

NEWELL RUBBERMAID INC  
Form 10-Q  
August 08, 2014  
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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 June 30, 2014  
Commission File Number 1-9608  
NEWELL RUBBERMAID INC.  
(Exact name of registrant as specified in its charter)

DELAWARE  
(State or other jurisdiction of  
incorporation or organization)  
Three Glenlake Parkway  
Atlanta, Georgia 30328  
(Address of principal executive offices)  
(Zip Code)  
(770) 418-7000  
(Registrant's telephone number, including area code)

36-3514169  
(I.R.S. Employer  
Identification No.)

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 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   
(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

Number of shares of common stock outstanding (net of treasury shares) as of June 30, 2014: 273.8 million.

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## PART I. FINANCIAL INFORMATION

## Item 1. Financial Statements

## NEWELL RUBBERMAID INC. AND SUBSIDIARIES

## CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS (Unaudited)

(Amounts in millions, except per share data)

	Three Months Ended		Six Months Ended		
	June 30,		June 30,		
	2014	2013	2014	2013	
Net sales	\$1,521.0	\$1,474.7	\$2,753.2	\$2,715.5	
Cost of products sold	912.6	892.0	1,675.5	1,659.2	
GROSS MARGIN	608.4	582.7	1,077.7	1,056.3	
Selling, general and administrative expenses	383.5	365.3	735.6	706.7	
Restructuring costs	11.5	32.0	23.5	66.4	
OPERATING INCOME	213.4	185.4	318.6	283.2	
Nonoperating expenses:					
Interest expense, net	15.0	15.0	29.4	29.6	
Other (income) expense, net	(2.6	) 4.2	37.4	17.2	
Net nonoperating expenses	12.4	19.2	66.8	46.8	
INCOME BEFORE INCOME TAXES	201.0	166.2	251.8	236.4	
Income tax expense	51.9	49.6	50.6	56.0	
INCOME FROM CONTINUING OPERATIONS	149.1	116.6	201.2	180.4	
Income (loss) from discontinued operations, net of tax	1.5	(6.8	) 2.3	(16.4	)
NET INCOME	\$150.6	\$109.8	\$203.5	\$164.0	
Weighted average shares outstanding:					
Basic	277.4	290.9	279.1	290.4	
Diluted	279.7	294.3	281.7	293.7	
Earnings per share:					
Basic:					
Income from continuing operations	\$0.54	\$0.40	\$0.72	\$0.62	
Income (loss) from discontinued operations	\$0.01	\$(0.02	) \$0.01	\$(0.06	)
Net income	\$0.54	\$0.38	\$0.73	\$0.56	
Diluted:					
Income from continuing operations	\$0.53	\$0.40	\$0.71	\$0.61	
Income (loss) from discontinued operations	\$0.01	\$(0.02	) \$0.01	\$(0.06	)
Net income	\$0.54	\$0.37	\$0.72	\$0.56	
Dividends per share	\$0.17	\$0.15	\$0.32	\$0.30	

See Notes to Condensed Consolidated Financial Statements (Unaudited).

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NEWELL RUBBERMAID INC. AND SUBSIDIARIES  
 CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (Unaudited)  
 (Amounts in millions)

	Three Months Ended June 30,		Six Months Ended June 30,		
	2014	2013	2014	2013	
NET INCOME	\$150.6	\$109.8	\$203.5	\$164.0	
Other comprehensive income (loss), net of tax:					
Foreign currency translation adjustments	18.3	(13.7	) 24.2	(49.0	)
Change in unrecognized pension and other postretirement costs	0.8	5.1	3.6	17.7	
Derivative hedging (loss) gain	(4.1	) 1.0	(3.3	) 1.7	
Total other comprehensive income (loss), net of tax	15.0	(7.6	) 24.5		