

CYCLE COUNTRY ACCESSORIES CORP
Form 10-Q/A
September 14, 2011

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

FORM 10-Q/A

(Mark one)

QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES
EXCHANGE ACT OF 1934.

For the quarterly period ended June 30, 2011

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: 001-31715

Cycle Country Accessories Corp.
(Exact name of registrant as specified in its charter)

Nevada
(State or other jurisdiction of incorporation or organization)

42-1523809
(IRS Employer Identification No.)

1701 38th Ave W, Spencer, Iowa 51301
(Address of principal executive offices)

(712) 262-4191
(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 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 (Section 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

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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 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

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 August 22, 2011, there were 6,353,843 shares outstanding of the registrant’s common stock, par value \$0.0001 per share.

Cycle Country Accessories Corp.
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EXPLANATORY NOTE

Cycle Country Accessories Corp. filed its quarterly report on Form 10-Q for the three months ended June 30, 2011 on August 23, 2011. This Amendment No. 1 is being filed solely to file this report in XBRL format. This Amendment No. 1 does not contain any substantive changes from the original filing.

Part I Financial Information

Item 1. Financial Statements

Cycle Country Accessories Corp. and Subsidiaries
Condensed Consolidated Balance Sheet

	June 30, 2011 (Unaudited)	September 30, 2010
Assets		
Current Assets		
Cash and cash equivalents	\$ 23,350	\$ 28,939
Accounts receivable, net	390,070	1,879,491
Inventories	3,126,074	2,716,639
Income taxes receivable	4,371	640,733
Deferred income taxes	518,000	299,000
Prepaid expenses and other	101,314	320,475
Assets held for sale	139,033	795,439
Total current assets	4,302,213	6,680,716
Property, plant and equipment, net	9,481,534	9,809,351
Intangible assets, net	59,620	161,957
Other assets	16,600	7,413
Total assets	\$ 13,859,968	\$ 16,659,437
Liabilities and Stockholders' Equity		
Current Liabilities		
Disbursements in excess of bank balances	\$ 121,334	\$ 387,141
Accounts payable	2,001,430	689,030
Accrued expenses	1,416,178	959,433
Bank line of credit	2,000,000	2,700,000
Current portion of notes payable	434,962	699,681
Liabilities related to assets held for sale	21,362	12,409
Current portion of deferred gain	-	27,754
Total current liabilities	5,995,266	5,475,448
Long-Term Liabilities		
Notes payable, less current portion	2,149,333	2,478,279
Deferred income taxes	697,000	1,587,000
Total long term liabilities	2,846,333	4,065,279
Total liabilities	8,841,599	9,540,727
Stockholders' Equity		
	635	593

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Common stock, \$.0001 par value; 100,000,000 shares authorized; 6,353,843 and 5,934,853 shares issued and outstanding, respectively			
Additional paid-in capital		12,223,012	12,197,101
Accumulated deficit		(7,205,278)	(5,078,984)
Total stockholders' equity		5,018,368	7,118,710
Total liabilities and stockholders' equity	\$	13,859,968	\$ 16,659,437

See accompanying notes to the unaudited condensed consolidated financial statements.

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Condensed Consolidated Statements of Operations

	Three Months ended June 30,	
	2011	2010
	(Unaudited)	(Unaudited)
Revenue		
Net sales	\$ 911,874	\$ 1,783,457
Freight income	17,116	13,551
Total revenues	928,990	1,797,008
Cost of goods sold	589,091	1,542,269
Gross profit	339,899	254,739
Selling, general, and administrative expenses	905,659	988,770
Total operating expenses	905,659	988,770
Loss from operations	(560,761)	(734,030)
Other income (expense)		
Interest expense	(71,749)	(79,201)
Miscellaneous	84,043	35,738
Total other income (expense), net	12,295	(43,463)
Loss from continuing operations before income tax benefit	(548,466)	(777,493)
Benefit from income taxes	203,020	265,793
Net loss from continuing operations	(345,446)	(511,699)
Loss from discontinued operations, net of tax	(85,746)	(71,842)
Net loss	\$ (431,191)	\$ (583,541)
Weighted average shares of common stock		
Basic	6,353,843	5,877,697
Diluted	6,353,843	5,877,697
Loss per basic and diluted share:		

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Continuing Operations	\$	(0.05)	\$	(0.09)
Discontinued Operations	\$	(0.01)	\$	(0.01)

See accompanying notes to the unaudited condensed consolidated financial statements.

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Cycle Country Accessories Corp. and
Subsidiaries
Condensed Consolidated Statements of
Operations

	Nine Months ended June 30,	
	2011 (Unaudited)	2010 (Unaudited)
Revenue		
Net sales	\$ 7,750,480	\$ 7,974,366
Freight income	74,386	61,350
Total revenues	7,824,866	8,035,715
Cost of goods sold	6,495,312	5,758,063
Lower of cost or market adjustment	480,918	-
Gross profit	848,636	2,277,653
Selling, general, and administrative expenses		
	3,460,662	2,843,736
Fraud expense	-	134,775
Total operating expenses	3,460,662	2,978,511
Loss from operations	(2,612,026)	(700,859)
Other income (expense)		
Interest expense	(244,064)	(232,446)
Interest income	-	3
Gain (loss) on sale of assets	(8,466)	-
Miscellaneous	171,289	116,769
Total other expense, net	(81,241)	(115,674)
Loss from continuing operations before income tax benefit	(2,693,267)	(816,533)
Benefit from income taxes	947,041	286,181
Net loss from continuing operations	(1,746,226)	(530,351)
Loss from discontinued operations, net of tax	(380,071)	(114,382)
Net loss	\$ (2,126,297)	\$ (644,734)
Weighted average shares of common stock		
Basic	6,343,929	5,981,382

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Diluted		6,343,929		5,981,382
Loss per basic and diluted share:				
Continuing Operations	\$	(0.28)	\$	(0.09)
Discontinued Operations	\$	(0.06)	\$	(0.02)

See accompanying notes to the unaudited condensed consolidated financial statements.

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Cycle Country Accessories Corp. and Subsidiaries
 Condensed Consolidated Statements of Cash Flows

	Nine Months ended June 30,	
	2011	2010
	(Unaudited)	(Unaudited)
Cash Flows from Operating Activities from Continuing Operations:		
Net loss from continuing operations	\$ (1,746,226)	\$ (530,348)
Adjustments to reconcile net loss to net cash provided by operating activities:		
Depreciation	472,667	