

OLIN CORP
Form 10-Q
July 26, 2010

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 June 30, 2010

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 1-1070

Olin Corporation
(Exact name of registrant as specified in its charter)

Virginia
(State or other jurisdiction of incorporation or organization)

13-1872319
(I.R.S. Employer Identification No.)

190 Carondelet Plaza, Suite 1530, Clayton, MO
(Address of principal executive offices)

63105-3443
(Zip Code)

(314) 480-1400
(Registrant's telephone number, including area code)

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 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.

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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

As of June 30, 2010, 79,196,086 shares of the registrant's common stock were outstanding.

Part I — Financial Information

Item 1. Financial Statements.

OLIN CORPORATION AND CONSOLIDATED SUBSIDIARIES

Condensed Balance Sheets

(In millions, except per share data)

(Unaudited)

	June 30, 2010	December 31, 2009	June 30, 2009
ASSETS			
Current assets:			
Cash and cash equivalents	\$ 388.4	\$ 458.5	\$ 192.2
Receivables, net	211.8	183.3	212.5
Income tax receivable	15.7	19.4	6.9
Inventories	163.0	123.8	162.7
Current deferred income taxes	50.4	50.5	61.6
Other current assets	10.8	24.8	10.3
Total current assets	840.1	860.3	646.2
Property, plant and equipment (less accumulated depreciation of \$1,027.5, \$1,001.3 and \$975.8)	683.9	695.4	683.5
Prepaid pension costs	24.6	5.0	—
Deferred income taxes	—	—	0.5
Other assets	84.8	71.0	77.4
Goodwill	300.3	300.3	301.9
Total assets	\$ 1,933.7	\$ 1,932.0	\$ 1,709.5
LIABILITIES AND SHAREHOLDERS' EQUITY			
Current liabilities:			
Accounts payable	\$ 111.7	\$ 117.8	\$ 115.6
Accrued liabilities	189.2	193.1	197.0
Total current liabilities	300.9	310.9	312.6
Long-term debt	402.3	398.4	251.4
Accrued pension liability	54.3	56.6	35.0
Deferred income taxes	26.7	25.8	7.1
Other liabilities	325.8	318.0	311.2
Total liabilities	1,110.0	1,109.7	917.3
Commitments and contingencies			
Shareholders' equity:			
Common stock, par value \$1 per share: authorized, 120.0 shares; issued and outstanding 79.2, 78.7 and 78.2 shares	79.2	78.7	78.2
Additional paid-in capital	834.4	823.1	814.5
Accumulated other comprehensive loss	(258.1)	(248.2)	(239.4)
Retained earnings	168.2	168.7	138.9
Total shareholders' equity	823.7	822.3	792.2
Total liabilities and shareholders' equity	\$ 1,933.7	\$ 1,932.0	\$ 1,709.5

The accompanying notes to condensed financial statements are an integral part of the condensed financial statements.

OLIN CORPORATION AND CONSOLIDATED SUBSIDIARIES

Condensed Statements of Income
(In millions, except per share data)
(Unaudited)

	Three Months Ended		Six Months Ended	
	June 30,		June 30,	
	2010	2009	2010	2009
Sales	\$ 405.7	\$ 383.0	\$ 767.7	\$ 783.6
Operating expenses:				
Cost of goods sold	347.7	312.0	660.2	618.2
Selling and administration	35.9	36.1	68.0	75.3
Other operating income	—	0.2	2.3	5.7
Operating income	22.1	35.1	41.8	