

MANITOWOC CO INC
Form 10-Q
August 08, 2017

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 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 June 30, 2017

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

1-11978

The Manitowoc Company, Inc.

(Exact name of registrant as specified in its charter)

Wisconsin 39-0448110

(State or other jurisdiction (I.R.S. Employer
of incorporation or organization) Identification Number)

2400 South 44th Street,

Manitowoc, Wisconsin 54220

(Address of principal executive offices) (Zip Code)

(920) 684-4410

(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 website, 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, smaller reporting company, or an emerging growth company. See the definitions of "large accelerated filer," "accelerated filer," "smaller reporting company," and "emerging growth company" in Rule 12b-2 of the Exchange Act.

Large accelerated filer

Accelerated filer

Non-accelerated filer

Smaller reporting company

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(Do not check if a smaller reporting company)

Emerging growth company

If an emerging growth company, indicate by check mark if the registrant has elected not to use the extended transition period for complying with any new or revised financial accounting standards provided pursuant to Section 13(a) of the Exchange Act.

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

The number of shares outstanding of the Registrant's common stock, \$.01 par value, as of June 30, 2017, the most recent practicable date, was 140,605,924.

PART I. FINANCIAL INFORMATION

Item 1. Financial Statements

THE MANITOWOC COMPANY, INC.

Condensed Consolidated Statements of Operations

For the Three and Six Months Ended June 30, 2017 and 2016

(Unaudited)

(\$ in millions, except per-share and average shares data)

	Three Months Ended June 30,		Six Months Ended June 30,	
	2017	2016	2017	2016
Net sales	\$ 394.6	\$ 457.7	\$ 700.4	\$ 885.1
Cost of sales	318.3	370.4	572.2	718.1
Gross profit	76.3	87.3	128.2	167.0
Operating costs and expenses:				
Engineering, selling and administrative expenses	60.4	73.4	123.7	145.8
Amortization of intangible assets	0.3	0.8	0.7	1.5
Restructuring expense	5.9	8.8	17.6	13.2
Other operating (income) expense - net	(0.2)	0.4	—	1.8
Total operating costs and expenses	66.4	83.4	142.0	162.3
Operating income (loss)	9.9	3.9	(13.8)	4.7
Other income (expense):				
Interest expense	(9.7)	(9.9)	(19.8)	(19.6)
Amortization of deferred financing fees	(0.4)	(0.4)	(0.9)	(1.3)
Loss on debt extinguishment	—	—	—	(76.3)
Other income - net	3.2	2.1	3.0	3.2
Total other expense	(6.9)	(8.2)	(17.7)	(94.0)
Income (loss) from continuing operations before taxes	3.0	(4.3)	(31.5)	(89.3)
Provision for taxes on income	2.3	0.7	3.8	108.4
Income (loss) from continuing operations	0.7	(5.0)	(35.3)	(197.7)
Discontinued operations:				
Loss from discontinued operations, net of income taxes of \$0.0, \$0.0, \$0.0 and \$(1.3), respectively	(0.2)	(0.8)	(0.2)	(4.0)
Net income (loss)	\$ 0.5	\$ (5.8)	\$ (35.5)	\$ (201.7)
Per Share Data				
Basic income (loss) per common share:				
Income (loss) from continuing operations	\$ 0.00	\$ (0.04)	\$ (0.25)	\$ (1.44)
Loss from discontinued operations, net of income taxes	(0.00)	(0.01)	(0.00)	(0.03)
Basic income (loss) per common share	\$ 0.00	\$ (0.04)	\$ (0.25)	\$ (1.47)
Diluted income (loss) per common share:				
Income (loss) from continuing operations	\$ 0.00	\$ (0.04)	\$ (0.25)	\$ (1.44)
Loss from discontinued operations, net of income taxes	(0.00)	(0.01)	(0.00)	(0.03)
Diluted income (loss) per common share	\$ 0.00	\$ (0.04)	\$ (0.25)	\$ (1.47)
Weighted average shares outstanding - basic	140,437,702	137,138,220	140,260,696	136,869,066
Weighted average shares outstanding - diluted	142,618,685	137,138,220	140,260,696	136,869,066

The accompanying notes are an integral part of these Condensed Consolidated Financial Statements.

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THE MANITOWOC COMPANY, INC.

Condensed Consolidated Statements of Comprehensive Income (Loss)

For the Three and Six Months Ended June 30, 2017 and 2016

(Unaudited)

(\$ in millions)

Three Months Ended	Six Months Ended
June 30,	