

ATWOOD OCEANICS INC

Form 10-Q

August 02, 2016

UNITED STATES
SECURITIES AND
EXCHANGE
COMMISSION
WASHINGTON, DC 20549

(Mark One) 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, 2016

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 1-13167

ATWOOD OCEANICS, INC.

(Exact Name of Registrant as Specified in Its Charter)

Texas

74-1611874

(State or Other Jurisdiction of Incorporation or Organization) (IRS Employer Identification No.)

15011 Katy Freeway, Suite 800, Houston, Texas

77094

(Address of Principal Executive Offices including Zip Code) (Zip Code)

Registrant's Telephone Number, Including Area Code: (281) 749-7800

N/A

(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 smaller reporting company. See the definitions of "large accelerated filer," "accelerated filer" and "smaller reporting

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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.

As of July 27, 2016, there were 64,800,353 shares of common stock, \$1.00 par value per share, outstanding.

ATWOOD OCEANICS, INC.
FORM 10-Q
FOR THE QUARTER ENDED JUNE 30, 2016
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PART I. FINANCIAL INFORMATION

ITEM 1. FINANCIAL STATEMENTS

ATWOOD OCEANICS, INC. AND SUBSIDIARIES
 CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS
 (UNAUDITED)

	Three Months Ended June 30,		Nine Months Ended June 30,	
(In thousands, except per share amounts)	2016	2015	2016	2015
REVENUES:				
Contract drilling	\$217,818	\$317,531	\$794,979	\$992,913
Revenues related to reimbursable expenses	9,979	13,031	36,988	39,762
Total revenues	227,797	330,562	831,967	1,032,675
COSTS AND EXPENSES:				
Contract drilling	80,524	134,258	301,094	401,847
Reimbursable expenses	5,489	9,066	22,898	29,634
Depreciation	41,084	42,534	124,964	129,637
General and administrative	12,028	10,473	38,693	42,619
Asset impairment	(659)	—	64,773	60,777
Loss on sale of assets	—	27	77	15,362
Other, net	16	—	(1,044)	—
	138,482	196,358	551,455	679,876
OPERATING INCOME	89,315	134,204	280,512	352,799
OTHER INCOME (EXPENSE):				
Interest expense, net of capitalized interest	(19,674)	(11,677)	(50,533)	(40,028)
Interest income	9	12	19	84
Gains on extinguishment of debt	50,466	—	58,863	—
Other income	—	—	17,976	—
	30,801	(11,665)	26,325	(39,944)
INCOME BEFORE INCOME TAXES	120,116	122,539	306,837	312,855
PROVISION FOR INCOME TAXES	20,611	9,547	45,814	30,976
NET INCOME	\$99,505	\$112,992	\$261,023	\$281,879
EARNINGS PER COMMON SHARE (NOTE 2):				
Basic	\$1.54	\$1.75	\$4.03	\$4.37
Diluted	\$1.53	\$1.73	\$4.02	\$4.33
WEIGHTED AVERAGE COMMON SHARES OUTSTANDING (NOTE 2):				
Basic	64,795	64,649	64,750	64,557
Diluted	64,847	65,130	64,852	