

EASTMAN KODAK CO
Form 10-Q
August 05, 2014

UNITED STATES
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 1-87

EASTMAN KODAK COMPANY
(Exact name of registrant as specified in its charter)

NEW JERSEY
(State of incorporation)

16-0417150
(IRS Employer Identification No.)

343 STATE STREET, ROCHESTER, NEW
YORK
(Address of principal executive offices)

14650
(Zip Code)

Registrant's telephone number, including area code: 585-724-4000

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, and (2) has been subject to such filing requirements

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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. 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" and "smaller reporting company" in Rule 12b-2 of the Exchange Act.

Large accelerated filer Accelerated filer

Non-accelerated filer 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

Indicate the number of shares outstanding of each of the issuer's classes of common stock, as of the latest practicable date.

Title of each Class	Number of Shares Outstanding at August 1, 2014
Common Stock, \$0.01 par value	41,729,327

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June 30, 2014

Table of Contents

	Page
Part I.—Financial Information	
Item 1.	Financial Statements 3
	Consolidated Statement of Operations (Unaudited) 3
	Consolidated Statement of Comprehensive (Loss) Income (Unaudited) 4
	Consolidated Statement of Financial Position (Unaudited) 5
	Consolidated Statement of Cash Flows (Unaudited) 6
	Notes to Financial Statements (Unaudited) 7
Item 2.	Management’s Discussion and Analysis of Financial Condition and Results of Operations 25
	Liquidity and Capital Resources 37
Item 3.	Quantitative and Qualitative Disclosures About Market Risk 40
Item 4.	Controls and Procedures 41
Part II.—Other Information	
Item 1.	Legal Proceedings 41
Item 6.	Exhibits 42
	Signatures 43
	Index to Exhibits 44

Part I. FINANCIAL INFORMATION

Item 1. Financial Statements

EASTMAN KODAK COMPANY
CONSOLIDATED STATEMENT OF OPERATIONS (Unaudited)

(in millions, except per share data)

	Three Months Ended June 30,		Six Months Ended June 30,	
	Successor 2014	Predecessor 2013	Successor 2014	Predecessor 2013
Revenues				
Sales	\$ 429	\$ 472	\$ 818	\$ 961
Services	96	111	191	216
Total revenues	525	583	1,009	1,177
Cost of revenues				
Sales	350	365	671	726
Services	73	85	147	169
Total cost of revenues	423	450	818	895
Gross profit	102	133	191	282
Selling, general and administrative expenses	85	115	172	233
Research and development costs	26	25	53	50
Restructuring costs and other	20	29	33	40
Other operating income, net	-	(1)	-	(495)
(Loss) earnings from continuing operations before interest expense, other income (charges), net, reorganization items, net and income taxes	(29)	(35)	(67)	454
Interest expense	16	47	32	72
Loss on early extinguishment of debt	-	-	-	6
Other charges, net	(2)	(3)	(3)	(10)
Reorganization items, net	5	72	10	192
(Loss) earnings from continuing operations before income taxes	(52)	(157)	(112)	174
Provision for income taxes	8	51	-	58
(Loss) earnings from continuing operations	(60)	(208)	(112)	116
(Loss) earnings from discontinued operations, net of income taxes	(2)	(16)	17	(57)
Net (loss) earnings	(62)	(224)	(95)	59
Less: Net income attributable to noncontrolling interests	-	-	3	-
NET (LOSS) EARNINGS ATTRIBUTABLE TO EASTMAN KODAK COMPANY	\$ (62)	\$ (224)	\$ (98)	\$ 59

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Basic and diluted net (loss) earnings per share
 attributable to Eastman Kodak Company
 common shareholders:

Continuing operations	\$ (1.44)	\$ (0.76)	\$ (2.76)	\$ 0.43
Discontinued operations	(0.05)	(0.06)	0.41	