

DUPONT E I DE NEMOURS & CO
Form 8-K
April 26, 2004

SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, D.C. 20549

FORM 8-K

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

Date of Report (Date of Earliest Event Reported) April 26, 2004

E. I. du Pont de Nemours and Company
(Exact Name of Registrant as Specified in Its Charter)

Delaware
(State or Other Jurisdiction
Of Incorporation)

1-815
(Commission
File Number)

51-0014090
(I.R.S. Employer
Identification No.)

1007 Market Street
Wilmington, Delaware 19898
(Address of principal executive offices)

Registrant's telephone number, including area code: (302) 774-1000

This Form 8-K is being filed to correct a clerical error in the calculations of basic and diluted pro forma net income per share in a Form 8-K filed earlier today. The pro forma amounts were reduced by \$.01 per share to \$1.06 and \$1.05, respectively.

Item 5. Other Events and FD Disclosure

On November 17, 2003, E. I. du Pont de Nemours and Company (the "company") and Koch Industries Inc. ("Koch"), announced that they had reached a definitive agreement to sell to subsidiaries of Koch substantially all of the assets of the company's Textiles & Interiors segment ("INVISTA") for \$4.068 billion. In addition, Koch will assume approximately \$270 million of the company's debt. In April of 2004, the company and Koch agreed to reduce the sale price from \$4.068 billion to \$3.828 billion. Except for three equity affiliates, this transaction is expected to be completed on April 30, 2004. The transfer of three equity affiliates will be delayed until the company receives approval from its equity partners. The company expects these affiliates will be transferred in 2004. Upon transfer of these equity affiliates, the company expects to realize a gain of approximately \$77 million. This pro forma financial information assumes the transfer of these equity affiliates will be successfully completed. Upon closing, the company will indemnify Koch against certain liabilities primarily related to taxes, legal matters, environmental matters and other representations and warranties. The estimated fair value of these obligations is \$75 million and will be recorded when the transaction is complete.

Item 7. Financial Statements and Exhibits

(b) Pro Forma Financial Information

UNAUDITED PRO FORMA CONDENSED CONSOLIDATED
FINANCIAL STATEMENTS

The accompanying unaudited pro forma condensed consolidated balance sheet as of December 31, 2003 gives effect to this sale as if this transaction had occurred as of that date.

The accompanying unaudited pro forma condensed consolidated income statement for the year ended December 31, 2003 gives effect to the sale as if this transaction had occurred on January 1, 2003. The December 31, 2003 pro forma income statement has not been adjusted to exclude the separation charges and related goodwill impairment charges which were reflected in the historical financial statements as of December 31, 2003.

The unaudited pro forma condensed financial statements presented herein are shown for illustrative purposes only and are not necessarily indicative of the future financial position or future results of operations of the company, or of the financial position or results of operations of the company that would have actually occurred had the transaction been in effect as of the date or for the period presented. The unaudited pro forma condensed consolidated financial statements should be read in conjunction with the historical financial statements and related notes of the company.

Financial Statements and Exhibits:

- (1) E. I. du Pont de Nemours and Company Pro Forma Condensed Consolidated Income Statement (unaudited) for the year ended December 31, 2003.
- (2) E. I. du Pont de Nemours and Company Pro Forma Condensed Consolidated Balance Sheet (unaudited) as of December 31, 2003.
- (3) Notes to the unaudited E. I. du Pont de Nemours and Company Pro Forma Condensed Consolidated Financial Statements.

E. I. DU PONT DE NEMOURS AND COMPANY
PRO FORMA CONDENSED CONSOLIDATED INCOME STATEMENT (UNAUDITED)

(dollars in millions, except per share)

Year ended December 31, 2003

	E. I. du Pont				
	de Nemours			Other	
	and Company	INVISTA(a)		Adjustments	Pro Forma
Net Sales	\$26,996	\$5,677		\$110(b)	\$21,429
Other income	734	49			685
Total	27,730	5,726			22,114
Cost of goods sold and other operating charges	19,476	4,844		70(b)	14,702
Selling, general and administrative expenses	2,995	370			2,625
Depreciation	1,355	333			1,022
Amortization of goodwill and other intangible assets	229	11			218
Research and development expense	1,349	141			1,208
Interest expense	347	1			346
Restructuring and asset impairment charges	(17)	(7)			(10)
Separation charges - Textiles	1,620	-			1,620

& Interiors						
Goodwill impairment - Textiles & Interiors	295		-			295
Gain on sale of interest by subsidiary -						
non-operating	(62)		-			(62)
Total	27,587		5,693			21,964
Income before income taxes and minority interest	143		33		40	150
Provision for (benefit from) income taxes	(930)		45		14(c)	(961)
Minority interests in earnings of consolidated						
subsidiaries	71		25			46
Pro forma net income (loss)	\$ 1,002		\$ (37)		26	\$ 1,065
Basic pro forma net income per share	\$ 1.00					\$ 1.06
Weighted average shares outstanding	996,717,845					996,717,845
Diluted pro forma net income per share	\$ 0.99					\$ 1.05

Weighted average shares and share equivalents		1,000,010,193					1,000,010,193

See notes to the Unaudited Pro Forma Condensed Consolidated Financial Statements.

4

Exhibit 2

E. I. DU PONT DE NEMOURS AND COMPANY
PRO FORMA CONDENSED CONSOLIDATED BALANCE SHEET (UNAUDITED)

(dollars in millions, except per share)

December 31, 2003

	E. I. du Pont					
	de Nemours			Other		
	and Company	INVISTA(d)		Adjustments		Pro Forma
Assets						
Current Assets						
Cash and cash equivalents	\$ 3,298			\$3,828(e)		\$ 7,126
Accounts and notes receivable, net	4,218					4,218

Edgar Filing: DUPONT E I DE NEMOURS & CO - Form 8-K

Inventories		4,107					4,107
Prepaid expenses		208					208
Income taxes		1,141			4(f)		1,145
Assets held for sale		5,490	\$5,390				100(g)
Total current assets		18,462					16,904
Property, plant and equipment (net of							
accumulated depreciation)		9,892					9,892
Goodwill		1,939					1,939
Other intangible assets		2,986					2,986
Investment in affiliates		1,304					1,304
Other assets		2,456					2,456
Total		\$37,039					\$35,481
Liabilities and Stockholders' Equity							
Current Liabilities							
Accounts payable		\$ 2,412					\$ 2,412
Short-term borrowings and capital lease obligations		5,914					5,914
Income taxes		60					60

Other accrued liabilities		2,963					2,963
Liabilities held for sale		1,694	\$1,694				-
Total current liabilities		13,043					11,349
Long-term borrowings and capital lease obligations		4,301					4,301
Other liabilities		8,909			75(h)		9,052
					68(i)		
Deferred income taxes		508					508
Total liabilities		26,761					25,210
Minority interests		497					497
Commitments and Contingent Liabilities							
Stockholders' Equity							
Preferred stock, without par value - cumulative		237					237
Common stock, \$.30 par value		325					325
Additional paid-in capital		7,522					7,522
Reinvested earnings		10,185			(7)(f)		10,178
Accumulated other comprehensive loss		(1,761)					(1,761)
Common stock held in treasury, at cost		(6,727)					(6,727)

Total stockholders' equity		9,781					9,774
Total		\$37,039					\$35,481

See notes to the Unaudited Pro Forma Condensed Consolidated Financial Statements.

Exhibit 3

Notes to the Unaudited E. I. du Pont de Nemours and Company Pro Forma Condensed Consolidated Financial Statements

- (a) The "INVISTA" column in the Unaudited E. I. du Pont de Nemours and Company Pro Forma Condensed Consolidated Income Statement for the year ended December 31, 2003 represents the elimination of the results of the businesses expected to be sold to Koch as if the dispositions had occurred as of January 1, 2003. Provision for income taxes reflects a mix of income and losses between tax jurisdictions with different statutory tax rates.
- (b) To include company sales (and related cost of goods sold) made by the company to the businesses expected to be sold to Koch that were previously eliminated in the company's consolidated historical results.
- (c) Represents adjustment (b) tax effected at the applicable statutory rates.
- (d) The "INVISTA" column in the Unaudited E. I. du Pont de Nemours and Company Pro Forma Condensed Consolidated Balance Sheet represents the elimination of the assets and liabilities being sold as determined as of December 31, 2003. Details of these assets and liabilities can be found in

Note 5 to the Consolidated Financial Statements for December 31, 2003, as reported in the company's Annual Report on Form 10-K for 2003.

- (e) To increase cash and cash equivalents by the receipt of proceeds related to the expected sale of certain assets and liabilities to Koch.
- (f) To reflect the impact on reinvested earnings and related deferred taxes at 35 percent for changes in the cash proceeds and the fair value of indemnifications since December 31, 2003.
- (g) Represents the net book value of certain assets of the Textiles & Interiors segment which the company plans to sell.
- (h) Reflects estimated fair value of certain indemnity obligations made by the company effective with completion of the expected sale of assets to Koch.
- (i) To reflect the assumption of liabilities by the company effective with the expected sale of certain Canadian assets to Koch.

SIGNATURE

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

E. I. DU PONT DE NEMOURS AND COMPANY

(Registrant)

/s/ D. B. Smith

D. B. Smith

Vice President and Controller

April 26, 2004

