

LINDSAY CORP
Form 10-Q
January 08, 2013
Table of Contents

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 November 30, 2012

OR

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

Commission File Number 1-13419

Lindsay Corporation

(Exact name of registrant as specified in its charter)

Edgar Filing: LINDSAY CORP - Form 10-Q

Delaware (State or other jurisdiction of incorporation or organization)	47-0554096 (I.R.S. Employer Identification No.)
2222 N. 111th Street, Omaha, Nebraska (Address of principal executive offices)	68164 (Zip Code)
402-829-6800 (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 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 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 the definitions of "large accelerated filer", "accelerated filer" and "smaller reporting company" in Rule 12b-2 of the Exchange Act:

Large accelerated filer <input checked="" type="checkbox"/>	Accelerated filer <input type="checkbox"/>
Non-accelerated filer <input type="checkbox"/> (Do not check if smaller reporting company)	Smaller reporting company <input type="checkbox"/>

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

As of January 3, 2013, 12,842,586 shares of the registrant's common stock were outstanding.

Table of Contents

Lindsay Corporation

INDEX FORM 10-Q

	Page No.
<u>Part I FINANCIAL INFORMATION</u>	
ITEM 1	
<u>Financial Statements</u>	
<u>Condensed Consolidated Statements of Operations for the three months ended November 30, 2012 and 2011</u>	3
<u>Condensed Consolidated Statements of Comprehensive Income (Loss) for the three months ended November 30, 2012 and 2011</u>	4
<u>Condensed Consolidated Balance Sheets as of November 30, 2012 and 2011 and August 31, 2012</u>	5
<u>Condensed Consolidated Statements of Cash Flows for the three months ended November 30, 2012 and 2011</u>	6
<u>Notes to Condensed Consolidated Financial Statements</u>	7
ITEM 2 -	14
<u>Management's Discussion and Analysis of Financial Condition and Results of Operations</u>	
ITEM 3 -	19
<u>Quantitative and Qualitative Disclosures about Market Risk</u>	
ITEM 4 -	19
<u>Controls and Procedures</u>	
<u>Part II OTHER INFORMATION</u>	
ITEM 1 -	19
<u>Legal Proceedings</u>	
ITEM 1A -	19
<u>Risk Factors</u>	
ITEM 6 -	20
<u>Exhibits</u>	
<u>SIGNATURES</u>	21

Table of Contents**Part I FINANCIAL INFORMATION****ITEM 1 - Financial Statements****Lindsay Corporation and Subsidiaries****CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS****(Unaudited)**

(\$ and shares in thousands, except per share amounts)	Three months ended	
	November 30, 2012	November 30, 2011
Operating revenues	\$ 147,370	\$ 119,205
Cost of operating revenues	104,513	88,957
Gross profit	42,857	30,248
Operating expenses:		
Selling expense	7,321	6,944
General and administrative expense	10,118	8,940
Engineering and research expense	3,154	2,056
Environmental remediation expense		7,225
Total operating expenses	20,593	25,165
Operating income	22,264	5,083
Other income (expense):		
Interest expense	(143)	(143)
Interest income	138	96
Other income (expense), net	124	(595)
Earnings before income taxes	22,383	4,441
Income tax expense	7,655	1,520
Net earnings	\$ 14,728	\$ 2,921
Earnings per share:		
Basic	\$ 1.15	\$ 0.23
Diluted	\$ 1.15	\$ 0.23
Shares used in computing earnings per share:		
Basic	12,756	12,682
Diluted	12,853	12,764
Cash dividends declared per share	\$ 0.115	\$ 0.090

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

Table of Contents**Lindsay Corporation and Subsidiaries****CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (LOSS)****(Unaudited)**

(\$ in thousands)	Three months ended	
	November 30, 2012	November 30, 2011
Net earnings	\$ 14,728	\$ 2,921
Other comprehensive income (loss):		
Defined benefit pension plan adjustment, net of tax	33	26
Unrealized gain on cash flow hedges, net of tax	26	72
Foreign currency translation adjustment, net of hedging activities, net of tax	(41)	(4,131)
Total other comprehensive income (loss), net of tax (benefit) expense of (\$393) and \$139	18	(4,033)
Total comprehensive income (loss)	\$ 14,746	\$ (1,112)

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

Table of Contents

Lindsay Corporation and Subsidiaries
CONDENSED CONSOLIDATED BALANCE SHEETS
(Unaudited)

(\$ and shares in thousands, except par values)	November 30, 2012	November 30, 2011	August 31, 2012
ASSETS			
Current Assets:			
Cash and cash equivalents	\$ 152,173	\$ 108,731	\$ 143,444
Receivables, net of allowance of \$1,645, \$2,171 and \$1,717	88,893	76,671	82,565
Inventories, net	67,250	57,646	52,873
Deferred income taxes	8,171	8,980	9,505
Other current assets	10,719	11,787	10,478
Total current assets	327,206	263,815	298,865
Property, Plant and Equipment:			
Cost	139,032	131,555	136,695
Less accumulated depreciation	(82,947)	(74,580)	(80,515)
Property, plant and equipment, net	56,085	56,975	56,180
Intangibles, net			
Goodwill	24,410	27,494	25,070
Other noncurrent assets	30,114	30,390	29,961
Other noncurrent assets	5,063	5,408	5,455
Total assets	\$ 442,878	\$ 384,082	\$ 415,531
LIABILITIES AND SHAREHOLDERS EQUITY			
Current Liabilities:			
Accounts payable	\$ 50,662	\$ 39,955	\$ 31,372
Current portion of long-term debt	3,214	4,286	4,285
Other current liabilities	39,141	38,072	44,781
Total current liabilities	93,017	82,313	80,438
Pension benefits liabilities			
Long-term debt	6,749	6,173	6,821
Deferred income taxes	3,214	3,214	3,214
Other noncurrent liabilities	9,622	10,433	9,984
Other noncurrent liabilities	7,417	8,128	7,450
Total liabilities	116,805	110,261	104,693
Shareholders Equity:			
Preferred stock of \$1 par value- Authorized 2,000 shares; none issued			
Common stock of \$1 par value- Authorized 25,000 shares; 18,531 issued	18,531	18,397	18,421
Capital in excess of stated value	44,995	39,446	43,140
Retained earnings	354,367	304,510	341,115
Less treasury stock (at cost, 5,698 shares)	(90,961)	(90,961)	(90,961)
Accumulated other comprehensive (loss) income, net	(859)	2,429	(877)

Edgar Filing: LINDSAY CORP - Form 10-Q

Total shareholders' equity	326,073	273,821	310,838
Total liabilities and shareholders' equity	\$ 442,878	\$ 384,082	\$ 415,531

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

Table of Contents**Lindsay Corporation and Subsidiaries****CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS****(Unaudited)**

(\$ in thousands)	Three months ended	
	November 30, 2012	November 30, 2011
CASH FLOWS FROM OPERATING ACTIVITIES:		
Net earnings	\$ 14,728	\$ 2,921
Adjustments to reconcile net earnings to net cash provided by operating activities:		
Depreciation and amortization	3,130	3,125
Provision for uncollectible accounts receivable	199	47
Deferred income taxes	(782)	(2,596)
Share-based compensation expense	1,219	898
Other, net	157	1,014
Changes in assets and liabilities:		
Receivables	(6,441)	162
Inventories	(14,341)	(9,565)
Other current assets	(357)	(928)
Accounts payable	19,210	8,775
Other current liabilities	(4,396)	(6,399)
Current taxes payable	1,312	3,553
Other noncurrent assets and liabilities	(181)	5,200
Net cash provided by operating activities	13,457	