

SIGNET JEWELERS LTD  
Form 10-Q  
November 20, 2012  
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**UNITED STATES**  
**SECURITIES AND EXCHANGE COMMISSION**

Washington, D.C. 20549

**FORM 10-Q**

(Mark One)

**Quarterly report pursuant to Section 13 or 15(d) of the Securities Exchange Act of 1934  
for the quarterly period ended October 27, 2012 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 Number 1-32349

**Signet Jewelers Limited**

(Exact name of Registrant as specified in its charter)

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**Bermuda**  
(State or other jurisdiction of  
incorporation)

**Not Applicable**  
(I.R.S. Employer  
Identification No.)

**Clarendon House**

**2 Church Street**

**Hamilton HM11**

**Bermuda**

**(441) 296 5872**

(Address and telephone number of principal executive offices)

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

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, \$0.18 par value, 80,987,709 shares as of November 15, 2012

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## PART I. FINANCIAL INFORMATION

## ITEM 1. FINANCIAL STATEMENTS

## SIGNET JEWELERS LIMITED

## CONDENSED CONSOLIDATED INCOME STATEMENTS

(Unaudited)

(in millions, except per share amounts)

	13 weeks ended		39 weeks ended		Notes
	October 27, 2012	October 29, 2011	October 27, 2012	October 29, 2011	
Sales	\$ 716.2	\$ 710.5	\$ 2,470.1	\$ 2,395.4	2
Cost of sales	(480.8)	(480.6)	(1,569.8)	(1,521.0)	
Gross margin	235.4	229.9	900.3	874.4	
Selling, general and administrative expenses	(222.6)	(219.6)	(727.4)	(707.9)	
Other operating income, net	39.7	32.2	119.9	97.0	
Operating income	52.5	42.5	292.8	263.5	2
Interest expense, net	(0.9)	(0.4)	(2.5)	(3.8)	
Income before income taxes	51.6	42.1	290.3	259.7	
Income taxes	(16.7)	(16.0)	(102.2)	(91.9)	4
Net income	\$ 34.9	\$ 26.1	\$ 188.1	\$ 167.8	
Earnings per share: basic	\$ 0.43	\$ 0.30	\$ 2.27	\$ 1.94	5
diluted	\$ 0.43	\$ 0.30	\$ 2.26	\$ 1.93	5
Weighted average common shares outstanding: basic	80.5	86.3	82.9	86.2	5
diluted	80.9	87.1	83.4	87.0	5
Dividends declared per share	\$ 0.12	\$ 0.10	\$ 0.36	\$ 0.10	5

The accompanying notes are an integral part of these condensed consolidated financial statements.

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## SIGNET JEWELERS LIMITED

## CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME

(Unaudited)

(in millions)

	13 weeks ended		39 weeks ended	
	October 27, 2012	October 29, 2011	October 27, 2012	October 29, 2011
Net income	\$ 34.9	\$ 26.1	\$ 188.1	\$ 167.8
Other comprehensive income:				
Foreign currency translation adjustments	4.5	(4.6)	6.4	3.1
Changes in fair value of derivative instruments, net of tax of \$1.5 and \$8.6, respectively (October 29, 2011: \$4.8 and \$14.5, respectively)	2.4	9.6	(16.1)	25.8
Pension plan adjustments, net of tax of \$0.1 and \$0.3, respectively (October 29, 2011: \$0.4 and \$0.6, respectively)	0.4	0.1	1.2	0.7
Comprehensive income	\$ 42.2	\$ 31.2	\$ 179.6	\$ 197.4

The accompanying notes are an integral part of these condensed consolidated financial statements.

**Table of Contents****SIGNET JEWELERS LIMITED****CONDENSED CONSOLIDATED BALANCE SHEETS****(Unaudited)****(in millions)**

	October 27, 2012	January 28, 2012	October 29, 2011	Notes
<b>Assets</b>				
Current assets:				
Cash and cash equivalents	\$ 166.0	\$ 486.8	\$ 349.6	
Accounts receivable, net	998.2	1,088.2	891.2	6
Other receivables	44.6	44.3	27.5	
Other current assets	59.7	92.0	97.7	7
Deferred tax assets	1.6	0.9	0.4	
Inventories	1,508.5	1,304.1	1,414.0	
<b>Total current assets</b>	<b>2,778.6</b>	<b>3,016.3</b>	<b>2,780.4</b>	
Non-current assets:				
Property and equipment, net of accumulated depreciation of \$715.3, \$681.0, and \$678.0, respectively	416.0	383.4	385.8	
Other assets	71.5	71.7	63.1	7
Deferred tax assets	113.5	108.5	102.2	
Retirement benefit asset	41.5	31.5	32.6	
<b>Total assets</b>	<b>\$ 3,421.1</b>	<b>\$ 3,611.4</b>	<b>\$ 3,364.1</b>	<b>2</b>
<b>Liabilities and Shareholders' equity</b>				
Current liabilities:				
Loans and overdrafts	\$	\$	\$ 33.6	12
Accounts payable	216.2	182.6	195.1	
Accrued expenses and other current liabilities	266.5	308.4	261.7	7
Deferred revenue	149.1	154.1	135.5	7
Deferred tax liabilities	138.1	135.0	108.3	
Income taxes payable	16.7	77.9	30.0	
<b>Total current liabilities</b>	<b>786.6</b>	<b>858.0</b>	<b>764.2</b>	
Non-current liabilities:				
Other liabilities	107.5	100.3	97.4	7
Deferred revenue	376.9	374.0	354.3	7
<b>Total liabilities</b>	<b>1,271.0</b>	<b>1,332.3</b>	<b>1,215.9</b>	
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Shareholders' equity:				
Common shares of \$0.18 par value: authorized 500 shares, 81.0 shares outstanding (January 28, 2012: 86.9 shares outstanding; October 29, 2011: 86.9 shares outstanding)	15.7	15.6	15.6	
Additional paid-in capital	235.1	230.9	217.2	

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Other reserves	<b>235.2</b>	235.2	235.2
Treasury shares at cost: 6.2 shares (January 28, 2012: 0.3 shares; October 29, 2011: 0.0 shares)	<b>(276.8)</b>	(12.7)	