

UNIVERSAL DISPLAY CORP \PA\
Form 10-Q
August 03, 2017

UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM 10-Q

(Mark One)

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 1-12031

UNIVERSAL DISPLAY CORPORATION

(Exact name of registrant as specified in its charter)

Pennsylvania

(State or other jurisdiction of
incorporation or organization)

23-2372688
(I.R.S.
Employer

Identification
No.)

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375 Phillips Boulevard, Ewing, New Jersey 08618
(Address of principal executive offices) (Zip Code)

Registrant's telephone number, including area code: (609) 671-0980

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, a smaller reporting company, or an emerging growth 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. (Check one):

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 account 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 August 2, 2017, the registrant had outstanding 47,031,137 shares of common stock.

TABLE OF CONTENTS

PART I – FINANCIAL INFORMATION

Item 1. Financial Statements (unaudited)

<u>Consolidated Balance Sheets – June 30, 2017 and December 31, 2016</u>	1
<u>Consolidated Statements of Income – Three and six months ended June 30, 2017 and 2016</u>	2
<u>Consolidated Statements of Comprehensive Income – Three and six months ended June 30, 2017 and 2016</u>	3
<u>Consolidated Statement of Shareholders’ Equity – Six months ended June 30, 2017</u>	4
<u>Consolidated Statements of Cash Flows – Six months ended June 30, 2017</u>	5
<u>Notes to Consolidated Financial Statements</u>	6
<u>Item 2. Management’s Discussion and Analysis of Financial Condition and Results of Operations</u>	25
<u>Item 3. Quantitative and Qualitative Disclosures About Market Risk</u>	35
<u>Item 4. Controls and Procedures</u>	35

PART II – OTHER INFORMATION

<u>Item 1. Legal Proceedings</u>	36
<u>Item 1A. Risk Factors</u>	37
<u>Item 2. Unregistered Sales of Equity Securities and Use of Proceeds</u>	38
<u>Item 3. Defaults Upon Senior Securities</u>	38
<u>Item 4. Mine Safety Disclosures</u>	38
<u>Item 5. Other Information</u>	38
<u>Item 6. Exhibits</u>	39

PART I – FINANCIAL INFORMATION

ITEM 1. FINANCIAL STATEMENTS

UNIVERSAL DISPLAY CORPORATION AND SUBSIDIARIES

CONSOLIDATED BALANCE SHEETS

(UNAUDITED)

(in thousands, except share and per share data)

	June 30, 2017	December 31, 2016
ASSETS		
CURRENT ASSETS:		
Cash and cash equivalents	\$ 109,438	\$ 139,365
Short-term investments	256,117	188,644
Accounts receivable	39,702	24,994
Inventory	24,437	17,314
Deferred income taxes	—	8,661
Other current assets	7,191	6,392
Total current assets	436,885	385,370
PROPERTY AND EQUIPMENT, net of accumulated depreciation of \$34,409		
and \$32,167	38,691	27,203
ACQUIRED TECHNOLOGY, net of accumulated amortization of \$81,013 and \$70,714	141,828	152,127
OTHER INTANGIBLE ASSETS, net of accumulated amortization of \$1,303 and \$615	15,537	16,225
GOODWILL	15,535	15,535
INVESTMENTS	14,775	14,960
DEFERRED INCOME TAXES	44,067	15,832
OTHER ASSETS	317	307
TOTAL ASSETS	\$ 707,635	\$ 627,559
LIABILITIES AND SHAREHOLDERS' EQUITY		
CURRENT LIABILITIES:		
Accounts payable	\$ 17,772	\$ 8,112
Accrued expenses	12,442	19,845
Deferred revenue	10,061	10,282
Other current liabilities	1,146	1,967
Total current liabilities	41,421	