

AIRGAS INC
 Form 10-Q
 August 05, 2015
Table of Contents

UNITED STATES
 SECURITIES AND EXCHANGE COMMISSION
 WASHINGTON, D.C. 20549

FORM 10-Q

QUARTERLY REPORT UNDER SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

For the quarterly period ended: June 30, 2015
 Commission file number: 1-9344

AIRGAS, INC.
 (Exact name of registrant as specified in its charter)

Delaware 56-0732648
 (State or other jurisdiction of (I.R.S. Employer
 incorporation or organization) Identification No.)

259 North Radnor-Chester Road, Suite 100 19087-5283
 Radnor, PA (ZIP code)
 (Address of principal executive offices)
 (610) 687-5253
 (Registrant's telephone number, including area code)

Securities registered pursuant to Section 12(b) of the Act:	
Title of Each Class	Name of Each Exchange on Which Registered
Common Stock, par value \$0.01 per share	New York Stock Exchange
Preferred Stock Purchase Rights	New York Stock Exchange

Securities registered pursuant to Section 12(g) of the Act: None.

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. (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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The number of shares of common stock outstanding as of August 3, 2015 was 74,654,017.

Table of Contents

AIRGAS, INC.

FORM 10-Q
June 30, 2015

TABLE OF CONTENTS

	PAGE
<u>PART I - FINANCIAL INFORMATION</u>	
<u>Item 1. Financial Statements</u>	
<u>Consolidated Statements of Earnings for the Three Months Ended June 30, 2015 and 2014 (Unaudited)</u>	3
<u>Consolidated Statements of Comprehensive Income for the Three Months Ended June 30, 2015 and 2014 (Unaudited)</u>	4
<u>Consolidated Balance Sheets as of June 30, 2015 (Unaudited) and March 31, 2015</u>	5
<u>Consolidated Statements of Cash Flows for the Three Months Ended June 30, 2015 and 2014 (Unaudited)</u>	6
<u>Notes to Consolidated Financial Statements (Unaudited)</u>	7
<u>Item 2. Management's Discussion and Analysis of Financial Condition and Results of Operations</u>	20
<u>Item 3. Quantitative and Qualitative Disclosures About Market Risk</u>	30
<u>Item 4. Controls and Procedures</u>	30
<u>PART II - OTHER INFORMATION</u>	
<u>Item 1. Legal Proceedings</u>	31
<u>Item 1A. Risk Factors</u>	31
<u>Item 2. Unregistered Sales of Equity Securities and Use of Proceeds</u>	31
<u>Item 6. Exhibits</u>	32
<u>SIGNATURE</u>	33

Table of Contents

PART I—FINANCIAL INFORMATION

ITEM 1. FINANCIAL STATEMENTS.

AIRGAS, INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF EARNINGS
(Unaudited)

(In thousands, except per share amounts)	Three Months Ended	
	June 30, 2015	2014
Net Sales	\$1,349,710	\$1,313,587
Costs and Expenses:		
Cost of products sold (excluding depreciation)	597,166	583,406
Selling, distribution and administrative expenses	513,776	494,713
Depreciation	78,075	72,635
Amortization	8,115	7,752
Total costs and expenses	1,197,132	1,158,506
Operating Income	152,578	155,081
Interest expense, net	(14,036) (16,139
Other income, net	1,425	1,869
Earnings before income taxes	139,967	140,811
Income taxes	(51,732) (51,959
Net Earnings	\$88,235	\$88,852
Net Earnings per Common Share:		
Basic earnings per share	\$1.17	\$1.20
Diluted earnings per share	\$1.16	\$1.18
Weighted Average Shares Outstanding:		
Basic	75,206	74,272
Diluted	76,105	75,483
Dividends Declared per Common Share	\$0.60	\$0.55
See accompanying notes to consolidated financial statements.		

Table of Contents

AIRGAS, INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
(Unaudited)

(In thousands)	Three Months Ended	
	June 30,	
	2015	2014
Net earnings	\$88,235	\$88,852
Other comprehensive income (loss), before tax:		
Foreign currency translation adjustments	1,810	2,575
Reclassification of hedging loss included in net earnings	129	129
Other comprehensive income (loss), before tax	1,939	2,704
Net tax expense of other comprehensive income items	(48) (48
Other comprehensive income (loss), net of tax	1,891	2,656
Comprehensive income	\$90,126	\$91,508
See accompanying notes to consolidated financial statements.		

Table of ContentsAIRGAS, INC. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS

	(Unaudited) June 30, 2015	March 31, 2015
(In thousands, except per share amounts)		
ASSETS		
Current Assets		
Cash	\$72,208	\$50,724
Trade receivables, less allowances for doubtful accounts of \$29,149 and \$27,016 at June 30, 2015 and March 31, 2015, respectively	718,856	708,227
Inventories, net	460,842	474,070
Deferred income tax asset, net	58,290	58,072
Prepaid expenses and other current assets	93,131	124,591
Total current assets	1,403,327	1,415,684
Plant and equipment at cost	5,448,032	5,305,059
Less accumulated depreciation	(2,421,694)	(2,353,293)
Plant and equipment, net	3,026,338	2,951,766
Goodwill	1,328,551	1,313,644
Other intangible assets, net	248,765	244,519
Other non-current assets	47,796	47,997
Total assets	\$	