

VALUE LINE INC  
Form 10-Q/A  
June 08, 2009

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

AMENDMENT NO. 1  
TO  
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 July 31, 2008

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)

New York

(State or other jurisdiction of incorporation or organization)

13-3139843

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

220 East 42nd Street, New York, New York  
(Address of principal executive offices)

10017-5891  
(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 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  Smaller reporting company   
(Do not check if a smaller reporting company)

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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  
o No x

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

Class	Outstanding at August 31, 2008
Common stock, \$.10 par value	9,981,600 Shares

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EXPLANATORY NOTE

This Quarterly Report on Form 10-Q/A Amendment No. 1 for the period ended July 31, 2008 is being filed for the purpose of refiling the revised certifications Exhibits 31.1 and 31.2, which omitted the certification regarding internal control over financial reporting required by item 601(b)(31) of Regulation S-K. In addition, the titles of Principal Executive Officer and Principal Financial Officer have been added to the signature page(s).

Other than as set forth above, the information contained in this Form 10-Q/A has not been updated to reflect events and circumstances occurring since its original filing with the Securities and Exchange Commission on September 15, 2008. Such matters have been or will be addressed, as necessary, in reports filed with the Commission (other than this amended report) subsequent to the date of the original filing of our quarterly report.

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Part I - Financial Information  
Item 1. Financial Statements

Value Line, Inc.  
Consolidated Condensed Balance Sheets  
(in thousands, except share amounts)

	July 31, 2008 (unaudited)	Apr. 30, 2008
<b>Assets</b>		
<b>Current Assets:</b>		
Cash and cash equivalents (including short term investments of \$14,740 and \$8,159, respectively)	\$ 15,300	\$ 8,955
Trading securities	16,608	19,857
Securities available for sale	91,945	97,043
Accounts receivable, net of allowance for doubtful accounts of \$49 and \$107, respectively	3,505	2,733
Receivable from affiliates	2,653	2,445
Prepaid expenses and other current assets	979	1,048
Deferred income taxes	155	155
<b>Total current assets</b>	<b>131,145</b>	<b>132,236</b>
<b>Long term assets</b>		
Property and equipment, net	4,596	4,709
Capitalized software and other intangible assets, net	769	1,008
<b>Total long term assets</b>	<b>5,365</b>	<b>5,717</b>
<b>Total assets</b>	<b>\$ 136,510</b>	<b>\$ 137,953</b>
<b>Liabilities and Shareholders' Equity</b>		
<b>Current Liabilities:</b>		
Accounts payable and accrued liabilities	\$ 3,238	\$ 5,135
Accrued salaries	1,444	1,471
Dividends payable	3,993	2,995
Accrued taxes payable	2,763	129
Unearned revenue	24,353	26,610
Deferred income taxes	7,181	7,839
<b>Total current liabilities</b>	<b>42,972</b>	<b>44,179</b>
<b>Long term liabilities</b>		
Unearned revenue	5,827	5,920
<b>Total long term liabilities</b>	<b>5,827</b>	<b>5,920</b>
<b>Shareholders' Equity:</b>		
	1,000	1,000

Common stock, \$.10 par value; authorized 30,000,000 shares; issued  
10,000,000 shares

Additional paid-in capital	991	991
Retained earnings	72,023	70,954
Treasury stock, at cost (18,400 shares on 7/31/08 and 4/30/08)	(354)	(354)
Accumulated other comprehensive income, net of tax	14,051	15,263
Total shareholders' equity	87,711	87,854
Total liabilities and shareholders' equity	\$ 136,510	\$ 137,953

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)

	Three months ended July 31,	
	2008	2007
<b>Revenues:</b>		
Investment periodicals and related publications	\$ 10,337	\$ 10,963
Licensing fees	1,681	1,653
Investment management fees & services	8,195	8,185
<b>Total revenues</b>	<b>20,213</b>	<b>20,801</b>
<b>Expenses:</b>		
Advertising and promotion	3,241	3,596
Salaries and employee benefits	4,857	4,609
Production and distribution	1,530	1,663
Office and administration	3,120	1,968
<b>Total expenses</b>	<b>12,748</b>	<b>11,836</b>
<b>Income from operations</b>	<b>7,465</b>	<b>8,965</b>
Income from securities transactions, net	632	701
<b>Income before income taxes</b>	<b>8,097</b>	<b>9,666</b>
Provision for income taxes	3,035	3,723
<b>Net income</b>	<b>\$ 5,062</b>	<b>\$ 5,943</b>
<b>Earnings per share, basic &amp; fully diluted</b>	<b>\$ 0.51</b>	<b>\$ 0.60</b>
<b>Weighted average number of common shares</b>	<b>9,981,600</b>	<b>9,981,600</b>

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 Cash Flows  
(in thousands)  
(unaudited)

	For the three months ended	
	July 31, 2008	July 31, 2007
<b>Cash flows from operating activities:</b>		
Net income	\$ 5,062	\$ 5,943
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation and amortization	306	436
Losses on sales of trading securities and securities available for sale	191	-
Unrealized losses/(gains) on trading securities	(31)	104
Deferred income taxes	11	(36)
Other	69	-
Changes in assets and liabilities:		
Proceeds from sales/(purchases) of trading securities	3,155	(1,411)
Decrease in unearned revenue	(2,350)	(1,001)
Increase/(decrease) in deferred charges	110	(6)
Decrease in accounts payable and accrued expenses	(2,007)	(1,390)
Decrease in accrued salaries	(27)	(135)
Increase in accrued taxes payable	2,634	2,455
Decrease in prepaid expenses and other current assets	58	626
(Increase)/decrease in accounts receivable	(772)	478
Increase in receivable from affiliates	(208)	(47)
Total adjustments	1,139	73
Net cash provided by operations	6,201	6,016
Cash flows from investing activities:		
Purchases and sales of securities classified as available for sale:		
Proceeds from sales of fixed income securities	3,165	683
Purchase of fixed income securities	-	(2,824)
Purchases of equity securities	(3)	(4)
Acquisition of property and equipment	(7)	(2)
Expenditures for capitalized software	(16)	(13)
Net cash provided by/(used in) investing activities	3,139	(2,160)
Cash flows from financing activities:		
Dividends paid	(2,995)	(2,995)

Net cash used in financing activities	(2,995)	(2,995)
Net increase in cash and cash equivalents	6,345	861
Cash and cash equivalents at beginning of year	8,955	20,605
Cash and cash equivalents at end of period	\$ 15,300	\$ 21,466

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 Statement of Changes in Shareholders' Equity  
 For the Three Months Ended July 31, 2008  
 (in thousands, except share amounts)  
 (unaudited)

Common stock

	Number of shares	Additional paid-in Amount	Treasury Stock	Comprehensive income	Retained earnings	Accumulated Other Comprehensive income	Total
Balance at April 30, 2008	9,981,600	\$ 1,000	\$ 991	\$ (354)	\$ 70,954	\$ 15,263	\$ 87,854
Comprehensive income							
Net income				\$ 5,062	5,062		5,062