

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

FORM 8-K

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

Date of Report (Date of earliest event reported) July 16, 2007

ART'S-WAY MANUFACTURING CO., INC.
(Exact Name of Registrant As Specified In Its Charter)

Delaware
State or Other Jurisdiction of Incorporation

<u>0-05131</u>	<u>42-0920725</u>
(Commission File No.)	(IRS Employer Identification Number)

P.O. Box 288
Armstrong, Iowa 50514
(Address of Principal Executive Offices) (Zip Code)

(712) 864-3131
(Registrant's Telephone Number Including Area Code)

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions (see General Instructions A.2 below):

Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)

Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)

Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))

Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4 (c))



NEWS RELEASE
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 Armstrong, Iowa 50514

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ART'S-WAY SECOND QUARTER AND 6 MONTHS RESULTS

ARMSTRONG, IOWA – Art's-Way Manufacturing Co., Inc. today (July 13, 2007) released the following results for the fiscal quarter and six months ended May 31, 2007.

Highlights:

- Year to date net sales increased \$2,560,000 compared to the same period a year ago.
- Year to date gross profit increased \$518,000 compared to the same period a year ago.

(All figures in thousands of dollars except per share amounts)

	Quarter Ended	
	May 31, 2007	May 31, 2006
Net Sales	\$ 5,699	\$ 4,112
Gross Profit	1,685	1,289
Income from Operations	738	310
Interest and Other Expense	(99)	75
Income before Income Taxes	837	235
Income Tax Expense (Benefit)	279	82
Net Income	<u>558</u>	<u>153</u>
Basic Income Per Share (a)	\$ <u>.28</u>	\$ <u>.08</u>
Diluted Income Per Share (b)	<u>.28</u>	<u>.08</u>
	Six Months Ended	
	May 31, 2007	May 31, 2006
Net Sales	\$ 10,974	\$ 8,414
Gross Profit	3,183	2,665
Income from Operations	1,245	801
Interest and Other Expense	(176)	141
Income before Income Taxes	1,421	660
Income Tax Expense (Benefit)	483	235
Net Income	<u>938</u>	<u>425</u>
Basic Income Per Share (a)	\$ <u>.47</u>	\$ <u>.22</u>
Diluted Income Per Share (b)	<u>.47</u>	<u>.21</u>

- (a) Basic income per share based on the weighted average number of shares outstanding 1,978,176 and 1,972,796 for the quarter; and 1,978,176 and 1,968,451 for the six months ended May 2007 and 2006, respectively.
- (b) Diluted income per share based on the weighted average number of shares outstanding 1,983,182 and 1,979,570 for the quarter; and 1,982,614 and 1,977,619 for the six months ended May 2006 and 2005, respectively.

Our consolidated net sales for the six months ended were \$10,974,000, representing a 30% increase compared to the same period one year ago. A majority of this increase was due to the inclusion of Art's-Way Scientific, Inc., net sales of \$2,346,000, for the six months just ended. Art's-Way Scientific, Inc., was acquired in August of 2006 and