

DineEquity, Inc
Form 10-Q
April 30, 2009
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UNITED STATES
SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM 10-Q

(Mark One)

**QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF
THE SECURITIES EXCHANGE ACT OF 1934**

For the quarterly period ended March 31, 2009

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 001-15283

DineEquity, Inc.

(Exact name of registrant as specified in its charter)

Delaware

(State or other jurisdiction of incorporation or

95-3038279

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

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organization)

**450 North Brand Boulevard,
Glendale, California**
(Address of principal executive offices)

91203-1903
(Zip Code)

(818) 240-6055
(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 (§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 definitions of large accelerated filer, accelerated filer, and smaller reporting company in Rule 12b-2 of the Exchange Act. (Check one):

Large accelerated filer
Non-accelerated filer

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

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

Class
Common Stock, \$.01 par value

Outstanding as of April 24, 2009
17,579,736

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	March 31, 2009		December 31, 2008	
	(Unaudited)			
Assets				
Current assets:				
Cash and cash equivalents	\$	97,456	\$	114,443
Restricted cash		100,528		83,355
Short-term investments, at market value		278		276
Receivables, net		80,988		117,930
Inventories		10,997		10,959
Prepaid income taxes				15,734
Prepaid expenses		15,906		17,067
Deferred income taxes		27,917		27,504
Assets held for sale		8,714		11,861
Total current assets		342,784		399,129
Non-current restricted cash		51,882		53,395
Restricted assets related to captive insurance subsidiary		5,500		5,573
Long-term receivables		271,832		277,106
Property and equipment, net		809,004		824,482
Goodwill		697,470		697,470
Other intangible assets, net		952,758		956,036
Other assets, net		142,910		148,026
Total assets	\$	3,274,140	\$	3,361,217
Liabilities and Stockholders Equity				
Current liabilities:				
Current maturities of long-term debt	\$	17,550	\$	15,000
Accounts payable		48,844		48,983
Accrued employee compensation and benefits		43,862		44,299
Deferred revenue		52,067		95,532
Accrued financing costs		20,000		20,071
Other accrued expenses		71,095		55,249
Accrued interest payable		4,470		3,580
Total current liabilities		257,888		282,714
Long-term debt, less current maturities		1,763,057		1,853,367

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Financing obligations, less current maturities		312,719		318,651
Capital lease obligations, less current maturities		159,415		161,310
Deferred income taxes		395,966		395,448
Other liabilities		119,405		119,910
Total liabilities		3,008,450		3,131,400
Commitments and contingencies				
Preferred stock, Series A, \$1 par value, 220,000 shares authorized; 190,000 shares issued and outstanding as of March 31, 2009 and December 31, 2008		187,050		187,050
Stockholders' equity:				
Convertible Preferred stock, Series B, at accreted value, 10,000,000 shares authorized; 35,000 shares issued and outstanding at March 31, 2009 and December 31, 2008		37,892		37,332
Common stock, \$.01 par value, 40,000,000 shares authorized; March 31, 2009: 23,797,265 shares issued and 17,581,699 shares outstanding; December 31, 2008: 23,696,950 shares issued and 17,466,355 shares outstanding		238		237
Additional paid-in-capital		166,039		165,315
Retained earnings		177,641		145,810
Accumulated other comprehensive loss		(27,420)		(29,408)
Treasury stock, at cost (6,215,566 shares and 6,230,595 shares at March 31, 2009 and December 31, 2008, respectively)		(275,750)		(276,519)
Total stockholders' equity		78,640		42,767
Total liabilities and stockholders' equity	\$	3,274,140	\$	3,361,217

See the accompanying Notes to Consolidated Financial Statements.

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DINEEQUITY, INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF INCOME
(In thousands, except per share amounts)
(Unaudited)