

TASTY BAKING CO  
Form 10-Q  
May 10, 2007

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

**FORM 10-Q**

(Mark One)

QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

For the thirteen weeks ended March 31, 2007

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 1-5084

**TASTY BAKING COMPANY**  
(Exact name of Company as specified in its charter)

Pennsylvania  
(State of Incorporation)

23-1145880  
(IRS Employer Identification Number)

**2801 Hunting Park Avenue, Philadelphia, Pennsylvania 19129**  
(Address of principal executive offices including Zip Code)

**215-221-8500**  
(Company'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

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act).  
YES  NO

There were 8,263,261 shares of Common Stock outstanding as of May 1, 2007.

**TASTY BAKING COMPANY AND SUBSIDIARIES**

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**Part I. FINANCIAL INFORMATION****Item 1. Financial Statements****TASTY BAKING COMPANY AND SUBSIDIARIES  
CONDENSED CONSOLIDATED BALANCE SHEETS**

(Unaudited)

(000's)

	March 31, 2007	December 30, 2006
<b>Assets</b>		
<b>Current assets:</b>		
Cash	\$ 12	\$ 12
Receivables, less allowance of \$2,832 and \$2,455, respectively	21,177	17,769
Inventories	6,831	6,926
Deferred income taxes	3,040	3,040
Prepayments and other	2,108	1,414
Total current assets	33,168	29,161
<b>Property, plant and equipment:</b>		
Land	1,433	1,433
Buildings and improvements	43,143	43,110
Machinery and equipment	124,973	124,501
	169,549	169,044
Less accumulated depreciation	105,312	103,660
	64,237	65,384
<b>Other assets:</b>		
Long-term receivables from independent sales distributors	10,809	10,960
Deferred income taxes	4,620	4,596
Other	2,125	2,190
	17,554	17,746
<b>Total assets</b>	<b>\$ 114,959</b>	<b>\$ 112,291</b>
<b>Liabilities</b>		
<b>Current liabilities:</b>		
Current obligations under capital leases	\$ 195	\$ 327
Notes payable, banks	631	631
Book overdraft	2,469	2,165
Accounts payable	5,723	3,875
Accrued payroll and employee benefits	6,090	7,444
Other	3,917	5,349
Total current liabilities	19,025	19,791
Long-term obligations under capital leases, less current portion	201	208
Long-term debt	21,319	18,177
Accrued pensions	18,533	18,724
Accrued other liabilities	2,015	1,057
Postretirement benefits other than pensions	5,982	6,065
<b>Total liabilities</b>	<b>67,075</b>	<b>64,022</b>
<b>Shareholders' equity</b>		
Common stock, par value \$0.50 per share and entitled to one vote per share: Authorized 15,000 shares, issued 9,116 shares	4,558	4,558

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Capital in excess of par value of stock	28,894	28,951
Retained earnings	24,863	25,028
Accumulated other comprehensive income	1,682	1,996
Treasury stock, at cost	(12,113)	(12,264)
Total shareholders' equity	47,884	48,269
<b>Total liabilities and shareholders' equity</b>	<b>\$ 114,959</b>	