

International Coal Group, Inc.
Form 10-Q
November 07, 2008

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 September 30, 2008

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 No. 001-32679

International Coal Group, Inc.
(Exact Name of Registrant as Specified in Its Charter)

Delaware
(State or Other Jurisdiction of
Incorporation or Organization)

20-2641185
(I.R.S. Employer
Identification No.)

300 Corporate Centre Drive
Scott Depot, West Virginia
(Address of Principal Executive Offices)

25560
(Zip Code)

(304) 760-2400
(Registrant's Telephone Number, Including Area Code)

N/A
(Former Name, Former Address and Former Fiscal Year, if Changed Since Last Report)

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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 is a large accelerated filer, an accelerated filer, a non-accelerated filer or a smaller reporting company. See definition of “accelerated filer,” “large 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 in Rule 12b-2 of the Exchange Act). Yes No

APPLICABLE ONLY TO ISSUERS INVOLVED IN BANKRUPTCY PROCEEDINGS DURING THE PRECEDING FIVE YEARS:

Indicate by check mark whether the registrant has filed all documents and reports required to be filed by Sections 12, 13 or 15(d) of the Securities Exchange Act of 1934 subsequent to the distribution of securities under a plan confirmed by a court. Yes No

APPLICABLE ONLY TO CORPORATE ISSUERS:

Number of shares of the Registrant’s Common Stock, \$0.01 par value, outstanding as of November 1, 2008—153,308,845.

TABLE OF CONTENTS

	Page
<u>PART I—FINANCIAL INFORMATION</u>	
Item 1. <u>Financial Statements</u>	3
Item 2. <u>Management’s Discussion and Analysis of Financial Condition and Results of Operations</u>	16
Item 3. <u>Quantitative and Qualitative Disclosures About Market Risk</u>	30
Item 4. <u>Controls and Procedures</u>	31
<u>PART II—OTHER INFORMATION</u>	
Item 1. <u>Legal Proceedings</u>	31
Item 1A. <u>Risk Factors</u>	32
Item 6. <u>Exhibits</u>	33

Table of Contents

PART I

Item 1. Financial Statements

INTERNATIONAL COAL GROUP, INC. AND SUBSIDIARIES

Condensed Consolidated Balance Sheets (Unaudited)

(Dollars in thousands, except per share amounts)

	September 30, 2008	December 31, 2007
ASSETS		
CURRENT ASSETS:		
Cash and cash equivalents	\$ 62,222	\$ 107,150
Accounts receivable, net of allowances of \$0 and \$539	118,092	83,765
Inventories, net	48,627	40,679
Deferred income taxes	8,224	5,000
Prepaid insurance	3,862	10,618
Income taxes receivable	8,854	8,854
Prepaid expenses and other	13,035	9,138
Total current assets	262,916	265,204
PROPERTY, PLANT, EQUIPMENT AND MINE DEVELOPMENT, net	1,044,610	974,334
DEBT ISSUANCE COSTS, net	11,531	13,466
ADVANCE ROYALTIES, net	12,600	14,661
GOODWILL	30,237	30,237
OTHER NON-CURRENT ASSETS	5,548	5,661
Total assets	\$ 1,367,442	\$ 1,303,563
LIABILITIES AND STOCKHOLDERS' EQUITY		
CURRENT LIABILITIES:		
Accounts payable	\$ 74,858	\$ 70,042
Current portion of long-term debt	7,404	4,234
Current portion of reclamation and mine closure costs	6,327	7,333
Current portion of employee benefits	2,925	2,925
Accrued expenses and other	76,347	62,723
Total current liabilities	167,861	147,257
LONG-TERM DEBT	418,392	408,096
RECLAMATION AND MINE CLOSURE COSTS	79,060	78,587
EMPLOYEE BENEFITS	62,162	55,132
DEFERRED INCOME TAXES	57,494	52,355
BELOW-MARKET COAL SUPPLY AGREEMENTS	46,397	39,668
OTHER NON-CURRENT LIABILITIES	5,234	8,062
Total liabilities	836,600	789,157
MINORITY INTEREST	38	35
COMMITMENTS AND CONTINGENCIES	—	—

