

SANMINA CORP
Form 10-Q
February 02, 2018

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 December 30, 2017

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 0-21272

Sanmina Corporation

(Exact name of registrant as specified in its charter)

Delaware 77-0228183
(State or other jurisdiction of (I.R.S. Employer
incorporation or organization) Identification Number)

2700 N. First St., San Jose, CA 95134
(Address of principal executive offices) (Zip Code)

(408) 964-3500
(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 (§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, a smaller reporting company, or an emerging growth company. See definitions of "large accelerated filer," "accelerated filer," "smaller reporting company", and "emerging growth company" in Rule 12b-2 of the Exchange Act:

Large Accelerated Filer Accelerated filer Non-accelerated filer Smaller reporting company
(Do not check if a smaller reporting company) Emerging growth company

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If an emerging growth company, indicate by check mark if the registrant has elected not to use the extended transition period for complying with any new or revised financial accounting standards provided pursuant to Section 13(a) of the Exchange Act.

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 29, 2018, there were 71,246,094 shares outstanding of the issuer's common stock, \$0.01 par value per share.

SANMINA CORPORATION

INDEX

	Page
	<u>PART I. FINANCIAL INFORMATION</u>
Item 1.	<u>Interim Financial Statements (Unaudited)</u> 3
	<u>Condensed Consolidated Balance Sheets</u> 3
	<u>Condensed Consolidated Statements of Operations</u> 4
	<u>Condensed Consolidated Statements of Comprehensive Income (Loss)</u> 5
	<u>Condensed Consolidated Statements of Cash Flows</u> 6
	<u>Notes to Condensed Consolidated Financial Statements</u> 7
Item 2.	<u>Management's Discussion and Analysis of Financial Condition and Results of Operations</u> 18
Item 3.	<u>Quantitative and Qualitative Disclosures About Market Risk</u> 27
Item 4.	<u>Controls and Procedures</u> 28
	<u>PART II. OTHER INFORMATION</u>
Item 1.	<u>Legal Proceedings</u> 29
Item 1A.	<u>Risk Factors</u> 30
Item 2.	<u>Unregistered Sales of Equity Securities and Use of Proceeds</u> 40
Item 6.	<u>Exhibits</u> 41
	<u>Signatures</u> 42

SANMINA CORPORATION

CONDENSED CONSOLIDATED BALANCE SHEETS

	As of	
	December 30,	September 30,
	2017	2017
	(Unaudited)	
	(In thousands)	
ASSETS		
Current assets:		
Cash and cash equivalents	\$404,914	\$ 406,661
Accounts receivable, net of allowances of \$13,727 and \$14,334 as of December 30, 2017 and September 30, 2017, respectively	1,121,800	1,110,334
Inventories	1,079,638	1,051,669
Prepaid expenses and other current assets	46,345	47,586
Total current assets	2,652,697	2,616,250
Property, plant and equipment, net	635,000	640,275
Deferred tax assets	356,660	476,554
Other	114,223	114,284
Total assets	\$3,758,580	\$ 3,847,363
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current liabilities:		
Accounts payable	\$1,260,432	\$ 1,280,106
Accrued liabilities	121,001	116,582
Accrued payroll and related benefits	111,806	130,939
Short-term debt, including current portion of long-term debt	169,416	88,416
Total current liabilities	1,662,655	1,616,043
Long-term liabilities:		
Long-term debt	392,195	391,447
Other	202,142	192,189
Total long-term liabilities	594,337	583,636
Contingencies (Note 5)		
Stockholders' equity	1,501,588	1,647,684
Total liabilities and stockholders' equity	\$3,758,580	\$ 3,847,363

See accompanying notes to condensed consolidated financial statements.

SANMINA CORPORATION

CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS

	Three Months Ended	
	December 30,	December 31,
	2017	2016
	(Unaudited)	
	(In thousands, except per share data)	
Net sales	\$ 1,744,800	\$ 1,719,977
Cost of sales	1,635,334	1,587,815
Gross profit	109,466	132,162
Operating expenses:		
Selling, general and administrative	63,603	65,140
Research and development	7,615	8,171
Restructuring costs	23,542	728
Other	918	(533)
Total operating expenses	95,678	73,506
Operating income	13,788	58,656
Interest income	285	201
Interest expense	(6,214)	(5,267)
Other income, net	3,230	1,257
Interest and other, net	(2,699)	(3,809)
Income before income taxes	11,089	54,847
Provision for income taxes	165,999	9,983
Net income (loss)	\$(154,910)	\$ 44,864
Net income (loss) per share:		
Basic	\$(2.16)	\$ 0.61
Diluted	\$(2.16)	\$ 0.58
Weighted average shares used in computing per share amounts:		
Basic	71,605	73,554
Diluted	71,605	77,175

See accompanying notes to condensed consolidated financial statements.

SANMINA CORPORATION

CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (LOSS)

	Three Months Ended	
	December 30,	December 31,
	2017	2016
	(Unaudited)	
	(In thousands)	
Net income (loss)	\$(154,910)	\$ 44,864
Other comprehensive income (loss), net of tax:		
Change in foreign currency translation adjustments	(354)	(2,156)
Derivative financial instruments:		
Change in net unrealized amount	(1,407)	(2,169)
Amount reclassified into net income		