

MACC PRIVATE EQUITIES INC
Form 10-Q/A
August 18, 2010

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

Form 10-Q/A

(Mark one)

R QUARTERLY REPORT UNDER SECTION 13 OR 15(d) OF THE SECURITIES
EXCHANGE ACT OF 1934

For the quarterly period ended June 30, 2010

£ TRANSITION REPORT UNDER SECTION 13 OR 15(d) OF THE SECURITIES
EXCHANGE ACT OF 1934

For the transition period from _____ to _____

Commission file number 0-24412

MACC PRIVATE EQUITIES INC.
(Exact name of registrant as specified in its charter)

Delaware
(State or other jurisdiction of incorporation or organization)

42-1421406
(I.R.S. Employer Identification No.)

2533 South Coast Highway 101, Suite 240, Cardiff-By-The Sea, California 92007
(Address of principal executive offices)

(760) 479-5080
(Registrant's telephone number, including area code)

Former Address: 580 Second Street; Suite 102, Encinitas, California 92024
(Former name, former address and former fiscal year, if changed since last report)

Indicate by check mark whether the registrant has (1) 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 R 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 or 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.

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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

At July 1, 2010, the registrant had issued and outstanding 2,464,621 shares of common stock.

EXPLANATORY NOTE

The purpose of this Amendment No. 1 on Form 10-Q/A to MACC Private Equities Inc. (the “Company”) quarterly report on Form 10-Q for the quarterly period ended June 30, 2010, filed with the Securities and Exchange Commission on August 16, 2010 (the “Initial Filing”), is to amend the Initial Filing to note that the financial statements were not reviewed by the Company's independent registered public accounting firm in accordance with SAS 100 as required by Rule 10-01(d) of Regulation S-X. Further, an adjustment to the recorded value of a certain portfolio investment may be required and may relate to a prior period. No other changes have been made to the Initial Filing.

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PART I -- FINANCIAL INFORMATION

Item 1.

Financial Statements

MACC PRIVATE EQUITIES INC.
Condensed Balance Sheets
(Unaudited)

	June 30, 2010 (unaudited)	Fiscal Year Ended September 30, 2009
Assets		
Cash and cash equivalents	\$ 101,165	173,521
Loans and investments in portfolio securities, at market or fair value:		
Unaffiliated companies (cost of \$744,426 and \$779,807)	1,199,686	1,199,388
Affiliated companies (cost of \$8,023,489 and \$10,664,161)	7,878,294	7,973,862
Controlled companies (cost of \$2,874,939 and \$2,874,939)	2,602,022	2,602,022
Interest receivable	21,355	303,656
Other assets	244,553	264,070
Total assets	\$ 12,047,075	12,516,519
Liabilities and net assets		
Liabilities:		
Notes payable	4,414,721	4,618,659
Incentive fees payable	16,361	16,361
Accounts payable and other liabilities	309,992	72,111
Total liabilities	4,741,074	4,707,131
Net assets:		
Common stock, \$.01 par value per share; authorized 10,000,000 shares; issued and outstanding 2,464,621 shares	24,646	24,646
Additional paid-in-capital	6,703,628	10,328,377
Unrealized appreciation (depreciation) on investments	577,727	(2,543,635)
Total net assets	7,306,001	7,809,388
Total liabilities and net assets	\$ 12,047,075	12,516,519
Net assets per share	\$ 2.96	3.17

SEE ACCOMPANYING NOTES TO UNAUDITED CONDENSED FINANCIAL STATEMENTS

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MACC PRIVATE EQUITIES INC.
Condensed Statements of Operations
(Unaudited)

	For the three months ended June 30, 2010	For the three months ended June 30, 2009	For the nine months ended June 30, 2010	For the nine months ended June 30, 2009
Investment income:				
Interest				
Unaffiliated companies	\$ 16,343	96,049	49,922	111,878
Affiliated companies	46,155	31,397	157,232	178,372
Controlled companies	(44,229)	6,056	179,751	18,834
Loss on interest receivable	---	---	(241,843)	---
Other	44	31	275	223
Dividends				
Affiliated companies	38,017	18,912	82,959	136,279
Other income	---	---	---	---
Total investment income	56,330	152,445	228,296	445,586
Operating expenses:				
Interest expenses	67,914	85,745	206,788	229,147
Management fees	55,312	70,290	174,936	221,554
Professional fees	106,185	54,870	282,146	229,463
Other	78,033	70,903	213,047	215,354
Total operating expenses before waivers	307,444	281,808	876,917	895,518
Expenses reduced by Advisor	(27,656)	(29,251)	(87,468)	(29,251)
Total operating expenses	279,788	252,557	789,449	866,267
Investment expense, net	(223,458)	(100,112)	(561,153)	(420,681)
Realized and unrealized gain (loss) on investments and other assets:				
Net realized gain (loss) on investments:				
Unaffiliated companies	---	(372,201)	---	(1,140,811)
Affiliated companies	---	(868,602)	(3,063,596)	(868,602)
Net change in unrealized appreciation/depreciation on investments	826,589	165,280	3,121,362	52,609
Net gain (loss) on investments				