

TENARIS SA
Form 6-K
April 30, 2018

FORM 6 - K

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

Report of Foreign Private Issuer

Pursuant to Rule 13a - 16 or 15d - 16 of

the Securities Exchange Act of 1934

As of April 30, 2018

TENARIS, S.A.

(Translation of Registrant's name into English)

TENARIS, S.A.

29, Avenue de la Porte-Neuve 3rd floor

L-2227 Luxembourg

(Address of principal executive offices)

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Indicate by check mark whether the registrant files or will file annual reports under cover Form 20-F or 40-F.

Form 20-F Form 40-F

Indicate by check mark whether the registrant by furnishing the information contained in this Form is also thereby furnishing the information to the Commission pursuant to Rule 12G3-2(b) under the Securities Exchange Act of 1934.

Yes No

If "Yes" is marked, indicate below the file number assigned to the registrant in connection with Rule 12g3-2(b): 82- .

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The attached material is being furnished to the Securities and Exchange Commission pursuant to Rule 13a-16 and Form 6-K under the Securities Exchange Act of 1934, as amended. This report contains Tenaris S.A. Consolidated Condensed Interim Financial Statements for the three-month period ended March 31, 2018.

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, thereunto duly authorized.

Date: April 30, 2018.

Tenaris, S.A.

By: /s/ Cecilia Bilesio

Cecilia Bilesio

Corporate Secretary

Tenaris S.A. Consolidated Condensed Interim Financial Statements for the three-month period ended March 31, 2018

TENARIS S.A.

CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

March 31, 2018

29, Avenue de la Porte-Neuve – 3rd Floor.

L - 2227 Luxembourg

R.C.S. Luxembourg: B 85 203

Tenaris S.A. Consolidated Condensed Interim Financial Statements for the three-month period ended March 31, 2018

CONSOLIDATED CONDENSED INTERIM INCOME STATEMENT

(all amounts in thousands of U.S. dollars, unless otherwise stated)	Three-month period ended March 31,		
	Notes	2018	2017
		(Unaudited)	
Continuing operations			
Net sales	3	1,866,235	1,153,860
Cost of sales	4	(1,305,506)	(823,856)
Gross profit		560,729	330,004
Selling, general and administrative expenses	5	(349,634)	(294,431)
Other operating income (expense), net		1,102	441
Operating income		212,197	36,014
Finance Income	6	9,373	12,927
Finance Cost	6	(10,174)	(5,938)
Other financial results	6	(7,066)	(11,415)
Income before equity in earnings of non-consolidated companies and income tax		204,330	31,588
Equity in earnings of non-consolidated companies		46,026	35,200
Income before income tax		250,356	66,788
Income tax		(15,122)	47,245
Income for continuing operations		235,234	114,033
Discontinued operations			
Result for discontinued operations	13	-	91,542
Income for the period		235,234	205,575
Attributable to:			
Owners of the parent		234,983	205,127
Non-controlling interests		251	448
		235,234	205,575
Earnings per share attributable to the owners of the parent during the period:			
Weighted average number of ordinary shares (thousands)		1,180,537	1,180,537
Continuing operations			
Basic and diluted earnings per share (U.S. dollars per share)		0.20	0.10
Basic and diluted earnings per ADS (U.S. dollars per ADS) (1)		0.40	0.19
Continuing and discontinued operations			
Basic and diluted earnings per share (U.S. dollars per share)		0.20	0.17
Basic and diluted earnings per ADS (U.S. dollars per ADS) (1)		0.40	0.35

(1) Each ADS equals two shares.

CONSOLIDATED CONDENSED INTERIM STATEMENT OF COMPREHENSIVE INCOME

(all amounts in thousands of U.S. dollars)	Three-month period ended March 31, 2018 2017 (Unaudited)	
Income for the period	235,234	205,575
Items that may be subsequently reclassified to profit or loss:		
Currency translation adjustment	32,464	27,950
Change in value of cash flow hedges and instruments at fair value	(1,883)	3,827
Share of other comprehensive income of non-consolidated companies:		
- Currency translation adjustment	(4,952)	4,731
- Changes in the fair value of derivatives held as cash flow hedges and others	11	(10)
Income tax relating to components of other comprehensive income	21	23
	25,661	36,521
Items that will not be reclassified to profit or loss:		
Income tax on items that will not be reclassified	(16)	-
Remeasurements of post employment benefit obligations of non-consolidated companies	(56)	1,595
	(72)	1,595
Other comprehensive Income for the period, net of tax	25,589	38,116
Total comprehensive income for the period	260,823	243,691
Attributable to:		
Owners of the parent	260,429	243,197
Non-controlling interests	394	494
	260,823	243,691
Total comprehensive income for the year attributable to Owners of the parent arises from		
Continuing operations	260,429	151,655
Discontinued operations	-	91,542
	260,429	243,197

The accompanying notes are an integral part of these Consolidated Condensed Interim Financial Statements. These Consolidated Condensed Interim Financial Statements should be read in conjunction with our audited Consolidated Financial Statements and notes for the fiscal year ended December 31, 2017.

Tenaris S.A. Consolidated Condensed Interim Financial Statements for the three-month period ended March 31, 2018

CONSOLIDATED CONDENSED INTERIM STATEMENT OF FINANCIAL POSITION

(all amounts in thousands of U.S. dollars)	At March 31, 2018		At December 31, 2017		
	Notes(Unaudited)				
ASSETS					
Non-current assets					
Property, plant and equipment, net	8	6,218,278	6,229,143		
Intangible assets, net	9	1,635,785	1,660,859		
Investments in non-consolidated companies	12	681,323	640,294		
Available for sale assets		21,572	21,572		
Other investments	10	239,600	128,335		
Deferred tax assets		169,926	153,532		
Receivables, net		173,446	9,139,930	183,329	9,017,064
Current assets					
Inventories, net		2,384,411	2,368,304		
Receivables and prepayments, net		177,050	143,929		
Current tax assets		139,506	132,334		
Trade receivables, net		1,554,949	1,214,060		
Other investments	10	999,576	1,192,306		
Cash and cash equivalents	10	328,675	5,584,167	330,221	5,381,154
Total assets		14,724,097	14,398,218		
EQUITY					
Capital and reserves attributable to owners of the parent		11,750,621	11,482,185		
Non-controlling interests		99,191	98,785		
Total equity		11,849,812	11,580,970		
LIABILITIES					
Non-current liabilities					
Borrowings		34,948	34,645		
Deferred tax liabilities		413,135	457,970		
Other liabilities		220,085	217,296		
Provisions		39,031	707,199	36,438	746,349
Current liabilities					
Borrowings		970,647	931,214		
Current tax liabilities		108,847	102,405		
Other liabilities		208,645	197,504		
Provisions		31,264	32,330		
Customer advances		37,424	56,707		
Trade payables		810,259	2,167,086	750,739	2,070,899
Total liabilities		2,874,285	2,817,248		
Total equity and liabilities		14,724,097	14,398,218		

The accompanying notes are an integral part of these Consolidated Condensed Interim Financial Statements. These Consolidated Condensed Interim Financial Statements should be read in conjunction with our audited Consolidated Financial Statements and notes for the fiscal year ended December 31, 2017.

Tenaris S.A. Consolidated Condensed Interim Financial Statements for the three-month period ended March 31, 2018

CONSOLIDATED CONDENSED INTERIM STATEMENT OF CHANGES IN EQUITY

(all amounts in thousands of U.S. dollars)

	Attributable to owners of the parent				
	Share Capital (1)	Legal Reserves	Share Premium	Currency Translation Adjustment	Other Re (2)
Balance at December 31, 2017	1,180,537	118,054	609,733	(824,423)	(3,810)
Changes in accounting policies (Note 2)	-	-	-	-	2,700
Balance at December 31, 2017	1,180,537	118,054	609,733	(824,423)	(3,810)
Income for the period	-	-	-	-	-
Currency translation adjustment	-	-	-	32,314	-
Remeasurements of post employment benefit obligations, net of taxes	-	-	-	-	10,000
Change in value of instruments at fair value through other comprehensive income and cash flow hedges, net of taxes	-	-	-	-	(1,000)
Share of other comprehensive income of non-consolidated companies	-	-	-	(4,952)	(4,952)
Other comprehensive income for the period	-	-	-	27,362	(1,000)
Total comprehensive income for the period	-	-	-	27,362	(1,000)
Balance at March 31, 2018	1,180,537	118,054	609,733	(797,061)	(3,810)

	Attributable to owners of the parent				
	Share Capital (1)	Legal Reserves	Share Premium	Currency Translation Adjustment	Other Re (2)
Balance at December 31, 2016	1,180,537	118,054	609,733	(965,955)	(3,810)
Income for the period	-	-	-	-	-
Currency translation adjustment	-	-	-	27,880	-
Change in value of available for sale financial instruments and cash flow hedges, net of taxes	-	-	-	-	3,810

Share of other comprehensive income of non-consolidated companies	-	-	-	4,731	1,5
Other comprehensive income for the period	-	-	-	32,611	5,4
Total comprehensive income for the period	-	-	-	32,611	5,4
Acquisition of non-controlling interests	-	-	-	-	1
Dividends approved to be distributed	-	-	-	-	-
Balance at March 31, 2017	1,180,537	118,054	609,733	(933,344)	(30

(1) The Company has an authorized share capital of a single class of 2.5 billion shares having a nominal value of USD1.00 per share. As of March 31, 2018 and 2017 there were 1,180,536,830 shares issued. All issued shares are fully paid.

(2) Other reserves include mainly the result of transactions with non-controlling interest that do not result in a loss of control, the remeasurement of post-employment benefit obligations and the changes in value of cash flow hedges and in available for sale financial instruments.

(3) The Distributable Reserve and Retained Earnings as of March 31, 2018 calculated in accordance with Luxembourg Law are disclosed in Note 11.

The accompanying notes are an integral part of these Consolidated Condensed Interim Financial Statements. These Consolidated Condensed Interim Financial Statements should be read in conjunction with our audited Consolidated Financial Statements and notes for the fiscal year ended December 31, 2017.

Tenaris S.A. Consolidated Condensed Interim Financial Statements for the three-month period ended March 31, 2018

CONSOLIDATED CONDENSED INTERIM STATEMENT OF CASH FLOWS

(all amounts in thousands of U.S. dollars)	Three-month period ended March 31,	
	Notes 2018	2017
	(Unaudited)	
Cash flows from operating activities		
Income for the period	235,234	205,575
Adjustments for:		
Depreciation and amortization	8 & 9 141,802	162,218
Income tax accruals less payments	(24,816)	(92,930)
Equity in earnings of non-consolidated companies	(46,026)	(35,200)
Interest accruals less payments, net	620	(2,460)
Changes in provisions	1,527	(17,838)
Income from the sale of Conduit business	-	(89,694)
Changes in working capital	(363,552)	(104,937)
Currency translation adjustment and others	25,644	1,400
Net cash (used in) provided by operating activities	(29,567)	26,134
Cash flows from investing activities		
Capital expenditures	8 & 9 (91,938)	(138,615)
Changes in advance to suppliers of property, plant and equipment	(414)	3,503
Proceeds from disposal of Conduit business	13 -	327,631
Loan to non-consolidated companies	12 (250)	(9,006)
Proceeds from disposal of property, plant and equipment and intangible assets	1,484	1,962
Changes in investments in securities	84,616	(48,469)
Net cash (used in) provided by investing activities	(6,502)	137,006
Cash flows from financing activities		
Acquisitions of non-controlling interests	-	(18)
Proceeds from borrowings	277,711	247,122
Repayments of borrowings	(248,041)	(385,609)
Net cash provided by (used in) financing activities	29,670	(138,505)
(Decrease) increase in cash and cash equivalents	(6,399)	24,635
Movement in cash and cash equivalents		
At the beginning of the period	330,090	398,580
Effect of exchange rate changes	1,050	3,526
(Decrease) increase in cash and cash equivalents	(6,399)	24,635
At March 31,	324,741	426,741
	At March 31,	
Cash and cash equivalents	2018	2017

Cash and bank deposits	328,675	427,619
Bank overdrafts	(3,934)	(878)
	324,741	426,741

The accompanying notes are an integral part of these Consolidated Condensed Interim Financial Statements. These Consolidated Condensed Interim Financial Statements should be read in conjunction with our audited Consolidated Financial Statements and notes for the fiscal year ended December 31, 2017.

Tenaris S.A. Consolidated Condensed Interim Financial Statements for the three-month period ended March 31, 2018

NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

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Tenaris S.A. Consolidated Condensed Interim Financial Statements for the three-month period ended March 31, 2018

NOTES TO THE CONSOLIDATED CONDENSED INTERIM FINANCIAL STATEMENTS

(In the notes all amounts are shown in U.S. dollars, unless otherwise stated)

1

General information

Tenaris S.A. (the "Company") was established as a public limited liability company (*société anonyme*) under the laws of the Grand-Duchy of Luxembourg on December 17, 2001. The Company holds, either directly or indirectly, controlling interests in various subsidiaries in the steel pipe manufacturing and distribution businesses. References in these Consolidated Condensed Interim Financial Statements to "Tenaris" refer to Tenaris S.A. and its consolidated subsidiaries. A list of the principal Company's subsidiaries is included in Note 30 to the Company's audited Consolidated Financial Statements for the year ended December 31, 2017.

The Company's shares trade on the Buenos Aires Stock Exchange, the Italian Stock Exchange and the Mexican Stock Exchange; the Company's American Depositary Securities ("ADS") trade on the New York Stock Exchange.

These Consolidated Condensed Interim Financial Statements were approved for issuance by the Company's Board of Directors on April 26, 2018.

2

Accounting policies and basis of presentation

These Consolidated Condensed Interim Financial Statements have been prepared in accordance with IAS 34, "Interim Financial Reporting". The accounting policies used in the preparation of these Consolidated Condensed Interim Financial Statements are consistent with those used in the audited Consolidated Financial Statements for the year ended December 31, 2017 except for the adoption of new and amended standards as set out below. These Consolidated Condensed Interim Financial Statements should be read in conjunction with the audited Consolidated Financial Statements for the year ended December 31, 2017, which have been prepared in accordance with International Financial Reporting Standards ("IFRS") as issued by the International Accounting Standard Board ("IASB") and in conformity with IFRS as adopted by the European Union ("EU").

The preparation of Consolidated Condensed Interim Financial Statements in conformity with IFRS requires management to make certain accounting estimates and assumptions that might affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities as of the balance sheet dates, and the reported

amounts of revenues and expenses for the reported periods. Actual results may differ from these estimates.

Material inter-company transactions, balances and unrealized gains (losses) on transactions between Tenaris's subsidiaries have been eliminated in consolidation. However, since the functional currency of some subsidiaries is its respective local currency, some financial gains (losses) arising from inter-company transactions are generated. These are included in the Consolidated Condensed Interim Income Statement under *Other financial results*.

There were no changes in valuation techniques during the period and there have been no changes in any risk management policies since the year ended December 31, 2017.

Whenever necessary, certain comparative amounts have been reclassified to conform to changes in presentation in the current period.

Accounting pronouncements applicable as from January 1, 2018 and relevant for Tenaris

IFRS 9, "Financial instruments"

Tenaris has adopted IFRS 9 "Financial instruments" from 1 January 2018 which resulted in changes in accounting policies and adjustments to the amounts recognized in the financial statements. In accordance with the transition provisions in IFRS 9, Tenaris has adopted the new rules using the retrospective approach, meaning that the cumulative impact of the adoption was recognized in the opening retained earnings and other reserves of the current period as of January 1, 2018 and that comparatives were not be restated.

The new impairment model requires recognition of impairment provisions based on expected credit losses rather than on incurred credit losses. The impact of this change was a decrease of \$6.4 million in the allowance for doubtful accounts.

Tenaris S.A. Consolidated Condensed Interim Financial Statements for the three-month period ended March 31, 2018

2 Accounting policies and basis of presentation (Cont.)

Accounting pronouncements applicable as from January 1, 2018 and relevant for Tenaris (Cont.)

IFRS 9, “Financial instruments” (Cont.)

The measurement category and the carrying amount of financial assets and liabilities in accordance with IAS 39 and IFRS 9 at January 1, 2018 are compared as follows:

Financial Assets	FVPL	Held to maturity	Amortized cost (loans & receivables 2017)	FVOCI (Available for sale 2017)
Closing balance December 31, 2017 - IAS 39	1,163,808	344,336	1,541,724	21,572
Reclassified bonds and other fixed income from HTM to FVOCI	-	(344,336)	-	344,336
Reclassified fixed income from FVPL to amortized cost	(550,646)	-	550,646	-
Reclassified bonds and other fixed income from FVPL to FVOCI	(153,702)	-	-	153,702
Opening balance January 1, 2018 - IFRS 9	459,460	-	2,092,370	519,610

	Effect on other reserves	Effect on retained earnings
Opening balance January 1, 2018 - IAS 39	(320,569)	10,718,853
Reclassify investments from HTM to FVOCI	3,126	-
Reclassify investments from FVPL to FVOCI	(352)	352
Opening balance January 1, 2018 - IFRS 9	(317,795)	10,719,205

Since January 1, 2018 the Company classifies its financial instruments in the following measurement categories:

Amortized Cost: Assets that are held for collection of contractual cash flows where those cash flows represent solely payments of principal and interest. Interest income from these financial assets is included in finance income using the effective interest rate method.

Fair value through other comprehensive income (“FVOCI”): Assets that are held for collection of contractual cash flows and for selling the financial assets, where the assets’ cash flows represent solely payments of principal and interest. Interest income from these financial assets is included in finance income using the effective interest rate method.