

Altra Holdings, Inc.
Form 10-Q
November 13, 2007

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 September 29, 2007

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 001-33209

ALTRA HOLDINGS, INC.

(Exact name of registrant as specified in its charter)

Delaware
(State or other jurisdiction of incorporation or organization)

61-1478870
(I.R.S. Employer Identification No.)

14 Hayward Street, Quincy, Massachusetts
(Address of principal executive offices)

02171
(Zip Code)

(617) 328-3300

(Registrant's telephone number, including area code)

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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 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 a large accelerated filer, an accelerated filer, or a non-accelerated filer. See definition of "accelerated filer and larger accelerated filer" in Rule 12b-2 of the Exchange Act. (Check one):

Large Accelerated filer Accelerated Filer Non-accelerated filer

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

As of November 1, 2007, 26,272,737 shares of Common Stock, \$.001 par value per share, were outstanding.

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PART I—FINANCIAL INFORMATION**Item 1. Financial Statements****ALTRA HOLDINGS, INC.****Condensed Consolidated Balance Sheets****Amount in thousands, except share amounts**

	September 29, 2007 (unaudited)	December 31, 2006
Assets		
Current assets:		
Cash and cash equivalents	\$ 30,037	\$ 42,527
Trade receivables, less allowance for doubtful accounts of \$1,297 and \$2,017	86,634	61,506
Inventories	107,641	75,769
Deferred income taxes	7,022	6,783
Prepaid expenses and other	5,767	7,532
Total current assets	237,101	194,117
Property, plant and equipment, net	116,668	82,387
Intangible assets, net	99,528	59,662
Goodwill	122,694	65,397
Deferred income taxes	2,380	2,135
Other assets	6,496	5,670
Total assets	\$ 584,867	\$ 409,368
Liabilities and stockholders' equity		
Current liabilities:		
Accounts payable	\$ 40,406	\$ 34,053
Accrued payroll	16,493	14,071
Accruals and other liabilities	27,214	16,494
Taxes payable	5,563	5,353
Deferred income taxes	1,382	1,382
Current portion of long-term debt	2,433	573
Total current liabilities	93,491	71,926
Long-term debt, less current portion and net of unaccreted discount and premium	295,401	228,555
Deferred income taxes	30,077	7,130
Pension liabilities	12,861	15,169
Other post retirement benefits	2,863	3,262
Other long term liabilities	4,301	3,910
Commitments and Contingencies (See Note 15)	—	—
Stockholders' equity:		
Common stock (\$0.001 par value, 90,000,000 shares authorized, 25,076,205 and	25	21

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21,467,502 issued and outstanding at September 29, 2007 and December 31,
2006, respectively)

Additional paid-in capital	126,739	76,907
Retained earnings	18,270	5,552
Accumulated other comprehensive income (loss)	839	(3,064)
Total stockholders' equity	145,873	79,416
Total liabilities and stockholders' equity	\$ 584,867	\$ 409,368

See accompanying notes.

ALTRA HOLDINGS, INC.

Condensed Consolidated Statements of Income and Comprehensive Income

Amounts in thousands, except per share data

(unaudited)

	Quarter Ended September 29 ,		Year to Date Ended September 29 ,	
	2007	2006	2007	2006
Net sales	\$ 156,976	\$ 112,953	\$ 452,824	\$ 347,511