ENCYSIVE PHARMACEUTICALS INC
Form SC TO-T
March 04, 2008

UNITED STATES SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

SCHEDULE TO

Tender Offer Statement under Section 14(d)(1) or 13(e)(1)
of the Securities Exchange Act of 1934

ENCYSIVE PHARMACEUTICALS INC.
(Name of Subject Company (Issuer))

EXPLORER ACQUISITION CORP.
(Offeror)

a wholly-owned subsidiary of
PFIZER INC.
(Parent of Offeror)
(Names of Filing Persons (identifying status as offeror, issuer or other person))

Common Stock, $0.005 par value per share
(Title of Class of Securities)

29256X107
(CUSIP Number of Class of Securities)

Margaret M. Foran, Esq.
Pfizer Inc.
235 East 42nd Street
New York, NY 10017
Phone (212) 573-2323
(Name, address, and telephone numbers of person authorized to receive notices and communications on behalf of filing persons)

Copies to:

Raymond O. Gietz, Esq.
Weil, Gotshal & Manges LLP
767 Fifth Avenue
New York, NY 10153
(212) 310-8000

CALCULATION OF FILING FEE

Transaction Valuation(1)	**Amount of Filing Fee(2)**
$210,165,550	$8,260

(1) Estimated for purposes of calculating the filing fee only. The transaction valuation was calculated by adding the sum of (i) 80,962,765 shares of common stock, par value $0.005 per share, of Encysive Pharmaceuticals Inc. outstanding multiplied by the offer price of $2.35 per share, (ii) 777,079 shares of common stock, par value $0.005 per share, of Encysive Pharmaceuticals Inc., which were subject to issuance pursuant to the exercise of outstanding options that have an exercise price per share of less than $2.35, multiplied by $2.35 and (iii) 7,692,305 shares of common stock, par value $0.005 per share, of Encysive Pharmaceuticals Inc., which were subject to issuance pursuant to the exercise of outstanding warrants, multiplied by $2.35. The calculation of the filing fee is based on Encysive Pharmaceuticals Inc. s representation of its capitalization as of February 15, 2008.

(2) The filing fee was calculated in accordance with Rule 0-11 under the Securities Exchange Act of 1934 by multiplying the transaction value by 0.00003930.

o Check the box if any part of the fee is offset as provided by Rule 0-11(a)(2) and identify the filing with which the offsetting fee was previously paid. Identify the previous filing by registration statement number, or the form or schedule and the date of its filing.

Amount Previously Paid: None
Form of Registration No.: N/A
Filing Party: N/A
Date Filed: N/A

o Check the box if the filing relates solely to preliminary communications made before the commencement of a tender offer.

Check the appropriate boxes below to designate any transactions to which the statement relates:
þ Third-party tender offer subject to Rule 14d-1.
o Issuer tender offer subject to Rule 13e-4.
o Going-private transaction subject to Rule 13e-3.
o Amendment to Schedule 13D under Rule 13d-2.

Check the following box if the filing is a final amendment reporting the results of the tender offer. **o**

This Tender Offer Statement on Schedule TO (which, together with any amendments and supplements thereto, collectively constitute this Schedule TO) is filed by (i) Explorer Acquisition Corp., a Delaware corporation (the Purchaser), and a wholly-owned subsidiary of Pfizer Inc., a Delaware corporation (Pfizer), and (ii) Pfizer. This Schedule TO relates to the offer (the Offer) by the Purchaser to purchase all of the outstanding shares of common stock, par value $0.005 per share (including the associated preferred stock purchase rights, the Shares), of Encysive Pharmaceuticals Inc., a Delaware corporation (Encysive), at a purchase price of $2.35 per Share (the Offer Price) net to the seller in cash, without interest thereon and less any required withholding taxes, upon the terms and subject to the conditions set forth in the Offer to Purchase dated March 4, 2008 (which, together with any amendments and supplements thereto, collectively constitute the Offer to Purchase) and in the related Letter of Transmittal, copies of which are attached hereto as Exhibits (a)(1)(A) and (a)(1)(B).

Item 1. ***Summary Term Sheet.***

The information set forth in the section of the Offer to Purchase entitled Summary Term Sheet is incorporated herein by reference.

Item 2. ***Subject Company Information.***

(a) The name of the subject company and the issuer of the securities to which this Schedule TO relates is Encysive Pharmaceuticals Inc., a Delaware corporation. Encysive s principal executive offices are located at 4848 Loop Central Drive, Suite 700, Houston, Texas 77081. Encysive s telephone number at such address is (713) 796-8822.

(b) This Schedule TO relates to the outstanding shares of common stock, par value $0.005 per share, of Encysive. Encysive has advised Pfizer that, on February 15, 2008, there were 80,962,765 Shares issued and outstanding, 7,866,067 Shares reserved and available for issuance upon or otherwise deliverable in connection with the exercise of outstanding options, 7,692,305 Shares reserved and available for issuance upon or otherwise deliverable in connection with the exercise of outstanding warrants and 9,322,001 Shares reserved and available for issuance upon conversion of Encysive s 2.50% Convertible Notes due 2012.

(c) The information set forth in the section in the Offer to Purchase entitled Price Range of Shares; Dividends is incorporated herein by reference.

Item 3. ***Identity and Background of Filing Person.***

This Schedule TO is filed by Pfizer and the Purchaser. The information set forth in the sections of the Offer to Purchase entitled Certain Information Concerning Pfizer and the Purchaser and in Schedule I are incorporated herein by reference.

Item 4. ***Terms of the Transaction.***

The information set forth in the Offer to Purchase is incorporated herein by reference.

Item 5. ***Past Contacts, Transactions, Negotiations and Agreements.***

The information set forth in the sections of the Offer to Purchase entitled Summary Term Sheet, Introduction , Certain Information Concerning Pfizer and the Purchaser, Background of the Offer; Past Contacts or Negotiations with Encysive, Purpose of the Offer; Plans for Encysive and The Merger Agreement, respectively, is incorporated herein by reference.

Item 6. ***Purposes of the Transaction and Plans or Proposals.***

The information set forth in the sections of the Offer to Purchase entitled Summary Term Sheet, Introduction, Price Range of Shares; Dividends, Certain Effects of the Offer, Purpose of the Offer; Plans for Encysive, and The Merger Agreement, respectively, is incorporated herein by reference.

Item 7. ***Source and Amount of Funds or Other Consideration.***

The information set forth in the section of the Offer to Purchase entitled Source and Amount of Funds is incorporated herein by reference.

Item 8. ***Interest in Securities of the Subject Company.***

The information set forth in the sections of the Offer to Purchase entitled Certain Information Concerning Pfizer and the Purchaser, Purpose of the Offer; Plans for Encysive, and The Merger Agreement is incorporated herein by reference.

Item 9. ***Persons/Assets Retained, Employed, Compensated or Used.***

The information set forth in the section of the Offer to Purchase entitled Fees and Expenses is incorporated herein by reference.

Item 10. ***Financial Statements.***

Not applicable.

Item 11. ***Additional Information.***

(a)(1) The information set forth in the sections of the Offer to Purchase entitled Certain Information Concerning Pfizer and the Purchaser, Background of the Offer; Past Contacts or Negotiations with Encysive, Purpose of the Offer; Plans for Encysive and The Merger Agreement, respectively, is incorporated herein by reference.

(a)(2) The information set forth in the sections of the Offer to Purchase entitled Purpose of the Offer; Plans for Encysive, Certain Conditions of the Offer and Certain Legal Matters; Regulatory Approvals, respectively, is incorporated herein by reference.

(a)(3) The information set forth in the sections of the Offer to Purchase entitled Certain Conditions of the Offer and Certain Legal Matters; Regulatory Approvals, respectively, is incorporated herein by reference.

(a)(4) The information set forth in the sections of the Offer to Purchase entitled Certain Effects of the Offer, Source and Amount of Funds and Certain Legal Matters; Regulatory Approvals, respectively, is incorporated herein by reference.

(a)(5) None.

(b) The information set forth in the Offer to Purchase is incorporated herein by reference.

Item 12. ***Exhibits.***

Exhibit	Exhibit Name
(a)(1)(A)	Offer to Purchase dated March 4, 2008.*
(a)(1)(B)	Letter of Transmittal (including Guidelines for Certification of Taxpayer Identification Number (TIN) on Substitute Form W-9).*

(a)(1)(C)	Notice of Guaranteed Delivery.*
(a)(1)(D)	Letter to Brokers, Dealers, Commercial Banks, Trust Companies and Other Nominees.*
(a)(1)(E)	Letter to Clients for use by Brokers, Dealers, Commercial Banks, Trust Companies and Other Nominees.*
(a)(5)(A)	Joint Press Release issued by Pfizer and Encysive on February 20, 2008, incorporated herein by reference to Exhibit 99.1 to the Schedule TO-C filed by Pfizer on February 20, 2008.
(a)(5)(B)	Form of Summary Advertisement as published on March 4, 2008 in The Wall Street Journal.
(a)(5)(C)	Joint Press Release issued by Pfizer and Encysive on March 4, 2008.

Exhibit	Exhibit Name
(b)	Not applicable.
(d)(1)	Agreement and Plan of Merger, dated as of February 20, 2008, by and among Encysive, Pfizer, and the Purchaser.
(g)	Not applicable.
(h)	Not applicable.

* Included in mailing to stockholders.

Item 13. ***Information required by Schedule 13E-3.***

Not applicable.

SIGNATURE

After due inquiry and to the best of the knowledge and belief of each of the undersigned, each of the undersigned hereby certifies that the information set forth in this statement is true, complete and correct.

PFIZER INC.

By: /s/ David Reid

Name: David Reid

Title: Assistant Secretary

EXPLORER ACQUISITION CORP.

By: /s/ Lawrence Miller

Name: Lawrence Miller

Title: Vice President

Date: March 4, 2008

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