

RBC Bearings INC  
Form 10-Q  
November 10, 2011

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UNITED STATES SECURITIES AND EXCHANGE COMMISSION  
Washington, DC 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 October 1, 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: 333-124824

RBC Bearings Incorporated  
(Exact name of registrant as specified in its charter)

Delaware  
(State or other jurisdiction of incorporation or organization)

95-4372080  
(I.R.S. Employer Identification No.)

One Tribology Center  
Oxford, CT  
(Address of principal executive offices)

06478  
(Zip Code)

(203) 267-7001  
(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 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  (Do not check if a smaller reporting company) Smaller reporting company

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

As of October 31, 2011, RBC Bearings Incorporated had 22,077,448 shares of Common Stock outstanding.

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## PART I. FINANCIAL INFORMATION

## ITEM 1. Financial Statements

RBC Bearings Incorporated Consolidated Balance Sheets (dollars in thousands, except share and per share data)		
	October 1, 2011 (Unaudited)	April 2, 2011
<b>ASSETS</b>		
Current assets:		
Cash and cash equivalents	\$49,455	\$63,975
Short-term investments	—	3,912
Accounts receivable, net of allowance for doubtful accounts of \$1,549 at October 1, 2011 and \$1,490 at April 2, 2011	67,237	60,095
Inventory	155,207	144,175
Deferred income taxes	10,406	9,145
Prepaid expenses and other current assets	2,987	4,040
Total current assets	285,292	285,342
Property, plant and equipment, net	89,350	88,408
Goodwill	34,713	34,713
Intangible assets, net of accumulated amortization of \$8,522 at October 1, 2011 and \$7,810 at April 2, 2011	11,710	12,121
Other assets	5,343	5,398
Total assets	\$426,408	\$425,982
<b>LIABILITIES AND STOCKHOLDERS' EQUITY</b>		
Current liabilities:		
Accounts payable	\$24,120	\$24,245
Accrued expenses and other current liabilities	19,766	14,760
Current portion of long-term debt	1,134	30,546
Total current liabilities	45,020	69,551
Long-term debt, less current portion	—	750
Deferred income taxes	6,472	6,591
Other non-current liabilities	19,903	19,023
Total liabilities	71,395	95,915
Stockholders' equity:		
Preferred stock, \$.01 par value; authorized shares: 10,000,000 at October 1, 2011 and April 2, 2011; none issued and outstanding	—	—
Common stock, \$.01 par value; authorized shares: 60,000,000 at October 1, 2011 and April 2, 2011; issued and outstanding shares: 22,134,328 at October 1, 2011 and 22,092,011 shares at April 2, 2011	221	221
Additional paid-in capital	200,768	197,644
Accumulated other comprehensive gain	2,060	2,380
Retained earnings	157,699	135,395
Treasury stock, at cost, 190,847 shares at October 1, 2011 and 186,658 shares at April 2, 2011	(5,735 )	(5,573 )

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Total stockholders' equity	355,013	330,067
Total liabilities and stockholders' equity	\$426,408	\$425,982

See accompanying notes.

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RBC Bearings Incorporated  
Consolidated Statements of Operations  
(dollars in thousands, except share and per share data)  
(Unaudited)

	Three Months Ended		Six Months Ended	
	October 1, 2011	October 2, 2010	October 1, 2011	October 2, 2010
Net sales	\$97,751	\$83,095	\$191,084	\$165,469
Cost of sales	63,767	55,857	125,304	111,978
Gross margin	33,984	27,238	65,780	53,491
Operating expenses:				
Selling, general and administrative	15,238	12,988	29,771	25,480
Other, net	379	362	629	76
Total operating expenses	15,617	13,350	30,400	25,556
Operating income	18,367	13,888	35,380	27,935
Interest expense, net	214	398	686	790
Other non-operating expense	325	447	521	817
Income before income taxes	17,828	13,043	34,173	26,328
Provision for income taxes	6,236	4,489	11,869	8,713
Net income	\$11,592	\$8,554		