

CORN PRODUCTS INTERNATIONAL INC
Form 10-Q
May 08, 2012

**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, 2012

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 1-13397

CORN PRODUCTS INTERNATIONAL, INC.

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(Exact name of Registrant as specified in its charter)

DELAWARE

(State or other jurisdiction of incorporation or organization)

22-3514823

(I.R.S. Employer Identification Number)

**5 WESTBROOK CORPORATE CENTER,
WESTCHESTER, ILLINOIS**
(Address of principal executive offices)

60154
(Zip Code)

(708) 551-2600

(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 a small reporting company. See definitions of large accelerated filer, accelerated filer and smaller reporting company in Rule 12b-2 of the Exchange Act. (Check one):

Large accelerated filer

Accelerated filer

Non-accelerated filer
(Do not check if a smaller reporting company)

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 registrant's classes of common stock, as of the latest practicable date.

CLASS	OUTSTANDING AT April 30, 2012
Common Stock, \$.01 par value	76,422,728 shares

PART I FINANCIAL INFORMATION

ITEM 1

FINANCIAL STATEMENTS

CORN PRODUCTS INTERNATIONAL, INC. (CPI)

Condensed Consolidated Statements of Income

(Unaudited)

(In millions, except per share amounts)	Three Months Ended		
		2012	2011
			March 31,
Net sales before shipping and handling costs	\$	1,658.0	\$ 1,535.6
Less: shipping and handling costs		83.8	76.1
Net sales		1,574.2	1,459.5
Cost of sales		1,278.3	1,161.3
Gross profit		295.9	298.2
Operating expenses		136.2	131.0
Other (income), net		(5.1)	(60.2)
Restructuring charge		3.8	
Operating income		161.0	227.4
Financing costs, net		19.5	26.6
Income before income taxes		141.5	200.8
Provision for income taxes		45.8	45.3
Net income		95.7	155.5
Less: Net income attributable to non-controlling interests		1.5	1.9
Net income attributable to CPI	\$	94.2	\$ 153.6
Weighted average common shares outstanding:			
Basic		76.4	76.4
Diluted		78.0	78.1
Earnings per common share of CPI:			
Basic	\$	1.23	\$ 2.01
Diluted	\$	1.21	\$ 1.97

See Notes to Condensed Consolidated Financial Statements

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ITEM 1

FINANCIAL STATEMENTS

CORN PRODUCTS INTERNATIONAL, INC. (CPI)

Condensed Consolidated Statements of Comprehensive Income

(Unaudited)

(In millions)	Three Months Ended	
	2012	March 31, 2011
Net income	\$ 96	\$ 156
Other comprehensive income:		
Gains (losses) on cash flow hedges, net of income tax effect of \$16 and \$24, respectively	(29)	40
Reclassification adjustment for losses (gains) on cash flow hedges included in net income, net of income tax effect of \$2 and \$12, respectively	5	(20)
Currency translation adjustment	36	26
Unrealized loss on investment, net of income tax effect		(1)
Comprehensive income	108	201
Comprehensive income attributable to non-controlling interests	(2)	(2)
Comprehensive income attributable to CPI	\$ 106	\$ 199

See Notes to Condensed Consolidated Financial Statements

PART I FINANCIAL INFORMATION

ITEM I FINANCIAL STATEMENTS

CORN PRODUCTS INTERNATIONAL, INC. (CPI)

Condensed Consolidated Balance Sheets

(In millions, except share and per share amounts)	March 31, 2012 (Unaudited)	December 31, 2011
Assets		
Current assets		
Cash and cash equivalents	\$ 335	\$ 401
Accounts receivable net	885	837
Inventories	819	769
Prepaid expenses	25	24
Deferred income taxes	76	71
Total current assets	2,140	2,102
Property, plant and equipment net	2,181	2,156
Goodwill net	566	562
Other intangible assets net	344	347
Deferred income taxes	20	19
Investments	10	10
Other assets	121	121
Total assets	\$ 5,382	\$ 5,317
Liabilities and equity		
Current liabilities		