

New Concept Energy, Inc.
Form 10-Q
May 13, 2009

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 QUARTER ENDED MARCH 31, 2009

or

**o 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 000-08187

NEW CONCEPT ENERGY, INC

(Exact Name of Registrant as Specified in Its Charter)

**Nevada
(State or Other Jurisdiction of
Incorporation or Organization)**

**75-2399477
(I.R.S. Employer
Identification No.)**

**1755 Wittington Place, Suite 340
Dallas, Texas
(Address of principal executive offices)**

**75234
(Zip Code)**

**(972) 407-8400
(Registrant's telephone number, including area code)**

**(Former name, former address and former fiscal year, if
changed since last report)**

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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: R 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 (§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, a non-accelerated filer, or smaller reporting company. See definitions 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:

Indicate the number of shares outstanding of each of the issuer’s classes of Common Stock, as of the latest practicable date.

Common Stock, \$.01 par value
(Class)

1,946,935 shares
(Outstanding at May 13, 2009)

NEW CONCEPT ENERGY, INC.

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Period ended March 31, 2009

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PART I: FINANCIAL INFORMATION**ITEM 1. FINANCIAL STATEMENTS****New Concept Energy Inc. and Subsidiaries****CONSOLIDATED BALANCE SHEETS**
(amounts in thousands)

Assets	March 31, 2009	December 31, 2008
Current assets		
Cash and cash equivalents	\$ 186	\$ 190
Accounts receivable - trade	304	353
Note and interest receivable – related party	10,918	10,632
Other current assets (including \$189 from related parties in 2008)	363	527
Total current assets	11,771	11,702
Oil and natural gas properties (full cost accounting method):		
Proved developed and undeveloped oil and gas properties	10,915	10,688
Property and equipment, net of depreciation		
Land, buildings and equipment - oil and gas operations	1,284	1,291
Other	156	149
Total property and equipment	1,440	1,440
Other assets	233	228
Total Assets	\$ 24,359	\$ 24,058

The accompanying notes are an integral part of these statements.

New Concept Energy Inc. and Subsidiaries

CONSOLIDATED BALANCE SHEETS - CONTINUED

(amounts in thousands, except share amounts)

	March 31, 2009	December 31, 2008
Liabilities And Stockholders' Equity		
Current liabilities		
Accounts payable – trade	\$ 357	\$ 202
Accrued expenses	2,043	1,944
Total current liabilities	2,400	2,146
Long-term debt	1,056	1,026
Other long-term liabilities	388	394
Total liabilities	3,844	3,566
Stockholders' equity		
Preferred stock, Series B	1	1
Common stock, \$.01 par value; authorized, 100,000,000 shares; issued and outstanding, 1,946,935 shares at March 31, 2009 and December 31, 2008	20	20
Additional paid-in capital	58,838	58,838
Accumulated deficit	(38,344)	(38,367)
	20,515	20,492
Total Liabilities & Equity	\$ 24,359	\$ 24,058

The accompanying notes are an integral part of these statements.

New Concept Energy, Inc.

Consolidated Statements of Operations

(amounts in thousands, except per share data)

	2009	For The Three Month Period Ended March 31, (Unaudited)	2008
Revenue			
Oil and gas operations, net of royalties	\$ 394		--
Real estate operations	674	\$	704
	1,068		704
Operating expenses			
Oil and gas operations	386		--
Real estate operations	340		315
Lease expense	239		236
Corporate general and administrative	262		261
	1,227		812
Operating loss	(159)		(108)
Other income (expense)			
Interest income	181		52
Interest expense	(30)		(162)
Other income	31		274
	182		164
Net income from continuing operations	23		56
Net income applicable to common shares	23		56
Net earnings per common share – basic and diluted	\$ 0.01	\$	0.04
Weighted average of common and equivalent shares outstanding – basic and diluted	1,947		1,133

The accompanying notes are an integral part of these Consolidated Financial Statements.

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New Concept Energy, Inc.

Consolidated Statements of Cash Flows

(amounts in thousands)

	For the Three Month Period Ended March 31,	
	2009	2008
	(Unaudited)	(Unaudited)
Cash flows from operating activities		
Net earnings from continuing operations	\$ 23	\$ 56
Adjustments to reconcile net earnings (loss) to net cash provided by operating activities		
Depreciation, depletion and amortization	85	13
Changes in operating assets and liabilities		
Interest receivable	(286)	(98)
Other current and non-current assets	208	(307)
Other assets	--	(23)
Accounts payable and other liabilities	(44)	48
Interest payable	30	162
Net cash provided by (used in) operating activities	16	(149)
Cash flows used in investing activities		
Loan to affiliate	--	(2,800)
Fixed asset additions	(20)	(19)
Net cash used in investing activities	(20)	(2,819)
Cash flows from financing activities		
Sale of common stock	--	2,831
 		