

CITRIX SYSTEMS INC
Form 10-Q
August 07, 2012

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 June 30, 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 0-27084

CITRIX SYSTEMS, INC.
(Exact name of registrant as specified in its charter)

Delaware
(State or other jurisdiction of
incorporation or organization)

75-2275152
(IRS Employer
Identification No.)

851 West Cypress Creek Road
Fort Lauderdale, Florida
(Address of principal executive offices)

33309
(Zip Code)

Registrant's Telephone Number, Including Area Code:
(954) 267-3000

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.

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

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As of August 1, 2012 there were 186,965,376 shares of the registrant's Common Stock, \$.001 par value per share, outstanding.

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CITRIX SYSTEMS, INC.
 Form 10-Q
 For the Quarterly Period Ended June 30, 2012
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PART I: FINANCIAL INFORMATION

ITEM 1. CONDENSED CONSOLIDATED FINANCIAL STATEMENTS

CITRIX SYSTEMS, INC.

CONDENSED CONSOLIDATED BALANCE SHEETS

(Unaudited)

	June 30, 2012	December 31, 2011
	(In thousands, except par value)	
Assets		
Current assets:		
Cash and cash equivalents	\$961,840	\$333,296
Short-term investments — available-for-sale	335,944	406,461
Accounts receivable, net of allowances of \$4,639 and \$3,925 at June 30, 2012 and December 31, 2011, respectively	404,212	484,431
Inventories, net	6,659	8,507
Prepaid expenses and other current assets	123,064	95,419
Current portion of deferred tax assets, net	43,957	44,916
Total current assets	1,875,676	1,373,030
Long-term investments — available-for-sale	410,369	737,844
Property and equipment, net	283,535	277,429
Goodwill	1,297,879	1,239,120
Other intangible assets, net	353,852	343,372
Long-term portion of deferred tax assets, net	45,059	67,479
Other assets	62,646	61,267
	\$4,329,016	\$4,099,541
Liabilities and Stockholders' Equity		
Current liabilities:		
Accounts payable	\$61,709	\$58,034
Accrued expenses and other current liabilities	226,152	223,136
Current portion of deferred tax liabilities, net	120	79,318
Current portion of deferred revenues	846,172	818,642
Total current liabilities	1,134,153	1,179,130
Long-term portion of deferred revenues	182,191	141,241
Long-term portion of deferred tax liabilities, net	54,721	20,247
Other liabilities	27,969	28,433
Commitments and contingencies		
Stockholders' equity:		
Preferred stock at \$.01 par value: 5,000 shares authorized, none issued and outstanding	—	—
Common stock at \$.001 par value: 1,000,000 shares authorized; 285,258 and 282,774 shares issued and outstanding at June 30, 2012 and December 31, 2011, respectively	285	283
Additional paid-in capital	3,549,622	3,385,053
Retained earnings	2,371,744	2,211,471
Accumulated other comprehensive loss	(21,854)	(11,561)
	5,899,797	5,585,246
Less — common stock in treasury, at cost (98,535 and 96,960 shares at June 30, 2012 and December 31, 2011, respectively)	(2,969,815)	(2,854,756)
Total stockholders' equity	2,929,982	2,730,490

\$4,329,016 \$4,099,541

See accompanying notes.

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CITRIX SYSTEMS, INC.
 CONDENSED CONSOLIDATED STATEMENTS OF INCOME
 (Unaudited)

	Three Months Ended June 30,		Six Months Ended June 30,	
	2012	2011	2012	2011
	(In thousands, except per share information)			
Revenues:				
Product and licenses	\$187,917	\$171,326	\$366,281	\$321,586
Software as a service	125,510	106,479	246,243	206,251
License updates and maintenance	272,537	231,682	537,062	453,061
Professional services	29,246	21,303	55,119	40,780
Total net revenues	615,210	530,790	1,204,705	1,021,678
Cost of net revenues:				
Cost of product and license revenues	20,854	18,448	39,658	