

Optex Systems Holdings Inc
Form 10-Q
August 15, 2011

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 3, 2011

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

For the transition period from _____ to _____.

OPTEX SYSTEMS HOLDINGS, INC.
(Exact Name of Registrant as Specified in Charter)

Delaware 000-54114 90-0609531
(State or other jurisdiction of (Commission File Number) (IRS Employer Identification
incorporation) No.)

1420 Presidential Drive, Richardson, TX 75081-2439
(Address of principal executive offices) (Zip Code)

Registrant's telephone number, including area code: (972) 644-0722

Check whether the issuer (1) has filed all reports required to be filed by Section 13 or 15(d) of the Exchange Act during the preceding 12 months (or for such shorter period that the issuer 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 is a large accelerated filer, an accelerated filer, a non-accelerated filer or a smaller reporting company filer. See definition of "accelerated filer" and "large accelerated filer" in Rule 12b-2 of the Exchange Act (Check one):

Large Accelerated Filer Accelerated Filer Non-Accelerated Filer Smaller Reporting Company

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Indicate by check mark whether the registrant has submitted electronically and posted on its corporate website, if any, every Interactive Data File required to be submitted and posted pursuant to Rule 405 of Regulation S-T (§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 shell company as defined in Rule 12b-2 of the Exchange Act.

Yes No

State the number of shares outstanding of each of the issuer's classes of common equity, as of August 15, 2011:

139,444,940 shares of common stock.

OPTEX SYSTEMS HOLDINGS, INC.
FORM 10-Q

For the period ended July 3, 2011

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Item 1. Financial Information

Item 1. Financial Information

OPTEX SYSTEMS HOLDINGS, INC.
UNAUDITED CONDENSED CONSOLIDATED FINANCIAL STATEMENTS
AS OF JULY 3, 2011

BALANCE SHEETS AS OF JULY 3, 2011 (UNAUDITED) AND OCTOBER 3, 2010	F-1
STATEMENTS OF OPERATIONS FOR THE THREE AND NINE MONTHS ENDED JULY 3, 2011(UNAUDITED) AND THE THREE AND NINE MONTHS ENDED JUNE 27, 2010 (UNAUDITED)	F-2
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FINANCIAL STATEMENT FOOTNOTES (UNAUDITED)	F-4

Optex Systems Holdings, Inc.
Condensed Consolidated Balance Sheets

	(Thousands) (Unaudited)	
	July 3, 2011	October 3, 2010
ASSETS		
Current Assets		
Cash	\$682	\$1,030
Accounts Receivable	1,887	2,375
Deferred Tax Asset - Short Term	-	376
Net Inventory	6,143	5,890
Prepaid Expenses	50	245
Total Current Assets	\$8,762	\$9,916
Property and Equipment		
Property Plant and Equipment	\$1,482	\$1,457
Accumulated Depreciation	(1,211)	(1,161)
Total Property and Equipment	\$271	\$296
Other Assets		
Deferred Tax Asset - Long Term	\$615	\$617
Security Deposits	21	21
Total Other Assets	\$636	\$638
Total Assets	\$9,669	\$10,850
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current Liabilities		
Accounts Payable	\$878	\$763
Accrued Expenses	612	574
Accrued Warranties	25	25
Accrued Contract Losses	659	1,357
Credit Facility	400	1,107
Total Current Liabilities	\$2,574	\$3,826
Total Liabilities	\$2,574	\$3,826
Stockholders' Equity		
Optex Systems Holdings, Inc. – (par \$0.001, 200,000,000 authorized, 139,444,940 shares issued and outstanding)	\$139	\$139
Optex Systems Holdings, Inc. Preferred Stock (\$0.001 par 5,000 authorized, 1,027 series A preferred issued and outstanding)	-	-
Additional Paid-in-capital	17,542	17,162
Retained Earnings (Deficit)	(10,586)	(10,277)

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Total Stockholders' Equity	\$7,095	\$7,024
Total Liabilities and Stockholders' Equity	\$9,669	\$10,850

The accompanying notes are an integral part of these financial statements

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Optex Systems Holdings, Inc.
Condensed Consolidated Statements of Operations (Unaudited)

	(Thousands)			
	Three months ended		Nine months ended	
	July 3, 2011	June 27, 2010	July 3, 2011	June 27, 2010
Revenues	\$3,231	\$5,905	\$11,971	\$18,139
Total Cost of Sales	2,681	5,498	10,166	16,245
Gross Margin	\$550			