
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): July 27, 2006

MOHAWK INDUSTRIES, INC.
(Exact name of registrant as specified in its charter)

Delaware
(State or Other
Jurisdiction of
Incorporation)

01-19826
(Commission File
Number)

52-1604305
(IRS Employer
Identification No.)

160 South Industrial Blvd., Calhoun, Georgia
(Address of Principal Executive Offices)

30701
(Zip Code)

Registrant's telephone number, including area code **(706) 629-7721**

(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 communication pursuant to Rule 425 under 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 CFR 240.14d-2(b))
 - Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act CFR 240.17R 240.13e-4(c))
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Item 8.01 Other Events.

On July 27, 2006, Mohawk Industries, Inc. announced a change in the method of accounting for its inventory from the last-in, first out ("LIFO") method to the first-in, first-out ("FIFO") method for inventories not on FIFO within its Mohawk segment. The Company believes the FIFO method of accounting for inventory costs is preferable because it provides a better measure of the current value of its inventory and provides a better matching of manufacturing costs with revenues. The change will also result in the application of a single costing method to all of the Company's inventories. As a result, all inventories are stated at the lower of cost, determined on a FIFO basis, or market. In accordance with Statement of Financial Accounting Standards No. 154, "Accounting Changes and Error Corrections," the Company has retrospectively applied this change in method of inventory costing. A copy of the consolidated supplemental financial data affected by the retrospective application is attached hereto and is hereby incorporated by reference as Exhibit 99.1

Item 9.01. Financial Statements and Exhibits.

(d) Exhibits

99.1 Consolidated supplemental financial data

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 hereunto duly authorized.

Mohawk Industries, Inc.

Date: July27, 2006

By: /s/ MICHEL S. VERMETTE
Michel S. Vermette
V.P. & Corporate Controller

INDEX TO EXHIBITS

Exhibit

99.1. Consolidated supplemental financial data

MOHAWK INDUSTRIES, INC. AND SUBSIDIARIES
CONSOLIDATED SUPPLEMENTAL STATEMENTS OF EARNINGS DATA
(In thousands, except per share data)

	Quarters Ended				Years Ended	
	April 2, 2005	July 2, 2005	October 1, 2005	December 31, 2005	December 31, 2005	December 31, 2004
Net sales	\$ 1,493,222	1,624,692	1,697,634	1,804,551	6,620,099	5,880,372
Cost of sales	1,102,853	1,186,527	1,234,680	1,327,793	4,851,853	4,256,129
Gross profit	390,369	438,165	462,954	476,758	1,768,246	1,624,243
Selling, general and administrative expenses	261,072	271,020	274,052	289,718	1,095,862	985,251
Operating income	129,297	167,145	188,902	187,040	672,384	638,992
Other expense (income):						
Interest expense	11,876	12,515	10,775	31,625	66,791	53,392
Other expense	2,727	1,991	1,970	5,026	11,714	9,731
Other income	(723)	(1,069)	(2,370)	(4,092)	(8,254)	(4,922)
	13,880	13,437	10,375	32,559	70,251	58,201
Earnings before income taxes	115,417	153,708	178,527	154,481	602,133	580,791
Income taxes	41,755	55,628	62,764	54,848	214,995	209,994
Net earnings	\$ 73,662	98,080	115,763	99,633	387,138	370,797
Basic earnings per share	\$ 1.10	1.47	1.73	1.48	5.78	5.56
Weighted-average common shares outstanding	66,804	66,811	66,865	67,248	66,932	66,682
Diluted earnings per share	\$ 1.09	1.45	1.71	1.47	5.72	5.49
Weighted-average common and dilutive potential common shares outstanding	67,692	67,504	67,519	67,860	67,644	67,557
Segment information:						
Net sales:						
Mohawk	\$ 1,091,346	1,184,914	1,248,217	1,192,182	4,716,659	4,368,831
Dal-Tile	401,876	439,778	449,417	443,710	1,734,781	1,511,541
Unilin	-	-	-	168,814	168,814	-
Corporate and eliminations	-	-	-	(155)	(155)	-
Consolidated net sales	\$ 1,493,222	1,624,692	1,697,634	1,804,551	6,620,099	5,880,372
Operating income:						
Mohawk	\$ 71,292	102,399	121,940	131,180	426,811	427,658
Dal-Tile	58,470	69,291	69,137	63,296	260,194	219,831
Unilin	-	-	-	(5,162)	(5,162)	-
Corporate and eliminations	(465)	(4,545)	(2,175)	(2,274)	(9,459)	(8,497)
Consolidated operating income	\$ 129,297	167,145	188,902	187,040	672,384	638,992

MOHAWK INDUSTRIES, INC. AND SUBSIDIARIES
CONSOLIDATED SUPPLEMENTAL STATEMENTS OF EARNINGS DATA
(In thousands, except per share data)

	Quarter Ended April 1, 2006
Net sales	\$ 1,925,106
Cost of sales	1,408,762
Gross profit	516,344
Selling, general and administrative expenses	352,443
Operating income	163,901
Other expense (income):	
Interest expense	40,335
Other expense	3,826
Other income	(1,099)
	43,062
Earnings before income taxes	120,839
Income taxes	41,719
Net earnings	\$ 79,120
Basic earnings per share	\$ 1.17
Weighted-average common shares	
outstanding	67,564
Diluted earnings per share	\$ 1.16
Weighted-average common and dilutive	
potential common shares outstanding	68,079
Segment information:	
Net sales:	
Mohawk	\$ 1,150,546
Dal-Tile	473,910
Unilin	302,630
Corporate and eliminations	(1,980)
Consolidated net sales	\$ 1,925,106
Operating income:	
Mohawk	\$ 65,613
Dal-Tile	69,602
Unilin	40,019
Corporate and eliminations	(11,333)
Consolidated operating income	\$ 163,901

MOHAWK INDUSTRIES, INC. AND SUBSIDIARIES
CONSOLIDATED SUPPLEMENTAL RECONCILIATION OF ORIGINALLY REPORTED TO AS REVISED
(In thousands, except per share data)

	Quarters Ended				Years Ended,		Quarter
	April 2, 2005	July 2, 2005	October 1, 2005	December 31, 2005	December 31, 2005	December 31, 2004	Ended April 1, 2006
Statement of earnings data:							
As originally reported							
Cost of sales	\$ 1,108,520	1,193,183	1,245,766	1,349,496	4,896,965	4,259,531	1,422,096
Operating income	123,630	160,489	177,816	165,337	627,272	635,590	150,567
Income taxes	39,730	53,241	58,789	47,066	198,826	208,767	36,385
Net earnings	\$ 70,020	93,811	108,652	85,712	358,195	368,622	71,120
Basic earnings per share	\$ 1.05	1.40	1.62	1.27	5.35	5.53	1.05
Diluted earnings per share	\$ 1.03	1.39	1.61	1.26	5.30	5.46	1.04
Effect of Change-Increase (decrease)							
Cost of sales	\$ (5,667)	(6,656)	(11,086)	(21,703)	(45,112)	(3,402)	(13,334)
Operating income	5,667	6,656	11,086	21,703	45,112	3,402	13,334
Income taxes	2,025	2,387	3,975	7,782	16,169	1,227	5,334
Net earnings	\$ 3,642	4,269	7,111	13,921	28,943	2,175	8,000
Basic earnings per share	\$ 0.05	0.06	0.11	0.21	0.43	0.03	0.12
Diluted earnings per share	\$ 0.05	0.06	0.11	0.21	0.43	0.03	0.12
As revised							
Cost of sales	\$ 1,102,853	1,186,527	1,234,680	1,327,793	4,851,853	4,256,129	1,408,762
Operating income	129,297	167,145	188,902	187,040	672,384	638,992	163,901
Income taxes	41,755	55,628	62,764	54,848	214,995	209,994	41,719
Net earnings	\$ 73,662	98,080	115,763	99,633	387,138	370,797	79,120
Basic earnings per share	\$ 1.10	1.47	1.73	1.48	5.78	5.56	1.17
Diluted earnings per share	\$ 1.09	1.45	1.71	1.47	5.72	5.49	1.16

MOHAWK INDUSTRIES, INC. AND SUBSIDIARIES
CONSOLIDATED SUPPLEMENTAL RECONCILIATION OF
ORIGINALLY REPORTED TO AS REVISED (CONTINUED)

	As of					
	April 2, 2005	July 2, 2005	October 1, 2005	December 31, 2005	December 31, 2004	April 1, 2006
Balance sheet data:						
As originally reported						
Inventory	\$ 1,145,747	1,125,145	1,089,970	1,166,913	1,017,983	1,186,626
Total Assets	4,641,028	4,690,249	4,707,774	7,991,523	4,403,118	8,060,733
Deferred income taxes	191,761	191,761	191,761	625,887	191,761	594,489
Total Liabilities	1,896,927	1,862,892	1,766,012	4,964,403	1,736,781	4,909,902
Retained earnings	1,980,403	2,074,214	2,182,866	2,268,578	1,910,383	2,339,698
Total liabilities and Shareholders' equity	\$ 4,641,028	4,690,249	4,707,774	7,991,523	4,403,118	8,060,733
Effect of Change						
Inventory	\$ 9,069	15,725	26,811	48,514	3,402	61,848
Deferred income taxes	\$ 3,252	5,639	9,614	17,396	1,227	22,730
Retained earnings	\$ 5,817	10,086	17,197	31,118	2,175	39,118
As revised						
Inventory	\$ 1,154,816	1,140,870	1,116,781	1,215,427	1,021,385	1,248,474
Total Assets	4,650,097	4,705,974	4,734,585	8,040,037	4,406,520	8,122,581
Deferred income taxes	195,013	197,400	201,375	643,283	192,988	617,219
Total Liabilities	1,900,179	1,868,531	1,775,626	4,981,799	1,738,008	4,932,632
Retained earnings	1,986,220	2,084,300	2,200,063	2,299,696	1,912,558	2,378,816
Total liabilities and Shareholders' equity	\$ 4,650,097	4,705,974	4,734,585	8,040,037	4,406,520	8,122,581

MOHAWK INDUSTRIES, INC. AND SUBSIDIARIES
CONSOLIDATED SUPPLEMENTAL RECONCILIATION OF
ORIGINALLY REPORTED TO AS REVISED (CONTINUED)

	<u>Three</u> <u>Months Ended</u>	<u>Six</u> <u>Months Ended</u>	<u>Nine</u> <u>Months Ended</u>	<u>Years Ended December 31,</u>		<u>Three</u> <u>Months Ended</u>
	<u>April 2,</u>	<u>July 2,</u>	<u>October 1,</u>	<u>2005</u>	<u>2004</u>	<u>April 1,</u>
	<u>2005</u>	<u>2005</u>	<u>2005</u>			<u>2006</u>
Statement of Cash Flows data:						
As originally reported						
Net earnings	\$ 70,020	163,831	272,483	358,195	368,622	71,120
Deferred taxes	-	-	-	(6,866)	38,700	(1,249)
Change in inventories	(113,866)	(93,264)	(58,089)	11,542	(179,765)	(18,248)
Net cash provided by operating activities	\$ 50,701	154,780	328,033	561,544	242,837	104,526
Effect of Change						
Net earnings	\$ 3,642	7,911	15,022	28,942	2,175	8,000
Deferred taxes	2,025	4,412	8,387	16,170	1,227	5,334
Change in inventories	(5,667)	(12,323)	(23,409)	(45,112)	(3,402)	(13,334)
Net cash provided by operating activities	\$ -	-	-	-	-	-
As revised						
Net earnings	\$ 73,662	171,742	287,505	387,137	370,797	79,120
Deferred taxes	2,025	4,412	8,387	9,304	39,927	4,085
Change in inventories	(119,533)	(105,587)	(81,498)	(33,570)	(183,167)	(31,582)
Net cash provided by operating activities	\$ 50,701	154,780	328,033	561,544	242,837	104,526