

STEVEN MADDEN, LTD.  
Form 10-Q  
August 07, 2009

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

**FORM 10-Q**

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

For the quarterly period ended June 30, 2009

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 0-23702

**STEVEN MADDEN, LTD.**

(Exact name of Registrant as specified in its charter)

**Delaware**

**13-3588231**

(State or other jurisdiction of  
incorporation or organization)

(I.R.S. Employer Identification No.)

**52-16 Barnett Avenue, Long Island City, New York**

**11104**

(Address of principal executive offices)

(Zip Code)

Registrant's telephone number, including area code

**(718) 446-1800**

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 (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 definition of "large accelerated filer", "accelerated filer", and "smaller reporting company" in Rule 12b-2 of the Exchange Act.

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Large accelerated filer

Accelerated filer

Non-accelerated filer  (do not check if smaller reporting company)

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

As of August 5, 2009, the latest practicable date, there were 18,083,807 shares of common stock, \$.0001 par value, outstanding.

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STEVEN MADDEN, LTD.  
FORM 10-Q  
QUARTERLY REPORT  
June 30, 2009

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**PART I. FINANCIAL INFORMATION****Item 1. Condensed Consolidated Financial Statements****STEVEN MADDEN, LTD. AND SUBSIDIARIES****Condensed Consolidated Balance Sheets**

(in thousands)

	June 30, 2009	December 31, 2008	June 30, 2008
	(unaudited)		(unaudited)
<b>ASSETS</b>			
Current assets:			
Cash and cash equivalents	\$ 53,276	\$ 89,588	\$ 18,849
Accounts receivable, net of allowances of \$1,127, \$1,530 and \$1,141	9,320	5,567	6,391
Due from factor, net of allowances of \$10,357, \$9,771 and \$9,640	48,536	34,311	49,636
Note receivable – related party	—	3,370	3,247
Inventories	29,025	31,597	35,327
Marketable securities – available for sale	10,520	14,609	21,688
Prepaid expenses and other current assets	7,743	5,645	6,463
Prepaid taxes	—	2,069	7,104
Deferred taxes	8,006	7,980	9,493
<b>Total current assets</b>	<b>166,426</b>	<b>194,736</b>	<b>158,198</b>
Note receivable – related party	3,491	—	—
Property and equipment, net	25,562	28,209	27,849
Deferred taxes	6,895	7,112	7,242
Deposits and other	1,942	2,260	2,326
Marketable securities – available for sale	47,839	20,615	5,774
Goodwill – net	23,472	23,574	16,942
Intangibles – net	7,257	8,187	9,167
<b>Total Assets</b>	<b>\$ 282,884</b>	<b>\$ 284,693</b>	<b>\$ 227,498</b>
<b>LIABILITIES</b>			
Current liabilities:			
Advances payable – factor	\$ —	\$ 30,168	\$ —
Accounts payable	22,880	18,018	20,838
Accrued expenses	19,679	16,435	11,197
Accrued incentive compensation	5,836	7,869	6,933
<b>Total current liabilities</b>	<b>48,395</b>	<b>72,490</b>	<b>38,968</b>
Deferred rent	4,925	4,773	4,498
Other liabilities	311	1,188	—

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<b>Total liabilities</b>	<b>53,631</b>	78,451	43,466
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Commitments, contingencies and other

**STOCKHOLDERS' EQUITY**

Preferred stock – \$.0001 par value, 5,000 shares authorized; none issued; Series A Junior Participating preferred stock – \$.0001 par value, 60 shares authorized; none issued			
Common stock – \$.0001 par value, 90,000 shares authorized; 26,345, 26,135 and 25,956 shares issued, 18,083, 17,873 and 17,694 outstanding	<b>3</b>	3	3
Additional paid-in capital	<b>141,353</b>	137,362	133,297
Retained earnings	<b>215,978</b>	197,257	178,949
Other comprehensive (loss):			
Unrealized (loss) on marketable securities	<b>(97)</b>	(396)	(233)
Treasury stock – 8,262, 8,262 and 8,262 shares at cost	<b>(127,984)</b>	(127,984)	(127,984)
Total stockholders' equity	<b>229,253</b>	206,242	184,032

<b>Total Liabilities and Stockholders' Equity</b>	<b>\$ 282,884</b>	\$ 284,693	\$ 227,498
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See accompanying notes to condensed consolidated financial statements - unaudited

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**STEVEN MADDEN, LTD. AND SUBSIDIARIES**

**Condensed Consolidated Statements of Income**

(unaudited)

(in thousands, except per share data)

	<b>Three Months Ended June 30,</b>		<b>Six Months Ended June 30,</b>	
	<b>2009</b>	<b>2008</b>	<b>2009</b>	<b>2008</b>
Net sales	<b>116,472</b>	109,317	<b>223,901</b>	209,856
Cost of sales	<b>66,909</b>	63,780	<b>130,851</b>	124,104