

HOME DEPOT INC
Form 10-Q
August 25, 2015
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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 August 2, 2015

- 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 1-8207

THE HOME DEPOT, INC.

(Exact name of Registrant as specified in its charter)

Delaware

(State or other jurisdiction of
incorporation or organization)

95-3261426

(I.R.S. Employer Identification Number)

2455 Paces Ferry Road N.W., Atlanta, Georgia

(Address of principal executive offices)

30339

(Zip Code)

(770) 433-8211

(Registrant's telephone number, including area code)

(Former name, former address and former fiscal year, if changed since last report)

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 ☐ Accelerated ☐ 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 ☒

APPLICABLE ONLY TO CORPORATE ISSUERS:

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

1,284,103,307 shares of common stock, \$0.05 par value, as of August 18, 2015

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PART I. FINANCIAL INFORMATION

Item 1. Financial Statements

THE HOME DEPOT, INC. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
(Unaudited)

amounts in millions, except share and per share data	August 2, 2015	February 1, 2015
ASSETS		
Current Assets:		
Cash and Cash Equivalents	\$4,936	\$1,723
Receivables, net	1,696	1,484
Merchandise Inventories	11,859	11,079
Other Current Assets	1,040	1,016
Total Current Assets	19,531	15,302
Property and Equipment, at cost	38,862	38,513
Less Accumulated Depreciation and Amortization	16,560	15,793
Net Property and Equipment	22,302	22,720
Goodwill	1,340	1,353
Other Assets	625	571
Total Assets	\$43,798	\$39,946
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current Liabilities:		
Short-Term Debt	\$—	\$290
Accounts Payable	7,495	5,807
Accrued Salaries and Related Expenses	1,384	1,391
Sales Taxes Payable	603	434
Deferred Revenue	1,652	1,468
Income Taxes Payable	180	35
Current Installments of Long-Term Debt	3,057	38
Other Accrued Expenses	2,028	1,806
Total Current Liabilities	16,399	11,269
Long-Term Debt, excluding current installments	16,318	16,869
Other Long-Term Liabilities	1,884	1,844
Deferred Income Taxes	560	642
Total Liabilities	35,161	30,624
STOCKHOLDERS' EQUITY		
Common Stock, par value \$0.05; authorized: 10 billion shares; issued: 1.771 billion shares at August 2, 2015 and 1.768 billion shares at February 1, 2015; outstanding: 1.284 billion shares at August 2, 2015 and 1.307 billion shares at February 1, 2015	88	88
Paid-In Capital	8,972	8,885
Retained Earnings	29,275	26,995
Accumulated Other Comprehensive Loss	(582)	(452)
Treasury Stock, at cost, 487 million shares at August 2, 2015 and 461 million shares at February 1, 2015	(29,116)	(26,194)
Total Stockholders' Equity	8,637	9,322
Total Liabilities and Stockholders' Equity	\$43,798	\$39,946
See accompanying Notes to Consolidated Financial Statements.		

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THE HOME DEPOT, INC. AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF EARNINGS
(Unaudited)

	Three Months Ended		Six Months Ended	
	August 2,	August 3,	August 2,	August 3,
amounts in millions, except per share data	2015	2014	2015	2014
NET SALES	\$24,829	\$23,811	\$45,720	\$43,498
Cost of Sales	16,464	15,804	30,176	28,734
GROSS PROFIT	8,365	8,007	15,544	14,764
Operating Expenses:				
Selling, General and Administrative	4,299	4,146	8,462	8,213
Depreciation and Amortization	419	413	838	826
Total Operating Expenses	4,718	4,559	9,300	9,039
OPERATING INCOME	3,647	3,448	6,244	5,725
Interest and Other (Income) Expense:				
Interest and Investment Income	(149) (17) (153) (117
Interest Expense	233			