

UNIVERSAL CORP /VA/
Form 10-Q
November 08, 2016
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 SEPTEMBER 30, 2016

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: 001-00652

UNIVERSAL CORPORATION

(Exact name of registrant as specified in its charter)

Virginia 54-0414210
(State or other jurisdiction of (I.R.S. Employer
incorporation or organization) Identification Number)

9201 Forest Hill Avenue, 23235
Richmond, Virginia (Zip Code)
(Address of principal executive offices)

804-359-9311
(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 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 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 November 4, 2016, the total number of shares of common stock outstanding was 22,783,633.

UNIVERSAL CORPORATION

FORM 10-Q

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PART I. FINANCIAL INFORMATION
ITEM 1. FINANCIAL STATEMENTS

UNIVERSAL CORPORATION
CONSOLIDATED STATEMENTS OF INCOME AND COMPREHENSIVE INCOME
(in thousands, except share and per share data)

	Three Months Ended September 30,		Six Months Ended September 30,	
	2016	2015	2016	2015
	(Unaudited)		(Unaudited)	
Sales and other operating revenues	\$456,942	\$456,382	\$752,417	\$731,801
Costs and expenses				
Cost of goods sold	369,098	358,288	612,376	585,318
Selling, general and administrative expenses	40,834	60,810	101,033	112,106
Restructuring and impairment costs	3,682	—	3,682	2,389
Operating income	43,328	37,284	35,326	31,988
Equity in pretax earnings of unconsolidated affiliates	1,260	846	1,130	230
Interest income	271	205	634	444
Interest expense	4,335	3,912	8,389	7,796
Income before income taxes	40,524	34,423	28,701	24,866
Income tax expense	14,026	9,359	9,707	5,927
Net income	26,498	25,064	18,994	18,939
Less: net (income) loss attributable to noncontrolling interests in subsidiaries	(1,234)	(2,599)	794	(2,421)
Net income attributable to Universal Corporation	25,264	22,465	19,788	16,518
Dividends on Universal Corporation convertible perpetual preferred stock	(3,687)	(3,687)	(7,374)	(7,374)
Earnings available to Universal Corporation common shareholders	\$21,577	\$18,778	\$12,414	\$9,144
Earnings per share attributable to Universal Corporation common shareholders:				
Basic	\$0.95	\$0.83	\$0.55	\$0.40
Diluted	\$0.90	\$0.81	\$0.54	\$0.40
Weighted average common shares outstanding:				
Basic	22,777,394	22,675,323	22,755,927	22,649,270
Diluted	27,968,156	27,850,628	23,073,341	22,936,631
Total comprehensive income, net of income taxes	\$29,651	\$19,470	\$17,321	\$21,850
Less: comprehensive (income) loss attributable to noncontrolling interests, net of income taxes	(1,007)	(2,259)	1,238	(1,995)
Comprehensive income attributable to Universal Corporation, net of income taxes	\$28,644	\$17,211	\$18,559	\$19,855
Dividends declared per common share	\$0.53	\$0.52	\$1.06	\$1.04

See accompanying notes.

UNIVERSAL CORPORATION
CONSOLIDATED BALANCE SHEETS
(in thousands of dollars)

September 30, September 30, March 31,