

Golub Capital BDC, Inc.
Form 10-Q
February 06, 2012

UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM 10-Q

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

For the Quarterly Period Ended December 31, 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 814-00794

Golub Capital BDC, Inc.

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(Exact name of registrant as specified in its charter)

Delaware 27-2326940
(State or other jurisdiction of incorporation or organization) (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)

(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 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

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As of February 6, 2012, the Registrant had 25,258,955 shares of common stock, \$0.001 par value, outstanding.

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Golub Capital BDC, Inc. and Subsidiaries
Consolidated Statements of Financial Condition
(In thousands, except share and per share data)

	December 31, 2011	September 30, 2011
Assets		
Investments, at fair value (cost of \$563,903 and \$462,961, respectively)	\$ 562,046	\$ 459,827
Cash and cash equivalents	25,447	46,350
Restricted cash and cash equivalents	14,455	23,416
Interest receivable	3,190	3,063
Cash collateral on deposit with custodian	21,040	21,162
Deferred financing costs	5,944	5,345
Open trade receivable	1,449	-
Other assets	460	481
Total Assets	\$ 634,031	\$ 559,644
Liabilities		
Debt	\$ 311,900	\$ 237,683
Interest payable	1,789	1,066
Management and incentive fees payable	2,722	1,608
Unrealized depreciation on derivative instruments	629	1,986
Accounts payable and accrued expenses	831	752
Total Liabilities	317,871	243,095
Net Assets		
Preferred stock, par value \$0.001 per share, 1,000,000 shares authorized, zero shares issued and outstanding as of December 31, 2011 and September 30, 2011, respectively	-	-
Common stock, par value \$0.001 per share, 100,000,000 shares authorized, 21,758,955 and 21,733,903 shares issued and outstanding as of December 31, 2011 and September 30, 2011, respectively	22	22
Paid in capital in excess of par	318,677	318,302
Capital distributions in excess of net investment income	(1,011) (398
Net unrealized appreciation (depreciation) on investments and derivative instruments	181	(1,519
Net realized (loss) gain on investments and derivative instruments	(1,709) 142
Total Net Assets	316,160	316,549
Total Liabilities and Total Net Assets	\$ 634,031	\$ 559,644
Number of common shares outstanding	21,758,955	21,733,903
Net asset value per common share	\$ 14.53	\$ 14.56

See Notes to Consolidated Financial Statements.

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

	Three months ended December 31, 2011	2010
Investment income		
Interest income	\$ 12,100	\$ 9,137
Dividend income	377	-
Total investment income	12,477	9,137
Expenses		
Interest and other debt financing expenses	2,366	1,577
Base management fee	1,874	1,284
Incentive fee	909	190
Professional fees	588	567
Administrative service fee	262	174
General and administrative expenses	136	112
Total expenses	6,135	3,904
Net investment income	6,342	5,233
Net gain (loss) on investments		
Net realized (loss) gain on investments	(2,115)	876
Net realized gain (loss) on derivative instruments	264	-
Net change in unrealized appreciation (depreciation) on investments	343	(147)
Net change in unrealized	1,357	-

appreciation
(depreciation) on
derivative
instruments

Net (loss) gain on investments	(151)	729
Net increase in net assets resulting from operations	\$	6,191	\$ 5,962
Per Common Share Data			
Basic and diluted earnings per common share	\$	0.28	\$ 0.34
Dividends and distributions declared per common share	\$	0.32	\$ 0.31
Basic and diluted weighted average common shares outstanding		21,734,720	17,712,724

See Notes to Consolidated Financial Statements.

Golub Capital BDC, Inc. and Subsidiaries
Consolidated Statements of Cash Flows
(In thousands)

	Three Months Ended December 31,	
	2011	2010
Cash flows from operating activities		
Net increase in net assets resulting from operations	\$ 6,191	\$ 5,962
Adjustments to reconcile net increase in net assets resulting from operations to net cash (used in) provided by operating activities		
Amortization of deferred financing costs	340	168
Amortization of discount and premium	(1,090)	(1,953)
Net realized loss (gain) on investments	2,115	(876)
Net realized (gain) loss on derivative instruments	(264)	-
Net change in unrealized (appreciation) depreciation on investments	(343)	147
Net change in unrealized (appreciation) depreciation on derivative instruments	(1,357)	-
(Fundings of) proceeds from revolving loans, net	(1,231)	(569)
Fundings of investments	(144,546)	(97,578)
Proceeds from principal payments and sales of portfolio investments	42,876	63,284
Proceeds from derivative instruments	264	-
Changes in operating assets and liabilities:		
Interest receivable	(127)	(238)
Cash collateral on deposit with custodian	122	-
Open trade receivable	(1,449)	(2,895)
Other assets	21	(56)
Payable for investments purchased	-	(5,328)
Interest payable	723	1,409
Management and incentive fees payable	1,114	685
Accounts payable and accrued expenses	79	(149)
Net cash (used in) provided by operating activities	(96,562)	(37,987)
Cash flows from investing activities		
Net change in restricted cash and cash equivalents	8,961	4,153
Net cash provided by (used in) investing activities	8,961	4,153
Cash flows from financing activities		
Borrowings on debt	74,217	20,000
Capitalized debt financing costs	(939)	(968)
Dividends and distributions paid	(6,580)	(5,028)
Net cash provided by (used in) financing activities	66,698	14,004
Net change in cash and cash equivalents	(20,903)	(19,830)
Cash and cash equivalents, beginning of period	46,350	61,219
Cash and cash equivalents, end of period	\$ 25,447	\$ 41,389

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Supplemental information:

Cash paid during the period for interest	\$ 1,304	\$ -
Dividends and distributions declared during the period	\$ 6,955	\$ 5,490

See Notes to Consolidated Financial Statements.

Golub Capital BDC, Inc. and Subsidiaries**Consolidated Statements of Changes in Net Assets***(In thousands, except share data)*

	Common Stock Shares	Par Amount	Paid in Capital in Excess of Par	Capital Distributions in Excess of Investment Income	Net Unrealized Appreciation (Depreciation) on Investments and Derivative Instruments	Net Realized Gain (Loss) on Investments and Derivative Instruments	Total Net Assets
Balance at September 30, 2010	17,712,444	\$ 18	\$ 258,568	\$ -	\$ 1,995	\$ (40)	\$260,541
Net increase in net assets resulting from operations	-	-	-	5,233	(147)	876	5,962
Distributions to stockholders:							
Stock issued in connection with dividend reinvestment plan	25,753	-	462	-	-	-	462
Dividends and distributions	-	-	-	(5,490)	-	-	(5,490)
Balance at December 31, 2010	17,738,197	\$ 18	\$ 259,030	\$ (257)	\$ 1,848	\$ 836	\$261,475
Balance at September 30, 2011	21,733,903	\$ 22	\$ 318,302	\$ (398)	\$ (1,519)	\$ 142	\$316,549
Net increase in net assets resulting from operations	-	-	-	6,342	1,700	(1,851)	6,191
Distributions to stockholders:							
Stock issued in connection with dividend reinvestment plan	25,052	-	375	-	-	-	375
Dividends and distributions	-	-	-	(6,955)	-	-	(6,955)
Balance at December 31, 2011	21,758,955	\$ 22	\$ 318,677	\$ (1,011)	\$ 181	\$ (1,709)	\$316,160

See Notes to Consolidated Financial Statements.

Golub Capital BDC, Inc. and Subsidiaries
Consolidated Schedule of Investments (unaudited)
December 31, 2011
(In thousands)

	Investment Type	Spread Above Index ⁽¹⁾	Interest Rate ⁽²⁾	Maturity Date	Principal Amount	Cost	Percentage of Net Assets	Fair Value
Investments								
Canada								
Debt investments								
Leisure, Amusement, Motion Pictures, Entertainment								
Extreme Fitness, Inc. ⁽⁶⁾								
	Subordinated debt	N/A	14.50 %	11/2015	\$2,817	\$2,769	0.9 %	\$2,817
Total Canada					\$2,817	\$2,769	0.9 %	\$2,817
Fair Value as percentage of Principal Amount								100.0 %
United States								
Debt investments								
Aerospace and Defense								
Whitcraft LLC								
	Subordinated debt	N/A	12.00 %	12/2018	\$1,877	\$1,844	0.6 %	\$1,877
Automobile								
ABRA, Inc. ⁽³⁾								
	Subordinated debt	N/A	N/A ⁽⁴⁾	04/2017	-	(25)	-	(26)
ABRA, Inc. ⁽⁶⁾								
	Subordinated debt	N/A	13.50 %	04/2017	9,623	9,413	3.0	9,503
CLP Auto								
Interior Corporation*								
	Senior loan	L + 4.75%	5.05 %	06/2013	3,128	3,128	0.9	2,972
K&N								
Engineering, Inc. ⁽³⁾								
	Senior loan	P + 4.25%	7.50 %	12/2016	5	(2)	-	(2)
K&N Engineering, Inc.								
	Senior loan	P + 4.25%	7.50 %	12/2016	3,256	3,191	1.0	3,191
					16,012	15,705	4.9	15,638
Banking								
Prommis Solutions Inc. ^{*(5)}								
	Senior loan	P + 2.00%	5.25 %	02/2013	1,237	1,237	0.2	928

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Beverage, Food and Tobacco								
ABP Corporation*	Senior loan	L + 5.25%	6.75 %	06/2016	4,570	4,490	1.4	4,570
ABP Corporation ⁽³⁾	Senior loan	L + 5.25%	N/A ⁽⁴⁾	06/2016	-	(7)	-	-
Ameriquel Group, LLC*	Senior loan	L + 5.00%	6.51 %	03/2016	1,936	1,904	0.6	1,859
Ameriquel Group, LLC*	Senior loan	L + 7.50%	9.01 %	03/2016	846	831	0.3	812
Atkins Nutritionals, Inc.	Senior loan	L + 9.29%	10.79 %	12/2015	5,028	4,902	1.6	5,028
Bertucci's Corporation*	Second lien	P + 11.30%	14.55 %	07/2012	1,937	1,923	0.6	1,937
First Watch Restaurants, Inc.*	Senior loan	P + 6.50%	9.75 %	12/2016	11,588	11,357	3.6	11,356
First Watch Restaurants, Inc. ⁽³⁾	Senior loan	P + 6.50%	N/A ⁽⁴⁾	12/2016	-	(35)	-	(35)
First Watch Restaurants, Inc. ⁽³⁾	Senior loan	P + 6.50%	N/A ⁽⁴⁾	12/2016	-	(35)	-	(35)
IL Fornaio (America) Corporation*	Senior loan	L + 5.25%	6.50 %	06/2017	4,819	4,796	1.5	4,819
Julio & Sons Company*	Senior loan	L + 7.00%	8.50 %	09/2016	7,175	7,107	2.3	7,175
Julio & Sons Company ⁽³⁾	Senior loan	L + 7.00%	N/A ⁽⁴⁾	09/2014	-	(20)	-	-
Julio & Sons Company ⁽³⁾	Senior loan	L + 7.00%	N/A ⁽⁴⁾	09/2016	-	(14)	-	-
Noodles & Company*	Senior loan	L + 4.50%	5.75 %	02/2016	1,617	1,603	0.5	1,617
Richelieu Foods, Inc.*	Senior loan	L + 5.00%	6.76 %	11/2015	2,196	2,150	0.7	2,153
Richelieu Foods, Inc.	Senior loan	P + 4.00%	7.25 %	11/2015	288	276	0.1	276
					42,000	41,228	13.2	41,532
Building and Real Estate								
American Fire Protection Group, Inc. ⁽⁵⁾	Senior loan	L + 5.75%	9.00 %	06/2011	4,422	4,088	0.3	1,105
ASP PDM Acquisition Co. LLC*	Senior loan	L + 4.75%	5.75 %	12/2013	457	439	0.1	393
ITEL Laboratories, Inc.*	Senior loan	L + 4.50%	5.75 %	03/2014	7,585	7,516	2.4	7,585
	Senior loan		8.50 %	03/2013	2,626	2,624	0.7	2,101

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KHKI Acquisition, Inc.		P +						
		5.00%						
Tecta America Corp.	Senior loan	P +	9.00 %	03/2014	2,143	2,143	0.6	1,887
		5.75%			17,233	16,810	4.1	13,071
Cargo Transport TMW Systems, Inc.*	Senior loan	L +	5.77 %	05/2016	2,083	2,056	0.6	2,041
		4.25%						
Chemicals, Plastics and Rubber								
Flint Trading, Inc.*	Senior loan	L +	8.75 %	06/2016	12,420	12,229	3.9	12,420
		7.25%						
Flint Trading, Inc. ⁽³⁾	Senior loan	L +	N/A ⁽⁴⁾	06/2016	-	(9)	-	-
		7.25%						
Syrgis Holdings, Inc.*	Senior loan	L +	7.75 %	08/2012	186	183	0.1	186
		5.50%						
Syrgis Holdings, Inc.*	Senior loan	L +	8.25 %	08/2013	864	840	0.3	864
		6.25%						
Syrgis Holdings, Inc.*	Senior loan	L +	10.75 %	02/2014	474	458	0.1	474
		8.50%						
					13,944	13,701	4.4	13,944

See Notes to Consolidated Financial Statements.

Golub Capital BDC, Inc. and Subsidiaries
Consolidated Schedule of Investments (unaudited) - (Continued)
December 31, 2011
(In thousands)

	Investment Type	Spread Above Index ⁽¹⁾	Interest Rate ⁽²⁾	Maturity Date	Principal Amount	Cost	Percentage of Total Net Assets	Fair Value
Containers, Packaging and Glass								
Fort Dearborn Company*	Senior loan	L + 4.75%	6.64 %	08/2015	\$22	\$22	- %	\$22
Fort Dearborn Company*	Senior loan	L + 5.25%	7.12 %	08/2016	49	48	-	49
Fort Dearborn Company*	Senior loan	L + 4.75%	6.50 %	08/2015	1,449	1,428	0.5	1,449
Fort Dearborn Company*	Senior loan	L + 5.25%	7.00 %	08/2016	3,250	3,199	1.0	3,250
					4,770	4,697	1.5	4,770
Diversified Conglomerate Manufacturing								
Heat Transfer Parent, Inc.*	Senior loan	L + 3.00%	3.26 %	06/2013	1,790	1,754	0.5	1,682
Neptco Inc.	Senior loan	L + 6.00%	8.00 %	03/2013	3,820	3,754	1.1	3,514
Oasis Outsourcing Holdings, Inc. ⁽⁶⁾	Subordinated debt	N/A	13.00 %	04/2017	11,970	11,739	3.7	11,850
Pasternack Enterprises, Inc.*	Senior loan	L + 4.50%	6.00 %	02/2014	4,251	4,179	1.3	4,251
Sunless Merger Sub, Inc.*	Senior loan	L + 5.00%	6.26 %	07/2016	2,412	2,401	0.8	2,388
Sunless Merger Sub, Inc. ⁽³⁾	Senior loan	L + 5.00%	N/A ⁽⁴⁾	07/2016	-	(1)	-	(3)
Tecomet Inc. ⁽³⁾	Senior loan	L + 5.25%	N/A ⁽⁴⁾	12/2015	-	(6)	-	(4)
Tecomet Inc.*	Senior loan	L + 5.25%	7.00 %	12/2015	4,535	4,469	1.4	4,490
Vintage Parts, Inc.*	Senior loan	L + 5.50%	6.08 %	12/2013	6,369	6,332	2.0	6,178
Vintage Parts, Inc.*	Senior loan	L + 6.00%	8.50 %	12/2013	88	88	-	88
Vintage Parts, Inc.*	Senior loan	L + 8.00%	9.75 %	12/2013	1,330	1,314	0.4	1,370
					36,565	36,023	11.2	35,804

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Diversified Conglomerate Service									
Benetech, Inc.*	Senior loan	L + 5.00%	5.30 %	12/2013	8,845	8,671	2.8	8,845	
Compass Group Diversified Holdings, LLC*	Senior loan	L + 6.00%	7.50 %	10/2017	8,450	8,121	2.7	8,450	
Cortz, Inc.*	Senior loan	L + 5.50%	7.21 %	03/2014	7,079	7,036	2.2	7,079	
Digital Technology International, LLC	Senior loan	P + 6.00%	9.25 %	09/2016	557	548	0.2	557	
Digital Technology International, LLC	Senior loan	L + 7.25%	8.75 %	09/2016	6,454	6,332	2.0	6,454	
Document Technologies, LLC ⁽³⁾	Senior loan	P + 4.25%	N/A ⁽⁴⁾	12/2016	-	(18)	-	(9)	
Document Technologies, LLC	Senior loan	P + 4.25%	7.50 %	12/2016	4,099	4,019	1.3	4,058	
EAG, Inc.*	Senior loan	P + 3.50%	6.75 %	07/2017	2,732	2,689	0.9	2,732	
Employment Law Training, Inc. *	Senior loan	P + 6.25%	9.50 %	12/2016	18,626	18,205	5.8	18,253	
Employment Law Training, Inc. ⁽³⁾	Senior loan	P + 6.25%	N/A ⁽⁴⁾	12/2016	-	(21)	-	(21)	
Evolution1, Inc. ⁽³⁾	Senior loan	L + 4.75%	N/A ⁽⁴⁾	06/2016	-	(4)	-	(7)	
Evolution1, Inc. ⁽³⁾	Senior loan	L + 4.75%	N/A ⁽⁴⁾	06/2016	-	(22)	-	(33)	
Evolution1, Inc.*	Senior loan	L + 4.75%	6.25 %	06/2016	4,643	4,580	1.4	4,550	
HighJump Acquisition LLC ⁽³⁾	Senior loan	L + 8.75%	N/A ⁽⁴⁾	07/2016	-	(14)	-	-	
HighJump Acquisition LLC	Senior loan	L + 8.75%	10.00 %	07/2016	5,482	5,407	1.7	5,482	
MSC.Software Corporation*	Senior loan	L + 6.50%	8.00 %	12/2016	6,481	6,352	2.0	6,351	
NS Holdings, Inc.*	Senior loan	L + 4.63%	6.00 %	06/2015	260	254	0.1	260	
NS Holdings, Inc.*	Senior loan	L + 6.28%	7.65 %	06/2015	2,112	2,082	0.7	2,112	
QuadraMed Corporation*	Senior loan	L + 5.25%	6.75 %	07/2016	1,199	1,188	0.4	1,187	
The Service Companies, Inc.*	Senior loan	L + 6.50%	9.00 %	03/2014	6,805	6,721	2.2	6,805	
Sumtotal Systems, Inc.*	Senior loan	L + 4.00%	5.25 %	12/2015	1,532	1,517	0.5	1,532	

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					85,356	83,643	26.9	84,637
Diversified								
Natural Resources,								
Precious Metals,								
and Minerals								
Metal Spinners, Inc.*	Senior loan	L + 6.50%	8.00 %	12/2014	1,706	1,650	0.5	1,706
Metal Spinners, Inc.*	Senior loan	L + 6.50%	8.00 %	12/2014	3,134	3,038	1.0	3,134
					4,840	4,688	1.5	4,840
Electronics								
Cape Electrical Supply LLC*(6)	Senior loan	L + 6.25%	7.50 %	11/2013	1,848	1,787	0.6	1,848
Ecommerce Industries, Inc.*	Senior loan	L + 8.31%	9.56 %	10/2016	14,064	13,816	4.4	13,853
Ecommerce Industries, Inc.(3)	Senior loan	L + 6.75%	N/A (4)	10/2016	-	(32)	-	(34)
Entrust, Inc.*	Senior loan	L + 7.20%	8.70 %	03/2017	4,218	4,162	1.3	4,218
Entrust, Inc.*	Senior loan	L + 7.20%	8.85 %	03/2017	9,843	9,711	3.1	9,843
Syncsort Incorporated(3)	Senior loan	L + 5.50%	N/A (4)	03/2015	-	(5)	-	-
Syncsort Incorporated*	Senior loan	L + 5.50%	7.50 %	03/2015	8,861	8,713	2.8	8,861
Time-O-Matic, Inc.(6)	Subordinated debt	N/A	13.25 %	12/2016	11,452	11,246	3.6	11,452
					50,286	49,398	15.8	50,041
Farming and Agriculture								
AGData, L.P.	Senior loan	L + 6.25%	7.75 %	08/2016	2,933	2,894	0.9	2,933
Finance								
Bonddesk Group LLC*	Senior loan	L + 5.00%	6.50 %	09/2016	1,018	1,008	0.3	1,008
Pillar Processing LLC*(5)	Senior loan	L + 5.50%	6.01 %	11/2013	2,972	2,966	0.8	2,378
Pillar Processing LLC*(5)	Senior loan	N/A	14.50 %	05/2014	3,125	3,125	0.3	1,031
					7,115	7,099	1.4	4,417

See Notes to Consolidated Financial Statements.

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Golub Capital BDC, Inc. and Subsidiaries
 Consolidated Schedule of Investments (unaudited) - (Continued)
 December 31, 2011
 (In thousands)

	Investment Type	Spread Above Index ⁽¹⁾	Interest Rate ⁽²⁾	Maturity Date	Principal Amount	Cost	Percentage of Total Net Assets	Fair Value
Healthcare, Education and Childcare Advanced Pain Management Holdings, Inc. ⁽⁶⁾	Subordinated debt	N/A	14.00 %	06/2016	\$7,839	\$7,682	2.5 %	\$7,839
Avatar International, LLC*	Senior loan	L + 7.50%	8.75 %	09/2016	8,006	7,875	2.5	8,006
Avatar International, LLC ⁽³⁾	Senior loan	L + 7.50%	N/A ⁽⁴⁾	09/2016	-	(9)	-	-
Avatar International, LLC	Senior loan	P + 6.75%	10.00 %	09/2016	1,727	1,706	0.5	1,727
Campus Management Acquisition Corp.	Second lien	L + 9.21%	10.96 %	09/2015	5,315	5,236	1.6	5,050
CHS/Community Health Systems *	Senior loan	L + 2.25%	2.55 %	07/2014	517	513	0.2	502
Community Hospices of America, Inc.*	Senior loan	L + 5.50%	7.25 %	12/2015	5,165	5,083	1.6	5,165
Community Hospices of America, Inc. ⁽³⁾	Senior loan	L + 5.50%	N/A ⁽⁴⁾	12/2015	-	(6)	-	-
Community Hospices of America, Inc. ⁽⁶⁾	Subordinated debt	L + 11.75%	13.75 %	06/2016	1,835	1,799	0.6	1,835
DDC Center Inc.*	Senior loan	L + 6.50%	9.50 %	10/2014	8,519	8,519	2.7	8,519
Delta Educational Systems, Inc.*	Senior loan	L + 5.00%	7.00 %	11/2012	2,871	2,830	0.9	2,871
Ernest Healthcare, Inc.*	Senior loan	L + 4.75%	6.25 %	05/2016	2,508	2,486	0.8	2,458
G & H Wire Company, Inc.*	Senior loan	L + 5.50%	7.25 %	12/2015	5,700	5,621	1.8	5,700
G & H Wire Company, Inc. ⁽³⁾	Senior loan	L + 5.50%	N/A ⁽⁴⁾	12/2015	-	(10)	-	-
	Senior loan		6.00 %	05/2017	415	403	0.1	397

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Hospitalists Management Group, LLC		L + 4.50%						
Hospitalists Management Group, LLC ⁽³⁾	Senior loan	L + 4.50%	N/A ⁽⁴⁾	05/2017	-	(12)	-	(18)
Hospitalists Management Group, LLC	Senior loan	P + 3.50%	6.75 %	05/2017	4,164	4,071	1.3	4,081
The Hygenic Corporation*	Senior loan	L + 2.50%	2.77 %	04/2013	2,236	2,209	0.7	2,191
Integrated DNA Technologies, Inc. ⁽⁶⁾	Subordinated debt	N/A	14.00 %	04/2015	3,800	3,756	1.2	3,800
Integrated DNA Technologies, Inc. ⁽⁶⁾	Subordinated debt	N/A	14.00 %	04/2015	450	445	0.1	450
Integrated DNA Technologies, Inc. ⁽³⁾	Subordinated debt	N/A	N/A ⁽⁴⁾	04/2015	-	(5)	-	-
Maverick Healthcare Group, LLC *	Senior loan	L + 5.50%	7.25 %	12/2016	2,234	2,203	0.7	2,234
National Healing Corporation*	Second lien	L + 10.00%	11.50 %	11/2018	17,976	16,844	5.3	16,897
National Healing Corporation	Senior loan	L + 6.75%	8.25 %	11/2017	3,596	3,418	1.1	3,416
NeuroTherm, Inc.*	Senior loan	L + 5.00%	6.50 %	02/2016	1,686	1,655	0.5	1,686
NeuroTherm, Inc.	Senior loan	L + 5.00%	6.50 %	02/2016	193	186	0.1	193
Reliant Pro ReHab, LLC*	Senior loan	L + 4.75%	6.00 %	06/2016	3,745	3,686	1.2	3,670
Reliant Pro ReHab, LLC ⁽³⁾	Senior loan	L + 4.75%	N/A ⁽⁴⁾	06/2016	-	(20)	-	(35)
Reliant Pro ReHab, LLC	Senior loan	P + 3.75%	7.00 %	06/2016	195	186	0.1	183
Surgical Information Systems, LLC	Second lien	L + 7.21%	8.72 %	12/2015	4,950	4,871	1.6	4,950
TIDI Products, LLC*	Senior loan	L + 5.00%	6.50 %	05/2015	2,228	2,195	0.7	2,228
TIDI Products, LLC ⁽³⁾	Senior loan	L + 5.00%	N/A ⁽⁴⁾	05/2015	-	(5)	-	-
					97,870	95,411	30.4	95,995
Home and Office Furnishings, Housewares, and Durable Consumer Amerifile, LLC*	Senior loan		6.50 %	03/2016	4,434	4,379	1.4	4,434

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		L + 5.00%							
Top Knobs USA, Inc.*	Senior loan	L + 5.75%	7.75 %	11/2016	1,161	1,143	0.4	1,161	
WII Components, Inc.*	Senior loan	L + 4.75%	6.25 %	07/2016	1,801	1,776	0.6	1,801	
WII Components, Inc. ⁽³⁾	Senior loan	L + 4.75%	N/A ⁽⁴⁾	07/2016	-	(2)	-	-	
Zenith Products Corporation*	Senior loan	L + 5.00%	5.47 %	09/2013	3,810	3,769	1.2	3,734	
					11,206	11,065	3.6	11,130	
Leisure, Amusement, Motion Pictures and Entertainment									
Competitor Group, Inc.*	Senior loan	L + 7.50%	9.50 %	09/2015	7,681	7,538	2.4	7,681	
Competitor Group, Inc.*	Senior loans	L + 7.50%	9.50 %	09/2015	3,511	3,441	1.1	3,511	
Competitor Group, Inc.	Senior loan	L + 7.50%	9.50 %	09/2015	681	664	0.2	681	
Octane Fitness, LLC*	Senior loan	L + 5.50%	7.00 %	12/2015	4,675	4,524	1.4	4,582	
Optronics Product Company, Inc.*	Second lien	L + 7.25%	8.25 %	12/2013	2,489	2,421	0.8	2,489	
Premier Yachts, Inc.*	Senior loan	L + 5.25%	6.75 %	12/2015	664	653	0.2	664	
Premier Yachts, Inc. ⁽³⁾	Senior loan	L + 5.25%	N/A ⁽⁴⁾	12/2015	-	(2)	-	-	
Pride Manufacturing Company, LLC*	Senior loan	L + 5.50%	7.25 %	11/2015	798	786	0.3	798	
					20,499	20,025	6.4	20,406	
Oil and Gas									
Tri-County Petroleum, Inc. ⁽⁶⁾	Subordinated debt	N/A	14.00 %	08/2015	7,206	7,085	2.3	7,206	
Tri-County Petroleum, Inc.*	Senior loan	P + 4.00%	7.25 %	02/2015	6,480	6,368	2.0	6,480	
Tri-County Petroleum, Inc.*	Senior loan	P + 3.50%	6.75 %	02/2015	3,051	3,026	1.0	3,051	
					16,737	16,479	5.3	16,737	

See Notes to Consolidated Financial Statements.

Golub Capital BDC, Inc. and Subsidiaries
Consolidated Schedule of Investments (unaudited) - (Continued)
December 31, 2011
(In thousands)

	Investment Type	Spread Above Index ⁽¹⁾	Interest Rate ⁽²⁾	Maturity Date	Principal Amount	Cost	Percentage of Total Net Assets	Fair Value
Personal and Non-Durable Consumer Products								
Dr. Miracles, Inc.* ⁽⁶⁾	Senior loan	L + 7.50%	10.00 %	03/2014	\$3,255	\$3,232	1.0 %	\$3,125
Massage Envy, LLC*	Senior loan	L + 5.00%	6.50 %	06/2016	6,667	6,595	2.1	6,667
Massage Envy, LLC ⁽³⁾	Senior loan	L + 5.00%	N/A ⁽⁴⁾	06/2016	-	(1)	-	-
MTS Medication Technologies, Inc.*	Senior loan	L + 5.50%	7.00 %	06/2016	1,569	1,558	0.5	1,569
MTS Medication Technologies, Inc. ⁽³⁾	Senior loan	L + 5.50%	N/A ⁽⁴⁾	06/2016	-	(1)	-	-
Strategic Partners, Inc. ⁽⁶⁾	Subordinated debt	N/A	14.00 %	02/2017	9,636	9,427	3.0	9,636
					21,127	20,810	6.6	20,997
Personal, Food and Miscellaneous Services								
Affordable Care Inc.*	Senior loan	L + 5.00%	6.50 %	12/2015	3,677	3,632	1.2	3,677
Affordable Care Inc. ⁽³⁾	Senior loan	L + 5.00%	N/A ⁽⁴⁾	12/2015	-	(8)	-	-
Automatic Bar Controls, Inc.*	Senior loan	L + 6.00%	7.50 %	03/2016	1,100	1,086	0.3	1,056
Automatic Bar Controls, Inc. ⁽³⁾	Senior loan	P + 4.75%	N/A ⁽⁴⁾	03/2016	-	(2)	-	(6)
Ignite Restaurant Group, Inc.*	Senior loan	L + 4.75%	6.25 %	03/2016	6,633	6,549	2.1	6,633
NVA Acquisition Company	Senior loan	L + 4.25%	5.50 %	06/2016	1,895	1,878	0.6	1,820
Restaurant Technologies, Inc.*	Senior loan	L + 4.75%	6.00 %	05/2017	1,113	1,103	0.3	1,091
Restaurant Technologies, Inc.	Senior loan	L + 4.75%	6.00 %	05/2017	120	119	-	117
Trusthouse Service Group, Inc. ⁽³⁾	Senior loan	L + 5.13%	N/A ⁽⁴⁾	07/2017	-	(4)	-	-
	Senior loan		7.38 %	07/2016	6	5	-	6

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Trusthouse Service Group, Inc.		P + 4.13%							
Trusthouse Service Group, Inc.	Senior loan	L + 5.13%	6.63 %	07/2017	1,042	1,027	0.4	1,042	
Vetcor Professional Practices LLC*	Senior loan	L + 6.00%	7.50 %	02/2015	5,934	5,934	1.9	5,934	
Vetcor Professional Practices LLC ⁽³⁾	Senior loan	L + 6.00%	N/A ⁽⁴⁾	02/2015	-	(74)	-	-	
					21,520	21,245	6.8	21,370	
Personal Transportation PODS Funding Corp. II*	Senior loan	L + 7.00%	8.50 %	11/2016	6,236	6,052			