

IMPERIAL INDUSTRIES INC
Form 10-Q
May 14, 2012

SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, D.C. 20549

FORM 10-Q

☐ QUARTERLY REPORT PURSUANT TO SECTIONS 13 OR 15 (d) OF THE SECURITIES EXCHANGE ACT OF 1934.

For the quarterly period ended March 31, 2012

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 1-7190

IMPERIAL INDUSTRIES, INC.
(Exact name of registrant as specified in its charter)

Delaware
(State or Other Jurisdiction of
Incorporation)

65-0854631

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

1259 NW 21 Street, Pompano Beach, FL 33069
(Address of principal executive offices) (Zip Code)

(954) 917-4114
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 (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 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 month (or for such starter period that the registrant was required to submit and post such files Yes ☐ No ☐

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Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, or a non-accelerated filer or smaller reporting company. See the definitions of "accelerated filer" and "smaller reporting company" in Rule 12b-2 of the Exchange Act.

Large accelerated filer	<input type="radio"/>	Accelerated filer	<input type="radio"/>	Smaller reporting company	<input type="radio"/>
Non-accelerated filer (Do not check if a smaller reporting company)					

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

Indicate the number of shares of Imperial Industries, Inc. Common Stock (\$.01 par value) outstanding as of May 11, 2012: 2,566,210.

IMPERIAL INDUSTRIES, INC. AND SUBSIDIARIES

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PART I. – FINANCIAL INFORMATION

ITEM FINANCIAL STATEMENTS

1.

IMPERIAL INDUSTRIES, INC. AND SUBSIDIARIES
CONDENSED CONSOLIDATED BALANCE SHEETS

	March 31, 2012 (Unaudited)	December 31, 2011
ASSETS		
Current assets:		
Cash and cash equivalents	\$423,000	\$ 636,000
Trade accounts receivable, net	667,000	537,000
Inventories	791,000	688,000
Other current assets	66,000	69,000
Total current assets	1,947,000	1,930,000
Property, plant and equipment, net	1,501,000	1,563,000
Assets held for sale by assignee	580,000	582,000
Other assets	154,000	155,000
Total assets	\$4,182,000	\$ 4,230,000
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current liabilities:		
Accounts payable	\$811,000	\$ 433,000
Payable to former preferred stockholders	48,000	48,000
Accrued expenses and other liabilities	305,000	292,000
Current liabilities related to assets held for sale by assignee	432,000	435,000
Current portion of long-term debt	42,000	41,000
Total current liabilities	1,638,000	1,249,000
Long-term debt, less current maturities	76,000	87,000
Secured financing	1,146,000	1,146,000
Total liabilities	2,860,000	2,482,000
Commitments and contingencies (Note 14)		
Stockholders' equity:		
Common stock, at par value	26,000	26,000
Additional paid-in capital	14,975,000	14,975,000
Accumulated deficit	(13,679,000)	(13,253,000)
Total stockholders' equity	1,322,000	1,748,000
Total liabilities and stockholders' equity	\$4,182,000	\$ 4,230,000

The accompanying notes are an integral part of these condensed consolidated financial statements.

IMPERIAL INDUSTRIES, INC. AND SUBSIDIARIES
CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS
(Unaudited)

	Three months ended March 31,	
	2012	2011
Net sales	\$ 1,880,000	\$ 1,772,000
Cost of sales	1,397,000	1,362,000
Gross profit	483,000	410,000
Selling, general and administrative expenses	870,000	903,000
Operating loss	(387,000)	(493,000)
Other (expense) income		
Interest expense	(40,000)	(38,000)
Litigation settlement	-	325,000
Miscellaneous expense	(1,000)	(2,000)
	(41,000)	285,000
Loss from continuing operations before income tax expense	(428,000)	(208,000)
Income tax expense	-	-
Loss from continuing operations	(428,000)	(208,000)
Income (loss) from discontinued operations, net of taxes	2,000	(111,000)
Net loss	\$ (426,000)	\$