DGT HOLDINGS CORP.

FORM 10-Q
(Quarterly Report)

Filed 06/15/98 for the Period Ending 05/02/98

Address	100 PINE AIRE DRIVE BAY SHORE, NY 11706
Telephone	631 231-6400
CIK	0000027748
Symbol	DGTC
SIC Code	3679 - Electronic Components, Not Elsewhere Classified
Industry	Medical Equipment & Supplies
Sector	Healthcare
Fiscal Year	07/31

SECURITIES AND EXCHANGE COMMISSION

Washington, D. C. 20549

FORM 10-Q

QUARTERLY REPORT UNDER SECTION 13 OR 15 (d) OF THE SECURITIES EXCHANGE ACT OF 1934

For Quarter Ended	May 2, 1998
Commission File Number	0-3319

DEL GLOBAL TECHNOLOGIES CORP.

(Exact name of registrant as specified in its charter)

New York	13-1784308
(State or other jurisdiction of incorporation or organization)	(I.R.S. Employer Identification No.)

One Commerce Park, Valhalla, NY 10595
(Address of principal executive offices)

(Zip Code)

(914) 686-3600
(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

Indicate the number of shares outstanding of each of the issuer's classes of common stock, as of the close of the business on June 12, 1998.

Common Stock - 7,602,802

PART I

Item 1. FINANCIAL STATEMENTS

Consolidated Balance Sheets - May 2, 1998 and August 2, 1997

Consolidated Statements of Income for the Three Months and Nine Months ended May 2, 1998 and May 3, 1997

Consolidated Statements of Cash Flows for the Nine Months ended May 2, 1998 and May 3, 1997

Notes to Consolidated Financial Statements

DEL GLOBAL TECHNOLOGIES CORP. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
(Unaudited)

ASSETS

	May 2, 1998	August 2, 1997
CURRENT ASSETS		
Cash and cash equivalents	$ 5,942,419	$ 6,070,608
Investments available-for-sale	883,103	722,566
Trade receivables - net	13,047,854	11,211,357
Cost and estimated earnings in excess of billings on uncompleted contracts	2,886,233	1,868,002
Inventory	27,344,733	24,681,348
Prepaid expenses and other current assets	2,360,024	1,808,762
Total current assets	52,464,366	46,362,643
FIXED ASSETS - Net	11,936,275	11,159,010
INTANGIBLES - Net	984,330	1,112,991
GOODWILL - Net	4,772,291	4,135,409
DEFERRED CHARGES	418,052	507,933
OTHER ASSETS	863,695	851,824
TOTAL	$71,439,009	$64,129,810

LIABILITIES AND SHAREHOLDERS' EQUITY

CURRENT LIABILITIES

	May 2, 1998	August 2, 1997
Current portion of long-term debt	$ 123,977	$ 127,999
Accounts payable - trade	5,513,939	3,936,529
Accrued liabilities	4,684,655	3,699,188
Deferred compensation liability	859,076	722,566
Income taxes	705,045	868,949
Total current liabilities	11,886,692	9,355,231
LONG-TERM LIABILITIES		
LONG-TERM DEBT (less current portion included above)	267,877	411,127
OTHER	731,237	725,258
DEFERRED INCOME TAXES	1,290,122	1,107,964
Total liabilities	14,175,928	11,599,580
SHAREHOLDERS' EQUITY		
Common stock, $.10 par value; Authorized 20,000,000 shares; Issued and outstanding - 7,832,412 shares at May 2, 1998 and 7,516,234 shares at August 2, 1997	783,240	751,622
Additional paid-in capital	47,977,393	45,909,517
Retained earnings	10,636,527	6,572,318
	59,397,160	53,233,457
Less common stock in treasury - 244,155 shares at May 2, 1998 and 104,255 at August 2, 1997	2,134,079	703,227
Total shareholders' equity	57,263,081	52,530,230
TOTAL	$71,439,009	$64,129,810

See notes to consolidated financial statements

DEL GLOBAL TECHNOLOGIES CORP. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF INCOME
(Unaudited)

	Three Months Ended		Nine Months Ended	
	May 2, 1998	May 3, 1997	May 2, 1998	May 3, 1997
NET SALES	$ 16,682,726	$ 14,317,165	$ 44,565,977	$ 39,320,420
COSTS AND EXPENSES:				
Cost of sales	9,995,579	8,944,620	26,546,139	24,009,457
Research and development	1,548,915	1,190,800	4,249,161	3,383,239
Selling, general and administrative	3,019,143	2,365,075	7,897,980	7,124,822
Interest income - net	(5,530)	(30,355)	(104,080)	(77,651)
	14,558,107	12,470,140	38,589,200	34,439,867
INCOME BEFORE PROVISION FOR INCOME TAXES	2,124,619	1,847,025	5,976,777	4,880,553
PROVISION FOR INCOME TAXES	679,878	563,343	1,912,569	1,488,569
NET INCOME	$ 1,444,741	$ 1,283,682	$ 4,064,208	$ 3,391,984
Per share amounts:				
Basic earnings per share	$ .19	$ .17	$ .54	$ .46
Diluted earnings per share	$ .18	$ .16	$ .50	$ .42
Weighted average number of common shares outstanding	7,541,988	7,402,899	7,484,513	7,400,921
Weighted average number of common shares outstanding and common share equivalents	8,228,828	8,067,904	8,191,038	8,070,042

See notes to consolidated financial statements

DEL GLOBAL TECHNOLOGIES CORP. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS
(Unaudited)

	Nine Months Ended May 2, 1998	Nine Months Ended May 3, 1997
CASH FLOWS FROM OPERATING ACTIVITIES:		
Net Income	$ 4,064,208	$ 3,391,984
Adjustments to reconcile net income to net cash provided by operating activities:		
Imputed interest	62,751	51,045
Depreciation	1,026,803	722,227
Amortization	405,290	390,621
Deferred income tax provision	115,602	195,337
Tax benefit from exercise of stock options and warrants	780,959	277,955
Changes in assets and liabilities:		
Increase in trade receivables	(1,836,497)	(634,698)
Increase in cost and estimated earnings in excess of billings on uncompleted contracts	(1,018,231)	(1,301,173)
Increase in inventory	(2,530,225)	(1,264,248)
Increase in prepaid and other current assets	(530,755)	(383,702)
Decrease (increase) in other assets	1,285	(6,124)
Increase in accounts payable - trade	1,577,410	970,824
Increase (decrease) in accrued liabilities	890,941	(549,418)
Increase in deferred compensation liability	136,510	126,106
Decrease in income taxes payable	(163,904)	(38,417)
Net cash provided by operating activities excluding acquisition	2,982,147	1,948,319
CASH FLOWS FROM INVESTING ACTIVITIES:		
Expenditures for fixed assets	(1,731,275)	(1,760,338)
Investment in marketable securities	(160,537)	(170,364)
Cash paid to acquire selected assets or subsidiary	(899,926)	(15,000)
Payments to former shareholders of subsidiary acquired	(56,772)	(41,775)
Net cash used in investing activities	(2,848,510)	(1,987,477)
CASH FLOWS FROM FINANCING ACTIVITIES:		
Net repayment of bank borrowing	(147,272)	(38,927)
Payment for repurchase of shares	(1,430,852)	(178,950)
Proceeds from exercise of stock options and warrants	1,275,801	175,338
Other	40,497	21,666
Net cash used in financing activities	(261,826)	(20,873)

(Continued)

See notes to consolidated financial statements

DEL GLOBAL TECHNOLOGIES CORP. AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF CASH FLOWS

(Unaudited)

	Nine Months Ended	
	May 2, 1998	May 3, 1997
NET DECREASE IN CASH AND CASH EQUIVALENTS	$ (128,189)	$ (60,031)
CASH AND CASH EQUIVALENTS, BEGINNING OF PERIOD	6,070,608	5,817,800
CASH AND CASH EQUIVALENTS, END OF PERIOD	$ 5,942,419	$ 5,757,769
SUPPLEMENTAL DISCLOSURES OF CASH FLOW INFORMATION:		
Interest paid	$ 62,923	$ 36,109
Income taxes paid	$ 1,166,967	$ 1,091,188
SUPPLEMENTAL SCHEDULE OF INVESTING AND FINANCING ACTIVITIES:		
Acquisition of subsidiary	$ --	$ 15,000
Acquisition of selected assets	994,455	--
Acquisition costs in accrued expenses	(94,529)	--
Cash paid to acquire selected assets or subsidiary	$ 899,926	$ 15,000

See notes to consolidated financial statements

DEL GLOBAL TECHNOLOGIES CORP. AND SUBSIDIARIES

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS
(Unaudited)

NOTE 1 In the opinion of the Company's management, the accompanying unaudited consolidated financial statements contain all adjustments (consisting of only normal recurring adjustments) necessary to present fairly the results of the Company's financial position as of May 2, 1998 and the results of its operations and its cash flows for the nine months ended May 2, 1998 and May 3, 1997, respectively.

The accounting policies followed by the Company are set forth in Note 1 to the Company's financial statements as of August 2, 1997, except as stated below.

The Company adopted Statement of Financial Accounting Standard 128 ("SFAS 128"), "Earnings Per Share" effective August 3, 1997. The effect of the adoption of SFAS 128 on the three months ended May 3, 1997 was to decrease the weighted average common shares from 8,467,700 to 7,402,899 and the common share equivalents from 8,400,984 to 8,067,904. The effect of the adoption for the nine months ended May 3, 1997 was to decrease the weighted average common shares from 8,504,848 to 7,400,921 and the common share equivalents from 8,507,759 to 8,070,042. Diluted earnings per share were $.16 and $.42 as compared to fully diluted earnings per share of $.15 and $.40 for the three and nine month periods ended May 3, 1997, respectively.

The consolidated financial statements should be read in conjunction with the notes to the financial statements as of August 2, 1997.

NOTE 2 The results of operations for the three and nine month periods ended May 2, 1998 are not necessarily indicative of the results to be expected for the full year.

NOTE 3 INVESTMENTS

Investments available-for-sale at May 2, 1998 and August 2, 1997 include $827,163 and $722,566, respectively, for the Company's President's deferred compensation, pursuant to the terms of his employment contract. The liabilities of $859,076 and $722,566, respectively, are recorded as deferred compensation liability. The difference of $31,913 between investments available-for-sale and the deferred compensation liability were cash assets at May 2, 1998 and were classified as such in the financial statements. Gains and losses, either recognized or unrealized, inure to the benefit or detriment of the President's deferred compensation, based upon a contractual arrangement between the President and the Company. At May 2, 1998, the balance of investments available-for-sale of $55,940 are equity securities held by the Company for its own account. Realized and unrealized gains and losses on these securities for the period ended May 2, 1998 were not material and are recorded in the financial statements.

NOTE 4 PERCENTAGE OF COMPLETION ACCOUNTING

	May 2, 1998	August 2, 1997	Nine Months Ended May 2, 1998
Costs incurred on uncompleted contracts	$5,612,951	$3,086,020	$2,526,931
Estimated earnings	3,453,381	1,578,126	1,875,255
	9,066,332	4,664,146	4,402,186
Less: Billings to date	6,180,099	2,796,144	3,383,955
Costs and estimated earnings in excess of billings on uncompleted contracts	$2,886,233	$1,868,002	$1,018,231

The backlog of unshipped contracts being accounted for under the percentage of completion method of accounting was approximately $5,421,000 at May 2, 1998.

NOTE 5 INVENTORY

Inventory is stated at a lower of cost (first-in, first-out) or market.

Inventories and their effect on cost of sales are determined by physical count for annual reporting purposes and are estimated by management for interim reporting purposes.

Inventory consists of the following:

	May 2, 1998	August 2, 1997
Finished goods	$ 4,276,363	$ 3,859,842
Work-in-process	10,825,167	9,770,789
Raw material and purchased parts	12,243,203	11,050,717
Total	$27,344,733	$24,681,348

NOTE 6 FIXED ASSETS

Fixed assets consist of the following:

	May 2, 1998	August 2, 1997
Land	$ 694,046	$ 694,046
Building	2,146,025	2,146,025
Machinery and equipment	12,443,767	10,865,897
Furniture and fixtures	1,459,339	1,280,216
Leasehold improvements	1,276,067	1,228,992
Transportation equipment	30,103	30,103
	18,049,347	16,245,279
Less accumulated depreciation and amortization	6,113,072	5,086,269
Net fixed assets	$11,936,275	$11,159,010

NOTE 7 ACQUISITION

On March 6, 1998 the Company's Gendex-Del Medical Imaging Corp. subsidiary acquired selected assets of X-Ray Technologies, Inc., consisting principally of inventory, fixed assets and designs and technology for approximately $995,000. The newly formed XTek division is a manufacturer of cost-effective medical imaging systems for physicians, chiropractors and veterinarians.

Item 2. MANAGEMENT'S DISCUSSION AND ANALYSIS OF FINANCIAL CONDITION AND RESULTS OF OPERATIONS

This Management Discussion and Analysis of Financial Condition and Results of Operations contains forward looking statements. Such statements involve various risks that may cause actual results to differ materially. These risks include, but are not limited to, the ability of the Company to grow internally or by acquisition and to integrate acquired businesses, changing industry or competitive conditions, and other risks referred to in the Company's registration statements and periodic reports filed with the Securities and Exchange Commission.

OVERVIEW

The Company's net sales have increased as a result of both internal growth and acquisitions. The Company has completed four acquisitions in the past five years: Dynarad (a designer and manufacturer of medical imaging systems and critical electronic subsystems) in fiscal 1993; Bertan (a designer and manufacturer of precision high voltage power supplies and instrumentation for medical and industrial applications) in fiscal 1994; Gendex-Del (a manufacturer of medical imaging systems) in fiscal 1996; and X-ray Technologies, Inc (a manufacturer of medical imaging systems) in fiscal 1998. The Company's net sales have increased from approximately $18.9 million in fiscal 1992 to approximately $54.7 million in fiscal 1997, a compounded annual growth rate of 23.6%.

During the past five years the Company has grown internally and through acquisitions into a company whose predominant business is serving the medical imaging and diagnostic markets. The Company's net sales attributable to medical imaging products have increased from approximately $3.4 million or 17.7% of total net sales in fiscal 1992 to approximately $25.7 million or 59% of total net sales and approximately $35.6 million or 65.1% of total net sales in fiscal years 1996 and 1997, respectively.

Management believes that recent cost containment trends in the healthcare industry have created opportunities for its cost-effective medical imaging products in domestic and international markets. Some of these trends are increased demand for lower cost medical equipment, outsourcing of systems and critical electronic subsystems by leading Original Equipment Manufacturers ("OEMs"), increased demand for certain diagnostic procedures and lower cost medical services in the global marketplace.

RESULTS OF OPERATIONS

Net sales for the three months ended May 2, 1998 were approximately $16.7 million as compared to approximately $14.3 million for the three months ended May 3, 1997, an increase of 16.5%. Net sales for the nine months ended May 2, 1998 were approximately $44.6 million as compared to approximately $39.3 million for the nine months ended May 3, 1997, an increase of 13.3%. These increases are primarily due to internal growth from existing operations.

Cost of sales, as a percentage of net sales, for the three months ended May 2, 1998 was 59.9% compared to 62.5% for the prior corresponding period. Cost of sales, as a percentage of net sales, for the nine months ended May 2, 1998 was 59.6% compared to 61.1% for the prior corresponding period. These improvements in gross margins are due to reduced manufacturing costs from efficiencies implemented in existing operations.

Research and development expenses increased to approximately $1.5 million for the three months ended May 2, 1998 from approximately $1.2 million for the three months ended May 3, 1997, an increase of 30%. Research and development expenses increased to approximately $4.2 million for the nine months ended May 2, 1998 from approximately $3.4 million for the nine months ended May 3, 1997, an increase of 25.6%. These increases were primarily due to new product development. The Company continues to invest in research and development in order to introduce new state-of-the- art products for its medical and industrial markets.

Selling, general and administrative expenses were approximately $3,019,000, or 18.1% of net sales, for the three months ended May 2, 1998 as compared to approximately $2,365,000, or 16.5% of net sales, for the same period in the prior year, an increase of 27.7%. Selling, general and administrative expenses increased to approximately $7,898,000, or 17.7% of net sales for the nine months ended May 2, 1998 from approximately $7,125,000, or 18.1% of net sales over the corresponding period in the prior year, an increase of 10.9%. These increases were due to higher marketing costs, higher investor relations costs and an increase in the allowance for doubtful accounts receivable.

Net interest income was approximately $5,500 for the three months ended May 2, 1998 as compared to approximately $30,000 for the corresponding period in the prior year, a decrease of 81.8%. This change was due principally to bank commitment fees on the unused portion of credit lines charged during the quarter. Net interest income was approximately $104,000 for the nine months ended May 2, 1998 as compared to approximately $78,000 for the nine months ended May 3, 1997, an increase of 34%.

Income tax expense was 32% of pre-tax income for the three months and nine months ended May 2, 1998. The decrease from statutory rates is primarily due to sales being made through the Company's Foreign Sales Corporation, research and development and other tax credits.

Net income increased to approximately $1.4 million for the three months ended May 2, 1998, an increase of approximately 12.5% from approximately $1.3 million for the prior corresponding period. Net income per common share for the three months ended May 2, 1998 increased to $.19 from $.17 for the three months ended May 3, 1997, an increase of 11.8%. Net income per common share and common share equivalents rose to $.18 from $.16 for the three months ended May 2, 1998 and May 3, 1997, respectively, an increase of 12.5%. The number of common shares outstanding at May 2, 1998 were 7,541,988 as compared to 7,402,899 at May 3, 1997. The number of common shares and common share equivalents at May 2, 1998 increased to 8,228,828 from 8,067,904 at May 3, 1997. Net income increased to approximately $4.1 million for the nine months ended May 2, 1998, an increase of 19.8% from approximately $3.4 million for the prior corresponding period. Net income per common share for the nine months ended May 2, 1998 increased to $.54 from $.46 for the nine months ended May 3, 1997, an increase of 17.4%. Net income per common share and common share equivalents rose to $.50 from $.42 for the nine months ended May 2, 1998 and May 3, 1997, respectively, an increase of 19%. The number of common shares outstanding at May 2, 1998 were 7,484,513 as compared to 7,400,921 at May 3, 1997. The number of common shares and common share equivalents at May 2, 1998 increased to 8,191,038 from 8,070,042 at May 3, 1997. The increase in net income for the three and nine month periods ended May 2, 1998 is due to internal growth and improved gross margins.

The backlog of unshipped orders at May 2, 1998 was approximately $34.5 million.

LIQUIDITY AND CAPITAL RESOURCES

The Company has funded its operations and acquisitions through a combination of cash flow from operations, bank borrowing and the issuance of the Company's common stock.

Working Capital. At May 2, 1998 and August 2, 1997, the Company's working capital was approximately $40.6 million and $37.0 million, respectively. At such dates the Company had approximately $5.9 million and $6.1 million, respectively, in cash and cash equivalents. The Company anticipates that cash generated from operations and amounts available under its bank lending facilities will be sufficient to satisfy its current operating cash needs.

Trade receivables at May 2, 1998 increased approximately $1.8 million as compared to August 2, 1997 primarily due to increased sales levels, principally of medical imaging products.

Cost and estimated earnings in excess of billings on uncompleted contracts increased to approximately $2.9 million at May 2, 1998 from approximately $1.9 million at August 2, 1997 due to new contracts and additional work performed in the nine month period on long term contracts, which are accounted for under the percentage of completion method of accounting.

Inventory at May 2, 1998 increased approximately $2.7 million as compared to August 2, 1997, primarily because of additional production requirements of new OEM contracts which commenced in the third quarter of fiscal 1998, the inclusion of XTek inventory and to support higher levels of medical imaging systems sales.

Prepaid expenses and other current assets increased approximately $551,000 at May 2, 1998 from August 2, 1997 primarily because of higher levels of prepaid insurance, trade show deposits, printing and catalogue costs.

Trade accounts payable increased approximately $1.6 million at May 2, 1998 from August 2, 1997, primarily because of the increased inventory requirements of new OEM contracts and to support higher levels of shipments of medical imaging products.

Accrued liabilities increased approximately $985,000 at May 2, 1998 from August 2, 1997, because of the accrual of the annual general liability insurance renewal, funds due for unsettled stock transactions under the stock "Buy- back" program, accrued legal fees associated with the X-ray Technologies, Inc. asset acquisition and accrued compensation cost related to a change in accounting required by the adoption of SFAS 123, "Accounting for Stock-Based Compensation," for non-employee stock options and warrants.

Credit Facility and Borrowing. At May 2, 1998, the Company had a $14 million revolving credit line and a $10 million acquisition credit line. The available portions of the revolving credit line and the acquisition credit line were approximately $13.8 and $9.5 million, respectively, after deducting outstanding letters of credit of approximately $200,000.

Capital Expenditures. The Company continues to invest in capital equipment, principally for its manufacturing operations and inventory management systems, in order to improve its manufacturing capability and to increase capacity and inventory turns. The Company has expended approximately $1.7 million for capital equipment for the nine month period ended May 2, 1998.

Shareholders' Equity. Shareholders' equity increased to approximately $57.3 million at May 2, 1998 from approximately $52.5 million at August 2, 1997, primarily due to the results of operations. Additionally, during the period 310,992 stock options and warrants were exercised, with proceeds of approximately $1.3 million and 139,900 shares of common stock were repurchased at a cost of approximately $1.4 million. Under its extended stock "Buy-back" program since April, 1997 the Company has repurchased 176,900 shares of its common stock for $1,750,737 at prices ranging from $7.88 to $12.25. The average repurchase price was $9.90.

Year 2000 Compliance

The Company relies on computer technology throughout its business to effectively carry out its day-to-day operations. As the millennium approaches, the Company is assessing all of its computer systems to ensure that they are "Year 2000" compliant. In this process the Company may replace or upgrade certain systems which are not Year 2000 compliant in order to meet its internal needs and those of its customers. The Company expects its Year 2000 project to be completed on a timely basis. However, there can be no assurance that the systems of other companies on which the Company may rely will also be timely converted or that such failure to convert by other companies would not have an adverse effect on the Company's systems. The cost to the Company of such changes are difficult to estimate but are not expected to have a material financial impact.

Effects of New Accounting Pronouncements

Earnings Per Share. The Company adopted Statement of Financial Accounting Standard 128 ("SFAS 128"), "Earnings Per Share" effective August 3, 1997. The effect of the adoption of SFAS 128 on the three months ended May 3, 1997 was to decrease the weighted average common shares from 8,467,700 to 7,402,899 and the common share equivalents from 8,400,984 to 8,067,904. The effect of the adoption for the nine months ended May 3, 1997 was to decrease the weighted average common shares from 8,504,848 to 7,400,921 and the common share equivalents from 8,507,759 to 8,070,042. Diluted earnings per share were $.16 and $.42 as compared to fully diluted earnings per share of $.15 and $.40 for the three and nine month periods ended May 3, 1997, respectively.

Disclosures About Segments of an Enterprise and Related Information. In June 1997, the FASB issued SFAS 131, "Disclosures About Segments of an Enterprise and Related Information." SFAS 131 requires the reporting of profit and loss, specific revenue and expense items, and assets for reportable segments. It also requires the reconciliation of total segment revenues, total segment profit and loss, total segment assets and other amounts disclosed for segments to the corresponding amounts in the general purpose financial statements. This statement is effective for financial statements issued for periods beginning after December 15, 1997. The Company has not yet determined what additional disclosures may be required in connection with adopting SFAS 131.

PART II

Item 1. Legal Proceedings

None

Item 2. Changes in Securities

None

Item 3. Defaults on Senior Securities

None

Item 4. Submission to a Vote of Security Holders

None

Item 5. Other Information

None

Item 6. Exhibits and Reports on Form 8-K

(a) Exhibits: Exhibit 11 - Computation of Earnings per Common Share Exhibit 27 - Financial Data Schedule

(b) Report on Form 8-K: None

SIGNATURES

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

DEL GLOBAL TECHNOLOGIES CORP.

/S/LEONARD A. TRUGMAN

Leonard A. Trugman
Chairman of the Board,
Chief Executive Officer
and President

/S/MICHAEL H. TABER

Michael H. Taber
Vice President - Finance,
Secretary and Chief
Accounting Officer

Dated: June 15, 1998

EXHIBIT 11

DEL GLOBAL TECHNOLOGIES CORP. AND SUBSIDIARIES

COMPUTATION OF EARNINGS PER COMMON SHARE

THREE MONTHS AND NINE MONTHS ENDED MAY 2, 1998

	Three Months Ended May 2, 1998			Nine Months Ended May 2, 1998		
	Net Income	Shares	Per Share Amount	Net Income	Shares	Per Share Amount
Basic Earnings Per Share:						
Income available to common shareholders	$1,444,741	7,541,988	$.19	$4,064,208	7,484,513	$.54
Effect of Dilutive Securities:						
Warrants		18,946			19,461	
Options		667,894			687,064	
Diluted Earnings Per Share	$1,444,741	8,228,828	$.18	$4,064,208	8,191,038	$.50

WARNING: THE EDGAR SYSTEM ENCOUNTERED ERROR(S) WHILE PROCESSING THIS SCHEDULE.

ARTICLE 5

CIK: 0000027748

NAME: DEL GLOBAL TECHNOLOGIES CORP.

PERIOD TYPE	9 MOS
FISCAL YEAR END	AUG 01 1998
PERIOD START	AUG 03 1997
PERIOD END	MAY 02 1998
CASH	5,942,419
SECURITIES	883,103
RECEIVABLES	13,274,360
ALLOWANCES	226,506
INVENTORY	27,344,733
CURRENT ASSETS	52,464,366
PP&E	18,049,347
DEPRECIATION	6,113,072
TOTAL ASSETS	71,439,009
CURRENT LIABILITIES	11,886,692
BONDS	0
PREFERRED MANDATORY	0
PREFERRED	0
COMMON	783,240
OTHER SE	56,479,841
TOTAL LIABILITY AND EQUITY	71,439,009
SALES	44,565,977
TOTAL REVENUES	44,565,977
CGS	26,546,139
TOTAL COSTS	26,546,139
OTHER EXPENSES	12,147,141
LOSS PROVISION	0
INTEREST EXPENSE	(104,080)
INCOME PRETAX	5,976,777
INCOME TAX	1,912,569
INCOME CONTINUING	4,064,208
DISCONTINUED	0
EXTRAORDINARY	0
CHANGES	0
NET INCOME	4,064,208
EPS BASIC	.54
EPS DILUTED	.50