

BIG LOTS INC
Form 10-Q
September 10, 2013
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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

For the quarterly period ended August 3, 2013
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 1-8897

BIG LOTS, INC.

(Exact name of registrant as specified in its charter)

Ohio

(State or other jurisdiction of incorporation or
organization)

06-1119097

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

300 Phillipi Road, P.O. Box 28512, Columbus, Ohio

(Address of principal executive offices)

(614) 278-6800

(Registrant's telephone number, including area code)

43228-5311

(Zip 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

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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

The number of the registrant’s common shares, \$0.01 par value, outstanding as of September 6, 2013, was 58,288,947.

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Signature

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Part I. Financial Information

Item 1. Financial Statements

BIG LOTS, INC. AND SUBSIDIARIES

Consolidated Statements of Operations (Unaudited)

(In thousands, except per share amounts)

	Thirteen Weeks Ended		Twenty-Six Weeks Ended		
	August 3, 2013	July 28, 2012	August 3, 2013	July 28, 2012	
Net sales	\$ 1,225,572	\$ 1,218,037	\$ 2,536,910	\$ 2,512,518	
Cost of sales (exclusive of depreciation expense shown separately below)	746,117	740,202	1,540,826	1,522,235	
Gross margin	479,455	477,835	996,084	990,283	
Selling and administrative expenses	418,495	412,220	850,962	830,538	
Depreciation expense	28,149	26,271	55,619	51,559	
Operating profit	32,811	39,344	89,503	108,186	
Interest expense	(733)	(895)	(1,459)	(1,231))
Other income (expense)	(118)	(38)	(264)	(1))
Income from continuing operations before income taxes	31,960	38,411	87,780	106,954	
Income tax expense	13,835	16,321	37,322	44,084	
Income from continuing operations	18,125	22,090	50,458	62,870	
Income (loss) from discontinued operations, net of tax expense (benefit) of \$1, (\$10), \$0, and (\$32), respectively	1	(15)	1	(49))
Net income	\$ 18,126	\$ 22,075	\$ 50,459	\$ 62,821	
Earnings per common share - basic:					
Continuing operations	\$0.32	\$0.37	\$0.88	\$1.01	
Discontinued operations	—	—	—	—	
	\$0.32	\$0.37	\$0.88	\$1.01	
Earnings per common share - diluted:					
Continuing operations	\$0.31	\$0.36	\$0.87	\$1.00	
Discontinued operations	—	—	—	—	
	\$0.31	\$0.36	\$0.87	\$1.00	
Weighted-average common shares outstanding:					
Basic	57,382	60,466	57,344	62,292	
Dilutive effect of share-based awards	542	531	540	779	
Diluted	57,924	60,997	57,884	63,071	

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

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BIG LOTS, INC. AND SUBSIDIARIES

Consolidated Statements of Comprehensive Income (Unaudited)

(In thousands)

	Thirteen Weeks Ended		Twenty-Six Weeks Ended	
	August 3, 2013	July 28, 2012	August 3, 2013	July 28, 2012
Net income	\$ 18,126	\$ 22,075	\$ 50,459	\$