
**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 Act of 1934**

Date of Report (Date of earliest event reported): July 31, 2013

GARMIN LTD.

(Exact name of registrant as specified in its charter)

**Switzerland
(State or other
jurisdiction
of incorporation)**

**0-31983
(Commission
File Number)**

**98-0229227
(I.R.S. Employer
Identification No.)**

**Mühlentalstrasse 2
8200 Schaffhausen
Switzerland**

(Address of principal executive offices)

Registrant's telephone number, including area code: **+41 52 630 1600**

(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 (*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))
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Item 2.02. Results of Operations and Financial Condition

On July 31, 2013 Garmin Ltd. issued a press release announcing its financial results for the fiscal second quarter ended June 29, 2013. A copy of the press release is attached as Exhibit 99.1.

The information in this Item 2.02, and Exhibit 99.1 to this Current Report on Form 8-K, shall not be deemed “filed” for the purposes of or otherwise subject to the liabilities under Section 18 of the Securities Exchange Act of 1934, as amended (the “Exchange Act”). Unless expressly incorporated into a filing of Garmin Ltd. under the Securities Act of 1933, as amended, or the Exchange Act made after the date hereof, the information contained in this Item 2.02 and Exhibit 99.1 hereto shall not be incorporated by reference into any filing of the registrant, whether made before or after the date hereof, regardless of any general incorporation language in such filing.

Item 9.01. Financial Statements and Exhibits

- (a) Not applicable.
- (b) Not applicable.
- (c) Not applicable.
- (d) Exhibits. The following exhibits are furnished herewith.

<u>Exhibit No.</u>	<u>Description</u>
99.1	Press Release dated July 31, 2013 (furnished pursuant to Item 2.02).

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.

GARMIN LTD.

Date: July 31, 2013

/s/ Andrew R. Etkind
Andrew R. Etkind
Vice President, General Counsel and
Corporate Secretary

EXHIBIT INDEX

<u>Exhibit No.</u>	<u>Description</u>
99.1	Press Release dated July 31, 2013



Garmin Reports Strong Second Quarter 2013 Results and Maintains Full Year Outlook

Schaffhausen, Switzerland / July 31, 2013/ Business Wire

Garmin Ltd. (Nasdaq: GRMN – News) today announced results for the fiscal quarter ended June 29, 2013.

Highlights in the quarter include:

- Total revenue of \$697 million in second quarter 2013 with traditional segments of outdoor, fitness, aviation and marine delivering 51% of total revenues and growing 8% over the year ago quarter
- Operating margin of 24% with 64% of operating profit from traditional segments
- Continued to gain global market share in the PND industry
- Introduced the Monterra™, an Android™ powered outdoor GPS, supporting 3rd party applications for outdoor professionals and enthusiasts
- Announced the expansion of our relationships with Volkswagen and MINI, providing factory- or dealer-installed solutions for the compact car market
- Generated \$186 million of free cash flow in second quarter 2013

(in thousands, except per share data)	13-Weeks Ended			26-Weeks Ended		
	June 29, 2013	June 30, 2012	Yr over Yr Change	June 29, 2013	June 30, 2012	Yr over Yr Change
Net sales	\$696,563	\$718,154	-3%	\$1,228,520	\$1,274,751	-4%
Automotive/Mobile	344,701	392,124	-12%	597,290	671,393	-11%
Outdoor	106,856	100,496	6%	183,022	177,659	3%
Aviation	88,042	75,932	16%	168,511	148,819	13%
Fitness	84,216	81,812	3%	156,653	153,026	2%
Marine	72,748	67,790	7%	123,044	123,854	-1%
Gross profit %	55%	59%		54%	55%	
Operating profit %	24%	28%		20%	23%	
Pro forma diluted EPS ⁽¹⁾	\$0.76	\$0.98	-22%	\$1.16	\$1.43	-19%

Note: 2012 results include one-time royalty fee benefit of \$21 million impacting gross margin.

(1) See table on final page for reconciliation of GAAP EPS to Pro forma diluted EPS

Executive Overview from Cliff Pemble, President and Chief Executive Officer:

“The second quarter of 2013 was highlighted by stronger than expected revenue performance across all segments,” said Cliff Pemble, president and chief executive officer of Garmin Ltd. “We were particularly pleased to generate revenue growth in each of our traditional markets. While our performance was strong in second quarter and we believe that the outlook for growth in 2013 for the traditional markets is positive, we also anticipate that declines in the PND market will continue to be a significant headwind. Third quarter will be particularly challenging as we compare against a period of strong prior year sell-in driven by the timing of new product introductions and end-of-life promotions. Given these factors, we are maintaining our full year revenue and EPS guidance. Longer term, our primary focus remains innovation that is expected to fuel sustained revenue and EPS growth.”

Outdoor:



The outdoor segment posted revenue growth of 6% in the quarter with our golf and dog tracking and training portfolios driving growth. Gross and operating margins within the segment remained strong at 66% and 42%, respectively. During the quarter, we introduced our latest outdoor handheld, the Monterra. This product is Android powered giving the user access to thousands of applications including those targeting outdoor enthusiasts. In addition, the Monterra includes WiFi connectivity, an FM radio and NOAA weather radio.

Fitness:

The fitness segment posted revenue growth of 3% in the quarter as our latest cycling products, the Edge® 510 and 810, and the Forerunner® 10 sold well. While gross and operating margins were consistent with our expectations at 65% and 35%, respectively, this is a decline from the prior year due to the product mix shifting toward lower priced devices. In the second half of 2013, we anticipate delivering a number of new products to the market, including the Vector power meter, which are expected to accelerate revenue growth.

Aviation:

The aviation segment posted revenue growth of 16% in the quarter as both OEM and aftermarket contributed to revenue improvement. OEM growth was driven by market share gains in the business jet and helicopter markets, as well as increased content with existing OEM partners. The gross margin in aviation was stable year-over-year at 70% while operating margins declined to 23% due to accelerated research and development spending in the quarter. Though we have experienced some delays in the avionics certifications with our business jet partners, we have passed significant milestones in recent weeks and remain confident in our ability to generate 10-15% revenue growth in the segment.

Marine:

The marine segment posted revenue growth of 7% in the quarter driven by the delivery of the new products that had been previously delayed. These deliveries included the GPSMAP® 8000 series glass helms and the 7" GPSMAP and echoMAP combination chartplotter and fishfinder, both of which have been well-received by the industry and are helping us regain market share in the category. With new product deliveries improving product mix in the second quarter, we returned to profitability in the segment with gross and operating margins of 56% and 20%, respectively. We recognize the importance of continued innovation and are working diligently on 2014 product introductions that will further our market share opportunity.

Automotive/Mobile:

The automotive/mobile segment posted a revenue decline of 12% as declining PND sales were partially offset by growth with our OEM partners. We continue to anticipate PND volumes declining 20% globally. Gross and operating margins in the quarter were 45% and 18%, respectively. This was a decline from 51% and 22% in the prior year primarily related to the \$21 million royalty benefit recognized in second quarter 2012.



We do continue to innovate within the segment and have been encouraged by the strong sell-through of the recently released nüvi® 2700 series products. In addition, we have begun to ship the fleet 590, targeting a new market segment in which we hope to gain share.

Additional Financial Information:

Total operating expenses in the quarter were \$214 million, a 2% decrease from the prior year. Decreased spending in advertising and selling, general and administrative expenses was partially offset by growing research and development investment in each of our segments. As we have indicated in the past, we anticipate continued research and development investment to fuel both near-term and long-term revenue growth opportunities.

The effective tax rate in second quarter 2013 was 16.5% compared to 10.4% in the prior year due to changes in income mix by tax jurisdiction, as well as reduced tax incentives in Taiwan.

In the second quarter, we generated \$186 million of free cash flow which funded our quarterly dividend of \$88 million and share repurchase activity of \$13 million. We ended the quarter with cash and marketable securities of \$2.7 billion.

2013 Guidance Update:

	2013 Update	Prior
Revenue	\$2.5 - \$2.6 B	\$2.5 - \$2.6 B
Gross Margin	53 - 54%	53 - 54%
Operating Income	~ \$500 M	\$480 - \$500 M
Operating Margin	~ 20%	19 - 20%
Tax Rate	15%	14%
EPS (Pro Forma)	\$2.30 - \$2.40	\$2.30 - \$2.40

Our 2013 guidance remains largely unchanged with operating income and operating margin trending toward the upper end of prior guidance offset by an anticipated 100 basis point increase in the effective tax rate.

Webcast Information/Forward-Looking Statements:

The information for Garmin Ltd.'s earnings call is as follows:

When: Wednesday, July 31, 2013 at 10:30 a.m. Eastern
Where: <http://www.garmin.com/aboutGarmin/invRelations/irCalendar.html>
How: Simply log on to the web at the address above or call to listen in at 888-487-0340

An archive of the live webcast will be available until August 30, 2013 on the Garmin website at <http://www.garmin.com>. To access the replay, click on the Investor Relations link and click over to the Events Calendar page.

This release includes projections and other forward-looking statements regarding Garmin Ltd. and its business. Any statements regarding the Company's estimated earnings and revenue for fiscal 2013, the Company's expected segment revenue growth rate, margins, new products to be introduced in 2013 and the Company's plans and objectives are forward-looking statements. The forward-looking events and circumstances discussed in this release may not occur and actual results could differ materially as a result of risk factors affecting Garmin, including, but not limited to, the risk factors that are described in the Annual Report on Form 10-K for the year ended December 29, 2012 filed by Garmin with the Securities and Exchange Commission (Commission file number 0-31983). A copy of Garmin's 2012 Form 10-K can be downloaded from <http://www.garmin.com/aboutGarmin/invRelations/finReports.html>.

Garmin, Edge, Forerunner, GPSMAP and nüvi are registered trademarks and Monterra is a trademark of Garmin Ltd. or its subsidiaries. All other brands, product names, company names, trademarks and service marks are the properties of their respective owners. All rights reserved.

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Garmin Ltd. And Subsidiaries
Condensed Consolidated Statements of Income (Unaudited)
(In thousands, except per share information)

	<u>13-Weeks Ended</u>		<u>26-Weeks Ended</u>	
	<u>June 29, 2013</u>	<u>June 30, 2012</u>	<u>June 29, 2013</u>	<u>June 30, 2012</u>
Net sales	\$ 696,563	\$718,154	\$ 1,228,520	\$1,274,751
Cost of goods sold	312,923	296,341	568,747	569,180
Gross profit	383,640	421,813	659,773	705,571
Advertising expense	29,483	38,258	51,732	61,849
Selling, general and administrative expense	88,039	99,246	174,307	189,362
Research and development expense	96,232	80,303	183,922	160,021
Total operating expense	213,754	217,807	409,961	411,232
Operating income	169,886	204,006	249,812	294,339
Other income (expense):				
Interest income	8,179	8,620	17,077	18,291
Foreign currency gains (losses)	27,451	(7,771)	19,102	(9,760)
Other	1,069	2,581	2,228	4,121
Total other income (expense)	36,699	3,430	38,407	12,652
Income before income taxes	206,585	207,436	288,219	306,991
Income tax provision	34,094	21,532	27,062	34,230
Net income	\$172,491	\$185,904	\$261,157	\$272,761
Net income per share:				
Basic	\$0.88	\$0.95	\$1.34	\$1.40
Diluted	\$0.88	\$0.95	\$1.33	\$1.39
Weighted average common shares outstanding:				
Basic	195,570	194,849	195,600	194,795
Diluted	196,300	196,261	196,338	196,232

Garmin Ltd. And Subsidiaries
Condensed Consolidated Balance Sheets
(In thousands, except share information)

	(Unaudited)	
	June 29, 2013	December 29, 2012
Assets		
Current assets:		
Cash and cash equivalents	\$1,083,490	\$1,231,180
Marketable securities	142,582	153,083
Accounts receivable, net	484,246	603,673
Inventories, net	383,492	389,931
Deferred income taxes	63,241	68,785
Deferred costs	54,104	53,948
Prepaid expenses and other current assets	135,104	35,520
Total current assets	2,346,259	2,536,120
Property and equipment, net	410,533	409,751
Marketable securities	1,475,761	1,488,312
Restricted cash	249	836
Noncurrent deferred income tax	95,411	93,920
Noncurrent deferred costs	37,830	42,359
Other intangible assets, net	220,531	232,597
Other assets	12,607	15,229
Total assets	<u>\$4,599,181</u>	<u>\$4,819,124</u>
Liabilities and Stockholders' Equity		
Current liabilities:		
Accounts payable	\$128,078	\$131,263
Salaries and benefits payable	50,184	55,969
Accrued warranty costs	34,288	37,301
Accrued sales program costs	39,083	57,080
Deferred revenue	251,074	252,375
Accrued royalty costs	9,444	71,745
Accrued advertising expense	16,696	25,192
Other accrued expenses	72,634	69,806
Deferred income taxes	160	332
Income taxes payable	24,390	32,031
Dividend payable	263,704	175,932
Total current liabilities	889,735	909,026
Deferred income taxes	1,219	2,467
Non-current income taxes	173,651	181,754
Non-current deferred revenue	167,268	193,047
Other liabilities	951	1,034
Stockholders' equity:		
Shares, CHF 10 par value, 208,077,418 shares authorized and issued; 195,317,390 shares outstanding at June 29, 2013 and 195,591,854 shares outstanding at December 29, 2012	1,797,435	1,797,435
Additional paid-in capital	83,513	72,462
Treasury stock	(93,587)	(81,280)
Retained earnings	1,514,153	1,604,625
Accumulated other comprehensive income	64,843	138,554
Total stockholders' equity	<u>3,366,357</u>	<u>3,531,796</u>
Total liabilities and stockholders' equity	<u>\$4,599,181</u>	<u>\$4,819,124</u>

Garmin Ltd. And Subsidiaries
Condensed Consolidated Statements of Cash Flows (Unaudited)
(In thousands)

	26-Weeks Ended	
	June 29, 2013	June 30, 2012
Operating Activities:		
Net income	\$261,157	\$272,761
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation	25,340	27,351
Amortization	16,579	23,709
Loss on sale of property and equipment	28	11
Provision for doubtful accounts	701	2,256
Deferred income taxes	5,599	(5,268)
Unrealized foreign currency losses/(gains)	(15,996)	18,556
Provision for obsolete and slow moving inventories	12,017	3,276
Stock compensation expense	10,978	18,043
Realized gains on marketable securities	(2,278)	(1,463)
Changes in operating assets and liabilities, net of acquisitions:		
Accounts receivable	110,600	117,422
Inventories	(12,160)	10,004
Other current and non-current assets	(16,354)	10,143
Accounts payable	(547)	(26,627)
Other current and non-current liabilities	(95,261)	(103,327)
Deferred revenue	(25,952)	15,493
Deferred cost	4,378	(4,652)
Income taxes payable	(15,168)	(32,555)
Net cash provided by operating activities	263,661	345,133
Investing activities:		
Purchases of property and equipment	(29,723)	(17,426)
Proceeds from sale of property and equipment	64	14
Purchase of intangible assets	(674)	(4,682)
Purchase of marketable securities	(488,515)	(639,612)
Redemption of marketable securities	470,086	464,329
Advances under loan receivable commitment	(82,020)	-
Change in restricted cash	587	(54)
Acquisitions, net of cash acquired	(25)	(2,818)
Net cash used in investing activities	(130,220)	(200,249)
Financing activities:		
Dividends paid	(263,857)	(165,638)
Purchase of treasury stock under share repurchase plan	(13,353)	-
Purchase of treasury stock related to equity awards	(7,367)	(6,460)
Proceeds from issuance of treasury stock related to equity awards	8,185	10,133
Tax benefit from issuance of equity awards	300	1,304
Net cash used in financing activities	(276,092)	(160,661)
Effect of exchange rate changes on cash and cash equivalents	(5,039)	(3,664)
Net decrease in cash and cash equivalents	(147,690)	(19,441)
Cash and cash equivalents at beginning of period	1,231,180	1,287,160
Cash and cash equivalents at end of period	<u>\$1,083,490</u>	<u>\$1,267,719</u>

Garmin Ltd. And Subsidiaries
Revenue, Gross Profit, and Operating Income by Segment (Unaudited)

	Reporting Segments					Total
	<u>Outdoor</u>	<u>Fitness</u>	<u>Marine</u>	<u>Auto/ Mobile</u>	<u>Aviation</u>	
13-Weeks Ended June 29, 2013						
Net sales	\$106,856	\$84,216	\$72,748	\$344,701	\$88,042	\$696,563
Gross profit	\$70,387	\$55,071	\$40,938	\$155,363	\$61,881	\$383,640
Operating income	\$44,842	\$29,641	\$14,411	\$60,444	\$20,548	\$169,886

13-Weeks Ended June 30, 2012

Net sales	\$100,496	\$81,812	\$67,790	\$392,124	\$75,932	\$718,154
Gross profit	\$66,892	\$56,665	\$43,139	\$200,923	\$54,194	\$421,813
Operating income	\$43,739	\$34,146	\$18,427	\$87,108	\$20,586	\$204,006

26-Weeks Ended June 29, 2013

Net sales	\$183,022	\$156,653	\$123,044	\$597,290	\$168,511	\$1,228,520
Gross profit	\$114,862	\$100,039	\$64,285	\$262,483	\$118,104	\$659,773
Operating income	\$66,430	\$49,533	\$11,971	\$80,476	\$41,402	\$249,812

26-Weeks Ended June 30, 2012

Net sales	\$177,659	\$153,026	\$123,854	\$671,393	\$148,819	\$1,274,751
Gross profit	\$114,154	\$100,160	\$76,634	\$310,753	\$103,870	\$705,571
Operating income	\$69,648	\$54,797	\$27,205	\$105,043	\$37,646	\$294,339

Garmin Ltd. And Subsidiaries
Revenue by Geography (Unaudited)

	13-Weeks Ended			26-Weeks Ended		
	June 29, 2013	June 30, 2012	Yr over Yr Change	June 29, 2013	June 30, 2012	Yr over Yr Change
Net sales	\$696,563	\$718,154	-3%	\$1,228,520	\$1,274,751	-4%
Americas	383,537	391,671	-2%	669,349	687,841	-3%
EMEA	256,401	269,415	-5%	447,177	468,031	-4%
APAC	56,625	57,068	-1%	111,994	118,879	-6%

EMEA - Europe, Middle East and Africa; APAC - Asia Pacific

Non-GAAP Financial Information

Management believes that net income per share before the impact of foreign currency translation gain or loss and income tax adjustments that materially impact the effective tax rate due to completion of tax audits and/or expiration of statutes is an important measure. The majority of the Company's consolidated foreign currency gain or a loss result from transactions involving the Euro, the British Pound Sterling and the Taiwan Dollar and from the exchange rate impact of the significant cash and marketable securities, receivables and payables held in U.S. dollars at the end of each reporting period by the Company's various non U.S. subsidiaries. Such gain or loss is required under GAAP because the functional currency of the subsidiaries differs from the currency in which various assets and liabilities are held. However, there is minimal cash impact from such foreign currency gain or loss. The Company's income tax expense is periodically impacted by material reserve releases related to completion of audits and/or the expiration of statutes effecting prior periods. This is not reflective of the current effective tax rate. The release of other uncertain tax position reserves, amounting to approximately \$10 million in the 2013 periods and \$8 million in the 2012 periods, have not been included as pro forma adjustments in the following presentation of pro forma net income as such amounts have been considered immaterial, tend to be more recurring in nature and are comparable between periods. Accordingly, earnings per share before the impact of foreign currency translation gain or loss and income tax adjustments that materially impact the effective tax rate due to completion of tax audits and/or expiration of statutes permits a consistent comparison of the Company's operating performance between periods.

Garmin Ltd. And Subsidiaries				
Net income per share (Pro Forma)				
(in thousands, except per share information)				
	13-Weeks Ended		26-weeks Ended	
	June 29, 2013	June 30, 2012	June 29, 2013	June 30, 2012
Net Income (GAAP)	\$172,491	\$185,904	\$261,157	\$272,761
Foreign currency (gain) / loss, net of tax effects	(\$22,920)	\$6,965	(\$16,213)	\$8,672
Income tax benefit due to completion of tax audits and/or expiration of statutes	-	-	(\$16,536)	-
Net income (Pro Forma)	\$149,571	\$192,869	\$228,408	\$281,433
Net income per share (GAAP):				
Basic	\$0.88	\$0.95	\$1.34	\$1.40
Diluted	\$0.88	\$0.95	\$1.33	\$1.39
Net income per share (Pro Forma):				
Basic	\$0.76	\$0.99	\$1.17	\$1.44
Diluted	\$0.76	\$0.98	\$1.16	\$1.43
Weighted average common shares outstanding:				
Basic	195,570	194,849	195,600	194,795
Diluted	196,300	196,261	196,338	196,232

Management believes that free cash flow is an important financial measure because it represents the amount of cash provided by operations that is available for investing and defines it as operating cash flow less capital expenditures for property and equipment.

Garmin Ltd. And Subsidiaries				
Free Cash Flow				
(in thousands)				
	13-Weeks Ended		26-weeks Ended	
	June 29, 2013	June 30, 2012	June 29, 2013	June 30, 2012
Net cash provided by operating activities	\$204,298	\$222,905	\$263,661	\$345,133
Less: purchases of property and equipment	(\$18,107)	(\$11,668)	(\$29,723)	(\$17,426)
Free Cash Flow	\$186,191	\$211,237	\$233,938	\$327,707