

THERMO FISHER SCIENTIFIC INC.
Form 10-Q
October 30, 2008

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 Quarter Ended September 27, 2008

Transition Report Pursuant to Section 13 or 15(d) of the Securities Exchange Act of 1934

Commission File Number 1-8002

THERMO FISHER SCIENTIFIC INC.
(Exact name of Registrant as specified in its charter)

Delaware
(State of incorporation or organization)

04-2209186
(I.R.S. Employer Identification No.)

81 Wyman Street
Waltham, Massachusetts
(Address of principal executive offices)

02451
(Zip Code)

Registrant's telephone number, including area code: (781) 622-1000

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 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, a non-accelerated filer or a smaller reporting company. See the 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

Indicate the number of shares outstanding of each of the issuer's classes of Common Stock, as of the latest practicable date.

Edgar Filing: THERMO FISHER SCIENTIFIC INC. - Form 10-Q

Class	Outstanding at September 27, 2008
Common Stock, \$1.00 par value	420,214,412

PART I — FINANCIAL INFORMATION

Item 1 . Financial Statements

THERMO FISHER SCIENTIFIC INC.

Consolidated Balance Sheet
(Unaudited)

(In millions)	September 27, 2008	December 31, 2007
Assets		
Current Assets:		
Cash and cash equivalents	\$ 1,240.3	\$ 625.1
Short-term investments, at quoted market value (amortized cost of \$10.8 and \$13.6)	9.2	14.1
Accounts receivable, less allowances of \$45.6 and \$49.5	1,543.4	1,450.0
Inventories:		
Raw materials	330.1	316.5
Work in process	134.9	118.4
Finished goods	795.4	735.0
Deferred tax assets	165.4	195.8
Other current assets	224.3	210.4
	4,443.0	3,665.3
Property, Plant and Equipment, at Cost	1,836.3	1,716.5
Less: Accumulated depreciation and amortization	568.6	449.1
	1,267.7	1,267.4
Acquisition-related Intangible Assets, net of Accumulated Amortization of \$1,322.7 and \$877.8	6,720.8	7,157.8
Other Assets	422.9	403.7
Goodwill	8,745.1	8,713.2
	\$ 21,599.5	\$ 21,207.4

THERMO FISHER SCIENTIFIC INC.

Consolidated Balance Sheet (continued)
(Unaudited)

(In millions except share amounts)	September 27, 2008	December 31, 2007
Liabilities and Shareholders' Equity		
Current Liabilities:		
Short-term obligations and current maturities of long-term obligations	\$ 138.8	\$ 149.3
Accounts payable	636.5	676.9
Accrued payroll and employee benefits	285.5	295.1
Accrued income taxes	83.2	64.2
Deferred revenue	142.2	128.5
Other accrued expenses	553.8	587.6
	1,840.0	1,901.6
Deferred Income Taxes	2,116.7	2,279.9
Other Long-term Liabilities	464.2	491.7
Long-term Obligations	2,043.0	2,045.9
Shareholders' Equity:		
Preferred stock, \$100 par value, 50,000 shares authorized; none issued		
Common stock, \$1 par value, 1,200,000,000 shares authorized; 421,541,350 and 439,340,851 shares issued	421.5	439.3
Capital in excess of par value	11,251.3	12,283.4
Retained earnings	3,238.5	2,534.5
Treasury stock at cost, 1,326,938 and 24,102,880 shares	(64.7)	(1,157.3)
Accumulated other comprehensive items	289.0	388.4
	15,135.6	14,488.3
	\$ 21,599.5	\$ 21,207.4

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

THERMO FISHER SCIENTIFIC INC.

Consolidated Statement of Income
(Unaudited)

(In millions except per share amounts)	Three Months Ended	
	September 27, 2008	September 29, 2007
Revenues	\$ 2,588.1	\$ 2,401.2
Costs and Operating Expenses:		
Cost of revenues	1,555.3	1,453.1
Selling, general and administrative expenses	669.3	626.5
Research and development expenses	61.8	58.8
Restructuring and other costs, net	15.4	8.8
	2,301.8	2,147.2