

SYNALLOY CORP  
Form 10-Q  
July 31, 2009

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UNITED STATES  
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 July 4, 2009

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 0-19687

SYNALLOY CORPORATION  
(Exact name of registrant as specified in its charter)

Delaware  
(State or other jurisdiction of  
incorporation or organization)

57-0426694  
(IRS Employer  
Identification Number)

2155 West Croft Circle  
Spartanburg, South Carolina  
(Address of principal executive  
offices)

29302  
(Zip code)

(864) 585-3605  
(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 (X) 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 (X)

(Not yet applicable to Registrant)

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

Larger accelerated filer ( ) Accelerated filer (X)  
Non-accelerated filer ( ) (Do not check if a smallerSmaller reporting  
reporting company) company ( )

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

The number of shares outstanding of the registrant's common stock as of July 31, 2009 was 6,266,576.

Synalloy Corporation

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## PART I

## Item 1. FINANCIAL STATEMENTS

Synalloy Corporation

Condensed Consolidated Balance Sheets

	Jul 4, 2009 (Unaudited)	Jan 3, 2009 (Note)
Assets		
Current assets		
Cash and cash equivalents	\$3,903,028	\$97,215
Accounts receivable, less allowance for doubtful accounts	13,629,793	21,201,589
Inventories		
Raw materials	7,776,021	13,678,997
Work-in-process	8,585,385	16,755,349
Finished goods	11,221,477	12,476,926
Total inventories	27,582,883	42,911,272
Income taxes receivable	344,885	1,187,866
Deferred income taxes	2,342,770	2,265,949
Prepaid expenses and other current assets	456,243	231,975
Total current assets	48,259,602	67,895,866
Cash value of life insurance	2,899,224	2,867,975
Property, plant & equipment, net of accumulated depreciation of \$44,293,107 and \$43,022,566	21,351,964	22,129,571
Goodwill	1,354,730	1,354,730
Deferred charges, net	86,907	118,035
Total assets	\$73,952,427	\$94,366,177
Liabilities and Shareholders' Equity		
Current liabilities		
Current portion of long-term debt	\$-	\$466,667
Accounts payable	3,964,271	9,294,052
Accrued expenses	2,430,312	6,722,397
Current portion of environmental reserves	608,062	554,000
Total current liabilities	7,002,645	17,037,116
Long-term debt	-	9,958,981
Environmental reserves	810,000	810,000
Deferred compensation	375,037	369,512
Deferred income taxes	3,311,000	3,324,000
Shareholders' equity		
Common stock, par value \$1 per share - authorized 12,000,000 shares; issued 8,000,000 shares	8,000,000	8,000,000
Capital in excess of par value	769,098	752,765
Retained earnings	68,933,329	69,529,995
Less cost of Common Stock in treasury: 1,733,424 and 1,752,466 shares	(15,248,682)	(15,416,192)

Total shareholders' equity	62,453,745	62,866,568
Total liabilities and shareholders' equity	\$73,952,427	\$94,366,177

Note: The balance sheet at January 3, 2009 has been derived from the audited consolidated financial statements at that date.

See accompanying notes to condensed consolidated financial statements.

Synalloy Corporation  
 Condensed Consolidated Statements of Operations

(Unaudited)	Three Months Ended		Six Months Ended	
	Jul 4, 2009	Jun 28, 2008	Jul 4, 2009	Jun 28, 2008
Net sales	\$25,403,284	\$52,921,660	\$60,925,057	\$103,895,683
Cost of goods sold	23,089,277	44,490,027	55,668,165	89,164,853
Gross profit	2,314,007	8,431,633	5,256,892	14,730,830
Selling, general and administrative				