

ADVANTAGE TECHNOLOGIES GROUP INC  
Form 10-Q  
August 12, 2009

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 JUNE 30, 2009

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 1-10799

ADDvantage Technologies Group, Inc.  
(Exact name of registrant as specified in its charter)

OKLAHOMA 73-1351610  
(State or other jurisdiction of incorporation or (I.R.S. Employer Identification No.)  
organization)

1221 E. Houston  
Broken Arrow, Oklahoma 74012  
(Address of principal executive office)  
(918) 251-9121  
(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 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 (Section 232.405 of this chapter) during the preceding 12 months (or for such shorter 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, 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

Shares outstanding of the issuer's \$.01 par value common stock as of July 31, 2009 were 10,156,820.

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ADVANTAGE TECHNOLOGIES GROUP, INC.  
Form 10-Q  
For the Period Ended June 30, 2009

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SIGNATURES



ADVANTAGE TECHNOLOGIES GROUP, INC.  
CONSOLIDATED BALANCE SHEETS

	June 30, 2009 (unaudited)	September 30, 2008 (audited)
Assets		
Current assets:		
Cash and cash equivalents	\$33,143	\$15,211
Accounts receivable, net of allowance of \$322,000 and \$253,000, respectively	3,426,842	6,704,162
Income tax refund receivable	105,531	83,735
Inventories, net of allowance for excess and obsolete inventory of \$1,980,000 and \$1,958,000, respectively	33,831,003	33,678,418
Deferred income taxes	1,281,000	1,069,000
Prepaid expenses	115,031	108,560
Total current assets	38,792,550	41,659,086
Property and equipment, at cost:		
Land and buildings	7,188,936	7,181,143
Machinery and equipment	3,264,234	3,267,868
Leasehold improvements	205,797	205,797
	10,658,967	10,654,808
Less accumulated depreciation and amortization	(3,026,731 )	(2,728,633 )
Net property and equipment	7,632,236	7,926,175
Other assets:		
Deferred income taxes	713,000	625,000
Goodwill	1,560,183	1,560,183
Other assets	28,242	29,112
Total other assets	2,301,425	2,214,295
Total assets	\$48,726,211	\$51,799,556

See notes to unaudited consolidated financial statements.

ADVANTAGE TECHNOLOGIES GROUP, INC.  
CONSOLIDATED BALANCE SHEETS

	June 30, 2009 (unaudited)	September 30, 2008 (audited)
<b>Liabilities and Shareholders' Equity</b>		
<b>Current liabilities:</b>		
Accounts payable	\$1,511,035	\$3,267,006
Accrued expenses	1,141,273	1,146,672
Bank revolving line of credit	484,274	2,789,252
Notes payable – current portion	1,863,767	1,860,163
Total current liabilities	5,000,349	9,063,093
Notes payable	14,458,815	15,860,245
Other liabilities	950,891	299,944
<b>Shareholders' equity:</b>		
Common stock, \$.01 par value; 30,000,000 shares authorized; 10,340,784 and 10,294,115 shares issued, respectively	103,408	102,941
Paid in capital	(6,164,332 )	(6,272,897 )
Retained earnings	35,295,449	32,988,338
Accumulated other comprehensive income:		
Unrealized loss on interest rate swap, net of tax	(584,891 )	(187,944 )
	28,649,634	26,630,438
Less: Treasury stock, 183,964 and 21,100 shares, respectively, at cost	(333,478 )	(54,164 )
Total shareholders' equity	28,316,156	26,576,274
Total liabilities and shareholders' equity	\$48,726,211	\$51,799,556

See notes to unaudited consolidated financial statements.



