

CSW INDUSTRIALS, INC.

Form 10-Q

November 07, 2018

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**UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, D.C. 20549**

FORM 10-Q

(Mark One)

**QUARTERLY
REPORT
PURSUANT
TO SECTION
x 13 OR 15(d)
OF THE
SECURITIES
EXCHANGE
ACT OF 1934**

**FOR THE QUARTERLY PERIOD ENDED September 30, 2018
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 No. 001-37454

CSW INDUSTRIALS, INC.

(Exact name of registrant as specified in its charter)

Delaware **47-2266942**
 (State or other jurisdiction of incorporation or organization) (I.R.S. Employer Identification No.)

5420
Lyndon B. Johnson Freeway, Suite 500, Dallas, Texas
 (Address of principal executive offices) **75240** (Zip Code)

(214) 884-3777
 (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, a smaller reporting company, or an emerging growth company. See definitions of "large accelerated filer," "accelerated filer," "smaller reporting company," and "emerging growth company" in Rule 12b-2 of the Exchange Act.

| | | | | |
|--------------------------|-------------------------------------|---|---------------------------|--------------------------|
| Large accelerated filer | Accelerated filer | Non-accelerated filer | Smaller reporting company | Emerging growth company |
| <input type="checkbox"/> | <input checked="" type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> | <input type="checkbox"/> |
| | | (Do not check if smaller reporting company) | | |

If an emerging growth company, indicate by check mark if the registrant has elected not to use the extended transition period for complying with any new or revised financial accounting standards provided pursuant to Section 13(a) of the Exchange Act.

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 November 1, 2018, there were 15,270,883 shares of the issuer's common stock outstanding.

CSW INDUSTRIALS, INC.
FORM 10-Q

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PART I — FINANCIAL INFORMATION**CSW INDUSTRIALS, INC.****Item 1. Financial Statements.****CONDENSED CONSOLIDATED STATEMENTS OF INCOME****(Unaudited)**

| | Three Months Ended September 30, | | Six Months Ended September 30, | |
|--|---|-------------|---|-------------|
| (Amounts in thousands, except per share amounts) | 2018 | 2017 | 2018 | 2017 |
| Revenues, net | \$ 91,612 | \$ 84,422 | \$ 181,190 | \$ 173,721 |
| Cost of revenues | (49,403) | (44,761) | (96,892) | (92,187) |
| Gross profit | 42,209 | 39,661 | 84,298 | 81,534 |
| Selling, general and administrative expenses | (25,005) | (25,109) | (49,349) | (50,311) |
| Operating income | 17,204 | 14,552 | 34,949 | 31,223 |
| Interest expense, net | (420) | (671) | (805) | (1,302) |
| Other income, net | 82 | 600 | 820 | 619 |
| Income before income taxes | 16,866 | 14,481 | 34,964 | 30,540 |
| Provision for income taxes | (4,442) | (5,331) | (8,534) | (11,103) |
| Income from continuing operations | 12,424 | 9,150 | 26,430 | 19,437 |
| Income (loss) from discontinued operations, net of tax | 2,732 | (1,848) | 400 | (3,621) |
| Net income | 15,156 | 7,302 | 26,830 | 15,816 |
| Basic earnings (loss) earnings per common share: | | | | |
| Continuing operations | \$ 0.80 | \$ 0.58 | | |