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PYRAMID OIL CO
Form 10-Q
May 14, 2010

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

FORM 10-Q

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

For the quarterly period ended March 31, 2010

OR

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

Commission File Number 0-5525

PYRAMID OIL COMPANY
(Exact name of registrant as specified in its charter)

CALIFORNIA
(State or other jurisdiction of
incorporation or organization)

94-0787340
(I.R.S. Employer
Identification Number)

2008 - 21ST. STREET,
BAKERSFIELD, CALIFORNIA
(Address of principal executive offices)

93301
(Zip Code)

(661) 325-1000
(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 has submitted electronically and posted on its corporate Web site, if any, every Interactive Data File required to be submitted and posted pursuant to Rule 405 of Regulation S-T during the preceding 12 months (or for such shorter period that the registrant was required to submit and post such files) Yes No

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer or a smaller reporting company.

Large accelerated filer
Non-accelerated filer

Accelerated filer
Smaller reporting company

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

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Indicate the number of shares outstanding of each of the issuer's classes of common stock, as of the close of the period covered by this report.

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(Class)
COMMON STOCK WITHOUT PAR VALUE

(Outstanding at May 14, 2010)
4,677,728

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PYRAMID OIL COMPANY

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PART I - FINANCIAL INFORMATION

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|---------|----------------------|
| Item 1. | Financial Statements |
|---------|----------------------|

PYRAMID OIL COMPANY BALANCE SHEETS ASSETS

| | March 31, 2010 (Unaudited) | December 31, 2009 (Audited) |
|---------------------------|----------------------------------|-----------------------------------|
| | ----- | ----- |
| CURRENT ASSETS: | | |
| Cash and cash equivalents | \$ 1,083,551 | \$ 1,438,825 |
| Short-term investments | 3,348,487 | 3,344,061 |
| Trade accounts receivable | 585,980 | 375,954 |
| Income taxes receivable | 104,281 | 124,281 |

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| | | |
|---|--------------|--------------|
| Crude oil inventory | 89,177 | 62,760 |
| Deferred income taxes | 196,200 | 196,200 |
| Prepaid expenses and other assets | 141,837 | 169,595 |
| | ----- | ----- |
| TOTAL CURRENT ASSETS | 5,549,513 | 5,711,676 |
| | ----- | ----- |
| PROPERTY AND EQUIPMENT, at cost | | |
| Oil and gas properties and equipment (successful efforts method) | 16,596,418 | 16,085,228 |
| Capitalized asset retirement costs | 389,463 | 382,550 |
| Drilling and operating equipment | 2,109,993 | 2,109,993 |
| Land, buildings and improvements | 1,066,571 | 1,065,371 |
| Automotive, office and other property and equipment | 1,164,035 | 1,160,617 |
| | ----- | ----- |
| | 21,326,480 | 20,803,759 |
| Less: accumulated depletion, depreciation, amortization and valuation allowance | (17,296,047) | (17,125,834) |
| | ----- | ----- |
| TOTAL PROPERTY AND EQUIPMENT | 4,030,433 | 3,677,925 |
| | ----- | ----- |
| OTHER ASSETS | | |
| Deposits | 250,000 | 250,000 |
| Deferred income taxes | 446,850 | 485,400 |
| Other assets | 17,013 | 17,013 |
| | ----- | ----- |
| TOTAL ASSETS | \$10,293,809 | \$10,142,014 |
| | ===== | ===== |