

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 24, 2007

Coach, Inc.

(Exact name of registrant as specified in its charter)

Maryland ----- (State of Incorporation)	1-16153 ----- (Commission File Number)	52-2242751 ----- (IRS Employer Identification No.)
--	--	---

516 West 34th Street, New York, NY 10001

(Address of principal executive offices) (Zip Code)

(212) 594-1850

(Registrant's telephone number, including area code)

Item 2.02: Results of Operations and Financial Condition.

On April 24, 2007, Coach, Inc. (the "Company") issued a press release (the "Press Release") in which the Company announced its financial results for its fiscal quarter ended March 31, 2007. All information in the press release is being furnished to the Securities and Exchange Commission and shall not be deemed "filed" for purposes of Section 18 of the Securities Exchange Act of 1934 (the "Exchange Act") or otherwise subject to liability under that section, nor shall it be deemed incorporated by reference in any filing under the Securities Act of 1933, as amended, or the Exchange Act, except as expressly set forth by specific reference in such a filing.

The attached press release includes the following Non-GAAP financial information:

- o The Company's net sales, net income and earnings per share have been presented (for the fiscal quarter and nine-month period to date in the current and prior fiscal year) both with and without the contribution of operations that were discontinued during the fiscal quarter.
- o Direct-to-consumer sales for Japan have been presented both including and excluding currency fluctuation effects from translating Japanese yen-denominated sales into U.S. dollars for the quarter and compared to the same quarter in the prior fiscal year.

The Company believes that it is appropriate to present this supplemental information, for the following reasons:

- o Presenting information as described above will allow investors to better understand the Company's continuing operating and financial results and how such results compare with the Company's prior guidance.
- o Presenting the sales, income and earnings information both with and without the contribution of discontinued operations will allow investors to more clearly understand the impact on the Company's

operating results of discontinuing these operations; to further clarify this impact, a "supplemental information" table is also included in the press release, showing the pro forma impact on net sales, net income and earnings per share from discontinued operations during each of the last seven fiscal quarters.

- o Presenting Japan sales both including and excluding currency fluctuation effects will help investors and analysts to understand the increase in net sales over the prior-year periods on a constant-currency basis, a valuable measure of relative sales performance in the Company's markets.

Item 9.01: Financial Statements and Exhibits.

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

99.1 Text of Press Release, dated April 24, 2007

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.

Dated: April 24, 2007

COACH, INC.

By: /s/ Carole P. Sadler

Carole P. Sadler
Senior Vice President, General Counsel
and Secretary

EXHIBIT INDEX

99.1 Text of Press Release, dated April 24, 2007

Coach Reports Third Quarter Earnings Growth of 50% on Sales Growth of 30%

Ahead of Analysts' Expectations

NEW YORK--(BUSINESS WIRE)--April 24, 2007--Coach, Inc. (NYSE: COH), a leading marketer of modern classic American accessories, today announced an increase of 50% in earnings per diluted share on a continuing operations basis to \$0.39 for its third fiscal quarter ended March 31, 2007, up from \$0.26 per diluted share a year ago on the same basis. During the quarter, the Company ceased operations of its Corporate Accounts business in order to better control the location and image of the brand where Coach product is sold. Including the contribution of these discontinued operations, earnings per share rose 42% to \$0.40 as compared to \$0.28 reported a year ago, ahead of analysts' expectations of \$0.38.

In the third quarter, on a continuing operations basis, net sales rose 30% to \$625 million from the \$480 million generated on the same basis in the prior year. Net income rose 45% to \$147 million, compared with \$102 million in the prior year. Total net sales in the quarter, including discontinued operations, were \$633 million, 27% higher than the \$498 million reported in the same period of the prior year while net income rose 38% to \$150 million up from \$109 million.

Lew Frankfort, Chairman and Chief Executive Officer of Coach, Inc., said, "We had another terrific quarter where our business grew significantly against a backdrop of sustained, rapid category growth. Our third quarter results exceeded our expectations, driven by the overall strength of the brand, great product performance and continued expansion in the North American handbag and small leathersgoods market. Throughout all channels of our business and across all geographies, consumers enthusiastically embraced our transitional and spring assortments, driving our top-line results. Our profitability improvement highlights our ability to achieve further operating margin expansion as our sales base increases."

"Separately, as noted, during the quarter we made the decision to exit our small Corporate Accounts business, through which Coach sold products primarily to distributors for gift-giving and incentive programs. This action was implemented to curtail product diversion and to ensure that we have control over the locations where Coach product is ultimately sold."

Quarterly operating margin on a continuing basis rose to 36.2% in the current period, a 420 basis point improvement from the 32.0% achieved in the prior year on the same basis. During the quarter, gross profit rose 29% to \$486 million from \$376 million a year ago. Gross margin rate continued to be exceptionally high at 77.8% versus 78.4% in the prior year. SG&A expenses as a percentage of net sales declined 490 basis points to 41.5%, compared to 46.4% a year ago.

For the nine months ended March 31, 2007, on a continuing operations basis, sales rose 28% to \$1.960 billion from \$1.534 billion a year ago, while net income rose 36% to \$477 million from \$351 million on the same basis. Total net sales for the nine months, including discontinued operations, were \$2.024 billion, up 27% from the \$1.597 billion reported in the first nine months of fiscal 2006. Net income rose to \$503 million, up 34% from the \$377 million reported a year ago, on this basis.

Please see supplemental data table that follows this narrative for further details regarding discontinued operations.

Third fiscal quarter sales results in each of Coach's primary channels of distribution grew as follows:

- Direct-to-consumer sales increased 29% to \$481 million from \$374 million last year. U.S. comparable store sales for the quarter rose 20.0%, with retail stores up 15.1% and factory store sales up 26.6%. In Japan, sales rose 15% on a constant-currency basis, while dollar sales rose 13% reflecting the decline in the yen. As projected, Coach achieved low-single-digit increases in comparable location sales in Japan.
- Indirect sales on a continuing basis rose 36% to \$144 million from \$106 million in the same period last year. Strong U.S. wholesale shipments were the primary contributor to these results while international wholesale shipments rose significantly as well. In the United States, comparable department store POS sales rose over 30% from prior year levels in the quarter.

Mr. Frankfort added, "It's worth noting that U.S. full price comparable store sales have now increased at a double-digit rate in each of the last 20

consecutive quarters, which demonstrates the consistency and sustainability of our growth. Clearly, Coach's share of the fast-growing U.S. premium accessories market continues to expand across all channels."

"In addition, we're pleased with the 15% growth in sales in constant currency in Japan this quarter, as we continue to grow our market share in this market. These results reflect the success of our distribution strategy in Japan, notably the acceleration of retail openings and the expansion of existing shops."

During the third quarter of fiscal 2007, the company opened seven U.S. retail stores - three in new markets for Coach, bringing the total to 244 retail stores and 90 factory stores at March 31, 2007. In Japan, Coach opened five new retail locations and expanded three locations as well.

Mr. Frankfort continued, "As always, bags and women's accessories drove our performance. Early in the quarter we enhanced our Legacy collection with the successful introduction of Carly as a key item concept. We were also pleased with the performance of our updated Hamptons and Soho collections. Signature Stripe, our first new lifestyle collection of this fiscal year, was refreshed with a colorful spring palette and achieved excellent results. We were also delighted with the reception to our new Coach fragrance, which launched in early March and represented above 3% of our retail sales in that period."

"Our business in April has continued very strong, as we completed the introduction of Ergo, our third major new lifestyle platform for fiscal 2007, with considerable success. Other introductions in April are our watercolor stripe group which compliments the Hamptons Weekend collection, our popular straw baskets and our best selling Legacy silhouettes offered in a chic neutral canvas. For Mother's Day, we're featuring a Legacy Cotton Signature assortment, building on the success of last year's small capsule group. Coming in June will be Patchwork across a variety of Ergo silhouettes and new styles and fabrications in Signature Stripe. Also in the fourth quarter, we will be adding 14 more retail stores in the U.S., bringing the total to 40 new retail stores in fiscal 2007."

Mr. Frankfort concluded, "We're particularly enthusiastic about the two new lifestyle platforms which we're planning to introduce during fiscal 2008. First, the lightweight Bleecker collection, arriving in October, is inspired by Coach's rich tradition of authenticity and American style, and is crafted from hand-burnished leather. It features our archival Heritage Logo, iconic Coach hardware, braided lacing strap detail and a new tattersall lining. And the second platform for FY08 is the Heritage Stripe collection, an assortment of durable coated cotton canvas totes, bags and accessories, which we expect to fully launch during early spring."

The company now estimates fiscal 2007 sales from continuing operations of at least \$2.6 billion for the full fiscal year ending June 30, 2007, an increase of 28% from the \$2.035 billion in the prior year, and earnings per share of \$1.67, or up 40% from last year's \$1.19 on the same basis. This compares with the analysts' current consensus of \$1.72, which Coach estimates included a \$0.10 contribution from discontinued operations, resulting in an adjusted consensus estimate of \$1.62 on a continuing operations basis for FY07. The company's guidance for the fiscal year reflects sales of \$640 million and earnings per share of \$0.40 for the fourth quarter, up 36% from the \$0.29 reported for the fourth quarter in fiscal 2006.

For fiscal 2008, on a continuing operations basis, Coach projects sales growth of about 20% to at least \$3.1 billion and earnings per share growth of at least 21% to at least \$2.02. This compares with the analysts' consensus of \$2.09, which Coach estimates included an \$0.11 contribution from discontinued operations, resulting in an adjusted consensus estimate of \$1.98 on a continuing operations basis for FY08.

Coach will host a conference call to review these results at 8:30 a.m. (EDT) today, April 24, 2007. Interested parties may listen to the webcast by accessing www.coach.com/investors on the Internet or dialing into 1-888-405-2080 and asking for the Coach earnings call led by Andrea Shaw Resnick, VP of Investor Relations & Corporate Communications. A telephone replay will be available starting at 12:00 noon today, for a period of five business days. The number to call for the replay is 1-866-352-7723. A webcast replay of this call will be available for five business days on the Coach website.

Coach, with headquarters in New York, is a leading American marketer of fine accessories and gifts for women and men, including handbags, women's and men's small leathersgoods, business cases, weekend and travel accessories, footwear, watches, outerwear, scarves, sunwear, jewelry, fragrance and related accessories. Coach is sold worldwide through Coach stores, select department stores and specialty stores, through the Coach catalog in the U.S. by calling 1-800-223-8647 and through Coach's website at www.coach.com. Coach's shares are traded on The New York Stock Exchange under the symbol COH.

This press release contains forward-looking statements based on management's current expectations. These statements can be identified by the use of forward-looking terminology such as "may," "will," "should," "expect," "intend," "estimate," "are positioned to," "continue," "project," "guidance," "forecast," "anticipated," or comparable terms. Future results may differ materially from management's current expectations, based upon risks and uncertainties such as expected economic trends, the ability to anticipate consumer preferences, the ability to control costs, etc. Please refer to Coach's latest Annual Report on Form 10-K for a complete list of risk factors.

COACH, INC.

CONDENSED CONSOLIDATED STATEMENTS OF INCOME

For the Quarters and Nine Months Ended March 31, 2007 and April 1, 2006

(in thousands, except per share data)

(unaudited)

	QUARTER ENDED		NINE MONTHS ENDED	
	March 31, 2007	April 1, 2006	March 31, 2007	April 1, 2006
Net sales	\$625,303	\$479,718	\$1,960,327	\$1,533,512
Cost of sales	138,893	103,519	446,617	345,464
Gross profit	486,410	376,199	1,513,710	1,188,048
Selling, general and administrative expenses	259,783	222,523	765,714	645,512
Operating income	226,627	153,676	747,996	542,536
Interest income, net	12,988	10,118	27,465	22,995
Income before provision for income taxes and discontinued operations	239,615	163,794	775,461	565,531
Provision for income taxes	92,225	62,122	298,335	214,486
Income from continuing operations	147,390	101,672	477,126	351,045
Income from discontinued operations, net of income taxes	2,574	7,174	25,927	25,590
Net income	\$149,964	\$108,846	\$503,053	\$376,635
Net income per share				
Basic				
Continuing operations	\$0.40	\$0.26	\$1.29	\$0.92
Discontinued operations	0.01	0.02	0.07	0.07

Net income	\$0.41	\$0.28	\$1.36	\$0.99
	=====	=====	=====	=====
Diluted				
Continuing operations	\$0.39	\$0.26	\$1.27	\$0.90
Discontinued operations	0.01	0.02	0.07	0.07
	-----	-----	-----	-----
Net income	\$0.40	\$0.28	\$1.34	\$0.96
	=====	=====	=====	=====
Shares used in computing net income per share				
Basic	370,264	383,739	369,039	381,330
	=====	=====	=====	=====
Diluted	379,289	391,453	376,334	390,637
	=====	=====	=====	=====

COACH, INC.

 QUARTERLY SUPPLEMENTAL INFORMATION FOR FISCAL YEAR 2006, FISCAL YEAR
 2007 YEAR-TO-DATE

RECONCILIATION OF DISCONTINUED OPERATIONS

(in thousands, except per share data)

(unaudited)

Supplemental
 Information:

FY07

	Q1	Q2	Q3	YTD
	-----	-----	-----	-----
Net sales from continuing operations	\$529,421	\$805,603	\$625,303	\$1,960,327
Add: sales from discontinued operations	24,430	30,784	8,149	63,363
	-----	-----	-----	-----
Net sales including discontinued operations	\$553,851	\$836,387	\$633,452	\$2,023,690
	=====	=====	=====	=====
Net income from continuing operations	\$115,239	\$214,497	\$147,390	\$477,126
Add: income from discontinued operations	10,377	12,976	2,574	25,927
	-----	-----	-----	-----
Net income including discontinued operations	\$125,616	\$227,473	\$149,964	\$503,053
	=====	=====	=====	=====

Diluted EPS from continuing

operations	\$0.308	\$0.571	\$0.389	\$1.268
Add: EPS from discontinued operations	0.028	0.035	0.007	0.069
EPS including discontinued operations	\$0.336	\$0.606	\$0.395	\$1.337

	FY06				
	Q1	Q2	Q3	Q4	FY06
Net sales from continuing operations	\$433,964	\$619,830	\$479,718	\$501,573	\$2,035,085
Add: sales from discontinued operations	14,987	30,506	18,141	12,782	76,416
Net sales including discontinued operations	\$448,951	\$650,336	\$497,859	\$514,355	\$2,111,501
Net income from continuing operations	\$87,860	\$161,513	\$101,672	\$112,795	\$463,840
Add: income from discontinued operations	5,755	12,661	7,174	4,847	30,437
Net income including discontinued operations	\$93,615	\$174,174	\$108,846	\$117,642	\$494,277
Diluted EPS from continuing operations	\$0.225	\$0.413	\$0.260	\$0.294	\$1.194
Add: EPS from discontinued operations	0.015	0.032	0.018	0.013	0.078
EPS including discontinued operations	\$0.240	\$0.446	\$0.278	\$0.306	\$1.272

COACH, INC.

CONDENSED CONSOLIDATED BALANCE SHEETS

At March 31, 2007, July 1, 2006 and April 1, 2006

(in thousands)

(unaudited)

March 31,
2007

July 1,
2006

April 1,
2006

ASSETS

Cash, cash equivalents and short term investments	\$936,174	\$537,565	\$838,357
Receivables	124,858	84,361	110,415
Inventories	249,818	233,494	210,465
Other current assets	155,414	119,062	118,652
	-----	-----	-----
Total current assets	1,466,264	974,482	1,277,889
Property and equipment, net	344,659	298,531	269,562
Other noncurrent assets	332,272	353,507	326,979
	-----	-----	-----
Total assets	\$2,143,195	\$1,626,520	\$1,874,430
	=====	=====	=====
LIABILITIES AND STOCKHOLDERS' EQUITY			
Accounts payable	\$62,113	\$79,819	\$54,841
Accrued liabilities	275,916	261,835	241,136
Current portion of long-term debt	235	170	170
	-----	-----	-----
Total current liabilities	338,264	341,824	296,147
Long-term debt	2,865	3,100	3,100
Other liabilities	96,620	92,862	60,337
Stockholders' equity	1,705,446	1,188,734	1,514,846
	-----	-----	-----
Total liabilities and stockholders' equity	\$2,143,195	\$1,626,520	\$1,874,430
	=====	=====	=====

CONTACT: Coach
Analysts & Media:
Andrea Shaw Resnick, 212-629-2618
VP Investor Relations & Corporate Communications