

Aon plc
Form 10-Q
May 08, 2012

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, 2012

OR

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

Commission file number 1-7933

Aon plc

(Exact Name of Registrant as Specified in Its Charter)

ENGLAND AND WALES
(State or Other Jurisdiction of
Incorporation or Organization)

98-1030901
(I.R.S. Employer
Identification No.)

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8 DEVONSHIRE SQUARE, LONDON, ENGLAND
(Address of Principal Executive Offices)

EC2M 4PL
(Zip Code)

+44 20 7623 5500

(Registrant's Telephone Number,
Including Area Code)

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 definition 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
(Do not check if a smaller reporting company)

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

Number of Class A Ordinary Shares of Aon plc, \$0.01 nominal value, outstanding as of April 2, 2012: 326,415,020

Part I Financial Information

ITEM 1. FINANCIAL STATEMENTS

Aon plc

Condensed Consolidated Statements of Income

(Unaudited)

(millions, except per share data)	Three Months Ended	
	Mar. 31, 2012	Mar. 31, 2011
Revenue		
Commissions, fees and other	\$ 2,829	\$ 2,748
Fiduciary investment income	12	11
Total revenue	2,841	2,759
Expenses		
Compensation and benefits	1,661	1,597
Other general expenses	778	764
Total operating expenses	2,439	2,361
Operating income	402	398
Interest income	3	6
Interest expense	(59)	(63)
Other income		15
Income from continuing operations before income taxes	346	356
Income taxes	97	103
Income from continuing operations	249	253
Income from discontinued operations before income taxes		4
Income taxes		2
Income from discontinued operations		2
Net income	249	255
Less: Net income attributable to noncontrolling interests	11	9
Net income attributable to Aon stockholders	\$ 238	\$ 246
Net income attributable to Aon stockholders		
Income from continuing operations	\$ 238	\$ 244
Income from discontinued operations		2
Net income	\$ 238	\$ 246
Basic net income per share attributable to Aon stockholders		
Continuing operations	\$ 0.72	\$ 0.72
Discontinued operations	\$	\$
Net income	\$ 0.72	\$ 0.72
Diluted net income per share attributable to Aon stockholders		
Continuing operations	\$ 0.71	\$ 0.71
Discontinued operations	\$	\$
Net income	\$ 0.71	\$ 0.71
Cash dividends per share paid on common stock	\$ 0.15	\$ 0.15
Weighted average common shares outstanding - basic	332.4	339.4
Weighted average common shares outstanding - diluted	336.6	345.4

See accompanying notes to the Condensed Consolidated Financial Statements (unaudited).

*Aon plc***Condensed Consolidated Statements of Comprehensive Income****(Unaudited)**

(millions)	Three Months Ended	
	Mar. 31, 2012	Mar. 31, 2011
Net income	\$ 249	\$ 255
Less: Net income attributable to noncontrolling interests	11	9
Net income attributable to Aon stockholders	238	246
Other comprehensive income, net of tax:		
Change in derivative gains/losses	7	(4)
Foreign currency translation adjustments	104	195
Post-retirement benefit obligation	21	12
Total other comprehensive income, net of tax	132	203
Less: Other comprehensive income attributable to noncontrolling interests	1	
Total other comprehensive income attributable to Aon stockholders	131	203
Comprehensive income attributable to Aon stockholders	\$ 369	\$ 449

See accompanying notes to the Condensed Consolidated Financial Statements (unaudited).

Aon plc

Condensed Consolidated Statements of Financial Position

(millions, except par value)	Mar. 31, 2012 (Unaudited)	Dec. 31, 2011
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	\$ 323	\$