

VALUE LINE INC
Form 10-Q
March 14, 2018

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 January 31, 2018

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: 0-11306

VALUE LINE, INC.

(Exact name of registrant as specified in its charter)

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New York 13-3139843
(State or other jurisdiction of incorporation or organization) (I.R.S. Employer Identification No.)

551 Fifth Avenue, New York, New York 10176-0001
(Address of principal executive offices) (Zip Code)

(212) 907-1500

(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 Website, 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, smaller reporting company, or an emerging growth company. See the definitions of "large accelerated filer," "accelerated filer," "smaller reporting company," and "emerging growth company" in Rule 12b-2 of the Exchange Act.

Large accelerated filer Accelerated filer Non-accelerated filer

Smaller reporting company Emerging growth company

(Do not check if a smaller reporting company)

If an emerging growth company, indicate by check mark if the registrant has elected not to use the extended transition period for complying with any new or revised financial accounting standards provided pursuant to Section 13(a) of the Exchange Act.

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act).

Yes No

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Indicate the number of shares outstanding of each of the issuer's classes of common stock, as of the latest practicable date.

<u>Class</u>	<u>Outstanding at March 12, 2018</u>
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<u>Common stock, \$0.10 par value</u>	<u>9,698,159 shares</u>
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Part I - Financial Information**Item 1. Financial Statements****Value Line, Inc.****Consolidated Condensed Balance Sheets****(in thousands, except share amounts)**

	January 31, 2018	April 30, 2017
	(unaudited)	
Assets		
Current Assets:		
Cash and cash equivalents (including short term investments of \$3,716 and \$6,066, respectively)	\$ 4,218	\$6,557
Securities available-for-sale	18,404	16,576
Accounts receivable, net of allowance for doubtful accounts of \$15 and \$20, respectively	2,803	1,018
Prepaid and refundable income taxes	606	72
Prepaid expenses and other current assets	1,161	1,567
Total current assets	27,192	25,790
Long-term assets:		
Investment in EAM Trust	58,350	58,223
Restricted money market investment	469	469
Property and equipment, net	1,433	1,239
Capitalized software and other intangible assets, net	392	1,003
Total long-term assets	60,644	60,934
Total assets	\$ 87,836	\$86,724
Liabilities and Shareholders' Equity		
Current Liabilities:		
Accounts payable and accrued liabilities	\$ 1,270	\$1,257
Accrued salaries	1,380	1,285
Dividends payable	3,686	1,748
Accrued taxes on income	22	112
Unearned revenue	18,361	20,188
Total current liabilities	24,719	24,590
Long-term liabilities:		
Unearned revenue	5,751	5,471
Deferred charges	876	432
Deferred income taxes	11,972	18,377
Total long-term liabilities	18,599	24,280

Total liabilities	<i>43,318</i>	<i>48,870</i>
Shareholders' Equity:		
Common stock, \$0.10 par value; authorized 30,000,000 shares; issued 10,000,000 shares	<i>1,000</i>	<i>1,000</i>
Additional paid-in capital	<i>991</i>	<i>991</i>
Retained earnings	<i>45,288</i>	<i>39,186</i>
Treasury stock, at cost (299,485 and 288,335 shares, respectively)	<i>(3,972)</i>	<i>(3,781)</i>
Accumulated other comprehensive income, net of tax	<i>1,211</i>	<i>458</i>
Total shareholders' equity	<i>44,518</i>	<i>37,854</i>
Total liabilities and shareholders' equity	\$ 87,836	\$86,724

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

Part I - Financial Information
Item 1. Financial Statements

Value Line, Inc.
Consolidated Condensed Statements of Income
(in thousands, except share & per share amounts)
(unaudited)

	For the Three Months Ended January 31, 2018		For the Nine Months Ended January 31, 2017	
Revenues:				
Investment periodicals and related publications	\$7,391	\$7,468	\$22,257	\$22,747
Copyright data fees	1,703	1,179	4,740	3,071
Total publishing revenues	9,094	8,647	26,997	25,818
Gain on sale of operating facility	-	-	-	8,123