

RBC Bearings INC
Form 10-Q
February 08, 2007

UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, DC 20549

FORM 10-Q

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

For the quarterly period ended December 30, 2006

OR

o 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: 333-124824

RBC Bearings Incorporated
(Exact name of registrant as specified in its charter)

Delaware
(State or other jurisdiction of incorporation or organization)

95-4372080
(I.R.S. Employer Identification No.)

One Tribology Center
Oxford, CT 06478
(Address of principal executive offices)

06478
(Zip Code)

(203) 267-7001
(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 is a large accelerated filer, an accelerated filer, or a non-accelerated filer. See definition of accelerated filer and large accelerated filer in Rule 12b-2 of the Exchange Act. (Check One):

Large Accelerated filer Accelerated filer Non-accelerated filer

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 February 1, 2007, RBC Bearings Incorporated had 21,237,287 shares of Class A Common Stock outstanding.

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Part I. FINANCIAL INFORMATION**ITEM 1. Financial Statements**

RBC Bearings Incorporated
Consolidated Balance Sheets
(dollars in thousands, except share and per share data)

	December 30, 2006 (Unaudited)	April 1, 2006
ASSETS		
Current assets:		
Cash	\$ 13,456	\$ 16,126
Accounts receivable, net of allowance for doubtful accounts of \$766 at December 30, 2006 and \$838 at April 1, 2006	51,824	50,935
Inventory	103,277	103,148
Deferred income taxes	5,716	5,412
Prepaid expenses and other current assets	2,916	2,453
Total current assets	177,189	178,074
Property, plant and equipment, net	57,655	58,028
Goodwill	29,839	25,150
Intangible assets, net of accumulated amortization of \$2,154 at December 30, 2006 and \$1,616 at April 1, 2006	6,917	3,981
Deferred financing costs, net of accumulated amortization of \$348 at December 30, 2006 and \$1,269 at April 1, 2006	1,254	4,233
Deferred income taxes		4,616
Other assets	1,932	1,841
Total assets	\$ 274,786	\$ 275,923
LIABILITIES AND STOCKHOLDERS EQUITY		
Current liabilities:		
Accounts payable	\$ 20,670	\$ 19,436
Accrued expenses and other current liabilities	10,227	8,572
Current portion of long-term debt	2,568	3,217
Capital lease obligations	210	237
Total current liabilities	33,675	31,462
Long-term debt, less current portion	70,113	162,530
Capital lease obligations, less current portion	496	170
Deferred income taxes	2,871	
Other non-current liabilities	7,811	8,421
Total liabilities	114,966	202,583
Stockholders' equity:		
Common Stock, \$.01 par value; authorized shares: 60,000,000; issued and outstanding shares: 20,684,150 at December 30, 2006 and 16,976,381 at April 1, 2006	206	170
Additional paid-in capital	167,167	103,317
Accumulated other comprehensive loss	(2,559)	(3,392)
Accumulated deficit	(4,994)	(26,755)
Total stockholders' equity	159,820	73,340
Total liabilities and stockholders' equity	\$ 274,786	\$ 275,923

See accompanying notes.

RBC Bearings Incorporated
Consolidated Statements of Operations
(dollars in thousands, except share and per share data)
(Unaudited)

	Three Months Ended December 30, 2006	December 31, 2005	Nine Months Ended December 30, 2006	December 31, 2005
Net sales	\$ 76,544	\$ 67,390	\$ 225,023	\$ 198,758
Cost of sales	52,001	47,029	153,468	139,134
Gross margin	24,543	20,361	71,555	59,624
Operating expenses:				
Selling, general and administrative	10,762	9,203	30,999	32,325
Other, net	(552)	370	115	1,020
Total operating expenses	10,210	9,573	31,114	33,345
Operating income	14,333	10,788	40,441	26,279