

Golub Capital BDC, Inc.
Form 10-Q
February 07, 2013

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

FORM 10-Q

þ **QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d)
OF THE SECURITIES EXCHANGE ACT OF 1934
For the Quarterly Period Ended December 31, 2012**

OR

o **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 814-00794

Golub Capital BDC, Inc.

(Exact name of registrant as specified in its charter)

Delaware
(State or other jurisdiction of
incorporation or organization)

27-2326940
(I.R.S. Employer
Identification No.)

**150 South Wacker Drive, Suite 800
Chicago, IL 60606**

(Address of principal executive offices)

(312) 205-5050

(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. See definitions of large accelerated filer, accelerated filer and smaller reporting company in Rule 12b-2 of the Exchange Act.

Large accelerated filer

Accelerated filer

Non-accelerated filer (Do not check if a smaller reporting company)

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

As of February 7, 2013, the Registrant had 33,105,336 shares of common stock, \$0.001 par value, outstanding.

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(In thousands, except share and per share data)**

| | December 31, 2012 (unaudited) | September 30, 2012 |
|--|-------------------------------------|-----------------------|
| Assets | | |
| Investments, at fair value (cost of \$765,626 and \$669,841, respectively) | \$768,342 | \$672,910 |
| Cash and cash equivalents | 21,420 | 13,891 |
| Restricted cash and cash equivalents | 39,226 | 37,036 |
| Interest receivable | 3,245 | 3,906 |
| Deferred financing costs | 6,373 | 5,898 |
| Other assets | 397 | 455 |
| Total Assets | \$839,003 | \$734,096 |
| Liabilities | | |
| Debt | \$400,450 | \$352,300 |
| Interest payable | 2,473 | 1,391 |
| Management and incentive fees payable | 4,782 | 4,203 |
| Accounts payable and accrued expenses | 1,452 | 1,073 |
| Payable for investments purchased | 10,456 | |
| Total Liabilities | 419,613 | 358,967 |
| Net Assets | | |
| Preferred stock, par value \$0.001 per share, 1,000,000 shares authorized, zero shares issued and outstanding as of December 31, 2012 and September 30, 2012 | | |
| Common stock, par value \$0.001 per share, 100,000,000 shares authorized, 28,605,336 and 25,688,101 shares issued and outstanding as of December 31, 2012 and September 30, 2012, respectively | 29 | 26 |
| Paid in capital in excess of par | 419,648 | 375,563 |
| Capital distributions in excess of net investment income | 779 | 347 |
| Net unrealized appreciation on investments and derivative instruments | 5,384 | 5,737 |
| Net realized loss on investments and derivative instruments | (6,450) | (6,544) |
| Total Net Assets | 419,390 | 375,129 |
| Total Liabilities and Total Net Assets | \$839,003 | \$734,096 |
| Number of common shares outstanding | 28,605,336 | 25,688,101 |
| Net asset value per common share | \$14.66 | \$14.60 |

See Notes to Consolidated Financial Statements.

TABLE OF CONTENTS**Golub Capital BDC, Inc. and Subsidiaries****Consolidated Statements of Operations (unaudited)
(In thousands, except share and per share data)**

| | Three months ended December 31, | |
|---|------------------------------------|------------|
| | 2012 | 2011 |
| Investment income | | |
| Interest income | \$18,327 | \$12,100 |
| Dividend income | 267 | 377 |
| Total investment income | 18,594 | 12,477 |
| Expenses | | |
| Interest and other debt financing expenses | 2,995 | 2,366 |
| Base management fee | 2,468 | 1,874 |
| Incentive fee | 2,394 | 909 |
| Professional fees | 493 | 588 |
| Administrative service fee | 548 | 262 |
| General and administrative expenses | 118 | 136 |
| Total expenses | 9,016 | 6,135 |
| Net investment income | 9,578 | 6,342 |
| Net loss on investments | | |
| Net realized gain (loss) on investments | 94 | (2,115) |
| Net realized gain on derivative instruments | | 264 |
| Net change in unrealized (depreciation) appreciation on investments | (353) | 343 |
| Net change in unrealized appreciation on derivative instruments | | 1,357 |
| Net loss on investments | (259) | (151) |
| Net increase in net assets resulting from operations | \$9,319 | \$6,191 |
| Per Common Share Data | | |
| Basic and diluted earnings per common share | \$0.33 | \$0.28 |
| Dividends and distributions declared per common share | \$0.32 | \$0.32 |
| Basic and diluted weighted average common shares outstanding | 27,933,613 | 21,734,720 |

See Notes to Consolidated Financial Statements.

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Golub Capital BDC, Inc. and Subsidiaries

**Consolidated Statements of Changes in Net Assets
(unaudited)
*(In thousands, except share data)***