

Neenah Paper Inc  
Form 10-Q  
November 07, 2013  
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**UNITED STATES**  
**SECURITIES AND EXCHANGE COMMISSION**

Washington, D.C. 20549

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**FORM 10-Q**

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(Mark One)

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

For the quarterly period ended September 30, 2013

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: 001-32240

## NEENAH PAPER, INC.

(Exact name of registrant as specified in its charter)

**Delaware**

(State or other jurisdiction of  
incorporation or organization)

**20-1308307**

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

**3460 Preston Ridge Road  
Alpharetta, Georgia**

(Address of principal executive offices)

**30005**

(Zip Code)

**(678) 566-6500**

(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 (§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, or a non-accelerated filer. See definition of accelerated filer and large accelerated filer in Rule 12b-2 of the Exchange Act. (Check one):

Large accelerated filer

Accelerated filer

Non-accelerated filer

Smaller reporting company

(Do not check if a 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 October 25, 2013, there were 16,200,000 shares of the Company's common stock outstanding.



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(In millions, except share and per share data)

(Unaudited)

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2013	2012	2013	2012
<b>Net sales</b>	\$ 214.1	\$ 206.3	\$ 639.6	\$ 616.2
Cost of products sold	177.0	170.6	516.2	494.8
<b>Gross profit</b>	37.1	35.7	123.4	121.4
Selling, general and administrative expenses	19.8	18.5	60.0	57.1
Integration/restructuring costs (Note 3)	0.4	0.3	0.6	4.7
SERP settlement charge (Note 7)			0.2	3.5
Loss on early extinguishment of debt			0.5	0.2
Other expense - net	0.5	0.6	0.9	1.4
<b>Operating income</b>	16.4	16.3	61.2	54.5
Interest expense - net	2.6	3.3	8.3	10.4
<b>Income from continuing operations before income taxes</b>	13.8	13.0	52.9	44.1
Provision for income taxes	2.4	3.8	16.6	13.3
<b>Income from continuing operations</b>	11.4	9.2	36.3	30.8
Income (loss) from discontinued operations, net of income taxes (Note 12)		(0.1)	2.6	(0.1)
<b>Net income</b>	\$ 11.4	\$ 9.1	\$ 38.9	\$ 30.7
<b>Earnings Per Common Share</b>				
Basic				
Continuing operations	\$ 0.69	\$ 0.56	\$ 2.22	\$ 1.90
Discontinued operations			0.16	
	\$ 0.69	\$ 0.56	\$ 2.38	\$ 1.90
Diluted				
Continuing operations	\$ 0.68	\$ 0.55	\$ 2.18	\$ 1.87
Discontinued operations			0.16	
	\$ 0.68	\$ 0.55	\$ 2.34	\$ 1.87
<b>Weighted Average Common Shares Outstanding (in thousands)</b>				
Basic	16,089	15,828	16,016	15,655
Diluted	16,469	16,145	16,338	15,982
<b>Cash Dividends Declared Per Share of Common Stock</b>				
	\$ 0.20	\$ 0.12	\$ 0.50	\$ 0.36

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See Notes to Condensed Consolidated Financial Statements

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**NEENAH PAPER, INC. AND SUBSIDIARIES**  
**CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME**

**(In millions)**

**(Unaudited)**

**Three Months Ended September 30,      Nine Months Ended September 30,**