

SIGNET JEWELERS LTD
Form 10-Q
June 03, 2016
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UNITED STATES
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 April 30, 2016 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 1-32349

SIGNET JEWELERS LIMITED

(Exact name of Registrant as specified in its charter)

Bermuda Not Applicable
(State or other jurisdiction of incorporation) (I.R.S. Employer Identification No.)

Clarendon House
2 Church Street
Hamilton HM11
Bermuda
(441) 296 5872
(Address and telephone number including area code of principal executive offices)

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 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

Common Stock, \$0.18 par value, 78,005,828 shares as of June 1, 2016

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PART I. FINANCIAL INFORMATION

ITEM 1. FINANCIAL STATEMENTS

SIGNET JEWELERS LIMITED

CONDENSED CONSOLIDATED INCOME STATEMENTS

(Unaudited)

(in millions, except per share amounts)	13 weeks ended		Notes
	April 30, 2016	May 2, 2015	
Sales	\$1,578.9	\$1,530.6	3
Cost of sales	(978.5)	(964.7)	
Gross margin	600.4	565.9	
Selling, general and administrative expenses	(462.7)	(453.2)	
Other operating income, net	74.3	63.5	
Operating income	212.0	176.2	3
Interest expense, net	(11.8)	(11.0)	
Income before income taxes	200.2	165.2	
Income taxes	(53.4)	(46.4)	7
Net income	\$146.8	\$118.8	
Earnings per share:			
Basic	\$1.87	\$1.49	4
Diluted	\$1.87	\$1.48	4
Weighted average common shares outstanding:			
Basic	78.6	80.0	4
Diluted	78.7	80.2	4
Dividends declared per share	\$0.26	\$0.22	5

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

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SIGNET JEWELERS LIMITED

CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (LOSS)

(Unaudited)

(in millions)	13 weeks ended		13 weeks ended		After-tax amount	
	April 30, 2016		May 2, 2015			
	Pre-tax amount	Tax (expense) benefit	After-tax amount	Pre-tax amount	Tax (expense) benefit	After-tax amount
Net income			\$ 146.8			\$ 118.8
Other comprehensive income:						
Foreign currency translation adjustments	\$30.8	\$ —	30.8	\$7.5	\$ —	—7.5
Available-for-sale securities:						
Unrealized gain (loss)	0.4	(0.2)	0.2	(0.1)	—	(0.1)
Cash flow hedges:						
Unrealized gain (loss)	5.9	(2.3)	3.6	(9.1)	3.2	(5.9)
Reclassification adjustment for losses to net income	1.6	(0.5)				