

BARNWELL INDUSTRIES INC  
Form 10-Q  
February 13, 2013  
[Table of Contents](#)

**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 December 31, 2012**

or

Transition Report Pursuant to Section 13 or 15(d) of the Securities Exchange Act of 1934

Commission File Number 1-5103

**BARNWELL INDUSTRIES, INC.**

(Exact name of registrant as specified in its charter)

**DELAWARE**  
(State or other jurisdiction of  
incorporation or organization)

**72-0496921**  
(I.R.S. Employer

Identification No.)

**1100 Alakea Street, Suite 2900, Honolulu, Hawaii**

**96813**

Edgar Filing: BARNWELL INDUSTRIES INC - Form 10-Q

(Address of principal executive offices)

(Zip code)

**(808) 531-8400**

(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 the definitions 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

As of February 8, 2013 there were 8,277,160 shares of common stock, par value \$0.50, outstanding.

---

Table of Contents

**BARNWELL INDUSTRIES, INC.**

**AND SUBSIDIARIES**

**INDEX**

<b><u>PART I.</u></b>	<b><u>FINANCIAL INFORMATION:</u></b>	
<b><u>Item 1.</u></b>	<b><u>Financial Statements</u></b>	
	<b><u>Condensed Consolidated Balance Sheets - December 31, 2012 and September 30, 2012 (Unaudited)</u></b>	<b>3</b>
	<b><u>Condensed Consolidated Statements of Operations - three months ended December 31, 2012 and 2011 (Unaudited)</u></b>	<b>4</b>
	<b><u>Condensed Consolidated Statements of Comprehensive (Loss) Income - three months ended December 31, 2012 and 2011 (Unaudited)</u></b>	<b>5</b>
	<b><u>Condensed Consolidated Statements of Cash Flows - three months ended December 31, 2012 and 2011 (Unaudited)</u></b>	<b>6</b>
	<b><u>Condensed Consolidated Statements of Equity - three months ended December 31, 2012 and 2011 (Unaudited)</u></b>	<b>7</b>
	<b><u>Notes to Condensed Consolidated Financial Statements (Unaudited)</u></b>	<b>8</b>
<b><u>Item 2.</u></b>	<b><u>Management's Discussion and Analysis of Financial Condition and Results of Operations</u></b>	<b>16</b>
<b><u>Item 4.</u></b>	<b><u>Controls and Procedures</u></b>	<b>23</b>
<b><u>PART II.</u></b>	<b><u>OTHER INFORMATION:</u></b>	
<b><u>Item 6.</u></b>	<b><u>Exhibits</u></b>	<b>24</b>
	<b><u>Signature</u></b>	<b>25</b>



Table of Contents

## PART I - FINANCIAL INFORMATION

## ITEM 1. FINANCIAL STATEMENTS

## BARNWELL INDUSTRIES, INC. AND SUBSIDIARIES

## CONDENSED CONSOLIDATED BALANCE SHEETS

(Unaudited)

	December 31, 2012	September 30, 2012
<b><u>ASSETS</u></b>		
Current assets:		
Cash and cash equivalents	\$ 10,027,000	\$ 8,845,000
Accounts receivable, net of allowance for doubtful accounts of: \$44,000 at December 31, 2012; \$45,000 at September 30, 2012	3,249,000	3,600,000
Prepaid expenses	755,000	361,000
Real estate held for sale	5,431,000	5,309,000
Other current assets	679,000	770,000
Total current assets	20,141,000	18,885,000
Investments	2,381,000	2,381,000
Property and equipment	255,241,000	256,153,000
Accumulated depletion, depreciation, and amortization	(210,247,000)	(207,529,000)
Property and equipment, net	44,994,000	48,624,000
Total assets	\$ 67,516,000	\$ 69,890,000
<b><u>LIABILITIES AND EQUITY</u></b>		
Current liabilities:		
Accounts payable	\$ 3,360,000	\$ 2,680,000
Accrued capital expenditures	1,178,000	341,000
Accrued compensation	1,557,000	1,593,000
Payable to joint interest owners	844,000	854,000
Income taxes payable	507,000	-
Current portion of long-term debt	6,285,000	5,764,000
Other current liabilities	2,639,000	3,083,000
Total current liabilities	16,370,000	14,315,000
Long-term debt	11,252,000	11,400,000
Liability for retirement benefits	4,952,000	5,114,000
Asset retirement obligation	5,692,000	5,629,000

Edgar Filing: BARNWELL INDUSTRIES INC - Form 10-Q

Deferred income taxes	<b>2,161,000</b>	3,307,000
Total liabilities	<b>40,427,000</b>	39,765,000
Equity:		
Barnwell Industries, Inc. stockholders' equity:		
Common stock, par value \$0.50 per share; authorized, 20,000,000 shares: 8,445,060 issued at December 31, 2012 and September 30, 2012	<b>4,223,000</b>	