

HEXCEL CORP /DE/  
Form 10-Q  
October 21, 2013  
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**UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION**

Washington, D.C. 20549

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**FORM 10-Q**

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

**For the Quarter Ended September 30, 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**

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**Hexcel Corporation**

(Exact name of registrant as specified in its charter)

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**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.

**Class**  
**COMMON STOCK**

**Outstanding at October 16, 2013**  
**99,564,322**



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**HEXCEL CORPORATION AND SUBSIDIARIES**

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Table of Contents**PART I. FINANCIAL INFORMATION****ITEM 1. Condensed Consolidated Financial Statements (Unaudited)****Hexcel Corporation and Subsidiaries****Condensed Consolidated Balance Sheets**

<b>(In millions, except per share data)</b>	<b>(Unaudited)</b>	
	<b>September 30, 2013</b>	<b>December 31, 2012</b>
<b>Assets</b>		
Current assets:		
Cash and cash equivalents	\$ 59.7	\$ 32.6
Accounts receivable, net	236.2	229.0
Inventories, net	260.3	232.8
Current deferred tax assets and other current assets	96.9	81.3
Total current assets	653.1	575.7
Property, plant and equipment	1,574.9	1,459.2
Less accumulated depreciation	(579.6)	(544.8)
Property, plant and equipment, net	995.3	914.4
Goodwill and intangible assets	60.9	57.8
Investments in affiliated companies	22.3	22.6
Deferred tax assets	14.0	15.4
Other assets	15.8	17.2
Total assets	\$ 1,761.4	\$ 1,603.1
<b>Liabilities and Stockholders' Equity</b>		
Current liabilities:		
Short-term borrowings and current maturities of debt	\$ 4.8	\$ 16.6
Accounts payable	108.3	115.7
Accrued liabilities	130.2	103.0
Total current liabilities	243.3	235.3
Long-term debt	262.0	240.0
Other non-current liabilities	136.3	133.7
Total liabilities	641.6	609.0
Stockholders' equity:		
Common stock, \$0.01 par value, 200.0 shares authorized, 103.9 and 102.4 shares issued at September 30, 2013 and December 31, 2012, respectively	1.0	1.0
Additional paid-in capital	644.9	617.0
Retained earnings	589.0	448.2
Accumulated other comprehensive loss	(17.5)	(31.9)
	1,217.4	1,034.3
	(97.6)	(40.2)

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Less Treasury stock, at cost, 4.3 shares at September 30, 2013 and 2.5 shares at December 31, 2012				
Total stockholders' equity		<b>1,119.8</b>		994.1
Total liabilities and stockholders' equity		<b>\$ 1,761.4</b>	<b>\$</b>	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 September 30,		Nine Months Ended September 30,	
	2013	2012	2013	2012
Net sales	\$ 412.3	\$ 391.6	\$ 1,251.4	\$ 1,190.9
Cost of sales	300.2	292.4	910.5	879.8
Gross margin	112.1			