

DECKERS OUTDOOR CORP
Form 10-Q
May 10, 2007

**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 March 31, 2007

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: 0-22446

DECKERS OUTDOOR CORPORATION

(Exact name of registrant as specified in its charter)

Delaware
(State or other jurisdiction of
incorporation or organization)
495-A South Fairview Avenue, Goleta, California
(Address of principal executive offices)

95-3015862
(I.R.S. Employer
Identification No.)
93117
(zip code)

(805) 967-7611
(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 is a large accelerated filer, an accelerated filer, or a non-accelerated filer. See definition of accelerated filer and large accelerated filer in Rule 12b-2 of the Exchange Act.

Large accelerated filer Accelerated filer Non-accelerated filer

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Indicate by 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.

Class	Outstanding at May 4, 2007
Common Stock, \$0.01 par value	12,786,348

**DECKERS OUTDOOR CORPORATION
AND SUBSIDIARIES**

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**DECKERS OUTDOOR CORPORATION
AND SUBSIDIARIES**
Condensed Consolidated Balance Sheets

(Unaudited)

(amounts in thousands, except par value)

	March 31, 2007	December 31, 2006
Assets		
Current assets:		
Cash and cash equivalents	\$ 25,303	\$ 34,255
Restricted cash	250	
Short-term investments	84,234	64,637
Trade accounts receivable, net of allowances of \$2,932 and \$6,100 as of March 31, 2007 and December 31, 2006, respectively	36,400	49,571
Inventories	34,157	32,375
Prepaid expenses and other current assets	2,447	2,199
Deferred tax assets	4,386	4,386
Total current assets	187,177	187,423
Restricted cash	1,000	
Property and equipment, at cost, net	8,224	7,770
Intangible assets, net	54,322	54,399
Deferred tax assets	327	327
Other assets, net	53	54
Total assets	\$ 251,103	\$ 249,973
Liabilities and Stockholders Equity		
Current liabilities:		
Trade accounts payable	\$ 15,279	\$ 21,053
Accrued expenses	5,064	7,204
Income taxes payable	5,492	7,478
Total current liabilities	25,835	35,735
Commitments and contingencies		
Stockholders equity:		
Common stock, \$0.01 par value. Authorized 20,000 shares; 12,606 shares issued and outstanding at March 31, 2007; 12,588 shares issued and outstanding at December 31, 2006	126	126
Additional paid-in capital	82,967	81,761
Retained earnings	141,656	131,958
Accumulated other comprehensive income	519	393
Total stockholders equity	225,268	214,238
Total liabilities and stockholders equity	\$ 251,103	\$ 249,973

See accompanying notes to condensed consolidated financial statements.

**DECKERS OUTDOOR CORPORATION
AND SUBSIDIARIES**

Condensed Consolidated Statements of Income

(Unaudited)

(amounts in thousands, except per share data)

	Three Months Ended	
	March 31,	
	2007	2006
Net sales	\$ 72,575	\$ 56,004
Cost of sales	39,054	31,304
Gross profit	33,521	24,700
Selling, general and administrative expenses	18,345	