

NEIMAN MARCUS GROUP INC
Form 10-Q
March 08, 2004

**UNITED STATES
SECURITIES AND EXCHANGE COMMISSION**

Washington, D.C. 20549

FORM 10-Q

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

For the Quarterly Period Ended January 31, 2004

OR

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

Commission file no. 1-9659

The Neiman Marcus Group, Inc.

(Exact name of registrant as specified in its charter)

Delaware

(State or other jurisdiction of
incorporation or organization)

95-4119509

(I.R.S. Employer
Identification No.)

**One Marcus Square
1618 Main Street
Dallas, Texas 75201**

(Address of principal executive offices)

(214) 741-6911

(Registrant's telephone number, including area code)

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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 is an accelerated filer (as defined in Rule 12b-2 of the Exchange Act).

YES NO

As of March 3, 2004, the number of outstanding shares of each of the issuer's classes of common stock was:

Class	Outstanding Shares
Class A Common Stock, \$.01 Par Value	29,300,863
Class B Common Stock, \$.01 Par Value	19,941,833

THE NEIMAN MARCUS GROUP, INC.

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THE NEIMAN MARCUS GROUP, INC.
CONDENSED CONSOLIDATED BALANCE SHEETS
(UNAUDITED)

(in thousands)	January 31, 2004	August 2, 2003	February 1, 2003
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 251,658	\$ 206,950	\$ 161,229
Undivided interests in NMG Credit Card Master Trust	164,652	243,145	295,321
Accounts receivable, net	321,005	22,595	22,271
Merchandise inventories	658,177	687,062	654,309
Other current assets	75,985	86,369	70,964
Total current assets	1,471,477	1,246,121	1,204,094
Property and equipment, net	674,139	674,185	678,131
Other assets	112,380	114,124	119,405
Total assets	\$ 2,257,996	\$ 2,034,430	\$ 2,001,630
LIABILITIES AND SHAREHOLDERS' EQUITY			
Current liabilities:			
Notes payable and current maturities of long-term liabilities	\$ 845	\$ 1,241	\$ 2,246
Accounts payable	227,121	262,909	258,360
Accrued liabilities	304,103	266,259	282,259
Total current liabilities	532,069	530,409	542,865
Long-term liabilities:			
Notes and debentures	249,745	249,733	249,722
Borrowings under Credit Card Facility	111,326		
Other long-term liabilities	90,884	108,234	109,206
Total long-term liabilities	451,955	357,967	358,928
Minority interest	10,729	8,206	9,044
Common stocks	492	479	482
Additional paid-in capital	481,598	458,520	446,461
Accumulated other comprehensive loss	(25,326)	(25,573)	(12,270)
Retained earnings	828,525	719,442	671,140
Treasury stock, at cost (699,777 shares at January 31, 2004 and 524,177 shares at August 2, 2003)	(22,046)	(15,020)	(15,020)
Total shareholders' equity	1,263,243	1,137,848	1,090,793
Total liabilities and shareholders' equity	\$ 2,257,996	\$ 2,034,430	\$ 2,001,630

See Notes to Condensed Consolidated Financial Statements.

THE NEIMAN MARCUS GROUP, INC.

CONDENSED CONSOLIDATED STATEMENTS OF EARNINGS

(UNAUDITED)

(in thousands, except per share data)	Thirteen Weeks Ended		Twenty-Six Weeks Ended	
	January 31, 2004	February 1, 2003	January 31, 2004	February 1, 2003
Revenues	\$ 1,054,124	\$ 938,467	\$ 1,878,987	\$ 1,672,550
Cost of goods sold including buying and occupancy costs	717,165	654,578	1,225,577	1,108,509
Selling, general and administrative expenses	246,958	225,485	466,121	430,393
Operating earnings	90,001	58,404	187,289	133,648