

LOGITECH INTERNATIONAL SA
Form 10-Q
November 04, 2009

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 quarter ended September 30, 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: 0-29174

LOGITECH INTERNATIONAL S.A.
(Exact name of registrant as specified in its charter)

Canton of Vaud, Switzerland
(State or other jurisdiction
of incorporation or organization)

None
(I.R.S. Employer
Identification No.)

Logitech International S.A.
Apples, Switzerland
c/o Logitech Inc.
6505 Kaiser Drive
Fremont, California 94555
(Address of principal executive offices and zip code)

(510) 795-8500
(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

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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 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 (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 Act). Yes No

As of October 30, 2009, there were 175,385,728 shares of the Registrant's share capital outstanding.

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In this document, unless otherwise indicated, references to the “Company” or “Logitech” are to Logitech International S.A., its consolidated subsidiaries and predecessor entities. Unless otherwise specified, all references to U.S. dollar, dollar or \$ are to the United States dollar, the legal currency of the United States of America. All references to CHF are to the Swiss franc, the legal currency of Switzerland.

Logitech, the Logitech logo, and the Logitech products referred to herein are either the trademarks or the registered trademarks of Logitech. All other trademarks are the property of their respective owners.

PART I – FINANCIAL INFORMATION

ITEM 1. CONSOLIDATED FINANCIAL STATEMENTS (UNAUDITED)

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LOGITECH INTERNATIONAL S.A.
CONSOLIDATED STATEMENTS OF OPERATIONS
(In thousands, except per share amounts)

	Three months ended September 30,		Six months ended September 30,	
	2009	2008	2009	2008
	(Unaudited)			
Net sales	\$ 498,093	\$ 664,707	\$ 824,203	\$ 1,173,418
Cost of goods sold	346,305	436,633	594,593	771,772
Gross profit	151,788	228,074	229,610	401,646
Operating expenses:				
Marketing and selling	68,835	84,740	127,773	162,020
Research and development	31,825	33,351	63,185	66,610
General and administrative	23,739	29,620	44,920	62,929
Restructuring charges	45	-	1,494	-
Total operating expenses	124,444	147,711	237,372	291,559
Operating income (loss)	27,344	80,363	(7,762)	110,087
Interest income, net	639	2,775	1,231	5,327
Other expense, net	(1,438)	(853)	(636)	(292)
Income (loss) before income taxes	26,545	82,285	(7,167)	115,122
Provision for income taxes	5,802	9,974	9,455	13,505
Net income (loss)	\$ 20,743	\$ 72,311	\$ (16,622)	\$ 101,617
Net income (loss) per share:				
Basic	\$ 0.12	\$ 0.41	\$ (0.09)	\$ 0.57
Diluted	\$ 0.11	\$ 0.39	\$ (0.09)	\$ 0.55
Shares used to compute net income (loss) per share:				
Basic	178,395	178,630	179,058	178,835
Diluted	180,989	183,509	179,058	184,154

The accompanying notes are an integral part of these consolidated financial statements.

LOGITECH INTERNATIONAL S.A.
 CONSOLIDATED BALANCE SHEETS
 (In thousands, except share and per share amounts)

	September 30, 2009 (Unaudited)	March 31, 2009
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 524,844	\$ 492,759
Short-term investments	-	1,637
Accounts receivable	259,776	213,929
Inventories	239,904	233,467
Other current assets	60,104	56,884
Total current assets		