AMERIPRISE FINANCIAL INC Form 10-Q May 01, 2013 Table of Contents

UNITED STATES SECURITIES AND EXCHANGE COMMISSION

WASHINGTON, D.C. 20549

FORM 10-Q

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

For the Quarterly Period Ended March 31, 2013

OR

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

For the Transition Period from

to

Commission File No. 1-32525

AMERIPRISE FINANCIAL, INC.

(Exact name of registrant as specified in its charter)

| Delaware | 13-3180631 | | | |
|--|------------------------------------|--|--|--|
| (State or other jurisdiction of incorporation or organization) | (I.R.S. Employer Identification No | | | |
| | | | | |

1099 Ameriprise Financial Center, Minneapolis, Minnesota

55474

(Address of principal executive offices)

(Zip Code)

Registrant s telephone number, including area code: (612) 671-3131

Former name, former address and former fiscal year, if changed since last report: Not Applicable

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 x No o

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 x No o

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.

> Accelerated Filer o Large Accelerated Filer x Non-Accelerated Filer (Do not check if a smaller reporting company) o Smaller reporting company o

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

Indicate the number of shares outstanding of each of the issuer s classes of common stock, as of the latest practicable date.

Class Outstanding at April 19, 2013 Common Stock (par value \$.01 per share) 201,529,269 shares

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PART I. FINANCIAL INFORMATION

ITEM 1. FINANCIAL STATEMENTS

CONSOLIDATED STATEMENTS OF OPERATIONS (UNAUDITED)

(in millions, except per share amounts)

| | Three Months Ended March 3 2013 | | arch 31, 2012 |
|---|---------------------------------|----|------------------|
| Revenues | | | |
| Management and financial advice fees | \$ 1,244 | \$ | 1,132 |
| Distribution fees | 434 | | 402 |
| Net investment income | 489 | | 531 |
| Premiums | 310 | | 301 |
| Other revenues | 222 | | 206 |
| Total revenues | 2,699 | | 2,572 |
| Banking and deposit interest expense | 8 | | 11 |
| Total net revenues | 2,691 | | 2,561 |
| Expenses | | | |
| Distribution expenses | 726 | | 666 |
| Interest credited to fixed accounts | 198 | | 206 |
| Benefits, claims, losses and settlement expenses | 409 | | 505 |
| Amortization of deferred acquisition costs | 75 | | 31 |
| Interest and debt expense | 66 | | 69 |
| General and administrative expense | 730 | | 762 |
| Total expenses | 2,204 | | 2,239 |
| Income from continuing operations before income tax provision | 487 | | 322 |
| Income tax provision | 121 | | 73 |
| Income from continuing operations | 366 | | 249 |
| Loss from discontinued operations, net of tax | (1) | | (1) |
| Net income | 365 | | 248 |
| Less: Net income attributable to noncontrolling interests | 30 | | 4 |
| Net income attributable to Ameriprise Financial | \$ 335 | \$ | 244 |
| Earnings per share attributable to Ameriprise Financial, Inc. common shareholders | | | |
| Basic | | | |
| Income from continuing operations | \$ 1.61 | \$ | 1.08 |
| Loss from discontinued operations | | | (0.01) |
| Net income | \$ 1.61 | \$ | 1.07 |
| Diluted | | | |
| Income from continuing operations | \$ 1.58 | \$ | 1.06 |
| Loss from discontinued operations | | | (0.01) |
| Net income | \$ 1.58 | \$ | 1.05 |
| | | | |

| Cash dividends declared per common share | \$ 0.45 | \$ |
|---|------------|-----------|
| | | |
| Supplemental Disclosures: | | |
| Total other-than-temporary impairment losses on securities | \$ (1) | \$ (5) |
| Portion of loss recognized in other comprehensive income (before taxes) | (2) | (1) |
| Net impairment losses recognized in net investment income | \$ (3) | \$ (6) |

See Notes to Consolidated Financial Statements.

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AMERIPRISE FINANCIAL, INC.

CONSOLIDATED STATEMENTS OF COMPREHENSIVE INCOME (UNAUDITED)

(in millions)

 Three Months Ended March 31, 2013

 2013
 2012

 Net income
 \$ 365
 \$ 248