

TIDEL TECHNOLOGIES INC  
Form 10-Q/A  
November 30, 2005

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**SECURITIES AND EXCHANGE COMMISSION**  
**Washington, D.C. 20549**

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**FORM 10-Q/A**

(Mark One)

**R**            **Quarterly Report Pursuant to Section 13 or 15(d) of the Securities Exchange Act of 1934**

For the quarterly period ended December 31, 2004

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 000-17288

**TIDEL TECHNOLOGIES, INC.**

(Exact name of registrant as specified in its charter)

Delaware  
(State or other jurisdiction of incorporation or  
organization)

75-2193593  
(I.R.S. Employer Identification No.)

2900 Wilcrest Drive, Suite 205  
Houston, Texas  
(Address of principal executive offices)

77042  
(Zip Code)

Registrant's telephone number, including area code: (713) 783-8200

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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 requirement for the past 90 days. YES  NO  R

The number of shares of Common Stock outstanding as of the close of business on July 6, 2005 was 20,677,210.

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## TIDEL TECHNOLOGIES, INC. AND SUBSIDIARIES

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**PART I. FINANCIAL INFORMATION****ITEM 1.****FINANCIAL STATEMENTS****TIDEL TECHNOLOGIES, INC. AND SUBSIDIARIES  
CONDENSED CONSOLIDATED BALANCE SHEETS**

ASSETS	December 31, 2004 (unaudited)	September 30, 2004
Current Assets:		
Cash and cash equivalents	\$ 725,927	\$ 258,120
Restricted cash	417,833	—
Trade accounts receivable, net of allowance of \$6,425 and \$6,230, respectively	5,077,596	1,313,918
Notes and other receivables	1,014,641	1,016,167
Inventories	675,699	1,350,630
Prepaid expenses and other	160,881	135,240
Assets held for sale, net of accumulated depreciation of \$4,054,549 and \$3,977,412, respectively	7,032,711	5,910,752
Total current assets	15,105,288	9,984,827
Property, plant and equipment, at cost	1,174,509	1,151,898
Accumulated depreciation	(1,035,663)	(1,027,417)
Net property, plant and equipment	138,846	124,481
Other assets	1,341,064	668,936
Total assets	\$ 16,585,198	\$ 10,778,244
<b>LIABILITIES AND SHAREHOLDERS' EQUITY</b>		
Current Liabilities:		
Current maturities, net of debt discount of \$0 and \$725,259, respectively	\$ 2,832,221	\$ 183,692
Accounts payable	1,356,544	1,711,630
Accrued interest payable	2,112,291	793,577
Reserve for settlement of class action litigation	—	1,564,490
Other accrued expenses	1,977,111	1,384,675
Liabilities held for sale	2,692,938	2,523,022
Total current liabilities	10,971,105	8,161,086
Long-term debt, net of current maturities and debt discount of \$6,525,446 and \$5,767,988, respectively	696,250	28,709
Total liabilities	11,667,355	8,189,795
Commitments and contingencies		
Shareholders' Equity:		
Common stock, \$.01 par value, authorized 100,000,000 shares; issued and outstanding 20,677,210 shares and 17,426,210 shares, respectively	206,772	174,262
Additional paid-in capital	30,993,862	28,100,674
Accumulated deficit	(26,775,452)	(25,619,888)
Receivable from officer	(31,675)	(31,675)
Accumulated other comprehensive income (loss)	524,336	(34,924)
Total shareholders' equity	4,917,843	2,588,449
Total liabilities and shareholders' equity	\$ 16,585,198	\$ 10,778,244

See accompanying Notes to Condensed Consolidated Financial Statements.



**TIDEL TECHNOLOGIES, INC. AND SUBSIDIARIES**  
**CONSOLIDATED STATEMENTS OF OPERATIONS**  
**(UNAUDITED)**

	<b>Three Months Ended December 31.</b>	
	<b>2004</b>	<b>2003</b>
Revenues	\$ 6,512,542	\$ 3,035,927
Cost of sales	3,467,773	1,891,797
Gross profit	3,044,769	1,144,130
Selling, general and administrative	1,249,601	1,205,621
Depreciation and amortization	8,246	10,904
Operating income (loss)	1,786,922	(72,395)
Other income (expense):		
Gain on extinguishment of debt	—	18,823,000
Interest expense, net	(3,075,000)	(805,515)
Total other income (expense)	(3,075,000)	18,017,485
Income (loss) before discontinued operations	(1,288,078)	17,945,090
Discontinued operations	132,514	25,415
Net income (loss)	\$ (1,155,564)	\$ 17,970,505
Basic income (loss) per share:		
Income (loss) before discontinued operations	\$ (0.07)	\$ 1.03
Income from discontinued operations	0.01	—
Net income (loss)	\$ (0.06)	\$ 1.03