

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 June 30, 2005
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 0-3922

PATRICK INDUSTRIES, INC.
(Exact name of registrant as specified in its charter)

INDIANA
(State or other jurisdiction of
incorporation or organization)

35-1057796
(I.R.S. Employer
Identification No.)

107 West Franklin Street, Elkhart, IN 46516
(Address of principal executive offices)
(ZIP Code)

(574) 294-7511
(Registrant's telephone number, including area code)

NONE
(Former name, former address and former fiscal year, if changed since last report)

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 an accelerated filer (as defined in Rule 12b-2 of the Exchange Act). Yes ___ No

Shares of Common Stock Outstanding as of July 29, 2005: 4,772,198

PATRICK INDUSTRIES, INC.

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PART I: FINANCIAL INFORMATION

ITEM 1. FINANCIAL STATEMENTS

PATRICK INDUSTRIES, INC.
UNAUDITED CONDENSED BALANCE SHEETS

	JUNE 30 2005	DECEMBER 31 2004
ASSETS		
CURRENT ASSETS		
Cash and cash equivalents	\$ 52,820	\$ 82,787
Trade receivables	22,438,679	16,720,245
Inventories	39,482,692	34,343,558
Prepaid expenses	1,131,190	951,192
Deferred tax assets	<u>1,658,000</u>	<u>1,658,000</u>
Total current assets	<u>64,763,381</u>	<u>53,755,782</u>
PROPERTY AND EQUIPMENT, at cost	96,024,210	94,161,533
Less accumulated depreciation	<u>59,462,257</u>	<u>58,518,666</u>
	<u>36,561,953</u>	<u>35,642,867</u>
OTHER ASSETS	<u>2,906,946</u>	<u>2,976,026</u>
Total assets	<u>\$104,232,280</u>	<u>\$ 92,374,675</u>
LIABILITIES AND SHAREHOLDERS' EQUITY		
CURRENT LIABILITIES		
Current maturities of long-term debt	\$ 4,226,986	\$ 3,671,430
Short-term borrowings	---	7,300,000
Accounts payable	14,939,377	11,389,966
Accrued liabilities	<u>3,080,135</u>	<u>2,624,489</u>
Total current liabilities	<u>22,246,498</u>	<u>24,985,885</u>
LONG-TERM DEBT, less current maturities	<u>18,544,444</u>	<u>4,100,000</u>
OTHER LIABILITIES	<u>2,817,357</u>	<u>2,548,606</u>
Total liabilities	<u>\$ 43,608,299</u>	<u>\$ 31,634,491</u>
SHAREHOLDERS' EQUITY		
Common stock	19,348,863	19,128,021
Accumulated other comprehensive loss	(268,000)	---
Unearned compensation	(176,160)	---
Retained earnings	<u>41,719,278</u>	<u>41,612,163</u>
Total shareholders' equity	<u>60,623,981</u>	<u>60,740,184</u>
Total liabilities and shareholders' equity	<u>\$104,232,280</u>	<u>\$ 92,374,675</u>

See accompanying Notes to Unaudited Condensed Financial Statements.

PATRICK INDUSTRIES, INC.
UNAUDITED CONDENSED STATEMENTS OF OPERATIONS

	THREE MONTHS ENDED JUNE 30		SIX MONTHS ENDED JUNE 30	
	2005	2004	2005	2004
Net Sales	\$ 78,644,605	\$ 78,620,200	\$158,374,930	\$144,332,555
Cost of good sold	<u>69,081,010</u>	<u>69,082,255</u>	<u>140,008,605</u>	<u>127,201,470</u>
Gross profit	<u>9,563,595</u>	<u>9,537,945</u>	<u>18,366,325</u>	<u>17,131,085</u>
Operating expenses:				
Warehouse and delivery expenses	3,442,110	3,513,120	6,982,110	6,673,975
Selling, general, and administrative expenses	<u>5,335,950</u>	<u>4,969,555</u>	<u>10,546,490</u>	<u>10,126,100</u>
Total operating expenses	<u>8,778,060</u>	<u>8,482,675</u>	<u>17,528,600</u>	<u>16,800,075</u>
Operating income	785,535	1,055,270	837,725	331,010
Interest expense, net	<u>388,940</u>	<u>138,365</u>	<u>659,310</u>	<u>276,195</u>
Income before income taxes	396,595	916,905	178,415	54,815
Federal and state income taxes	<u>158,600</u>	<u>362,700</u>	<u>71,300</u>	<u>22,200</u>
Net income	<u>\$ 237,995</u>	<u>\$ 554,205</u>	<u>\$ 107,115</u>	<u>\$ 32,615</u>
Basic and diluted earnings per common share	<u>\$.05</u>	<u>\$.12</u>	<u>\$.02</u>	<u>\$.01</u>
WEIGHTED AVERAGE COMMON SHARES OUTSTANDING	4,761,121	4,697,159	4,754,190	4,668,950

See accompanying Notes to Unaudited Condensed Financial Statements.

