

MEDIMMUNE INC /DE
Form 10-Q
April 28, 2006

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 March 31, 2006

0-19131

(Commission File No.)

MedImmune, Inc.

(Exact name of registrant as specified in its charter)

Delaware

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

52-1555759

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

One MedImmune Way, Gaithersburg, MD 20878

(Address of principal executive offices) (Zip Code)

Edgar Filing: MEDIMMUNE INC /DE - Form 10-Q

Registrant's telephone number, including area code ~~(301)~~ **398-0000**

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 a large accelerated filer, an accelerated filer or a non-accelerated filer. See definition of accelerated filer and large accelerated filer in Rule 12b-2 of the Exchange Act. (check one):

Large accelerated filer Accelerated filer Non-accelerated filer

Indicate by check mark whether the registrant is a shell company (as defined by Rule 12b-2 of the Exchange Act). Yes

No

As of April 20, 2006, 248,753,859 shares of Common Stock, par value \$0.01 per share, were outstanding.

MEDIMMUNE, INC.

Index to Form 10-Q

Part I	Financial Information	1
Item 1.	Financial Statements	1
	Consolidated Balance Sheets	1
	Consolidated Statements of Operations	2
	Condensed Consolidated Statements of Cash Flows	3
	Notes to Consolidated Financial Statements	4
Item 2.	Management's Discussion and Analysis of Financial Condition and Results of Operations	12
Item 3.	Quantitative and Qualitative Disclosures About Market Risk	17
Item 4.	Controls and Procedures	17
Part II	Other Information	17
Item 1.	Legal Proceedings	17
Item 1A.	Risk Factors	17
Item 2.	Unregistered Sales of Equity Securities and Use of Proceeds	23
Item 5.	Other Information	23
Item 6.	Exhibits	24

MedImmune, Synagis, CytoGam, Ethyol, FluMist, NeuTrexin, RespiGam and Vitaxin are registered trademarks of the Company. Numax and Abegrin are trademarks of the Company.

Unless otherwise indicated, this Quarterly Report is current as of March 31, 2006 and the Company undertakes no obligation to update it to reflect events or circumstances after the date of this Quarterly Report or to reflect the occurrence of unanticipated events.

PART I FINANCIAL INFORMATION

ITEM 1. FINANCIAL STATEMENTS

MEDIMMUNE, INC.

CONSOLIDATED BALANCE SHEETS

(in millions)

ASSETS:

Cash and cash equivalents
Marketable securities
Trade receivables, net
Inventory, net
Deferred tax assets, net
Other current assets
Total Current Assets

Marketable securities
Property and equipment, net
Deferred tax assets, net
Intangible assets, net
Other assets
Total Assets

LIABILITIES AND SHAREHOLDERS' EQUITY:

Accounts payable
Accrued expenses
Product royalties payable
Convertible senior notes
Other current liabilities
Total Current Liabilities

Other liabilities
Total Liabilities

Commitments and Contingencies

SHAREHOLDERS' EQUITY:

Preferred stock, \$.01 par value; 5.5 million shares authorized; none issued or outstanding
Common stock, \$.01 par value; 420.0 million shares authorized; 255.5 million shares issued at March 31, 2006 and 255.5 million shares issued at December 31, 2005
Paid-in capital
Accumulated deficit
Accumulated other comprehensive income

Less: Treasury stock at cost; 6.7 million shares at March 31, 2006 and 8.5 million shares at December 31, 2005

Total Shareholders' Equity
Total Liabilities and Shareholders' Equity

The accompanying notes are an integral part of these financial statements.

1

MEDIMMUNE, INC.

CONSOLIDATED STATEMENTS OF OPERATIONS

(Unaudited)

(in millions, except per share data)

	Three months ended	
	March 31,	
	2006	2005
Revenues:		
Product sales	\$ 491.6	\$ 508.7
Other revenue	6.4	1.1
Total revenues	498.0	509.8
Costs and expenses:		
Cost of sales	123.1	119.8
Research and development	87.9	69.3
Selling, general and administrative	211.9	157.5
Other operating expenses	2.7	2.6
Total expenses	425.6	349.2
Operating income	72.4	160.6
Interest income	15.7	16.7
Interest expense	(2.7)	(2.0)
Gain (loss) on investment activities	(0.8)	0.3
Earnings before income taxes	84.6	175.6
Income tax provision	37.6	61.5