

American Outdoor Brands Corp

08:00 08 Mar 2019

Gun maker American Outdoor Brands' shares drop on disappointing 4Q guidance

American Outdoor Brands Corp (NASDAQ:AOBC) declined Friday after the gun company delivered a disappointing fourth-quarter outlook.

For the three months ending April 30, the maker of Smith & Wesson firearms projected late Thursday income of \$0.11 to \$0.15 per diluted share on net sales of \$162 million to \$172 million. The average estimate of analysts was for earnings per share of \$0.20 on net sales of \$170.51 million.

Shares of the company fell 5% to \$10.80 in Friday's premarket Nasdaq trading.

READ: American Outdoor Brands pops after Smith & Wesson gun maker shoots past Street's fiscal 2Q estimates

The Springfield, Massachusetts-based company reported third-quarter net sales of \$162 million, up 2% from a year earlier. Net income was \$8.9 million, or \$0.16 per diluted share, compared with \$4.7 million, or \$0.09 per diluted share.

"Our third-quarter results reflect year-over-year increases in revenue and operating profit," CEO James Debney said in a statement, citing progress at the company's new logistics and customer services facility in Missouri.

Gross margin for the quarter was 33.4%, compared with 29.8% a year ago.

Based on long-term sales forecasts for its Electro-Optics operating unit, the company said it decided to restructure and combine that business with its Outdoor Products & Accessories operating unit to drive efficiencies and increase operating performance.

-This story has been updated to give the latest stock price-

Contact Dennis Fitzgerald at dennis@proactiveinvestors.com

Price: 11.82

Market Cap: \$650.91 m

1 Year Share Price Graph



Share Information

Code: AOBC

Listing: NASDAQ

52 week	High	Low
	11.84	5.41

Sector: Manufacturing & engineering

Website: www.aob.com

Company Synopsis:

AT AMERICAN OUTDOOR BRANDS, WE ARE PROUD TO OFFER SOME OF THE MOST POPULAR NAMES IN THE SHOOTING, HUNTING, AND RUGGED OUTDOOR ENTHUSIAST MARKETS. We are dedicated to creating, growing, and preserving strong consumer brands that deliver innovative and high-quality products.

action@proactiveinvestors.com

Proactive Investors facilitate the largest global investor network across 4 continents in 4 languages. With a team of analysts journalists & professional investors Proactive produce independent coverage on 1000's of companies across every sector for private investors, private client brokers, fund managers and international investor communities.

Contact us +44 (0)207 989 0813 action@proactiveinvestors.com

No investment advice

The Company is a publisher. You understand and agree that no content published on the Site constitutes a recommendation that any particular security, portfolio of securities, transaction, or investment strategy is suitable or advisable for any specific person. You understand that the Content on the Site is provided for information purposes only, and none of the information contained on the Site constitutes an offer, solicitation or recommendation to buy or sell a security. You understand that the Company receives either monetary or securities compensation for our services. We stand to benefit from any volume which

any Content on the Site may generate.

You further understand that none of the information providers or their affiliates will advise you personally concerning the nature, potential, advisability, value, suitability or profitability of any particular security, portfolio of securities, transaction, investment, investment strategy, or other matter.

You understand that the Site may contain opinions from time to time with regard to securities mentioned in other products, including Company-related products, and that those opinions may be different from those obtained by using another product related to the Company. You understand and agree that contributors may write about securities in which they or their firms have a position, and that they may trade such securities for their own account. In cases where the position is held at the time of publication and such position is known to the Company, appropriate disclosure is made. However, you understand and agree that at the time of any transaction that you make, one or more contributors may have a position in the securities written about. You understand that price and other data is supplied by sources believed to be reliable, that the calculations herein are made using such data, and that neither such data nor such calculations are guaranteed by these sources, the Company, the information providers or any other person or entity, and may not be complete or accurate.

From time to time, reference may be made in our marketing materials to prior articles and opinions we have published. These references may be selective, may reference only a portion of an article or recommendation, and are likely not to be current. As markets change continuously, previously published information and data may not be current and should not be relied upon.

The Site does not, and is not intended to, provide investment, tax, accounting, legal or insurance advice, and is not and should not be construed as providing any of the foregoing. You should consult an attorney or other relevant professional regarding your specific legal, tax, investment or other needs as tailored to your specific situation.