

BALLY TECHNOLOGIES, INC.
Form 10-Q
December 21, 2007

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 quarterly period ended September 30, 2007

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 0-4281

BALLY TECHNOLOGIES, INC.

(Exact name of registrant as specified in its charter)

NEVADA
(State or other jurisdiction of
incorporation or organization)

88-0104066
(I.R.S. Employer
Identification No.)

6601 S. Bermuda Rd.

Las Vegas, Nevada 89119

(Address of principal executive offices)

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(702) 584-7700

(Registrant'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

The number of shares of Common Stock, \$0.10 par value, outstanding as of December 14, 2007, according to the records of the registrant's registrar and transfer agent was 54,549,000 which does not include 738,000 shares held in treasury.

EXPLANATORY NOTE

As previously disclosed on the Form 12b-25 of Bally Technologies, Inc. (Bally, the Company, or we), filed with the Securities and Exchange Commission (the SEC) on November 12, 2007, the filing of this Quarterly Report on Form 10-Q for the fiscal quarter ended September 30, 2007 was delayed due to the significant amount of resources dedicated to prepare and file our Quarterly Report on Form 10-Q for the fiscal quarter ended March 31, 2007 (the Third Quarter 10-Q) and our Annual Report on Form 10-K for the fiscal year ended June 30, 2007 (the 2007 10-K), which were filed with the SEC on November 2, 2007. As a result of the delay in filing the Third Quarter 10-Q and the 2007 10-K, we required additional time to complete this Quarterly Report on Form 10-Q. Furthermore, the preparation of the financial information presented in this Quarterly Report on Form 10-Q required additional time and resources because it was prepared while certain material weaknesses existed in our internal control over financial reporting, which are described in Part I, Item 4, Controls and Procedures. Unless specifically stated otherwise, information presented in this Quarterly Report on Form 10-Q is as of and for the three-month period ended September 30, 2007.

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PART I

BALLY TECHNOLOGIES, INC. AND SUBSIDIARIES

UNAUDITED CONDENSED CONSOLIDATED BALANCE SHEETS

	September 30, 2007	June 30, 2007
	(in 000s, except share amounts)	
ASSETS		
Current assets:		
Cash and cash equivalents	\$ 51,594	\$ 40,842
Restricted cash	17,533	17,201
Accounts and notes receivable, net of allowances for doubtful accounts of \$7,811 and \$8,481	160,618	172,060
Inventories	98,789	81,151
Deferred tax assets, net	62,895	59,486
Deferred cost of revenue	44,949	36,744