

DANA INC
Form 10-Q
July 25, 2018

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: June 30, 2018
Commission File Number: 1-1063

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

Delaware 26-1531856
(State of incorporation) (IRS Employer Identification Number)

3939 Technology Drive, Maumee, OH 43537
(Address of principal executive offices) (Zip Code)

Registrant's telephone number, including area code: (419) 887-3000

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. 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, 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. (Check one):

Large accelerated filer Non-accelerated filer Smaller reporting company
Accelerated filer (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:

There were 144,544,761 shares of the registrant's common stock outstanding at July 13, 2018.

DANA INCORPORATED – FORM 10-Q
FOR THE QUARTERLY PERIOD ENDED JUNE 30, 2018

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PART I – FINANCIAL INFORMATION

ITEM 1. FINANCIAL STATEMENTS

Dana Incorporated
 Consolidated Statement of Operations (Unaudited)
 (In millions, except per share amounts)

	Three Months Ended June 30,		Six Months Ended June 30,	
	2018	2017	2018	2017
Net sales	\$2,054	\$1,840	\$4,192	\$3,541
Costs and expenses				
Cost of sales	1,746	1,563	3,577	3,000
Selling, general and administrative expenses	134	133	264	253
Amortization of intangibles	2	3	4	5
Restructuring charges, net	7	10	8	12
Impairment of indefinite-lived intangible asset	(20)		(20)	
Adjustment in fair value of disposal group held for sale	3		3	
Other expense, net	(10)	(1)	(10)	(12)
Earnings before interest and income taxes	138	130	312	259
Loss on extinguishment of debt		(6)		(6)
Interest income	2	2	5	5
Interest expense	23	27	47	54
Earnings before income taxes	117	99	270	204
Income tax expense (benefit)	(4)	31	44	61
Equity in earnings of affiliates	6	5	12	10
Net income	127	73	238	153
Less: Noncontrolling interests net income	3	5	5	10
Less: Redeemable noncontrolling interests net income (loss)		(3)	1	(3)
Net income attributable to the parent company	\$124	\$71	\$232	\$146
Net income per share available to common stockholders				
Basic	\$0.85	\$0.48	\$1.60	\$1.00
Diluted	\$0.85	\$0.47	\$1.58	\$0.99
Weighted-average common shares outstanding				
Basic	145.1	144.8	145.3	144.7
Diluted	146.5	146.2	147.0	146.1
Cash dividends declared per share	\$0.10	\$0.06	\$0.20	\$0.12

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

Dana Incorporated
Consolidated Statement of Comprehensive Income (Unaudited)
(In millions)

	Three Months Ended June 30,	2017	Six Months Ended June 30,	2017
Net income	\$ 127			