
Total adjustments	765	(151)
Net cash provided by operating activities	2,357	1,740
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Capital expenditures for:		
Property and equipment	(83)	(85)
Intangible assets	(3)	(4)
Purchases of investments	(1,300)	(1,000)
Proceeds from sale of investments	-	921
Net cash used in investing activities	(1,386)	(168)
<b>CASH FLOWS FROM FINANCING ACTIVITIES:</b>		



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Proceeds from issuance of common stock - options	25	133
Common stock purchased and retired	-	(921)
Tax benefit attributable to exercise of stock options	3	36
Repayments of note payable	(231)	(251)
Payment of dividends	-	