

SANMINA-SCI CORP  
Form 10-Q  
January 26, 2012

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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 December 31, 2011  
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 0-21272  
Sanmina-SCI Corporation  
(Exact name of registrant as specified in its charter)

Delaware  
(State or other jurisdiction of  
incorporation or organization)

77-0228183  
(I.R.S. Employer  
Identification Number)

2700 N. First St., San Jose, CA  
(Address of principal executive  
offices)

95134  
(Zip Code)

(408) 964-3500  
(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 (Section 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 definitions of "large accelerated filer," "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   
(Do not check if a 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

As of January 18, 2012, there were 81,061,664 shares outstanding of the issuer's common stock, \$0.01 par value per share.

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SANMINA-SCI CORPORATION

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## SANMINA-SCI CORPORATION

## CONDENSED CONSOLIDATED BALANCE SHEETS

	As of December 31, 2011 (Unaudited) (In thousands)	October 1, 2011
<b>ASSETS</b>		
Current assets:		
Cash and cash equivalents	\$604,469	\$640,288
Accounts receivable, net of allowances of \$13,650 and \$14,537, respectively	931,034	1,014,121
Inventories	903,780	891,325
Prepaid expenses and other current assets	77,519	83,512
Total current assets	2,516,802	2,629,246
Property, plant and equipment, net	587,807	588,097
Other	134,512	136,630
Total assets	\$3,239,121	\$3,353,973
<b>LIABILITIES AND STOCKHOLDERS' EQUITY</b>		
Current liabilities:		
Accounts payable	\$859,337	\$984,014
Accrued liabilities	114,344	109,478
Accrued payroll and related benefits	104,249	112,193
Short-term debt	59,100	60,200
Total current liabilities	1,137,030	1,265,885
Long-term liabilities:		
Long-term debt	1,184,620	1,182,308
Other	132,873	135,263
Total long-term liabilities	1,317,493	1,317,571
Commitments and contingencies (Note 6)		
Stockholders' equity	784,598	770,517
Total liabilities and stockholders' equity	\$3,239,121	\$3,353,973

See accompanying notes.

## SANMINA-SCI CORPORATION

## CONDENSED CONSOLIDATED STATEMENTS OF INCOME

	Three Months Ended	
	December 31, 2011	January 1, 2011
	(Unaudited)	
	(In thousands, except per share data)	
Net sales	\$1,502,366	\$1,662,451
Cost of sales	1,393,341	1,534,404
Gross profit	109,025	128,047
Operating expenses:		
Selling, general and administrative	59,141	58,471
Research and development	4,133	4,166
Amortization of intangible assets	956	958
Restructuring and integration costs	4,054	5,039
Asset impairments	1,053	85
Gain on sales of long-lived assets, net	—	(1,627)
Total operating expenses	69,337	67,092
Operating income	39,688	60,955
Interest income	284	572
Interest expense	(21,863)	(26,661)
Other income (expense), net	(1,518)	1,217
Interest and other, net	(23,097)	(24,872)
Income before income taxes	16,591	36,083
Provision for income taxes	8,016	7,724
Net income	\$8,575	\$28,359
Net income per share:		
Basic	\$0.11	\$0.36
Diluted	\$0.10	\$0.34
Weighted average shares used in computing per share amounts:		
Basic	80,833	79,846
Diluted	82,668	82,825

See accompanying notes.

## SANMINA-SCI CORPORATION

## CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS

	Three Months Ended	
	December 31, 2011	January 1, 2011
	(Unaudited)	
	(In thousands)	
<b>CASH FLOWS PROVIDED BY (USED IN) OPERATING ACTIVITIES:</b>		
Net income	\$8,575	\$28,359
Adjustments to reconcile net income to cash provided by (used in) operating activities:		
Depreciation and amortization	25,494	25,131
Stock-based compensation expense	4,064	3,687
Benefit from doubtful accounts, product returns and other sales adjustments	(622 )	(195 )
Deferred income taxes	1,965	(66 )
Gain on disposals of property, plant and equipment	—	(1,627 )
Asset impairments		