

RBC Bearings INC
Form 10-Q
February 07, 2008

UNITED STATES SECURITIES AND EXCHANGE COMMISSION
Washington, DC 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 December 29, 2007

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: 333-124824

RBC Bearings Incorporated

(Exact name of registrant as specified in its charter)

Delaware (State or other jurisdiction of incorporation or organization)	95-4372080 (I.R.S. Employer Identification No.)
One Tribology Center Oxford, CT 06478 (Address of principal executive offices)	06478 (Zip Code)

(203) 267-7001
(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 is a large accelerated filer, an accelerated filer, or a non-accelerated filer. See definition of "accelerated filer and large accelerated filer" in Rule 12b-2 of the Exchange Act. (Check One):

Large Accelerated filer Accelerated filer Non-accelerated filer

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 January 25, 2008, RBC Bearings Incorporated had 21,732,936 shares of Common Stock outstanding.

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Part I. FINANCIAL INFORMATION**ITEM 1. Financial Statements**

RBC Bearings Incorporated
Consolidated Balance Sheets
(dollars in thousands, except share and per share data)

ASSETS	December 29, 2007 (Unaudited)	March 31, 2007
Current assets:		
Cash	\$ 9,194	\$ 5,184
Accounts receivable, net of allowance for doubtful accounts of \$936 at December 29, 2007 and \$867 at March 31, 2007	57,697	54,636
Inventory	117,946	103,022
Deferred income taxes	6,645	7,115
Prepaid expenses and other current assets	3,921	2,914
Total current assets	195,403	172,871
Property, plant and equipment, net	70,280	61,209
Goodwill	29,847	29,631
Intangible assets, net of accumulated amortization of \$3,221 at December 29, 2007 and \$2,329 at March 31, 2007	9,165	5,793
Deferred financing costs, net of accumulated amortization of \$560 at December 29, 2007 and \$409 at March 31, 2007	1,025	1,207
Other assets	3,055	3,002
Total assets	\$ 308,775	\$ 273,713
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current liabilities:		
Accounts payable	\$ 25,329	\$ 21,299
Accrued expenses and other current liabilities	11,123	11,683
Current portion of long-term debt	750	750
Capital lease obligations	170	169
Total current liabilities	37,372	33,901
Long-term debt, less current portion	50,500	58,655
Capital lease obligations, less current portion	426	456
Deferred income taxes	4,793	6,479
Other non-current liabilities	7,606	6,051
Total liabilities	100,697	105,542
Stockholders' equity:		
Preferred stock, \$.01 par value; authorized shares: 10,000,000 at December 29, 2007 and March 31, 2007; none issued and outstanding	—	—
Common stock, \$.01 par value; authorized shares: 60,000,000 at December 29, 2007 and March 31, 2007; issued and outstanding shares: 21,571,686 at December 29, 2007 and 21,408,994 at March 31, 2007	216	214
Additional paid-in capital	180,800	169,489
Accumulated other comprehensive loss	(786)	(2,206)
Retained earnings	29,649	1,724

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Treasury stock, at cost, 57,955 shares at December 29, 2007 and 37,356 shares at March 31, 2007		(1,801)		(1,050)
Total stockholders' equity		208,078		168,171
Total liabilities and stockholders' equity	\$	308,775	\$	273,713

See accompanying notes.

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RBC Bearings Incorporated
Consolidated Statements of Operations
(dollars in thousands, except share and per share data)
(Unaudited)

	Three Months Ended		Nine Months Ended	
	December 29, 2007	December 30, 2006	December 29, 2007	December 30, 2006
Net sales	\$ 80,407	\$ 76,544	\$ 238,462	\$ 225,023
Cost of sales	52,853	52,001	157,226	153,468
Gross margin	27,554	24,543	81,236	71,555
Operating expenses:				
Selling, general and administrative	12,042	10,762	35,232	30,999
Other, net	401	(552)	1,117	115
Total operating expenses	12,443	10,210	36,349	31,114
Operating income	15,111	14,333	44,887	40,441
Interest expense, net	744	1,225		