

HELMERICH & PAYNE INC  
Form 10-Q  
May 04, 2012  
[Table of Contents](#)

**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 quarterly period ended: **March 31, 2012**

**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: **1-4221**

**HELMERICH & PAYNE, INC.**

(Exact name of registrant as specified in its charter)

Edgar Filing: HELMERICH & PAYNE INC - Form 10-Q

**Delaware**  
(State or other jurisdiction of  
incorporation or organization)

**73-0679879**  
(I.R.S. Employer I.D. Number)

**1437 South Boulder Avenue, Tulsa, Oklahoma,74119**

(Address of principal executive office)(Zip Code)

**(918) 742-5531**

(Registrant's telephone number, including area code)

**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 small reporting company. See the definitions of large accelerated filer, accelerated filer and small reporting company in Rule 12b-2 of the Exchange Act.

Large accelerated filer  Accelerated filer   
Non-accelerated filer  Smaller reporting company   
(Do not check if a 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

**CLASS**  
Common Stock, \$0.10 par value

**OUTSTANDING AT April 30, 2012**  
107,416,029



Table of Contents

HELMERICH & PAYNE, INC. AND SUBSIDIARIES

TABLE OF CONTENTS

	<b>Page No.</b>
<u>PART I.</u>	<u>FINANCIAL INFORMATION</u>
<u>Item 1.</u>	<u>Financial Statements</u>
	<u>Consolidated Condensed Balance Sheets as of March 31, 2012 and September 30, 2011</u>
	3
	<u>Consolidated Condensed Statements of Income for the Three and Six Months Ended March 31, 2012 and 2011</u>
	4
	<u>Consolidated Condensed Statements of Cash Flows for the Six Months Ended March 31, 2012 and 2011</u>
	5
	<u>Consolidated Condensed Statement of Shareholders' Equity for the Six Months Ended March 31, 2012</u>
	6
	<u>Notes to Consolidated Condensed Financial Statements</u>
	7-19
<u>Item 2.</u>	<u>Management's Discussion and Analysis of Financial Condition and Results of Operations</u>
	20-28
<u>Item 3.</u>	<u>Quantitative and Qualitative Disclosures about Market Risk</u>
	29
<u>Item 4.</u>	<u>Controls and Procedures</u>
	29
<u>PART II.</u>	<u>OTHER INFORMATION</u>
<u>Item 1.</u>	<u>Legal Proceedings</u>
	29
<u>Item 1A.</u>	<u>Risk Factors</u>
	30
<u>Item 6.</u>	<u>Exhibits</u>
	31
<u>Signatures</u>	32

Table of Contents

## PART I. FINANCIAL INFORMATION

## HELMERICH &amp; PAYNE, INC. AND SUBSIDIARIES

## CONSOLIDATED CONDENSED BALANCE SHEETS

(Unaudited)

(in thousands, except share and per share amounts)

## ITEM 1. FINANCIAL STATEMENTS

	March 31, 2012	September 30, 2011
<b><u>ASSETS</u></b>		
Current assets:		
Cash and cash equivalents	\$ 324,385	\$ 364,246
Accounts receivable, less reserve of \$746 at March 31, 2012 and \$776 at September 30, 2011	511,203	460,540
Inventories	61,410	54,407
Deferred income taxes	21,890	19,855
Prepaid expenses and other	72,910	49,736
Current assets of discontinued operations	7,562	7,529
Total current assets	999,360	956,313
Investments	444,365	347,924
Property, plant and equipment, net	3,975,239	3,677,070
Other assets	22,108	22,584
Total assets	\$ 5,441,072	\$ 5,003,891
<b><u>LIABILITIES AND SHAREHOLDERS' EQUITY</u></b>		
Current liabilities:		
Accounts payable	\$ 98,007	\$ 103,852
Accrued liabilities	167,519	192,898
Long-term debt due within one year	115,000	115,000
Current liabilities of discontinued operations	5,198	4,979
Total current liabilities	385,724	416,729
Noncurrent liabilities:		
Long-term debt	235,000	235,000
Deferred income taxes	1,113,285	975,280
Other	102,603	104,285
Noncurrent liabilities of discontinued operations	2,364	2,550
Total noncurrent liabilities	1,453,252	1,317,115
Shareholders' equity:		
Common stock, \$.10 par value, 160,000,000 shares authorized, 107,564,656 shares and 107,243,473 shares issued as of March 31, 2012 and September 30, 2011, respectively and 107,411,279 and 107,086,324 shares outstanding as of March 31, 2012 and September 30, 2011, respectively	10,756	10,724
Preferred stock, no par value, 1,000,000 shares authorized, no shares issued		

Edgar Filing: HELMERICH & PAYNE INC - Form 10-Q

Additional paid-in capital	225,917	210,909
Retained earnings	3,213,113	2,954,210
Accumulated other comprehensive income	158,804	98,908
Treasury stock, at cost	(6,494)	(4,704)
Total shareholders' equity	3,602,096	3,270,047
Total liabilities and shareholders' equity	\$ 5,441,072	\$ 5,003,891

The accompanying notes are an integral part of these statements.

Table of Contents

HELMERICH & PAYNE, INC. AND SUBSIDIARIES

CONSOLIDATED CONDENSED STATEMENTS OF INCOME

(Unaudited)

(in thousands, except per share data)

		Three Months Ended March 31,		Six Months Ended March 31,	
		2012	2011	2012	2011
Operating revenues:					
Drilling	U.S. Land	\$ 658,804	\$ 495,459	\$ 1,276,583	\$ 972,277
Drilling	Offshore	43,421	50,586	94,213	95,453
Drilling	International Land	64,088	54,684		