

UNITED THERAPEUTICS Corp
Form 10-Q
April 28, 2015
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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 March 31, 2015

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 0-26301

United Therapeutics Corporation

(Exact Name of Registrant as Specified in Its Charter)

Delaware

(State or Other Jurisdiction of
Incorporation or Organization)

52-1984749

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

1040 Spring Street, Silver Spring, MD

(Address of Principal Executive Offices)

20910

(Zip Code)

(301) 608-9292

(Registrant's Telephone Number, Including Area Code)

(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 smaller reporting company. See definition 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

The number of shares outstanding of the issuer's common stock, par value \$.01 per share, as of April 21, 2015 was 46,260,939.

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Item 1. Consolidated Financial Statements

UNITED THERAPEUTICS CORPORATION**CONSOLIDATED BALANCE SHEETS****(In thousands, except share data)**

	March 31, 2015 (Unaudited)	December 31, 2014
Assets		
Current assets:		
Cash and cash equivalents	\$ 426,509	\$ 397,697
Marketable investments	230,356	297,842
Accounts receivable, net of allowance of none for 2015 and 2014	156,153	162,287
Inventories, net	72,465	66,927
Other current assets	108,608	49,444
Total current assets	994,091	974,197
Marketable investments	116,493	122,658
Goodwill and other intangibles, net	29,135	29,465
Property, plant and equipment, net	474,680	478,421
Deferred tax assets, net	182,716	181,721
Other assets	97,499	97,948
Total assets	\$ 1,894,614	\$ 1,884,410
Liabilities and Stockholders Equity		
Current liabilities:		
Accounts payable and accrued expenses	\$ 90,130	\$ 85,382
Convertible notes	115,222	126,414
Share tracking awards plan	392,432	282,101
Other current liabilities	48,964	10,413
Total current liabilities	646,748	504,310
Other liabilities	135,812	114,526
Total liabilities	782,560	618,836
Commitments and contingencies:		
Temporary equity	20,431	23,218
Stockholders equity:		
Preferred stock, par value \$.01, 10,000,000 shares authorized, no shares issued		
Series A junior participating preferred stock, par value \$.01, 100,000 shares authorized, no shares issued		
Common stock, par value \$.01, 245,000,000 shares authorized, 66,453,471 and 65,988,561 shares issued, and 46,370,058 and 47,107,709 shares outstanding at March 31, 2015 and December 31, 2014, respectively		
	665	660
Additional paid-in capital	1,426,998	1,376,141
Accumulated other comprehensive loss	(21,643)	(16,734)
Treasury stock, 20,083,413 and 18,880,852 shares at March 31, 2015 and December 31, 2014, respectively	(1,365,870)	(1,185,825)
Retained earnings	1,051,473	1,068,114

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Total stockholders' equity		1,091,623		1,242,356
Total liabilities and stockholders' equity	\$	1,894,614	\$	1,884,410

See accompanying notes to consolidated financial statements.

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UNITED THERAPEUTICS CORPORATION
CONSOLIDATED STATEMENTS OF OPERATIONS

(In thousands, except per share data)

	Three Months Ended March 31,	
	2015	2014
	(Unaudited)	
Revenues:		
Net product sales	\$ 325,917	\$ 284,553
Other	1,587	4,850
Total revenues	327,504	289,403
Operating expenses:		
Research and development	110,212	12,448
Selling, general and administrative	211,340	30,215
Cost of product sales	20,778	30,600
Total operating expenses	342,330	73,263
Operating (loss) income	(14,826)	216,140
Other (expense) income:		
Interest expense	(2,059)	(4,610)
Other, net	93	