

LOGITECH INTERNATIONAL SA

Form 10-Q

February 06, 2012

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**UNITED STATES
SECURITIES AND EXCHANGE COMMISSION**

Washington, D.C. 20549

FORM 10-Q

(Mark One)

**QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF
THE SECURITIES EXCHANGE ACT OF 1934**

For the quarter ended December 31, 2011

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: 0-29174

LOGITECH INTERNATIONAL S.A.

(Exact name of registrant as specified in its charter)

Canton of Vaud, Switzerland
(State or other jurisdiction
of incorporation or organization)

None
(I.R.S. Employer
Identification No.)

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**Logitech International S.A.
Apples, Switzerland
c/o Logitech Inc.
6505 Kaiser Drive
Fremont, California 94555**

(Address of principal executive offices and zip code)

(510) 795-8500

(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 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

Smaller reporting company

(Do not check if a smaller reporting company)

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Act). Yes No

As of February 1, 2012, there were 172,471,354 shares of the Registrant's share capital outstanding.

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In this document, unless otherwise indicated, references to the Company or Logitech are to Logitech International S.A., its consolidated subsidiaries and predecessor entities. Unless otherwise specified, all references to U.S. dollar, dollar or \$ are to the United States dollar, the legal currency of the United States of America. All references to CHF are to the Swiss franc, the legal currency of Switzerland.

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PART I FINANCIAL INFORMATION

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LOGITECH INTERNATIONAL S.A.
CONSOLIDATED STATEMENTS OF OPERATIONS

(In thousands, except per share amounts)

	Three months ended December 31,		Nine months ended December 31,	
	2011	2010	2011	2010
			(Unaudited)	
Net sales	\$ 714,596	\$ 754,054	\$ 1,784,241	\$ 1,815,268
Cost of goods sold	455,922	482,881	1,201,539	1,158,132
Gross profit	258,674	271,173	582,702	657,136
Operating expenses:				
Marketing and selling	116,313	124,914	323,552	313,803
Research and development	41,911	38,955	121,383	118,271
General and administrative	30,673	31,264	89,527	86,044
Total operating expenses	188,897	195,133	534,462	518,118
Operating income	69,777	76,040	48,240	139,018
Interest income, net	917	539	2,208	1,695
Other income, net	6,713	795	10,141	797
Income before income taxes	77,407	77,374	60,589	141,510
Provision for income taxes	22,074	12,372	17,417	15,826
Net income	\$ 55,333	\$ 65,002	\$ 43,172	\$ 125,684
Net income per share:				
Basic	\$ 0.32	\$ 0.37	\$ 0.24	\$ 0.71
Diluted	\$ 0.32	\$ 0.36	\$ 0.24	\$ 0.70
Shares used to compute net income per share:				
Basic	173,003	177,233	176,414	176,329
Diluted	173,656	179,703	177,201	178,306

The accompanying notes are an integral part of these consolidated financial statements.

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LOGITECH INTERNATIONAL S.A.
CONSOLIDATED BALANCE SHEETS
(In thousands, except per share amounts)

	December 31, 2011 (Unaudited)	March 31, 2011
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 523,333	\$ 477,931
Accounts receivable	318,678	258,294
Inventories	295,749	280,814
Other current assets	73,498	59,347
Total current assets	1,211,258	1,076,386
Property, plant and equipment	78,055	84,160
Goodwill	560,106	547,184
Other intangible assets	59,743	74,616
Other assets	81,524	