

MICROCHIP TECHNOLOGY INC
Form 10-Q
February 09, 2009

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 quarterly period ended December 31, 2008.

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: 0-21184

MICROCHIP TECHNOLOGY INCORPORATED
(Exact Name of Registrant as Specified in Its Charter)

Delaware
(State or Other Jurisdiction of Incorporation
or Organization)

86-0629024
(IRS Employer Identification No.)

2355 W. Chandler Blvd., Chandler, AZ 85224-6199
(480) 792-7200
(Address, Including Zip Code, and Telephone Number,
Including Area Code, of Registrant's
Principal Executive Offices)

Indicate by checkmark 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 the past 90 days.

Yes No

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer,

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or a smaller reporting company. See definitions of "large accelerated filer" "accelerated filer" and "smaller reporting company" in Rule 12b-2 of the Exchange Act:

Large accelerated filer	<input checked="" type="checkbox"/>	Accelerated filer	<input type="checkbox"/>
Non-accelerated filer	<input type="checkbox"/>	Smaller reporting company	<input type="checkbox"/>

(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 Exchange Act). (Check One)

Yes No

Shares Outstanding of Registrant's Common Stock	
Class	Outstanding at January 31, 2009
Common Stock, \$0.001 par value	182,130,124 shares

MICROCHIP TECHNOLOGY INCORPORATED AND SUBSIDIARIES

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Item 1. Financial Statements

MICROCHIP TECHNOLOGY INCORPORATED AND SUBSIDIARIES
CONDENSED CONSOLIDATED BALANCE SHEETS
(in thousands, except share and per share amounts)

ASSETS

	December 31, 2008 (Unaudited)	March 31, 2008 (Note 1)
Cash and cash equivalents	\$ 391,194	\$ 487,736
Short-term investments	1,006,417	837,054
Accounts receivable, net	78,557	138,319
Inventories	136,509	124,483
Prepaid expenses	16,419	17,135
Deferred tax assets	69,399	63,261
Other current assets	42,437	49,742
Total current assets	1,740,932	1,717,730
Property, plant and equipment, net	543,705	522,305
Long-term investments	76,332	194,274
Goodwill	34,179	31,886
Intangible assets, net	20,775	11,613
Other assets	31,220	34,499
Total assets	\$ 2,447,143	\$ 2,512,307

LIABILITIES AND STOCKHOLDERS' EQUITY

Accounts payable	\$ 29,273	\$ 39,317
Accrued liabilities	48,050	56,323
Deferred income on shipments to distributors	98,421	95,441
Total current liabilities	175,744	191,081
Junior convertible debentures	1,148,975	1,150,128
Long-term income tax payable	68,637	112,311
Deferred tax liability	33,980	21,460
Other long-term liabilities	1,283	1,104
Stockholders' equity:		
Preferred stock, \$0.001 par value; authorized 5,000,000 shares; no shares issued or outstanding	---	---
Common stock, \$0.001 par value; authorized 450,000,000 shares; 218,789,994 shares issued and 182,045,705 shares outstanding at December 31, 2008; 218,789,994 shares issued and 184,338,768 shares outstanding at March 31, 2008	182	184
Additional paid-in capital	790,441	793,919

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Retained earnings	1,342,432	1,301,275
Accumulated other comprehensive income	5,275	2,508
Common stock held in treasury: 36,744,289 shares at December 31, 2008; 34,451,226 shares at March 31, 2008	(1,119,806)	(1,061,663)
Total stockholders' equity	1,018,524	1,036,223
Total liabilities and stockholders' equity	\$ 2,447,143	\$ 2,512,307

See accompanying notes to condensed consolidated financial statements

MICROCHIP TECHNOLOGY INCORPORATED AND SUBSIDIARIES
 CONDENSED CONSOLIDATED STATEMENTS OF INCOME

(in thousands, except per share amounts)
 (Unaudited)

	Three Months Ended December 31,		Nine Months Ended December 31,	
	2008	2007	2008	2007
Net sales	\$ 192,166	\$ 252,600	\$ 730,044	\$ 775,319
Cost of sales (1)	87,379	99,553	297,507	309,015
Gross profit				