
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 6, 2000

SUN HYDRAULICS CORPORATION

(Exact name of registrant as specified in its charter)

Florida	0-21835	59-2754337
-----	-----	-----
(State or other jurisdiction of incorporation)	(Commission File Number)	(IRS Employer Identification No.)

1500 West University Parkway Sarasota, Florida	34243
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(Address of principal executive offices)	(Zip Code)

Registrant's telephone number, including area code: 941-362-1200

ITEM 7. FINANCIAL STATEMENTS AND EXHIBITS.

- (a) Financial Statements of Businesses Acquired.

None.

- (b) Pro Forma Financial Information.

None.

- (c) Exhibits.

Exhibit Number	Exhibit Description
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99.1	Press Release of the Registrant dated November 6, 2000.

ITEM 9. REGULATION FD DISCLOSURE.

PRESS RELEASE

On November 6, 2000, the Registrant issued the press release attached hereto as Exhibit 99.1 announcing results for the quarter ended September 30, 2000.

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SIGNATURE

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

SUN HYDRAULICS CORPORATION

By: /s/ Richard J. Dobbyn

Richard J. Dobbyn
Chief Financial Officer (Principal
Financial and Accounting Officer)

Dated: November 7, 2000

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EXHIBIT INDEX

Exhibit Number	Exhibit Description
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99.1	Press Release of the Registrant dated November 6, 2000.

Exhibit 99.1

FOR RELEASE: Immediately

Contact:

Richard K. Arter Investor Relations 941-362-1200
Richard J. Dobbyn Chief Financial Officer 941-362-1200

SUN HYDRAULICS CORPORATION REPORTS 3RD QUARTER EPS
OF \$0.16 ON SALES OF \$20 MILLION

SARASOTA, FLA, November 6, 2000 - Sun Hydraulics Corporation (NASDAQ: SNHY) today announced net sales for the quarter ended September 30, 2000 were \$20.0 million, representing an increase of 13.0% compared to the third quarter of 1999. For the nine months ended September 30, 2000, net sales increased 19.0%, or \$9.9 million, compared to the first nine months of 1999. Net income for the quarter ended September 30, 2000 was \$1.0 million, an increase of 74.0% compared to the third quarter of 1999. Both basic and diluted earnings per share for the third quarter of 2000 were \$0.16.

"As we stated last quarter, we expected third quarter shipments to be lower than our record second quarter levels," said Allen Carlson, Sun Hydraulics president. "We were very pleased with the \$20.0 million in shipments. The weakening in demand that we began to see at the end of the second quarter continued in the third quarter, the majority of it in our North American markets. Our earnings for the quarter were what we expected, given the shipment volumes.

"Looking forward, we continue to see soft markets in the United States, which we attribute to a general slowdown in manufacturing activity," Carlson commented. "However, we have seen our domestic orders pick up slightly in October and expect this will continue. International business is up year over year and continues to hold up as we enter the fourth quarter.

"At the current incoming order rate, we expect fourth quarter shipments will be approximately 15% below third quarter levels and diluted earnings per share are estimated to be approximately \$0.08 for the fourth quarter and \$0.58 for the year. We do not anticipate the slowdown we have seen in the United States to be either severe or long term and our recently completed capacity expansion makes us well prepared for future growth."

Sun Hydraulics Corporation, with manufacturing and distribution facilities in Sarasota and Manatee County, Florida, Coventry, England, Erkelenz, Germany and Inchon, Korea, is a leading designer and manufacturer of high performance screw-in hydraulic cartridge valves and manifolds for worldwide industrial and mobile markets.

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FORWARD-LOOKING INFORMATION

Certain oral statements made by management from time to time and certain statements contained herein that are not historical facts are "forward-looking statements" within the meaning of Section 21E of the Securities Exchange Act of 1934 and, because such statements involve risks and uncertainties, actual results may differ materially from those expressed or implied by such forward-looking statements. Forward-looking statements, including those in Management's Discussion and Analysis of Financial Condition and Results of Operations are statements regarding the intent, belief or current expectations, estimates or projections of the Company, its Directors or its Officers about the Company and the industry in which it operates, and assumptions made by management, and include among other items, (i) the Company's strategies regarding growth, including its intention to develop new products; (ii) the Company's financing plans; (iii) trends affecting the Company's financial condition or results of operations; (iv) the Company's ability to continue to control costs and to meet its liquidity and other financing needs; (v) the declaration and payment of dividends; and (vi) the Company's ability to respond to changes in customer demand domestically and internationally, including as a result of standardization. Although the Company believes that its expectations are based on reasonable assumptions, it can give no assurance that

the anticipated results will occur.

Important factors that could cause the actual results to differ materially from those in the forward-looking statements include, among other items, (i) the economic cyclicality of the capital goods industry in general and the hydraulic valve and manifold industry in particular, which directly affect customer orders, lead times and sales volume; (ii) conditions in the capital markets, including the interest rate environment and the availability of capital; (iii) changes in the competitive marketplace that could affect the Company's revenue and/or cost bases, such as increased competition, lack of qualified engineering, marketing, management or other personnel, and increased labor and raw materials costs; (iv) changes in technology or customer requirements, such as standardization of the cavity into which screw-in cartridge valves must fit, which could render the Company's products or technologies noncompetitive or obsolete; (v) new product introductions, product sales mix and the geographic mix of sales nationally and internationally; and (vi) changes relating to the Company's international sales, including changes in regulatory requirements or tariffs, trade or currency restrictions, fluctuations in exchange rates, and tax and collection issues. Further information relating to factors that could cause actual results to differ from those anticipated is included but not limited to information under the heading "Business" and particularly under the subheading, "Business Risk Factors" in the Company's Form 10-K for the year ended January 1, 2000 and "Management's Discussion and Analysis of Financial Condition and Results of Operation" in the Company's Form 10Q for the quarter ended September 30, 2000. The Company disclaims any intention or obligation to update or revise forward-looking statements, whether as a result of new information, future events or otherwise.

SUN HYDRAULICS CORPORATION - SEPTEMBER 30, 2000
 CONSOLIDATED STATEMENTS OF INCOME
 (in thousands except per share data)

	Three Months Ended	
	September 30, 2000	October 2, 1999
	----- (unaudited)	----- (unaudited)
Net sales	\$ 19,973	\$ 17,664
Cost of sales	14,465	13,174
Gross profit	5,508	4,490
Selling, engineering and administrative expenses	3,621	3,157
Operating income (loss)	1,887	1,333
Interest expense	293	264
Miscellaneous expense (income)	44	178
Income (loss) before income taxes	1,550	891
Income tax provision (benefit)	528	303
Net income (loss)	\$ 1,022	\$ 588
Basic net income (loss) per common share	\$ 0.16	\$ 0.09
Basic weighted average shares outstanding	6,385	6,384
Diluted net income (loss) per common share	\$ 0.16	\$ 0.09
Diluted weighted average shares outstanding	6,540	6,536

SUN HYDRAULICS CORPORATION - SEPTEMBER 30, 2000
 CONSOLIDATED STATEMENTS OF INCOME
 (in thousands except per share data)

	Nine Months Ended	
	September 30, 2000	October 2, 1999
	----- (unaudited)	----- (unaudited)
Net sales	\$ 61,938	\$ 52,050

Cost of sales	45,127	40,100
Gross profit	16,811	11,950
Selling, engineering and administrative expenses	10,831	9,317
Operating income	5,980	2,633
Interest expense	896	693
Miscellaneous expense (income)	184	312
Income before income taxes	4,900	1,628
Income tax provision	1,645	532
Net income	\$ 3,255	\$ 1,096
Basic net income per common share	\$ 0.51	\$ 0.17
Basic weighted average shares outstanding	6,385	6,378
Diluted net income per common share	\$ 0.50	\$ 0.17
Diluted weighted average shares outstanding	6,539	6,531

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CONSOLIDATED BALANCE SHEETS
(in thousands)

<TABLE>
<CAPTION>

	September 30, 2000 (unaudited)	January 1, 2000
	<C>	<C>
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Assets		
Current assets:		
Cash and cash equivalents	\$ 2,150	\$ 1,122
Accounts receivable, net of allowance for doubtful accounts of \$156 and \$196	7,113	6,260
Inventories	8,873	8,131
Taxes Receivable	0	455
Other current assets	426	591
Total current assets	18,562	16,559
Property, plant and equipment, net	45,546	46,529
Other assets	1,041	986
Total assets	\$ 65,149	\$ 64,074
Liabilities and Shareholders' Equity		
Current liabilities:		
Accounts payable	\$ 2,005	\$ 2,712
Accrued expenses and other liabilities	2,289	1,464
Long-term debt due within one year	1,795	3,033
Notes payable to related parties due within one year	135	378
Dividends payable	255	255
Income taxes payable	148	--
Total current liabilities	6,627	7,842
Long-term debt due after one year	10,372	10,830
Notes payable to related parties due after one year	66	101
Deferred income taxes	4,101	4,125
Other n/c liabilities	490	--
Total liabilities	21,656	22,898
Shareholders' equity:		
Preferred stock	--	--
Common stock	6	6
Capital in excess of par value	24,486	24,486
Retained earnings	18,661	16,173
Equity adjustment for foreign currency translation	340	511
Total shareholders' equity	43,493	41,176
Total liabilities and shareholders' equity	\$ 65,149	\$ 64,074

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