

ICONIX BRAND GROUP, INC.
Form 10-Q
August 09, 2011

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, 2011

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 0-10593

ICONIX BRAND GROUP, INC.
(Exact name of registrant as specified in its charter)

Delaware
(State or other jurisdiction of incorporation or organization)

11-2481903
(I.R.S. Employer Identification No.)

1450 Broadway, New York, NY
(Address of principal executive offices)

10018
(Zip Code)

(212) 730-0030
(Registrant's telephone number, including area code)

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

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(Do not check if a 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

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

Common Stock, \$.001 Par Value – 73,189,489 shares as of August 2, 2011.

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Part I. Financial Information

Item 1. Financial Statements

Iconix Brand Group, Inc. and Subsidiaries
Condensed Consolidated Balance Sheets
(in thousands, except par value)

	June 30, 2011 (unaudited)	December 31, 2010
Assets		
Current Assets:		
Cash (including restricted cash of \$3,727 in 2011 and \$3,300 in 2010)	\$ 235,357	\$ 121,935
Accounts receivable	66,148	65,507
Deferred income tax assets	1,743	1,743
Other assets - current	24,486	36,681
Total Current Assets	327,734	225,866
Property and equipment:		
Furniture, fixtures and equipment	17,335	14,894
Less: Accumulated depreciation	(5,613)	(4,410)
	11,722	10,484
Other Assets:		
Restricted cash	15,866	15,866
Other assets	31,459	43,128
Trademarks and other intangibles, net	1,494,603	1,400,550
Deferred financing costs, net	1,471	3,119
Investments and joint ventures	39,714	59,677
Goodwill	212,042	192,780
	1,795,155	1,715,120
Total Assets	\$ 2,134,611	\$ 1,951,470
Liabilities and Stockholders' Equity		
Current liabilities:		
Accounts payable and accrued expenses	\$ 30,034	\$ 43,275
Deferred revenue	25,679	16,305
Current portion of long-term debt	307,942	36,380
Other liabilities - current	5,300	4,000
Total current liabilities	368,955	99,960
Deferred income tax liability	156,976	138,577
Long-term debt, less current maturities	332,730	548,007
Deferred revenue	6,403	11,561
Other liabilities	12,858	14,451
Total Liabilities	877,922	812,556
Commitments and contingencies		
Stockholders' Equity		
	74	74

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Common stock, \$.001 par value shares authorized 150,000; shares issued 74,468 and 73,930, respectively		
Additional paid-in capital	785,106	752,803
Retained earnings	367,291	294,316
Accumulated other comprehensive gain	-	-
Less: Treasury stock – 1,494 and 1,409 shares at cost, respectively	(13,278)	(10,831)
Total Iconix Brand Group, Inc. Stockholders' Equity	1,139,193	1,036,362
Non-controlling interest	117,496	102,552
Total Stockholders' Equity	1,256,689	1,138,914
Total Liabilities and Stockholders' Equity	\$ 2,134,611	\$ 1,951,470

See Notes to Unaudited Condensed Consolidated Financial Statements.

Iconix Brand Group, Inc. and Subsidiaries

Unaudited Condensed Consolidated Income Statements
(in thousands, except earnings per share data)

	Three Months Ended June 30,		Six Months Ended June 30,
2011	2010		2011