

MYERS INDUSTRIES INC

Form 10-Q

October 28, 2011

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**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 September 30, 2011**

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 1-8524

Myers Industries, Inc.

(Exact name of registrant as specified in its charter)

Ohio
*(State or other jurisdiction of
incorporation or organization)*

34-0778636
*(IRS Employer Identification
Number)*

1293 South Main Street
Akron, Ohio
(Address of principal executive offices)

44301
(Zip code)

(330) 253-5592

(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, 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 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. (Check one):

Large accelerated filer Accelerated filer Non-accelerated filer 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 .

Indicate the number of shares outstanding of each of the issuer's classes of common stock, as of the latest practicable date.

Class
Common Stock, without par value

Outstanding as of October 25, 2011
33,370,325 shares

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EX-101 INSTANCE DOCUMENT

EX-101 SCHEMA DOCUMENT

EX-101 CALCULATION LINKBASE DOCUMENT

EX-101 LABELS LINKBASE DOCUMENT

EX-101 PRESENTATION LINKBASE DOCUMENT

EX-101 DEFINITION LINKBASE DOCUMENT

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Part I Financial Information
Item 1. Financial Statements
MYERS INDUSTRIES, INC. AND SUBSIDIARIES
Condensed Consolidated Statements of Financial Position
(Dollars in thousands)

Assets	September 30, 2011 (Unaudited)	December 31, 2010
Current Assets		
Cash	\$ 2,851	\$ 4,705
Accounts receivable-less allowances of \$4,126 and \$2,950, respectively	101,299	98,799
Inventories		
Finished and in-process products	75,099	67,580
Raw materials and supplies	28,596	28,824
	103,695	96,404
Prepaid expenses	5,752	8,158
Deferred income taxes	4,843	5,781
Total Current Assets	218,440	213,847
Other Assets		
Goodwill	44,523	40,892
Patents and other intangible assets	17,725	18,667
Other	7,737	7,174
	69,985	66,733
Property, Plant and Equipment, at Cost		
Land	4,124	4,369
Buildings and leasehold improvements	55,659	59,690
Machinery and equipment	386,724	383,664
	446,507	447,723
Less allowances for depreciation and amortization	(309,010)	(295,908)
Property, plant and equipment, net	137,497	151,815
	\$ 425,922	\$ 432,395

See notes to unaudited condensed consolidated financial statements.

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Part I Financial Information
MYERS INDUSTRIES, INC. AND SUBSIDIARIES
Condensed Consolidated Statements of Financial Position
(Dollars in thousands, except share data)

Liabilities and Shareholders Equity	September 30, 2011 (Unaudited)	December 31, 2010
Current Liabilities		
Accounts payable	\$ 60,947	\$ 64,143
Accrued expenses		
Employee compensation	20,380	18,294
Income taxes	3,462	5,891
Taxes, other than income taxes	2,683	1,970
Accrued interest	844	195
Other	17,088	15,533
Current portion of long-term debt	305	305
Total Current Liabilities	105,709	106,331
Long-term debt, less current portion	79,925	83,530
Other liabilities	13,107	5,936
Deferred income taxes	24,168	24,793
Shareholders Equity		
Serial Preferred Shares (authorized 1,000,000 shares; none issued and outstanding)	-0-	-0-
Common Shares, without par value (authorized 60,000,000 shares; outstanding 33,572,151 and 35,315,732; net of treasury shares of 4,340,506 and 2,592,175, respectively)	20,405	21,486
Additional paid-in capital	266,010	281,376
Accumulated other comprehensive income	6,621	10,164
Retained deficit	(90,023)	(101,221)
	203,013	211,805
	\$ 425,922	\$ 432,395

See notes to unaudited condensed consolidated financial statements.

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Part I Financial Information
MYERS INDUSTRIES, INC. AND SUBSIDIARIES
Condensed Consolidated Statements of Income (Unaudited)
For the Three and Nine Months Ended September 30, 2011 and 2010
(Dollars in thousands, except share data)

	For The Three Months Ended		For The Nine Months Ended	
	September 30, 2011	September 30, 2010	September 30, 2011	September 30, 2010
Net sales	\$ 190,045	\$ 187,045	\$ 560,291	\$ 549,374
Cost of sales	142,543	145,568	416,732	429,033
Gross profit	47,502	41,477	143,559	120,341
Selling, general and administrative expenses	40,243	35,183	115,258	103,575
Operating income	7,259	6,294	28,301	16,766
Interest expense, net	1,264	1,722	3,655	5,373
Income before income taxes	5,995	4,572	24,646	11,393
Income tax (benefit) expense	(1,219)	1,353	6,055	3,743
Net income	\$ 7,214	\$ 3,219	\$ 18,591	\$ 7,650
Income per common share: Basic and diluted	\$ 0.21	\$ 0.09	\$ 0.53	\$ 0.22
Dividends declared per share	\$ 0.070	\$ 0.065	\$ 0.210	\$ 0.195

See notes to unaudited condensed consolidated financial statements.

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Part I Financial Information
MYERS INDUSTRIES, INC. AND SUBSIDIARIES
Condensed Consolidated Statements of Cash Flows (Unaudited)
For the Nine Months Ended September 30, 2011 and 2010
(Dollars in thousands)

	September 30, 2011	September 30, 2010
Cash Flows From Ope		