

CABOT MICROELECTRONICS CORP
Form 10-Q
May 08, 2015
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

MARCH 31, 2015

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 000-30205

CABOT MICROELECTRONICS CORPORATION
(Exact name of registrant as specified in its charter)

DELAWARE 36-4324765
(State of Incorporation) (I.R.S. Employer Identification No.)

870 NORTH COMMONS DRIVE 60504
AURORA, ILLINOIS (Zip Code)
(Address of principal executive offices)

Registrant's telephone number, including area code: (630) 375-6631

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 (Section 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 definitions of "large accelerated filer," "accelerated filer" and smaller reporting company" in Rule 12b-2 of the Exchange Act. (Check one):

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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

As of April 30, 2015, the Company had 24,719,693 shares of Common Stock, par value \$0.001 per share, outstanding.

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CABOT MICROELECTRONICS CORPORATION

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ITEM 1.CABOT MICROELECTRONICS CORPORATION
CONSOLIDATED STATEMENTS OF INCOME
(Unaudited and in thousands, except per share amounts)

	Three Months Ended March 31,		Six Months Ended March 31,	
	2015	2014	2015	2014
Revenue	\$104,858	\$99,456	\$216,792	\$199,971
Cost of goods sold	50,182	52,931	105,142	105,732
Gross profit	54,676	46,525	111,650	94,239
Operating expenses:				
Research, development and technical	15,131	14,364	30,149	28,935
Selling and marketing	5,777	6,471	13,416	13,178
General and administrative	14,296	11,076	26,047	21,802
Total operating expenses	35,204	31,911	69,612	63,915
Operating income	19,472	14,614	42,038	30,324
Interest expense	1,059	843	1,965	1,715
Other income (expense), net	(332)	103	725	720
Income before income taxes	18,081	13,874	40,798	29,329
Provision for income taxes	4,270	3,779	7,071	7,926
Net income	\$13,811	\$10,095	\$33,727	\$21,403
Basic earnings per share	\$0.57	\$0.42	\$1.40	\$0.89
Weighted average basic shares outstanding	24,057	23,982	23,845	23,775
Diluted earnings per share	\$0.55	\$0.40	\$1.36	\$0.86
Weighted average diluted shares outstanding	24,693	24,897	24,582	24,749

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

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CABOT MICROELECTRONICS CORPORATION
 CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
 (Unaudited and in thousands)

	Three Months		Six Months Ended	
	Ended		March 31,	
	March 31,	March 31,	March 31,	March 31,
	2015	2014	2015	2014
Net income	\$13,811	\$10,095	\$33,727	\$21,403
Other comprehensive income (loss), net of tax:				
Foreign currency translation adjustments	48	(452)	(8,284)	(5,212)
Net unrealized losses on cash flow hedges	(443)	-	(612)	-
Unrealized gain on investments	-	-	-	151
Other comprehensive income (loss), net of tax	(395)	(452)	(8,896)	