

CATERPILLAR INC
Form 10-Q
August 04, 2011
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UNITED STATES
SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM 10-Q

**[X] QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE
ACT OF 1934**

For the quarterly period ended June 30, 2011

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: 1-768

CATERPILLAR INC.

(Exact name of registrant as specified in its charter)

Delaware
(State or other jurisdiction of incorporation)

37-0602744
(IRS Employer I.D. No.)

100 NE Adams Street, Peoria, Illinois
(Address of principal executive offices)

61629
(Zip Code)

Registrant's telephone number, including area code:

(309) 675-1000

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 definitions of large accelerated filer, accelerated filer and smaller reporting company in Rule 12b-2 of the Exchange Act. (Check one):

Large accelerated filer	<input checked="" type="checkbox"/>	Accelerated filer	<input type="checkbox"/>
Non-accelerated filer	<input type="checkbox"/>	Smaller reporting company	<input type="checkbox"/>

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

At June 30, 2011, 646,066,322 shares of common stock of the registrant were outstanding.

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* Item omitted because no answer is called for or item is not applicable.

Table of Contents**Part I. FINANCIAL INFORMATION***Item 1. Financial Statements***Caterpillar Inc.****Consolidated Statement of Results of Operations****(Unaudited)****(Dollars in millions except per share data)**

	Three Months Ended June 30,	
	2011	2010
Sales and revenues:		
Sales of Machinery and Power Systems	\$13,535	\$9,723
Revenues of Financial Products	695	686
Total sales and revenues	14,230	10,409
Operating costs:		
Cost of goods sold	10,303	7,372
Selling, general and administrative expenses	1,257	1,059
Research and development expenses	584	450
Interest expense of Financial Products	209	234
Other operating (income) expenses	276	317
Total operating costs	12,629	9,432
Operating profit (loss)	1,601	977
Interest expense excluding Financial Products	90	81
Other income (expense)	(161)	50
Consolidated profit (loss) before taxes	1,350	946
Provision (benefit) for income taxes	318	209
Profit (loss) of consolidated companies	1,032	737
Equity in profit (loss) of unconsolidated affiliated companies	(10)	(4)
Profit (loss) of consolidated and affiliated companies	1,022	733
Less: Profit (loss) attributable to noncontrolling interests	7	26
Profit (loss) 1	\$1,015	\$707
Profit (loss) per common share	\$1.57	\$1.12

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Profit (loss) per common share diluted²	\$1.52	\$1.09
Weighted-average common shares outstanding (millions)		
- Basic	645.5	629.8
- Diluted ²	667.2	647.0
Cash dividends declared per common share	\$0.90	\$0.86

1 Profit (loss) attributable to common stockholders.

2 Diluted by assumed exercise of stock-based compensation awards using the treasury stock method.

See accompanying notes to Consolidated Financial Statements.

Table of Contents**Caterpillar Inc.****Consolidated Statement of Results of Operations****(Unaudited)****(Dollars in millions except per share data)**

	Six Months Ended June 30,	
	2011	2010
Sales and revenues:		
Sales of Machinery and Power Systems	\$25,812	\$17,274
Revenues of Financial Products	1,367	1,373
Total sales and revenues	27,179	18,647
Operating costs:		
Cost of goods sold	19,360	13,266
Selling, general and administrative expenses	2,356	1,991
Research and development expenses	1,109	852
Interest expense of Financial Products	412	467
Other operating (income) expenses	508	586
Total operating costs	23,745	17,162
Operating profit (loss)	3,434	1,485
Interest expense excluding Financial Products	177	183
Other income (expense)	(144)	113
Consolidated profit (loss) before taxes	3,113	1,415
Provision (benefit) for income taxes	830	440
Profit (loss) of consolidated companies	2,283	975
Equity in profit (loss) of unconsolidated affiliated companies	(18)	(6)
Profit (loss) of consolidated and affiliated companies		