

ROGERS CORP  
Form 10-Q  
August 11, 2006

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UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

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FORM 10-Q

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

For the quarterly period ended July 2, 2006

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 1-4347

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ROGERS CORPORATION  
(Exact name of Registrant as specified in its charter)

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Massachusetts  
(State or other jurisdiction of  
incorporation or organization)

06-0513860  
(I. R. S. Employer  
Identification No.)

P.O. Box 188, One Technology Drive, Rogers,  
Connecticut  
(Address of principal executive offices)

06263-0188  
(Zip Code)

Registrant's telephone number, including area code: (860) 774-9605

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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

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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 is a large accelerated filer, an accelerated filer, or a non-accelerated filer. See definition of "accelerated filer and large accelerated filer" in Rule 12b-2 of the Exchange Act.

Large Accelerated Filer \_\_\_ Accelerated Filer X Non-accelerated filer \_\_\_

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

The number of shares outstanding of the Registrant's common stock as of July 28, 2006 was 17,518,565.

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**ROGERS CORPORATION**  
**FORM 10-Q**  
**July 2, 2006**

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Exhibits:

Exhibit 10a1-2	Amended Form of Non-Qualified Stock Option Agreement (for Officers and Employees, without vesting) under the 2005 Equity Compensation Plan
Exhibit 23.1	Consent of National Economic Research Associates, Inc.
Exhibit 23.2	Consent of Marsh U.S.A., Inc.
Exhibit 31(a)	Certification of CEO Pursuant to Section 302 of the Sarbanes-Oxley Act of 2002
Exhibit 31(b)	Certification of CFO Pursuant to Section 302 of the Sarbanes-Oxley Act of 2002
Exhibit 32	Certification of CEO and CFO Pursuant to Section 906 of the Sarbanes-Oxley Act of 2002

**Part I - Financial Information****Item 1. Financial Statements****ROGERS CORPORATION  
CONDENSED CONSOLIDATED STATEMENTS OF INCOME***(Unaudited)**(Dollars in thousands, except per share amounts)*

	Three Months Ended		Six Months Ended	
	July 2, 2006	July 3, 2005	July 2, 2006	July 3, 2005
Net sales	\$ 104,781	\$ 84,633	\$ 207,913	\$ 172,736
Cost of sales	70,784	60,256	137,629	124,955
Gross margin	33,997	24,377	70,284	47,781
Selling and administrative expenses	14,244	15,122	31,629	29,524
Research and development expenses	6,009	5,177	11,970	10,236
Impairment charges	11,272	20,030	11,272	20,030
Operating income (loss)	2,472	(15,952)	15,413	(12,009)
Equity income (loss) in unconsolidated joint ventures	1,644	(331)	4,534	1,400
Other income (expense), net	934	10	917	852
Interest income (expense), net	629	134	979	362
Income (loss) before income taxes	5,679	(16,139)	21,843	(9,395)
Income tax expense (benefit)	1,682	(7,326)	5,238	(5,707)
Net income (loss)	\$ 3,997	\$ (8,813)	\$ 16,605	\$ (3,688)
Net income (loss) per share:				
Basic	\$ 0.24	\$ (0.54)	\$ 1.00	\$ (0.23)
Diluted	\$ 0.23	\$ (0.54)	\$ 0.97	\$ (0.23)
Shares used in computing:				
Basic	16,773,458	16,271,291	16,629,763	16,337,836
Diluted	17,223,857	16,271,291	17,093,534	16,337,836

*The accompanying notes are an integral part of the condensed financial statements.*

**ROGERS CORPORATION**  
**CONDENSED CONSOLIDATED STATEMENTS OF FINANCIAL POSITION**

*(Unaudited)*

*(Dollars in thousands, except per share amounts)*

	<b>July 2, 2006</b>	January 1, 2006
<b>Assets</b>		
Current assets		
Cash and cash equivalents	\$ 79,130	\$ 46,401
Accounts receivable, less allowance for doubtful accounts of \$2,051 and \$1,768	76,541	62,850
Accounts receivable from joint ventures	4,357	5,570
Note receivable	2,100	2,100
Inventories	54,769	43,502
Current deferred income taxes	11,356	10,823
Asbestos-related insurance receivables	7,023	7,023
Other		