

AIR T INC
Form 10-Q
February 01, 2008

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, D.C. 20549

FORM 10-Q

(Mark one)

X Quarterly Report Pursuant to Section 13 or 15(d) of the Securities Exchange Act of 1934 for the quarterly period ended December 31, 2007

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

0-11720

Air T, Inc.

(Exact name of registrant as specified in its charter)

Delaware 52-1206400
(State or other jurisdiction
of (I.R.S. Employer
organization) incorporation or
Identification No.)

Post Office Box 488, Denver, North Carolina 28037
(Address of principal executive offices, including zip code)

(828) 464-8741
(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 _____

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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____ Non-Accelerated Filer__X__

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act)

Yes No __X__

APPLICABLE ONLY TO CORPORATE ISSUERS:

Indicate the number of shares outstanding of each of the issuer's classes of common stock, as of the latest practicable date.

2,423,506 shares of Common Stock, par value of \$.25 per share were outstanding as of January 31, 2008. Common Stock is the only class of stock outstanding.

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Item 1. Financial Statements

AIR T, INC. AND SUBSIDIARIES
CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS (UNAUDITED)

	Three Months Ended		Nine Months Ended	
	December 31,		December 31,	
	2007	2006	2007	2006
Operating Revenues:				
	\$			
Overnight air cargo	10,114,872	\$8,844,879	\$28,131,038	\$26,067,138
Ground equipment	11,033,978	8,549,652	26,225,596	22,132,307
	21,148,850	17,394,531	54,356,634	48,199,445
Operating Expenses:				
Flight-air cargo	4,606,970	4,457,557	13,867,260	12,945,381
Maintenance-air cargo	3,904,042	3,041,183	9,914,606	9,251,179
Ground equipment	8,380,149	6,832,895	19,668,962	16,561,498
General and administrative	2,709,507	2,384,078	7,292,877	6,780,723
Depreciation and amortization	115,496	153,815	364,418	478,611
	19,716,164	16,869,528	51,108,123	46,017,392
Operating Income	1,432,686	525,003	3,248,511	2,182,053
Non-operating (Income) Expense:				
Interest, net	29,804	85,003	151,385	117,020
Deferred retirement expense	-	5,250	101	15,750
Investment income and other	(41,246)	(60,197)	(155,128)	(179,213)
	(11,442)	30,056	(3,642)	(46,443)
Earnings Before Income Taxes	1,444,128	494,947	3,252,153	2,228,496
Income Tax Expense	524,108	191,188	1,168,115	826,875
Net Earnings	\$ 920,020	\$ 303,759	\$ 2,084,038	\$ 1,401,621
Basic and Diluted Net				