

CF Industries Holdings, Inc.
Form 10-Q
May 04, 2007

**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 **March 31, 2007**

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: **001-32597**

CF INDUSTRIES HOLDINGS, INC.

(Exact name of registrant as specified in its charter)

Delaware

(State or other jurisdiction of
incorporation or organization)

4 Parkway North, Suite 400

Deerfield, Illinois

(Address of principal executive offices)

20-2697511

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

60015

(Zip Code)

(847) 405-2400

(Registrant's telephone number, including area code)

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

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

55,379,401 million shares of the registrant's common stock, \$0.01 par value per share, were outstanding at March 31, 2007.

CF INDUSTRIES HOLDINGS, INC.
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CF INDUSTRIES HOLDINGS, INC.
PART I FINANCIAL INFORMATION

ITEM 1. FINANCIAL STATEMENTS.

CONSOLIDATED STATEMENTS OF OPERATIONS
(Unaudited)

	Three months ended	
	March 31,	
	2007	2006
	(in millions, except	
	per share amounts)	
Net sales	\$ 447.7	\$ 400.5
Cost of sales	342.6	423.2
Gross margin	105.1	(22.7)
Selling, general and administrative	13.7	13.0
Other operating net	1.3	1.5
Operating earnings (loss)	90.1	(37.2)
Interest expense	0.5	0.5
Interest income	(3.9)	(2.7)
Minority interest	7.0	5.9
Other non-operating net	(0.5)	(0.1)
Earnings (loss) before income taxes	87.0	(40.8)
Income tax provision (benefit)	29.8	(16.2)
Net earnings (loss)	\$ 57.2	\$ (24.6)
Basic weighted average common shares outstanding	55.1	55.0
Basic net earnings (loss) per share	\$ 1.04	\$ (0.45)
Diluted weighted average common shares outstanding	56.2	55.0
Diluted net earnings (loss) per share	\$ 1.02	\$ (0.45)
Dividends declared per common share	\$ 0.02	\$ 0.02

See Accompanying Notes to Unaudited Consolidated Financial Statements.

CF INDUSTRIES HOLDINGS, INC.
CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (LOSS)

(Unaudited)

	Three months ended	
	March 31,	
	2007	2006
	(in millions)	
Net earnings (loss)	\$ 57.2	\$ (24.6)
Other comprehensive income (loss):		
Foreign currency translation adjustment no tax effect	0.2	(0.1)
Defined benefit plans net of taxes	0.4	
Unrealized gain (loss) on securities net of taxes	(0.1)	0.2
Unrealized loss on derivatives net of taxes		(2.1)
	0.5	(2.0)
Comprehensive income (loss)	\$ 57.7	\$ (26.6)

See Accompanying Notes to Unaudited Consolidated Financial Statements.

**CF INDUSTRIES HOLDINGS, INC.
CONSOLIDATED BALANCE SHEETS**

	(Unaudited) March 31, 2007 (in millions, except share and per share amounts)	December 31, 2006
Assets		
Current assets:		
Cash and cash equivalents	\$ 27.8	\$ 25.4
Short-term investments	463.0	