

RAYTECH CORP
Form 10-Q
June 20, 2005

**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 Quarter Ended April 3, 2005,
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 1-9298

RAYTECH CORPORATION

(Exact Name of Registrant as Specified in its Charter)

Delaware

(State or other Jurisdiction of
Incorporation or Organization)

06-1182033

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

Suite 295, Four Corporate Drive

Shelton, Connecticut

(Address of Principal Executive Offices)

06484

(Zip Code)

203-925-8021

(Registrant's Telephone Number)

Indicate by check mark whether the Registrant (1) has filed all reports 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 Act).

Yes No

Indicate by check mark whether the Registrant has filed all documents and reports required to be filed by Sections 12, 13 or 15(d) of the Securities Exchange Act of 1934 subsequent to the distribution of securities under a plan confirmed by a court.

Yes No

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As of April 29, 2005, 41,737,306 shares of common stock were outstanding and the aggregate market value of these shares (based upon the closing price of Raytech common stock on the New York Stock Exchange) on such date held by non-affiliates was approximately \$9.3 million.

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RAYTECH CORPORATION
CONDENSED CONSOLIDATED BALANCE SHEETS

(in thousands, except share data)
(unaudited)

	April 3, 2005	January 2, 2005
ASSETS		
Current assets		
Cash and cash equivalents	\$ 12,112	\$ 13,620
Restricted cash	5,064	5,548
Trade accounts receivable, less allowance of \$1,812 and \$1,462	32,311	27,506
Inventories, net	42,020	39,582
Income taxes receivable	1,333	1,333
Deferred income taxes	3,109	3,854
Other current assets	2,653	3,009
Total current assets	98,602	94,452
Property, plant and equipment	120,904	126,118
Less accumulated depreciation	(44,427)	(46,113)
Net property, plant and equipment	76,477	80,005
Goodwill, net	5,912	5,912
Other intangible assets, net	22,407	22,731
Other assets	2,988	2,586
Total assets	\$ 206,386	\$ 205,686
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current liabilities		
Notes payable and current portion of long-term debt	\$ 18,538	\$ 15,280
Current portion of pension obligation	2,242	2,248
Accounts payable	13,595	15,068
Accrued liabilities	26,079	23,810
Payable to the PI Trust	4,393	4,393
Total current liabilities	64,847	60,799
Long-term debt	17,701	11,416
Pension obligation	13,332	14,175
Postretirement benefits other than pension	17,387	16,834
Deferred payable to the PI Trust	3,631	4,627
Deferred income taxes	7,694	7,591
Other long-term liabilities	6,565	7,044
Total liabilities	131,157	122,486
Commitments and Contingencies		
Minority interest	1,269	10,020
Shareholders' Equity		
Capital stock	—	—
Cumulative preferred stock, no par value,		

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5,000,000 shares authorized, none issued and outstanding		—		—
Common stock, par value \$1.00, 50,000,000 shares authorized, 41,737,306 issued and outstanding		41,737		41,737
Additional paid in capital		117,574		117,574
Accumulated deficit		(75,975)		(77,595)
Accumulated other comprehensive loss		(9,376)		(8,536)
Total shareholders' equity		73,960		73,180
Total liabilities and shareholders' equity	\$	206,386	\$	205,686

The accompanying notes are an integral part of these statements.

RAYTECH CORPORATION
CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS

(in thousands, except share data)

(unaudited)

	For the thirteen weeks ended	
	April 3, 2005	March 28, 2004
Net sales	\$ 63,352	\$ 56,598
Cost of sales	51,356	45,539
Gross profit	11,996	11,059