

HEICO CORP
Form 10-Q
August 27, 2015
Index

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

FORM 10-Q

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

For the quarterly period ended July 31, 2015

OR

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

For the transition period from _____ to _____

Commission File Number: 1-4604

HEICO CORPORATION

(Exact name of registrant as specified in its charter)

Florida

65-0341002

(State or other jurisdiction of incorporation or organization)

(I.R.S. Employer Identification No.)

3000 Taft Street, Hollywood, Florida
(Address of principal executive offices)
(954) 987-4000

33021
(Zip Code)

(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 x 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 x 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 x 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 x

The number of shares outstanding of each of the registrant's classes of common stock as of August 26, 2015 is as follows:

Common Stock, \$.01 par value	26,898,938	shares
Class A Common Stock, \$.01 par value	39,935,811	shares

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HEICO CORPORATION

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PART I. FINANCIAL INFORMATION; Item 1. FINANCIAL STATEMENTS

HEICO CORPORATION AND SUBSIDIARIES
CONDENSED CONSOLIDATED BALANCE SHEETS - UNAUDITED
(in thousands, except per share data)

	July 31, 2015	October 31, 2014
ASSETS		
Current assets:		
Cash and cash equivalents	\$31,697	\$20,229
Accounts receivable, net	150,930	149,669
Inventories, net	236,235	218,042
Prepaid expenses and other current assets	9,850	8,868
Deferred income taxes	34,150	34,485
Total current assets	462,862	431,293
Property, plant and equipment, net	103,175	93,865
Goodwill	713,127	686,271
Intangible assets, net	220,514	200,810
Deferred income taxes	974	1,063
Other assets	87,762	75,912
Total assets	\$1,588,414	\$1,489,214
LIABILITIES AND EQUITY		
Current liabilities:		
Current maturities of long-term debt	\$343	\$418
Trade accounts payable	53,035	57,157
Accrued expenses and other current liabilities	91,390	92,578
Income taxes payable	2,062	2,067
Total current liabilities	146,830	152,220
Long-term debt, net of current maturities	299,126	328,691
Deferred income taxes	114,618	111,429
Other long-term liabilities	106,437	82,289
Total liabilities	667,011	674,629
Commitments and contingencies (Note 10)		
Redeemable noncontrolling interests (Note 3)	64,821	39,966
Shareholders' equity:		
Common Stock, \$.01 par value per share; 75,000 shares authorized; 26,899 and 26,847 shares issued and outstanding	269	268
Class A Common Stock, \$.01 par value per share; 75,000 shares authorized; 39,936 and 39,699 shares issued and outstanding	399	397
Capital in excess of par value	283,490	269,351
Deferred compensation obligation	1,296	1,138
HEICO stock held by irrevocable trust	(1,296) (1,138
Accumulated other comprehensive loss	(24,562) (8,289
Retained earnings	516,007	437,757

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Total HEICO shareholders' equity	775,603	699,484
Noncontrolling interests	80,979	75,135
Total shareholders' equity	856,582	774,619
Total liabilities and equity	\$1,588,414	\$1,489,214

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

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HEICO CORPORATION AND SUBSIDIARIES
CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS – UNAUDITED

(in thousands, except per share data)

Nine months ended July 31,		Three months ended July 31,	
2015	2014	2015	2014

Net sales