

HAWKINS INC
Form 10-Q
November 09, 2006
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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 September 30, 2006

Commission file number 0-7647

HAWKINS, INC.

(Exact name of registrant as specified in its charter)

MINNESOTA

(State or other jurisdiction of
incorporation or organization)

41-0771293

(I.R.S. Employer Identification No.)

3100 EAST HENNEPIN AVENUE, MINNEAPOLIS, MINNESOTA 55413

(Address of principal executive offices, including zip code)

(612) 331-6910

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(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 is a large accelerated filer, an accelerated filer, or a non-accelerated filer (as defined in Rule 12b-2 of the Exchange Act).

Large Accelerated Filer Accelerated Filer Non-Accelerated Filer

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act).

YES NO

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

CLASS	OUTSTANDING AT NOVEMBER 9, 2006
Common Stock, par value \$.05 per share	10,171,496

HAWKINS, INC.

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PART I. FINANCIAL INFORMATION

ITEM 1. FINANCIAL STATEMENTS

HAWKINS, INC.

CONDENSED BALANCE SHEETS

	SEPTEMBER 30, 2006 (UNAUDITED)	APRIL 2, 2006 (DERIVED FROM AUDITED FINANCIAL STATEMENTS)
ASSETS		
CURRENT ASSETS:		
Cash and cash equivalents	\$ 5,391,315	\$ 6,330,004
Investments available-for-sale	13,858,844	14,167,047
Trade receivables - net	16,703,276	16,185,560
Inventories	14,662,633	10,449,671
Prepaid expenses and other current assets	1,599,019	2,314,458
Total current assets	52,215,087	49,446,740

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PROPERTY, PLANT AND EQUIPMENT net	35,479,455	34,721,739
INTANGIBLE ASSETS - less accumulated amortization of \$1,530,900 and \$1,418,491, respectively	1,952,133	2,064,542
LONG-TERM INVESTMENTS	4,483,421	5,658,341
OTHER ASSETS	2,215,989	2,165,372
	\$ 96,346,085	\$ 94,056,734
LIABILITIES AND SHAREHOLDERS EQUITY		
CURRENT LIABILITIES:		
Accounts payable trade	\$ 6,660,068	\$ 8,695,396
Dividends payable	2,240,041	2,034,299
Accrued payroll and employee benefits	4,227,899	4,426,356
Other current liabilities	2,895,710	2,411,676
Total current liabilities	16,023,718	17,567,727
OTHER LONG-TERM LIABILITIES	121,501	127,644
DEFERRED INCOME TAXES	316,824	265,324
COMMITMENTS AND CONTINGENCIES		
SHAREHOLDERS EQUITY:		
Common stock, par value \$.05 per share; 10,171,496 shares issued and outstanding	508,575	508,575
Additional paid-in capital	37,056,103	37,056,103
Accumulated other comprehensive loss	(46,117)	(125,754)
Retained earnings	42,365,481	38,657,115
Total shareholders equity	79,884,042	76,096,039
	\$ 96,346,085	\$ 94,056,734

See accompanying notes to condensed financial statements.

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HAWKINS, INC.

CONDENSED STATEMENTS OF INCOME

	THREE MONTHS ENDED		SIX MONTHS ENDED	
	SEPTEMBER 30 2006 (UNAUDITED)	2005	SEPTEMBER 30 2006 (UNAUDITED)	2005
Sales	\$ 42,200,162	\$ 36,643,242	\$ 83,660,825	\$ 72,497,769
Cost of sales	31,023,515	27,848,289	61,661,093	53,817,158
Gross margin	11,176,647	8,794,953	21,999,732	18,680,611
Selling, general and administrative expenses	6,482,276	5,189,914	13,119,141	11,088,310
Litigation settlement (Note 6)		(1,015,826)		(1,015,826)