

New Concept Energy, Inc.
Form 10-Q
November 14, 2016

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 QUARTER ENDED SEPTEMBER 30, 2016

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 000-08187
NEW CONCEPT ENERGY, INC.
(Exact Name of Registrant as Specified in Its Charter)

Nevada 75-2399477

(State

or

Other (I.R.S.

Jurisdiction Employer

of Identification

Incorporation No.)

or

Organization)

1603 LBJ Freeway

Suite 300

Dallas, Texas

(Address of

principal

executive

offices)

75234

(Zip Code)

(972)

407-8400

(Registrant's

telephone

number,

including

area code)

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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: R 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 1,946,934 shares
(Class) (Outstanding at November 14, 2016)

NEW CONCEPT ENERGY, INC. AND SUBSIDIARIES

Index to Quarterly Report on Form 10-Q

Period ended September 30, 2016

PART I: FINANCIAL INFORMATION

Item 1. Financial Statements	3
Consolidated Balance Sheets	3
Consolidated Statements of Operations	5
Consolidated Statements of Cash Flows	6
Notes To Consolidated Financial Statements	7

Item 2. Management's Discussion and Analysis of Financial Condition and Results of Operations	11
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Item 3. Quantitative and Qualitative Disclosures About Market Risk	13
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Item 4. Controls and Procedures	13
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PART II: OTHER INFORMATION 14

Item 2. Unregistered Sales of Equity Securities and Use of Proceeds	14
---	----

Item 6. Exhibits	15
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Signatures	16
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PART I. FINANCIAL INFORMATION

Item 1. Financial Statements

NEW CONCEPT ENERGY, INC. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS

(unaudited)

(amounts in thousands)

	September 30, 2016	December 31, 2015
Assets		
Current assets		
Cash and cash equivalents	\$ 530	\$ 473
Accounts receivable from oil and gas sales	105	141
Other current assets	47	37
Total current assets	682	651
Oil and natural gas properties (full cost accounting method)		
Proved developed and undeveloped oil and gas properties, net of depletion	5,658	5,914
Property and equipment, net of depreciation		
Land, buildings and equipment - oil and gas operations	722	803
Other	142	134
Total property and equipment	864	937
Other assets	1,344	1,373
Total assets	\$ 8,548	\$ 8,875

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

NEW CONCEPT ENERGY, INC. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS - CONTINUED
(unaudited)
(amounts in thousands, except share amounts)

	September 30, 2016	December 31, 2015
Liabilities and stockholders' equity		
Current liabilities		
Accounts payable - trade (including \$580,000 and \$165,000 in 2016 and 2015 due to related parties)	\$ 605	\$ 241
Accrued expenses	148	151
Current portion of long term debt	828	831
Total current liabilities	1,581	1,223
Long-term debt		
Notes payable less current portion	1,119	1,211
Asset retirement obligation	2,770	2,770
Total liabilities	5,470	5,204
Stockholders' equity		
Preferred stock, Series B	1	1
Common stock, \$.01 par value; authorized, 100,000,000 shares; issued and outstanding, 1,946,934 shares at September 30, 2016 and December 31, 2015	20	20
Additional paid-in capital	58,838	58,838
Accumulated deficit	(55,781)	(55,188)
	3,078	3,671
Total liabilities & equity	\$ 8,548	\$ 8,875

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

NEW CONCEPT ENERGY, INC AND SUBSIDIARIES
 CONSOLIDATED STATEMENT OF OPERATIONS

(unaudited)

(amounts in thousands, except per share data)

	For the Three Months ended September 30, 2016 2015		For the Nine Months ended September 30, 2016 2015	
Revenue				
Oil and gas operations, net of royalties	\$ 190	\$ 232	\$ 579	\$ 663
Real estate operations	653	772	1,995	2,233
	843	1,004	2,574	2,896
Operating expenses				
Oil and gas operations	295	527	924	