

Hill-Rom Holdings, Inc.
Form 10-Q
August 07, 2014

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 30, 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 No. 1-6651

HILL-ROM HOLDINGS, INC.
(Exact name of registrant as specified in its charter)

Indiana 35-1160484
(State or other jurisdiction of incorporation or organization) (I.R.S. Employer Identification No.)

1069 State Route 46 East
Batesville, Indiana 47006-8835
(Address of principal executive offices) (Zip Code)

(812) 934-7777
(Registrant's telephone number, including area code)

Not Applicable
(Former name, former address and former fiscal year, if changed since last report)

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

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(§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 (as defined in Rule 12b-2 of the Exchange Act).

Large accelerated filer

Accelerated filer

Non-accelerated filer

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

Indicate the number of shares outstanding of each of the issuer's classes of common stock, as of the latest practicable date.

Common Stock, without par value – 57,382,299 shares as of July 28, 2014.

HILL-ROM HOLDINGS, INC.

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PART I – FINANCIAL INFORMATION

Item 1. FINANCIAL STATEMENTS

Hill-Rom Holdings, Inc. and Subsidiaries

Condensed Consolidated Statements of Income (Unaudited)

(In millions, except per share data)

	Quarterly Period Ended June		Year to Date Period Ended June	
	2014	2013	2014	2013
Net Revenue				
Capital sales	\$ 302.8	\$ 323.1	\$ 911.9	\$ 965.8
Rental revenue	94.8	101.1	294.4	312.5
Total revenue	397.6	424.2	1,206.3	1,278.3
Cost of Revenue				
Cost of goods sold	168.2	187.5	508.9	558.1
Rental expenses	42.3	46.6	130.8	142.6
Total cost of revenue	210.5	234.1	639.7	700.7
Gross Profit	187.1	190.1	566.6	577.6
Research and development expenses	17.5	16.7	50.3	52.2
Selling and administrative expenses	128.6	136.4	396.7	414.9
Special charges	3.0	0.8	32.4	3.7
Operating Profit	38.0	36.2	87.2	106.8
Interest expense	(2.5)	(2.3)	(6.8)	(6.9)
Investment income and other, net	0.8	-	0.6	(0.7)
Income Before Income Taxes	36.3	33.9	81.0	99.2
Income tax expense (Note 9)	10.2	10.5	45.0	29.5
Net Income	\$ 26.1	\$ 23.4	\$ 36.0	\$ 69.7
Net Income per Common Share - Basic	\$ 0.46			