

Alkermes plc.
Form 10-Q
January 31, 2013
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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 December 31, 2012

OR

TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

Commission File Number 001-35299

ALKERMES PUBLIC LIMITED COMPANY

(Exact name of registrant as specified in its charter)

Ireland

(State or other jurisdiction of incorporation or organization)

98-1007018

(I.R.S. Employer Identification No.)

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Connaught House

1 Burlington Road

Dublin 4, Ireland

(Address of principal executive offices)

+ 353-1-772-8000

(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" and "smaller reporting company" in Rule 12b-2 of the Exchange Act:

Large accelerated filer

Accelerated filer

Non-accelerated filer

Smaller reporting company

(Do not check if a smaller reporting company)

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

The number of shares of the issuer's ordinary shares, \$0.01 par value, outstanding as of January 28, 2013, was 133,167,011 shares.

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**ALKERMES PLC AND SUBSIDIARIES
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FOR THE QUARTERLY PERIOD ENDED DECEMBER 31, 2012**

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	December 31, 2012	March 31, 2012
	(In thousands, except share and per share amounts)	
ASSETS		
CURRENT ASSETS:		
Cash and cash equivalents	\$ 135,892	\$ 83,601
Investments short-term	73,412	106,846
Receivables	119,835	96,381
Inventory	45,686	39,759
Prepaid expenses and other current assets	12,697	12,566
Total current assets	387,522	339,153
PROPERTY, PLANT AND EQUIPMENT, NET	292,186	302,995
INTANGIBLE ASSETS, NET	586,315	617,845
GOODWILL	92,740	92,740
INVESTMENTS LONG-TERM	29,976	55,691
OTHER ASSETS	23,024	26,793
TOTAL ASSETS	\$ 1,411,763	\$ 1,435,217
LIABILITIES AND SHAREHOLDERS EQUITY		
CURRENT LIABILITIES:		
Accounts payable and accrued expenses	\$ 67,655	\$ 79,154
Deferred revenue current	2,874	6,910
Long-term debt current	6,750	3,100
Total current liabilities	77,279	89,164
LONG-TERM DEBT	362,349	441,360
DEFERRED REVENUE LONG-TERM	9,140	7,578
DEFERRED TAX LIABILITIES LONG-TERM	32,932	34,512
OTHER LONG-TERM LIABILITIES	10,124	8,751
Total liabilities	491,824	581,365
COMMITMENTS AND CONTINGENCIES (Note 15)		
SHAREHOLDERS EQUITY:		
Preferred stock, par value, \$0.01 per share; 50,000,000 shares authorized; zero issued and outstanding at December 31, 2012 and March 31, 2012, respectively		
Ordinary shares, par value, \$0.01 per share; 450,000,000 shares authorized; 132,733,001 and 130,212,530 shares issued; 132,419,749 and 130,177,452 shares outstanding at December 31, 2012 and March 31, 2012, respectively	1,324	1,300
Treasury stock, at cost (313,252 and 35,078 shares at December 31, 2012 and March 31, 2012, respectively)	(5,375)	(571)

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Additional paid-in capital	1,429,573	1,380,742
Accumulated other comprehensive loss	(2,661)	(2,713)
Accumulated deficit	(502,922)	(524,906)
Total shareholders' equity	919,939	853,852
TOTAL LIABILITIES AND SHAREHOLDERS' EQUITY	\$ 1,411,763	\$ 1,435,217

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

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ALKERMES PLC AND SUBSIDIARIES

CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS AND COMPREHENSIVE INCOME (LOSS)

(unaudited)

	Three Months Ended December 31,		Nine Months Ended December 31,	
	2012	2011	2012	2011
	(In thousands, except per share amounts)			
REVENUES:				
Manufacturing and royalty revenues	\$ 118,274	\$ 112,780	\$ 363,981	\$ 215,759
Product sales, net	15,917	10,597	43,481	30,170
Research and development revenue	1,718	2,266	4,664	13,575
Total revenues	135,909	125,643	412,126	259,504
EXPENSES:				
Cost of goods manufactured and sold	38,914	42,752	122,475	76,501
Research and development				