

VISTEON CORP
Form 10-Q
November 06, 2014
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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, 2014,

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 001-15827

VISTEON CORPORATION

(Exact name of registrant as specified in its charter)

State of Delaware

(State or other jurisdiction of incorporation or organization)

One Village Center Drive, Van Buren Township, Michigan

(Address of principal executive offices)

Registrant's telephone number, including area code: (800)-VISTEON

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 (§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 ☒

Indicate by check mark whether the registrant has filed all documents and reports required to be filed by Sections 12, 13 or 15(d) of the Securities Exchange Act of 1934 subsequent to the distribution of securities under a plan confirmed by a court. Yes ☒ No ☐

As of October 31, 2014, the registrant had outstanding 44,299,689 shares of common stock.

Exhibit index located on page number 60.

38-3519512
(I.R.S. Employer
Identification No.)
48111
(Zip code)

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Part I

Financial Information

Item 1. Consolidated Financial Statements

VISTEON CORPORATION AND SUBSIDIARIES

CONSOLIDATED STATEMENTS OF COMPREHENSIVE (LOSS) INCOME

(Dollars in Millions Except Per Share Amounts)

(Unaudited)

	Three Months Ended September 30		Nine Months Ended September 30	
	2014	2013	2014	2013
Sales	\$1,970	\$1,484	\$5,470	\$4,680
Cost of sales	1,778	1,349	4,905	4,232
Gross margin	192	135	565	448
Selling, general and administrative expenses	107	73	272	223
Restructuring expenses	9	10	23	31
Interest expense	9	12	27	35
Interest income	3	3	7	8
Equity in net income of affiliates	2	48	15	134
Loss on debt extinguishment	—	—	23	—
Other expenses	20	6	40	14
Income from continuing operations before income taxes	52	85	202	287
Provision for income taxes	22	23	94	59
Net income from continuing operations	30	62	108	228
(Loss) income from discontinued operations, net of tax	(29	) (2	) (200	) 2
Net income (loss)	1	60	(92	) 230
Net income attributable to non-controlling interests	22	17	65	53
Net (loss) income attributable to Visteon Corporation	\$(21	) \$43	\$(157	) \$177
Basic (loss) earnings per share				
Continuing operations	\$0.18	\$0.91	\$0.69	\$3.51
Discontinued operations	(0.66	) (0.04	) (4.09) —
Basic (loss) earnings per share attributable to Visteon Corporation	\$(0.48	) \$0.87	\$(3.40	) \$3.51
Diluted (loss) earnings per share				
Continuing operations	\$0.18	\$0.89	\$0.67	\$3.44
Discontinued operations	(0.64	) (0.04	) (3.98) —
Diluted (loss) earnings per share attributable to Visteon Corporation	\$(0.46	) \$0.85	\$(3.31	) \$3.44
Comprehensive (loss) income:				
Comprehensive (loss) income	\$(105	) \$115	\$(185	) \$205
Comprehensive (loss) income attributable to Visteon Corporation	\$(112) \$82	\$(236) \$161

See accompanying notes to the consolidated financial statements.

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VISTEON CORPORATION AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS

(Dollars in Millions)

(Unaudited)

	September 30 2014	December 31 2013
ASSETS		
Cash and equivalents	\$936	\$1,677
Restricted cash	12	25
Accounts receivable, net	1,270	1,227
Inventories, net		