

TEVA PHARMACEUTICAL INDUSTRIES LTD
Form 6-K
August 11, 2004

FORM 6-K

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

Report of Foreign Private Issuer

**Pursuant to Rule 13a-16 or 15d-16
under the Securities Exchange Act of 1934**

For the month of August 2004

Commission File Number 0-16174

Teva Pharmaceutical Industries Limited

(Translation of registrant's name into English)

5 Basel Street, P.O. Box 3190

Petach Tikva 49131 Israel

(Address of principal executive offices)

Indicate by check mark whether the registrant files or will file annual reports under cover of Form 20-F or Form 40-F:

Form 20-F

Form 40-F

Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101(b)(1):

Indicate by check mark if the registrant is submitting the Form 6-K in paper as permitted by Regulation S-T Rule 101(b)(7):

Indicate by check mark whether by furnishing the information contained in this Form, the registrant is also hereby furnishing the information to the Commission pursuant to Rule 12g3-2(b) under the Securities Exchange Act of 1934.

Yes

No

If "Yes" is marked, indicate below the file number assigned to the registrant in connection with Rule 12g(3)-2(b): 82-_____

TEVA PHARMACEUTICAL INDUSTRIES LIMITED

(An Israeli Corporation)

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TEVA PHARMACEUTICAL INDUSTRIES LIMITED

CONDENSED CONSOLIDATED STATEMENTS OF INCOME (LOSS)

(U.S. dollars in millions, except earnings [loss] per ADR)

(Unaudited)

	Three Months Ended June 30, 2004	2003	Six Months Ended June 30, 2004	2003
Net Sales	\$ 1,176.4	\$ 764.4	\$ 2,228.8	\$ 1,521.8
Cost of Sales	623.1	404.1	1,195.1	813.1
Gross Profit	553.3	360.3	1,033.7	708.7
Research and development expenses:				
Total expenses	91.4	54.9	163.4	104.6
Less - participations and grants	4.2	6.4	8.1	9.7
	87.2	48.5	155.3	94.9
Selling, general and administrative expenses	169.0	129.9	327.1	252.6
Acquisition of research and development in process			596.6	
Income from GlaxoSmithKline litigation settlement		100.0		100.0
Impairment of product rights			30.0	
Restructuring expenses		7.4		7.4
Operating income (loss)	297.1	274.5	(75.3)	453.8
Financial income (expenses) - net	1.8	(8.9)	0.5	(12.9)
Income (loss) before income taxes	298.9	265.6	(74.8)	440.9
Income taxes	68.8	54.9	122.8	92.6
	230.1	210.7	(197.6)	348.3
Share in profits of associated companies - net	0.1	0.1	0.6	0.2
Minority interests in profits of subsidiaries - net	0.7	0.4	1.5	0.4
Net income (loss)	\$ 229.5	\$ 210.4	\$ (198.5)	\$ 348.1
Earnings (loss) per ADR:				
Basic	\$ 0.38	\$ 0.40	\$ (0.33)	\$ 0.66
Diluted	\$ 0.35	\$ 0.37	\$ (0.33)	\$ 0.63
Weighted average number of ADRs (in millions):				
Basic	609.1	531.2	602.6	530.6
Diluted	664.1	569.6	602.6	566.4

The accompanying notes are an integral part of the condensed financial statements.

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TEVA PHARMACEUTICAL INDUSTRIES LIMITED

CONDENSED CONSOLIDATED BALANCE SHEETS

(U.S. dollars in millions)

	June 30, 2004 Unaudited	December 31, 2003 Audited
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 711.7	\$ 1,057.3
Short-term investments	208.1	322.1
Accounts receivable:		
Trade	1,303.4	1,031.8
Other	343.6	300.6
Inventories	1,284.4	1,004.6
Total current assets	3,851.2	3,716.4
Investments and other assets	674.5	445.1
Property, plant and equipment, net	1,115.8	827.4
Intangible assets and debt issuance costs, net	730.3	279.5
Goodwill	2,403.1	647.5
Total assets	\$ 8,774.9	\$ 5,915.9
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current liabilities:		
Short-term credit	\$ 345.0	\$ 291.7
Accounts payable and accruals	1,394.7	1,050.7
Convertible Senior Debentures	349.3	352.5
Total current liabilities	2,089.0	1,694.9
Long-term liabilities:		
Deferred income taxes	226.7	34.6
Employee related obligations		