

VISHAY INTERTECHNOLOGY INC  
Form 10-Q  
May 11, 2010

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 April 3, 2010

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 1-7416

**VISHAY INTERTECHNOLOGY, INC.**

(Exact name of registrant as specified in its charter)

Delaware  
(State or Other Jurisdiction of Incorporation)

38-1686453  
(I.R.S. Employer Identification Number)

63 Lancaster Avenue  
Malvern, PA 19355-2143  
(Address of Principal Executive Offices)

610-644-1300  
(Registrant's Area Code and Telephone Number)

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

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. (Check one):

Large accelerated filer   
Non-accelerated filer  (Do not check if smaller reporting company)

Accelerated filer   
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

As of May 7, 2010, the registrant had 172,288,582 shares of its common stock and 14,352,839 shares of its Class B common stock outstanding.



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VISHAY INTERTECHNOLOGY, INC.  
 FORM 10-Q  
 APRIL 3, 2010  
 CONTENTS

		Page Number
<b>PART I.</b>	<b>FINANCIAL INFORMATION</b>	
Item 1.	Financial Statements	
	Consolidated Condensed Balance Sheets (Unaudited) – April 3, 2010 and December 31, 2009	4
	Consolidated Condensed Statements of Operations (Unaudited) – Fiscal Quarters Ended April 3, 2010 and March 28, 2009	6
	Consolidated Condensed Statements of Cash Flows (Unaudited) – Three Fiscal Months Ended April 3, 2010 and March 28, 2009	7
	Consolidated Condensed Statement of Equity (Unaudited)	8
	Notes to Consolidated Condensed Financial Statements (Unaudited)	9
Item 2.	Management’s Discussion and Analysis of Financial Condition and Results of Operations	23
Item 3.	Quantitative and Qualitative Disclosures About Market Risk	42
Item 4.	Controls and Procedures	42
<b>PART II.</b>	<b>OTHER INFORMATION</b>	
Item 1.	Legal Proceedings	43
Item 1A.	Risk Factors	43
Item 2.	Unregistered Sales of Equity Securities and Use of Proceeds	43
Item 3.	Defaults Upon Senior Securities	43
Item 4.	Removed and Reserved	43
Item 5.	Other Information	43
Item 6.	Exhibits	43
	<b>SIGNATURES</b>	<b>44</b>

## PART I - FINANCIAL INFORMATION

## Item 1. Financial Statements

VISHAY INTERTECHNOLOGY, INC.  
 Consolidated Condensed Balance Sheets  
 (Unaudited - In thousands)

	April 3, 2010	December 31, 2009
<b>Assets</b>		
<b>Current assets:</b>		
Cash and cash equivalents	\$ 613,102	\$ 579,189
Accounts receivable, net	324,685	284,295
<b>Inventories:</b>		
Finished goods	115,416	119,723
Work in process	195,740	192,206
Raw materials	131,543	122,940
Total inventories	442,699	434,869
Deferred income taxes	17,824	16,781
Prepaid expenses and other current assets	102,629	92,409
Total current assets	1,500,939	1,407,543
<b>Property and equipment, at cost:</b>		
Land	97,027	98,623
Buildings and improvements	517,098	528,438
Machinery and equipment	2,084,894	2,126,226
Construction in progress	38,554	36,193
Allowance for depreciation	(1,770,654)	(1,779,224)
	966,919	1,010,256
Intangible assets, net	146,182	153,623
Other assets	141,110	148,124
Total assets	\$ 2,755,150	\$ 2,719,546

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VISHAY INTERTECHNOLOGY, INC.  
 Consolidated Condensed Balance Sheets (continued)  
 (Unaudited - In thousands)

	April 3, 2010	December 31, 2009
<b>Liabilities and equity</b>		
<b>Current liabilities:</b>		
Notes payable to banks	\$ 33	\$ 24
Trade accounts payable	117,719	118,216
Payroll and related expenses	98,657	87,566
Other accrued expenses	181,157	162,083
Income taxes	31,301	23,558
Current portion of long-term debt	53,466	16,054
<b>Total current liabilities</b>	<b>482,333</b>	<b>407,501</b>
Long-term debt less current portion	281,025	320,052
Deferred income taxes	13,533	13,062
Deferred grant income	2,411	2,526
Other liabilities	148,514	152,874
Accrued pension and other postretirement costs	287,341	301,930
<b>Total liabilities</b>	<b>1,215,157</b>	<b>1,197,945</b>
<b>Stockholders' equity:</b>		
<b>Vishay stockholders' equity</b>		
Common stock	17,229	17,228
Class B convertible common stock	1,435	1,435
Capital in excess of par value	2,318,200	2,317,613
(Accumulated deficit) retained earnings	(877,385)	(922,805)
Accumulated other comprehensive income (loss)	75,656	102,975
<b>Total Vishay stockholders' equity</b>	<b>1,535,135</b>	<b>1,516,446</b>
Noncontrolling interests	4,858	5,155
<b>Total equity</b>	<b>1,539,993</b>	<b>1,521,601</b>
<b>Total liabilities and equity</b>	<b>\$ 2,755,150</b>	<b>\$ 2,719,546</b>

See accompanying notes.

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VISHAY INTERTECHNOLOGY, INC.  
 Consolidated Condensed Statements of Operations  
 (Unaudited - In thousands, except for per share)

	Fiscal quarters ended	
	April 3, 2010	March 28, 2009
Net revenues	\$ 640,460	\$ 449,511
Costs of products sold	473,447	381,487
Gross profit	167,013	68,024
Selling, general, and administrative expenses	101,888	87,454
Restructuring and severance costs	-	18,933
Operating income (loss)	65,125	(38,363)
Other income (expense):		
Interest expense	(2,434)	(2,864)
Other	44	12,883
	(2,390)	10,019
Income (loss) before taxes	62,735	(28,344)
Income tax expense	17,096	710
Net earnings (loss)	45,639	(29,054)
Less: net earnings attributable to noncontrolling interests	219	73
Net earnings (loss) attributable to Vishay stockholders	\$ 45,420	\$ (29,127)
Basic earnings (loss) per share attributable to Vishay stockholders	\$ 0.24	\$ (0.16)
Diluted earnings (loss) per share attributable to Vishay stockholders	\$ 0.24	\$ (0.16)
Weighted average shares outstanding - basic	186,641	186,558
Weighted average shares outstanding - diluted	193,067	186,558

See accompanying notes.

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VISHAY INTERTECHNOLOGY, INC.  
 Consolidated Condensed Statements of Cash Flows  
 (Unaudited - In thousands)

	Three fiscal months ended	
	April 3, 2010	March 28, 2009
<b>Continuing operating activities</b>		
Net earnings (loss)	\$ 45,639	\$ (29,054)
Adjustments to reconcile net earnings (loss) to net cash provided by continuing operating activities:		
Depreciation and amortization	50,445	54,571
(Gain) loss on disposal of property and equipment	(68)	79
Inventory write-offs for obsolescence	6,005	6,376
Deferred grant income	(156)	(209)
Other	5,186	(21,449)
Net change in operating assets and liabilities, net of effects of businesses acquired	(39,003)	42,937
Net cash provided by continuing operating activities	68,048	53,251
<b>Continuing investing activities</b>		
Capital expenditures	(18,086)	(11,309)
Proceeds from sale of property and equipment	292	308
Net cash used in continuing investing activities	(17,794)	(11,001)
<b>Continuing financing activities</b>		
Proceeds from long-term borrowings, net of issuance costs	-	15,000
Principal payments on long-term debt and capital leases	(1,614)	(247)
Net changes in short-term borrowings	9	(10,871)
Distributions to noncontrolling interests	(516)	(116)
Net cash provided by (used in) continuing financing activities	(2,121)	