

IVANHOE ENERGY INC
Form 10-Q
May 09, 2013
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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, 2013

Commission file number: 000-30586

Ivanhoe Energy Inc.

(Exact name of registrant as specified in its charter)

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Yukon, Canada
(State or other jurisdiction of

98-0372413
(IRS Employer

incorporation or organization)

Identification No.)

654-999 Canada Place

Vancouver, BC, Canada V6C 3E1

(604) 688-8323

(Address and telephone number of the registrant's principal executive offices)

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 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 ☐ 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

As at April 30, 2013, Ivanhoe Energy Inc. had 114,824,253 common shares outstanding with no par value.

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Table of Contents**PART I FINANCIAL INFORMATION****ITEM 1. FINANCIAL STATEMENTS
IVANHOE ENERGY INC.****Condensed Consolidated Statements of Financial Position****(Unaudited)**

(US\$000s)	Note	March 31, 2013	December 31, 2012
Assets			
Current Assets			
Cash and cash equivalents		61,980	62,819
Restricted cash		500	20,500
Accounts receivable		13,215	14,848
Note receivable		222	230
Prepaid and other		753	1,593
		76,670	99,990
Intangible assets	4	293,629	285,311
Property, plant and equipment		10,240	10,205
Long term receivables		6,717	6,551
		387,256	402,057
Liabilities and Shareholders' Equity			
Current Liabilities			
Accounts payable and accrued liabilities		16,424	14,436
Income taxes			1,720
		16,424	16,156
Long term debt		64,400	65,214
Long term derivative instruments		88	181
Long term provisions		3,145	3,157
Deferred income taxes		13,468	14,351
		97,525	99,059
Shareholders' Equity			
Share capital		586,358	586,108
Contributed surplus		30,288	29,759
Accumulated deficit		(326,915)	(312,869)
		289,731	302,998
		387,256	402,057
Nature of operations	1		

(See accompanying Notes to the Unaudited Condensed Consolidated Financial Statements)

Table of Contents**IVANHOE ENERGY INC.****Condensed Consolidated Statements of Loss and Comprehensive Loss****(Unaudited)**

(US\$000s, except share and per share amounts)		Three Months Ended March 31,	
	Note	2013	2012
Interest income		17	5
Expenses and other			
Operating		793	1,335
General and administrative		12,706	8,310
Depreciation		247	261
Foreign currency exchange loss (gain)		(1,338)	957
Derivative instruments gain		(90)	(287)
Finance		518	116
Loss on debt repayment			309
		12,836	11,001
Loss before income taxes		(12,819)	(10,996)
Recovery of (provision for) income taxes			
Current		(41)	
Deferred		885	140
		844	140
Net loss and total comprehensive loss from continuing operations		(11,975)	(10,856)
Net income (loss) and total comprehensive income (loss) from discontinued operations	3	(2,071)	194
Net loss and comprehensive loss		(14,046)	(10,662)
Net loss per common share, basic and diluted			
From continuing operations		(0.03)	(0.03)
From discontinued operations		(0.01)	
		(0.04)	(0.03)
Weighted average number of common shares			
Basic and diluted (000s)		344,280	344,139

(See accompanying Notes to the Unaudited Condensed Consolidated Financial Statements)

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IVANHOE ENERGY INC.

Condensed Consolidated Statements of Changes in Equity

(Unaudited)

(US\$000s, except share amounts)	Note	Share Capital		Contributed Surplus	Accumulated Deficit	Total
		Shares (000s)	Amount			
Balance January 1, 2012		344,139	586,108	26,524	(298,495)	314,137
Net loss and comprehensive loss					(10,662)	(10,662)
Share-based compensation expense	5			1,154		1,154
Balance March 31, 2012		344,139	586,108	27,678	(309,157)	304,629

(US\$000s, except share amounts)	Note	Share Capital		Contributed Surplus	Accumulated Deficit	Total
		Shares (000s)	Amount			
Balance January 1, 2013		344,139	586,108	29,759	(312,869)	302,998
Net loss and comprehensive loss					(14,046)	(14,046)
Funding of equity-settled share-based awards				(132)		(132)
Share-based compensation expense	5	333	250	661		911
Balance March 31, 2013		344,472	586,358	30,288	(326,915)	289,731

(See accompanying Notes to the Unaudited Condensed Consolidated Financial Statements)

Table of Contents**IVANHOE ENERGY INC.****Condensed Consolidated Statements of Cash Flows****(Unaudited)**

(US\$000s)	Note	Three Months Ended March 31,	
		2013	2012
Operating Activities			
Net loss		(14,046)	(10,662)
Adjustments to reconcile net loss to cash from operating activities			
Depletion and depreciation		247	1,836
Share-based compensation expense		1,186	1,236
Unrealized foreign currency exchange (gain) loss		(1,331)	1,049
Unrealized derivative instruments gain		(90)	(470)
Current income tax expense		41	348
Deferred income tax (recovery) expense		(885)	336
Finance expense		518	116
Loss on debt repayment			