

ALTERA CORP
Form 10-Q
July 25, 2013
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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 June 28, 2013

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 0-16617

ALTERA CORPORATION

(Exact name of registrant as specified in its charter)

DELAWARE

(State or other jurisdiction of
incorporation or organization)

101 INNOVATION DRIVE

SAN JOSE, CALIFORNIA 95134

(Address of principal executive offices) (zip code)

408-544-7000

77-0016691

(I.R.S. Employer

Identification Number)

(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 (§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

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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

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

Number of shares of common stock outstanding at July 10, 2013: 319,472,196

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PART I FINANCIAL INFORMATION

ITEM 1: Financial Statements

ALTERA CORPORATION

CONSOLIDATED BALANCE SHEETS

(Unaudited)

(In thousands, except par value amount)	June 28, 2013	December 31, 2012
Assets		
Current assets:		
Cash and cash equivalents	\$2,788,844	\$2,876,627
Short-term investments	164,835	140,958
Total cash, cash equivalents, and short-term investments	2,953,679	3,017,585
Accounts receivable, net	472,597	323,708
Inventories	134,298	152,721
Deferred income taxes — current	87,270	59,049
Deferred compensation plan — marketable securities	55,753	60,321
Deferred compensation plan — restricted cash equivalents	18,984	17,116
Other current assets	40,095	49,852
Total current assets	3,762,676	3,680,352
Property and equipment, net	200,823	206,148
Long-term investments	689,301	704,758
Deferred income taxes — non-current	5,009	17,082
Other assets, net	221,594	49,488
Total assets	\$4,879,403	\$4,657,828
Liabilities and stockholders' equity		
Current liabilities:		
Accounts payable	\$39,571	\$50,036
Accrued liabilities	31,072	29,005
Accrued compensation and related liabilities	37,654	40,606
Dividends payable	47,937	—
Deferred compensation plan obligations	74,737	77,437
Deferred income and allowances on sales to distributors	399,630	345,993
Total current liabilities	630,601	543,077
Income taxes payable — non-current	291,656	272,000
Long-term debt	500,000	500,000
Other non-current liabilities	8,948	9,304
Total liabilities	1,431,205	1,324,381
Commitments and contingencies (See “Note 14 — Commitments and Contingencies”)		
Stockholders' equity:		
Common stock: \$.001 par value; 1,000,000 shares authorized; outstanding - 319,580 shares at June 28, 2013 and 319,564 shares at December 31, 2012	320	320
Capital in excess of par value	1,180,183	1,122,555
Retained earnings	2,271,221	2,204,980
Accumulated other comprehensive (loss) income	(3,526) 5,592
Total stockholders' equity	3,448,198	3,333,447
Total liabilities and stockholders' equity	\$4,879,403	\$4,657,828
See accompanying notes to consolidated financial statements.		

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ALTERA CORPORATION
 CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME
 (Unaudited)

(In thousands, except per share amounts)	Three Months Ended		Six Months Ended	
	June 28, 2013	June 29, 2012	June 28, 2013	June 29, 2012
Net sales	\$421,759	\$464,831	\$832,260	\$848,585
Cost of sales	135,104	141,315	261,187	256,149
Gross margin	286,655	323,516	571,073	592,436
Research and development expense	95,489	92,143	183,206	174,227
Selling, general, and administrative expense	77,869	71,796		