

BIO-TECHNE Corp
Form 10-Q
November 09, 2015

UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

Washington, DC 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, 2015, 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 0-17272

BIO-TECHNE CORPORATION

(Exact name of registrant as specified in its charter)

Minnesota (State or other jurisdiction of incorporation or organization)	41-1427402 (I.R.S. Employer Identification No.)
614 McKinley Place N.E. Minneapolis, MN 55413 (Address of principal executive offices) (Zip Code)	(612) 379-8854 (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 the definitions of "large accelerated filer", "accelerated filer" and "smaller reporting 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 Exchange Act Rule 12b-2). Yes No

At November 6, 2015, 37,191,353 shares of the Company's Common Stock (par value \$0.01) were outstanding.

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PART I. FINANCIAL INFORMATION**ITEM 1. FINANCIAL STATEMENTS****CONDENSED CONSOLIDATED STATEMENTS OF EARNINGS****AND COMPREHENSIVE INCOME***Bio-Techne Corporation and Subsidiaries**(in thousands, except per share data)**(unaudited)*

	<i>Quarter Ended</i>	
	<i>September 30,</i>	
	<i>2015</i>	<i>2014</i>
Net sales	\$112,381	\$108,477
Cost of sales	36,990	35,411
Gross margin	75,391	73,066
Operating expenses:		
Selling, general and administrative	33,040	28,701
Research and development	11,322	9,149
Total operating expenses	44,362	37,850
Operating income	31,028	35,216
Other (expense) income	818	(618)
Earnings before income taxes	31,847	34,598
Income taxes	9,139	10,691
Net earnings	22,707	23,907
Other comprehensive (loss) income:		
Foreign currency translation adjustments	(12,896)	(9,103)
Unrealized losses on available-for-sale investments, net of tax of (\$3,752) and (\$100), respectively	(10,125)	(8,488)
Other comprehensive loss	(23,021)	(17,591)
Comprehensive income (loss)	\$(314)	\$6,316
Earnings per share:		
Basic	\$0.61	\$0.65
Diluted	\$0.61	\$0.64
Cash dividends per common share:	\$0.32	\$0.31
Weighted average common shares outstanding:		

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Basic	37,169	37,007
Diluted	37,315	37,148

See Notes to Condensed Consolidated Financial Statements.

CONDENSED CONSOLIDATED BALANCE SHEETS*Bio-Techne Corporation and Subsidiaries**(in thousands, except share and per share data)*

	<i>September 30, 2015 (unaudited)</i>	<i>June 30, 2015</i>
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 48,842	\$ 54,532
Short-term available-for-sale investments	38,423	56,389
Trade accounts receivable, less allowance for doubtful accounts of \$500 and \$555, respectively	70,915	70,034
Other receivables	972	954
Inventories	58,967	49,577
Prepaid expenses	6,201	5,285
Deferred income taxes	16,677	11,511
Total current assets	240,997	248,283
Property and equipment, net	132,852	129,749
Intangible assets, net	325,396	292,839
Goodwill	427,317	390,638
Other assets		