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LINCOLN LOGS LTD
Form 10QSB
December 15, 2003

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington D. C. 20549

FORM 10-QSB

(Mark One)

☒ QUARTERLY REPORT UNDER SECTION 13 or 15 (d) OF THE SECURITIES EXCHANGE ACT
OF 1934 For the quarterly period ended October 31, 2003

☐ TRANSITION REPORT UNDER SECTION 13 OR 15(d) OF THE EXCHANGE ACT
For the transition period from _____ to _____
Commission file number 0-12172

Lincoln Logs Ltd.
(Exact name of small business issuer as specified in its charter)

New York 14-1589242
(State or other jurisdiction of (I.R.S. Employer
incorporation or organization) Identification No.)

5 Riverside Drive, Chestertown, New York 12817
(Address of principal executive offices)

(518) 494 - 5500
(issuer's telephone number)

Neither name, address nor fiscal year has changed since last report
(Former name, former address and former fiscal year, if changed since last
report.)

Check whether the issuer (1) has filed all reports required to be filed by
Section 13 or 15(d) of the Exchange Act during the past 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 ☐

APPLICABLE ONLY TO ISSUERS INVOLVED IN BANKRUPTCY
PROCEEDINGS DURING THE PRECEDING FIVE YEARS

Check whether the registrant filed all documents and reports required to be
filed by Section 12, 13 or 15(d) of the Exchange Act after the distribution of
securities under a plan confirmed by a court. Yes ☐ No ☐

APPLICABLE ONLY TO CORPORATE ISSUERS

State the number of shares outstanding of each of the issuer's classes of
common equity, as of the latest practicable date:

| Class | Outstanding at December 12, 2003 |
|--------------------------------|----------------------------------|
| Common Stock, \$0.01 par value | 9,234,299 |

Transitional Small Business Disclosure Format (Check one): Yes ☐ No ☒

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LINCOLN LOGS LTD. AND SUBSIDIARIES

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LINCOLN LOGS LTD. AND SUBSIDIARIES CONSOLIDATED BALANCE SHEETS OCTOBER 31, 2003 AND JANUARY 31, 2003

ASSETS

| | |
|--|--|
| October 31, 2 0 0 3 (Unaudited) ----- | January 31, 2 0 0 3 (Audited) ----- |
|--|--|

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CURRENT ASSETS:

| | | | |
|---|-------------|-------------|---------|
| Cash and cash equivalents | \$1,077,538 | \$1,885,931 | |
| Trade accounts receivable, net of allowance for doubtful accounts of \$20,199 | 248,050 | 207,692 | |
| Inventories (raw materials) | 2,022,117 | 1,277,804 | |
| Work in process | 257,543 | | 228,076 |
| Prepaid expenses and other current assets | 564,649 | 416,404 | |
| Prepaid income taxes | 64,207 | --- | |
| Mortgage and note receivable | 2,592 | 2,592 | |
| Due from related parties | 43,427 | 10,141 | |
| | ----- | ----- | |
| Total current assets | 4,280,123 | 4,028,640 | |
| | ----- | ----- | |

PROPERTY, PLANT AND EQUIPMENT:

| | | | |
|---|-------------|-------------|--|
| Land | 888,506 | 835,241 | |
| Buildings and improvements | 3,017,245 | 2,479,801 | |
| Machinery and equipment | 2,469,176 | 881,674 | |
| Furniture and fixtures | 2,201,705 | 1,683,446 | |
| Transportation equipment | 617,764 | 262,216 | |
| | ----- | ----- | |
| | 9,194,396 | 6,142,378 | |
| Less: accumulated depreciation | (4,497,629) | (3,667,143) | |
| | ----- | ----- | |
| Total property, plant and equipment - net | 4,696,767 | 2,475,235 | |
| | ----- | ----- | |

OTHER ASSETS:

| | | | |
|---|-----------|---------|-----|
| Mortgage receivable | 60,450 | 63,304 | |
| Assets held for resale | 6,466 | 11,802 | |
| Deposits and other assets | 64,007 | 58,894 | |
| Goodwill | | 731,809 | --- |
| Other intangible assets, net of accumulated amortization of \$86,627 at October 31, 2003 and \$78,174 at January 31, 2003 | 302,515 | 4,159 | |
| | ----- | ----- | |
| Total other assets | 1,165,247 | 138,159 | |
| | ----- | ----- | |

| | | | |
|--------------|--------------|-------------|--|
| TOTAL ASSETS | \$10,142,137 | \$6,642,034 | |
| | ===== | ===== | |