

HALLIBURTON CO
Form 10-Q
October 21, 2011

UNITED STATES SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549
FORM 10-Q

☒ Quarterly Report Pursuant to Section 13 or 15(d) of the
Securities Exchange Act of 1934
For the quarterly period ended September 30, 2011

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 001-03492

HALLIBURTON COMPANY

(a Delaware corporation)
75-2677995

3000 North Sam Houston Parkway East
Houston, Texas 77032
(Address of Principal Executive Offices)

Telephone Number – Area Code (281) 871-2699

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 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 ☐ Smaller reporting company ☐

Edgar Filing: HALLIBURTON CO - Form 10-Q

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

Yes[]No[X]

As of October 14, 2011, 920,165,263 shares of Halliburton Company common stock, \$2.50 par value per share, were outstanding.

HALLIBURTON COMPANY

Index

	Page No.
PART I. FINANCIAL INFORMATION	3
Item 1. Financial Statements	3
- Condensed Consolidated Statements of Operations	3
- Condensed Consolidated Balance Sheets	4
- Condensed Consolidated Statements of Cash Flows	5
- Notes to Condensed Consolidated Financial Statements	6
Item 2. Management's Discussion and Analysis of Financial Condition and Results of Operations	23
Item 3. Quantitative and Qualitative Disclosures About Market Risk	37
Item 4. Controls and Procedures	39
PART II. OTHER INFORMATION	40
Item 1. Legal Proceedings	40
Item 1(a). Risk Factors	50
Item 2. Unregistered Sales of Equity Securities and Use of Proceeds	55
Item 3. Defaults Upon Senior Securities	55
Item 4. Specialized Disclosures	55
Item 5. Other Information	55
Item 6. Exhibits	56
Signatures	57

PART I. FINANCIAL INFORMATION

Item 1. Financial Statements

HALLIBURTON COMPANY
Condensed Consolidated Statements of Operations
(Unaudited)

	Three Months Ended September 30		Nine Months Ended September 30	
Millions of dollars and shares except per share data	2011	2010	2011	2010
Revenue:				
Services	\$ 5,246	\$ 3,598	\$ 14,164	\$ 9,814
Product sales	1,302	1,067	3,601	2,999
Total revenue	6,548	4,665	17,765	12,813
Operating costs and expenses:				
Cost of services	4,030	2,891	11,117	8,075
Cost of sales	1,107	894	3,127	2,542
General and administrative	79	62	214	167
Total operating costs and expenses	5,216	3,847	14,458	10,784
Operating income	1,332	818	3,307	2,029
Interest expense, net of interest income of \$1, \$3, \$4, and \$9	(62)	(76)	(194)	(228)
Other, net	(9)	(7)	(18)	(56)
Income from continuing operations before income taxes	1,261	735	3,095	1,745
Provision for income taxes	(411)	(249)	(992)	(570)
Income from continuing operations	850	486	2,103	1,175
Income (loss) from discontinued operations, net of income tax (provision) benefit of \$(19), \$64, \$(18), and \$63	(165)	59	(166)	60
Net income	\$ 685	\$ 545	\$ 1,937	\$ 1,235
Noncontrolling interest in net income of subsidiaries	(2)	(1)	(4)	(5)
Net income attributable to company	\$ 683	\$ 544	\$ 1,933	\$ 1,230
Amounts attributable to company shareholders:				
Income from continuing operations	\$ 848	\$ 485	\$ 2,099	\$ 1,170
Income (loss) from discontinued operations, net	(165)	59	(166)	60
Net income attributable to company	\$ 683	\$ 544	\$ 1,933	\$ 1,230
Basic income per share attributable to company shareholders:				
Income from continuing operations	\$ 0.92	\$ 0.53	\$ 2.29	\$ 1.29
Income (loss) from discontinued operations, net	(0.18)	0.07	(0.18)	0.07
Net income per share	\$ 0.74	\$ 0.60	\$ 2.11	\$ 1.36

Diluted income per share attributable to
company shareholders: