

SKYWORKS SOLUTIONS, INC.

Form 10-Q

February 07, 2012

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UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM 10-Q

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

R

For the quarterly period ended December 30, 2011

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 001-5560

SKYWORKS SOLUTIONS, INC.

(Exact name of registrant as specified in its charter)

Delaware

04-2302115

(State or other jurisdiction of incorporation or  
organization)

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

20 Sylvan Road, Woburn, Massachusetts

01801

(Address of principal executive offices)

(Zip Code)

Registrant's telephone number, including area code: (781) 376-3000

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. R 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). R Yes £ No

Indicate by check mark whether the registrant is 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 R	Accelerated filer £	Non-accelerated filer £	Smaller reporting company £
			(Do not check if a 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 R No

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

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Class	Outstanding at January 27, 2012
Common Stock, par value \$.25 per share	188,415,515

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SKYWORKS SOLUTIONS, INC.

QUARTERLY REPORT ON FORM 10-Q  
FOR THE QUARTER ENDED DECEMBER 30, 2011

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## PART 1. FINANCIAL INFORMATION

## Item 1. Financial Statements

## SKYWORKS SOLUTIONS, INC.

## CONSOLIDATED STATEMENTS OF OPERATIONS

(Unaudited, in thousands, except per share amounts)

	Three months Ended		
	December 30, 2011	December 31, 2010	
Net revenue	\$393,740	\$335,120	
Cost of goods sold	221,890	186,582	
Gross profit	171,850	148,538	
Operating expenses:			
Research and development	46,941	38,543	
Selling, general and administrative	35,702	30,606	
Acquisition related expense	7,207	445	
Amortization of intangibles	6,312	1,602	
Restructuring and other charges	720	—	
Total operating expenses	96,882	71,196	
Operating income	74,968	77,342	
Interest expense	(481	) (537	)
Gain on early retirement of convertible debt	76	—	
Other income (loss), net	99	(69	)
Income before income taxes	74,662	76,736	
Provision for income taxes	17,536	15,868	
Net income	\$57,126	\$60,868	
Earnings per share:			
Basic	\$0.31	\$0.34	
Diluted	\$0.30	\$0.32	
Weighted average shares:			
Basic	183,956	180,706	
Diluted	189,682	188,541	

See the accompanying notes to the consolidated financial statements.

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SKYWORKS SOLUTIONS, INC.  
 CONSOLIDATED BALANCE SHEETS  
 (Unaudited, in thousands, except per share amounts)

	As of December 30, 2011	September 30, 2011
<b>ASSETS</b>		
Current assets:		
Cash and cash equivalents	\$445,636	\$410,087
Restricted cash	862	712
Receivables, net of allowance for doubtful accounts of \$1,809 and \$785, respectively	199,010	177,940
Inventory	177,520	198,183
Other current assets	33,314	29,412
Total current assets	856,342	816,334
Property, plant and equipment, net	240,401	251,365
Goodwill	664,021	663,041
Intangible assets, net	80,202	86,808
Deferred tax assets, net	60,608	60,863
Other assets	13,059	11,978
Total assets	\$1,914,633	\$1,890,389
<b>LIABILITIES AND STOCKHOLDERS' EQUITY</b>		
Current liabilities:		
Short-term debt	\$17,123	\$26,089
Accounts payable	96,030	115,290
Accrued compensation and benefits	28,121	35,684
Other current liabilities	71,228	70,033
Total current liabilities	212,502	247,096
Other long-term liabilities	38,466	34,198
Total liabilities	250,968	281,294
Commitments and contingencies (Note 10)		
Stockholders' equity:		
Preferred stock, no par value: 25,000 shares authorized, no shares issued	—	—
Common stock, \$0.25 par value: 525,000 shares authorized; 198,444 shares issued and 187,917 shares outstanding at December 30, 2011, and 195,407 shares issued and 186,386 shares outstanding at September 30, 2011	46,979	46,597
Additional paid-in capital	1,820,780	1,795,958
Treasury stock, at cost	(158,614)	(130,854)
Accumulated deficit	(44,149)	(101,275)
Accumulated other comprehensive loss	(1,331)	(1,331)
Total stockholders' equity	1,663,665	1,609,095
Total liabilities and stockholders' equity	\$1,914,633	\$1,890,389

See the accompanying notes to the consolidated financial statements.