

Verisk Analytics, Inc.  
Form 10-Q  
August 01, 2017  
Table of Contents

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 June 30, 2017

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: 001-34480

---

VERISK ANALYTICS, INC.  
(Exact name of registrant as specified in its charter)

---

Delaware	26-2994223
(State or other jurisdiction of incorporation or organization)	(I.R.S. Employer Identification No.)

545 Washington Boulevard	07310-1686
Jersey City, NJ	
(Address of principal executive offices)	(Zip Code)
(201) 469-3000	
(Registrant's telephone number, including area code)	

---

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," "smaller reporting company," and "emerging growth company" in Rule 12b-2 of the Exchange Act.

Large accelerated filer Accelerated filer

Non-accelerated filer (Do not check if a smaller reporting company) Smaller reporting company

Emerging growth company

If an emerging growth company, indicate by check mark if the registrant has elected not to use the extended transition period for complying with any new or revised financial accounting standards provided pursuant to Section 13(a) of the Exchange Act.

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 July 28, 2017, there were 164,555,818 shares outstanding of the registrant's Common Stock, par value \$.001.

---

Table of Contents

Verisk Analytics, Inc.  
 Index to Form 10-Q  
 Table of Contents

	Page Number
<b>PART I — FINANCIAL INFORMATION</b>	
<u>Item 1. Financial Statements (unaudited)</u>	
<u>Condensed Consolidated Balance Sheets</u>	<u>1</u>
<u>Condensed Consolidated Statements of Operations</u>	<u>2</u>
<u>Condensed Consolidated Statements of Comprehensive Income</u>	<u>3</u>
<u>Condensed Consolidated Statements of Changes in Stockholders' Equity</u>	<u>4</u>
<u>Condensed Consolidated Statements of Cash Flows</u>	<u>5</u>
<u>Notes to Condensed Consolidated Financial Statements</u>	<u>6</u>
<u>Item 2. Management's Discussion and Analysis of Financial Condition and Results of Operations</u>	<u>25</u>
<u>Item 3. Quantitative and Qualitative Disclosures About Market Risk</u>	<u>37</u>
<u>Item 4. Controls and Procedures</u>	<u>37</u>
<b>PART II — OTHER INFORMATION</b>	
<u>Item 1. Legal Proceedings</u>	<u>38</u>
<u>Item 1A. Risk Factors</u>	<u>38</u>
<u>Item 2. Unregistered Sales of Equity Securities and Use of Proceeds</u>	<u>38</u>
<u>Item 3. Defaults Upon Senior Securities</u>	<u>38</u>
<u>Item 4. Mine Safety Disclosures</u>	<u>38</u>
<u>Item 5. Other Information</u>	<u>38</u>
<u>Item 6. Exhibits</u>	<u>38</u>
<u>SIGNATURES</u>	<u>39</u>
Exhibit 31.1	
Exhibit 31.2	

Exhibit 32.1

---

Table of Contents

## PART I — FINANCIAL INFORMATION

## Item 1. Financial Statements

## VERISK ANALYTICS, INC.

## CONDENSED CONSOLIDATED BALANCE SHEETS (UNAUDITED)

As of June 30, 2017 and December 31, 2016

	2017	2016
	(In millions, except for share and per share data)	
<b>ASSETS</b>		
Current assets:		
Cash and cash equivalents	\$140.7	\$135.1
Available-for-sale securities	3.6	3.4
Accounts receivable, net of allowance for doubtful accounts of \$4.3 and \$3.4, respectively	266.4	263.9
Prepaid expenses	39.2	28.9
Income taxes receivable	52.1	49.3
Other current assets	20.8	20.3
Total current assets	522.8	500.9
Noncurrent assets:		
Fixed assets, net	403.5	380.3
Intangible assets, net	1,052.0	1,010.8
Goodwill	2,733.8	2,578.1
Deferred income tax assets	16.4	15.6
Other assets	170.2	145.5
Total assets	\$4,898.7	\$4,631.2
<b>LIABILITIES AND STOCKHOLDERS' EQUITY</b>		
Current liabilities:		
Accounts payable and accrued liabilities	\$161.4	\$184.0
Short-term debt and current portion of long-term debt	126.8	106.8
Deferred revenues	449.0	330.8
Total current liabilities	737.2	621.6
Noncurrent liabilities:		
Long-term debt	2,276.6	2,280.2
Deferred income taxes, net	337.5	322.2
Other liabilities	81.5	74.8
Total liabilities	3,432.8	3,298.8
Commitments and contingencies		
Stockholders' equity:		
Common stock, \$.001 par value; 2,000,000,000 shares authorized; 544,003,038 shares issued and 164,521,185 and 166,915,772 shares outstanding, respectively	0.1	0.1
Additional paid-in capital	2,153.8	2,121.6
Treasury stock, at cost, 379,481,853 and 377,087,266 shares, respectively	(3,144.3)	(2,891.4)
Retained earnings	2,982.7	2,752.9
Accumulated other comprehensive losses	(526.4 )	(650.8 )
Total stockholders' equity	1,465.9	1,332.4

Edgar Filing: Verisk Analytics, Inc. - Form 10-Q

Total liabilities and stockholders' equity	\$4,898.7	\$4,631.2
--	-----------	-----------

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

1

---

Table of Contents

VERISK ANALYTICS, INC.  
CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS (UNAUDITED)  
For The Three and Six Months Ended June 30, 2017 and 2016

Three Months Ended June 30, 2017	2016	Six Months Ended June 30, 2017	2016
--	------	---	------