

HIBBETT SPORTS INC
Form 10-Q
June 10, 2013

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 May 4, 2013

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: 000-20969

HIBBETT SPORTS, INC.
(Exact name of registrant as specified in its charter)

DELAWARE 20-8159608
(State or other jurisdiction of incorporation or organization) (I.R.S. Employer Identification No.)

451 Industrial Lane, Birmingham, Alabama 35211
(Address of principal executive offices, including zip code)

205-942-4292
(Registrant's telephone number, including area code)

NONE
(Former name, former address and former fiscal year, if changed since last report)

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

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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

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act).

Yes No

Indicate the number of shares outstanding of each of the issuer's classes of common stock, as of the latest practicable date.

Shares of common stock, par value \$.01 per share, outstanding as of May 31, 2013, were 25,983,175 shares.

HIBBETT SPORTS, INC.

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PART I. FINANCIAL INFORMATION

ITEM 1. Financial Statements.

HIBBETT SPORTS, INC. AND SUBSIDIARIES
 Unaudited Condensed Consolidated Balance Sheets
 (in thousands, except share and per share information)

	May 4, 2013	February 2, 2013
ASSETS		
Current Assets:		
Cash and cash equivalents	\$ 103,188	\$ 76,911
Inventories, net	205,495	221,378
Other current assets	24,756	23,325
Total current assets	333,439	321,614
Property and equipment	178,085	170,560
Less accumulated depreciation and amortization	124,180	121,484
Property and equipment, net	53,905	49,076
Other assets, net	6,937	6,641
Total Assets	\$ 394,281	\$ 377,331
LIABILITIES AND STOCKHOLDERS' INVESTMENT		
Current Liabilities:		
Accounts payable	\$ 83,469	\$ 102,021
Accrued payroll expenses	6,773	8,112
Deferred rent	3,643	3,492
Short-term capital lease obligations	704	714
Other accrued expenses	14,237	4,376
Total current liabilities	108,826	118,715
Deferred rent	12,016	12,006
Other liabilities, net	7,321	7,483
Total liabilities	128,163	138,204
Stockholders' Investment:		
Preferred stock, \$.01 par value, 1,000,000 shares authorized, no shares issued	-	-
Common stock, \$.01 par value, 80,000,000 shares authorized, 38,102,039 and 37,846,321 shares issued at May 4, 2013 and February 2, 2013, respectively	381	378
Paid-in capital	146,641	140,423
Retained earnings	447,808	421,594
Treasury stock, at cost; 12,123,264 and 12,023,834 shares repurchased at May 4, 2013 and February 2, 2013, respectively	(328,712)	(323,268)
Total stockholders' investment	266,118	239,127
Total Liabilities and Stockholders' Investment	\$ 394,281	\$ 377,331

See notes to unaudited condensed consolidated financial statements.

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HIBBETT SPORTS, INC. AND SUBSIDIARIES
 Unaudited Condensed Consolidated Statements of Operations
 (in thousands, except per share information)

	Thirteen Weeks Ended	
	May 4, 2013	April 28, 2012
Net sales	\$ 239,993	\$ 232,914
Cost of goods sold, including distribution center and store occupancy costs	149,116	144,486
Gross profit	90,877	88,428
Store operating, selling and administrative expenses	45,113	42,803
Depreciation and amortization	3,325	3,226
Operating income	42,439	42,399
Interest expense, net	45	48
Income before provision for income taxes	42,394	42,351
Provision for income taxes	16,180	15,988
Net income	\$ 26,214	\$ 26,363
Earnings per share:		
Basic	\$ 1.01	\$ 1.00
Diluted	\$ 1.00	\$ 0.98
Weighted average shares outstanding:		
Basic	25,906	26,349
Diluted	26,328	26,898

See notes to unaudited condensed consolidated financial statements.

HIBBETT SPORTS, INC. AND SUBSIDIARIES
 Unaudited Condensed Consolidated Statements of Cash Flows
 (in thousands)

	Thirteen Weeks Ended	
	May 4, 2013	April 28, 2012
Cash Flows From Operating Activities:		
Net income	\$26,214	\$26,363
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation and amortization	3,325	3,226
Stock-based compensation	2,367	2,616
Other non-cash adjustments to net income	(1,860)	(1,593)
Decrease in inventories, net	15,883	14,194
(Decrease) increase in accounts payable	(18,552)	1,417
Changes in operating assets and liabilities	8,941	8,940
Net cash provided by operating activities	36,318	55,163
Cash Flows From Investing Activities:		
Capital expenditures	(8,195)	(2,459)
Other, net	(189)	(217)
Net cash used in investing activities	(8,384)	(2,676)
Cash Flows From Financing Activities:		
Cash used for stock repurchases	(1,188)	(13,675)
Payments on capital lease obligations	(67)	(42)
Proceeds from options exercised and purchase of shares under the employee stock purchase plan	559	1,833
Other, net	(961)	90
Net cash used in financing activities	(1,657)	(11,794)
Net increase in cash and cash equivalents	26,277	