

DICKS SPORTING GOODS INC
Form 10-Q
May 31, 2018

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 May 5, 2018

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 No. 001-31463

DICK'S SPORTING GOODS, INC.

(Exact name of registrant as specified in its charter)

Delaware 16-1241537

(State or Other Jurisdiction of (I.R.S. Employer
Incorporation or Organization) Identification No.)

345 Court Street, Coraopolis, Pennsylvania 15108

(Address of Principal Executive Offices)

(724) 273-3400

(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 the definitions of "large accelerated filer," "accelerated filer," "smaller reporting company," and "emerging growth company" in Rule 12b-2 of the Exchange Act.

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

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

The number of shares of common stock, par value \$0.01 per share, and Class B common stock, par value \$0.01 per share, outstanding as of May 24, 2018, was 77,923,249 and 24,590,958, respectively.

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PART I. FINANCIAL INFORMATION

ITEM 1. FINANCIAL STATEMENTS

DICK'S SPORTING GOODS, INC. AND SUBSIDIARIES
 CONSOLIDATED STATEMENTS OF INCOME - UNAUDITED
 (Amounts in thousands, except per share data)

	13 Weeks Ended	
	May 5, 2018	April 29, 2017
Net sales	\$1,909,719	\$1,825,252
Cost of goods sold, including occupancy and distribution costs	1,349,350	1,283,387
GROSS PROFIT	560,369	541,865
Selling, general and administrative expenses	470,328	439,341
Pre-opening expenses	2,709	12,456
INCOME FROM OPERATIONS	87,332	90,068
Interest expense	2,656	1,264
Other expense (income)	886	(2,879)
INCOME BEFORE INCOME TAXES	83,790	91,683
Provision for income taxes	23,705	33,488
NET INCOME	\$60,085	\$58,195
EARNINGS PER COMMON SHARE:		
Basic	\$0.59	\$0.53
Diluted	\$0.59	\$0.52
WEIGHTED AVERAGE COMMON SHARES OUTSTANDING:		
Basic	101,384	110,441
Diluted	102,153	111,406
Cash dividend declared per share	\$0.225	\$0.170

See accompanying notes to unaudited consolidated financial statements.

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DICK'S SPORTING GOODS, INC. AND SUBSIDIARIES
 CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME - UNAUDITED
 (Dollars in thousands)

	13 Weeks Ended	
	May 5, 2018	April 29, 2017
NET INCOME	\$60,085	\$58,195
OTHER COMPREHENSIVE LOSS:		
Foreign currency translation adjustment, net of tax	(22)	(27)
TOTAL OTHER COMPREHENSIVE LOSS	(22)	(27)
COMPREHENSIVE INCOME	\$60,063	\$58,168

See accompanying notes to unaudited consolidated financial statements.

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CONSOLIDATED BALANCE SHEETS - UNAUDITED

(Dollars in thousands)

	May 5, 2018	February 3, 2018	April 29, 2017
ASSETS			
CURRENT ASSETS:			
Cash and cash equivalents	\$ 104,599	\$ 101,253	\$ 108,400
Accounts receivable, net	67,225	60,107	85,918
Income taxes receivable	4,018	4,433	2,046
Inventories, net	1,842,897	1,711,103	1,916,508
Prepaid expenses and other current assets	144,827	129,189	141,744
Total current assets	2,163,566	2,006,085	2,254,616
Property and equipment, net	1,644,388	1,677,340	1,568,523
Intangible assets, net	134,979	136,587	139,447
Goodwill	250,476	250,476	245,059
Other assets:			
Deferred income taxes	11,842	13,639	10,546
Other	114,163	119,812	114,533
Total other assets	126,005	133,451	