

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): May 8, 2006

ALLIED MOTION TECHNOLOGIES INC.

(Exact Name of Registrant as Specified in Its Charter)

Colorado

0-4041

84-0518115

(State or other jurisdiction
of Incorporation)

(Commission File Number)

(IRS Employer
Identification No.)

23 Inverness Way East, Ste. 150, Englewood, CO 80112

(Address of Principal executive offices) (Zip Code)

Registrant's telephone number, including area code 303-799-8520

NOT APPLICABLE

(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 (see General Instruction A.2 below):

- Written communications pursuant to Rule 425 under the Securities Act (17CFT230.425)
- Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17CFR 240.14a-12)
- Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17CFR240.14d-2(b))
- Pre-commencement communications pursuant to Rule 13e-4(C) under the Exchange Act (17CFR240.13e-4(c))

Item 2.02. Results of Operations and Financial Condition.

On May 8, 2006, Allied Motion Technologies Inc. issued a press release reporting its results of operations for the first quarter ended March 31, 2006. A copy of the press release is attached hereto as Exhibit 99.1 and is incorporated herein by reference.

Item 9.01. Financial Statements and Exhibits.

(c) Exhibits.

Exhibit 99.1 Allied Motion Technologies Inc. Press Release dated May 8, 2006.

SIGNATURES

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.

ALLIED MOTION TECHNOLOGIES INC.

Date: May 8, 2006

/s/ Richard D. Smith

Richard D. Smith
Chief Executive Officer and
Chief Financial Officer

Allied Motion Sales and Net Income Increase
Significantly for the Quarter Ended March 31, 2006

DENVER--(BUSINESS WIRE)--May 8, 2006--Allied Motion Technologies Inc. (Nasdaq:AMOT) today announced it achieved net income for the quarter ended March 31, 2006 of \$348,000 or \$.05 per diluted share compared to net income of \$168,000 or \$.02 per diluted share for the same quarter last year, a 107% increase. Revenues for the quarter increased 15% to \$21,199,000 compared to \$18,455,000 last year. Backlog at March 31, 2006 was \$29,494,000, or a 17% increase from the end of last year and a 31% increase from March 31, 2005.

"We are pleased with the improvement in sales and profit we achieved during the first quarter of 2006," commented Dick Smith, CEO of Allied Motion. "We achieved significant improvement in sales and margin from our industrial markets during the quarter. We also continued with the ramp up of production at our Asian manufacturing facility and we started to realize cost improvements in some of our product lines. Our sales backlog continues to increase and we are starting to realize new business from our new product introductions. We will continue to execute our strategy that is building the foundation necessary to achieve our long-term goals for growth in sales and profitability, as well as to facilitate our continued expansion into the motion control industry."

Dick Warzala, President of Allied Motion, added, "Our operations provided substantial sales and earnings growth in the quarter despite \$249,000 of additional costs for our partially self insured medical plan and for audit costs in the first quarter of 2006 compared to 2005 which reduced net earnings by \$.02 per diluted share. While we remain focused on continuous operating improvements including new customer development, new product development, AST implementation and LCR ramp up, we are also exploring ways to reduce our insurance and administrative costs to improve the overall performance of the company. Forward priced customer contracts and the increased raw material price increases we have experienced are being dealt with in a controlled and logical manner to ensure we realize margin improvements in the future."

Headquartered in Denver, Colorado, Allied Motion designs, manufactures and sells motion control products into applications that serve many industry sectors. Allied Motion is a leading supplier of precision and specialty motion control components and systems to a broad spectrum of customers throughout the world.

The statements in this press release and in the Company's May 8, 2006 conference call that relate to future plans, events or performance are "forward-looking statements" within the meaning of the Private Securities Litigation Reform Act of 1995. Forward-looking statements include, without limitation, any statements that may predict, forecast, indicate, or imply future results, performance, or achievements. Forward-looking statements involve known and unknown risks and uncertainties that may cause actual results of the Company to differ materially from the forward-looking statements. The risks and uncertainties include international, national and local general business and economic conditions in the Company's motion markets, introduction of new technologies, products and competitors, the ability to protect the Company's intellectual property, the ability of the Company to sustain, manage or forecast its growth and product acceptance, success of new corporation strategies and implementation of defined critical issues designed for growth and improvement in profits, the continued success of the Company's customers to allow the Company to realize revenues from its order backlog and to support the Company's expected delivery schedules, the continued viability of the Company's customers and their ability to adapt to changing technology and product demand, the ability of the Company to meet the technical specifications of its customers, the continued availability of parts and components, increased competition and changes in competitor responses to the Company's products and services, changes in government regulations, availability of financing, the ability of the Company's lenders and financial institutions to provide additional funds if needed for operations or for making future acquisitions or the ability of the Company to obtain alternate financing if present sources of financing are terminated, the ability to attract and retain qualified personnel who can design new applications and products for the motion industry, the ability of the Company to identify and consummate favorable acquisitions to support external growth and new technology, and the ability of the Company to control costs for the purpose of improving profitability. The Company's ability to compete in this market depends upon its capacity to anticipate the need for

new products, and to continue to design and market those products to meet customers' needs in a competitive world. Actual results, events and performance may differ materially. Readers are cautioned not to place undue reliance on these forward-looking statements as a prediction of actual results. The Company has no obligation or intent to release publicly any revisions to any forward looking statements, whether as a result of new information, future events, or otherwise.

ALLIED MOTION TECHNOLOGIES INC. FINANCIAL SUMMARY
(IN THOUSANDS, EXCEPT PER SHARE DATA) (UNAUDITED)

HIGHLIGHTS OF OPERATING RESULTS	For the Three Months	
	Ended March 31, 2006	2005
Revenues	\$21,199	\$18,455
Cost of products sold	16,459	14,367
Gross Margin	4,740	4,088
Operating expenses and other	4,226	3,803
Income before income taxes	514	285
Provision for income taxes	(166)	(117)
Net Income	\$ 348	\$ 168
PER SHARE AMOUNTS:		
Diluted income per share	\$.05	\$.02
Diluted weighted average common shares	6,587	7,139

CONDENSED BALANCE SHEETS	March	December
	31, 2006	31, 2005
Assets		
Current Assets:		
Cash and cash equivalents	\$ 912	\$ 624
Trade receivables, net	11,595	10,087
Inventories, net	10,113	9,185
Other current assets	959	979
Total Current Assets	23,579	20,875
Property, plant and equipment, net	12,629	12,939
Deferred income taxes	557	582
Goodwill and intangible assets, net	18,760	18,941
Total Assets	\$55,525	\$53,337
Liabilities and Stockholders' Investment		
Current Liabilities:		
Debt obligations	\$ 8,703	\$ 7,335
Accounts payable and other current liabilities	11,012	10,084
Total Current Liabilities	19,715	17,419
Long-term debt obligations	4,214	4,746
Other long-term liabilities	5,365	5,365
Total Liabilities	29,294	27,530
Stockholders' Investment	26,231	25,807
Total Liabilities and Stockholders' Investment	\$55,525	\$53,337

CONDENSED STATEMENTS OF CASH FLOWS	For the Three Months	
	ended March 31, 2006	2005
Cash flows from operating activities:		
Net income	\$ 348	\$ 168
Depreciation and amortization	812	813
Changes in working capital balances and other	(1,425)	(2,483)
Net cash used in operating activities	(265)	(1,502)
Cash flows from investing activities:		
Purchase of property and equipment	(253)	(579)
Cash paid for acquisitions, net	--	(158)

Net cash used in investing activities	(253)	(737)
Net cash provided by financing activities	803	2,088
Effect of foreign exchange rate changes on cash	3	7
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Net increase (decrease) in cash and cash equivalents	288	(144)
Cash and cash equivalents at beginning of period	624	456
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Cash and cash equivalents at March 31	\$ 912	\$ 312
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CONTACT: Allied Motion Technologies Inc.
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