

Main Street Capital CORP
Form 10-Q
November 04, 2011
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UNITED STATES
SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM 10-Q

(Mark One)

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

For the quarterly period ended September 30, 2011

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: 001-33723

Main Street Capital Corporation

(Exact name of registrant as specified in its charter)

Maryland

(State or other jurisdiction of incorporation or organization)

41-2230745

(I.R.S. Employer Identification No.)

**1300 Post Oak Boulevard, Suite 800
Houston, TX**

(Address of principal executive offices)

77056

(Zip Code)

(713) 350-6000

(Registrant's telephone number including area code)

n/a

(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 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 (§232.405 of this chapter) 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. See the definitions of large accelerated filer, accelerated filer and smaller reporting company in Rule 12b-2 of the Exchange Act. (Check one):

Large accelerated filer

Accelerated filer

Non-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

The number of shares outstanding of the issuer's common stock as of November 3, 2011 was 26,669,348.

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Table of Contents**PART I FINANCIAL INFORMATION****Item 1. Financial Statements****MAIN STREET CAPITAL CORPORATION****Consolidated Balance Sheets**

	September 30, 2011 (Unaudited)	December 31, 2010
ASSETS		
Portfolio investments at fair value:		
Control investments (cost: \$193,683,126 and \$161,009,443 as of September 30, 2011 and December 31, 2010, respectively)	\$ 219,026,676	\$ 174,596,394
Affiliate investments (cost: \$95,369,438 and \$65,650,789 as of September 30, 2011 and December 31, 2010, respectively)	128,108,793	80,206,804
Non-Control/Non-Affiliate investments (cost: \$151,074,694 and \$91,911,304 as of September 30, 2011 and December 31, 2010, respectively)	147,937,952	91,956,221
Investment in affiliated Investment Manager (cost: \$4,284,042 as of September 30, 2011 and December 31, 2010)	1,916,322	2,051,655
Total portfolio investments (cost: \$444,411,300 and \$322,855,578 as of September 30, 2011 and December 31, 2010, respectively)	496,989,743	348,811,074
Marketable securities and idle funds investments (cost: \$137,509,250 and \$67,970,907 as of September 30, 2011 and December 31, 2010, respectively)	134,727,694	68,752,858
Total investments (cost: \$581,920,550 and \$390,826,485 as of September 30, 2011 and December 31, 2010, respectively)	631,717,437	417,563,932
Cash and cash equivalents	25,126,457	22,334,340
Deferred tax asset, net		1,958,593
Interest receivable and other assets	5,322,673	4,523,792
Deferred financing costs (net of accumulated amortization of \$1,985,141 and \$1,504,584 as of September 30, 2011 and December 31, 2010, respectively)	3,789,058	2,543,645
Total assets	\$ 665,955,625	\$ 448,924,302
LIABILITIES		
SBIC debentures (par: \$220,000,000 and \$180,000,000 as of September 30, 2011 and December 31, 2010, respectively; par of \$95,000,000 is recorded at a fair value of \$76,272,925 and \$70,557,975 as of September 30, 2011 and December 31, 2010, respectively)	\$ 201,272,925	\$ 155,557,975
Credit facility	114,000,000	39,000,000
Interest payable	920,931	3,194,870
Dividend payable	3,134,611	
Deferred tax liability, net	1,043,210	
Payable to affiliated Investment Manager	3,105,001	15,124

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Accounts payable and other liabilities	1,443,061	1,173,295
Total liabilities	324,919,739	198,941,264
Commitments and contingencies		
NET ASSETS		
Common stock, \$0.01 par value per share (150,000,000 shares authorized; 23,219,348 and 18,797,444 issued and outstanding as of September 30, 2011 and December 31, 2010, respectively)	232,193	187,975
Additional paid-in capital	301,269,008	224,485,165
Accumulated net investment income	9,203,152	9,261,405
Accumulated net realized loss from investments	(19,624,729)	(20,541,897)
Net unrealized appreciation, net of income taxes	45,460,492	32,141,997
Total Net Asset Value	336,540,116	245,534,645
Noncontrolling interest	4,495,770	4,448,393
Total net assets including noncontrolling interests	341,035,886	249,983,038
Total liabilities and net assets	\$	