

CHICOS FAS INC
Form 10-Q
August 28, 2015
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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 Quarter Ended:
August 1, 2015

Commission File Number:
001-16435

Chico's FAS, Inc.
(Exact name of registrant as specified in charter)

Florida
(State of Incorporation)

59-2389435
(I.R.S. Employer
Identification No.)

11215 Metro Parkway, Fort Myers, Florida 33966
(Address of principal executive offices)
239-277-6200
(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 (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 the 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 (do not check if a smaller reporting company) 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

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

At August 20, 2015, the registrant had 139,289,039 shares of Common Stock, \$0.01 par value per share, outstanding.

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PART I – FINANCIAL INFORMATION

ITEM 1. FINANCIAL STATEMENTS

CHICO'S FAS, INC. AND SUBSIDIARIES
CONDENSED CONSOLIDATED STATEMENTS OF INCOME

(Unaudited)

(In thousands, except per share amounts)

	Twenty-Six Weeks Ended				Thirteen Weeks Ended				
	August 1, 2015		August 2, 2014		August 1, 2015		August 2, 2014		
	Amount	% of Sales	Amount	% of Sales	Amount	% of Sales	Amount	% of Sales	
Net sales	\$1,373,691	100.0 %	\$1,352,735	100.0 %	\$680,352	100.0 %	\$671,130	100.0 %	%
Cost of goods sold	611,953	44.5 %	618,372	45.7 %	314,384	46.2 %	319,658	47.6 %	%
Gross margin	761,738	55.5 %	734,363	54.3 %	365,968	53.8 %	351,472	52.4 %	%
Selling, general and administrative expenses	636,654	46.3 %	623,786	46.1 %	308,437	45.3 %	304,737	45.4 %	%
Goodwill and trade name impairment charges	66,941	4.9 %	—	0.0 %	66,941	9.8 %	—	0.0 %	%
Restructuring and strategic charges	31,041	2.3 %	—	0.0 %	16,166	2.4 %	—	0.0 %	%
Income (loss) from operations	27,102	2.0 %	110,577	8.2 %	(25,576)	(3.7)%	46,735	7.0 %	%
Interest (expense) income, net	(955)	(0.1)%	31	0.0 %	(502)	(0.1)%	(9)	0.0 %	%
Income (loss) before income taxes	26,147	1.9 %	110,608	8.2 %	(26,078)	(3.8)%	46,726	7.0 %	%
Income tax (benefit) provision	(8,500)	(0.6)%	40,600	3.0 %	(28,200)	(4.1)%	16,600	2.5 %	%
Net income	\$34,647	2.5 %	\$70,008	5.2 %	\$2,122	0.3 %	\$30,126	4.5 %	%
Per share data:									
Net income per common share—basic	\$0.24		\$0.46		\$0.02		\$0.20		
Net income per common and common equivalent share—diluted	\$0.24		\$0.46						