

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): April 22, 2003

Delta Apparel, Inc.

(Exact name of registrant as specified in its charter)

Georgia
(State or Other Jurisdiction
of Incorporation)

1-15583

(Commission File Number)

58-2508794

(IRS Employer Identification No.)

2750 Premiere Parkway, Suite 100, Duluth, Georgia

30097

(Address of principal executive offices)

(Zip Code)

(678) 775-6900
(Registrant's Telephone Number
Including Area Code)

Not Applicable
(Former name or former address, if changed since last report)

ITEM 7. FINANCIAL STATEMENTS AND EXHIBITS.

(c) Exhibits.

99.1 Press release issued by Delta Apparel, Inc. on April 22, 2003.

ITEM 9. REGULATION F-D DISCLOSURE.

On April 22, 2003, Delta Apparel, Inc. issued its earnings release for the fiscal quarter ended March 29, 2003. The earnings release is set forth as Exhibit 99.1 to this Current Report and is incorporated herein by reference. Robert W. Humphreys, President and CEO, will hold an analyst conference call on Tuesday, April 22, 2003 at 9:00 a.m. eastern time to discuss financial results and give a business update. The conference call will be broadcast through the Company's web site at www.deltaapparel.com by selecting "investor relations" then "company news." A replay of the webcast will be available within one hour of the call and will be archived at the above address for 30 days following the release.

ITEM 12. RESULTS OF OPERATIONS AND FINANCIAL CONDITION.

The information set forth under Item 9 above is incorporated herein by reference.

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.

DELTA APPAREL, INC.

Date: April 22, 2003

/s/ Herbert M. Mueller

Herbert M. Mueller
Vice President and Chief Financial Officer

EXHIBIT INDEX

Exhibit Number	Description
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99.1	Press release issued by Delta Apparel, Inc. on April 22, 2003.

DELTA APPAREL ANNOUNCES RECORD SALES FOR THIRD QUARTER OF FISCAL YEAR 2003

DULUTH, Ga.--(BUSINESS WIRE)--April 22, 2003--Delta Apparel, Inc. (AMEX-DLA) announces record sales of \$33.9 million for the third fiscal quarter of fiscal year 2003, a 3.1% increase from the prior year third fiscal quarter.

The sales increase of \$1.0 million over the prior year quarter was the result of a 10.4% increase in volume, partially offset by a 6.6% decrease in average selling prices. Sales of heavyweight adult and youth short sleeve tees and private label programs drove the volume increase for the quarter. Lower average selling prices were primarily the result of price promotions on the basic adult short sleeve white and colored tees. Operating income was \$2.6 million for the quarter, a decrease of \$0.5 million, or 16.7%, from \$3.1 million in the third fiscal quarter of the prior year. The decrease resulted primarily from the lower selling prices, partially offset by lower raw material costs, and higher distribution costs, driven from the February opening of the Florida distribution center. In addition, the Company began producing dyed fabric at its Fayette, Alabama plant during the quarter. This led to an increase in off-quality costs due to the initial trials of the dyeing equipment.

Interest expense was \$0.2 million for the quarter, an increase of \$51,000 from the prior year quarter. The increase in interest expense resulted from an increase of approximately \$5.4 million in average debt outstanding, slightly offset by a reduction in the average interest rates. The higher average debt outstanding was the result of the higher accounts receivable and inventory levels during the quarter.

The effective income tax rate on pretax income for the three months ended March 29, 2003 was 38.3%, compared to 37.1% for the third fiscal quarter of the prior year and 33.0% for the fiscal year ended June 29, 2002. In fiscal year 2002, the Company reversed the valuation allowance against its net operating loss carryforwards, resulting in the effective tax rate of 33.0%. The Company expects its annualized effective tax rate to more closely approximate statutory rates for fiscal year 2003.

Net earnings for the quarter were \$1.5 million, or 4.4% of sales, down \$0.4 million from the prior year quarter. Basic and diluted earnings per share for the quarter ended March 29, 2003 were \$0.37 and \$0.35 per share on 4.05 million and 4.21 million shares, respectively. Basic and diluted earnings per share for the quarter ended March 30, 2002 were \$0.46 and \$0.43 on 4.08 million and 4.32 million shares, respectively (after giving effect to the 2-for-1 stock split effective as of September 20, 2002). On March 29, 2003, the Company had 4.01 million shares outstanding.

Sales for the first nine months of fiscal year 2003 were \$92.8 million, up \$4.5 million, or 5.2%, from the first nine months of the prior year. For the nine months ended March 29, 2003, operating earnings were \$7.7 million, up \$3.0 million from the first nine months of the prior year.

Interest expense was \$0.5 million for the nine months ended March 29, 2003, which is consistent with the first nine months of last year. Higher average borrowings, offset by a decrease in average interest rates resulted in interest expense being consistent with the prior year.

Net earnings for the first nine months of fiscal year 2003 were \$4.4 million, up \$1.8 million from the first nine months of last year. Basic and diluted earnings per share for the nine months ended March 29, 2003 were \$1.09 and \$1.05 per share, respectively. For the nine months ended March 30, 2002, basic and diluted earnings per share were \$0.58 and \$0.55 per share, respectively.

Accounts receivable increased \$2.9 million from March 30, 2002 to \$20.2 million on March 29, 2003. The increase was a result of higher sales during the current year quarter and higher days sales outstanding.

Inventories on March 29, 2003 were \$50.4 million, consistent with inventory levels on December 28, 2002. Inventory has increased \$14.9 million from June 29, 2002 and has increased \$11.0 million from the prior year quarter. The Company built higher levels of inventory in the first half of the year to prepare for the opening of its Florida distribution center which occurred during the current quarter, causing finished goods to increase by \$2.8 million from the prior year quarter. Although in-process inventory continued to be higher than the prior year quarter and June 29, 2002, it remained consistent with the level at

December 28, 2002. The Company expects in-process inventory to remain at current levels as it continues to produce more products to support the new distribution center and its anticipated sales growth for fiscal year 2003. The Company's raw material inventory decreased \$1.8 million during the quarter, although it remained higher than at June 29, 2002. The Company had increased its raw material inventory since June 29, 2002 to take advantage of lower cotton prices and to support its increased textile capacity. The Company expects raw material inventories to decrease significantly during the fourth fiscal quarter.

The Company purchased 81,500 shares of its stock through its Stock Repurchase Program during the quarter ended March 29, 2003 for a total cost of \$1.2 million. For the nine months ended March 29, 2003, the Company purchased 130,204 shares for a total cost of \$1.9 million.

Robert W. Humphreys, President and CEO, commented, "We are excited about the record sales achieved in the third quarter, particularly given the difficult retail environment. We expect to continue our growth in the final quarter of our fiscal year. Our new Florida distribution center opened in February and shipments were made to our customers the same month. The Florida distribution center should further contribute to our sales growth in the fourth quarter. We introduced dyeing in our Fayette, Alabama facility which will give us greater manufacturing flexibility in the future, though we did experience higher quality and yield costs during the quarter due to the startup."

Delta Apparel, Inc. is a vertically integrated manufacturer and marketer of high quality knit apparel. The Company specializes in selling undecorated T-shirts, golf shirts and tank tops to screen printers, private label accounts and distributors. Delta Apparel has operations in six states, two company-operated sewing facilities in Honduras and one company-operated sewing facility in Mexico. The Company employs about 3,200 worldwide.

Statements and other information in this press release that are not reported financial results or other historical information are forward-looking statements. These are based on Delta Apparel's expectations and are necessarily dependent upon assumptions, estimates and data that the Company believes are reasonable and accurate but may be incorrect, incomplete or imprecise. Forward-looking statements are also subject to a number of business risks and uncertainties, any of which could cause actual results to differ materially from those set forth in or implied by the forward-looking statements. The risks and uncertainties include, among others, changes in the retail demand for apparel products, the cost of raw materials, competitive conditions in the apparel and textile industries, the relative strength of the United States dollar as against other currencies, changes in United States trade regulations, the discovery of unknown conditions (such as with respect to environmental matters and similar items) and other risks described from time to time in the Company's reports filed with the Securities and Exchange Commission. Accordingly, any forward-looking statements do not purport to be predictions of future events or circumstances and may not be realized. The Company does not undertake publicly to update or revise the forward-looking statements even if it becomes clear that any projected results will not be realized.

Contact: Delta Apparel, Inc.
Herb Mueller 678/775-6948

<TABLE>
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SELECTED FINANCIAL DATA:
(In thousands, except per share amounts)

MONTHS ENDED	THREE MONTHS ENDED		NINE
	MAR 29, 2003	MAR 30, 2002	MAR 29, 2003
MAR 30, 2002			

	<C>	<C>	<C>
NET SALES	\$ 33,870	\$ 32,860	\$ 92,755

\$ 88,211 COST OF GOODS SOLD 75,261	27,755	26,618	75,515
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GROSS MARGIN 12,950	6,115	6,242	17,240
SG&A 8,416	3,486	3,076	9,354
OTHER EXPENSE (INCOME) (149)	12	25	154
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OPERATING INCOME 4,683	2,617	3,141	7,732
INTEREST EXPENSE 524	209	157	527
TAXES 1,540	923	1,106	2,774
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NET INCOME \$ 2,619	\$ 1,485	\$ 1,878	\$ 4,431
=====	=====	=====	=====

WEIGHTED AVERAGE SHARES OUTSTANDING *			
BASIC	4,053	4,075	4,056
4,495			
DILUTED	4,207	4,319	4,205
4,725			
NET INCOME PER COMMON SHARE			
BASIC	\$ 0.37	\$ 0.46	\$ 1.09
\$ 0.58			
DILUTED	\$ 0.35	\$ 0.43	\$ 1.05
\$ 0.55			

MAR 30, 2002	MAR 29, 2003	JUNE 29, 2002
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CURRENT ASSETS		
CASH	\$ 228	\$ 4,102
\$ 795		
RECEIVABLES, NET	20,238	22,812
17,355		
INCOME TAX RECEIVABLE	667	-
-		
INVENTORIES	50,373	35,483
39,363		
DEFERRED INCOME TAXES	695	1,119
1,261		
OTHER ASSETS	1,745	1,835
819		
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TOTAL CURRENT ASSETS	73,946	65,351
59,593		
NONCURRENT ASSETS		
PROPERTY, PLANT & EQUIPMENT, NET	22,157	22,992
21,170		
OTHER NONCURRENT ASSETS	68	3
52		
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TOTAL NONCURRENT ASSETS	22,225	22,995
21,222		

TOTAL ASSETS	\$	96,171	\$ 88,346
\$ 80,815			
=====			
CURRENT LIABILITIES			
CURRENT PORTION OF LONG TERM DEBT	\$	2,000	\$ 2,000
\$ 2,000			
INCOME TAX PAYABLE		-	1,860
1,661			
OTHER CURRENT LIABILITIES		17,987	17,718
12,514			

TOTAL CURRENT LIABILITIES		19,987	21,578
16,175			
NONCURRENT LIABILITIES			
LONG-TERM DEBT		9,909	3,667
5,917			
DEFERRED INCOME TAXES		722	700
608			
OTHER NONCURRENT LIABILITIES		1,371	1,123
1,079			

TOTAL NONCURRENT LIABILITIES		12,002	5,490
7,604			
STOCKHOLDERS' EQUITY		64,182	61,278
57,036			

TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	\$	96,171	\$ 88,346
\$ 80,815			
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* ADJUSTED FOR 2-FOR-1 STOCK SPLIT EFFECTIVE AS OF SEPTEMBER 20, 2002