

Edgar Filing: RISK GEORGE INDUSTRIES INC - Form 10QSB

RISK GEORGE INDUSTRIES INC
Form 10QSB
December 15, 2005

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, DC 20549

FORM 10-QSB

(Mark One)

Quarterly report under Section 13 or 15(d) of the Securities Exchange Act of 1934

For the quarter ended October 31, 2005

Transition report under Section 13 or 15(d) of the Securities Exchange Act of 1934

For the transition period from _____ to _____

Commission File Number: 0-5378

GEORGE RISK INDUSTRIES, INC.
(Exact name of small business issuer as specified in its charter)

Colorado 84-0524756
(State of incorporation) (IRS Employers Identification No.)

802 South Elm St. 69145
Kimball, NE (Zip Code)
(Address of principal executive offices)

Registrant's telephone number, including area code: (308) 235-4645

APPLICABLE ONLY TO CORPORATE ISSUERS

The number of shares of the Registrant's Common Stock outstanding, as of December 15, 2005 was 5,361,053.

Transitional Small Business Disclosure Format: Yes No

GEORGE RISK INDUSTRIES, INC.

PART I. FINANCIAL INFORMATION

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Item 1. Financial Statements

The unaudited financial statements for the three and six month period ended October 31, 2005, are attached hereto.

GEORGE RISK INDUSTRIES, INC.
BALANCE SHEET
OCTOBER 31, 2005

ASSETS	
Current Assets	
Cash and cash equivalents	\$ 5,367,000
Marketable securities (Note 2)	12,615,000
Accounts receivable:	
Trade, net of \$50,000 doubtful account allowance	2,147,000
Vendor	1,000
Other	2,000
Inventories (Note 3)	2,059,000
Prepaid expenses	135,000
Property tax overpayment	4,000
Deferred income taxes	164,000

Total Current Assets	\$22,494,000
Property and Equipment, net at cost	\$ 921,000
Other Assets	
Investment in Land Limited Partnership, at cost	200,000
Projects in process	37,000
Other	7,000

Total Other Assets	\$ 244,000
TOTAL ASSETS	\$23,659,000 =====

GEORGE RISK INDUSTRIES, INC.
BALANCE SHEET
OCTOBER 31, 2005

LIABILITIES AND STOCKHOLDERS' EQUITY

Current Liabilities	
Accounts payable, trade	\$ 101,000
Dividends payable	49,000
Notes payable, current	58,000
Accrued expenses	
Payroll and related expenses	384,000
Income tax payable	77,000

Total Current Liabilities	\$ 669,000

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Long-Term Liabilities	
Dividends payable	45,000
Deferred income taxes	47,000

Total Long-Term Liabilities	\$ 92,000
Stockholders' Equity	
Convertible preferred stock, 1,000,000 shares authorized, Series 1-noncumulative, \$20 stated value, 25,000 shares authorized, 4,100 issued and outstanding	99,000
Common stock, Class A, \$.10 par value, 10,000,000 shares authorized, 8,502,832 shares issued and outstanding	850,000
Additional paid-in capital	1,736,000
Accumulated other comprehensive income	(690,000)
Retained earnings	22,835,000
Treasury stock, 3,140,679 shares, at cost	(1,932,000)

Total Stockholders' Equity	\$22,898,000
TOTAL LIABILITIES AND STOCKHOLDERS' EQUITY	\$23,659,000
	=====

GEORGE RISK INDUSTRIES, INC.
STATEMENT OF INCOME AND RETAINED EARNINGS

	Three months ended October 31, 2005	Six months ended October 31, 2005	Three months ended October 31, 2004	Six months ended October 31, 2004
	-----	-----	-----	-----
Net Sales	\$ 3,636,000	\$ 7,047,000	\$ 3,277,000	\$ 6,373,000
Less: cost of goods sold	(1,734,000)	(3,393,000)	(1,501,000)	(2,998,000)
Gross Profit	\$ 1,902,000	\$ 3,654,000	\$ 1,776,000	\$ 3,375,000
Operating Expenses:				
General and administrative	180,000	345,000	169,000	339,000
Selling	604,000	1,220,000	590,000	1,210,000
Engineering	18,000	37,000	23,000	37,000
Rent paid to related parties	12,000	28,000	11,000	26,000
	-----	-----	-----	-----
Total Operating Expenses	\$ 814,000	\$ 1,630,000	\$ 793,000	\$ 1,612,000
Income From Operations	1,088,000	2,024,000	983,000	1,763,000
Other Income (Expense)				
Other	46,000	47,000	(1,000)	(1,000)
Dividend and interest income	86,000	192,000	69,000	151,000
Gain (loss) on investments	(22,000)	2,000	27,000	10,000
	-----	-----	-----	-----
	\$ 110,000	\$ 241,000	\$ 95,000	\$ 160,000

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Income Before Provisions for Income Tax	1,198,000	2,265,000	1,078,000	1,923,000
Provisions for Income Tax				
Current expense	(501,000)	(962,000)	(451,000)	(803,000)
Deferred tax (benefit) expense	14,000	14,000	0	0
Total Income Tax Expense	\$ (487,000)	\$ (948,000)	\$ (451,000)	\$ (803,000)
Net Income	\$ 711,000	\$ 1,317,000	\$ 627,000	\$ 1,120,000
Retained Earnings, beginning of period	\$22,660,000	\$22,054,000	\$20,572,000	\$20,079,000
Less: Cash Dividends Common Stock (\$0.10 per share)	(536,000)	(536,000)	(540,000)	(540,000)
Retained Earnings, end of period	\$22,835,000	\$22,835,000	\$20,659,000	\$20,659,000
Income Per Share of Common Stock: (Note 6)				
Basic	\$.13	\$.25	\$.12	\$.21
Assuming Dilution	\$.13	\$.24	\$.12	\$.21

GEORGE RISK INDUSTRIES, INC.
STATEMENT OF COMPREHENSIVE INCOME

	Three months ended October 31, 2005	Six months ended October 31, 2005	Three months ended October 31, 2004	Six months ended October 31, 2004
Net Income	\$ 711,000	\$ 1,317,000	\$ 627,000	\$ 1,120,000
Other Comprehensive Income, net of tax				
Unrealized gain (loss) on securities:				
Unrealized holding gains (losses) arising during period	(94,000)	191,000	92,000	33,000
Reclassification adjustment for (gains) losses included in net income	22,000	(2,000)	(28,000)	(9,000)
Income tax expense related to other comprehensive income	(30,000)	79,000	27,000	10,000
Other Comprehensive Income	\$ (102,000)	\$ 268,000	\$ 91,000	\$ 34,000
Comprehensive Income	\$ 609,000	\$ 1,585,000	\$ 718,000	\$ 1,154,000

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GEORGE RISK INDUSTRIES, INC.
STATEMENT OF CASH FLOWS

	Three months ended October 31, 2005	Six months ended October 31, 2005	Three months ended October 31, 2004	Six months ended October 31, 2004
CASH FLOWS FROM OPERATING ACTIVITIES:				
Net Income	\$ 711,000	\$ 1,317,000	\$ 627,000	\$ 1,120,000
Adjustments to reconcile net income to net cash provided by operating activities:				
Depreciation	47,000	93,000	51,000	100,000
(Gain) loss on sale of investments	22,000	(2,000)	(28,000)	(9,000)
Changes in assets and liabilities:				
(Increase) decrease in:				
Accounts receivable	56,000	94,000	(189,000)	(292,000)
Inventories	(29,000)	(4,000)	210,000	207,000
Prepaid expenses	8,000	(74,000)	(7,000)	(47,000)
Employee receivables	1,000	0	(1,000)	1,000
Deferred income taxes	(14,000)	(14,000)	0	0
Increase (decrease) in:				
Accounts payable	(73,000)	(39,000)	(44,000)	(27,000)
Accrued expenses	143,000	32,000	88,000	18,000
Income tax payable	(484,000)	(24,000)	(54,000)	297,000
Net cash provided by (used in) operating activities	\$ 388,000	\$ 1,379,000	\$ 653,000	\$ 1,368,000
CASH FLOWS FROM INVESTING ACTIVITIES:				
Other assets manufactured	(25,000)	(2,000)	(34,000)	(2,000)
(Purchase) of property and equipment	(27,000)	(227,000)	(26,000)	(90,000)
Proceeds from sale of marketable securities	630,000	923,000	271,000	419,000
(Purchase) of marketable securities	(996,000)	(1,595,000)	(424,000)	(818,000)
(Purchase) of treasury stock	0	(128,000)	0	0
Net cash provided by (used in) investing activities	\$ (418,000)	\$ (1,029,000)	\$ (213,000)	\$ (491,000)
CASH FLOWS FROM FINANCING ACTIVITIES:				
Increase in long-term debt	0	100,000	0	0
Principal payments on long-term debt	(25,000)	(42,000)	0	0
Dividends issued	(488,000)	(492,000)	(467,000)	(467,000)
Net cash provided by (used in) financing activities	\$ (513,000)	\$ (434,000)	\$ (467,000)	\$ (467,000)

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NET INCREASE (DECREASE) IN CASH				
AND CASH EQUIVALENTS	\$ (543,000)	\$ (84,000)	\$ (27,000)	\$ 410,000
	=====	=====	=====	=====
Cash and cash equivalents,				
beginning of period	\$ 5,910,000	\$ 5,451,000	\$ 4,717,000	\$ 4,280,000
Cash and cash equivalents,				
end of period	\$ 5,367,000	\$ 5,367,000	\$ 4,690,000	\$ 4,690,000

GEORGE RISK INDUSTRIES, INC.
NOTES TO FINANCIAL STATEMENTS
OCTOBER 31, 2005

Note 1 Unaudited Interim Financial Statements

The accompanying financial statements have been prepared in accordance with the instructions for Form 10QSB and do not include all of the information and footnotes required by generally accepted accounting principals for complete financial statements. These financial statements should be read in conjunction with the financial statements and notes contained in the company's annual report on Form 10KSB for the year ended April 30, 2005 with the SEC. In the opinion of management, all adjustments, consisting only of normal recurring adjustments considered necessary for a fair presentation, have been included. Operating results for any quarter are not necessarily indicative of the results for any other quarter or for the full year.

Note 2 Marketable Securities

The Company has investments in publicly traded equity securities as well as certain state and municipal debt securities. These securities are classified as available-for-sale securities, and are reported at fair value. Realized gains and losses are determined on the average cost basis, and are included in the Company's statement of income. Dividend and interest income are accrued as earned.

Marketable equity securities and unrealized gains and losses consist of the following as of October 31, 2005 and October 31, 2004:

Cost Basis	\$ 13,305,000	\$ 12,086,000
Market Value	12,615,000	11,207,000
	-----	-----
Net Unrealized Gain (Loss)	\$ (690,000)	\$ (879,000)
	=====	=====
Gross unrealized gain	\$ 445,000	\$ 492,000
	=====	=====
Gross unrealized loss	\$ (1,135,000)	\$ (1,371,000)
	=====	=====

In accordance with SFAS 115, if the Company determines that a marketable security has an other-than temporary decline in fair value, the Company will decrease the cost of the marketable security to the new fair value and recognize a real loss. The investments are periodically evaluated to determine if impairment changes are required.

Note 3 Inventories

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At October 31, 2005 and October 31, 2004, respectively, inventories consisted of the following:

Raw Materials	\$ 1,410,000	\$ 1,528,000
Work in Process	456,000	458,000
Finished Goods	218,000	188,000
Warehouse in England	45,000	68,000
	-----	-----
	\$ 2,129,000	\$ 2,242,000
Less: allowance for obsolete inventory	(70,000)	(70,000)
	-----	-----
Net Inventories	\$ 2,059,000	\$ 2,172,000
	=====	=====

Note 4 Business Segments

The following is financial information relating to industry segments:

	For the quarter ended October 31,	
	2005	2004
	-----	-----
Net revenue:		
Pool alarm products	\$ 292,000	\$ 298,000
Keyboard products	312,000	137,000
Security alarm and other products	3,032,000	2,842,000
	-----	-----
Total net revenue	\$ 3,636,000	\$ 3,277,000
Income from operations:		
Pool alarm products	\$ 87,000	\$ 90,000
Keyboard products	94,000	41,000
Security alarm and other products	907,000	852,000
	-----	-----
Total income from operations	\$ 1,088,000	\$ 983,000
Identifiable assets:		
Pool alarm products	\$ 292,000	\$ 284,000
Keyboard products	355,000	252,000
Security alarm and other products	4,229,000	4,135,000
Corporate general	18,783,000	16,705,000
	-----	-----
Total assets	\$ 23,659,000	\$ 21,376,000
Depreciation and amortization:		
Pool alarm products	\$ 3,000	\$ 2,000
Keyboard products	0	0
Security alarm and other products	31,000	30,000
Corporate general	13,000	19,000
	-----	-----
Total depreciation and amortization	\$ 47,000	\$ 51,000
Capital expenditures:		
Pool alarm products	\$ 0	\$ 0
Keyboard products	0	0

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Security alarm and other products	27,000	4,000
Corporate general	0	22,000
	-----	-----
Total capital expenditures	\$ 27,000	\$ 26,000

Note 5 Revenue Recognition

George Risk Industries recognizes its revenues when goods are shipped and billed to its customers.

Note 6 Earnings per Share

Basic and diluted earning per share, assuming convertible preferred stock was converted for each period presented, are:

For the three months ended October 31, 2005

	Income (Numerator)	Shares (Denominator)	Per-share Amount
	-----	-----	-----
Net Income	\$ 711,000		
	=====		
Basic EPS	\$ 711,000	5,362,053	\$ 0.13
Effect of dilutive securities:			
Convertible preferred stock	0	20,500	
	-----	-----	-----
Diluted EPS	\$ 711,000	5,382,553	\$ 0.13

For the six months ended October 31, 2005

	Income (Numerator)	Shares (Denominator)	Per-share Amount
	-----	-----	-----
Net Income	\$1,317,000		
	=====		
Basic EPS	\$1,317,000	5,362,053	\$ 0.25
Effect of dilutive securities:			
Convertible preferred stock	0	20,500	
	-----	-----	-----
Diluted EPS	\$1,317,000	5,382,553	\$ 0.24

For the three months ended October 31, 2004

	Income (Numerator)	Shares (Denominator)	Per-share Amount
	-----	-----	-----
Net Income	\$ 627,000		
	=====		
Basic EPS	\$ 627,000	5,402,528	\$ 0.12
Effect of dilutive securities:			
Convertible preferred stock	0	26,750	
	-----	-----	-----
Diluted EPS	\$ 627,000	5,429,278	\$ 0.12

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	For the six months ended October 31, 2004		
	Income (Numerator)	Shares (Denominator)	Per-share Amount
Net Income	\$1,120,000		
Basic EPS	\$1,120,000	5,402,528	\$ 0.21
Effect of dilutive securities:			
Convertible preferred stock	0	26,750	
Diluted EPS	\$1,120,000	5,429,278	\$ 0.21

Note 7 Retirement Benefit Plan

On January 1, 1998, the Company adopted the George Risk Industries, Inc. Retirement Savings Plan (the "Plan"). The Plan is a defined contribution savings plan designed to provide retirement income to eligible employees of the corporation. The Plan is intended to be qualified under Section 401(k) of the Internal Revenue Code of 1986, as amended. Matching contributions by the Company of approximately \$4,000 were paid during each quarter ending October 31, 2005 and 2004. Likewise, the Company paid matching contributions of approximately \$8,000 during each six-month period ending October 31, 2005 and 2004. There were no discretionary contributions paid during either the quarters or six-month periods ending October 31, 2005 and 2004, respectively.

GEORGE RISK INDUSTRIES, INC.

PART I. FINANCIAL INFORMATION

Item 2. Management Discussion and Analysis of Financial Condition and Results of Operations

MANAGEMENT DISCUSSION AND ANALYSIS OF FINANCIAL CONDITION AND RESULTS OF OPERATIONS

The following discussion should be read in conjunction with the attached condensed financial statements, and with the George Risk Industries' audited financial statements and discussion for the fiscal year ended April 30, 2005.

Net cash decreased \$543,000 during the quarter ended October 31, 2005 as compared to a decrease of \$27,000 during the corresponding quarter last year. As for the year-to-date numbers, net cash decreased \$84,000 for the six

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months ended October 31, 2005, while, for the same period last year, net cash increased \$410,000. Accounts receivable decreased \$56,000 during the current quarter as compared to a \$189,000 increase for the corresponding quarter last year. The year-to-date figures show a decrease of \$94,000 for the current six months and a \$292,000 increase for the same period last year. At October 31, 2005, 74.6% of the receivables were considered current (less than 45 days) and 8.5% of the total were over 90 days past due. Inventories increased \$29,000 during the current quarter as compared to a \$210,000 decrease last year. The year-to-date numbers show the inventory increased \$4,000 for the current year, while it decreased \$207,000 for the same period last year. The increased cash being spent towards inventory go hand in hand with the increase in sales that we are showing. At the quarter ended October 31, 2005, there was a \$8,000 decrease in prepaid expenses while there was an increase of \$7,000 for the corresponding quarter the year before. Changes in prepaid expenses in regards to cash flow increased by \$74,000 and decreased by \$47,000 for the six-month periods ending October 31, 2005 and 2004, respectively.

At the quarter ended October 31, 2005, accounts payable decreased \$73,000 as compared to a \$44,000 decrease for the same quarter the year before. As for year-to-date numbers, there was a \$39,000 decrease for the six months ended October 31, 2005, and a \$27,000 decrease for the same period ended October 31, 2004. Accrued payroll and related expenses increased by \$143,000 for the quarter ended October 31, 2005, while these expenses decreased \$88,000 for the corresponding quarter the year before. As for the six-month period ending October 31, 2005, accrued expenses increased \$32,000 and also increased by \$18,000 for the same period last year. Income tax payable decreased \$484,000 for the quarter ended October 31, 2005, as it decreased \$54,000 for the quarter ended October 31, 2004 as well. For the six months ended October 31, 2005, income tax payable decreased \$24,000, as it increased \$297,000 for the corresponding period a year ago.

As for the Company's investing activities, there have not been any purchases or sales out of the ordinary during the current quarter. The Company has purchased a couple of fixed assets and continues to put money into buying more marketable securities. As for the year-to-date figures, it is again notable to mention the fact that the Company purchased a building for the workers at our Gering, NE facility. This building is bigger than the one we were in before and it was bought in conjunction with a loan/grant that we applied for and received from the City of Gering. This "loan" will be converted into grant money if the Company meets all the requirements for adding new employees to the community. Please see the Company's 10QSB for the quarter ended July 31, 2005 for more detailed information. Another large transaction that took place over the six-month period ending October 31, 2005 was that the Company bought back \$128,000 worth of common stock. The Company has been actively searching for stockholders that have been "lost" over the years. Many of the original stockholders are deceased and their descendants are choosing to sell the stock in order to clear up the estates, etc.

The following is a list of ratios to help analyze George Risk Industries' performance:

	For the quarter ended October 31,	
	2005	2004

Working capital	\$ 21,825,000	\$ 19,657,000
Current ratio	33.623	31.762
Quick ratio	30.088	28.052

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Net sales were \$3,636,000 for the quarter ended October 31, 2005, which is a 10.96% increase from the corresponding quarter last year. Year-to-date net sales were \$7,047,000 at October 31, 2005, which is a 10.56% increase from the same period last year. Cost of goods sold was 47.7% of net sales for the quarter ended October 31, 2005 and 45.8% for the same quarter last year. Year-to-date cost of goods sold percentages were 48.1% for the current six months and 47.0% for the corresponding six months last year. Having relatively the same percentage of cost of goods sold from period to period shows that we keep our costs in line. Our goal, as always, is to have a cost of goods sold percentage somewhere between 45% and 50%. As a whole, our cost of materials and direct labor fluctuate in proportion to how our sales vary.

Operating expenses were 22.4% of net sales for the quarter ended October 31, 2005 as compared to 24.2% for the corresponding quarter last year. Year-to-date operating expenses were 23.1% of net sales for the six months ended October 31, 2005, while they were 25.3% for the same period last year. Income from operations for the quarter ended October 31, 2005 was at \$1,088,000, which is a 10.68% increase from the corresponding quarter last year, which had income from operations of \$983,000. Income from operations for the six months ended October 31, 2005 was at \$2,024,000, which is a 14.8% increase from the corresponding six months last year, which had income from operations of \$1,763,000.

Other income and expenses showed gains of \$110,000 and \$241,000 for the quarter and six months ended October 31, 2005, respectively. The other income and expense numbers for last year also showed gains of \$95,000 for the quarter and \$160,000 for the six months ending October 31, 2004. Dividend and interest income is up 24.6% for the current quarter and is up 27.2% for the current six-month period when comparing to the same time periods last year. We have reorganized the way we are investing in by using money manager accounts. These investment accounts are overseen by money managers affiliated with our brokerage firms. This has seemed to make a positive difference in not accumulating big losses like we have let happen in the past. Net income for the quarter ended October 31, 2005 was at \$711,000, a 13.4% increase from the corresponding quarter last year, which showed net income of \$627,000. Net income for the six months ended October 31, 2005 was \$1,317,000, a 17.59% increase from the same period last year. Net income for the six months ended October 31, 2004 was \$1,120,000. Earnings per common share for the quarter ended October 31, 2005 was \$0.13 per share and \$0.25 per share for the year-to-date numbers. EPS for the quarter and six months ended October 31, 2004 was \$0.12 per share and \$0.21 per share, respectively.

A dividend of \$0.10 per common share was declared during the current quarter ended October 31, 2005. The dividend was paid to common stockholders of record as of September 30, 2005 and the payment date was October 31, 2005. This is the second year in a row that the Company has paid a dividend to the stockholders and we hope to continue this trend in the future. The reason that there is still a dividend payable on the books as of October 31, 2005 is that we did not have all the information that was needed in order to process checks to some stockholders. Once this information is obtained, a dividend check is sent out if they were a stockholder as of the date of record.

George Risk Industries does have three distinct business segments, security alarm products (and other items), keyboard products, and pool alarm products that are subject to disclosure under SFAS No. 131. See the notes to the financial statements in order to examine the segments.

Now, here is an update on the progress of some of the Company's new products. The new Roller Ball molds are complete. The magnets have been ordered for the roller ball and are expected to be in by early January 2006. And samples

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of the new roller ball will be submitted to U.L. in December 2005 for approval. It should be available for sale in January 2006. Also, the Mini Raceway is available as raceway only and waiting for tool and die time for connector molds.

The MagnaSphere displays are complete except for label artwork. These displays will be given to our outside representatives and Distribution Network and will be used to demonstrate this new, high security technology. There is much interest that continues to grow on this product line. Several orders have been received for the MagnaSphere switch from the Federal government. They are conducting their own tests to determine if these switches can be used to replace an older, more expensive technology presently being used.

Testing continues in R&D on the new Pool Alarm sounder. This new design should be ready for ETL submittal and should be available by the ISC West show in Las Vegas in April 2006. The new design was shown at the ISC East in New York City in August 2005 and received many good marks and approvals from our customers attending.

A new resistor switch has been designed that uses PC boards. These switches are presently in production. This method eliminates a lot of production time and effort since the majority of it will be built on a Pick & Place machine.

The High Security Switch design is complete, and several units have been sold. This product will be submitted to U.L. and the Department of Defense for their approvals. This is a triple biased switch using three reeds and magnets, which makes it most resistant to tampering and defeat. The U.S. Government is a major user of this type switch set.

Management is always open to the possibility to acquire a business that would complement our existing operations. This would require no outside financing. The intent is to utilize the equipment, marketing techniques and established customers to increase sales and profits.

There are no known seasonal trends with any of our products, since we sell to distributors and OEM manufacturers. The products are tied to the housing industry and will fluctuate with building trends.

Item 3 Controls and Procedures

(a) Information required by Item 307

Our Chief Executive Officer and our Chief Financial Officer, after evaluating the effectiveness of the Company's "disclosure controls and procedures" (as defined in the Securities Exchange Act of 1934 (Exchange Act) Rules 13a-15(e) or 15d-15(e)) as of the end of the period covered by this quarterly report, have concluded that our disclosure controls and procedures are effective based on their evaluation of these controls and procedures required by paragraph (b) of Exchange Act Rules 13a-15 or 15d-15.

(b) Information required by Item 308

This disclosure is not yet required.

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Part II. OTHER INFORMATION

- Item 1. Legal Proceedings
Not applicable
- Item 2. Changes in Securities
Not applicable.
- Item 3. Defaults upon Senior Securities
Not applicable
- Item 4. Submission of Matters to a Vote of Securities
Not applicable
- Item 5. Other Information
Not applicable
- Item 6. Exhibits and Reports on Form 8-K
- A. Exhibits
31. Certifications pursuant to Rule 13a-14(a)
- 31.1 Certification of the Chief Executive Officer
- 31.2 Certification of the Chief Financial Officer
32. Certifications pursuant to 18 U.S.C. 1350
- 32.1 Certification of the Chief Executive Officer
- 32.2 Certification of the Chief Financial Officer
- B. Reports on Form 8-K
No 8-K reports were filed during the quarter ended October 31, 2005

SIGNATURES

In accordance with the requirements of the Exchange Act, the registrant caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

George Risk Industries, Inc.
(Registrant)

Date 12-15-2005

By: /s/ Kenneth R. Risk
Kenneth R. Risk
President and Chairman of the Board

Date 12-15-2005

By: /s/ Stephanie M. Risk
Stephanie M. Risk
Chief Financial Officer and Controller