

Bunge LTD
Form 10-Q
May 02, 2018
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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 March 31, 2018

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 001-16625

BUNGE LIMITED

(Exact name of registrant as specified in its charter)

Bermuda 98-0231912

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

50 Main Street, White Plains, New York 10606

(Address of principal executive offices) (Zip Code)

(914) 684-2800

(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, 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):

Non-accelerated filer

Large accelerated filer <input type="checkbox"/>	Accelerated filer <input type="checkbox"/>	(Do not check if a smaller reporting company) <input type="checkbox"/>	Smaller reporting company <input type="checkbox"/>	Emerging growth company <input type="checkbox"/>
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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 Securities Exchange Act of 1934). Yes No

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Securities Exchange Act of 1934). Yes No

As of April 25, 2018 the number of shares issued of the registrant was:

Common shares, par value \$.01 per share: 140,945,157



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PART I— FINANCIAL INFORMATION
ITEM 1. FINANCIAL STATEMENTS
BUNGE LIMITED AND SUBSIDIARIES
CONDENSED CONSOLIDATED STATEMENTS OF INCOME
(Unaudited)

(U.S. dollars in millions, except per share data)

	Three Months Ended March 31,	
	2018	2017
Net sales	\$10,641	\$11,121
Cost of goods sold	(10,257)	(10,661)
Gross profit	384	460
Selling, general and administrative expenses	(344)	(378)
Interest income	8	12
Interest expense	(70)	(65)
Foreign exchange gains (losses)	—	56
Other income (expense) – net	24	(3)
Income (loss) from continuing operations before income tax	2	82
Income tax (expense) benefit	(19)	(28)
Income (loss) from continuing operations	(17)	54
Income (loss) from discontinued operations, net of tax	(2)	(6)
Net income (loss)	(19)	48
Net (income) loss attributable to noncontrolling interests	(2)	(1)
Net income (loss) attributable to Bunge	(21)	47
Convertible preference share dividends	(8)	(8)
Net income (loss) available to Bunge common shareholders	\$(29)	\$39
Earnings per common share—basic (Note 18)		
Net income (loss) from continuing operations	\$(0.20)	\$0.31
Net income (loss) from discontinued operations	(0.01)	(0.04)
Net income (loss) attributable to Bunge common shareholders	\$(0.21)	\$0.27
Earnings per common share—diluted (Note 18)		
Net income (loss) from continuing operations	\$(0.20)	\$0.31
Net income (loss) from discontinued operations	(0.01)	(0.04)
Net income (loss) attributable to Bunge common shareholders	\$(0.21)	\$0.27

Dividends declared per common share \$0.46 \$0.42

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

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BUNGE LIMITED AND SUBSIDIARIES
 CONDENSED CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (LOSS)
 (Unaudited)
 (U.S. dollars in millions)

	Three Months Ended March 31,	
	2018	2017
Net income (loss)	\$(19)	\$48
Other comprehensive income (loss):		
Foreign exchange translation adjustment	(12)	266
Unrealized gains (losses) on designated cash flow and net investment hedges, net of tax (expense) benefit of \$(1) in 2018 and nil in 2017	3	(7)
Reclassification of realized net losses (gains) to net income, net of tax expense (benefit) of nil in 2018 and nil in 2017	(4)	(2)
Pension adjustment, net of tax (expense) benefit of nil in 2018 and nil in 2017	(1)	—
Total other comprehensive income (loss)	(14)	257
Total comprehensive income (loss)	(33)	305
Less: comprehensive (income) loss attributable to noncontrolling interests	(5)	(6)
Total comprehensive income (loss) attributable to Bunge	\$(38)	\$299
The accompanying notes are an integral part of these condensed consolidated financial statements.		