

Chemours Co  
Form 10-Q  
November 07, 2016

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 September 30, 2016

OR

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

Commission File Number 001-36794

The Chemours Company  
(Exact Name of Registrant as Specified in Its Charter)  
Delaware 46-4845564  
(State or other Jurisdiction of (I.R.S. Employer  
Incorporation or Organization) Identification No.)  
1007 Market Street, Wilmington, Delaware 19899  
(Address of Principal Executive Offices)

(302) 773-1000

(Registrant's Telephone Number)

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 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  Accelerated Filer

Non-Accelerated Filer  Smaller reporting company

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

The Registrant had 181,834,319 shares of common stock, \$0.01 par value, outstanding at November 2, 2016.



## The Chemours Company

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## PART I. FINANCIAL INFORMATION

## Item 1. INTERIM CONSOLIDATED FINANCIAL STATEMENTS

## The Chemours Company

## Interim Consolidated Statements of Operations (Unaudited)

(Dollars in millions, except per share amounts)

	Three months ended September 30,		Nine months ended September 30,	
	2016	2015	2016	2015
Net sales	\$1,398	\$1,486	\$4,078	\$4,357
Cost of goods sold	1,056	1,222	3,267	3,615
Gross profit	342	264	811	742
Selling, general and administrative expense	148	157	454	481
Research and development expense	19	18	60	68
Restructuring and asset related charges, net	60	184	145	245
Goodwill impairment	—	25	—	25
Total expenses	227	384	659	819
Equity in earnings of affiliates	9	7	17	18
Interest expense, net	(51 )	(51 )	(157 )	(79 )
Other income, net	161	57	250	71
Income (loss) before income taxes	234	(107 )	262	(67 )
Provision (benefit from) for income taxes	30	(78 )	25	(63 )
Net income (loss)	204	(29 )	237	(4 )
Less: Net income attributable to noncontrolling interests	—	—	—	—
Net income (loss) attributable to Chemours	\$204	\$(29 )	\$237	\$(4 )
Per share data <sup>1</sup>				
Basic earnings (loss) per share of common stock	\$1.12	\$(0.16 )	\$1.31	\$(0.02 )
Diluted earnings per share of common stock	\$1.11	\$(0.16 )	\$1.30	\$(0.02 )
Dividends per share of common stock	\$0.03	\$0.03	\$0.09	\$0.58

<sup>1</sup> Refer to Note 9 for information regarding the calculation of basic and diluted earnings per share.

See accompanying notes to the interim consolidated financial statements.

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The Chemours Company

Interim Consolidated Statements of Comprehensive Income (Loss) (Unaudited)

(Dollars in millions)

	Three months ended September 30,					
	2016		2015			
	Pre-Tax	Tax	After-Tax	Pre-Tax	Tax	After-Tax
Net income (loss)	\$234	\$(30)	\$ 204	\$(107)	\$78	\$(29 )
Other comprehensive income (loss):						
Unrealized loss on net investment hedge	(6 )	—	(6 )	—	—	—