

LUBYS INC  
Form 10-Q  
June 15, 2007

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**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 period ended May 9, 2007  
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 001-08308**

**Luby's, Inc.**

*(Exact name of registrant as specified in its charter)*

**Delaware**

*(State or other jurisdiction of  
incorporation or organization)*

**74-1335253**

*(IRS Employer Identification Number)*

**13111 Northwest Freeway, Suite 600**

**Houston, Texas 77040**

*(Address of principal executive offices, including zip code)*

**(713) 329-6800**

*(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, or a non-accelerated filer. See definition of "accelerated filer and large accelerated filer" in Rule 12b-2 of the Exchange Act (check one):

Large accelerated filer  Accelerated filer  Non-accelerated filer

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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  No

As of June 11, 2007, there were 26,153,799 shares of the registrant's Common Stock, par value \$0.32 per share, outstanding, which does not include 1,676,403 treasury shares.

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**Luby's, Inc.**  
**Form 10-Q**  
**Quarter ended May 9, 2007**  
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**Additional Information**

Our Annual Reports on Form 10-K, Quarterly Reports on Form 10-Q, Current Reports on Form 8-K, and amendments to those reports are available free of charge via hyperlink on our website at [www.lubys.com](http://www.lubys.com). We make these reports available as soon as reasonably practicable upon filing with the SEC. Information on our website is not incorporated into this report.

**Part I - FINANCIAL INFORMATION****Item 1.****Financial Statements**

**Luby's, Inc.**  
**Consolidated Balance Sheets**  
*(In thousands, except share data)*

	<b>May 9, 2007</b>	<b>August 30, 2006</b>
	<i>(Unaudited)</i>	
<b>ASSETS</b>		
Current Assets:		
Cash and cash equivalents	\$ 3,167	\$ 9,715
Short-term investments, held-to-maturity	22,377	—
Trade accounts and other receivables, net	360	1,461
Food and supply inventories	2,492	2,392
Prepaid expenses	1,784	1,609
Deferred income taxes	888	1,160
Total current assets	31,068	16,337
Property and equipment, net	182,736	183,990
Property held for sale	736	1,661
Deferred income taxes	684	3,600
Other assets	965	1,111
Total assets	\$ 216,189	\$ 206,699
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>		
Current Liabilities:		
Accounts payable	\$ 13,428	\$ 10,932
Accrued expenses and other liabilities	21,910	23,119
Total current liabilities	35,338	34,051
Other liabilities	6,218	7,089
Total liabilities	41,556	41,140
Commitments and Contingencies		
<b>SHAREHOLDERS' EQUITY</b>		
Common stock, \$0.32 par value; 100,000,000 shares authorized; 27,829,952 shares and 27,748,983 shares issued and outstanding as of May 9, 2007 and August 30, 2006, respectively	8,906	8,880
Paid-in capital	43,032	41,699
Retained earnings	158,299	150,584
Less cost of treasury stock, 1,676,403 shares	(35,604)	(35,604)
Total shareholders' equity	174,633	165,559
Total liabilities and shareholders' equity	\$ 216,189	\$ 206,699

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



**Luby's, Inc.**  
**Consolidated Statements of Operations (unaudited)**

*(In thousands except per share data)*

	Quarter Ended		Three Quarters Ended	
	<b>May 9, 2007</b> <i>(84 days)</i>	May 10, 2006 <i>(84 days)</i>	<b>May 9, 2007</b> <i>(252 days)</i>	May 10, 2006 <i>(252 days)</i>
SALES	\$ 75,886	\$ 77,954	\$ 221,701	\$ 225,570
COSTS AND EXPENSES:				
Cost of food	20,193	20,634	59,565	60,565
Payroll and related costs	25,433	26,571	75,073	78,395
Other operating expenses	15,943	16,440	49,047	48,858
Depreciation and amortization	3,698	3,632	10,853	10,747
General and administrative expenses	5,321	5,357	15,344	15,129
Asset impairments and restaurant closings	15	700	205	532
Net loss on disposition of property and equipment	57	337	551	330
Total costs and expenses	70,660	73,671		