

CULP INC  
Form 10-Q  
September 07, 2012

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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 July 29, 2012  
Commission File No. 1-12597

CULP, INC.

(Exact name of registrant as specified in its charter)

NORTH CAROLINA  
(State or other jurisdiction of  
incorporation or other organization)

56-1001967  
(I.R.S. Employer Identification No.)

1823 Eastchester Drive  
High Point, North Carolina  
(Address of principal executive offices)

27265-1402  
(zip code)

(336) 889-5161

(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 the filing requirements for at least 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 during the preceding 12 months (or for such shorter period after 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 definitions of "accelerated filer, large accelerated filer, and smaller reporting company" in Rule 12b-2 of the Exchange Act. (Check one);

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

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

Common shares outstanding at August 31, 2012: 12,200,211  
Par Value: \$0.05 per share

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## Item 1: Financial Statements

CULP, INC.  
 CONSOLIDATED STATEMENTS OF NET INCOME  
 FOR THE THREE MONTHS ENDED JULY 29, 2012 AND JULY 31, 2011  
 UNAUDITED  
 (Amounts in Thousands, Except for Per Share Data)

		THREE MONTHS ENDED	
		July 29, 2012	July 31, 2011
Net sales		\$ 69,184	60,270
Cost of sales		56,064	51,392
	Gross profit	13,120	8,878
Selling, general and administrative expenses		7,641	5,757
	Income from operations	5,479	3,121
Interest expense		190	220
Interest income		(127 )	(129 )
Other expense		44	65
	Income before income taxes	5,372	2,965
Income taxes		1,848	1,145
	Net income	\$ 3,524	1,820
Net income per share, basic		\$ 0.28	0.14
Net income per share, diluted		0.28	0.14
Average shares outstanding, basic		12,551	13,061
Average shares outstanding, diluted		12,711	13,205

See accompanying notes to consolidated financial statements.

CULP, INC.  
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME  
FOR THE THREE MONTHS ENDED JULY 29, 2012 AND JULY 31, 2011  
UNAUDITED

	THREE MONTHS ENDED	
	July 29, 2012	July 31, 2011
Net income	\$3,524	1,820
Other comprehensive income		
Unrealized gains on short-term investments	33	15
Total other comprehensive income	33	15
Comprehensive income	3,557	1,835

See accompanying notes to consolidated financial statements.

CULP, INC.  
CONSOLIDATED BALANCE SHEETS  
JULY 29, 2012, JULY 31, 2011 AND APRIL 29, 2012  
UNAUDITED  
(Amounts in Thousands)

	July 29, 2012	July 31, 2011	* April 29, 2012
Current assets:			
Cash and cash equivalents	\$21,889	14,570	25,023
Short-term investments	5,200	10,443	5,941
Accounts receivable, net	20,021	18,905	25,055
Inventories	44,052		