

ESTERLINE TECHNOLOGIES CORP  
Form 10-Q  
September 04, 2015

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 July 31, 2015.

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 1-6357

ESTERLINE TECHNOLOGIES CORPORATION

(Exact name of registrant as specified in its charter)

Delaware	13-2595091
(State or other Jurisdiction	(I.R.S. Employer
of incorporation or organization)	Identification No.)

500 108th Avenue N.E., Bellevue, Washington 98004

(Address of principal executive offices)(Zip Code)

Registrant's telephone number, including area code (425) 453-9400

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

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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 website, 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

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 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  (Do not check if a smaller reporting company) 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

As of September 3, 2015, 29,545,713 shares of the issuer's common stock were outstanding.

## PART I – FINANCIAL INFORMATION

## Item 1. Financial Statements

## ESTERLINE TECHNOLOGIES CORPORATION

## CONSOLIDATED BALANCE SHEET

As of July 31, 2015 and October 31, 2014

(In thousands, except share amounts)

	July 31, 2015 (Unaudited)	October 31, 2014
<b>ASSETS</b>		
Current Assets		
Cash and cash equivalents	\$ 187,682	\$ 238,144
Accounts receivable, net of allowances of \$10,397 and \$10,023	373,699	379,889
Inventories		
Raw materials and purchased parts	174,346	165,839
Work in progress	191,519	178,354
Finished goods	103,835	89,402
	469,700	433,595
Income tax refundable	17,515	5,266
Deferred income tax benefits	36,945	48,679
Prepaid expenses	21,407	20,336
Other current assets	17,196	2,149
Current assets of businesses held for sale	14,398	41,446

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Total Current Assets	1,138,542	1,169,504
Property, Plant and Equipment	723,746	721,460
Accumulated depreciation	417,355	402,118
	306,391	319,342
Other Non-Current Assets		
Goodwill	1,040,443	1,071,786
Intangibles, net	459,968	471,377
Debt issuance costs, net of accumulated amortization of \$2,789 and \$5,743	11,035	4,295
Deferred income tax benefits	75,612	71,307
Other assets	22,103	14,179
Non-current assets of businesses held for sale	31,558	71,677
Total Assets	\$ 3,085,652	\$ 3,193,467

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## CONSOLIDATED BALANCE SHEET

As of July 31, 2015 and October 31, 2014

(In thousands, except share amounts)

	July 31, 2015 (Unaudited)	October 31, 2014
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>		
<b>Current Liabilities</b>		
Accounts payable	\$ 111,415	\$ 115,284
Accrued liabilities	267,386	262,536
Current maturities of long-term debt	1,014	12,774
Deferred income tax liabilities	2,993	1,773
Federal and foreign income taxes	3,853	1,571
Current liabilities of businesses held for sale	8,885	14,191
<b>Total Current Liabilities</b>	<b>395,546</b>	<b>408,129</b>
<b>Long-Term Liabilities</b>		
Credit facilities	200,000	100,000
Long-term debt, net of current maturities	712,809	509,720
Deferred income tax liabilities	133,499	149,165
Pension and post-retirement obligations	56,758	62,693
Other liabilities	30,512	46,884
Non-current liabilities of businesses held for sale	1,859	18,876
<b>Shareholders' Equity</b>		
Common stock, par value \$.20 per share, authorized 60,000,000 shares,  issued 32,365,349 and 32,123,717 shares	  6,473	  6,425
Additional paid-in capital	679,647	655,723
Treasury stock at cost, repurchased 2,831,350 and 269,228 shares		