

Edgar Filing: CYCLE COUNTRY ACCESSORIES CORP - Form SC 13D

CYCLE COUNTRY ACCESSORIES CORP
Form SC 13D
June 30, 2004

SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, DC 20549

SCHEDULE 13D
(Rule 13d-101)

INFORMATION TO BE INCLUDED IN STATEMENTS FILED PURSUANT
TO RULE 13d-1(a) AND AMENDMENTS THERETO FILED PURSUANT TO
RULE 13d-2(a)

(Amendment No. __)

Cycle Country Accessories Corp.

(Name of Issuer)

COMMON STOCK

(Title of Class of Securities)

232984104

(CUSIP Number)

David Grin
Director
Laurus Master Fund, Ltd.
825 Third Avenue, 14th Floor

New York, NY 10022
Telephone: (212) 541-5800

(Name, Address and Telephone Number of Person
Authorized to Receive Notices and Communications)

June 22, 2004

(Date of Event Which Requires Filing of This Statement)

If the filing person has previously filed a statement on Schedule 13G to report the acquisition which is the subject of this Schedule 13D, and is filing this schedule because of Rule 13d-1(e), 13d-1(f) or 13d-1(g), check the following box .

Note. Schedules filed in paper format shall include a signed original and five copies of the schedule, including all exhibits. See Rule 13d-7(b) for other parties to whom copies are to be sent.

(Continued on following pages)

Edgar Filing: CYCLE COUNTRY ACCESSORIES CORP - Form SC 13D

Page 2

CUSIP No. 232984104

13D

1 NAME OF REPORTING PERSONS
S.S. OR I.R.S. IDENTIFICATION NOS. OF ABOVE PERSONS

98-0337673

Laurus Master Fund, Ltd.

2 CHECK THE APPROPRIATE BOX IF A MEMBER OF A GROUP*

(a)

(b)

3 SEC USE ONLY

4 SOURCE OF FUNDS*

WC

5 CHECK BOX IF DISCLOSURE OF LEGAL PROCEEDINGS IS REQUIRED PURSUANT TO ITEM
2(d) or 2(e)

6 CITIZENSHIP OR PLACE OF ORGANIZATION

Cayman Islands

NUMBER OF SHARES 7 SOLE VOTING POWER: 518,906

BENEFICIALLY OWNED BY 8 SHARED VOTING POWER:

EACH REPORTING 9 SOLE DISPOSITIVE POWER: 518,906

PERSON WITH 10 SHARED DISPOSITIVE POWER

11 AGGREGATE AMOUNT BENEFICIALLY OWNED BY EACH REPORTING PERSON:

518,906

12 CHECK BOX IF THE AGGREGATE AMOUNT IN ROW (11) EXCLUDES CERTAIN SHARES*

13 PERCENT OF CLASS REPRESENTED BY AMOUNT IN ROW (11): 12.44%

14 TYPE OF REPORTING PERSON:* CO

Edgar Filing: CYCLE COUNTRY ACCESSORIES CORP - Form SC 13D

Page 3

Item 1. Security and Issuer.

- (a) Name and Address of Principal Executive Offices of Issuer:
Cycle Country Accessories Corp.
P.O. Box 239
2188 Highway 86
Milford, Iowa 51351
- (b) Title and Class of
Equity Securities: Common Stock

Item 2. Identity and Background

- (a) Name of Person Filing: Laurus Master Fund, Ltd.

Laurus Capital Management, L.L.C. controls Laurus Master Fund, Ltd. Eugene Grin and David Grin are the sole members of Laurus Capital Management, L.L.C. Information related to each of Laurus Capital Management, L.L.C., David Grin and Eugene Grin is set forth on Appendix A hereto.
- (b) Jurisdiction of Incorporation: Cayman Islands
- (c) Principal Business: Investments in public companies
- (d) Address of Principal Business and Principal Office:

825 Third Avenue, 14th Floor
New York, NY 10022
- (e) Criminal Proceedings:

During the last five years neither the Reporting Person nor Laurus Capital Management, L.L.C, Eugene Grin or David Grin has been convicted in any criminal proceeding.
- (f) Civil Proceedings:

During the last five years neither the Reporting Person nor Laurus Capital Management, L.L.C., Eugene Grin or David Grin has been party to any civil proceeding of a judicial or administrative body of competent jurisdiction as a result of which such person would have been subject to any judgment, decree or final order enjoining future violations of or prohibiting or mandating activities subject to Federal or State securities laws or finding any violation with respect to such laws.

Page 4

Item 3. Source and Amount of Funds or Other Consideration.

Funds for the purchase of the Common Stock of the Issuer are derived from the Reporting Person's working capital. \$1,879,350 was paid to acquire 478,906 shares of Common Stock of the Issuer. Additional amounts may be paid should the Reporting Person exercise the Warrant

Edgar Filing: CYCLE COUNTRY ACCESSORIES CORP - Form SC 13D

(as defined in Item 4).

Item 4. Purpose of the Transaction

The Reporting Person acquired the Common Stock and the Warrant as an investment (such transaction described in Item 5(c), below). The Reporting Person plans from time to time to dispose of the Common Stock of the Issuer that it owns. In addition to the 478,906 shares of Common Stock of the Issuer acquired by the Reporting Person, the Reporting Person also holds a warrant (the "Warrant") to purchase up to 40,000 shares of Common Stock of the Issuer. A copy of the Warrant is attached hereto as Exhibit 2. The shares of Common Stock subject to the Warrant are exercisable from the date hereof. The exercise price for the shares of Common Stock that can be acquired under the Warrant is \$4.00. The Warrant expires on June 9, 2010.

Item 5. Interests in Securities of the Issuer.

(a) Number of Shares Beneficially Owned: 518,906 shares

Right to Acquire: 40,000 shares (included in amount beneficially owned set forth above)

Percent of Class: 12.44% (based upon 4,171,000 shares of common stock outstanding).

(b) Sole Power to Vote, Direct the Vote of, or Dispose of Shares: 518,906 shares

Shared Power to Vote, Direct the Vote of, or Dispose of Shares: None

(c) Recent Transactions:

The Reporting Person sold on the American Stock Exchange the following shares of Common Stock of the Issuer on the following dates in the following amounts and received the following proceeds from such sale:

Date Sold	Amount of shares sold	Proceeds received from sale of shares
6/8/2004	1,801	\$ 9,394.84
6/9/2004	10,600	\$54,204.44
6/10/2004	6,900	\$36,429.44
6/16/2004	10,600	\$55,777.44
6/17/2004	1,900	\$ 9,977.09
6/22/2004	5,400	\$28,485.44

Page 5

On June 22, 2004, the Reporting Person agreed with the Issuer (notwithstanding the terms of prior agreements limiting the Reporting Person's right to own no more than 4.99% of the issued and outstanding Common Stock of the Issuer) to convert into Common Stock of the Issuer \$1,879,350 of its preferred stock investment in a subsidiary of the Issuer made pursuant to a Securities Purchase Agreement, dated as of June 9, 2003, between the Issuer and the Reporting Person (as amended, modified or supplemented from time to time, the "Securities Purchase Agreement"), and certain related agreements referred to, or entered into in connection with, the

Edgar Filing: CYCLE COUNTRY ACCESSORIES CORP - Form SC 13D

Securities Purchase Agreement (such related agreements, as amended, modified or supplemented from time to time, the "Related Agreements"). Each of the Securities Purchase Agreement and the Related Agreements are included as Exhibits hereto.

(d) Rights with Respect to Dividends or Sales Proceeds: N/A

(e) Date of Cessation of Five Percent Beneficial Ownership: N/A

Item 6. Contracts, Arrangements, Understandings or Relationships With Respect to Securities of the Issuer.

Pursuant to the Securities Purchase Agreement and the Related Agreements (each referred to above), the Reporting Person holds various rights related to its ownership of the Common Stock of the Issuer and the exercise of the Warrant. See the Securities Purchase Agreement and certain of the Related Agreements which are, in each case attached as an Exhibit hereto, together with the related Certificate of Designation (which is incorporated by reference to the Issuer's 8-K filed on June 12, 2003) for a further description of these provisions.

Item 7. Material to Be Filed as Exhibits.

Exhibit 1. Securities Purchase Agreement, dated as of June 9, 2003, between the Reporting Person and the Issuer.

Exhibit 2. Warrant to Purchase Shares of Common Stock of the Issuer, dated June 9, 2003.

Exhibit 3. Registration Rights Agreement, dated as of June 9, 2003, between the Reporting Person and the Issuer.

Exhibit 4. Issuer Certificate of Designation

SIGNATURE

After reasonable inquiry and to the best of my knowledge and belief, I certify that the information set forth in this statement is true, complete and correct.

Dated as of June 30, 2004.

Laurus Master Fund, Ltd.

By: /s/ David Grin
David Grin
Director

Page 6

APPENDIX A

A. Name of business, principal
business and address of
corporation or other

Edgar Filing: CYCLE COUNTRY ACCESSORIES CORP - Form SC 13D

organization on which
employment business and
is conducted:

Laurus Capital Management, L.L.C.,
controls Laurus Master Fund, Ltd.
825 Third Avenue, 14th Floor
New York, New York 10022

B. Name: Eugene Grin
Business 825 Third Avenue, 14th Floor
Address: New York, New York 10022

Principal Occupation: Partner of Laurus Master Fund, Ltd.
Member of Laurus Capital Management, L.L.C.

Name of business,
principal business and
address of corporation or
other organization on
which employment business and
is conducted:

Laurus Master Fund, Ltd., investments in
public companies
825 Third Avenue, 14th Floor
New York, New York 10022

B. Name: David Grin
Business 825 Third Avenue, 14th Floor
Address: New York, New York 10022

Principal Occupation: Partner of Laurus Master Fund, Ltd.
Member of Laurus Capital Management, L.L.C.

Name of business,
principal business and
address of corporation or
other organization on
which employment business and
is conducted:

Laurus Master Fund, Ltd., investments
in public companies
825 Third Avenue, 14th Floor
New York, New York 10022

Page 7

EXHIBIT INDEX

Exhibit No.	Document
1	Securities Purchase Agreement, dated as of June 9, 2003, between the Reporting Person and the Issuer.
2	Warrant to Purchase Shares of Common Stock of the Issuer, dated June 9, 2003.
3	Registration Rights Agreement, dated as of June 9, 2003, between the Reporting Person and the Issuer.

Edgar Filing: CYCLE COUNTRY ACCESSORIES CORP - Form SC 13D

4 Issuer Certificate of Designation, incorporated by reference from Cycle Country Accessories Corp. Current Report on Form 8-K, filed June 12, 2003