

CULP INC
Form 10-Q
March 07, 2014

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 26, 2014
Commission File No. 1-12597

CULP, INC.

(Exact name of registrant as specified in its charter)

NORTH CAROLINA
(State or other jurisdiction of
incorporation or other organization)

56-1001967
(I.R.S. Employer Identification No.)

1823 Eastchester Drive
High Point, North Carolina
(Address of principal executive offices)

27265-1402
(zip code)

(336) 889-5161

(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 the filing requirements for at least 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 after 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 "accelerated filer, large accelerated filer, and smaller reporting company" in Rule 12b-2 of the Exchange Act. (Check one);

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

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

Common shares outstanding at January 26, 2014: 12,250,030
Par Value: \$0.05 per share

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Item 1: Financial Statements

CULP, INC.
CONSOLIDATED STATEMENTS OF NET INCOME
FOR THE THREE AND NINE MONTHS ENDED JANUARY 26, 2014 AND JANUARY 27, 2013
UNAUDITED
(Amounts in Thousands, Except for Per Share Data)

		THREE MONTHS ENDED	
		January 26, 2014	January 27, 2013
Net sales		\$ 72,389	63,695
Cost of sales		60,552	52,010
	Gross profit	11,837	11,685
Selling, general and administrative expenses		7,041	6,822
	Income from operations	4,796	4,863
Interest expense		91	145
Interest income		(148)	(105)
Other expense		279	300
	Income before income taxes	4,574	4,523
Income taxes		(3,807)	1,700
	Net income	\$ 8,381	2,823
Net income per share, basic		\$ 0.69	0.23
Net income per share, diluted		0.68	0.23
Average shares outstanding, basic		12,188	12,095
Average shares outstanding, diluted		12,405	12,290

		NINE MONTHS ENDED	
		January 26, 2014	January 27, 2013
Net sales		\$ 213,119	198,439
Cost of sales		175,974	161,757
	Gross profit	37,145	36,682
Selling, general and administrative expenses		21,340	21,672

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	Income from operations	15,805	15,010
Interest expense		330	491
Interest income		(343)	(328)
Other expense		895	421
	Income before income taxes	14,923	14,426
Income taxes		216	(188)
	Net income	\$ 14,707	14,614
Net income per share, basic		\$ 1.21	1.19
Net income per share, diluted		1.19	1.17
Average shares outstanding, basic		12,173	12,279
Average shares outstanding, diluted		12,405	12,467

See accompanying notes to consolidated financial statements.

CULP, INC.

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
FOR THE THREE AND NINE MONTHS ENDED JANUARY 26, 2014 AND JANUARY 27, 2013
(UNAUDITED)

THREE MONTHS ENDED

January 26,
2014

January 27,