

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM 8-K
CURRENT REPORT

Pursuant to Section 13 or 15(d) of the Securities Exchange Act of 1934
Date of Report (Date of earliest event reported): April 25, 2023



MUELLER INDUSTRIES INC.

(Exact name of registrant as specified in its charter)

Delaware
(State or other jurisdiction
of incorporation)

1-6770
(Commission File
Number)

25-0790410
(IRS Employer
Identification No.)

150 Schilling Boulevard
Collierville

(Address of principal executive offices)

Suite 100
Tennessee

38017
(Zip Code)

Registrant's telephone number, including area code:

(901) 753-3200

Registrant's Former Name or Address, if changed since last report:

N/A

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions (see General Instruction A.2. below):

- Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
- Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
- Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
- Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))

Securities registered pursuant to Section 12(b) of the Act:

<u>Title of each class</u>	<u>Trading Symbol</u>	<u>Name of exchange on which registered</u>
Common Stock	MLI	NYSE

Indicate by check mark whether the registrant is an emerging growth company as defined in Rule 405 of the Securities Act of 1933 (§230.405 of this chapter) or Rule 12b-2 of the Securities Exchange Act of 1934 (§240.12b-2 of this chapter).

Emerging growth company

If an emerging growth company, indicate by check mark if the registrant has elected not to use the extended transition period for complying with any new or revised financial accounting standards provided pursuant to Section 13(a) of the Exchange Act.

Item 2.02. Results of Operations and Financial Condition.

On April 25, 2023, the Registrant issued a press release announcing earnings for the quarter ended April 1, 2023. A copy of the press release announcing the first quarter 2023 earnings is attached as Exhibit 99.1.

Item 9.01. Financial Statements and Exhibits.

(d) Exhibits

99.1 Press release, dated April 25, 2023 reporting first quarter 2023 earnings.

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the Registrant has duly caused this Report to be signed on its behalf by the undersigned hereunto duly authorized.

MUELLER INDUSTRIES, INC.

By: /s/ ANTHONY J. STEINRIEDE
Name: Anthony J. Steinriede
Title: Vice President - Corporate Controller

April 25, 2023

Exhibit Index

Exhibit No.	Description
99.1	Press release, dated April 25, 2023



MUELLER INDUSTRIES, INC.
Corporate Headquarters
150 Schilling Blvd., Suite 100
Collierville, TN 38017
P 901.753.3253

Mueller Industries, Inc. Reports First Quarter 2023 Earnings

COLLIERVILLE, Tenn., April 25, 2023 -- Mueller Industries, Inc. (NYSE: MLI) announces results for the first quarter of 2023. Results as compared with the first quarter of 2022 include:

- Operating Income of \$229.1 million versus \$212.7 million, an increase of 7.7%.
- Net Income of \$173.2 million versus \$158.3 million, an increase of 9.4%.
- EPS of \$3.07 versus \$2.78, an increase of 10.4%.
- Net Sales of \$971.2 million versus \$1.01 billion, a decrease of 3.8%.

First Quarter Highlights:

- The decrease in net sales was due to lower copper prices along with lower unit volume in our international mill businesses, partially offset by increased net sales in our downstream businesses that have a higher value add content. COMEX copper averaged \$4.09 per pound, 10% lower than the first quarter of 2022.
- Adjusting for a \$5.5 million gain on property the Company disposed of in 2022, operating income increased 10.6%.
- Cash generated from operations was \$111.6 million, resulting in quarter end cash and short-term investments totaling \$782.4 million. The Company has no net debt, and a current ratio of 4.3 to 1.
- Increased the quarterly dividend by 20% to \$.30 per share.

Regarding the Company's first quarter performance and outlook, Greg Christopher, Mueller's CEO said, "Our first quarter results were in line with our 2022 year-end expectations, as reported. We entered the year anticipating that more challenging economic times were likely ahead and have adjusted accordingly. Our strong cash generation and solid balance sheet will enable us to continue delivering value to our shareholders and to pursue new growth opportunities that may arise."

Mr. Christopher continued, "Subsequent to the end of the quarter, we reported that our factory in Covington, TN was severely damaged by a tornado. Most importantly, we are grateful that all of our employees were safe and without injury. As we rebuild, we have executed contingency plans, including the use of other Mueller production facilities and third party sourcing arrangements, to ensure a continuing reliable supply of products to our customers.

The losses, both to property and resultant business interruption, are expected to be covered by existing insurance policies. Therefore, we believe the impact of this event on our financial results will be immaterial."

Mueller Industries, Inc. (NYSE: MLI) is an industrial corporation whose holdings manufacture vital goods for important markets such as air, water, oil and gas distribution; climate comfort; food preservation; energy transmission; medical; aerospace; and automotive. It includes a network of companies and brands throughout North America, Europe, Asia, and the Middle East.

Statements in this release that are not strictly historical may be “forward-looking” statements, which involve risks and uncertainties. These include economic and currency conditions, continued availability of raw materials and energy, market demand, pricing, competitive and technological factors, and the availability of financing, among others, as set forth in the Company’s SEC filings. The words “outlook,” “estimate,” “project,” “intend,” “expect,” “believe,” “target,” “encourage,” “anticipate,” “appear,” and similar expressions are intended to identify forward-looking statements. The reader should not place undue reliance on forward-looking statements, which speak only as of the date of this report. The Company has no obligation to publicly update or revise any forward-looking statements to reflect events after the date of this report.

CONTACT

Jeffrey A. Martin
(901) 753-3226

MUELLER INDUSTRIES, INC.
CONDENSED CONSOLIDATED STATEMENTS OF INCOME
(Unaudited)

	For the Quarter Ended	
	April 1, 2023	March 26, 2022
<i>(In thousands, except per share data)</i>		
Net sales	\$ 971,192	\$ 1,010,002
Cost of goods sold	678,798	744,511
Depreciation and amortization	10,657	10,841
Selling, general, and administrative expense	52,631	47,456
Gain on sale of assets	—	(5,507)
Operating income	229,106	212,701
Interest expense	(143)	(158)
Interest income	6,235	160
Other income, net	2,236	620
Income before income taxes	237,434	213,323
Income tax expense	(61,357)	(54,199)
(Loss) income from unconsolidated affiliates, net of foreign tax	(984)	124
Consolidated net income	175,093	159,248
Net income attributable to noncontrolling interests	(1,854)	(932)
Net income attributable to Mueller Industries, Inc.	\$ 173,239	\$ 158,316
Weighted average shares for basic earnings per share	55,693	56,100
Effect of dilutive stock-based awards	707	810
Adjusted weighted average shares for diluted earnings per share	56,400	56,910
Basic earnings per share	\$ 3.11	\$ 2.82
Diluted earnings per share	\$ 3.07	\$ 2.78
Dividends per share	\$ 0.30	\$ 0.25

MUELLER INDUSTRIES, INC.
CONDENSED CONSOLIDATED STATEMENTS OF INCOME, CONTINUED
(Unaudited)

	For the Quarter Ended	
<i>(In thousands)</i>	April 1, 2023	March 26, 2022
Summary Segment Data:		
Net sales:		
Piping Systems Segment	\$ 662,479	\$ 703,430
Industrial Metals Segment	165,234	174,312
Climate Segment	152,954	140,622
Elimination of intersegment sales	(9,475)	(8,362)
Net sales	\$ 971,192	\$ 1,010,002
Operating income:		
Piping Systems Segment	\$ 163,854	\$ 160,488
Industrial Metals Segment	27,215	23,259
Climate Segment	53,988	36,700
Unallocated income (expenses)	(15,951)	(7,746)
Operating income	\$ 229,106	\$ 212,701

MUELLER INDUSTRIES, INC.
CONDENSED CONSOLIDATED BALANCE SHEETS

<i>(In thousands)</i>	(Unaudited)	
	April 1, 2023	December 31, 2022
ASSETS		
Cash and cash equivalents	\$ 611,399	\$ 461,018
Short-term investments	170,997	217,863
Accounts receivable, net	503,369	380,352
Inventories	452,826	448,919
Other current assets	28,420	26,501
Total current assets	1,767,011	1,534,653
Property, plant, and equipment, net	377,324	379,950
Operating lease right-of-use assets	29,897	22,892
Other assets	305,389	304,904
Total assets	\$ 2,479,621	\$ 2,242,399
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current portion of debt	\$ 1,108	\$ 811
Accounts payable	179,244	128,000
Current portion of operating lease liabilities	6,249	4,942
Other current liabilities	220,144	214,542
Total current liabilities	406,745	348,295
Long-term debt	1,251	1,218
Pension and postretirement liabilities	11,260	13,055
Environmental reserves	16,060	16,380
Deferred income taxes	17,561	16,258
Noncurrent operating lease liabilities	22,773	16,880
Other noncurrent liabilities	16,502	16,349
Total liabilities	492,152	428,435
Total Mueller Industries, Inc. stockholders' equity	1,962,307	1,790,914
Noncontrolling interests	25,162	23,050
Total equity	1,987,469	1,813,964
Total liabilities and equity	\$ 2,479,621	\$ 2,242,399

MUELLER INDUSTRIES, INC.
CONDENSED CONSOLIDATED STATEMENTS OF CASH FLOWS
(Unaudited)

<i>(In thousands)</i>	For the Quarter Ended	
	April 1, 2023	March 26, 2022
Cash flows from operating activities		
Consolidated net income	\$ 175,093	\$ 159,248
Reconciliation of consolidated net income to net cash provided by operating activities:		
Depreciation and amortization	10,746	10,930
Stock-based compensation expense	5,637	2,573
Provision for doubtful accounts receivable	(15)	125
Loss (income) from unconsolidated affiliates	984	(124)
Gain on disposals of properties	(115)	(5,507)
Deferred income tax expense	372	258
Changes in assets and liabilities:		
Receivables	(111,547)	(116,610)
Inventories	(581)	(40,803)
Other assets	(17,950)	314
Current liabilities	50,842	54,344
Other liabilities	(2,275)	(1,752)
Other, net	427	(137)
Net cash provided by operating activities	111,618	62,859
Cash flows from investing activities		
Capital expenditures	(7,556)	(5,259)
Insurance proceeds - capital related	8,000	—
Proceeds from the maturity of short term investments	50,000	—
Proceeds from sales of properties	118	6,219
Dividends from unconsolidated affiliates	644	959
Net cash provided by investing activities	51,206	1,919
Cash flows from financing activities		
Dividends paid to stockholders of Mueller Industries, Inc.	(16,729)	—
Repurchase of common stock	—	(3,972)
Repayments of debt	(56)	(56)
Issuance of debt by consolidated joint ventures, net	297	—
Net cash used to settle stock-based awards	(2,611)	(230)
Net cash used in financing activities	(19,099)	(4,258)
Effect of exchange rate changes on cash	2,573	301
Increase in cash, cash equivalents, and restricted cash	146,298	60,821
Cash, cash equivalents, and restricted cash at the beginning of the period	465,296	90,376
Cash, cash equivalents, and restricted cash at the end of the period	\$ 611,594	\$ 151,197