

CAMERON INTERNATIONAL CORP

Form 10-Q

November 02, 2012

UNITED STATES SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, DC 20549

FORM 10-Q

(Mark One)

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

For the Quarterly Period Ended September 30, 2012

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

Commission File Number 1-13884
Cameron International Corporation
(Exact Name of Registrant as Specified in its Charter)

Delaware
(State or Other Jurisdiction of
Incorporation or Organization)

76-0451843
(I.R.S. Employer
Identification No.)

1333 West Loop South, Suite 1700, Houston,
Texas
(Address of Principal Executive Offices)

77027
(Zip Code)

713/513-3300
(Registrant's Telephone Number, Including Area Code)

N/A
(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 R No £

Indicate by check mark whether the registrant has submitted electronically and posted on its corporate Web site, if

Edgar Filing: CAMERON INTERNATIONAL CORP - Form 10-Q

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 the definitions of “large accelerated filer”, “accelerated filer” and “smaller reporting company” in Rule 12b-2 of the Exchange Act.

Large accelerated filer Accelerated filer

Non-accelerated filer (Do not check if a 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).

Yes No

Number of shares outstanding of issuer’s common stock as of October 26, 2012 was 246,714,132.

TABLE OF CONTENTS

PART I — FINANCIAL INFORMATION	3
Item 1. Financial Statements	3
Consolidated Condensed Statements of Comprehensive Income	3
Consolidated Condensed Balance Sheets	4
Consolidated Condensed Statements of Cash Flows	5
Notes to Consolidated Condensed Financial Statements	6
Item 2. Management’s Discussion and Analysis of Financial Condition and Results of Operations	17
Item 3. Quantitative and Qualitative Disclosures About Market Risk	35
Item 4. Controls and Procedures	36
PART II — OTHER INFORMATION	36
Item 1. Legal Proceedings	36
Item 1A. Risk Factors	36
Item 2. Unregistered Sales of Equity Securities and Use of Proceeds	36
Item 3. Defaults Upon Senior Securities	37
Item 4. Mine Safety Disclosures	37
Item 5. Other Information	37
Item 6. Exhibits	37
SIGNATURES	38

PART I — FINANCIAL INFORMATION

Item 1. Financial Statements

CAMERON INTERNATIONAL CORPORATION
 CONSOLIDATED CONDENSED STATEMENTS OF COMPREHENSIVE INCOME
 (dollars and shares in millions, except per share data)

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2012	2011	2012	2011
	(unaudited)			
REVENUES	\$2,218.3	\$1,685.9	\$6,076.3	\$4,928.2
COSTS AND EXPENSES				
Cost of sales (exclusive of depreciation and amortization shown separately below)	1,568.2	1,136.6	4,297.5	3,407.9
Selling and administrative expenses	285.0	243.4	842.6	723.6
Depreciation and amortization	66.8	53.1	189.9	145.5
Interest, net	25.1	20.6	69.8	62.7
Other costs (see Note 3)	3.4	34.2	11.8	63.2
Total costs and expenses	1,948.5	1,487.9	5,411.6	4,402.9
Income before income taxes	269.8	198.0	664.7	525.3
Income tax provision	(46.2)	(33.5)	(132.5)	(103.2)
Net income	\$223.6	\$164.5	\$532.2	\$422.1
Earnings per common share:				
Basic	\$0.91	\$0.67	\$2.16	\$1.72
Diluted	\$0.90	\$0.67	\$2.15	\$1.69
Shares used in computing earnings per common share:				
Basic	246.4	245.1	246.3	244.9
Diluted	248.1	247.1	248.0	249.8
Comprehensive income	\$276.1	\$9.1	\$585.7	\$371.7

The accompanying notes are an integral part of these statements.

CAMERON INTERNATIONAL CORPORATION
CONSOLIDATED CONDENSED BALANCE SHEETS
(dollars in millions, except shares and per share data)

	September 30, 2012	December 31, 2011
	(unaudited)	
ASSETS		
Cash and cash equivalents	\$990.7	\$898.9
Short-term investments	364.1	423.5
Receivables, net	1,899.4	1,757.3
Inventories, net	2,797.0	2,399.9
Other	388.8	349.0
Total current assets	6,440.0	5,828.6
Plant and equipment, net	1,667.2	1,500.1
Goodwill	1,918.1	1,615.3
Other assets	500.9	417.7
TOTAL ASSETS	\$10,526.2	\$9,361.7
LIABILITIES AND STOCKHOLDERS' EQUITY		
Short-term debt	\$30.0	\$10.6
Accounts payable and accrued liabilities	2,693.2	2,669.7
Accrued income taxes	31.3	-
Total current liabilities	2,754.5	