

BIO RAD LABORATORIES INC
Form 10-Q
November 12, 2013

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM 10-Q
(Mark
One)

✓ QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE
ACT OF 1934

For the quarterly period ended September 30, 2013

or

.. TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE
ACT OF 1934

For the transition period from _____ to _____

Commission file number 1-7928

BIO-RAD LABORATORIES, INC.

(Exact name of registrant as specified in its charter)

Delaware

94-1381833

(State or other jurisdiction of incorporation or
organization)

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

1000 Alfred Nobel Drive, Hercules, California

94547

(Address of principal executive offices)

(Zip Code)

(510) 724-7000

(Registrant's telephone number, including area code)

No Change

(Former name, former address and former fiscal year, if changed since last report.)

Indicate by check mark whether the registrant: (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days.

Yes No

Indicate by check mark whether the registrant has submitted electronically and posted on its corporate Web site, if any, every Interactive Data File required to be submitted and posted pursuant to Rule 405 of Regulation S-T (§232,405 of this chapter) during the preceding 12 months (or for such shorter period that the registrant was required to submit and post such files).

Yes No

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer, or a smaller reporting company. See definitions of "large accelerated filer," "accelerated filer" and "smaller reporting company" in Rule 12b-2 of the Exchange Act. (Check one):

Large accelerated filer Accelerated filer

Non-accelerated filer (Do not check if smaller reporting company) Smaller reporting company

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act).

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Yes No

Indicate the number of shares outstanding of each of the issuer's classes of common stock, as of the latest practicable date.

Title of Class	Shares Outstanding at November 4, 2013
Class A Common Stock, Par Value \$0.0001 per share	23,605,496
Class B Common Stock, Par Value \$0.0001 per share	5,089,371

BIO-RAD LABORATORIES, INC.

FORM 10-Q SEPTEMBER 30, 2013

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PART I – FINANCIAL INFORMATION

Item 1. Financial Statements

BIO-RAD LABORATORIES, INC.

Condensed Consolidated Balance Sheets

(In thousands, except share data)

	September 30, 2013	December 31, 2012
	(Unaudited)	
ASSETS:		
Cash and cash equivalents	\$291,793	\$463,388
Short-term investments	270,027	457,685
Accounts receivable, net	383,471	398,739
Inventories:		
Raw materials	105,246	93,009
Work in process	132,111	124,737
Finished goods	286,146	237,374
Total inventories	523,503	455,120
Prepaid expenses	131,357	92,489
Other current assets	74,392	69,261
Total current assets	1,674,543	1,936,682
Property, plant and equipment, at cost	1,065,684	1,012,034
Less: accumulated depreciation and amortization	(640,608) (595,096)
Property, plant and equipment, net	425,076	416,938
Goodwill, net	513,705	495,418
Purchased intangibles, net	276,054	260,939
Other investments	354,733	293,613
Other assets	36,297	39,913
Total assets	\$3,280,408	\$3,443,503
LIABILITIES AND STOCKHOLDERS' EQUITY:		
Accounts payable	\$131,899	\$130,867
Accrued payroll and employee benefits	133,218	135,955
Notes payable and current maturities of long-term debt	1,705	1,750
Income and other taxes payable	32,424	34,779
Accrued royalties	19,860	29,718
Other current liabilities	143,779	139,331
Total current liabilities	462,885	472,400
Long-term debt, net of current maturities	435,541	732,414
Other long-term liabilities	257,742	223,149
Total liabilities	1,156,168	1,427,963
Stockholders' equity:		
Bio-Rad stockholders' equity:		
Class A common stock, shares issued 23,578,766 and 23,332,532 at 2013 and 2012, respectively; shares outstanding 23,578,644 and 23,332,410 at 2013 and 2012, respectively	2	2
Class B common stock, shares issued 5,087,888 and 5,149,771 at 2013 and 2012, respectively; shares outstanding 5,086,971 and 5,148,854 at 2013 and 2012, respectively	1	1
Additional paid-in capital	232,031	212,244

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Class A treasury stock at cost, 122 shares at 2013 and 2012	(12) (12)
Class B treasury stock at cost, 917 shares at 2013 and 2012	(89) (89)
Retained earnings	1,575,981	1,528,327	
Accumulated other comprehensive income	316,326	274,532	
Total Bio-Rad stockholders' equity	2,124,240	2,015,005	
Noncontrolling interests	—	535	
Total stockholders' equity	2,124,240	2,015,540	
Total liabilities and stockholders' equity	\$3,280,408	\$3,443,503	

The accompanying notes are an integral part of these condensed consolidated financial statements.

BIO-RAD LABORATORIES, INC.
 Condensed Consolidated Statements of Operations
 (In thousands, except per share data)
 (Unaudited)

	Three Months Ended		Nine Months Ended	
	September 30,		September 30,	
	2013	2012	2013	2012
Net sales	\$505,066	\$498,697	\$1,530,059	\$1,495,396
Cost of goods sold	220,850	224,927	674,330	654,784
Gross profit	284,216	273,770	855,729	840,612
Selling, general and administrative expense	202,238	160,134	583,486	492,913
Research and development expense	52,920	47,795	155,104	150,637
Income from operations	29,058	65,841	117,139	197,062
Interest expense	31,611	11,901	54,252	