

HENRY SCHEIN INC  
Form 10-Q  
August 05, 2008  
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 June 28, 2008**

**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:** 0-27078

**HENRY SCHEIN, INC.**

(Exact name of registrant as specified in its charter)

**Delaware**

**11-3136595**

(State or other jurisdiction of

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

incorporation or organization)

**135 Duryea Road**

**Melville, New York**

Edgar Filing: HENRY SCHEIN INC - Form 10-Q

(Address of principal executive offices)

11747

(Zip Code)

Registrant's telephone number, including area code: (631) 843-5500

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 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  (Do not check if a smaller reporting company)

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

As of July 31, 2008, there were 89,373,393 shares of the registrant's common stock outstanding.

---

**HENRY SCHEIN, INC.**

**INDEX**

**Page**

**PART I. FINANCIAL INFORMATION**

<b>ITEM 1.</b>	<b>Consolidated Financial Statements:</b>	
	Balance Sheets as of June 28, 2008 and December 29, 2007	3
	Statements of Income for the three and six months ended June 28, 2008 and June 30, 2007	4
	Statements of Cash Flows for the six months ended June 28, 2008 and June 30, 2007	5
	Notes to Consolidated Financial Statements	6
<b>ITEM 2.</b>	<b>Management's Discussion and Analysis of Financial Condition and Results of Operations</b>	15
<b>ITEM 3.</b>	<b>Quantitative and Qualitative Disclosures About Market Risk</b>	31
<b>ITEM 4.</b>	<b>Controls and Procedures</b>	31

**PART II. OTHER INFORMATION**

<b>ITEM 1.</b>	<b>Legal Proceedings</b>	32
<b>ITEM 2.</b>	<b>Unregistered Sales of Equity Securities and Use of Proceeds</b>	32
<b>ITEM 4.</b>	<b>Submission of Matters to a Vote of Security Holders</b>	33
<b>ITEM 6.</b>	<b>Exhibits</b>	33
	<b>Signature</b>	34



**PART I. FINANCIAL INFORMATION****ITEM 1. CONSOLIDATED FINANCIAL STATEMENTS****HENRY SCHEIN, INC.****CONSOLIDATED BALANCE SHEETS**

(in thousands, except share and per share data)

	<b>June 28, 2008 (unaudited)</b>	<b>December 29, 2007</b>
<b>ASSETS</b>		
Current assets:		
Cash and cash equivalents	\$ 271,432	\$ 247,590
Available-for-sale securities	11,925	997
Accounts receivable, net of reserves of \$41,472 and \$41,315	731,499	708,307
Inventories, net	693,556	666,786
Deferred income taxes	36,203	32,827
Prepaid expenses and other	186,508	192,292
Total current assets	1,931,123	1,848,799
Property and equipment, net	254,110	247,671
Goodwill	954,203	917,194
Other intangibles, net	191,039	192,420
Investments and other	139,040	107,900
Total assets	\$ 3,469,515	\$ 3,313,984
<b>LIABILITIES AND STOCKHOLDERS' EQUITY</b>		
Current liabilities:		
Accounts payable	\$ 453,800	\$ 474,009
Bank credit lines	6,207	8,977
Current maturities of long-term debt	23,624	24,319
Accrued expenses:		
Payroll and related	124,213	136,291
Taxes	87,359	73,278
Other		