

SENSIENT TECHNOLOGIES CORP
Form 10-Q
August 06, 2014

UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, DC 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: June 30, 2014

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: 1 7626

SENSIENT TECHNOLOGIES CORPORATION

(Exact name of registrant as specified in its charter)

Wisconsin 39 0561070
(State or other jurisdiction of incorporation or organization) (I.R.S. Employer Identification Number)

777 East Wisconsin Avenue, Milwaukee, Wisconsin 53202-5304

(Address of principal executive offices)

Registrant's telephone number, including area code: (414) 271 6755

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 at least 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. (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

Indicate the number of shares outstanding of each of the issuer's classes of common stock, as of the latest practicable date.

Class	Outstanding at July 31, 2014
Common Stock, par value \$0.10 per share	48,219,181

SENSIENT TECHNOLOGIES CORPORATION
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PART I. FINANCIAL INFORMATION

ITEM 1. FINANCIAL STATEMENTS

SENSIENT TECHNOLOGIES CORPORATION
CONSOLIDATED CONDENSED STATEMENTS OF EARNINGS

(In thousands except per share amounts)

(Unaudited)

	Three Months Ended June 30,		Six Months Ended June 30,	
	2014	2013	2014	2013
Revenue	\$374,666	\$378,806	\$742,797	\$744,446
Cost of products sold	245,002	256,285	488,625	504,788
Selling and administrative expenses	81,455	73,843	204,384	154,642
Operating income	48,209	48,678	49,788	85,016
Interest expense	3,718	4,008	7,849	8,269
Earnings before income taxes	44,491	44,670	41,939	76,747
Income taxes	15,430	12,388	14,953	23,026
Net earnings	\$29,061	\$32,282	\$26,986	\$53,721
Weighted average number of shares outstanding:				
Basic	48,665	49,751	49,256	49,731
Diluted	48,953	49,917	49,512	49,892
Earnings per common share:				
Basic	\$0.60	\$0.65	\$0.55	\$1.08
Diluted	\$0.59	\$0.65	\$0.55	\$1.08
Dividends declared per common share	\$0.00	\$0.23	\$0.48	\$0.45

See accompanying notes to consolidated condensed financial statements.

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SENSIENT TECHNOLOGIES CORPORATION
CONSOLIDATED CONDENSED STATEMENTS OF COMPREHENSIVE INCOME

(In thousands)

(Unaudited)

	Three Months		Six Months	
	Ended June 30,		Ended June 30,	
	2014	2013	2014	2013
Comprehensive Income	\$34,130	\$24,657	\$32,210	\$28,043

See accompanying notes to consolidated condensed financial statements.

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CONSOLIDATED CONDENSED BALANCE SHEETS

(In thousands)

	June 30,	December
	2014	31,
	(Unaudited)	2013
<u>ASSETS</u>		
CURRENT ASSETS:		
Cash and cash equivalents	\$ 28,428	\$ 19,836
Trade accounts receivable, net	265,641	233,751
Inventories	479,450	474,452
Prepaid expenses and other current assets	74,373	61,786
TOTAL CURRENT ASSETS	847,892	789,825
OTHER ASSETS	89,305	47,786
INTANGIBLE ASSETS, NET	9,694	10,546
GOODWILL	459,554	457,269
PROPERTY, PLANT AND		