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WAL MART STORES INC

Form 10-Q

June 02, 2017

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 April 30, 2017.

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 1-6991

WAL-MART STORES, INC.

(Exact name of registrant as specified in its charter)

Delaware 71-0415188

(State or other jurisdiction of (I.R.S. Employer

incorporation or organization) Identification No.)

702 S.W. 8th Street

Bentonville, Arkansas

72716

(Address of principal executive offices) (Zip Code)

Registrant's telephone number, including area code: (479) 273-4000

Former name, former address and former fiscal year, if changed since last report: N/A

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 such shorter periods 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, 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 ☐

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 a check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act). Yes ☐ No ☒

The registrant had 3,014,499,132 shares of common stock outstanding as of May 31, 2017.

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PART I. FINANCIAL INFORMATION

Item 1. Financial Statements

Wal-Mart Stores, Inc.

Condensed Consolidated Statements of Income

(Unaudited)

Three Months Ended
April 30,

2017 2016

(Amounts in millions, except per share data)

Revenues:

Net sales

\$116,526 \$114,986

Membership and other income

1,016 918

Total revenues

117,542 115,904

Costs and expenses:

Cost of sales

87,688 86,544

Operating, selling, general and administrative expenses

24,617 24,085

Operating income

5,237 5,275

Interest:

Debt

506 499

Capital lease and financing obligations

92 86

Interest income

(35) (24)

Interest, net

563 561

Income before income taxes

4,674 4,714

Provision for income taxes

1,522 1,498

Consolidated net income

3,152 3,216

Consolidated net income attributable to noncontrolling interest

(113) (137)

Consolidated net income attributable to Walmart

\$3,039 \$3,079

Net income per common share:

Basic net income per common share attributable to Walmart

\$1.00 \$0.98

Diluted net income per common share attributable to Walmart

1.00 0.98

Weighted-average common shares outstanding:

Basic

3,035 3,144

Diluted

3,047 3,154

Dividends declared per common share

\$2.04 \$2.00

See accompanying notes.

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Wal-Mart Stores, Inc.

Condensed Consolidated Statements of Comprehensive Income
(Unaudited)

	Three Months Ended April 30,	
(Amounts in millions)	2017	2016
Consolidated net income	\$3,152	\$3,216
Less consolidated net income attributable to noncontrolling interest	(113)	(137)
Consolidated net income attributable to Walmart	3,039	3,079
Other comprehensive income (loss), net of income taxes		
Currency translation and other	1,159	621
Unrealized gain on available-for-sale securities	481	—
Net investment hedges	(113)	(78)
Cash flow hedges	28	143
Minimum pension liability	5	(99)
Other comprehensive income (loss), net of income taxes	1,560	587
Less other comprehensive income (loss) attributable to noncontrolling interest	(282)	15
Other comprehensive income (loss) attributable to Walmart	1,278	602
Comprehensive income, net of income taxes	4,712	3,803
Less comprehensive income (loss) attributable to noncontrolling interest	(395)	(122)
Comprehensive income attributable to Walmart	\$4,317	\$3,681
See accompanying notes.		

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Wal-Mart Stores, Inc.

Condensed Consolidated Balance Sheets

(Unaudited)

	April 30, 2017	January 31, 2017	April 30, 2016
(Amounts in millions)			
ASSETS			
Current assets:			
Cash and cash equivalents	\$6,545	\$6,867	\$7,597
Receivables, net	5,252		