

POLYONE CORP  
Form 10-Q  
July 31, 2013

UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION  
Washington, D.C. 20549

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FORM 10-Q

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Quarterly Report Pursuant to Section 13 or 15(d) of the Securities Exchange Act of 1934  
For the quarterly period ended June 30, 2013

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 1-16091

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POLYONE CORPORATION  
(Exact name of registrant as specified in its charter)

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Ohio 34-1730488  
(State or other jurisdiction (I.R.S. Employer Identification No.)  
of incorporation or organization)

33587 Walker Road, Avon Lake, Ohio 44012  
(Address of principal executive offices) (Zip Code)  
Registrant's telephone number, including area code: (440) 930-1000

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Former name, former address and former fiscal year, if changed since last report: Not Applicable

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 company" in Rule 12b-2 of the Exchange Act. (Check one):

Large accelerated filer	<input checked="" type="checkbox"/>	Accelerated filer	<input type="checkbox"/>
Non-accelerated filer	<input checked="" type="checkbox"/>	Smaller reporting company	<input type="checkbox"/>

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act).  
 Yes  No

The number of outstanding shares of the registrant's common stock, \$0.01 par value, as of July 12, 2013 was 96,952,983.

## Part I — Financial Information

## Item 1. Financial Statements

## PolyOne Corporation

## Condensed Consolidated Statements of Income (Unaudited)

(In millions, except per share data)

	Three Months Ended June 30,		Six Months Ended June 30,	
	2013	Adjusted 2012	2013	Adjusted 2012
Sales	\$1,037.6	\$756.6	\$1,838.7	\$1,502.1
Cost of sales	833.9	612.6	1,472.7	1,225.8
Gross margin	203.7	144.0	366.0	276.3
Selling and administrative expense	123.0	100.7	244.9	196.0
Income related to previously owned equity affiliates	—	—	0.1	0.4
Operating income	80.7	43.3	121.2	80.7
Interest expense, net	(16.6 )	(12.4 )	(32.2 )	(24.7 )
Premium on early extinguishment of debt	—	—	(10.6 )	—
Other (expense) income, net	(1.2 )	(0.9 )	0.2	(2.2 )
Income from continuing operations before income taxes	62.9	30.0	78.6	53.8
Income tax expense	(24.6 )	(11.6 )	(29.3 )	(20.1 )
Net income from continuing operations	38.3	18.4	49.3	33.7
Income from discontinued operations, net of income taxes	142.3	6.2	146.4	11.1
Net income	\$180.6			