

CASCADE CORP  
Form 10-Q  
December 07, 2007

**UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION**

Washington, D.C. 20549

**FORM 10-Q**

(Mark  
One)

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

For the Quarterly Period Ended October 31, 2007

OR

- 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 1-12557

**CASCADE CORPORATION**

(Exact name of registrant as specified in its charter)

**Oregon**  
(State or other jurisdiction of incorporation or  
organization)

**93 0136592**  
(I.R.S. Employer Identification No.)

**2201 N.E. 201st Ave.**  
**Fairview, Oregon**  
(Address of principal executive office)

**97024 9718**  
(Zip Code)

Registrant's telephone number, including area code: **(503) 669-6300**

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

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to such filing requirements for the past 90 days. Yes  No

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, or a non-accelerated filer. See definition of accelerated filer and large accelerated filer in Rule 12b-2 of the Exchange Act. (Check one):

Large accelerated filer

Accelerated filer

Non-accelerated filer

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 outstanding of the registrant's common stock as of November 30, 2007 was 11,528,710.

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**CASCADE CORPORATION**

**FORM 10-Q**

Quarter Ended October 31, 2007



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**Signatures**

















**Forward-Looking Statements**

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This Form 10-Q, including Management's Discussion and Analysis of Financial Condition and Results of Operations (Item 2) contains forward-looking statements that involve risks and uncertainties, as well as assumptions that, if they never materialize or prove incorrect, could cause our results to differ materially from those expressed or implied by such forward-looking statements. All statements other than statements of historical fact are statements that could be deemed forward-looking statements, including any projections of revenue, gross profit, expenses, earnings or losses from operations, synergies or other financial items; any statements of plans, strategies, and objectives of management for future operations; any statements regarding future economic conditions or performance; any statements of expectation or belief; and any statements of assumptions underlying any of the foregoing. The risks, uncertainties, and assumptions referred to above include, but are not limited to:

Competitive factors in, and the cyclical nature of, the materials handling and construction equipment industries;

Fluctuations in lift truck and construction equipment orders or deliveries;

Availability and cost of raw materials;

General business and economic conditions in North America, Europe, Asia Pacific and China;

Foreign currency fluctuations;

Pending litigation;

Environmental matters;

Levels of public and non-residential construction activity;

Effectiveness of our capital expenditures and cost reduction initiatives;

Fluctuations in interest rates;

Actions by foreign governments;

Assumptions relating to pension and other postretirement costs.

We undertake no obligation to publicly revise or update forward-looking statements to reflect events or circumstances that arise after the date of this report.

**PART I FINANCIAL INFORMATION**

**Item 1. Financial Statements**

## CASCADE CORPORATION

## CONSOLIDATED STATEMENTS OF INCOME

(Unaudited in thousands, except per share amounts)

	Three Months Ended October 31		Nine Months Ended October 31	
	2007	2006	2007	2006
Net sales	\$ 143,143	\$ 122,809	\$ 421,826	\$ 359,959
Cost of goods sold	99,102	83,356	289,270	245,464
Gross profit	44,041	39,453	132,556	114,495
Selling and administrative expenses	22,656	19,830	65,842	59,579
Loss (gain) on disposition of assets, net	(6)	45	(1,178)	(572)
Amortization	764	368	2,406	975
Insurance litigation recovery, net			(15,977)	
Operating income	20,627	19,210	81,463	54,513
Interest expense	961	499	2,878	1,524
Interest income	(169)	(580)	(551)	(1,462)
Other expense (income), net	746	(119)	1,048	(440)
Income before provision for income taxes	19,089	19,410	78,088	54,891
Provision for income taxes	6,669	7,127	26,728	19,651
Net income	\$ 12,420	\$ 12,283	\$ 51,360	\$ 35,240
Basic earnings per share	\$ 1.04	\$ 0.97	\$ 4.30	\$ 2.80
Diluted earnings per share	\$ 1.00	\$ 0.94	\$ 4.11	\$ 2.69
Basic weighted average shares outstanding	11,965	12,604	11,954	12,572
Diluted weighted average shares outstanding	12,391	13,050	12,487	13,088





**The accompanying notes are an integral part of the consolidated financial statements.**











CASCADE CORPORATION

CONSOLIDATED BALANCE SHEETS

(Unaudited in thousands, except per share amounts)

	October 31 2007	January 31 2007
<b>ASSETS</b>		
Current assets:		
Cash and cash equivalents	\$ 23,019	\$ 36,593
Accounts receivable, less allowance for doubtful accounts of \$1,569 and \$1,515	96,666	74,992
Inventories	81,242	58,280
Deferred income taxes	3,592	