

EON LABS INC
Form 10-Q
May 10, 2005

**UNITED STATES
SECURITIES AND EXCHANGE COMMISSION**

Washington, D.C. 20549

FORM 10-Q

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

or

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

Commission File Number 001-31333

For the quarterly period ended March 31, 2005

Eon Labs, Inc.

(Exact Name of Registrant as Specified in its Charter)

Delaware
(State or Other Jurisdiction of Incorporation)

13-3653818
(I.R.S. Employer Identification Number)

1999 Marcus Avenue
Lake Success, New York
(Address of Principal Executive Offices)

11042
(Zip Code)

(516) 478-9700

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(Registrant's Telephone Number, Including Area Code)

Indicate by check mark whether the Registrant (1) has filed all reports required 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 an accelerated filer (as defined in Rule 12b-2 of the Securities Exchange Act of 1934). Yes No

As of May 5, 2005, there were 88,884,164 shares of the Registrant's Common Stock, \$0.01 par value per share, outstanding.

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EXHIBIT 32.2 Certification Pursuant to 18 U.S.C. Section 1350, as adopted pursuant to Section 906 of the Sarbanes-Oxley Act of 2002

Eon Labs, Inc. and Subsidiaries

Condensed Consolidated Balance Sheets

(dollars in thousands, except per share amounts)

	March 31, 2005		December 31, 2004	
	(Unaudited)			
Assets				
Current assets				
Cash and cash equivalents	\$	63,290	\$	59,500
Investments		165,696		136,252
Accounts receivable, net		51,032		68,010
Inventories		85,866		72,465
Deferred tax assets, net		62,945		62,955
Prepaid expenses and other current assets		7,966		20,788
Total current assets		436,795		419,970
Property, plant and equipment, net		53,248		52,481
Goodwill		42,734		42,734
Other intangible assets, net		21,307		22,247
Other assets		9,155		7,742
Total assets	\$	563,239	\$	545,174
Liabilities and Stockholders' Equity				
Current liabilities				
Accounts payable	\$	11,972	\$	11,987
Accrued liabilities		72,097		81,265
Total current liabilities		84,069		93,252
Long-term liabilities				
Deferred tax liabilities, net		7,355		7,355
Deferred revenue		125		151
Other		1,202		892
Total liabilities		92,751		101,650
Contingencies (Notes 9 and 10)				
Stockholders' equity				
Common stock, par value \$.01 per share; 100,000,000 shares authorized; 89,012,924 and 88,982,924 shares issued; 88,884,164 and 88,830,564 shares outstanding at March 31, 2005 and December 31, 2004, respectively		890		890
Preferred stock, par value \$.01 per share; 5,000,000 shares authorized; none issued				
Additional paid-in capital		193,010		192,767
Retained earnings		281,204		255,125

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Accumulated other comprehensive loss		(150)		(8)
		474,954		448,774
Less:				
Treasury stock, at cost, 128,760 and 152,360 shares at March 31, 2005 and December 31, 2004, respectively		(4,466)		(5,250)
Total stockholders equity		470,488		443,524
Total liabilities and stockholders equity	\$	563,239	\$	545,174

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