

WESTERN SIZZLIN CORP
Form 10-Q
May 15, 2007

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, 2007, 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 0-25366

Western Sizzlin Corporation

(Exact Name of Registrant as Specified in Its Charter)

Delaware

(State or Other Jurisdiction of Incorporation or Organization)

86-0723400

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

1338 Plantation Road Roanoke, Virginia

(Address of Principal Executive Offices)

24012

(Zip Code)

(540) 345-3195

(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 is a large accelerated filer, an accelerated filer or a non-accelerated filer. (See definition of accelerated filer and large accelerated filer in Rule 12b-2 of the Exchange Act.) (Check one):

Large Accelerated Filer

Accelerated Filer

Non-Accelerated Filer

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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 15, 2007, there were 1,789,750 shares of common stock outstanding.

Western Sizzlin Corporation

Form 10-Q

Three Months Ended March 31, 2007

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PART I. FINANCIAL INFORMATION
WESTERN SIZZLIN CORPORATION

Consolidated Balance Sheets
March 31, 2007 and December 31, 2006

	March 31, 2007 (unaudited)	December 31, 2006
Assets		
Current assets:		
Cash and cash equivalents	\$ 2,279,320	\$ 2,344,644
Trade accounts receivable, net of allowance for doubtful accounts of \$500,758 in 2007 and \$470,758 in 2006	915,986	866,565
Current installments of notes receivable, less allowance for impaired notes of \$18,365 in 2007 and \$17,409 in 2006	234,672	205,624
Other receivables	256,355	239,531
Income taxes receivable	194,472	248,559
Inventories	76,317	55,207
Prepaid expenses	256,772	253,556
Deferred income taxes	312,751	296,671
Total current assets	4,526,645	4,510,357
Notes receivable, less allowance for impaired notes receivable of \$163,440 and \$164,396 in 2006, excluding current installments	737,087	800,841
Property and equipment, net	2,164,416	2,270,300
Investments in marketable securities (Note 3)	8,285,486	6,508,645
Cash held by broker	107,935	
Franchise royalty contracts, net of accumulated amortization of \$8,351,414 in 2007 and \$8,193,840 in 2006	1,103,017	1,260,592
Goodwill	4,310,200	4,310,200
Financing costs, net of accumulated amortization of \$189,711 in 2007 and \$188,670 in 2006	10,499	11,540
Investment in unconsolidated joint venture	161,181	147,479
	\$ 21,406,466	\$ 19,819,954
Liabilities and Stockholders Equity		
Current liabilities:		
Current installments of long-term debt	\$ 123,826	\$ 163,089
Accounts payable	576,364	555,110
Accrued expenses and other	526,658	554,443
Income taxes payable	71,740	
Total current liabilities	1,298,588	1,272,642
Long-term debt, excluding current installments	685,035	685,036
Other long-term liabilities	74,925	69,370
Deferred income taxes	1,011,672	394,885
	3,070,220	2,421,933
Commitments and contingencies (Note 8)		
Stockholders equity:		
Common stock, \$.01 par value. Authorized 2,000,000 shares; 1,789,750 issued and outstanding shares in 2007 and 1,787,750 in 2006 (Note 2)	17,898	17,878
Additional paid-in capital	12,813,581	12,790,681
Retained earnings	3,371,775	3,340,193
Accumulated other comprehensive income unrealized holding gains, net of taxes	2,132,992	1,249,269
Total stockholders equity	18,336,246	17,398,021
	\$ 21,406,466	\$ 19,819,954

See accompanying notes to consolidated financial statements.

