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GOLDEN ENTERPRISES INC  
Form 10-Q  
January 15, 2010

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

FORM 10-Q

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

For the quarterly (twenty-six weeks) period ended November 27, 2009  
-----

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 \_\_\_\_\_ 0-4339  
-----

GOLDEN ENTERPRISES, INC.  
-----

(Exact name of registrant as specified in its charter)

DELAWARE  
(State or other jurisdiction of  
incorporation or organization)

63-0250005  
(I.R.S. Employer  
Identification No.)

One Golden Flake Drive  
Birmingham, Alabama

35205

-----  
(Address of Principle Executive Offices)

-----  
(Zip Code)

(205) 458-7316  
-----

(Registrant's telephone number, including area code)

SECURITIES REGISTERED PURSUANT TO SECTION 12(b) OF THE ACT:

None

SECURITIES REGISTERED PURSUANT TO SECTION 12(g) OF THE ACT:

Title Of Class Name of exchange on which registered  
-----

Capital Stock, Par Value \$0.66 2/3

NASDAQ

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 (X) 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

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to be submitted and posted pursuant to Rule 405 of Regulation S-T (Sec.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 ( )

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

Large accelerated filer \_\_\_\_ Accelerated filer \_\_\_\_  
 Non-accelerated filer \_\_\_\_ Smaller reporting company X

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act).

Yes ( ) No (X)

Indicate the number of shares outstanding of each of the issuer's classes of common stock, as of December 31, 2009.

| Class<br>-----                     | Outstanding at<br>December 31, 2009<br>----- |
|------------------------------------|--|
| Common Stock, Par Value \$0.66 2/3 | 11,746,632                                   |

EXCHANGE ACT REPORTS AVAILABLE ON COMPANY WEBSITE

Under "SEC Filings" on the "Financial" page of the Company's website located at [www.goldenflake.com](http://www.goldenflake.com), links to the following filings are made available as soon as reasonably practicable after they are electronically filed with or furnished to the Securities and Exchange Commission (the "SEC") the Company's Annual Report on Form 10-K, Quarterly Reports on Form 10-Q, Current Reports on Form 8-K, Proxy Statement on Schedule 14A related to the Company's Annual Shareholders Meeting, and any amendments to those reports or statements filed or furnished pursuant to Section 13(a) or 15(d) of the Securities Act of 1934. You may also read and copy any materials we file with the SEC at the SEC's Public Reference Room at 100 F Street, NE, Washington, DC 20549. You may obtain information on the operation of the Public Reference Room by calling the SEC at 1-800-SEC-0330. The SEC also maintains an Internet website located at <http://www.sec.gov> that contains the information we file or furnish electronically with the SEC.

GOLDEN ENTERPRISES, INC.

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PART I. FINANCIAL INFORMATION  
ITEM 1. FINANCIAL STATEMENTS  
GOLDEN ENTERPRISES, INC. AND SUBSIDIARY  
CONDENSED CONSOLIDATED BALANCE SHEETS

|                            | (Unaudited)<br>November 27,<br>2009<br>---- | (Audited)<br>May 29,<br>2009<br>---- |
|----------------------------|---|--------------------------------------|
| ASSETS                     |   |                                      |
| CURRENT ASSETS             |   |                                      |
| Cash and cash equivalents  | \$ 713,257                                  | \$ 1,178,060                         |
| Receivables, net           | 8,754,558                                   | 9,297,434                            |
| Inventories:               |   |                                      |
| Raw materials and supplies | 1,750,823                                   | 1,693,655                            |
| Finished goods             | 3,837,442                                   | 3,318,497                            |
|                            | -----                                       | -----                                |
|                            | 5,588,265                                   | 5,012,152                            |
|                            | -----                                       | -----                                |
| Prepaid expenses           | 2,106,239                                   | 1,608,790                            |
| Deferred income taxes      | 676,480                                     | 676,480                              |
|                            | -----                                       | -----                                |
| Total current assets       | 17,838,799                                  | 17,772,916                           |
|                            | -----                                       | -----                                |

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|   |               |               |
|---|---------------|---------------|
| Property, plant and equipment, net            | 21,408,968    | 16,056,235    |
| Other assets                                  | 2,614,548     | 2,575,825     |
|   | -----         | -----         |
| Total   | \$ 41,862,315 | \$ 36,404,976 |
|   | =====         | =====         |
| LIABILITIES AND STOCKHOLDER'S EQUITY          |               |               |
| CURRENT LIABILITIES                           |               |               |
| Checks outstanding in excess of bank balances | \$ 1,428,857  | \$ 1,691,230  |
| Accounts payable                              | 5,738,342     | 3,437,482     |
| Accrued income taxes                          | 516,563       | 286,383       |
| Current portion of long-term debt             | 330,695       | -             |
| Other accrued expenses                        | 4,751,031     | 5,157,323     |
| Salary continuation plan                      | 148,762       | 142,948       |
| Line of credit outstanding                    | 2,927,526     | 1,454,155     |
|   | -----         | -----         |
| Total current liabilities                     | 15,841,776    | 12,169,521    |
|   | -----         | -----         |
| LONG-TERM LIABILITIES                         |               |               |
| Notes payable - bank, non-current             | 3,588,717     | 2,743,440     |
| Salary continuation plan                      | 1,365,019     | 1,414,303     |
| Deferred income taxes                         | 669,815       | 669,815       |
|   | -----         | -----         |
| Total long-term liabilities                   | 5,623,551     | 4,827,558     |
|   | -----         | -----         |
| STOCKHOLDER'S EQUITY                          |               |               |
| Common stock - \$.66-2/3 par value:           |               |               |
| 35,000,000 shares authorized                  |               |               |
| Issued 13,828,793 shares                      | 9,219,195     | 9,219,195     |
| Additional paid-in capital                    | 6,497,954     | 6,497,954     |
| Retained earnings                             | 15,568,638    | 14,579,547    |
|   | -----         | -----         |
|   | 31,285,787    | 30,296,696    |
| Less: Cost of common shares in treasury       |               |               |
| (2,082,161 shares at November 27, 2009        |               |               |
| and 2,082,161 shares at May 29, 2009)         | (10,888,799)  | (10,888,799)  |
|   | -----         | -----         |
| Total stockholder's equity                    | 20,396,988    | 19,407,897    |
|   | -----         | -----         |
| Total   | \$ 41,862,315 | \$ 6,404,976  |
|   | =====         | =====         |

See Accompanying Notes to Condensed Consolidated Financial Statements