

SunCoke Energy, Inc.
Form 10-Q
May 01, 2013
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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, 2013

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 001-35243

SUNCOKE ENERGY, INC.
(Exact name of registrant as specified in its charter)

Delaware
(State or other jurisdiction of
incorporation or organization)
1011 Warrenville Road, Suite 600
Lisle, Illinois 60532
(630) 824-1000
(Registrant's telephone number, including area code)

90-0640593
(I.R.S. Employer
Identification No.)

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 Act). Yes No

As of April 26, 2013, there were 69,979,055 shares of the Registrant's 0.01 par value Common Stock outstanding.

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PART I – FINANCIAL INFORMATION

SunCoke Energy, Inc.

Consolidated Statements of Income

(Unaudited)

Item 1. Consolidated Financial Statements

	Three Months Ended March 31,	
	2013	2012
	(Dollars and shares in millions, except per share amounts)	
Revenues		
Sales and other operating revenue	\$ 451.5	\$ 480.6
Other income, net	2.4	0.7
Total revenues	453.9	481.3
Costs and operating expenses		
Cost of products sold and operating expenses	382.4	408.3
Selling, general and administrative expenses	20.6	20.7
Depreciation, depletion and amortization	23.9	18.4
Total costs and operating expenses	426.9	447.4
Operating income	27.0	33.9
Interest expense, net	15.8	12.0
Income before income tax expense	11.2	21.9
Income tax expense	4.8	5.3
Net income	6.4	16.6
Less: Net income (loss) attributable to noncontrolling interests	4.3	(0.3)
Net income attributable to SunCoke Energy, Inc.	\$ 2.1	\$ 16.9
Earnings attributable to SunCoke Energy, Inc. per common share:		
Basic	\$ 0.03	\$ 0.24
Diluted	\$ 0.03	\$ 0.24
Weighted average common shares outstanding:		
Basic	70.0	70.1
Diluted	70.3	70.3
(See Accompanying Notes)		

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SunCoke Energy, Inc.

Consolidated Statements of Comprehensive Income
(Unaudited)

	Three Months Ended March	
	31,	2012
	2013	2012
	(Dollars in millions)	
Net income	\$6.4	\$16.6
Other comprehensive income (loss):		
Reclassifications of prior service benefit and actuarial loss amortization to earnings (net of related tax benefit of \$0.3 million for the three months ended March 31, 2013 and 2012)	(0.5)	(0.4)
Currency translation adjustment	0.1	0.2
Comprehensive income	6.0	16.4
Less: Comprehensive income (loss) attributable to noncontrolling interests	4.3	(0.3)
Comprehensive income attributable to SunCoke Energy, Inc. (See Accompanying Notes)	\$1.7	\$16.7

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Consolidated Balance Sheets

	March 31, 2013 (Unaudited)	December 31, 2012
	(Dollars in millions, except per share amounts)	
Assets		
Cash and cash equivalents	\$307.1	\$ 239.2
Receivables	97.0	70.0
Inventories	141.2	160.1
Deferred income taxes	2.6	2.6
Total current assets	547.9	471.9
Investment in Brazilian cokemaking operations	41.0	41.0
Investment in equity method investee	67.7	—
Properties, plants and equipment, net	1,405.1	1,396.6
Lease and mineral rights, net	52.4	52.5
Goodwill	9.4	9.4
Deferred charges and other assets	43.9	39.6
Total assets	\$2,167.4	\$ 2,011.0
Liabilities and Equity		
Accounts payable	\$151.9	\$ 132.9
Current portion of long-term debt	0.3	3.3
Accrued liabilities	69.8	91.2
Interest payable	8.0	15.7
Income taxes payable	5.0	3.9