

Symmetry Medical Inc.
Form 10-Q
June 24, 2008

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 **March 29, 2008**

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: 001-32374

SYMMETRY MEDICAL INC.

(Exact name of registrant as specified in its charter)

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Delaware

(State or other jurisdiction of incorporation or organization)

35-1996126

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

3724 North State Road 15, Warsaw, Indiana

(Address of principal executive offices)

46582

(Zip Code)

(574) 268-2252

(Registrant's telephone number, including area code)

(Former name, former address and former fiscal year, if changed since last report)

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 checkmark 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 (Do not check if a smaller reporting company)

Smaller reporting company

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act).

Yes No

The number of shares outstanding of the registrant's common stock as of June 13, 2008 was 35,467,154.

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Cautionary Note Regarding Forward-Looking Statements

Throughout this Quarterly Report on Form 10-Q or in other reports or registration statements filed from time to time with the Securities and Exchange Commission under the Securities Exchange Act of 1934, or under the Securities Act of 1933, as well as in documents we incorporate by reference or in press releases or oral statements made by our officers or representatives, we may make statements that express our opinions, expectations or projections regarding future events or future results, in contrast with statements that reflect historical facts. These predictive statements, which we generally precede or accompany by such typical conditional words such as anticipate, intend, believe, estimate, plan, project, potential, or expect, or by the words may, will, could, or should, and similar expressions or terminology are intended to operate as forward-looking statements of the kind permitted by the Private Securities Litigation Reform Act of 1995. That legislation protects such predictive statements by creating a safe harbor from liability in the event that a particular prediction does not turn out as anticipated.

Forward-looking statements convey our current expectations or forecast future events. While we always intend to express our best judgment when we make statements about what we believe will occur in the future, and although we base these statements on assumptions that we believe to be reasonable when made, these forward-looking statements are not a guarantee of performance, and you should not place undue reliance on such statements. Forward-looking statements are subject to many uncertainties and other variable circumstances, many of which are outside of our control, that could cause our actual results and experience to differ materially from those we thought would occur.

We also refer you to and believe that you should carefully read the Risk Factors portion of our Annual Report for fiscal 2007 on Form 10-K, to better understand the risks and uncertainties that are inherent in our business and in owning our securities.

Any forward-looking statements which we make in this report or in any of the documents that are incorporated by reference herein speak only as of the date of such statement, and we undertake no ongoing obligation to update such statements. Comparisons of results between current and any prior periods are not intended to express any future trends or indications of future performance, unless expressed as such, and should only be viewed as historical data.

PART I FINANCIAL INFORMATION**ITEM I. FINANCIAL STATEMENTS****Symmetry Medical Inc.****Condensed Consolidated Balance Sheets**

	March 29, 2008	December 29, 2007
	(In Thousands, Except Per Share Data) (unaudited)	
Assets:		
Current Assets:		
Cash and cash equivalents	\$ 9,346	\$ 12,089
Accounts receivables, net	62,943	42,992
Inventories	56,483	45,353
Refundable income taxes	5,698	6,516
Deferred income taxes	3,286	2,551
Derivative valuation asset	40	2
Other current assets	3,418	2,940
Total current assets	141,214	112,443
Property and equipment, net	121,739	100,424
Goodwill	154,962	141,985
Intangible assets, net of accumulated amortization	48,402	44,567
Other assets	2,437	1,011
Total Assets	\$ 468,754	\$ 400,430
Liabilities and Shareholders Equity:		
Current Liabilities:		
Accounts payable	\$ 37,411	\$ 34,518
Accrued wages and benefits	10,606	10,922
Other accrued expenses	8,231	8,096
Income tax payable	4,433	2,394
Derivative valuation liability	74	74
Deferred income taxes	460	407
Revolving line of credit	7,645	6,511
Current portion of capital lease obligations	2,052	2,487
Current portion of long-term debt	12,150	10,900
Total current liabilities	82,988	76,309
Deferred income taxes	12,330	12,136
Derivative valuation liability	3,220	1,917
Capital lease obligations, less current portion	3,623	4,032
Long-term debt, less current portion	122,000	68,500
Total Liabilities	224,161	162,894
Commitments and contingencies (Note 9)		