

TRIUMPH GROUP INC
Form 10-Q
February 03, 2012
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United States
Securities and Exchange Commission
Washington, D.C. 20549

FORM 10-Q

S Quarterly Report Pursuant to Section 13 or 15(d) of the Securities Exchange Act of 1934

For the Quarterly Period Ended December 31, 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: 1-12235

TRIUMPH GROUP, INC.

(Exact name of registrant as specified in its charter)

Delaware

(State or other jurisdiction of incorporation or organization)

51-0347963

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

899 Cassatt Road, Suite 210, Berwyn, PA

(Address of principal executive offices)

19312

(Zip Code)

(610) 251-1000

(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 S No£

Indicate by check mark whether the registrant has submitted electronically and has posted on its corporate website, 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 S 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

S

Accelerated filer

£

Non-accelerated filer

£

Smaller reporting company

£

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(Do not check if a 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 S

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

Common Stock, par value \$0.001 per share, 49,120,616 shares outstanding as of February 1, 2012.

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Part I. Financial Information

Item 1. Financial Statements.

Triumph Group, Inc.

Consolidated Balance Sheets

(dollars in thousands, except per share data)

	December 31, 2011 (unaudited)	March 31, 2011
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 32,682	\$ 39,328
Trade and other receivables, less allowance for doubtful accounts of \$3,335 and \$3,196	345,627	374,491
Inventories, net of unliquidated progress payments of \$148,351 and \$138,206	848,555	781,714
Rotable assets	33,024	26,607
Prepaid and other current assets	47,908	18,141
Assets held for sale	—	4,574
Total current assets	1,307,796	1,244,855
Property and equipment, net	722,332	734,879
Goodwill	1,533,102	1,530,580
Intangible assets, net	837,641	859,620
Deferred income taxes, noncurrent	105	54,539
Other, net	32,597	38,764
Total assets	\$4,433,573	\$4,463,237
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current liabilities:		
Current portion of long-term debt	\$ 141,535	\$ 300,252
Accounts payable	236,134	262,716
Accrued expenses	320,722	313,354
Deferred income taxes	49,871	78,793
Liabilities related to assets held for sale	—	431
Total current liabilities	748,262	955,546
Long-term debt, less current portion	1,070,520	1,011,752
Accrued pension and other postretirement benefits, noncurrent	558,470	680,754
Other noncurrent liabilities	250,045	180,462
Temporary equity	—	2,506
Stockholders' equity:		
Common stock, \$.001 par value, 100,000,000 shares authorized, 49,598,323 and 48,690,606 shares issued; 49,460,412 and 48,513,422 shares outstanding	50	49
Capital in excess of par value	833,221	819,197
Treasury stock, at cost, 137,911 and 177,184 shares	(4,044) (5,085
Accumulated other comprehensive income	110,360	120,471
Retained earnings	866,689	697,585
Total stockholders' equity	1,806,276	1,632,217
Total liabilities and stockholders' equity	\$4,433,573	\$4,463,237

SEE ACCOMPANYING NOTES.

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Triumph Group, Inc.
 Consolidated Statements of Income
 (in thousands, except per share data)
 (unaudited)

	Three Months Ended December 31,		Nine Months Ended December 31,	
	2011	2010	2011	2010
Net sales	\$825,962	\$810,853	\$2,461,553	\$1,986,262
Operating costs and expenses:				
Cost of sales (exclusive of depreciation and amortization shown separately below)	618,602	630,612	1,858,600	1,522,544
Selling, general and administrative	57,494	66,930	178,714	170,913
Acquisition and integration expenses	2,095	1,000	3,699	19,650
Depreciation and amortization	30,131	25,652	89,064	67,529
	708,322	724,194	2,130,077	1,780,636
Operating income	117,640	86,659	331,476	205,626
Interest expense and other	14,543			