

KULICKE & SOFFA INDUSTRIES INC
Form 10-Q
July 31, 2013

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 June 29, 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 No. 0-121

KULICKE AND SOFFA INDUSTRIES, INC.
(Exact name of registrant as specified in its charter)

PENNSYLVANIA
(State or other jurisdiction of incorporation)

23-1498399
(IRS Employer
Identification No.)

6 Serangoon North, Avenue 5, #03-16, Singapore 554910
(Address of principal executive offices and Zip Code)

(215) 784-7518
(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, or a smaller reporting company. See definition 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

(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 ý

As of July 26, 2013, there were 75,277,538 shares of the Registrant's Common Stock, no par value, outstanding.

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PART I. - FINANCIAL INFORMATION

Item 1. – FINANCIAL STATEMENTS

KULICKE AND SOFFA INDUSTRIES, INC.
CONSOLIDATED BALANCE SHEETS
(in thousands)
Unaudited

	As of June 29, 2013	September 29, 2012
ASSETS		
Current assets:		
Cash and cash equivalents	\$508,493	\$440,244
Accounts and notes receivable, net of allowance for doubtful accounts of \$817 and \$937 respectively	147,038	188,986
Inventories, net	48,087	58,994
Prepaid expenses and other current assets	21,565	21,577
Deferred income taxes	3,812	3,515
Total current assets	728,995	713,316
Property, plant and equipment, net	32,881	28,441
Goodwill	41,546	41,546
Intangible assets	13,504	20,387
Other assets	9,622	11,919
TOTAL ASSETS	\$826,548	\$815,609
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current liabilities:		
Accounts payable	\$46,246	\$57,231
Accrued expenses and other current liabilities	48,509	57,946
Income taxes payable	2,974	8,192
Total current liabilities	97,729	123,369
Deferred income taxes	36,481	37,875
Other liabilities	9,100	10,698
TOTAL LIABILITIES	\$143,310	\$171,942
Commitments and contingent liabilities (Note 9)		
SHAREHOLDERS' EQUITY:		
Preferred stock, without par value:		
Authorized 5,000 shares; issued - none	\$—	\$—
Common stock, no par value:		
Authorized 200,000 shares; issued 80,209 and 79,099, respectively; outstanding 75,255 and 74,145 shares, respectively	464,078	455,122
Treasury stock, at cost, 4,954 shares	(46,356) (46,356)
Accumulated income	262,347	232,520
Accumulated other comprehensive income	3,169	2,381
TOTAL SHAREHOLDERS' EQUITY	\$683,238	\$643,667

TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	\$826,548	\$815,609
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The accompanying notes are an integral part of these consolidated financial statements.

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KULICKE AND SOFFA INDUSTRIES, INC.
CONSOLIDATED STATEMENTS OF OPERATIONS

(in thousands, except per share data)

Unaudited

	Three months ended		Nine months ended	
	June 29, 2013	June 30, 2012	June 29, 2013	June 30, 2012
Net revenue	\$ 141,181	\$ 255,525	\$ 361,330	\$ 521,857
Cost of sales	75,267	133,082	195,071	277,451
Gross profit	65,914	122,443	166,259	244,406
Selling, general and administrative	31,264	30,149	88,754	89,435
Research and development	15,783	16,018	46,243	46,077
Operating expenses	47,047	46,167	134,997	135,512
Income from operations				