

PLEXUS CORP
Form 10-Q
May 11, 2015
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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 April 4, 2015
or

Transition Report Pursuant to Section 13 or 15(d) of the Securities Exchange Act of 1934
Commission File Number 001-14423

PLEXUS CORP.
(Exact name of registrant as specified in charter)

Wisconsin 39-1344447
(State of Incorporation) (IRS Employer
Identification No.)

One Plexus Way
Neenah, Wisconsin 54957
(Address of principal executive offices)(Zip Code)
Telephone Number (920) 969-6000
(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 or a smaller reporting company. See the 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 May 7, 2015, there were 33,604,834 shares of Common Stock of the Company outstanding.

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PART I. FINANCIAL INFORMATION

ITEM 1. FINANCIAL STATEMENTS

PLEXUS CORP. AND SUBSIDIARIES

CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

(in thousands, except per share data)

Unaudited

	Three Months Ended		Six Months Ended	
	April 4, 2015	March 29, 2014	April 4, 2015	March 29, 2014
Net sales	\$651,285	\$557,616	\$1,315,975	\$1,091,521
Cost of sales	591,508	504,781	1,194,784	987,184
Gross profit	59,777	52,835	121,191	104,337
Selling and administrative expenses	30,325	27,790	61,266	53,926
Restructuring costs	—	6,045	1,691	9,650
Operating income	29,452	19,000	58,234	40,761
Other income (expense):				
Interest expense	(3,383	) (3,082	) (7,160	) (5,896
Interest income	788	683	1,686	1,322
Miscellaneous	(60	) 671	78	911
Income before income taxes	26,797	17,272	52,838	37,098
Income tax expense (benefit)	3,203	(1,244	) 6,165	919
Net income	\$23,594	\$18,516	\$46,673	\$36,179
Earnings per share:				
Basic	\$0.70	\$0.55	\$1.39	\$1.07
Diluted	\$0.69	\$0.53	\$1.36	\$1.04
Weighted average shares outstanding:				
Basic	33,606	33,868	33,604	33,799
Diluted	34,342	34,703	34,391	34,698
Comprehensive income:				
Net income	\$23,594	\$18,516	\$46,673	\$36,179
Other comprehensive (loss) income:				
Derivative instrument fair value adjustment —net of income tax	(1,314	) 1,386	(5,958	) 863
Foreign currency translation adjustments	(1,366	) (2,901	) (6,727	) (480
Other comprehensive (loss) income	(2,680	) (1,515	) (12,685	) 383
Total comprehensive income	\$20,914	\$17,001	\$33,988	\$36,562

See notes to Condensed Consolidated Financial Statements.

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PLEXUS CORP. AND SUBSIDIARIES
 CONDENSED CONSOLIDATED BALANCE SHEETS

(in thousands, except per share data)

Unaudited

	April 4, 2015	September 27, 2014
ASSETS		
Current assets:		
Cash and cash equivalents	\$356,296	\$346,591
Accounts receivable, net of allowances of \$1,252 and \$1,188, respectively	342,163	324,072
Inventories	557,040	525,970
Deferred income tax	6,411	6,449
Prepaid expenses and other	26,929	27,757
Total current assets	1,288,839	1,230,839
Property, plant and equipment, net	323,722	334,926
Deferred income tax	3,506	3,675
Other	40,082	39,586
Total non-current assets	367,310	378,187
Total assets	\$1,656,149	\$1,609,026