

SYRATECH CORP
Form 10-Q/A
August 19, 2003

UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM 10-Q/A

(Amendment No. 1)

ý **QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15 (d) OF
THE SECURITIES EXCHANGE ACT OF 1934**

For the quarterly period ended June 30, 2003

o **TRANSITION PERIOD PURSUANT TO SECTION 13 OR 15(d) OF
THE SECURITIES EXCHANGE ACT OF 1934**

For the transition period from to

Commission File Number: 1-12624

Syratech Corporation

(Exact name of registrant as specified in its charter)

Delaware
(State or other jurisdiction
of incorporation or organization)

175 McClellan Highway
East Boston, Massachusetts
(Address of principal executive office)

13-3354944
(I.R.S. Employer
Identification No.)

02128-9114
(Zip Code)

Registrant's telephone number, including area code - **617-561-2200**

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

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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 Act.) YES NO

Number of Shares of Common Stock, Par Value \$0.01 per share, outstanding at June 30, 2003 - 3,784,018

EXPLANATORY NOTE

This Amendment No. 1 to Form 10-Q for the quarter ended on June 30, 2003 is being filed solely for the purpose of correcting a typographical error to the column headings on pages 11 and 16 of Note 13 to the Corporation's Consolidated Financial Statements as of June 30, 2003. While these are the only changes to the report, for the convenience of the reader, in this Amendment No 1 we have reproduced the entire Quarterly Report on Form 10-Q containing the revised column headings.

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PART II - OTHER INFORMATION

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SYRATECH CORPORATION AND SUBSIDIARIES
CONDENSED CONSOLIDATED BALANCE SHEETS

(in thousands, except share data)

	June 30, 2003 (Unaudited)	December 31, 2002
ASSETS		
Current assets:		
Cash and equivalents	\$ 707	\$ 1,399
Accounts receivable, net	20,719	51,582
Inventories	69,591	58,198
Deferred income taxes	16,264	20,649
Prepaid expenses and other	3,313	2,627
Assets held for sale		3,395
Total current assets	110,594	137,850
Property, plant and equipment, net	37,057	59,742
Other assets, net	3,576	5,154
Total	\$ 151,227	\$ 202,746
LIABILITIES AND STOCKHOLDERS EQUITY		
Current liabilities:		
Revolving loan facilities and notes payable	\$ 18,624	\$ 23,383
Accounts payable	8,849	8,107
Accrued expenses	8,537	11,887
Accrued interest	2,761	3,586
Accrued compensation	1,749	3,529
Accrued advertising	3,188	3,945
Deferred gain	1,420	
Income taxes payable		32
Liabilities held for sale		645
Total current liabilities	45,128	55,114
Long - term debt	118,271	153,584
Deferred income taxes	8,434	15,434
Pension liability	2,799	2,674
Long-term deferred gain	3,829	
Commitments and contingencies		
Stockholders equity:		
Preferred stock, \$.01 par value, 500,000 shares authorized; (25,000 designated as cumulative redeemable preferred stock, 18,000 shares issued and outstanding, liquidation value of \$18,000, and includes accrued and unpaid dividends of \$18,483 and \$16,419 in 2003 and 2002, respectively)	36,483	34,419
	38	38

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Common stock, \$.01 par value, 20,000,000 shares authorized; 3,784,018 shares issued and outstanding			
Deficit	(63,442)		(58,392)
Accumulated other comprehensive loss	(313)		(125)
Total stockholders' equity	(27,234)		(24,060)
Total	\$ 151,227	\$	202,746

See notes to consolidated financial statements.

SYRATECH CORPORATION AND SUBSIDIARIES

CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS (Unaudited)

(in thousands, except per share data)

	Three Months Ended June 30 ,		Six Months Ended June 30 ,	
	2003	2002	2003	2002
Net sales	\$ 35,718	\$ 39,040	\$ 76,391	\$ 77,291
Cost of sales	25,311	27,753	55,119	55,093
Gross profit	10,407	11,287	21,272	22,198
Selling, general and administrative expenses	14,012	15,358	27,522	30,504
Income (loss) from continuing operations	(3,605)	(4,071)	(6,250)	(8,306)
Interest expense	(3,910)	(4,877)	(8,149)	(9,788)
Interest income			1	
Other income (Note 7)	406		9,446	1,236
Income (loss) from continuing operations before provision (benefit) for income taxes	(7,109)	(8,948)	(4,952)	(16,858)
Provision (benefit) for income taxes				