

Willbros Group, Inc.\NEW\
Form 10-Q
November 06, 2015
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UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D. C. 20549

FORM 10-Q

(Mark One)

QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

For the quarterly period ended September 30, 2015

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 1-34259
Willbros Group, Inc.
(Exact name of registrant as specified in its charter)

Delaware 30-0513080
(Jurisdiction (I.R.S. Employer
of incorporation) Identification Number)
4400 Post Oak Parkway
Suite 1000
Houston, TX 77027
Telephone No.: 713-403-8000
(Address, including zip code, and telephone number, including area code, of principal executive offices of registrant)
NOT APPLICABLE
(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 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 definitions of "large accelerated filer," "accelerated filer" and "smaller reporting company" in Rule 12b-2 of the Exchange Act. (Check one):

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

The number of shares of the registrant's Common Stock, \$.05 par value, outstanding as of October 30, 2015 was 62,077,267.

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PART I—FINANCIAL INFORMATION

ITEM 1. FINANCIAL STATEMENTS

WILLBROS GROUP, INC.

CONDENSED CONSOLIDATED BALANCE SHEETS

(In thousands, except share and per share amounts)

(Unaudited)

	September 30, 2015	December 31, 2014	
ASSETS			
Current assets:			
Cash and cash equivalents	\$48,105	\$23,273	
Accounts receivable, net	206,392	347,137	
Contract cost and recognized income not yet billed	30,998	39,781	
Prepaid expenses and other current assets	29,690	25,432	
Parts and supplies inventories	1,233	3,555	
Deferred income taxes	2,303	6,621	
Assets associated with discontinued operations	3,217	7,057	
Total current assets	321,938	452,856	
Property, plant and equipment, net	66,297	94,432	
Intangible assets, net	90,221	116,130	
Deferred income taxes	786	711	
Other assets	34,588	28,078	
Total assets	\$513,830	\$692,207	
LIABILITIES AND STOCKHOLDERS' EQUITY			
Current liabilities:			
Accounts payable and accrued liabilities	\$134,212	\$207,313	
Contract billings in excess of cost and recognized income	13,095	16,371	
Current portion of capital lease obligations	698	917	
Notes payable and current portion of long-term debt	9,226	7,476	
Accrued income taxes	1,318	2,430	
Other current liabilities	7,813	7,462	
Liabilities associated with discontinued operations	1,052	5,185	
Total current liabilities	167,414	247,154	
Long-term debt	206,019	280,170	
Capital lease obligations	—	467	
Long-term liabilities for unrecognized tax benefits	—	117	
Deferred income taxes	2,576	6,895	
Other long-term liabilities	39,537	43,579	
Total liabilities	415,546	578,382	
Contingencies and commitments (Note 14)			
Stockholders' equity:			
Preferred stock, par value \$.01 per share, 1,000,000 shares authorized, none issued	—	—	
Common stock, par value \$.05 per share, 105,000,000 shares authorized and 63,717,436 shares issued at September 30, 2015 (70,000,000 shares authorized and 52,094,931 shares issued at December 31, 2014)	3,178	2,597	
Additional paid-in capital	742,394	703,728	
Accumulated deficit	(627,654)	(581,745))
	(14,200)	(13,832))

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Treasury stock at cost, 1,627,389 shares at September 30, 2015 (1,430,690 at December 31, 2014)

Accumulated other comprehensive income (loss)	(5,723) 2,788
Total Willbros Group, Inc. stockholders' equity	97,995	113,536
Noncontrolling interest	289	289
Total stockholders' equity	98,284	113,825
Total liabilities and stockholders' equity	\$513,830	\$692,207

See accompanying notes to condensed consolidated financial statements.

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WILLBROS GROUP, INC.

CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS

(In thousands, except share and per share amounts)

(Unaudited)

	Three Months Ended		Nine Months Ended	
	September 30,		September 30,	
	2015	2014	2015	2014
Contract revenue	\$266,750	\$559,693	\$900,605	\$1,576,021
Operating expenses:				
Contract costs	245,354	499,690	836,164	1,435,106
Amortization of intangibles	2,493	3,068	8,207	9,306
General and administrative	22,451	45,517	84,593	119,280
(Gain) loss on sale of subsidiaries	591	—	(55,781) —
Other charges	5,920	—	14,605	—
	276,809			