

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): July 23, 2024



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 July 23, 2024, the Registrant issued a press release announcing earnings for the quarter ended June 29, 2024. A copy of the press release announcing the second quarter 2024 earnings is attached as Exhibit 99.1.

Item 9.01. Financial Statements and Exhibits.

(d) Exhibits

99.1 Press release, dated July 23, 2024 reporting second quarter 2024 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

July 23, 2024

Exhibit Index

Exhibit No.	Description
99.1	Press release, dated July 23, 2024



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

Mueller Industries, Inc. Reports Second Quarter 2024 Earnings

COLLIERVILLE, Tenn., July 23, 2024 -- Mueller Industries, Inc. (NYSE: MLI) announces results for the second quarter of 2024. Comparisons are to the second quarter of 2023.

- Net Sales of \$997.7 million versus \$897.0 million
- Operating Income of \$210.0 million versus \$210.7 million
- Earnings Before Taxes of \$222.9 million versus \$241.0 million
- Net Income of \$160.2 million versus \$177.7 million
- Diluted EPS of \$1.41 versus \$1.56¹

Second Quarter Financial and Operating Highlights:

- COMEX copper averaged \$4.55 per pound during the quarter, 18.4% higher than in the second quarter of 2023.
- The increase in net sales was attributable to higher unit shipments in most of our businesses, price increases tied to higher copper prices, and the inclusion of one month of reported sales for our recently acquired Nehring business.
- In 2023, we reported an insurance settlement gain of \$19.5 million related to the August 2022 fire at our Westermeyer facility. Adjusting for this gain, our quarterly operating income performance improved by 9.8% over the prior year period.
- Net cash generated from operations was \$100.8 million, and our cash balance was \$825.7 million at quarter end. Cash deployed during the quarter included \$566.6 million for acquisitions and \$15.1 million in stock repurchases.
- Our current ratio remains solid at 4.7 to 1.

Regarding the quarter performance and outlook, Greg Christopher, Mueller's CEO said, "Our businesses continue to perform well despite persistent heightened inflation and restrained construction activity. We maintain a positive long-term outlook for our business. Our internal investments are paying off, and we expect they will yield even greater benefits as market conditions improve. Moreover, our acquisition of Nehring Electrical Works, which we completed during the quarter, provides a substantial platform for expansion in the energy infrastructure space."

¹ Diluted EPS for the second quarter of 2023 has been adjusted retroactively to reflect the two-for-one stock split that took effect on October 20, 2023.

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)

<i>(In thousands, except per share data)</i>	For the Quarter Ended		For the Six Months Ended	
	June 29, 2024	July 1, 2023	June 29, 2024	July 1, 2023
Net sales	\$ 997,745	\$ 896,984	\$ 1,847,399	\$ 1,868,176
Cost of goods sold	724,990	639,272	1,333,693	1,318,070
Depreciation and amortization	10,018	10,416	19,187	21,073
Selling, general, and administrative expense	52,731	56,062	101,088	108,693
Gain on insurance settlement	—	(19,466)	—	(19,466)
Operating income	210,006	210,700	393,431	439,806
Interest expense	(107)	(135)	(222)	(278)
Interest income	14,383	7,732	31,628	13,967
Realized and unrealized gains on short-term investments	—	20,820	365	22,730
Other (expense) income, net	(1,356)	1,841	(726)	2,167
Income before income taxes	222,926	240,958	424,476	478,392
Income tax expense	(58,384)	(62,122)	(110,218)	(123,479)
(Loss) income from unconsolidated affiliates, net of foreign tax	(1,095)	715	(9,102)	(269)
Consolidated net income	163,447	179,551	305,156	354,644
Net income attributable to noncontrolling interests	(3,282)	(1,840)	(6,628)	(3,694)
Net income attributable to Mueller Industries, Inc.	\$ 160,165	\$ 177,711	\$ 298,528	\$ 350,950
Weighted average shares for basic earnings per share ⁽¹⁾	111,216	111,320	111,316	111,354
Effect of dilutive stock-based awards ⁽¹⁾	2,763	2,680	2,746	2,046
Adjusted weighted average shares for diluted earnings per share ⁽¹⁾	113,979	114,000	114,062	113,400
Basic earnings per share ⁽¹⁾	\$ 1.44	\$ 1.60	\$ 2.68	\$ 3.15
Diluted earnings per share ⁽¹⁾	\$ 1.41	\$ 1.56	\$ 2.62	\$ 3.09
Dividends per share ⁽¹⁾	\$ 0.20	\$ 0.15	\$ 0.40	\$ 0.30

⁽¹⁾ Adjusted retroactively to reflect the two-for-one stock split that occurred on October 20, 2023.

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

<i>(In thousands)</i>	For the Quarter Ended		For the Six Months Ended	
	June 29, 2024	July 1, 2023	June 29, 2024	July 1, 2023
Summary Segment Data:				
Net sales:				
Piping Systems Segment	\$ 688,469	\$ 638,005	\$ 1,278,637	\$ 1,300,484
Industrial Metals Segment	195,341	146,266	351,408	311,500
Climate Segment	130,532	123,954	247,342	276,908
Elimination of intersegment sales	(16,597)	(11,241)	(29,988)	(20,716)
Net sales	<u>\$ 997,745</u>	<u>\$ 896,984</u>	<u>\$ 1,847,399</u>	<u>\$ 1,868,176</u>
Operating income:				
Piping Systems Segment	\$ 162,258	\$ 151,142	\$ 304,938	\$ 314,996
Industrial Metals Segment	29,693	17,971	53,964	45,186
Climate Segment	38,993	57,067	71,568	111,055
Unallocated income (expenses)	(20,938)	(15,480)	(37,039)	(31,431)
Operating income	<u>\$ 210,006</u>	<u>\$ 210,700</u>	<u>\$ 393,431</u>	<u>\$ 439,806</u>

MUELLER INDUSTRIES, INC.
CONDENSED CONSOLIDATED BALANCE SHEETS

<i>(In thousands)</i>	(Unaudited)	
	June 29, 2024	December 30, 2023
ASSETS		
Cash and cash equivalents	\$ 825,655	\$ 1,170,893
Short-term investments	—	98,146
Accounts receivable, net	522,572	351,561
Inventories	406,217	380,248
Other current assets	50,347	39,173
	1,804,791	2,040,021
Property, plant, and equipment, net	471,443	385,165
Operating lease right-of-use assets	34,534	35,170
Other assets	755,417	298,945
	\$ 3,066,185	\$ 2,759,301
LIABILITIES AND STOCKHOLDERS' EQUITY		
Current portion of debt	\$ 785	\$ 796
Accounts payable	198,537	120,485
Current portion of operating lease liabilities	8,000	7,893
Other current liabilities	179,906	187,964
	387,228	317,138
Long-term debt	74	185
Pension and postretirement liabilities	11,696	12,062
Environmental reserves	14,808	15,030
Deferred income taxes	20,023	19,134
Noncurrent operating lease liabilities	26,330	26,683
Other noncurrent liabilities	33,168	10,353
	493,327	400,585
Total Mueller Industries, Inc. stockholders' equity	2,546,103	2,337,445
Noncontrolling interests	26,755	21,271
	2,572,858	2,358,716
	\$ 3,066,185	\$ 2,759,301

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

<i>(In thousands)</i>	For the Six Months Ended	
	June 29, 2024	July 1, 2023
Cash flows from operating activities		
Consolidated net income	\$ 305,156	\$ 354,644
Reconciliation of consolidated net income to net cash provided by operating activities:		
Depreciation and amortization	19,349	21,252
Stock-based compensation expense	13,476	12,459
Provision for doubtful accounts receivable	(67)	(80)
Loss from unconsolidated affiliates	9,102	269
Dividends from unconsolidated affiliates	3,541	—
Insurance proceeds - noncapital related	15,000	9,854
Gain on disposals of properties	(1,286)	(141)
Unrealized gain on short-term investments	—	(20,820)
Gain on sales of securities	(365)	—
Gain on insurance settlement	—	(19,466)
Deferred income tax (benefit) expense	(1,509)	2,406
Changes in assets and liabilities, net of effects of businesses acquired:		
Receivables	(132,012)	(77,701)
Inventories	6,706	(12,149)
Other assets	8,511	(5,571)
Current liabilities	30,276	(14,460)
Other liabilities	(2,375)	(976)
Other, net	872	1,310
Net cash provided by operating activities	\$ 274,375	\$ 250,830
Cash flows from investing activities		
Capital expenditures	\$ (25,603)	\$ (29,221)
Acquisition of businesses, net of cash acquired	(566,577)	—
Investments in unconsolidated affiliates	(8,700)	—
Insurance proceeds - capital related	—	24,646
Purchase of short-term investments	—	(106,231)
Purchase of long-term investments	(7,976)	—
Proceeds from the maturity of short-term investments	—	217,863
Proceeds from the sale of securities	96,465	—
Issuance of notes receivable	(3,800)	—
Proceeds from sales of properties	3,976	142
Dividends from unconsolidated affiliates	—	797
Net cash (used in) provided by investing activities	\$ (512,215)	\$ 107,996

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

(In thousands)

	For the Six Months Ended	
	June 29, 2024	July 1, 2023
Cash flows from financing activities		
Dividends paid to stockholders of Mueller Industries, Inc.	\$ (44,488)	\$ (33,402)
Repurchase of common stock	(42,994)	(19,303)
Repayments of debt	(111)	(130)
Issuance (repayment) of debt by consolidated joint ventures, net	11	(143)
Net cash used to settle stock-based awards	(2,002)	(2,588)
Net cash used in financing activities	\$ (89,584)	\$ (55,566)
Effect of exchange rate changes on cash	(4,784)	4,825
(Decrease) increase in cash, cash equivalents, and restricted cash	(332,208)	308,085
Cash, cash equivalents, and restricted cash at the beginning of the period	1,174,223	465,296
Cash, cash equivalents, and restricted cash at the end of the period	\$ 842,015	\$ 773,381