

ALLIANCE ONE INTERNATIONAL, INC.
Form 8-K
October 09, 2007

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM 8-K

CURRENT REPORT
Pursuant to Section 13 or 15(d) of The Securities Exchange Act of 1934

Date of Report (Date of earliest event reported):
October 9, 2007 (October 2, 2007)

Alliance One International, Inc.
(Exact name of registrant as specified in its charter)

Virginia

001-13684

54-1746567

(State or other
jurisdiction of
Incorporation)

(Commission File Number)

(I.R.S. Employer
Identification No.)

8001 Aerial Center Parkway
Morrisville, NC 27560-8417

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(Address of principal executive offices)

(919) 379-4300

(Registrant's telephone number, including area code)

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions:

- Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
- Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
- Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
- Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))

Alliance One International, Inc.

Item 8.01 Other Events.

On October 2, 2007, Alliance One International, Inc. (the Company) completed the previously announced sale of its indirect interest in Compañía General de Tabacos de Filipinas, S.A. (CdF) and its worldwide operating subsidiaries (collectively, the CdF Group) to CdF International Coöperatief U.A. (CdF Coöperatief), an unrelated third party. The estimated gross proceeds to the Company, including those from a prior share capital reduction and from the sale of the shares of CdF, were approximately \$21.4 million, of which approximately \$16.2 million was paid in cash. The gross proceeds are subject to final adjustments which are not anticipated to be material. The remaining consideration of \$5.2 million is comprised of a promissory note that is payable in six semi-annual installments over the next three years, commencing from October 2, 2007. As previously reported, the Company believes that the sale of the CdF Group is consistent with its objective of tightening its strategic focus.

Separately, on September 28, 2007, the Company repaid in full the remaining \$60 million outstanding under its \$145 million Term Loan B with accumulated cash resultant from operational free cash flow. After giving effect to the Term Loan B repayment, but prior to receiving sale proceeds from the CdF Group transaction the Company had in excess of \$100 million in available cash.

Alliance One International, Inc.

SIGNATURES

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 hereunto duly authorized.

Date: October 9, 2007

Alliance One International, Inc.
Registrant

/s/ Thomas G. Reynolds

Thomas G. Reynolds
Vice President - Controller
(Chief Accounting Officer)