

NATIONAL BEVERAGE CORP
Form 10-Q
March 09, 2017

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 January 28, 2017

Commission file number 1-14170

NATIONAL BEVERAGE CORP.

(Exact name of registrant as specified in its charter)

Delaware 59-2605822
(State of incorporation) (I.R.S. Employer Identification No.)

8100 SW Tenth Street, Suite 4000, Fort Lauderdale, FL 33324

(Address of principal executive offices including zip code)

(954) 581-0922

(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, 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 () Accelerated filer () Non-accelerated filer () Smaller reporting company ()

Edgar Filing: NATIONAL BEVERAGE CORP - Form 10-Q

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 registrant's common stock outstanding as of February 24, 2017 was 46,568,550.

NATIONAL BEVERAGE CORP.

QUARTERLY REPORT ON FORM 10-Q

INDEX

PART I - FINANCIAL INFORMATION

	<u>Page</u>
Item 1. Financial Statements (Unaudited)	
Consolidated Balance Sheets as of January 28, 2017 and April 30, 2016	3
Consolidated Statements of Income for the Three and Nine Months Ended January 28, 2017 and January 30, 2016	4
Consolidated Statements of Comprehensive Income for the Three and Nine Months Ended January 28, 2017 and January 30, 2016	5
Consolidated Statements of Shareholders' Equity for the Nine Months Ended January 28, 2017 and January 30, 2016	6
Consolidated Statements of Cash Flows for the Nine Months Ended January 28, 2017 and January 30, 2016	7
Notes to Consolidated Financial Statements	8
Item 2. Management's Discussion and Analysis of Financial Condition and Results of Operations	12
Item 3. Quantitative and Qualitative Disclosures About Market Risk	15
Item 4. Controls and Procedures	15

PART II - OTHER INFORMATION

Item 1A. Risk Factors	16
Item 6. Exhibits	16
Signature	17

PART I - FINANCIAL INFORMATION**ITEM 1. FINANCIAL STATEMENTS****NATIONAL BEVERAGE CORP. AND SUBSIDIARIES****CONSOLIDATED BALANCE SHEETS (UNAUDITED)**

(In thousands, except share data)

	January 28, 2017	April 30, 2016
Assets		
Current assets:		
Cash and equivalents	\$105,666	\$105,577
Trade receivables - net	68,710	61,046
Inventories	48,440	47,922
Deferred income taxes - net	3,511	4,454
Prepaid and other assets	5,052	4,672
Total current assets	231,379	223,671
Property, plant and equipment - net	65,654	61,932
Goodwill	13,145	13,145
Intangible assets	1,615	1,615
Other assets	5,001	5,135
Total assets	\$316,794	\$305,498
Liabilities and Shareholders' Equity		
Current liabilities:		
Accounts payable	\$49,673	\$49,391
Accrued liabilities	28,749	26,195
Income taxes payable	11	28
Total current liabilities	78,433	75,614
Deferred income taxes - net	14,390	14,474
Other liabilities	7,525	9,258
Shareholders' equity:		
Preferred stock, \$1 par value - 1,000,000 shares authorized; Series C - 150,000 shares issued	150	150
Common stock, \$.01 par value - 75,000,000 shares authorized; 50,601,334 shares issued (50,588,734 shares at April 30)	506	506
Additional paid-in capital	35,055	34,570
Retained earnings	198,767	190,733
Accumulated other comprehensive loss	(32)	(1,807)
Treasury stock - at cost:		

Edgar Filing: NATIONAL BEVERAGE CORP - Form 10-Q

Series C preferred stock - 150,000 shares	(5,100)	(5,100)
Common stock - 4,032,784 shares	(12,900)	(12,900)
Total shareholders' equity	216,446	206,152
Total liabilities and shareholders' equity	\$316,794	\$305,498

See accompanying Notes to Consolidated Financial Statements.

NATIONAL BEVERAGE CORP. AND SUBSIDIARIES**CONSOLIDATED STATEMENTS OF INCOME (UNAUDITED)**

(In thousands, except per share amounts)

	Three Months Ended		Nine Months Ended	
	January	January	January	January
	28,	30,	28,	30,
	2017	2016	2017	2016
Net sales	\$ 194,564	\$ 161,687	\$ 614,852	\$ 525,751
Cost of sales	118,644	109,135	374,721	349,679
Gross profit	75,920	52,552	240,131	176,072
Selling, general and administrative expenses	39,158	35,434	122,043	109,489
Interest expense	51	40	139	153
Other income (expense) - net	197	(2)	416	(76)
Income before income taxes	36,908			