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LINCOLN LOGS LTD
Form 10QSB
December 15, 2003

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

FORM 10-QSB

(Mark One)

QUARTERLY REPORT UNDER SECTION 13 or 15 (d) OF THE SECURITIES EXCHANGE ACT
OF 1934 For the quarterly period ended October 31, 2003

TRANSITION REPORT UNDER SECTION 13 OR 15(d) OF THE EXCHANGE ACT
For the transition period from _____ to _____
Commission file number 0-12172

Lincoln Logs Ltd.
(Exact name of small business issuer as specified in its charter)

New York 14-1589242
(State or other jurisdiction of (I.R.S. Employer
incorporation or organization) Identification No.)

5 Riverside Drive, Chestertown, New York 12817
(Address of principal executive offices)

(518) 494 - 5500
(issuer's telephone number)

Neither name, address nor fiscal year has changed since last report
(Former name, former address and former fiscal year, if changed since last
report.)

Check whether the issuer (1) has filed all reports required to be filed by
Section 13 or 15(d) of the Exchange Act during the past 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

APPLICABLE ONLY TO ISSUERS INVOLVED IN BANKRUPTCY
PROCEEDINGS DURING THE PRECEDING FIVE YEARS

Check whether the registrant filed all documents and reports required to be
filed by Section 12, 13 or 15(d) of the Exchange Act after the distribution of
securities under a plan confirmed by a court. Yes No

APPLICABLE ONLY TO CORPORATE ISSUERS

State the number of shares outstanding of each of the issuer's classes of
common equity, as of the latest practicable date:

Class	Outstanding at December 12, 2003
Common Stock, \$0.01 par value	9,234,299

Transitional Small Business Disclosure Format (Check one): Yes No

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LINCOLN LOGS LTD. AND SUBSIDIARIES

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LINCOLN LOGS LTD. AND SUBSIDIARIES
CONSOLIDATED BALANCE SHEETS
OCTOBER 31, 2003 AND JANUARY 31, 2003

ASSETS

October 31, 2 0 0 3 (Unaudited) -----	January 31, 2 0 0 3 (Audited) -----
------------------------------------------------	----------------------------------------------

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CURRENT ASSETS:			
Cash and cash equivalents	\$1,077,538	\$1,885,931	
Trade accounts receivable, net of allowance for doubtful accounts of \$20,199	248,050	207,692	
Inventories (raw materials)	2,022,117	1,277,804	
Work in process	257,543		228,076
Prepaid expenses and other current assets	564,649	416,404	
Prepaid income taxes	64,207	---	
Mortgage and note receivable	2,592	2,592	
Due from related parties	43,427	10,141	
	-----	-----	
Total current assets	4,280,123	4,028,640	
	-----	-----	
PROPERTY, PLANT AND EQUIPMENT:			
Land	888,506	835,241	
Buildings and improvements	3,017,245	2,479,801	
Machinery and equipment	2,469,176	881,674	
Furniture and fixtures	2,201,705	1,683,446	
Transportation equipment	617,764	262,216	
	-----	-----	
	9,194,396	6,142,378	
Less: accumulated depreciation	(4,497,629)	(3,667,143)	
	-----	-----	
Total property, plant and equipment - net	4,696,767	2,475,235	
	-----	-----	
OTHER ASSETS:			
Mortgage receivable	60,450	63,304	
Assets held for resale	6,466	11,802	
Deposits and other assets	64,007	58,894	
Goodwill		731,809	---
Other intangible assets, net of accumulated amortization of \$86,627 at October 31, 2003 and \$78,174 at January 31, 2003	302,515	4,159	
	-----	-----	
Total other assets	1,165,247	138,159	
	-----	-----	
TOTAL ASSETS	\$10,142,137	\$6,642,034	
	=====	=====	