

EDUCATIONAL DEVELOPMENT CORP

Form 11-K

August 24, 2004

**SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549**

FORM 11-K

(Mark One)

- ANNUAL REPORT PURSUANT TO SECTION 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934**

For the fiscal year ended February 29, 2004.

- TRANSITION REPORT PURSUANT TO SECTION 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934**

For the transition period from _____ to _____.

Commission file number: 0-4957

- A. Full title of the plan and the address of the plan, if different from that of the issuer named below:

Educational Development Corporation Employee 401(k) Plan

10302 East 55th Place

Tulsa Oklahoma 74146

- B. Name of issuer of the securities held pursuant to the plan and the address of its principal executive office:

Educational Development Corporation

10302 East 55th Place

Tulsa Oklahoma 74146

(918) 622-4522

REQUIRED INFORMATION

Item 4. Plan financial statements and schedules for the year ended February 29, 2004 have been prepared in accordance with the financial reporting requirements of ERISA.

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Statement of Changes in Net Assets Available for Benefits for the year ended February 29, 2004	F-2

Signature

Pursuant to the requirements of the Securities Exchange Act of 1934, the trustees have duly caused this annual report to be signed on their behalf by the undersigned hereunto duly authorized.

Educational Development Corporation
Employee 401(k) Plan

By: /s/ Randall W. White
Randall W. White, Trustee

Educational Development Corporation
Employee 401(k) Plan

STATEMENTS OF NET ASSETS AVAILABLE FOR BENEFITS
AS OF FEBRUARY 29, 2004

	<u>2004</u>	<u>2003</u>
INVESTMENTS		
Participant directed, at fair value -		
Employer common stock	\$ 1,670,729	\$ 1,167,032
Mutual funds	317,025	278,750
	<u> </u>	<u> </u>
Total investments	<u>\$ 1,987,754</u>	<u>\$ 1,445,782</u>

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Educational Development Corporation
Employee 401(k) Plan

STATEMENT OF CHANGES IN NET ASSETS AVAILABLE FOR BENEFITS
FOR THE YEAR ENDED FEBRUARY 29, 2004

Dividends and interest	\$ 15,924
	<u> </u>
Contributions by:	
Employees	129,845
Employer	64,922
Rollover	10,838
	<u> </u>
Total contributions	205,605
	<u> </u>
Total additions	221,529
Less:	
Distributions to former participants	192,730
Forfeitures	33,885
	<u> </u>
	226,615
	<u> </u>
Net decrease before realized gains and losses	(5,086)
Net realized and unrealized investment gains and (losses)	548,399
Plan expenses	(1,341)
	<u> </u>
Net increase in net assets	541,972
Net assets available for benefits, beginning of year	1,445,782
	<u> </u>
Net assets available for benefits, end of year	<u>\$1,987,754</u>