

ALEXANDRIA REAL ESTATE EQUITIES INC

Form 10-Q

May 04, 2012

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**UNITED STATES
SECURITIES AND EXCHANGE COMMISSION**

Washington, D.C. 20549

FORM 10-Q

(Mark One)

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

For the quarterly period ended March 31, 2012

OR

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

For the transition period from _____ to _____

Commission file number 1-12993

ALEXANDRIA REAL ESTATE EQUITIES, INC.

(Exact name of registrant as specified in its charter)

Maryland

95-4502084

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(State or other jurisdiction of
incorporation or organization)

(I.R.S. Employer Identification Number)

385 East Colorado Boulevard, Suite 299, Pasadena, California 91101

(Address of principal executive offices) (Zip code)

(626) 578-0777

(Registrant's telephone number, including area code)

N/A

(Former name, former address and former fiscal year, if changed since last report)

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 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 the definitions of large accelerated filer, accelerated filer, and smaller reporting company in Rule 12b-2 of the Exchange Act.

Large accelerated filer
Non-accelerated filer (Do not check if a smaller reporting company)

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 of May 2, 2012, 62,084,846 shares of common stock, par value \$.01 per share, were outstanding.

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Alexandria Real Estate Equities, Inc.
Condensed Consolidated Balance Sheets

(In thousands)

(Unaudited)

	March 31, 2012	December 31, 2011
Assets		
Investments in real estate	\$ 6,892,429	\$ 6,750,975
Less: accumulated depreciation	(779,177)	(742,535)
Investments in real estate, net	6,113,252	6,008,440
Cash and cash equivalents	77,361	78,539
Restricted cash	39,803	23,332
Tenant receivables	8,836	7,480
Deferred rent	150,515	142,097
Deferred leasing and financing costs, net	143,754	135,550
Investments	98,152	95,777
Other assets	86,418	82,914
Total assets	\$ 6,718,091	\$ 6,574,129
Liabilities, Noncontrolling Interests, and Equity		
Secured notes payable	\$ 721,715	\$ 724,305
Unsecured senior notes payable	549,536	
Unsecured senior line of credit	167,000	370,000
Unsecured senior bank term loans	1,350,000	1,600,000
Unsecured senior convertible notes	1,236	84,959
Accounts payable, accrued expenses, and tenant security deposits	323,002	325,393
Dividends payable	36,962	36,579
Preferred stock redemption liability	129,638	
Total liabilities	3,279,089	3,141,236
Commitments and contingencies		
Redeemable noncontrolling interests	15,819	16,034
Alexandria Real Estate Equities, Inc.'s stockholders' equity:		
Series C Preferred Stock		129,638
Series D Convertible Preferred Stock	250,000	250,000
Series E Preferred Stock	130,000	
Common stock	616	616
Additional paid-in capital	3,022,242	3,028,558
Accumulated other comprehensive loss	(23,088)	(34,511)
Alexandria Real Estate Equities, Inc.'s stockholders' equity	3,379,770	3,374,301
Noncontrolling interests	43,413	42,558

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Total equity		3,423,183		3,416,859
Total liabilities, noncontrolling interests, and equity	\$	6,718,091	\$	6,574,129

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

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Alexandria Real Estate Equities, Inc.
Condensed Consolidated Statements of Income

(In thousands, except per share amounts)
(Unaudited)

	Three Months Ended March 31,	
	2012	2011
Revenues		
Rental	\$ 107,785	\$ 106,253
Tenant recoveries	34,552	32,890
Other income	2,629	777
Total revenues	144,966	139,920
Expenses		
Rental operations	43,410	41,061
General and administrative	10,361	9,497
Interest	16,227	17,810
Depreciation and amortization		