

Verisk Analytics, Inc.  
Form 10-Q  
July 28, 2015  
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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 June 30, 2015

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: 001-34480

VERISK ANALYTICS, INC.  
(Exact name of registrant as specified in its charter)

Delaware  
(State or other jurisdiction of incorporation or organization)

26-2994223  
(I.R.S. Employer Identification No.)

545 Washington Boulevard  
Jersey City, NJ  
(Address of principal executive offices)  
(201) 469-2000  
(Registrant’s telephone number, including area code)

07310-1686  
(Zip 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  (Do not check if a smaller reporting company) Smaller reporting company

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

As of July 24, 2015, there were 168,486,740 shares outstanding of the registrant's Common Stock, par value \$.001.

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## Item 1. Financial Statements

## VERISK ANALYTICS, INC.

## CONDENSED CONSOLIDATED BALANCE SHEETS

As of June 30, 2015 and December 31, 2014

|  | 2015<br>(unaudited)                                    | 2014         |
|--|--|--------------|
|  | (In thousands, except for<br>share and per share data) |              |
| <b>ASSETS</b>  |  |              |
| Current assets:  |  |              |
| Cash and cash equivalents  | \$ 145,491   | \$ 39,359    |
| Available-for-sale securities  | 3,725  | 3,801        |
| Accounts receivable, net of allowance for doubtful accounts of \$7,606 and \$5,995, respectively   | 267,379  | 220,668      |
| Prepaid expenses   | 37,478   | 31,496       |
| Deferred income taxes, net   | 4,770  | 4,772        |
| Income taxes receivable  | 65,182   | 65,512       |
| Other current assets   | 85,962   | 18,875       |
| Total current assets   | 609,987  | 384,483      |
| Noncurrent assets:   |  |              |
| Fixed assets, net  | 386,093  | 302,273      |
| Intangible assets, net   | 1,655,565  | 406,476      |
| Goodwill   | 3,057,642  | 1,207,146    |
| Pension assets   | 27,026   | 18,589       |
| Other assets   | 39,350   | 26,363       |
| Total assets   | \$ 5,775,663   | \$ 2,345,330 |
| <b>LIABILITIES AND STOCKHOLDERS' EQUITY</b>  |  |              |
| Current liabilities:   |  |              |
| Accounts payable and accrued liabilities   | \$ 246,361   | \$ 180,726   |
| Short-term debt and current portion of long-term debt  | 1,025,797  | 336,058      |
| Pension and postretirement benefits, current   | 1,894  | 1,894        |
| Fees received in advance   | 436,001  | 252,592      |
| Total current liabilities  | 1,710,053  | 771,270      |
| Noncurrent liabilities:  |  |              |
| Long-term debt   | 2,293,864  | 1,100,874    |
| Pension benefits   | 13,576   | 13,805       |
| Postretirement benefits  | 2,302  | 2,410        |
| Deferred income taxes, net   | 463,561  | 202,540      |
| Other liabilities  | 47,985   | 43,388       |
| Total liabilities  | 4,531,341  | 2,134,287    |
| Commitments and contingencies  |  |              |
| Stockholders' equity:  |  |              |
| Common stock, \$.001 par value; 1,200,000,000 shares authorized; 544,003,038 shares issued and 168,453,749 and 157,913,227 outstanding, respectively | 137  | 137          |
| Unearned KSOP contributions  | (104   | ) (161       |

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|   |              |   |              |
|---|--------------|---|--------------|
| Additional paid-in capital  | 1,971,270    |   | 1,171,196    |
| Treasury stock, at cost, 375,549,289 and 386,089,811 shares, respectively | (2,559,263   | ) | (2,533,764 ) |
| Retained earnings   | 1,916,155    |   | 1,654,149    |
| Accumulated other comprehensive losses                                    | (83,873      | ) | (80,514 )    |
| Total stockholders' equity  | 1,244,322    |   | 211,043      |
| Total liabilities and stockholders' equity                                | \$ 5,775,663 |   | \$ 2,345,330 |

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

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VERISK ANALYTICS, INC.

CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS (UNAUDITED)

For The Three and Six Months Ended June 30, 2015 and 2014

Three Months Ended June 30,

Six Months Ended June 30,