

THERMO FISHER SCIENTIFIC INC.
Form 10-Q
November 02, 2012

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 Quarter Ended September 29, 2012

☐ Transition Report Pursuant to Section 13 or 15(d) of the Securities Exchange Act of 1934

Commission File Number 1-8002

THERMO FISHER SCIENTIFIC INC.
(Exact name of Registrant as specified in its charter)

Delaware
(State of incorporation or organization)

04-2209186
(I.R.S. Employer Identification No.)

81 Wyman Street
Waltham, Massachusetts
(Address of principal executive offices)

02451
(Zip Code)

Registrant's telephone number, including area code: (781) 622-1000

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 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 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 ☐

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Indicate by check mark whether the Registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act). Yes ☐ No ☒

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

Class	Outstanding at September 29, 2012
Common Stock, \$1.00 par value	360,214,897

THERMO FISHER SCIENTIFIC INC.

QUARTERLY REPORT ON FORM 10-Q
FOR THE QUARTER ENDED SEPTEMBER 29, 2012

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THERMO FISHER SCIENTIFIC INC.

PART I FINANCIAL INFORMATION

Item 1. Financial Statements

CONSOLIDATED BALANCE SHEET
(Unaudited)

(In millions)	September 29, 2012	December 31, 2011
Assets		
Current Assets:		
Cash and cash equivalents	\$ 832.2	\$ 1,016.3
Short-term investments, at quoted market value (cost of \$4.8 and \$4.8)	4.3	4.3
Accounts receivable, less allowances of \$55.5 and \$65.8	1,829.2	1,763.7
Inventories	1,517.0	1,330.1
Deferred tax assets	197.8	157.8
Other current assets	566.8	549.7
	4,947.3	4,821.9
Property, Plant and Equipment, at Cost, Net	1,669.9	1,611.3
Acquisition-related Intangible Assets, Net	7,972.2	7,815.9
Other Assets	554.8	611.3
Goodwill	12,433.8	11,973.3
	\$ 27,578.0	\$ 26,833.7

THERMO FISHER SCIENTIFIC INC.

CONSOLIDATED BALANCE SHEET (Continued)
(Unaudited)

	September 29, 2012	December 31, 2011
(In millions except share amounts)		
Liabilities and Shareholders' Equity		
Current Liabilities:		
Short-term obligations and current maturities of long-term obligations	\$ 434.8	\$ 1,272.8
Accounts payable	684.3	612.3
Accrued payroll and employee benefits	378.7	324.4
Deferred revenue	208.4	192.5
Other accrued expenses	816.3	711.1
	2,522.5	3,113.1
Deferred Income Taxes	2,009.3	2,229.3
Other Long-term Liabilities	718.2	698.0
Long-term Obligations	7,037.5	5,755.2
Shareholders' Equity:		
Preferred stock, \$100 par value, 50,000 shares authorized; none issued		
Common stock, \$1 par value, 1,200,000,000 shares authorized; 410,564,459 and 406,416,940 shares issued	410.6	406.4
Capital in excess of par value	10,352.0	10,152.0
Retained earnings	7,374.8	6,716.3
Treasury stock at cost, 50,349,562 and 35,033,919 shares	(2,646.6)	(1,837.1)
Accumulated other comprehensive items	(200.3)	(399.5)
	15,290.5	15,038.1
	\$ 27,578.0	\$ 26,833.7

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

THERMO FISHER SCIENTIFIC INC.

CONSOLIDATED STATEMENT OF INCOME
(Unaudited)

(In millions except per share amounts)	Three Months Ended		Nine Months Ended	
	September 29, 2012	October 1, 2011	September 29, 2012	October 1, 2011
Revenues				
Product revenues	\$ 2,651.0	\$ 2,517.4	\$ 7,958.5	\$ 7,250.8
Service revenues	434.7	415.5	1,292.1	1,218.7
	3,085.7	2,932.9	9,250.6	8,469.5
Costs and Operating Expenses:				
Cost of product revenues	1,510.6	1,466.0	4,510.5	4,214.4
Cost of service revenues				