

TRACK DATA CORP
Form 10-Q
November 13, 2007

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

Form 10-Q

**QUARTERLY REPORT UNDER SECTION 13 OR 15(d) OF THE
SECURITIES EXCHANGE ACT OF 1934**

For the quarterly period ended **September 30, 2007**

Commission File Number 0-24634

TRACK DATA CORPORATION

(Exact name of registrant as specified in its charter)

DELAWARE
(State or other jurisdiction
of incorporation)

22-3181095
(I.R.S. Employer
Identification No.)

**95 Rockwell Place
Brooklyn, NY 11217**
(Address of principal executive offices)

(718) 522-7373
(Registrant's telephone number)

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 past 12 months (or 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

Indicate the number of shares outstanding of each of the issuer's classes of common stock, as of the latest practicable date: As of October 31, 2007 there were 8,392,000 shares of common stock outstanding.

PART I. FINANCIAL INFORMATION

Item 1. Financial Statements

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

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Item 3. Quantitative and Qualitative Disclosures About Market Risk

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PART II. OTHER INFORMATION

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Track Data Corporation and Subsidiaries
CONDENSED CONSOLIDATED BALANCE SHEETS

(in thousands, except number of shares)

September 30, December 31,
2007 2006

ASSETS	<i>(unaudited)</i>	<i>(audited)</i>
CASH AND EQUIVALENTS	\$ 5,136	\$ 6,508
ACCOUNTS RECEIVABLE – net of allowance for doubtful accounts of \$211 in 2007 and \$326 in 2006	2,162	1,277
DUE FROM CLEARING BROKER	511	495
DUE FROM BROKER	10,617	12,962
MARKETABLE SECURITIES	7,676	8,757
FIXED ASSETS - at cost (net of accumulated depreciation)	2,078	1,998
EXCESS OF COST OVER NET ASSETS ACQUIRED – net	1,900	1,900
OTHER ASSETS , including income taxes	1,581	951
TOTAL	\$ 31,661	\$ 34,848
LIABILITIES AND STOCKHOLDERS' EQUITY		
LIABILITIES		
Accounts payable and accrued expenses	\$ 4,358	\$ 3,928
Note payable - bank	256	987
Trading securities sold, but not yet purchased	3,215	6,102
Net deferred income tax liabilities	761	528
Other liabilities	1,121	870
Total liabilities	9,711	12,415
COMMITMENTS AND CONTINGENCIES		
STOCKHOLDERS' EQUITY		
Common stock - \$.01 par value; 60,000,000 shares authorized; issued and outstanding –8,392,000 shares	84	84
Additional paid-in capital	10,183	10,183
Retained earnings	11,094	11,923
Accumulated other comprehensive income	589	243
Total stockholders' equity	21,950	22,433
TOTAL	\$ 31,661	\$ 34,848

See notes to condensed consolidated financial statements

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Track Data Corporation and Subsidiaries
CONDENSED CONSOLIDATED STATEMENTS OF OPERATIONS
NINE MONTHS ENDED SEPTEMBER 30, 2007 AND 2006
(in thousands, except earnings per share)
(Unaudited)

	<u>2007</u>	<u>2006</u>
SERVICE FEES AND REVENUE		
Market Data Services	\$ 13,945	\$ 16,408
ECN Services	5,919	11,113
Broker Dealer Commissions (includes		