

**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): August 5, 2022

JOHNSON OUTDOORS INC.

(Exact name of registrant as specified in its charter)

Wisconsin

(State or Other Jurisdiction of Incorporation)

0-16255

(Commission File Number)

39-1536083

(I.R.S. Employer Identification No.)

555 Main Street

Racine, Wisconsin 53403

(Address of Principal Executive Offices) (Zip Code)

(262) 631-6600

(Registrant's telephone number, including area code)

Not Applicable

(Former name or former address, if changed since last report)

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:

- 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:

Title of each class	Trading Symbol(s)	Name of each exchange on which registered
Class A Common Stock, \$.05 par value per share	JOUT	NASDAQ Global Select Market

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.

Section 2 - Financial Information

Item 2.02. Results of Operations and Financial Condition.

On August 5, 2022, Johnson Outdoors Inc. (the “Company”) issued a press release announcing results for the third fiscal quarter ended July 1, 2022 (the “Press Release”). A copy of the Press Release is being furnished as Exhibit 99.1 to this Report.

The information in this Form 8-K, including Exhibit 99.1, is being furnished and shall not be deemed to be “filed” for purposes of Section 18 of the Securities Exchange Act of 1934, as amended (the “Exchange Act”), or otherwise subject to the liability of that Section, nor shall such information be deemed to be incorporated by reference in any registration statement or other document filed under the Securities Act of 1933, as amended, or the Exchange Act, except as otherwise stated in such filing.

Section 9 - Financial Statements and Exhibits

Item 9.01. Financial Statements and Exhibits.

(d) Exhibits. The following exhibit is being furnished herewith:

[99.1](#) [Press Release Dated August 5, 2022.](#)

104 Cover Page Interactive Data File (embedded within the Inline XBRL document)

SIGNATURE

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.

Johnson Outdoors Inc.

Date: August 5, 2022

By: /s/ David W. Johnson
David W. Johnson
Vice President and Chief Financial Officer

JOHNSON OUTDOORS INC.

Exhibit Index to Current Report on Form 8-K

Exhibit Number

99.1	Press Release Dated August 5, 2022.
104	Cover Page Interactive Data File (embedded within the Inline XBRL document)

Johnson Outdoors Reports Fiscal Third Quarter Results

RACINE, Wis., Aug. 05, 2022 (GLOBE NEWSWIRE) -- **Johnson Outdoors Inc. (Nasdaq:JOUT)**, a leading global innovator of outdoor recreation equipment and technology, today announced lower sales and earnings results for the Company's third fiscal quarter ending July 1, 2022.

"Markets are starting to moderate versus the unprecedented past two seasons that were driven by the pandemic. Our orders remain strong, and we're working hard to fill them as supply comes in. Managing ongoing global supply chain challenges, particularly in our Fishing business, remains our chief focus as we prioritize maximizing product build and shipments to customers," said Helen Johnson-Leipold, Chairman and Chief Executive Officer. "The power of our innovation and the strength of our brands continue to position Johnson Outdoors for long-term marketplace success."

THIRD QUARTER RESULTS

Total Company net sales in the third quarter declined 5 percent to \$203.8 million compared to the prior year's record-high third fiscal quarter. Key contributing factors include:

- Fishing sales declined by 12 percent driven primarily by ongoing supply chain disruptions
- Camping revenue increased 32 percent, including continued strong demand for both consumer tents and stoves
- Watercraft Recreation revenue grew 10 percent, driven by higher sales for the Sportsman line of products
- Diving sales increased 7 percent as more consumers resumed travel

Total Company operating profit was \$23.8 million for the third fiscal quarter versus \$38.1 million in the prior year third quarter. Gross margin of 36.1 percent was 9.6 points below the prior year quarter primarily due to increased materials costs driven by supply chain dynamics. Operating expenses of \$49.7 million decreased from the prior year period due primarily to the impact of lower sales volume-driven expenses, as well as lower variable and deferred compensation expense between quarters.

Net income was \$14.1 million, or \$1.38 per diluted share, versus \$28.8 million, or \$2.83 per diluted share in the previous year's third quarter.

YEAR-TO-DATE RESULTS

Fiscal 2022 year-to-date net sales were \$547.0 million, a 7 percent decrease over last year's fiscal nine-month period. Total Company operating profit declined to \$53.0 million compared to \$97.7 million in the prior fiscal year-to-date period. Gross margin declined to 37.1 percent in the fiscal nine-month period versus 45.4 percent in the prior fiscal year-to-date period, primarily driven by increased material and inbound freight costs in the current year versus the prior year. Operating expenses were \$149.7 million in the nine-month period ending July 1, 2022, a decrease of \$18.4 million from the prior year-to-date period due primarily to lower sales volume direct expenses and lower deferred compensation expense between periods. Net income during the fiscal nine-month period was \$34.8 million, or \$3.42 per diluted share, versus \$76.5 million, or \$7.53 per diluted share, in the prior fiscal year-to-date period. The Company's effective tax rate increased to 25.9 percent in the current year period versus 25.3 percent in the prior year nine-month period.

OTHER FINANCIAL INFORMATION

The Company reported cash and short-term investments of \$117.6 million as of July 1, 2022. Depreciation and amortization were \$10.4 million in the nine-month period ending July 1, 2022, compared to \$10.0 million in the prior nine-month period. Capital spending totaled \$25.1 million in the current year-to-date period compared with \$15.5 million in the prior year period, due to additional capacity investments in the current year. In May 2022, the Company's Board of Directors approved a quarterly cash dividend to shareholders of record as of July 14, 2022, which was payable July 28, 2022.

"To help mitigate supply chain disruptions, we have built up significantly higher levels of raw material and component inventory as we work to fulfill our strong order position. Our gross margins have been negatively impacted by supply chain constraints and related inflationary trends in the marketplace," said David W. Johnson, Chief Financial Officer. "Our strong balance sheet and cash position continue to enable us to invest in opportunities to strengthen the business and to deliver long-term value and consistently pay dividends to shareholders."

PRODUCT NEWS

Humminbird® received the "Best in Category Award for Electronics" at ICAST 2022, the world's most prestigious fishing show, with the brand's new MEGA Live Imaging TargetLock™ sonar technology. [MEGA Live Imaging TargetLock](#), used in conjunction with the legendary Minn Kota Ultrex trolling motor and Humminbird MEGA Live Imaging, enables full trolling motor control while independently steering the MEGA Live transducer, making it easier to stay on and catch more fish. Humminbird innovation has captured 11 ICAST "Best of Electronics" awards in the past 12 years.

WEBCAST

The Company will host a conference call and audio web cast at 11:00 a.m. Eastern Time on Friday, August 5, 2022. A live listen-only web cast of the conference call may be accessed at Johnson Outdoors' home page or [here](#). A replay of the call will be available for 30 days on the Internet.

[About Johnson Outdoors Inc.](#)

JOHNSON OUTDOORS is a leading global innovator of outdoor recreation equipment and technologies that inspire more people to experience the awe of the great outdoors. The company designs, manufactures and markets a portfolio of winning, consumer-preferred brands across four categories: Watercraft Recreation, Fishing, Diving and Camping. Johnson Outdoors' iconic brands include: Old Town[®] canoes and kayaks; Ocean Kayak[™]; Carlisle[®] paddles; Minn Kota[®] fishing motors, batteries and anchors; Cannon[®] downriggers; Humminbird[®] marine electronics and charts; SCUBAPRO[®] dive equipment; Jetboil[®] outdoor cooking systems; and, Eureka![®] camping and hiking equipment.

Visit Johnson Outdoors at <http://www.johnsonoutdoors.com>

Safe Harbor Statement

Certain matters discussed in this press release are “forward-looking statements,” intended to qualify for the safe harbors from liability established by the Private Securities Litigation Reform Act of 1995. Statements other than statements of historical fact are considered forward-looking statements. These statements may be identified by the use of forward-looking words or phrases such as “anticipate,” “believe,” “confident,” “could,” “expect,” “intend,” “may,” “planned,” “potential,” “should,” “will,” “would” or the negative of those terms or other words of similar meaning. Such forward-looking statements are subject to certain risks and uncertainties, which could cause actual results or outcomes to differ materially from those currently anticipated. Factors that could affect actual results or outcomes include the matters described under the caption “Risk Factors” in Item 1A of the Company’s Form 10-K filed with the Securities and Exchange Commission on December 10, 2021, and the following: changes in economic conditions, consumer confidence levels and discretionary spending patterns in key markets; uncertainties stemming from political instability (and its impact on the economies in jurisdictions where the Company has operations), changes in U.S. trade policies, tariffs, and the reaction of other countries to such changes; the global outbreaks of disease, such as the COVID-19 pandemic, which has affected, and may continue to affect, market and economic conditions, and the timing, pricing and continued availability of raw materials and components from our supply chain, along with wide-ranging impacts on employees, customers and various aspects of our operations; the Company’s success in implementing its strategic plan, including its targeted sales growth platforms, innovation focus and its increasing digital presence; litigation costs related to actions of and disputes with third parties, including competitors; the Company’s continued success in its working capital management and cost-structure reductions; the Company’s success in integrating strategic acquisitions; the risk of future write-downs of goodwill or other long-lived assets; the ability of the Company’s customers to meet payment obligations; the impact of actions of the Company’s competitors with respect to product development or enhancement or the introduction of new products into the Company’s markets; movements in foreign currencies, interest rates or commodity costs; fluctuations in the prices of raw materials or the availability of raw materials or components used by the Company; any disruptions in the Company’s supply chain as a result of material fluctuations in the Company’s order volumes and requirements for raw materials and other components necessary to manufacture and produce the Company’s products; the success of the Company’s suppliers and customers and the impact of any consolidation in the industries of the Company’s suppliers and customers; the ability of the Company to deploy its capital successfully; unanticipated outcomes related to outsourcing certain manufacturing processes; unanticipated outcomes related to litigation matters; and adverse weather conditions and other factors impacting climate change legislation. Shareholders, potential investors and other readers are urged to consider these factors in evaluating the forward-looking statements and are cautioned not to place undue reliance on such forward-looking statements. The forward-looking statements included herein are only made as of the date of this filing. The Company assumes no obligation, and disclaims any obligation, to update such forward-looking statements to reflect subsequent events or circumstances.

JOHNSON OUTDOORS INC.

(thousands, except per share amounts)

	THREE MONTHS ENDED		NINE MONTHS ENDED	
	July 1 2022	July 2 2021	July 1 2022	July 2 2021
Operating Results				
Net sales	\$ 203,819	\$ 213,568	\$ 546,966	\$ 585,391
Cost of sales	130,310	116,057	344,241	319,596
Gross profit	73,509	97,511	202,725	265,795
Operating expenses	49,710	59,412	149,737	168,103
Operating profit:	23,799	38,099	52,988	97,692
Interest income, net	(114)	(41)	(222)	(136)
Other expense (income), net	4,669	(934)	6,167	(4,567)
Income before income taxes	19,244	39,074	47,043	102,395
Income tax expense	5,162	10,300	12,205	25,940
Net income	\$ 14,082	\$ 28,774	\$ 34,838	\$ 76,455
Weighted average common shares outstanding - Dilutive	10,161	10,136	10,148	10,113
Net income per common share - Diluted	\$ 1.38	\$ 2.83	\$ 3.42	\$ 7.53

Segment Results

Net sales:					
Fishing	\$	136,565	\$	155,348	\$ 374,244 \$ 442,363
Camping		23,479		17,757	56,780 44,195
Watercraft Recreation		21,872		19,873	59,481 50,094
Diving		22,201		20,680	56,886 48,981
Other/eliminations		(298)		(90)	(425) (242)
Total	\$	203,819	\$	213,568	\$ 546,966 \$ 585,391
Operating profit (loss):					
Fishing	\$	16,553	\$	39,390	\$ 44,166 \$ 107,553
Camping		4,998		4,305	12,867 10,075
Watercraft Recreation		2,893		3,446	7,588 7,329
Diving		2,412		1,978	4,074 384
Other/eliminations		(3,057)		(11,020)	(15,707) (27,649)
Total	\$	23,799	\$	38,099	\$ 52,988 \$ 97,692

Balance Sheet Information (End of Period)

Cash, cash equivalents and short term investments			\$	117,567	\$ 249,016
Accounts receivable, net				103,244	94,750
Inventories, net				250,956	130,742
Total current assets				481,214	486,564
Total assets				675,842	659,395
Total current liabilities				117,028	132,715
Shareholders' equity				484,266	452,324

Johnson Outdoors Inc.

David Johnson

VP & Chief Financial Officer

262-631-6600

Patricia Penman

VP – Marketing Services & Global Communications

262-631-6600