

LAUREATE EDUCATION, INC.

Form 10-Q

August 04, 2005

2Q 2005 10-Q Draft FINAL

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 and Exchange Act of 1934 for the quarter ended June 30, 2005 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 0-22844

LAUREATE EDUCATION, INC.

(Exact name of registrant as specified in its charter)

Maryland

(State or other jurisdiction of incorporation or organization)

52-1492296

(I.R.S. Employer Identification No.)

1001 Fleet Street, Baltimore, Maryland

(Address of principal executive offices)

21202

(Zip Code)

Registrant's telephone number, including area code: **(410) 843-6100**

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 is an accelerated filer (as defined in Rule 12b-2 of the Act). Yes . No .

The registrant had 49,688,763 shares of Common Stock outstanding as of July 29, 2005.

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SIGNATURE

LAUREATE EDUCATION, INC. AND SUBSIDIARIES

Consolidated Balance Sheets

(Dollar and share amounts in thousands, except per share data)

	June 30, 2005 (Unaudited)	December 31, 2004
Assets		
Current assets:		
Cash and cash equivalents	\$ 85,766	\$ 105,629
Available-for-sale securities	17,905	4,515
Receivables:		
Accounts receivable	80,887	128,523
Notes receivable	79,300	85,450
Other receivables	21,713	3,507
	181,900	217,480
Allowance for doubtful accounts	(26,168)	(25,214)
	155,732	192,266
Inventory	4,613	4,647
Deferred income taxes	6,009	5,079
Income tax receivable	18,523	33,523
Prepaid expenses and other current assets	18,892	15,238
Current assets of discontinued operations		20,000
Total current assets	307,440	380,897
Other notes receivable, less current portion, net of allowance of \$6,747 and \$5,846 at June 30, 2005 and December 31, 2004, respectively	75,629	50,384
Property and equipment:		
Land	93,198	95,153
Buildings	248,316	266,524
Construction in-progress	16,778	3,154
Furniture, computer equipment and software	175,121	161,153
Leasehold improvements	65,355	56,788
	598,768	582,772
Accumulated depreciation and amortization	(110,357)	(97,180)
	488,411	485,592
Intangible assets:		
Goodwill	359,333	364,973
Tradenames and accreditations	173,242	174,694
Other intangible assets, net of accumulated amortization of \$11,495 and \$9,358 at June 30, 2005 and December 31, 2004, respectively	8,385	11,447
	540,960	551,114
Deferred income taxes	3,004	3,335
Deferred costs, net of accumulated amortization of \$11,833 and \$10,025 at June 30, 2005 and December 31, 2004, respectively	18,563	15,976
Other assets	18,198	16,371
Assets of discontinued operations		27,041
Total assets	\$ 1,452,205	\$ 1,530,710

LAUREATE EDUCATION, INC. AND SUBSIDIARIES

Consolidated Balance Sheets (continued)

(Dollar and share amounts in thousands, except per share data)

	June 30, 2005 (Unaudited)	December 31, 2004
Liabilities and stockholders equity		
Current liabilities:		