

HELIX ENERGY SOLUTIONS GROUP INC

Form 10-Q

April 30, 2010

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, D.C. 20549

Form 10-Q

- Quarterly report pursuant to Section 13 or 15(d) of the Securities Exchange Act of 1934
For the quarterly period ended March 31, 2010
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 001-32936

HELIX ENERGY SOLUTIONS GROUP, INC.
(Exact name of registrant as specified in its charter)

Minnesota
(State or other jurisdiction
of incorporation or organization)

95-3409686
(I.R.S. Employer
Identification No.)

400 North Sam Houston Parkway
East
Suite 400
Houston, Texas
(Address of principal executive
offices)

77060
(Zip Code)

(281) 618-0400
(Registrant's telephone number, including area code)

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, 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 Accelerated filer Non-accelerated
filer filer filer

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

As of April 27, 2010, 104,561,347 shares of common stock were outstanding.

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PART I. FINANCIAL INFORMATION

Item 1. Financial Statements.

HELIX ENERGY SOLUTIONS GROUP, INC. AND SUBSIDIARIES
CONDENSED CONSOLIDATED BALANCE SHEETS
(in thousands)

	March 31, 2010 (Unaudited)	December 31, 2009
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 212,178	\$ 270,673
Accounts receivable —		
Trade, net of allowance for uncollectible accounts of \$918 and \$5,172, respectively	159,704	145,519
Unbilled revenue	27,383	17,854
Costs in excess of billing	28	9,305
Other current assets	129,490	122,209
Total current assets	528,783	565,560
Property and equipment	4,402,651	4,352,109
Less — accumulated depreciation	(1,551,136)	(1,488,403)
	2,851,515	2,863,706
Other assets:		
Equity investments	186,944	189,411
Goodwill	77,771	78,643
Other assets, net	85,934	82,213
	\$ 3,730,947	\$ 3,779,533
LIABILITIES AND SHAREHOLDERS' EQUITY		
Current liabilities:		
Accounts payable	\$ 135,985	\$ 155,457
Accrued liabilities	202,481	200,607
Current maturities of long-term debt	11,834	12,424
Total current liabilities	350,300	368,488
Long-term debt	1,347,007	1,348,315
Deferred income taxes	431,147	442,607
Asset retirement obligations	178,371	182,399
Other long-term liabilities	4,789	4,262
Total liabilities	2,311,614	2,346,071
Convertible preferred stock	6,000	6,000
Commitments and contingencies		
Shareholders' equity:		
Common stock, no par, 240,000 shares authorized, 104,578 and 104,281 shares issued, respectively	907,362	907,691
Retained earnings	501,916	519,807

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Accumulated other comprehensive loss	(18,978)	(22,241)
Total controlling interest shareholders' equity	1,390,300	1,405,257
Noncontrolling interests	23,033	22,205
Total equity	1,413,333	1,427,462
	\$ 3,730,947	\$ 3,779,533

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

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HELIX ENERGY SOLUTIONS GROUP, INC. AND SUBSIDIARIES
 CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS (UNAUDITED)
 (in thousands, except per share amounts)

	Three Months Ended March 31,	
	2010	2009
Net revenues:		
Contracting services	\$ 110,855	\$ 410,794
Oil and gas	90,715	160,181
	201,570	570,975
Cost of sales:		
Contracting services	86,248	325,698
Oil and gas	89,466	84,067