

# SECURITIES AND EXCHANGE COMMISSION

## FORM 8-K

Current report filing

Filing Date: **1994-04-11** | Period of Report: **1994-03-25**  
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### FILER

#### **BEAR STEARNS COMPANIES INC**

CIK: **777001** | IRS No.: **133286161** | State of Incorpor.: **DE** | Fiscal Year End: **0630**  
Type: **8-K** | Act: **34** | File No.: **001-08989** | Film No.: **94522223**  
SIC: **6211** Security brokers, dealers & flotation companies

Business Address  
245 PARK AVE  
NEW YORK NY 10167  
2122722000

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 11, 1994

THE BEAR STEARNS COMPANIES INC.

Exact name of registrant as specified in its charter

DELAWARE  
(State or other  
jurisdiction of  
incorporation)

File No. 1-8989  
(Commission File  
Number)

13-3286161  
(IRS Employer  
Identification  
Number)

245 Park Avenue, New York, New York  
(Address of principal executive offices)

10167  
(Zip code)

Registrant's telephone number, including area code: (212) 272-2000

Not Applicable  
(former name or former address, if changed since last report)

Item 5. Other Events.

Filed herewith is a copy of The Bear Stearns Companies Inc. (the "Company") Press Release, dated April 11, 1994, announcing its earnings for the three and nine months ended March 25, 1994 and March 26, 1993, which includes the Unaudited Consolidated Statements of Income for the Company for the three and nine months ended March 25, 1994 and March 26, 1993. All normal recurring adjustments that are, in the opinion of management, necessary for a fair presentation of the results of operations for the periods presented have been included. The nature of the Company's business is such that the results for any interim period are not necessarily indicative of the results for a full year.

Item 7. Financial Statements, Pro Forma Financial Information and Exhibits.

(a) Financial Statements of business acquired:

Not applicable.

(b) Pro Forma financial information:

Not applicable.

(c) Exhibit:

(99) Press Release, dated April 11, 1994.

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 thereunto duly authorized.

THE BEAR STEARNS COMPANIES INC.

By: /s/ Michael J. Abatemarco  
Michael J. Abatemarco  
Controller

Dated: April 11, 1994

THE BEAR STEARNS COMPANIES INC.

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Description

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Contracts: Hannah Burns (212)272-2395  
Amy Morgan (212)272-4418

For Immediate Release

THE BEAR STEARNS COMPANIES INC.  
REPORTS THIRD QUARTER RESULTS;  
ANNOUNCES NEW CHIEF ECONOMIST, WAYNE ANGELL

New York, New York - April 11, 1994 - The Bear Stearns Companies Inc. (NYSE:BSC) today announced earnings for the company's third fiscal quarter ended March 25, 1994.

Net income for the third quarter of fiscal 1994 was \$115.5 million, or 93 cents per share, a 5% increase in net income from \$110.4 million, or 92 cents per share for the comparable quarter last year. Net income for the first nine months of fiscal 1994 was \$354.6 million, or \$2.79 per share, a 49% increase in net income from \$237.7 million, or \$1.99 per share for the comparable period a year ago.

The company's annualized pre-tax return on equity for the first nine months of fiscal 1994 was 50.3%.

Chief Executive Officer and President, James E. Cayne, stated "We are gratified by the results for the third quarter. We continue to believe in the strength and stability of the Bear Stearns franchise. Recent announcements of senior hirings are a reflection of that strength.

While the fourth quarter is only two weeks old, both the equity and fixed income markets have been subject to extreme volatility. Bear Stearns has been impacted by these conditions resulting in moderate mark-to-market losses. This is not the first time we have suffered losses and it will not be the last. We will continue our efforts to use our capital to sustain the highest return on equity and the highest profit margin in the industry."

Revenues, net of interest expense, for the quarter ended March 25, 1994 were \$653.6 million, a 15% increase from \$570.5 million for the comparable quarter last year. For the nine months ended March 25, 1994, revenues, net of interest expense, were \$2.0 billion, a 36% increase from \$1.5 billion a year ago.

Separately, Bear Stearns announced today that Wayne D. Angell has joined the firm as Chief Economist and Senior Managing Director. Mr. Angell is one of the country's most respected economists having just completed an eight-year term as a member of

the Federal Reserve Board. At the Federal Reserve he served as Chair of the Board's Committee on Federal Reserve Bank Activities and as Chair of the G-10 Committee on Payment and Settlement Systems.

Commenting on the new hire, James E. Cayne, said, "We are thrilled that Wayne has decided to join Bear Stearns as Chief Economist and Senior Managing Director. His combined experiences at the Federal Reserve; in politics as a State Legislator; and in education as Chairman of the Economics Department and Dean of Ottawa University, have given him the stature that very few others command."

In 1956 Mr. Angell began an extended career at Ottawa University as an assistant professor in the Economics Department. He was promoted to full professor and subsequently named Department Chairman, Division Chairman and finally Dean of the College. From 1956 to 1985 and while at Ottawa University, he completed two terms as a director of the Federal Reserve Bank of Kansas City and served as a bank officer and director of the Peoples' National Bank of Ottawa, KS, Hume Bank, Council Grove National Bank, First Bank and the Investment Committee of Franklin Savings Association. In 1960 he was elected to the Kansas State House of Representatives to which he was reelected twice, in 1962 and 1964. During his term, he chaired the Water Resources Committee and the Economic Development Committee.

Mr. Angell received a BA from Ottawa University in 1952 and an MA in Economics, Phi Beta Kappa, from the University of Kansas in 1953. He holds a PhD in Economics from the University of Kansas.

Mr. Angell is the recipient of numerous honors and awards, including Who's Who in America, honorary Doctor of Humane Letters from Ottawa University, Distinguished Kansan of the Year of the Native Sons and Daughters and Distinguished Service Award from the Alumni Association of Ottawa University.

The Bear Stearns Companies Inc. is the parent company of Bear, Stearns & Co. Inc., a leading worldwide investment banking and securities trading firm, serving governments, corporations, institutions and individuals worldwide. The company's business includes corporate finance and mergers and acquisitions, institutional equities and fixed income sales and trading, private client services, foreign exchange and futures sales and trading, asset management and custody services. Through Bear, Stearns Securities Corp., it offers professional and correspondent clearing, including securities lending. Headquartered in New York City, the company has over 7,000 employees located in domestic offices in Atlanta, Boston, Chicago, Dallas, Los Angeles, San Francisco and Washington, DC; and an international presence in Beijing, Frankfurt, Geneva, Hong Kong, Karachi, London, Madrid, Manila, Paris, Sao Paulo, Shanghai and Tokyo. As of March 25, 1994, total capital, including long-term borrowings, was approximately \$5.4 billion. Book value as of March 25, 1994 was \$14.90 per share, based on 123,342,606 shares outstanding.



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THE BEAR STEARNS COMPANIES INC.  
CONSOLIDATED STATEMENTS OF INCOME  
(UNAUDITED)

<CAPTION>

	Three Months Ended		Nine Months Ended	
	March 25, 1994	March 26, 1993	March 25, 1994	March 26, 1993
	(In thousands, except share data)			
<S>	<C>	<C>	<C>	<C>
Revenues				
Commissions	\$ 121,541	\$ 112,750	\$ 358,657	\$ 303,089
Principal transactions	353,999	318,543	1,004,212	796,752
Investment banking	103,571	87,939	399,694	213,496
Interest and dividends	315,269	209,501	888,729	645,708
Other income	4,581	5,162	19,587	10,648
Total revenues	898,961	733,895	2,670,879	1,969,693
Interest expense	245,324	163,428	679,782	506,486
Revenues, net of interest expense	653,637	570,467	1,991,097	1,463,207
Non-interest expenses				
Employee compensation and benefits	321,042	276,148	989,842	725,211
Floor brokerage, exchange and clearance fees	22,868	21,702	70,329	60,378
Communications	19,345	14,845	54,317	43,967
Occupancy	19,227	17,994	56,325	52,457
Depreciation and amortization	12,243	9,815	34,921	30,639
Advertising and market development	10,997	10,520	34,869	29,888
Data processing and equipment	7,100	5,963	20,721	20,331
Other expenses	44,317	30,053	123,369	97,512

Total non-interest expenses	457,139	387,040	1,384,693	1,060,383
Income before provision for income taxes	196,498	183,427	606,404	402,824
Provision for income taxes	81,048	73,011	251,838	165,158
Net income	\$ 115,450	\$ 110,416	\$ 354,566	\$ 237,666
Net income applicable to common shares	\$ 113,144	\$ 109,677	\$ 343,366	\$ 239,834
Earnings per share	\$ .93	\$ .92	\$ 2.79	\$ 1.99
Weighted average common and common equivalent shares outstanding	121,942,327	119,029,784	123,240,165	120,747,189
Cash dividends declared per common share	\$ .15	\$ .15	\$ .45	\$ .45

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