

TSR INC
Form 10-Q
January 10, 2014

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, DC 20549

FORM 10-Q

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

For the period ended November 30, 2013

☐ 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: 0-8656

TSR, Inc.

(Exact name of registrant as specified in its charter)

Delaware
(State or other jurisdiction of
Incorporation or organization)

13-2635899
(I.R.S. Employer
Identification No.)

400 Oser Avenue, Hauppauge, NY 11788

(Address of principal executive offices)

631-231-0333

(Registrant's telephone number)

(Former name, former address and former fiscal year, if changed since last report)

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 during the preceding 12 months (or for such shorter period that the registrant was required to submit and post such files).

☒ Yes ☐ No

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Indicate by check mark whether the registrant is large accelerated filer, an accelerated filer, a non-accelerated filer or a smaller reporting company. See definition of “large accelerated filer”, “accelerated filer” and “smaller reporting company” in Rule 12b-2 of the Exchange Act. (Check one):

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 December 31, 2013, there were 1,962,062 shares of common stock, par value \$.01 per share, issued and outstanding.

TSR, INC. AND SUBSIDIARIES
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Part I. Financial Information
Item 1. Financial Statements

TSR, INC. AND SUBSIDIARIES
CONDENSED CONSOLIDATED BALANCE SHEETS

	November 30, 2013 (Unaudited)	May 31, 2013 (Note 1)
ASSETS		
Current Assets:		
Cash and cash equivalents	\$1,802,761	\$1,881,161
Certificates of deposit and marketable securities	1,760,072	2,008,424
Accounts receivable, net of allowance for doubtful accounts of \$193,000	9,070,966	9,146,283
Other receivables	3,048	5,016
Prepaid expenses	99,039	70,926
Prepaid and recoverable income taxes	200,699	208,579
Deferred income taxes	86,000	86,000
Total Current Assets	13,022,585	13,406,389
Equipment and leasehold improvements, net of accumulated depreciation and amortization of \$251,622 and \$244,868	13,883	16,784
Other assets	49,653	49,653
Deferred income taxes	106,000	146,000
Total Assets	\$13,192,121	\$13,618,826
LIABILITIES AND EQUITY		
Current Liabilities:		
Accounts and other payables	\$865,644	\$852,228
Accrued expenses and other current liabilities	1,810,862	2,389,006
Advances from customers	1,501,564	1,448,255
Total Current Liabilities	4,178,070	4,689,489
Commitments and contingencies		
Equity:		
TSR, Inc:		
Preferred stock, \$1 par value, authorized 500,000 shares; none issued	-	-
Common stock, \$01 par value, authorized 12,500,000 shares; issued 3,114,163 shares, 1,962,062 outstanding	31,142	31,142
Additional paid-in capital	5,102,868	5,102,868
Retained earnings	17,349,004	17,305,883
	22,483,014	22,439,893
Less: Treasury stock, 1,152,101 shares, at cost	13,514,003	13,514,003
Total TSR, Inc. Equity	8,969,011	8,925,890
Noncontrolling Interest	45,040	3,447

Total Equity	9,014,051	8,929,337
Total Liabilities and Equity	\$13,192,121	\$13,618,826

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

TSR, INC. AND SUBSIDIARIES
 CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS
 For The Three and Six Months Ended November 30, 2013 and 2012
 (UNAUDITED)

	Three Months Ended November 30,		Six Months Ended November 30,	
	2013	2012	2013	2012
Revenue, net	\$12,166,435	\$10,560,273	\$24,253,132	\$21,848,718
Cost of sales	10,100,751	8,805,261	20,089,600	18,244,007
Selling, general and administrative expenses	1,979,938	2,013,724	4,019,367	3,976,550
	12,080,689	10,818,985	24,108,967	22,220,557
Income (loss) from operations	85,746	(258,712)	144,165	(371,839)
Other inco				