

WAL MART STORES INC  
Form 10-Q  
September 05, 2014  
Table of Contents

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 July 31, 2014.

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 1-6991

WAL-MART STORES, INC.  
(Exact name of registrant as specified in its charter)

Delaware 71-0415188  
(State or other jurisdiction of (I.R.S. Employer  
incorporation or organization) Identification No.)

702 S.W. 8th Street 72716  
Bentonville, Arkansas  
(Address of principal executive offices) (Zip Code)

Registrant's telephone number, including area code: (479) 273-4000

Former name, former address and former fiscal year, if changed since last report: N/A

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 such shorter periods 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.

Large Accelerated Filer  Accelerated Filer   
Non-Accelerated Filer  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

The registrant had 3,222,513,219 shares of common stock outstanding as of September 3, 2014.

Table of Contents

Wal-Mart Stores, Inc.  
 Form 10-Q  
 For the Quarterly Period Ended July 31, 2014

Table of Contents

	Page
<u>Part I. Financial Information</u>	
<u>Item 1. Financial Statements</u>	
<u>Condensed Consolidated Statements of Income</u>	2
<u>Condensed Consolidated Statements of Comprehensive Income</u>	3
<u>Condensed Consolidated Balance Sheets</u>	4
<u>Condensed Consolidated Statement of Shareholders' Equity and Redeemable Noncontrolling Interest</u>	5
<u>Condensed Consolidated Statements of Cash Flows</u>	6
<u>Notes to Condensed Consolidated Financial Statements</u>	7
<u>Item 2. Management's Discussion and Analysis of Financial Condition and Results of Operations</u>	18
<u>Item 3. Quantitative and Qualitative Disclosures About Market Risk</u>	33
<u>Item 4. Controls and Procedures</u>	33
<u>Part II. Other Information</u>	
<u>Item 1. Legal Proceedings</u>	34
<u>Item 1A. Risk Factors</u>	35
<u>Item 2. Unregistered Sales of Equity Securities and Use of Proceeds</u>	36
<u>Item 5. Other Information</u>	37
<u>Item 6. Exhibits</u>	39
<u>Signatures</u>	40

Table of Contents

## PART I. FINANCIAL INFORMATION

## Item 1. Financial Statements

Wal-Mart Stores, Inc.

Condensed Consolidated Statements of Income

(Unaudited)

(Amounts in millions, except per share data)	Three Months Ended		Six Months Ended	
	July 31, 2014	2013	July 31, 2014	2013
Revenues:				
Net sales	\$ 119,336	\$ 116,101	\$ 233,503	\$ 229,414
Membership and other income	789	729	1,582	1,486
Total revenues	120,125	116,830	235,085	230,900
Costs and expenses:				
Cost of sales	90,010	87,420	176,724	173,411
Operating, selling, general and administrative expenses	23,375	22,633	45,428	44,274
Operating income	6,740	6,777	12,933	13,215
Interest:				
Debt	509	522	1,040	1,029
Capital leases	61	67	122	133
Interest income	(32 )	(37 )	(56 )	(80 )
Interest, net	538	552	1,106	1,082
Income from continuing operations before income taxes	6,202	6,225	11,827	12,133
Provision for income taxes	2,113	2,020	4,027	3,996
Income from continuing operations	4,089	4,205	7,800	8,137
Income from discontinued operations, net of income taxes	270	10	285	23
Consolidated net income	4,359	4,215	8,085	8,160
Less consolidated net income attributable to noncontrolling interest	(266 )	(146 )	(399 )	(307 )
Consolidated net income attributable to Walmart	\$ 4,093	\$ 4,069	\$ 7,686	\$ 7,853
Basic net income per common share:				
Basic income per common share from continuing operations attributable to Walmart	\$ 1.22	\$ 1.24	\$ 2.32	\$ 2.38
Basic income per common share from discontinued operations attributable to Walmart	0.05	0.01	0.06	0.01
Basic net income per common share attributable to Walmart	\$ 1.27	\$ 1.25	\$ 2.38	\$ 2.39
Diluted net income per common share:				
Diluted income per common share from continuing operations attributable to Walmart	\$ 1.21	\$ 1.23	\$ 2.31	\$ 2.37
Diluted income per common share from discontinued operations attributable to Walmart	0.05	0.01	0.06	