

HEXCEL CORP /DE/
Form 10-Q
April 22, 2013
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**UNITED STATES
SECURITIES AND EXCHANGE COMMISSION**

Washington, D.C. 20549

FORM 10-Q

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

For the Quarter Ended March 31, 2013

or

- o 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 1-8472

Hexcel Corporation

(Exact name of registrant as specified in its charter)

Delaware
(State of Incorporation)

94-1109521
(I.R.S. Employer Identification No.)

Two Stamford Plaza

281 Tresser Boulevard

Stamford, Connecticut 06901-3238

(Address of principal executive offices and zip code)

Registrant's telephone number, including area code: **(203) 969-0666**

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, 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 by Rule 12b-2 of the Exchange Act). Yes No

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

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Class
COMMON STOCK

Outstanding at April 17, 2013
100,252,995

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HEXCEL CORPORATION AND SUBSIDIARIES

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(In millions, except per share data)	(Unaudited)	
	March 31, 2013	December 31, 2012
Assets		
Current assets:		
Cash and cash equivalents	\$ 18.3	\$ 32.6
Accounts receivable, net	269.1	229.0
Inventories, net	245.9	232.8
Current deferred tax assets and other current assets	65.8	81.3
Total current assets	599.1	575.7
Property, plant and equipment	1,480.0	1,459.2
Less accumulated depreciation	(549.1)	(544.8)
Property, plant and equipment, net	930.9	914.4
Goodwill and intangible assets	57.2	57.8
Investments in affiliated companies	22.6	22.6
Deferred tax assets	14.4	15.4
Other assets	13.8	17.2
Total assets	\$ 1,638.0	\$ 1,603.1
Liabilities and Stockholders' Equity		
Current liabilities:		
Short-term borrowings and current maturities of debt	\$ 15.4	\$ 16.6
Accounts payable	125.2	115.7
Accrued liabilities	106.7	103.0
Total current liabilities	247.3	235.3
Long-term debt	258.5	240.0
Other non-current liabilities	121.8	133.7
Total liabilities	627.6	609.0
Stockholders' equity:		
Common stock, \$0.01 par value, 200.0 shares authorized, 103.5 and 102.4 shares issued at March 31, 2013 and December 31, 2012, respectively	1.0	1.0
Additional paid-in capital	632.5	617.0
Retained earnings	491.8	448.2
Accumulated other comprehensive loss	(52.5)	(31.9)
	1,072.8	1,034.3
	(62.4)	(40.2)

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Less Treasury stock, at cost, 3.3 shares at March 31, 2013 and 2.5 shares at December 31, 2012				
Total stockholders equity		1,010.4		994.1
Total liabilities and stockholders equity		\$ 1,638.0	\$	1,603.1

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

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Hexcel Corporation and Subsidiaries

Condensed Consolidated Statements of Operations

(In millions, except per share data)	(Unaudited) Quarter Ended March 31,	
	2013	2012
Net sales	\$ 416.5	\$ 400.1
Cost of sales	304.5	293.7
Gross margin	112.0	106.4
Selling, general and administrative expenses	38.0	36.6
Research and technology expenses	11.0	9.2
Operating income		