

BIO-TECHNE Corp
Form 10-Q
November 09, 2016

UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

Washington, DC 20549

FORM 10-Q

**QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT
OF 1934**

For the quarterly period ended September 30, 2016, 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 0-17272

BIO-TECHNE CORPORATION

(Exact name of registrant as specified in its charter)

Minnesota (State or other jurisdiction of	41-1427402 (I.R.S. Employer
incorporation or organization)	Identification No.)
614 McKinley Place N.E.	(612) 379-8854
Minneapolis, MN 55413 (Address of principal executive offices) (Zip Code)	(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 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 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 Smaller reporting company

Indicate by check mark whether the Registrant is a shell company (as defined in Exchange Act Rule 12b-2). Yes No

At November 4, 2016, 37,309,642 shares of the Company's Common Stock (par value \$0.01) were outstanding.

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PART I. FINANCIAL INFORMATION**ITEM 1. FINANCIAL STATEMENTS****CONDENSED CONSOLIDATED STATEMENTS OF EARNINGS****AND COMPREHENSIVE INCOME***Bio-Techne Corporation and Subsidiaries**(in thousands, except per share data)**(unaudited)*

	<i>Quarter Ended September 30,</i>	
	<i>2016</i>	<i>2015</i>
Net sales	\$130,581	\$112,381
Cost of sales	46,111	36,990
Gross margin	84,470	75,391
Operating expenses:		
Selling, general and administrative	46,263	33,040
Research and development	12,765	11,322
Total operating expenses	59,028	44,362
Operating income	25,442	31,028
Other (expense) income	(1,314)	818
Earnings before income taxes	24,128	31,847
Income taxes	7,845	9,139
Net earnings	\$16,281	\$22,707
Other comprehensive (loss) income:		
Foreign currency translation adjustments	(3,234)	(12,896)
Unrealized gains and losses on available-for-sale investments, net of tax of (\$171) and \$3,752, respectively	9,714	(10,125)
Other comprehensive (loss) income	6,480	(23,021)
Comprehensive income (loss)	\$22,761	\$(314)
Earnings per share:		
Basic	\$0.44	\$0.61
Diluted	\$0.43	\$0.61
Cash dividends per common share:	\$0.32	\$0.32
Weighted average common shares outstanding:		
Basic	37,281	37,169
Diluted	37,473	37,315

See Notes to Condensed Consolidated Financial Statements.

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CONDENSED CONSOLIDATED BALANCE SHEETS

Bio-Techne Corporation and Subsidiaries

(in thousands, except share and per share data)

	<i>September 30, 2016 (unaudited)</i>	<i>June 30, 2016</i>
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 69,589	\$64,237
Short-term available-for-sale investments	52,381	31,598
Accounts receivable, less allowance for doubtful accounts of \$626 and \$555, respectively	109,813	93,393
Inventories	70,519	57,102
Prepaid expenses	7,849	7,561
Total current assets	310,151	253,891
Property and equipment, net	133,805	132,362