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

FORM 8-K

CURRENT REPORT
Pursuant to Section 13 or 15(d) of the Securities Exchange Act of 1934

Date of Report (Date of earliest event reported): November 4, 2016

UNIROYAL GLOBAL ENGINEERED PRODUCTS, INC.

(Exact name of registrant as specified in its charter)

Nevada
(State or other jurisdiction
of Incorporation)

000-50081
(Commission File Number)

65-1005398
(IRS Employer
Identification No.)

1800 2nd Street, Suite 970
Sarasota, FL 34236
(Address of principal executive offices)

(941) 906-8580
(Registrant's telephone number, including area code)

N/A
(Former name or former address, if changed since last report)

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions:

- Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
 - Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
 - Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
 - Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))
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Item 2.02 Results of Operations and Financial Condition.

On November 4, 2016, Uniroyal Global Engineered Products, Inc. issued a press release announcing its financial results for its fiscal quarter ended October 2, 2016. A copy of the press release is attached hereto as Exhibit 99.1.

Pursuant to General Instruction B.2 of Current Report on Form 8-K, the information in this Item 2.02 is being furnished and shall not be deemed to be “filed” for purposes of Section 18 of the Securities Exchange Act of 1934, as amended, or otherwise be subject to the liability of that section. Furthermore, the information in this Item 2.02 shall not be deemed to be incorporated by reference into the filings of the Company under the Securities Act of 1933, as amended.

Item 9.01 Financial Statements and Exhibits.

(d) Exhibits.

<u>Exhibit No.</u>	<u>Description</u>
99.1	Press Release, dated November 4, 2016, issued by Uniroyal Global Engineered Products, Inc., announcing earnings results.

SIGNATURE

Pursuant to the requirements of the Securities Exchange Act of 1934, the Registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

UNIROYAL GLOBAL ENGINEERED PRODUCTS, INC.

Dated: November 4, 2016

By: /s/ Howard R. Curd
Howard R. Curd
Chief Executive Officer



Press Release

Uniroyal Global Engineered Products, Inc. Reports Net Income of \$1,300,044, or \$0.07 per Diluted Share, before Dividends, for the Quarter Ended October 2, 2016 vs \$837,803, or \$0.04 per Diluted Share, before Dividends, for the Quarter Ended October 4, 2015

Financial Highlights Third Quarter Ended October 2, 2016:

- *Net Sales increase 6.2% versus prior year
- *Net Income increases 55.2%
- *Diluted Net Income Per Common Share, before dividends \$0.07 versus \$0.04 in prior year
- *Diluted Earnings Per Common Share \$0.03 versus \$0.01 in prior year

Sarasota, Florida, November 4, 2016, Uniroyal Global Engineered Products, Inc. (OTCQB:UNIR or the “Company”) today reported its financial results for the quarter ended October 2, 2016 compared to the quarter ended October 4, 2015.

Three Months Ended October 2, 2016

Net Sales

Net Sales for the third quarter increased 6.2% to \$24,675,521, a gain of \$1,450,322 versus the prior year, which represented the highest year over year increase for any quarter of this fiscal year. Included in the reported sales is a negative currency impact of \$890,000. Without the currency fluctuation, Net Sales would have increased 10% for the quarter.

Sales for the third quarter to the automotive industry (68.0% of total Net Sales) increased 14.4% versus last year due to sharp increases in both Domestic and European operations. “We continue to record strong results in Global automotive sales as product innovation and cost improvement programs are recognized by major OEM’s. This has resulted in increased market penetration,” noted Howard Curd, Chairman.

Sales to the industrial and consumer segments (32.0% of total Net Sales) declined 7.8% versus last year. Seating applications for industrial equipment manufacturers showed improvement in the quarter after a sluggish first six months, but consumer sales (recreational and residential) declined, impacted by the continued slow Global economic recovery.

Net Income Available to Common Shareholders

Net Income Available to Common Shareholders increased to \$578,015 versus \$139,304 in the prior year quarter, representing a gain of \$438,711, or three times greater than that of the previous year. The increase versus the prior year quarter was due to the improvement in Net Sales and sharply lower General and Administrative expenses.

Gross Profit Margins contracted during the third quarter to 21.7% versus 23.2% for the third quarter of the previous year. The reduction in the margins was primarily caused by a decline in higher margin industrial and consumer sales.

Operating Income improved to \$1,868,358 for the third quarter of this year versus \$1,482,256 for the third quarter of the previous year, a gain of \$386,102 or 26.0%. The principal catalyst for the increase versus the prior year was a sharp reduction in General and Administrative expenses from the previous period. Certain one-time charges in the third quarter of last year resulted in costs abnormally high for the period. Current General and Administrative expenses, which are 7.4% of Net Sales for the third quarter, are lower than the nine months at 7.9% of Net Sales.

Nine Months Ended October 2, 2016

Net Sales

Net Sales for the nine months ended October 2, 2016 were \$76,976,985, recording a gain of \$490,797, or 0.6%, versus the previous year which was a 40 week period versus 39 weeks for the current nine months period. The additional week in the prior year period represented approximately \$500,000 in Net Sales, negatively impacting on year to year comparisons. Negative currency fluctuations of \$1,700,000 also impacted the year to year comparisons.

Net Income Available to Common Shareholders

Net Income Available to Common Shareholders for the nine months ended October 2, 2016 (39 weeks) was \$2,193,844 as compared to \$1,815,796 for nine months ended October 4, 2015 (40 weeks). The increase of \$378,048 versus the previous year is due to improved Gross Profit margins on Net Sales which more than offset an increase of 2.5% in operating expenses.

Gross Profit Margins for the nine months ended October 2, 2016 improved to 23.0% of Net Sales from 21.7% of Net Sales for the nine months ended October 4, 2015, leading to an improvement in Gross Profit of \$1,141,047. Global manufacturing efficiencies and lower overall raw material costs were the primary reasons for the Gross Profit improvement.

Operating Income for the nine months improved to \$6,356,226 from \$5,492,864 versus the comparable prior year period for an increase of \$863,362 or 15.7%. The improvement in Gross Profit Margins on Net Sales lead to the sharp increase in Operating Income.

For further details, see the Consolidated Statements of Operations in the Company's **Form 10-Q** filed on November 4, 2016. The Company will have comments on the quarter in an earning conference call on November 7, 2016 at 9:00 am (EST). Persons wishing to access the conference call may do so by dialing 888-857-6929 (U.S.) and 719-457-2607 (International), and using the ID #1385906. Howard F. Curd, President, will discuss our earnings on the call and will be available for questions. The call will also be available by logging on to www.uniroyalglobal.com and accessing the webcast link (<https://public.viavid.com/player/index.php?id=121900>) in the investor relations section. A replay of the conference call will be available beginning Monday, November 7, 2016 through February 7, 2017 by calling 877-870-5176 (US) or 858-384-5517 (International) and Pin #1385906.

About Uniroyal Global Engineered Products, Inc.:

Uniroyal Global Engineered Products, Inc. (UNIR) is a leading manufacturer of vinyl coated fabrics that are durable, stain resistant, cost-effective alternatives to leather, cloth and other synthetic fabric coverings. Uniroyal Global Engineered Products, Inc.'s revenue in 2015 was derived 65% from the automotive industry and approximately 35% from the recreational, industrial, indoor and outdoor furnishings, hospitality and health care markets. Our primary brand names include Naugahyde®, BeautyGard®, Flameblocker™, Spirit Millennium®, Ambla®, Amblon®, Velbex®, Cirroflex®, Plastolene® and Vynide®.

Forward-Looking Statements:

Except for statements of historical fact, certain information contained in this press release constitutes forward-looking statements, including, without limitation, statements containing the words "believe," "expect," "anticipate," "intend," "should," "planned," "estimated" and "potential" and words of similar import, as well as all references to the future. These forward-looking statements are based on Uniroyal Global Engineered Products, Inc.'s current expectations. The Company cautions investors that any forward-looking statements made by the Company are not guarantees of future performance and that a variety of factors could cause the Company's actual results and experience to differ materially from the anticipated results or other expectations expressed in the Company's forward-looking statements. The risks and uncertainties which may affect the operations, performance, development and results of the Company's business include, but are not limited to, the following: uncertainties relating to economic conditions, uncertainties relating to customer plans and commitments, the pricing and availability of equipment, materials and inventories, currency fluctuations, technological developments, performance issues with suppliers, economic growth, delays in testing of new products, the Company's ability to successfully integrate acquired operations, the Company's dependence on key personnel, the Company's ability to protect its intellectual property rights, the effectiveness of cost-reduction plans, rapid technology changes and the highly competitive environment in which the Company operates. Readers are cautioned not to place undue reliance on these forward-looking statements, which speak only as of the date the statement was made.

UNIROYAL GLOBAL ENGINEERED PRODUCTS, INC.

CONSOLIDATED BALANCE SHEETS

	<u>October 2, 2016</u>	<u>January 3, 2016</u>
	(Unaudited)	
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	\$ 1,557,886	\$ 1,910,112
Accounts receivable, net	15,451,881	14,209,056
Inventories, net	17,063,845	17,527,728
Other current assets	2,284,174	2,891,007
Related party receivable	25,000	23,298
Total Current Assets	<u>36,382,786</u>	<u>36,561,201</u>
PROPERTY AND EQUIPMENT, NET	<u>13,609,176</u>	<u>14,003,276</u>
OTHER ASSETS		
Intangible assets	3,236,973	3,534,936
Goodwill	1,079,175	1,079,175
Other long-term assets	3,434,693	3,095,414
Total Other Assets	<u>7,750,841</u>	<u>7,709,525</u>
TOTAL ASSETS	<u>\$ 57,742,803</u>	<u>\$ 58,274,002</u>
LIABILITIES AND STOCKHOLDERS' EQUITY		
CURRENT LIABILITIES		
Checks issued in excess of bank balance	\$ 611,557	\$ 322,307
Line of credit	16,108,797	16,577,279
Current maturities of long-term debt	739,653	639,018
Current maturities of capital lease obligations	396,136	489,978
Accounts payable	7,987,786	7,592,510
Accrued expenses	4,252,939	3,941,296
Related party obligation	370,393	276,880
Current portion of postretirement benefit liability - health and life	136,725	136,725
Total Current Liabilities	<u>30,603,986</u>	<u>29,975,993</u>
LONG-TERM LIABILITIES		
Long-term debt, less current portion	1,939,705	2,134,243
Capital lease obligations, less current portion	996,152	1,469,317
Related party lease financing obligations	2,163,428	2,164,682
Long-term debt to related parties	2,918,786	4,449,243
Postretirement benefit liability - health and life, less current portion	2,836,541	2,836,638
Other long-term liabilities	954,696	975,781
Total Long-Term Liabilities	<u>11,809,308</u>	<u>14,029,904</u>
Total Liabilities	<u>42,413,294</u>	<u>44,005,897</u>

STOCKHOLDERS' EQUITY

Preferred units, Series A UEP Holdings, LLC, 200,000 units issued and outstanding (\$100 issue price)	617,571	617,571
Preferred units, Series B UEP Holdings, LLC, 150,000 units issued and outstanding (\$100 issue price)	463,179	463,179
Preferred stock, Engineered Products Acquisition Limited, 50 shares issued and outstanding (\$1.51 stated value)	75	75
Common stock, 95,000,000 shares authorized (\$.001 par value) 18,811,066 and 18,890,909 shares issued and outstanding as of October 2, 2016 and January 3, 2016, respectively	18,812	18,892
Additional paid-in capital	34,827,831	34,823,886
Accumulated deficit	(19,480,634)	(21,674,478)
Accumulated other comprehensive income	<u>(1,117,325)</u>	<u>18,980</u>
Total Stockholders' Equity	<u>15,329,509</u>	<u>14,268,105</u>
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	<u>\$ 57,742,803</u>	<u>\$ 58,274,002</u>

UNIROYAL GLOBAL ENGINEERED PRODUCTS, INC.

CONSOLIDATED STATEMENTS OF OPERATIONS
(Unaudited)

	Three Months Ended		Nine Months Ended	
	October 2, 2016	October 4, 2015	October 2, 2016	October 4, 2015
NET SALES	\$ 24,675,521	\$ 23,225,199	\$ 76,976,985	\$76,486,188
COST OF GOODS SOLD	<u>19,325,342</u>	<u>17,841,471</u>	<u>59,241,192</u>	<u>59,891,442</u>
Gross Profit	5,350,179	5,383,728	17,735,793	16,594,746
OPERATING EXPENSES:				
Selling	1,238,035	1,268,656	4,011,017	4,065,951
General and administrative	1,830,932	2,192,559	6,051,854	5,850,880
Research and development	<u>412,854</u>	<u>440,257</u>	<u>1,316,696</u>	<u>1,185,051</u>
OPERATING EXPENSES	<u>3,481,821</u>	<u>3,901,472</u>	<u>11,379,567</u>	<u>11,101,882</u>
Operating Income	<u>1,868,358</u>	<u>1,482,256</u>	<u>6,356,226</u>	<u>5,492,864</u>
OTHER INCOME (EXPENSE):				
Interest and other debt related expense	(394,401)	(406,242)	(1,232,814)	(1,199,008)
Other income (expense)	<u>(17,015)</u>	<u>(103,051)</u>	<u>(279,075)</u>	<u>69,653</u>
Net Other Expense	<u>(411,416)</u>	<u>(509,293)</u>	<u>(1,511,889)</u>	<u>(1,129,355)</u>
INCOME BEFORE TAX PROVISION	1,456,942	972,963	4,844,337	4,363,509
TAX PROVISION	<u>156,898</u>	<u>135,160</u>	<u>484,798</u>	<u>459,340</u>
NET INCOME	1,300,044	837,803	4,359,539	3,904,169
Preferred stock dividend	<u>(722,029)</u>	<u>(698,499)</u>	<u>(2,165,695)</u>	<u>(2,088,373)</u>
NET INCOME AVAILABLE TO COMMON SHAREHOLDERS	<u>\$ 578,015</u>	<u>\$ 139,304</u>	<u>\$ 2,193,844</u>	<u>\$ 1,815,796</u>
EARNINGS PER COMMON SHARE:				
Basic	<u>\$ 0.03</u>	<u>\$ 0.01</u>	<u>\$ 0.12</u>	<u>\$ 0.13</u>
Diluted	<u>\$ 0.03</u>	<u>\$ 0.01</u>	<u>\$ 0.12</u>	<u>\$ 0.10</u>
WEIGHTED AVERAGE SHARES OUTSTANDING:				
Basic	<u>18,828,292</u>	<u>14,264,699</u>	<u>18,843,440</u>	<u>14,323,414</u>
Diluted	<u>18,893,936</u>	<u>19,021,532</u>	<u>18,909,085</u>	<u>19,080,247</u>

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