

SECURITIES AND EXCHANGE COMMISSION

FORM 8-K

Current report filing

Filing Date: **1998-07-22** | Period of Report: **1998-07-22**
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FILER

COMDISCO INC

CIK: **722487** | IRS No.: **362687938** | State of Incorpor.: **DE** | Fiscal Year End: **0930**
Type: **8-K** | Act: **34** | File No.: **001-07725** | Film No.: **98669851**
SIC: **7377** Computer rental & leasing

Mailing Address
6111 NOTH RIVER ROAD
6111 NOTH RIVER ROAD
ROSEMONT IL 60018

Business Address
6111 N RIVER RD
ROSEMONT IL 60018
8476983000

SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM 8-K

CURRENT REPORT

Filed pursuant to Section 13 or 15(d) of
THE SECURITIES EXCHANGE ACT OF 1934

July 22, 1998
Date of Earliest Event Reported

COMDISCO, INC.
(a Delaware Corporation)
6111 North River Road
Rosemont, Illinois 60018
Telephone (847) 698-3000
Commission file number 1-7725
I.R.S. Employer Identification Number 36-2687938

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Item 5 Other Events

On July 22, 1998 Comdisco, Inc. announced third quarter fiscal 1998 operating results.

Item 7 Financial Statements and Exhibits

(c) Exhibits

99 Consolidated Statements of Earnings For the Three and Nine Months Ended June 30, 1998 and 1997

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SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this Current Report on Form 8-K to be signed on its behalf by the undersigned hereunto duly authorized.

COMDISCO, INC.

Date: July 22, 1998

by: /s/David J. Keenan
David J. Keenan
Senior Vice President
and Controller

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Comdisco, Inc. and Subsidiaries
Consolidated Statements of Earnings
For the Three and Nine Months Ended June 30, 1998 and 1997
(Dollars in millions except per share data)

<TABLE>

<CAPTION>

	Three months ended June 30,		% +/-	Nine months ended June 30,		% +/-
	1998	1997		1998	1997	
<S>	<C>	<C>	<C>	<C>	<C>	<C>
Revenue						
Leasing						
Operating	\$ 483	\$415	16%	\$1,386	\$1,207	15%
Direct financing	41	36	14%	122	108	13%
Sales-type	69	89	-22%	231	221	5%
	-----	-----	-----	-----	-----	-----
Total leasing	593	540	10%	1,739	1,536	13%
Sales	106	68	56%	241	173	39%
Continuity and network services	107	91	18%	321	260	23%
Other <F1>.....	11	13	-15%	37	66	-44%
	-----	-----	-----	-----	-----	-----
Total revenue	817	712	15%	2,338	2,035	15%
	-----	-----	-----	-----	-----	-----
Costs and expenses						
Leasing						
Operating	390	332	17%	1,114	953	17%
Sales-type	43	62	-31%	149	151	-1%
	-----	-----	-----	-----	-----	-----
Total leasing	433	394	10%	1,263	1,104	14%
Sales	88	51	73%	202	130	55%
Continuity and network services	91	76	20%	267	218	22%
Selling, general and administrative	62	61	2%	185	181	2%
Interest	81	75	8%	245	221	11%
Other <F2>.....	--	--	N/A	--	25	N/A
	-----	-----	-----	-----	-----	-----
Total costs and expenses	755	657	15%	2,162	1,879	15%
	-----	-----	-----	-----	-----	-----
Earnings before income taxes	62	55	13%	176	156	13%
Income taxes	22	21	5%	63	59	7%
	-----	-----	-----	-----	-----	-----
Net earnings before preferred dividends	40	34	18%	113	97	16%
Preferred dividends	--	(2)	N/A%	(2)	(6)	-67%
	-----	-----	-----	-----	-----	-----
Net earnings available to common stockholders	\$ 40	\$ 32	25%	\$ 111	\$ 91	22%
	=====	=====	=====	=====	=====	=====
Retained earnings at beginning of period	\$1,029	\$908		\$ 965	\$ 856	
Net earnings available to common stockholders	40	32		111	91	
Cash dividends paid on common stock	(5)	(4)		(12)	(11)	
	-----	-----	-----	-----	-----	-----
Retained earnings at end of period	\$1,064	\$936		\$1,064	\$ 936	
	=====	=====	=====	=====	=====	=====

Net earnings per common share:						
Earnings per common share--basic	\$.26	\$.21	24%	\$.73	\$.61	20%
	=====	=====	===	=====	=====	===
Earnings per common share--diluted.....	\$.24	\$.20	20%	\$.68	\$.57	19%
	=====	=====	===	=====	=====	===
Common shares outstanding:						
Average common shares outstanding--basic...	153	148		151	147	
	=====	=====		=====	=====	
Average common shares outstanding--diluted.	164	158		163	157	
	=====	=====		=====	=====	

<FN>

<F1> Other revenue in the second quarter of fiscal 1997 includes a gain of \$25 million, (\$16 million after-tax, or \$.10 per common share) as a result of amounts received in settlement of litigation.

<F2> In the second quarter of fiscal 1997, the Company recorded a non-cash, non-operating charge of \$25 million, (\$16 million after-tax, or \$.10 per common share) as a one time addition to the equipment valuation allowance.

</FN>

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