

METTLER TOLEDO INTERNATIONAL INC/
Form 11-K
June 29, 2005
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SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM 11-K

(Mark One)

ANNUAL REPORT PURSUANT TO SECTION 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

For the fiscal year ended December 31, 2004

OR

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

For the transition period from _____ to _____

Commission File Number: 001-13595

A. Full title of the plan and the address of the plan, if different from that of the issuer named below:

METTLER-TOLEDO, Inc.

ENHANCED RETIREMENT SAVINGS PLAN

1900 POLARIS PARKWAY

COLUMBUS, OH 43240-4035

B. Name of issuer of the securities held pursuant to the plan and the address of its principal executive office:

METTLER-TOLEDO INTERNATIONAL INC.

IM LANGACHER

P.O. BOX MT-100

CH8606 GREIFENSEE, SWITZERLAND

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METTLER-TOLEDO, INC.
ENHANCED RETIREMENT SAVINGS PLAN

Financial Statements

and

Supplemental Schedule

December 31, 2004 and 2003

with

Report of Independent Registered Public Accounting Firm

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**METTLER-TOLEDO, INC.
ENHANCED RETIREMENT SAVINGS PLAN**

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Report of Independent Registered Public Accounting Firm

To the Participants and Plan Administrator of Mettler-Toledo, Inc. Enhanced Retirement Savings Plan

We have audited the accompanying statements of net assets available for benefits (modified cash basis) of Mettler-Toledo, Inc. Enhanced Retirement Savings Plan (the Plan) as of December 31, 2004 and 2003, and the related statement of changes in net assets available for benefits (modified cash basis) for the years then ended. These financial statements are the responsibility of the Plan's management. Our responsibility is to express an opinion on these financial statements based on our audits.

We conducted our audits in accordance with the standards of the Public Company Accounting Oversight Board (United States). Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. The Plan is not required to have, nor were we engaged to perform, an audit of its internal control over financial reporting. Our audit included consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Plan's internal control over financial reporting. Accordingly, we express no such opinion. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements and assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audits provide a reasonable basis for our opinion.

As described in Note 2, the accompanying financial statements and supplemental schedule were prepared on a modified cash basis of accounting, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

In our opinion, the financial statements referred to above present fairly, in all material respects, the net assets available for benefits of Mettler-Toledo, Inc. Enhanced Retirement Savings Plan as of December 31, 2004 and 2003, and the changes in net assets available for benefits for the years then ended, on a basis of accounting described in Note 2.

Our audits were performed for the purpose of forming an opinion on the financial statements taken as a whole. The supplemental schedule (modified cash basis) of assets held for investment purposes is presented for the purpose of additional analysis and is not a required part of the basic financial statements, but is supplementary information required by the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974. This supplemental schedule is the

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responsibility of the Plan's management. The supplemental schedule has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

/s/ Clark, Schaefer, Hackett & Co.

Columbus, Ohio

May 25, 2005

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Mettler-Toledo, Inc. Enhanced Retirement Savings Plan

Statements of Net Assets Available for Benefits (Modified Cash Basis)

December 31, 2004 and 2003

	<u>2004</u>	<u>2003</u>
Assets		
Investments, fair value	\$ 121,316,509	\$ 106,302,469
Loans to participants	1,825,972	1,610,166
	<u> </u>	<u> </u>
Net assets available for benefits	<u>\$ 123,142,481</u>	<u>\$ 107,912,635</u>

See accompanying notes to financial statements.

Table of Contents**Mettler-Toledo, Inc. Enhanced Retirement Savings Plan****Statements of Changes in Net Assets Available for Benefits (Modified Cash Basis)****For the Years Ended December 31, 2004 and 2003**

	<u>2004</u>	<u>2003</u>
Investment Activity		
Dividends and interest	\$ 3,122,851	\$ 2,305,339
Net appreciation in fair value of investments	8,945,815	14,556,520
	<u>12,068,666</u>	<u>16,861,859</u>
Contributions		
Employer	4,976,459	4,520,214
Participants' deferrals	6,195,746	5,550,893
Participants' rollovers	627,575	183,027
	<u>11,799,780</u>	<u>10,254,134</u>
Asset transfer in		
	4,680	9,483,967
	<u>23,873,126</u>	<u>36,599,960</u>
Deductions		
Benefits paid to participants or beneficiaries	8,614,251	8,026,205
Administrative expenses	29,029	74,207
Asset transfer out		3,850,157
	<u>8,643,280</u>	<u>11,950,569</u>
Net increase in net assets	15,229,846	24,649,391
Net assets available for benefits, beginning of year	107,912,635	83,263,244
Net assets available for benefits, end of year	<u>\$ 123,142,481</u>	<u>\$ 107,912,635</u>

See accompanying notes to financial statements.

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Mettler-Toledo, Inc. Enhanced Retirement Savings Plan

Notes to Financial Statements

1. Description of Plan

The following description of the Mettler-Toledo, Inc. Enhanced Retirement Savings Plan (the Plan) provides only general information. Participants should refer to the Plan Agreement for a more complete description of the Plan's provisions.

General

Effective as of July 1, 2002, the Plan was restated in its entirety and the name of the Plan was changed from the Mettler Toledo Retirement Savings Plan to the Mettler-Toledo, Inc. Enhanced Retirement Savings Plan. The plan was amended to become a safe harbor 401(k)/401(m) plan under IRC 401(k)(12) and 401(m)(11).

The Plan is a qualified defined contribution plan covering eligible employees of adopting units (wholly-owned subsidiaries). It is subject to the provisions of the Employee Retirement Income Security Act of 1974 (ERISA), as amended. Employees become eligible to participate in the Plan on the first day of the calendar month following the date the employee meets the eligibility requirements, as defined.

Contributions

Each year, participants may contribute up to 50% of pretax annual compensation, as defined by the Plan. Participants who reach age 50 may elect to make catch-up contributions. Forfeitures may be used by the Company to reduce future contributions and/or to pay reasonable Plan expenses.

The Company contributes:

Safe Harbor Matching Contributions - 100% of the first 3% of each participant's deferred compensation and 50% of the next 3% of each participant's deferred compensation. All participants who make pre-tax contributions are eligible for the matching contributions. There is no match for the participants' catch-up contributions.

Savings Contributions - 1.5% of each participant's eligible compensation. Employees become eligible on the first day of the month following the one-year anniversary of employment.

Special Contributions the amount was determined by a participant's eligible pay as of December 31, 2001, the number of years of service until the participant's normal retirement, as defined by the plan, the number of years the participant worked with the Company and the level of the participant's benefits in the Mettler Toledo Retirement Plan. Employees become eligible if they were at least 45 years old and achieved 15 years of service with the Company as of December 31, 2001.

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Participant Accounts

Each participant's account is credited with the participant's contribution and allocations of the Company's contribution and plan earnings, and is charged with an allocation of certain administrative expenses. Allocations are based on participant earnings or account balances, as defined. An annual loan maintenance fee is deducted from the respective accounts of those participants with outstanding loans. The investment funds' net investment earnings and changes in fair value are allocated to each participant's account on a daily basis. The benefit to which a participant is entitled is the benefit that can be provided from the participant's vested account.

Vesting

Prior to July 1, 2002, the three year cliff was in effect for all participants in the Plan. Effective July 1, 2002, some units became immediately vested in the Plan. All other units continue to vest under the original vesting provisions. Participants are immediately vested in the Company's Safe Harbor Matching Contributions. Vesting in the Company's Savings Contributions and Special Contributions plus actual earnings thereon is based on whether the participant is employed at the end of the plan year.

Investment Options

Upon enrollment in the Plan, a participant can direct employee and employer contributions in 5% increments among the various investment options offered through Vanguard Fiduciary Trust Company (VFTC), the plan trustee. A participant may transfer amounts between investment options as of any business day.

Payment of Benefits

A participant's vested account will be distributed upon retirement, termination, disability or death. Distributions are made in lump-sum or equal annual installments not to exceed the employee's life expectancy. Upon death, the remaining balance shall be distributed in a lump sum within five years. Forfeitures, if any, are used to reduce employer contributions or pay Plan expenses. Participants may make a withdrawal due to hardship. Such withdrawals are subject to approval by the Pension Committee and must meet the criteria for hardship under Section 401(k) of the Internal Revenue Code (IRC).

2. Summary of Significant Accounting Policies

The following are the significant accounting policies followed by the Plan.

Basis of Presentation

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The accompanying financial statements of the Plan have been prepared on the modified cash basis of accounting, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. The differences between the modified cash basis and accounting principles generally accepted in the United States of America are that contributions and interest and dividend income are recognized when received.

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Investment Valuation and Income Recognition

Under the terms of a trust agreement between the Company and VFTC, the trustee invests Trust assets at the direction of the plan participants. The trustee has reported to the Company the trust fund investments and the trust transactions at both cost and fair value. Shares of registered investment companies are valued at quoted market prices which represent the net asset value of shares held by the Plan at year-end. Units of the Retirement Savings Trust are valued at net asset value at year-end. The Company stock fund is valued at its year-end unit closing price (comprised of year-end market price plus uninvested cash position). Loans to participants are stated at unpaid principal, which approximates fair value. Realized and unrealized gains and losses are reflected as net appreciation (depreciation) in fair value of investments in the statement of changes in net assets available for benefits.

Interest charged to participants for participant loans is reviewed annually by the Plan administrator and is to be comparable to commercial lending rates on bank loans secured by certificates of deposit in the area at the time the loan is made. Loans may not exceed the lesser of 50% of a participant's vested account balance or \$50,000. The repayment period may not exceed five years. Each loan is secured by the remaining balance in the participant's account.

Purchases and sales of securities are recorded on a trade-date basis. Interest and dividend income is recognized when received. Capital gain distributions are included in dividend income.

Contributions

Participant and employer contributions are recognized when received by the trustee.

Payment of Benefits

Benefits are recognized when paid.

Forfeitures

The portion of a participant's account which is forfeited due to termination of employment for reasons other than retirement, disability or death is used to reduce the Company's future contributions or pay Plan expenses. Forfeitures were used to reduce plan expenses by \$24,569 and \$70,047 in 2004 and 2003, respectively. At December 31, 2004 and 2003, forfeited, nonvested accounts totaled \$13,075 and \$78,836, respectively.

Administrative Expenses

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Fees for portfolio management of VFTC funds are paid directly from fund earnings. Recordkeeping fees are paid by the Company. Audit fees are either paid by the Company or from the forfeiture account. Should the Company elect not to pay all or part of such expenses, the trustee then pays these expenses from the Plan assets.

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The preparation of the Plan's financial statements in conformity with a modified cash basis of accounting, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America, requires the plan administrator to make certain estimates and assumptions that affect the reported amounts of net assets available for benefits and, when applicable, disclosure of contingent assets and liabilities at the date of the financial statements and the amounts of changes in net assets available for benefits during the reporting period. Actual results could differ significantly from those estimates.

Risk and Uncertainties

The Plan provides various investment options in any combination of stocks, mutual funds, and other investment securities. Investment securities are exposed to various risks, such as interest rate, market, and credit risks. Due to the level of risk associated with certain investment securities, it is at least reasonably possible that changes in the values of investment securities will occur in the near term and that such changes could materially affect participants' account balances and the amounts reported in the statements of net assets available for plan benefits.

3. Investments

The following investments represent 5% or more of net assets available for benefits at December 31, 2004 and 2003:

	<u>2004</u>	<u>2003</u>
Investments at fair value		
Vanguard 500 Index Fund	\$ 20,017,085	\$ 18,832,255
Vanguard PRIMECAP Fund	11,833,469	9,803,372
Windsor II Fund	7,205,853	6,295,699
Wellington Fund	6,704,298	6,118,194
Investment at contract value		
Vanguard Retirement Savings Trust	27,630,808	25,577,944

4. Transactions with Parties-in-Interest

The Plan invests in shares of mutual funds managed by an affiliate of Vanguard Fiduciary Trust Company (VFTC). VFTC acts as trustee for only those investments as defined by the Plan. Transactions in such investments qualify as party-in-interest transactions which are exempt from the prohibited transaction rules.

Participants may select Company stock as an investment option. The amounts of Company stock held at December 31, 2004 and 2003 were \$1,292,086 and \$972,021, respectively. The Company stock appreciated \$215,967 and \$218,412 in 2004 and 2003, respectively.

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5. Plan Termination

Although it has not expressed any intent to do so, the Company has the right under the Plan to discontinue its contributions at any time and to terminate the Plan subject to the provisions of ERISA. In the event of plan termination, participants will immediately become 100% vested in their accounts.

6. Tax Status

The Internal Revenue Service has determined and informed the Company by a letter dated December 1, 2003, that the Plan and related trust are designed in accordance with applicable sections of the IRC.

7. Asset Transfer In

Effective as of January 1, 2004, employees of Ohaus Corp. and Safeline, Inc., wholly-owned subsidiaries of the Company, began participating in the Plan. Assets of the prior plans of these companies were transferred into the Plan on December 31, 2003 in the amount of \$7,358,890 for Ohaus Corp. and \$2,125,077 for Safeline, Inc. A residual balance of \$4,495 that was left in Ohaus was deposited into the Plan during 2004. A transfer of \$185 was a transfer from the Defined Contribution Plan to the Plan in 2004 and represented residual earnings from these 2003 transfers.

8. Asset Transfer Out

Effective as of January 1, 2003, the Company adopted the Mettler-Toledo, Inc. Defined Contribution Retirement Savings Plan (Defined Contribution Plan). Applied Systems, Inc. (ASI) and Safeline, Inc., wholly-owned subsidiaries of the Company, were the adopting employers. The assets of the participants employed by these affiliated companies were transferred from the Enhanced Plan to the Defined Contribution Plan in the amount of \$2,192,954 for ASI and \$1,657,203 for Safeline, Inc.

9. Withdrawing Participants

As of December 31, 2004 and 2003, vested benefits amounting to \$105,502 and \$98,219, respectively, were allocated to accounts of terminated participants who had elected to withdraw from the Plan but had not been paid.

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EIN : 34-1538688; PIN: 031

Schedule of Assets (Held at End of Year) (Modified Cash Basis)

Form 5500, Schedule H, Line 4(i)

December 31, 2004

(a)	(b) Identity of issuer, borrower, lessor, or similar party	(c) Description of investment, including maturity date, rate of interest, collateral, par or maturity value	(d) Cost	(e) Fair/contract value
*	Vanguard	500 Index Fund	**	\$ 20,017,085
*	Vanguard	Asset Allocation Fund	**	1,393,142
*	Vanguard	Balance Index Fund	**	335,525
*	Vanguard	Capital Opportunity	**	3,181,088
*	Vanguard	Convertible Securities Fund	**	42,007
*	Vanguard	Dividend Growth Fund	**	86,780
*	Vanguard	Emerging Markets Stock Index Fund	**	259,514
*	Vanguard	Energy Fund	**	471,695
*	Vanguard	Equity Income Fund	**	498,667
*	Vanguard	European Stock Index Fund	**	217,200
*	Vanguard	Explorer Fund	**	2,931,814
*	Vanguard	Extended Market Index Fund	**	137,579
*	Vanguard	Global Equity Fund	**	246,564
*	Vanguard	GNMA Investor Shares	**	734,789
*	Vanguard	Growth & Income Fund	**	1,275,670
*	Vanguard	Growth Index Fund	**	1,313,672
*	Vanguard	Health Care Fund	**	3,997,235
*	Vanguard	High-Yield Corporate Fund	**	804,005
*	Vanguard	Intermediate Term Corporate Fund	**	572,443
*	Vanguard	International Growth Fund	**	2,668,072
*	Vanguard	International Value Fund	**	350,649
*	Vanguard	LifeStrategy Conservative Growth Fund	**	467,227
*	Vanguard	LifeStrategy Growth Fund	**	3,868,979
*	Vanguard	LifeStrategy Income Fund	**	424,948
*	Vanguard	LifeStrategy Moderate Growth Fund	**	3,428,303
*	Vanguard	Long Term Corporate Fund	**	1,032,330
*	Vanguard	Mid-Cap Index Fund	**	493,707
*	Vanguard	Morgan Growth Fund	**	619,665
*	Vanguard	Pacific Stock Index Fund	**	84,865
*	Vanguard	Prime Money Market Fund	**	845,856
*	Vanguard	PRIMECAP Fund	**	11,833,469
*	Vanguard	REIT Index Fund	**	1,568,325
*	Vanguard	Retirement Savings Trust	**	27,630,808
*	Vanguard	Select Value Fund	**	909,381
*	Vanguard	Short Term Federal Fund	**	281,421
*	Vanguard	Small-Cap Index Fund	**	1,294,031

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*	Vanguard	Star Fund	**	106,150
*	Vanguard	Strategic Equity Fund	**	1,157,218
*	Vanguard	Total Bond Market Index Fund	**	1,794,142
*	Vanguard	Total International Stock Index Fund	**	496,995
*	Vanguard	Total Stock Market Index Fund	**	2,478,722
*	Vanguard	U.S. Growth Fund	**	2,078,156
*	Vanguard	Value Index Fund	**	702,349
*	Vanguard	Wellesley Income Fund	**	982,030
*	Vanguard	Wellington Fund	**	6,704,298
*	Vanguard	Windsor II Fund	**	7,205,853
*	Vanguard	Mettler - Toledo Stocks	**	1,292,086
	Participant Loans	Various ranging from 4.1 % to 8.5%		1,825,972
Total				\$ 123,142,481

* Denotes party-in-interest

** Cost omitted for participant directed investments

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SIGNATURES

The Plan. Pursuant to the requirements of the Securities Exchange Act of 1934, the trustees (or other persons who administer the employee benefit plan) have duly caused this annual report to be signed on the Plan's behalf by the undersigned hereunto duly authorized.

Date: June 29, 2005

METTLER TOLEDO, Inc.
ENHANCED RETIREMENT SAVINGS PLAN

/s/ Shawn P. Vadala

Shawn P. Vadala
Plan Administrator

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METTLER- TOLEDO, INC. ENHANCED RETIREMENT SAVINGS PLAN

ANNUAL REPORT ON FORM 11-K FOR FISCAL YEAR ENDED DECEMBER 31, 2004

INDEX TO EXHIBITS

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1a	CONSENT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM	Page 13