

CIRRUS LOGIC INC  
Form 10-Q  
January 27, 2016

UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM 10-Q

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

For the quarterly period ended December 26, 2015

TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d)  
OF THE SECURITIES EXCHANGE ACT OF 1934

For the Transition Period from \_\_\_\_ to \_\_\_\_

Commission File Number 0-17795

CIRRUS LOGIC, INC.

(Exact name of registrant as specified in its charter)

DELAWARE  
(State or other jurisdiction of incorporation or  
organization)

800 W. 6th Street,  
Austin, TX 78701

77-0024818  
(I.R.S. Employer Identification  
No.)

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(Address of principal executive  
offices)

Registrant's telephone number, including area code: (512) 851-4000

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 NO

Indicate by check mark whether the registrant has submitted electronically and posted on its corporate Web site, if any, every Interactive Data File required to be submitted and posted pursuant to Rule 405 of Regulation S-T (§232.405 of this chapter) during the preceding 12 months (or for such shorter period that the registrant was required to submit and post such files). YES NO

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer, or a smaller reporting company. See definitions of "large accelerated filer," "accelerated filer," and "smaller reporting company" in Rule 12b-2 of the Exchange Act.

Large accelerated filer Accelerated filer Non-accelerated filer Smaller reporting company

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act).  
YES NO

The number of shares of the registrant's common stock, \$0.001 par value, outstanding as of January 22, 2016 was 63,121,642.

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CIRRUS LOGIC, INC.

FORM 10-Q QUARTERLY REPORT

QUARTERLY PERIOD ENDED DECEMBER 26, 2015

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## Part I. FINANCIAL INFORMATION

## ITEM 1. FINANCIAL STATEMENTS

CIRRUS LOGIC, INC.  
 CONSOLIDATED CONDENSED BALANCE SHEETS  
 (in thousands)

	December 26, 2015 (unaudited)	March 28, 2015
Assets		
Current assets:		
Cash and cash equivalents	\$ 159,572	\$ 76,401
Marketable securities	67,148	124,246
Accounts receivable, net	127,754	112,608
Inventories	137,723	84,196
Deferred tax assets	19,404	18,559
Prepaid assets	29,870	27,093
Other current assets	8,112	8,810
Total current assets	549,583	451,913
Long-term marketable securities	22,327	60,072
Property and equipment, net	159,149	144,346
Intangibles, net	171,664	175,743
Goodwill	287,518	263,115
Deferred tax assets	27,581	25,593
Other assets	18,099	27,996
Total assets	\$ 1,235,921	\$ 1,148,778
Liabilities and Stockholders' Equity		
Current liabilities:		
Accounts payable	\$ 114,483	\$ 112,213
Accrued salaries and benefits	22,438	24,132
Deferred income	4,162	6,105
Software license agreements	20,155	18,711
Other accrued liabilities	16,146	15,417
Total current liabilities	177,384	176,578
Long-term liabilities:		
Debt	160,439	180,439
Software license agreements	11,051	26,204

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Other long-term liabilities	27,172	8,786
Total long-term liabilities	198,662	215,429
Stockholders' equity:		
Capital stock	1,198,547	1,159,494
Accumulated deficit	(336,653)	(400,613)
Accumulated other comprehensive loss	(2,019)	(2,110)
Total stockholders' equity	859,875	756,771
Total liabilities and stockholders' equity	\$ 1,235,921	\$ 1,148,778

The accompanying notes are an integral part of these consolidated condensed financial statements.

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CIRRUS LOGIC, INC.  
 CONSOLIDATED CONDENSED STATEMENTS OF INCOME  
 (in thousands, except per share amounts; unaudited)

	Three Months Ended		Nine Months Ended	
	December 26, 2015	December 27, 2014	December 26, 2015	December 27, 2014
Net sales	\$ 347,863	\$ 298,606	\$ 937,252	\$ 661,385
Cost of sales	182,952	167,775	497,666	354,612
Gross profit	164,911	130,831	439,586	306,773
Operating expenses				
Research and development	70,290	55,474	203,383	139,808
Selling, general and administrative	30,632	27,783	89,854	69,011
Acquisition related costs	-	3,200	-	18,137
Restructuring and other, net	-	-	-	1,455
Patent agreement and other	78	-	(11,670)	-
Total operating expenses	101,000	86,457	281,567	228,411
Income from operations	63,911	44,374		