

MINERALS TECHNOLOGIES INC
Form 10-Q
November 01, 2013

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

For the quarterly period ended September 29, 2013

or

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

Commission File Number 1-11430

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MINERALS TECHNOLOGIES INC.
(Exact name of registrant as specified in its charter)

DELAWARE 25-1190717
(State or other jurisdiction of (I.R.S. Employer
incorporation or organization) Identification No.)

622 Third Avenue, New York, NY 10017-6707
(Address of principal executive offices, including zip code)

(212) 878-1800
(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 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 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 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

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

Class	Outstanding at October 18, 2013
Common Stock, \$0.10 par value	34,431,056

MINERALS TECHNOLOGIES INC.

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PART 1. FINANCIAL INFORMATION

ITEM 1. Financial Statements

MINERALS TECHNOLOGIES INC. AND SUBSIDIARY COMPANIES
CONDENSED CONSOLIDATED STATEMENTS OF INCOME
(Unaudited)

(in thousands, except per share data)	Three Months Ended		Nine Months Ended	
	Sept. 29, 2013	Sept. 30, 2012	Sept. 29, 2013	Sept. 30, 2012
Net sales	\$254,192	\$247,803	\$761,549	\$753,719
Cost of goods sold	194,272	192,180	586,897	585,691
Production margin	59,920	55,623	174,652	168,028
Marketing and administrative expenses	21,861	21,953	66,318	66,256
Research and development expenses	5,302	5,105	14,946	15,178
Income from operations	32,757	28,565	93,388	86,594
Non-operating deductions, net	(1,234)	(650)	(2,572)	(2,016)
Income from continuing operations before provision for taxes	31,523	27,915	90,816	84,578
Provision for taxes on income	8,952	8,245	25,219	24,999
Income from continuing operations, net of tax	22,571	19,670	65,597	59,579
Loss from discontinued operations, net of tax	(21)	(487)	(5,704)	(1,549)
Consolidated net income	22,550	19,183	59,893	58,030
Less: income attributable to non-controlling interests	686	553	2,152	1,653
Net income attributable to Minerals Technologies Inc. (MTI)	21,864	18,630	57,741	56,377
Earnings (Loss) per share:				
Basic:				
Income from continuing operations attributable to MTI	\$0.63	\$0.54	\$1.82	\$1.64
Loss from discontinued operations attributable to MTI	--	(0.01)	(0.16)	(0.04)

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Basic earnings per share attributable to MTI	\$0.63	\$0.53	\$1.66	\$1.60
Diluted:				
Income from continuing operations attributable to MTI	\$0.63	\$0.54	\$1.81	\$1.63
Loss from discontinued operations attributable to MTI	--	(0.01)	(0.16)	(0.04)
Diluted earnings per share attributable to MTI	\$0.63	\$0.53	\$1.65	\$1.59
Cash dividends declared per common share	\$0.050	\$0.025	\$0.15	\$0.075
Shares used in computation of earnings per share:				
Basic	34,615	35,280	34,803	35,388
Diluted	34,881	35,466	35,054	35,550

See accompanying Notes to Condensed Consolidated Financial Statements.

MINERALS TECHNOLOGIES INC. AND SUBSIDIARY COMPANIES
 CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
 (Unaudited)

(thousands of dollars)	Three Months Ended		Nine Months Ended	
	Sept. 29, 2013	Sept. 30, 2012	Sept. 29, 2013	Sept. 30, 2012
Consolidated net income	\$22,550	\$19,183	\$59,893	\$58,030
Other comprehensive income, net of tax:				
Foreign currency translation adjustments	7,570	8,562	(15,041)	1,595
Pension and postretirement plan adjustments	1,900	1,829	5,649	5,481
Cash flow hedges:				
Net derivative gains (losses) arising during the period	(3)	(299)	511	380
Comprehensive income	32,017	29,275	51,012	65,486
Comprehensive income attributable to non-controlling interest	(582)	(750)	(750)	(1,561)
Comprehensive income attributable to MTI	\$31,435	\$28,525	\$50,262	\$63,925

See accompanying Notes to Condensed Consolidated Financial Statements.