

CURTISS WRIGHT CORP
Form 10-Q
August 09, 2007

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 and Exchange Act of 1934

FOR THE QUARTERLY PERIOD ENDED June 30, 2007
Commission File Number 1-134

CURTISS-WRIGHT CORPORATION

(Exact name of Registrant as specified in its charter)

Delaware
(State or other jurisdiction of
incorporation or organization)

13-0612970
(I.R.S. Employer Identification No.)

4 Becker Farm Road
Roseland, New Jersey
(Address of principal executive offices)

07068
(Zip Code)

(973) 597-4700

(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 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. See definition of "accelerated filer and large accelerated filer" in Rule 12b-2 of the Exchange Act. (Check one):

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.

Common Stock, par value \$1.00 per share 44,429,459 shares (as of July 31, 2007).

CURTISS-WRIGHT CORPORATION and SUBSIDIARIES

TABLE of CONTENTS

| <u>PART I – FINANCIAL INFORMATION</u> | | <u>PAGE</u> |
|---------------------------------------|---|-------------|
| Item 1. | Financial Statements: | |
| | Consolidated Statements of Earnings | 3 |
| | Consolidated Balance Sheets | 4 |
| | Consolidated Statements of Cash Flows | 5 |
| | Consolidated Statements of Stockholders' Equity | 6 |
| | Notes to Consolidated Financial Statements | 7 - 15 |
| Item 2. | Management's Discussion and Analysis of Financial Condition and Results of Operations | 16 - 24 |
| Item 3. | Quantitative and Qualitative Disclosures about Market Risk | 25 |
| Item 4. | Controls and Procedures | 25 |
| <u>PART II – OTHER INFORMATION</u> | | |
| Item 1. | Legal Proceedings | 26 |
| Item 1A. | Risk Factors | 26 |
| Item 4. | Submission of Matters to a Vote of Security Holders | 26 |
| Item 5. | Other Information | 27 |
| Item 6. | Exhibits | 27 |
| Signature | | 28 |

PART I – FINANCIAL INFORMATION
Item 1. Financial Statements

CURTISS-WRIGHT CORPORATION and SUBSIDIARIES
CONSOLIDATED STATEMENTS OF EARNINGS
(UNAUDITED)

(In thousands except per share data)

| | Three Months Ended June 30, | | Six Months Ended June 30, | |
|--|--------------------------------|------------|------------------------------|------------|
| | 2007 | 2006 | 2007 | 2006 |
| Net sales | \$ 365,576 | \$ 309,635 | \$ 698,185 | \$ 592,187 |
| Cost of sales | 247,553 | 204,082 | 468,775 | 394,573 |
| Gross profit | 118,023 | 105,553 | 229,410 | 197,614 |
| Research and development expenses | 11,487 | 11,333 | 22,826 | 21,304 |
| Selling expenses | 22,331 | 19,280 | 42,603 | 37,622 |
| General and administrative expenses | 45,634 | 41,536 | 90,106 | 80,903 |
| Environmental remediation and administrative expenses, net | 162 | 327 | 324 | 89 |
| Operating income | 38,409 | 33,077 | 73,551 | 57,696 |
| Other income, net | 466 | 9 | 1,350 | 313 |
| Interest expense | (5,704) | (5,948) | (11,204) | (11,382) |
| Earnings before income taxes | 33,171 | 27,138 | 63,697 | 46,627 |
| Provision for income taxes | 11,781 | 6,046 | 22,804 | 13,257 |
| Net earnings | \$ 21,390 | \$ 21,092 | \$ 40,893 | \$ 33,370 |
| Basic earnings per share | \$ 0.48 | \$ 0.48 | \$ 0.93 | \$ 0.76 |
| Diluted earnings per share | \$ 0.48 | \$ 0.48 | \$ 0.91 | \$ 0.75 |
| Dividends per share | \$ 0.06 | \$ 0.06 | \$ 0.12 | \$ 0.12 |