

BASSETT FURNITURE INDUSTRIES INC  
Form 10-Q  
April 05, 2012

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 February 25, 2012

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 No. 0-209

BASSETT FURNITURE INDUSTRIES, INCORPORATED  
(Exact name of Registrant as specified in its charter)

Virginia  
(State or other  
jurisdiction  
of incorporation or  
organization)

54-0135270  
(I.R.S. Employer  
Identification No.)

3525 Fairystone Park Highway

Bassett, Virginia 24055  
(Address of principal executive offices)  
(Zip Code)

(276) 629-6000  
(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, 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 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.

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

At March 31, 2012, 11,260,813 shares of common stock of the Registrant were outstanding.

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BASSETT FURNITURE INDUSTRIES, INCORPORATED AND SUBSIDIARIES

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## PART I - FINANCIAL INFORMATION

## ITEM 1. FINANCIAL STATEMENTS

BASSETT FURNITURE INDUSTRIES, INCORPORATED AND SUBSIDIARIES  
 CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS AND RETAINED EARNINGS  
 FOR THE PERIODS ENDED FEBRUARY 25, 2012 AND FEBRUARY 26, 2011 – UNAUDITED

(In thousands except per share data)

	Quarter Ended	
	February 25, 2012	February 26, 2011
Net sales	\$60,968	\$64,264
Cost of sales	29,297	32,416
Gross profit	31,671	31,848
Selling, general and administrative expenses excluding bad debt and notes receivable valuation charges	30,996	30,508
Bad debt and notes receivable valuation charges	32	6,826
Restructuring and asset impairment charges	236	879
Lease exit costs	228	884
Income (loss) from operations	179	(7,249 )
Other loss, net	(1,247 )	(959 )
Loss before income taxes	(1,068 )	(8,208 )
Income tax benefit (expense)	472	(47 )
Net loss	\$(596 )	\$(8,255 )
Retained earnings-beginning of period	96,331	48,459
Purchase and retirement of common stock	(78 )	-
Cash dividends	(563 )	-
Retained earnings-end of period	\$95,094	\$40,204
Basic and diluted loss per share	\$(0.05 )	\$(0.72 )
Dividends per share	\$0.05	\$-

The accompanying notes to condensed consolidated financial statements are an integral part of the condensed consolidated financial statements.

PART I – FINANCIAL INFORMATION – CONTINUED  
ITEM 1. FINANCIAL STATEMENTS  
BASSETT FURNITURE INDUSTRIES, INCORPORATED AND SUBSIDIARIES  
CONDENSED CONSOLIDATED BALANCE SHEETS  
FEBRUARY 25, 2012 AND NOVEMBER 26, 2011  
(In thousands)

	(Unaudited) February 25, 2012	November 26, 2011
<b>Assets</b>		
<b>Current assets</b>		
Cash and cash equivalents	\$61,089	\$69,601
Accounts receivable, net	13,830	14,756
Marketable securities	3,010	2,939
Inventories	46,059	45,129
Other current assets	6,808	7,778
<b>Total current assets</b>	<b>130,796</b>	<b>140,203</b>
<b>Property and equipment</b>		
Cost	142,549	143,824
Less accumulated depreciation	92,046	93,878
<b>Property and equipment, net</b>	<b>50,503</b>	<b>49,946</b>
<b>Investments</b>		
Retail real estate	16,128	16,257
Notes receivable, net	1,792	1,802
Other	13,992	14,160
<b>Total long-term assets</b>	<b>31,912</b>	<b>33,025</b>
<b>Total assets</b>	<b>\$213,211</b>	<b>\$223,174</b>
<b>Liabilities and Stockholders' Equity</b>		
<b>Current liabilities</b>		
Accounts payable	\$15,763	\$18,821
Accrued compensation and benefits	6,972	7,201
Customer deposits	10,776	9,238
Dividends payable	563	6,063
Other accrued liabilities	10,210	10,302
Current portion of real estate notes payable	205	202
<b>Total current liabilities</b>	<b>44,489</b>	<b>51,827</b>
<b>Long-term liabilities</b>		
Post employment benefit obligations	11,118	11,226
Real estate notes payable	3,610	3,662
Other long-term liabilities	3,625	