

IHS Inc.  
Form 10-Q  
June 24, 2009  
Table of Contents

**UNITED STATES**  
**SECURITIES AND EXCHANGE COMMISSION**

Washington, D.C. 20549

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**FORM 10-Q**

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(Mark One)

**QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934**

For the quarterly period ended May 31, 2009

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 001-32511

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**IHS INC.**

(Exact name of registrant as specified in its charter)

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**Delaware**  
(State or Other Jurisdiction of  
Incorporation or Organization)

**13-3769440**  
(IRS Employer  
Identification No.)

**15 Inverness Way East**

**Englewood, CO 80112**

(Address of Principal Executive Offices)

**(303) 790-0600**

(Registrant's telephone number, including area code)

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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 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   
(Do not check if a smaller reporting company)

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Act).  YES  NO

As of May 31, 2009, there were 63,151,447 shares of our Class A Common Stock outstanding.



Table of Contents

**TABLE OF CONTENTS**

	<b>Page</b>
<b><u>PART I</u></b>	
<u>Item 1.</u>	<u>Financial Statements</u> 3
<u>Item 2.</u>	<u>Management's Discussion and Analysis of Financial Condition and Results of Operations</u> 16
<u>Item 3.</u>	<u>Quantitative and Qualitative Disclosures About Market Risk</u> 23
<u>Item 4.</u>	<u>Controls and Procedures</u> 23
<b><u>PART II</u></b>	
<u>Item 1.</u>	<u>Legal Proceedings</u> 24
<u>Item 1A.</u>	<u>Risk Factors</u> 24
<u>Item 2.</u>	<u>Unregistered Sales of Equity Securities and Use of Proceeds</u> 24
<u>Item 3.</u>	<u>Defaults Upon Senior Securities</u> 24
<u>Item 4.</u>	<u>Submission of Matters to a Vote of Security Holders</u> 24
<u>Item 5.</u>	<u>Other Information</u> 24
<u>Item 6.</u>	<u>Exhibits</u> 24
<b><u>SIGNATURE</u></b>	26

Table of Contents**PART I. FINANCIAL INFORMATION**

## Item 1. Financial Statements

**IHS INC.****CONDENSED CONSOLIDATED BALANCE SHEETS**

(In thousands except share data)

	As of May 31, 2009 (Unaudited)	As of November 30, 2008 (Audited)
<b>Assets</b>		
Current assets:		
Cash and cash equivalents	\$ 172,349	\$ 31,040
Accounts receivable, net	187,409	207,815
Deferred subscription costs	43,255	35,948
Deferred income taxes	26,797	28,801
Other	15,956	14,213
Total current assets	445,766	317,817
Non-current assets:		
Property and equipment, net	63,815	59,578
Intangible assets, net	281,058	285,902
Equity investments in joint venture		56,139
Goodwill, net	783,133	705,077
Prepaid pension asset	10,624	8,768
Other	3,482	2,899
Total non-current assets	1,142,112	1,118,363
Total assets	\$ 1,587,878	\$ 1,436,180
<b>Liabilities and stockholders' equity</b>		
Current liabilities:		
Short-term debt	\$ 7,137	\$ 96,020
Accounts payable	23,020	35,084
Accrued compensation	28,167	39,083
Accrued royalties	21,713	24,769
Other accrued expenses	45,856	58,831
Income tax payable	2,946	3,994
Deferred subscription revenue	333,668	288,145
Total current liabilities	462,507	545,926
Long-term debt	108,000	
Accrued pension liability	7,102	6,778
Accrued post-retirement benefits	7,331	8,852
Deferred income taxes	68,102	65,749
Other liabilities	9,955	7,820
Minority interests	3,287	
Commitments and contingencies		
Stockholders' equity:		
	646	641

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Class A common stock, \$0.01 par value per share, 80,000,000 shares  
 authorized, 64,608,527 and 64,090,207 shares issued, 63,151,447 and 62,802,179  
 shares outstanding at May 31, 2009 and November 30, 2008, respectively

Additional paid-in capital	446,831	408,007
Treasury stock, at cost: 1,457,080 and 1,288,028 shares at May 31, 2009 and November 30, 2008, respectively	(72,126)	(64,632)
Retained earnings	643,277	584,219
Accumulated other comprehensive loss	(97,034)	(127,180)
<b>Total stockholders' equity</b>	<b>921,594</b>	<b>801,055</b>
Total liabilities and stockholders' equity	\$ 1,587,878	\$ 1,436,180

See accompanying notes.

Table of Contents**IHS INC.****CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS**

(In thousands except per-share amounts)

	Three Months Ended May 31,		Six Months Ended May 31,	
	2009	2008	2009	2008
	(Unaudited)			
<b>Revenue:</b>				
Products	\$ 205,170	\$ 177,103	\$ 405,028	\$ 342,285
Services	30,106	30,090	65,659	63,685
Total revenue	235,276	207,193	470,687	405,970
<b>Operating expenses:</b>				
Cost of revenue:				