

KOHLS Corp
Form 10-Q
December 02, 2011
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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 October 29, 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 1-11084

KOHL S CORPORATION

(Exact name of registrant as specified in its charter)

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Wisconsin
(State or other jurisdiction of incorporation

39-1630919
(I.R.S. Employer Identification No.)

or organization)

N56 W17000 Ridgewood Drive,

Menomonee Falls, Wisconsin
(Address of principal executive offices)

53051
(Zip Code)

Registrant's telephone number, including area code (262) 703-7000

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. (Check one):

Large accelerated filer

Accelerated filer

Non-accelerated filer (Do not check if a smaller reporting company)

Smaller reporting company

Indicate by a 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: November 26, 2011
Common Stock, Par Value \$0.01 per Share, 253,430,813 shares outstanding.

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KOHL S CORPORATION

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KOHL S CORPORATION
CONDENSED CONSOLIDATED BALANCE SHEETS
(In Millions)

	Oct. 29, 2011 (Unaudited)	Jan. 29, 2011 (Audited)	Oct. 30, 2010 (Unaudited) (Restated)
Assets			
Current assets:			
Cash and cash equivalents	\$ 760	\$ 2,277	\$ 2,441
Merchandise inventories	4,130	3,036	4,030
Income taxes receivable	105		25
Deferred income taxes	91	77	92
Other	257	252	215
Total current assets	5,343	5,642	6,803
Property and equipment, net	8,918	8,692	8,698
Long-term investments	158	277	275
Other assets	263	238	229
Total assets	\$ 14,682	\$ 14,849	\$ 16,005
Liabilities and Shareholders' Equity			
Current liabilities:			
Accounts payable	\$ 2,080	\$ 1,138	\$ 2,125
Accrued liabilities	1,025	1,030	930
Income taxes payable		127	
Current portion of long-term debt		400	400
Current portion of capital lease and financing obligations	95	86	87
Total current liabilities	3,200	2,781	3,542
Long-term debt	2,141	1,494	1,494
Capital lease and financing obligations	2,003	2,018	2,005
Deferred income taxes	408	256	216
Other long-term liabilities	459	450	435
Shareholders' equity:			
Common stock	4	4	4
Paid-in capital	2,313	2,225	2,185
Treasury stock, at cost	(5,597)	(3,643)	(2,642)
Accumulated other comprehensive loss	(52)	(37)	(40)
Retained earnings	9,803	9,301	8,806
Total shareholders' equity	6,471	7,850	8,313

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Total liabilities and shareholders' equity	\$ 14,682	\$ 14,849	\$ 16,005
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See accompanying Notes to Condensed Consolidated Financial Statements

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KOHL S CORPORATION

CONDENSED CONSOLIDATED STATEMENTS OF INCOME

(Unaudited)

(In Millions, Except per Share Data)

	Three Months Ended		Nine Months Ended	
	Oct. 29, 2011	Oct. 30, 2010 (Restated)	Oct. 29, 2011	Oct. 30, 2010 (Restated)
Net sales	\$ 4,376	\$ 4,218	\$ 12,786	\$ 12,353
Cost of merchandise sold (exclusive of depreciation shown separately below)	2,688	2,596	7,784	7,543
Gross margin	1,688	1,622	5,002	4,810
Operating expenses:				
Selling, general, and administrative	1,071	1,059	3,066	3,016
Depreciation and amortization	202	207	583	563
Operating income	415	356	1,353	1,231
Interest expense, net	75	79	223	233
Income before income taxes	340	277	1,130	998
Provision for income taxes	129	101	419	372
Net income	\$ 211	\$ 176	\$ 711	\$ 626
Net income per share:				
Basic:				
Basic	\$ 0.80	\$ 0.57	\$ 2.58	\$ 2.04
Average number of shares	264	307	276	307
Diluted:				
Diluted	\$ 0.80	\$ 0.57	\$ 2.56	\$ 2.03
Average number of shares	265	308	278	308

See accompanying Notes to Condensed Consolidated Financial Statements

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KOHL S CORPORATION
CONDENSED CONSOLIDATED STATEMENT
OF CHANGES IN SHAREHOLDERS EQUITY
(Unaudited)
(In Millions)

	Common Stock		Paid-In Capital	Treasury Stock		Accumulated Other	Retained Earnings	Total
	Shares	Amount		Shares	Amount	Comprehensive Loss		
Balance at January 29, 2011	355	\$ 4	\$ 2,225	(64)	\$ (3,643)	\$ (37)	\$ 9,301	\$ 7,850
Net income							711	711
Other comprehensive loss:								
Unrealized gain(loss) on:								
Investments, net of tax of \$9							15	15
Interest rate derivative, net of tax of \$18							(30)	