

Chemtura CORP
Form 10-Q
July 29, 2014
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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 quarterly period ended June 30, 2014

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) 1-15339

CHEMTURA CORPORATION

(Exact name of registrant as specified in its charter)

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Delaware
(State or other jurisdiction of incorporation or
organization)

52-2183153
(I.R.S. Employer Identification Number)

1818 Market Street, Suite 3700, Philadelphia, Pennsylvania
199 Benson Road, Middlebury, Connecticut
(Address of principal executive offices)

19103
06749
(Zip Code)

(203) 573-2000

(Registrant's telephone number,
including area code)

(Former name, former address and former fiscal year, if changed from 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 the 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 definition of "large accelerated filer," "accelerated filer," "non-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 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 of common stock outstanding as of the latest practicable date is as follows

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| Class | Number of shares outstanding at June 30, 2014 | |
|--------------------------------|--|------------|
| Common Stock - \$.01 par value | | 90,574,540 |

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CHEMTURA CORPORATION AND SUBSIDIARIES

FORM 10-Q

FOR THE QUARTER AND SIX MONTHS ENDED JUNE 30, 2014

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Table of Contents**PART I. FINANCIAL INFORMATION****ITEM 1. Financial Statements****CHEMTURA CORPORATION AND SUBSIDIARIES****Consolidated Statements of Operations (Unaudited)****Quarters and six months ended June 30, 2014 and 2013***(In millions, except per share data)*

| | Quarters ended June 30, | | Six months ended June 30, | |
|---|-------------------------|-----------|---------------------------|-----------|
| | 2014 | 2013 | 2014 | 2013 |
| Net sales | \$ 609 | \$ 590 | \$ 1,165 | \$ 1,118 |
| Cost of goods sold | 451 | 444 | 887 | 862 |
| Selling, general and administrative | 67 | 53 | 127 | 111 |
| Depreciation and amortization | 25 | 26 | 53 | 52 |
| Research and development | 10 | 10 | 18 | 18 |
| Facility closures, severance and related costs | 4 | 11 | 6 | 25 |
| Equity loss | | 1 | | 3 |
| Operating income | 52 | 45 | 74 | 47 |
| Interest expense | (11) | (15) | (23) | (31) |
| Other (expense) income, net | (2) | 12 | 1 | 15 |
| Reorganization items, net | (1) | (1) | (1) | (1) |
| Earnings from continuing operations before income taxes | 38 | 41 | 51 | 30 |
| Income tax benefit (expense) | 5 | (14) | 2 | (21) |
| Earnings from continuing operations | 43 | 27 | 53 | 9 |
| Earnings from discontinued operations, net of tax | | 26 | 1 | 21 |
| Loss on sale of discontinued operations, net of tax | (4) | (146) | (9) | (146) |
| Net earnings (loss) | \$ 39 | \$ (93) | \$ 45 | \$ (116) |
| Basic per share information | | | | |
| Earnings from continuing operations | \$ 0.46 | \$ 0.27 | \$ 0.56 | \$ 0.09 |
| Earnings from discontinued operations, net of tax | | 0.26 | 0.01 | 0.21 |
| Loss on sale of discontinued operations, net of tax | (0.04) | (1.48) | (0.09) | (1.48) |
| Net earnings (loss) | \$ 0.42 | \$ (0.95) | \$ 0.48 | \$ (1.18) |
| Diluted per share information | | | | |
| Earnings from continuing operations | \$ 0.46 | \$ 0.27 | \$ 0.55 | \$ 0.09 |
| Earnings from discontinued operations, net of tax | | 0.26 | 0.01 | 0.21 |
| | (0.04) | (1.46) | | |

Loss on sale of discontinued operations, net of
tax