

HOME DEPOT INC
Form 10-Q
May 23, 2017
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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, 2017

- 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 1-8207

THE HOME DEPOT, INC.

(Exact name of Registrant as specified in its charter)

Delaware 95-3261426

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

2455 Paces Ferry Road, Atlanta, Georgia 30339
(Address of principal executive offices) (Zip Code)

(770) 433-8211
(Registrant's telephone number, including area code)

(Former name, former address and former fiscal year, if changed since last report)

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 (§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, a smaller reporting company, or an emerging growth company. See the definitions of "large accelerated filer," "accelerated filer," "smaller reporting company," and "emerging growth company" in Rule 12b-2 of the Exchange Act.

Large accelerated filer Accelerated filer Non-accelerated filer Smaller reporting company
(Do not check if a smaller reporting company)
Emerging growth company If an emerging growth company, indicate by check mark if the registrant has elected not to use the extended transition period for complying with any new or revised financial accounting standards provided pursuant to Section 13(a) of the Exchange Act.

Indicate by check mark whether the Registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act). Yes No

APPLICABLE ONLY TO CORPORATE ISSUERS:

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

1,195,554,970 shares of common stock, \$0.05 par value, as of May 16, 2017

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PART I. FINANCIAL INFORMATION

Item 1. Financial Statements

THE HOME DEPOT, INC. AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS

(Unaudited)

	April 30, 2017	January 29, 2017
amounts in millions, except share and per share data		
ASSETS		
Current Assets:		
Cash and Cash Equivalents	\$3,565	\$ 2,538
Receivables, net	2,164	2,029
Merchandise Inventories	13,609	12,549
Other Current Assets	558	608
Total Current Assets	19,896	17,724
Property and Equipment, at cost	40,656	40,426
Less Accumulated Depreciation and Amortization	18,867	18,512
Net Property and Equipment	21,789	21,914
Goodwill	2,095	2,093
Other Assets	1,164	1,235
Total Assets	\$44,944	\$ 42,966
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current Liabilities:		
Short-Term Debt	\$—	\$ 710
Accounts Payable	9,138	7,000
Accrued Salaries and Related Expenses	1,353	1,484
Sales Taxes Payable	710	508
Deferred Revenue	1,832	1,669
Income Taxes Payable	904	25
Current Installments of Long-Term Debt	544	542
Other Accrued Expenses	1,957	2,195
Total Current Liabilities	16,438	14,133
Long-Term Debt, excluding current installments	22,393	22,349
Other Long-Term Liabilities	1,916	1,855
Deferred Income Taxes	235	296
Total Liabilities	40,982	38,633
STOCKHOLDERS' EQUITY		
Common Stock, par value \$0.05; authorized: 10 billion shares; issued: 1.778 billion shares at April 30, 2017 and 1.776 billion shares at January 29, 2017; outstanding: 1.197 billion shares at April 30, 2017 and 1.203 billion shares at January 29, 2017	89	88
Paid-In Capital	9,779	9,787
Retained Earnings	36,461	35,519
Accumulated Other Comprehensive Loss	(923)	(867)
Treasury Stock, at cost, 581 million shares at April 30, 2017 and 573 million shares at January 29, 2017	(41,444)	(40,194)
Total Stockholders' Equity	3,962	4,333
Total Liabilities and Stockholders' Equity	\$44,944	\$ 42,966
See accompanying Notes to Consolidated Financial Statements.		

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THE HOME DEPOT, INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF EARNINGS
(Unaudited)

	Three Months Ended	
amounts in millions, except per share data	April 30, 2017	May 1, 2016
NET SALES	\$23,887	\$22,762
Cost of Sales	15,733	14,971
GROSS PROFIT	8,154	7,791
Operating Expenses:		
Selling, General and Administrative	4,361	4,281
Depreciation and Amortization	444	433
Total Operating Expenses	4,805	4,714
OPERATING INCOME	3,349	3,077
Interest and Other (Income) Expense:		
Interest and Investment Income	(13)	(7)
Interest Expense	254	244
Interest and Other, net	241	237
EARNINGS BEFORE PROVISION FOR INCOME TAXES	3,108	2,840
Provision for Income Taxes	1,094	1,037
NET EARNINGS	\$2,014	\$1,803
Basic Weighted Average Common Shares	1,198	1,247
BASIC EARNINGS PER SHARE	\$1.68	\$1.45
Diluted Weighted Average Common Shares	1,204	1,252