Macquarie Infrastructure CO LLC
Form 10-Q
August 04, 2010

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

FORM 10-Q

(Mark One)

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

For the Quarterly Period Ended June 30, 2010

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: 001-32384

MACQUARIE INFRASTRUCTURE COMPANY LLC

(Exact Name of Registrant as Specified in Its Charter)

Delaware (State or Other Jurisdiction of Incorporation or Organization)	43-2052503 (IRS Employer Identification No.)

125 West 55th Street
New York, New York 10019

(Address of Principal Executive Offices) (Zip Code)

(212) 231-1000

(Registrant s Telephone Number, Including Area Code)

(Former Name, Former Address and Former Fiscal Year if Changed Since Last Report): **N/A**

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 x No o

Indicate by check mark whether the registrant has submitted electronically and posted on its corporate Website, 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 o No o

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 o Accelerated Filer x Non-accelerated Filer o Smaller Reporting Company o

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act). Yes o No x

There were 45,715,448 limited liability company interests without par value outstanding at August 3, 2010.

MACQUARIE INFRASTRUCTURE COMPANY LLC

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Macquarie Infrastructure Company LLC is not an authorized deposit-taking institution for the purposes of the Banking Act 1959 (Commonwealth of Australia) and its obligations do not represent deposits or other liabilities of Macquarie Bank Limited ABN 46 008 583 542 (MBL). MBL does not guarantee or otherwise provide assurance in respect of the obligations of Macquarie Infrastructure Company LLC.

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PART I

FINANCIAL INFORMATION

Item 1. Financial Statements

MACQUARIE INFRASTRUCTURE COMPANY LLC

CONSOLIDATED CONDENSED BALANCE SHEETS
($ In Thousands, Except Share Data)

	June 30, 2010 (Unaudited)	December 31, 2009
ASSETS		
Current assets:		
Cash and cash equivalents	$29,274	$27,455
Accounts receivable, less allowance for doubtful accounts of $1,481 and $1,629, respectively	50,508	47,256
Inventories	16,606	14,305
Prepaid expenses	6,218	6,688
Deferred income taxes	21,908	23,323
Other	9,559	10,839
Assets of discontinued operations held for sale		86,695
Total current assets	134,073	216,561
Property, equipment, land and leasehold improvements, net	569,193	580,087
Restricted cash	13,780	16,016
Equipment lease receivables	34,574	33,266
Investment in unconsolidated business	213,858	207,491
Goodwill	516,182	516,182
Intangible assets, net	733,670	751,081
Deferred financing costs, net of accumulated amortization	14,931	17,088
Other	1,915	1,449
Total assets	$2,232,176	$2,339,221
LIABILITIES AND MEMBERS' EQUITY		
Current liabilities:		
Due to manager related party	$2,346	$1,977
Accounts payable	41,294	44,575
Accrued expenses	18,920	17,432
Current portion of notes payable and capital leases	233	235

Current portion of long-term debt	53,153	45,900
Fair value of derivative instruments	45,792	49,573
Customer deposits	4,449	5,617
Other	8,375	9,338
Liabilities of discontinued operations held for sale		220,549
Total current liabilities	174,562	395,196
Notes payable and capital leases, net of current portion	1,267	1,498
Long-term debt, net of current portion	1,127,391	1,166,379
Deferred income taxes	149,078	107,840
Fair value of derivative instruments	72,268	54,794
Other	40,622	38,746
Total liabilities	1,565,188	1,764,453
Commitments and contingencies		
Members equity:		
LLC interests, no par value; 500,000,000 authorized; 45,714,368 LLC interests issued and outstanding at June 30, 2010 and 45,292,913 LLC interests issued and outstanding at December 31, 2009	964,426	959,897
Additional paid in capital	21,167	21,956
Accumulated other comprehensive loss	(33,494)	(43,232)
Accumulated deficit	(282,610)	(360,095)
Total members equity	669,489	578,526
Noncontrolling interests	(2,501)	(3,758)
Total equity	666,988	574,768
Total liabilities and equity	$2,232,176	$2,339,221

See accompanying notes to the consolidated condensed financial statements.

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MACQUARIE INFRASTRUCTURE COMPANY LLC

CONSOLIDATED CONDENSED STATEMENTS OF OPERATIONS
(Unaudited)
($ In Thousands, Except Share and per Share Data)

	Quarter Ended		Six Months Ended	
	June 30, 2010	June 30, 2009[1]	June 30, 2010	June 30, 2009[1]
Revenue				
Revenue from product sales	$125,177	$89,430	$245,195	$178,622
Revenue from product sales utility	28,450	21,414	55,285	41,581
Service revenue	49,794	51,359	103,000	108,304
Financing and equipment lease income	1,271	1,205	2,516	2,397
Total revenue	204,692	163,408	405,996	330,904
Costs and expenses				
Cost of product sales	79,887	50,645	156,941	100,411
Cost of product sales utility	23,151	16,549	44,464	31,936
Cost of services	13,318	11,069	24,463	22,140
Selling, general and administrative	49,522	48,725	100,256	104,868
Fees to manager related party	2,268	851	4,457	1,313
Goodwill impairment		53,200		71,200
Depreciation	7,202	9,270	14,924	22,420
Amortization of intangibles	8,740	12,532	17,411	42,797
Total operating expenses	184,088	202,841	362,916	397,085
Operating income (loss)	20,604	(39,433)	43,080	(66,181)
Other income (expense)				
Interest income	4	34	20	101
Interest expense[2]	(38,974)	(2,103)	(73,661)	(35,669)
Equity in earnings and amortization charges of investee	5,774	10,028	11,367	15,477
Loss on derivative instruments				(25,238)
Other (expense) income, net	(496)	(186)	(448)	850
Net loss from continuing operations before income taxes	(13,088)	(31,660)	(19,642)	(110,660)
Benefit for income taxes	13,488	4,822	14,577	37,387
Net income (loss) from continuing operations	$400	$(26,838)	$(5,065)	$(73,273)
Net income (loss) from discontinued operations, net of taxes	85,212	(3,159)	81,199	(9,583)
Net income (loss)	$85,612	$(29,997)	$76,134	$(82,856)
Less: net loss attributable to noncontrolling interests	(238)	(1,039)	(1,351)	(872)
Net income (loss) attributable to MIC LLC	$85,850	$(28,958)	$77,485	$(81,984)
	$0.02	$(0.60)	$(0.08)	$(1.64)

Basic income (loss) per share from continuing operations attributable to MIC LLC interest holders				
Basic income (loss) per share from discontinued operations attributable to MIC LLC interest holders	1.87	(0.04)	1.79	(0.18)
Basic income (loss) per share attributable to MIC LLC interest holders	$1.89	$(0.64)	$1.71	$(1.82)
Weighted average number of shares outstanding: basic	45,467,413	44,951,176	45,381,413	44,949,942
Diluted income (loss) per share from continuing operations attributable to MIC LLC interest holders	$0.02	$(0.60)	$(0.08)	$(1.64)
Diluted income (loss) per share from discontinued operations attributable to MIC LLC interest holders	1.86	(0.04)	1.78	(0.18)
Diluted income (loss) per share attributable to MIC LLC interest holders	$1.88	$(0.64)	$1.70	$(1.82)
Weighted average number of shares outstanding: diluted	45,604,064	44,951,176	45,513,864	44,949,942

(1) Reclassified to conform to current period presentation.

(2) Interest expense includes non-cash losses on derivative instruments of $20.5 million and $31.7 million for the quarter and six months ended June 30, 2010, respectively. For the quarter and six months ended June 30, 2009, interest expense includes non-cash gains on derivative instruments of $20.1 million and $13.1 million, respectively.

See accompanying notes to the consolidated condensed financial statements.

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MACQUARIE INFRASTRUCTURE COMPANY LLC

CONSOLIDATED CONDENSED STATEMENTS OF CASH FLOWS (Unaudited) ($ In Thousands)

	Six Months Ended June 30, 2010	Six Months Ended June 30, 2009[1]
Operating activities		
Net income (loss) before noncontrolling interests	$76,134	$(82,856)
Adjustments to reconcile net income (loss) to net cash provided by operating activities from continuing operations:		
Net (income) loss from discontinued operations before noncontrolling interests	(81,199)	9,583
Non-cash goodwill impairment		71,200
Depreciation and amortization of property and equipment	18,195	25,385
Amortization of intangible assets	17,411	42,797
Equity in earnings and amortization charges of investees	(11,367)	(15,477)
Equity distributions from investees	5,000	7,000
Amortization of debt financing costs	2,256	2,514
Non-cash derivative loss	31,674	12,173
Base management fees settled in LLC interests	2,189	851
Equipment lease receivable, net	1,451	1,407
Deferred rent	145	87
Deferred taxes	(16,046)	(38,131)
Other non-cash expenses (income), net	2,112	(350)
Changes in other assets and liabilities, net of acquisitions:		
Restricted cash	50	
Accounts receivable	(4,718)	6,881
Inventories	(2,376)	1,598
Prepaid expenses and other current assets	1,299	5,394
Due to manager related party	2,263	(3,493)
Accounts payable and accrued expenses	(1,281)	(5,213)
Income taxes payable	(406)	40
Other, net	(1,140)	(1,628)
Net cash provided by operating activities from continuing operations	41,646	39,762
Investing activities		
Purchases of property and equipment	(7,315)	(11,864)
Investment in capital leased assets	(2,400)	
Other	658	92
Net cash used in investing activities from continuing operations	(9,057)	(11,772)

See accompanying notes to the consolidated condensed financial statements.

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MACQUARIE INFRASTRUCTURE COMPANY LLC

CONSOLIDATED CONDENSED STATEMENTS OF CASH FLOWS (continued) (Unaudited) ($ In Thousands)

	Six Months Ended June 30, 2010	Six Months Ended June 30, 2009
Financing activities		
Net proceeds on line of credit facilities	$	$ 3,600
Contributions received from noncontrolling interests	300	
Distributions paid to noncontrolling interests	(1,261)	(314)
Payment of long-term debt	(31,736)	(60,620)
Change in restricted cash	2,236	(33)
Payment of notes and capital lease obligations	(164)	(94)
Net cash used in financing activities from continuing operations	(30,625)	(57,461)
Net change in cash and cash equivalents from continuing operations	1,964	(29,471)
Cash flows provided by (used in) discontinued operations:		
Net cash used in operating activities	(12,703)	(2,909)
Net cash provided by (used in) in investing activities	134,356	(312)
Net cash (used in) provided by financing activities	(124,183)	2,513
Cash used in discontinued operations[(2)]	(2,530)	(708)
Change in cash of discontinued operations held for sale[(2)]	2,385	(945)
Net change in cash and cash equivalents	1,819	(31,124)
Cash and cash equivalents, beginning of period	27,455	66,054
Cash and cash equivalents, end of period continuing operations	$ 29,274	$ 34,930
Supplemental disclosures of cash flow information for continuing operations:		
Non-cash investing and financing activities:		
Accrued purchases of property and equipment	$ 1,092	$ 1,238
Issuance of LLC interests to manager for base management fees	$ 4,083	$ 851
Issuance of LLC interests to independent directors	$ 446	$ 450
Taxes paid	$ 1,508	$ 508
Interest paid	$ 40,015	$ 46,946

(1) Reclassified to conform to current period presentation.

(2) Cash of discontinued operations held for sale is reported in assets of discontinued operations held for sale in the accompanying consolidated condensed balance sheets. The cash used in discontinued operations is different than the change in cash of discontinued operations held for sale due to intercompany transactions that are eliminated in consolidation.

See accompanying notes to the consolidated condensed financial statements.

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MACQUARIE INFRASTRUCTURE COMPANY LLC

NOTES TO CONSOLIDATED CONDENSED FINANCIAL STATEMENTS (Unaudited)

1. Organization and Description of Business

Macquarie Infrastructure Company LLC, a Delaware limited liability company, was formed on April 13, 2004. Macquarie Infrastructure Company LLC, both on an individual entity basis and together with its consolidated subsidiaries, is referred to in these financial statements as the Company or MIC . The Company owns, operates and invests in a diversified group of infrastructure businesses in the United States. Macquarie Infrastructure Management (USA) Inc. is the Company s manager and is referred to in these financial statements as the Manager. The Manager is a wholly-owned subsidiary within the Macquarie Group of companies, which is comprised of Macquarie Group Limited and its subsidiaries and affiliates worldwide. Macquarie Group Limited is headquartered in Australia and is listed on the Australian Stock Exchange.

The Company is an operating entity with a Board of Directors and other corporate governance responsibilities generally consistent with those of a Delaware corporation.

The Company owns its businesses through its wholly-owned subsidiary, Macquarie Infrastructure Company Inc., or MIC Inc. The Company s businesses operate predominantly in the United States and consist of the following:

The Energy-Related Businesses:

(i) a 50% interest in a bulk liquid storage terminal business (International Matex Tank Terminals or IMTT), which provides bulk liquid storage and handling services at ten marine terminals in the United States and two in Canada and is one of the largest participants in this industry in the U.S., based on storage capacity;

(ii) a gas production and distribution business (The Gas Company), which is a full-service gas energy company, making gas products and services available in Hawaii; and

(iii) a 50.01% controlling interest in a district energy business (District Energy), which operates the largest district cooling system in the U.S., serving various customers in Chicago, Illinois and Las Vegas, Nevada.

Atlantic Aviation an airport services business providing products and services, including fuel and aircraft hangaring/parking, to owners and operators of private jets at 68 airports and one heliport in the U.S.

2. Basis of Presentation

The unaudited consolidated condensed financial statements have been prepared in accordance with accounting principles generally accepted in the United States and in accordance with the instructions to Form 10-Q and Article 10 of Regulation S-X for interim financial information. Accordingly, they do not include all of the information and notes required by accounting principles generally accepted in the United States for complete financial statements. In the opinion of management, all adjustments (consisting of normal recurring adjustments) considered necessary for a fair presentation have been included. The preparation of consolidated condensed financial statements in conformity with GAAP requires estimates and assumptions. Management evaluates these estimates and assumptions on an ongoing basis. Actual results may differ from the estimates and assumptions used in the financial statements and notes. Operating results for the quarter and six months ended June 30, 2010 are not necessarily indicative of the results that may be expected for the year ending December 31, 2010.

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MACQUARIE INFRASTRUCTURE COMPANY LLC

NOTES TO CONSOLIDATED CONDENSED FINANCIAL STATEMENTS (Unaudited)

2. Basis of Presentation (continued)

The consolidated balance sheet at December 31, 2009 has been derived from audited financial statements but does not include all of the information and notes required by accounting principles generally accepted in the United States for complete financial statements. Certain reclassifications were made to the financial statements for the prior period to conform to current period presentation.

The interim financial information contained herein should be read in conjunction with the consolidated financial statements and notes thereto for the year ended December 31, 2009 included in the Company s Annual Report on Form 10-K, as filed with the SEC on February 25, 2010.

3. New Accounting Pronouncements

In April 2009, the Financial Accounting Standards Board, or FASB, issued ASC 825-10-65 *Financial Instruments*, which is effective for interim reporting periods ending after June 15, 2009. This guidance requires disclosures about the fair value of financial instruments for interim reporting periods in addition to the current requirement to make disclosure in annual financial statements. This guidance also requires disclosure of the methods and significant assumptions used to estimate the fair value of financial instruments and description of changes in the methods and significant assumptions. The Company adopted this guidance during the second quarter of 2009. Since this guidance requires only additional disclosures, the adoption did not have a material impact on the Company s financial results of operations and financial condition.

The Company s financial instruments, including cash and cash equivalents, accounts receivable, accounts payable and variable rate senior debt, are carried at cost, which approximates their fair value because of either the short-term maturity, or variable or competitive interest rates assigned to these financial instruments.

4. Income (Loss) Per Share

Following is a reconciliation of the basic and diluted number of shares used in computing income (loss) per share:

	Quarter Ended June 30,		Six Months Ended June 30,	
	2010	2009	2010	2009
Weighted average number of shares outstanding: basic	45,467,413	44,951,176	45,381,413	44,949,942

Dilutive effect of restricted stock unit grants	136,651		132,451	
Weighted average number of shares outstanding: diluted	45,604,064	44,951,176	45,513,864	44,949,942

The effect of potentially dilutive shares for the quarter and six months ended June 30, 2010 is calculated assuming that the 31,989 restricted stock unit grants provided to the independent directors on June 3, 2010 and the 128,205 restricted stock unit grants provided to the independent directors on June 4, 2009 had been fully converted to shares on those dates. However, the restricted stock unit grants were anti-dilutive for the quarter and six months ended June 30, 2009, due to the Company s net loss for those periods.

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MACQUARIE INFRASTRUCTURE COMPANY LLC

NOTES TO CONSOLIDATED CONDENSED FINANCIAL STATEMENTS (Unaudited)

5. Discontinued Operations

On June 2, 2010, the Company concluded the sale in bankruptcy of an airport parking business (Parking Company of America Airports or PCAA) resulting in a pre-tax gain of $130.3 million, of which $76.5 million related to the forgiveness of debt, and the elimination of $201.0 million of current debt from liabilities from the Company s consolidated condensed balance sheet. As a part of the bankruptcy sale process, substantially all of the cash proceeds were used to pay the creditors of this business and were not paid to the Company. The Company received $602,000 from the PCAA bankruptcy estate for expenses paid on behalf of PCAA during its operations.

As a result of the approval of the sale of PCAA's assets in bankruptcy and the expected dissolution of PCAA during 2010, the Company has reduced its valuation allowance on the realization of a portion of the deferred tax assets attributable to its basis in PCAA and its consolidated federal net operating losses. The change in the valuation allowance recorded in discontinued operations was $10.0 million.

The results of operations from this business, for all periods presented, and the gain from the bankruptcy sale are separately reported as a discontinued operations in the Company s consolidated condensed financial statements. This business is no longer a reportable segment. The assets and liabilities of the business being sold are included in assets of discontinued operations held for sale and liabilities of discontinued operations held for sale on the Company s consolidated condensed balance sheet at December 31, 2009.

The following is a summary of the assets and liabilities of discontinued operations held for sale related to PCAA at December 31, 2009:

	December 31, 2009 ($ in Thousands)
Assets	
Total current assets	$ 7,676
Property, equipment, land and leasehold improvements, net	77,524
Other non-current assets	1,495
Total assets	$ 86,695
Liabilities	
Current portion of long-term debt	$ 200,999
Other current liabilities	10,761
Total current liabilities	211,760

Other non-current liabilities		8,789
Total liabilities		220,549
Noncontrolling interests		(1,863)
Total liabilities and noncontrolling interests	$	218,686

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MACQUARIE INFRASTRUCTURE COMPANY LLC

NOTES TO CONSOLIDATED CONDENSED FINANCIAL STATEMENTS
(Unaudited)

5. Discontinued Operations (continued)

Summarized financial information for discontinued operations related to PCAA for the quarters and six months ended June 30, 2010 and 2009 are as follows:

	For the Quarter Ended June 30,		For the Six Months Ended June 30,	
	2010	2009	2010	2009
	($ in Thousands, Except Share Data)			
Service revenue	$12,319	$17,439	$28,826	$34,046
Gain on sale of assets through bankruptcy (pre-tax)	130,260		130,260	
Net income (loss) from discontinued operations before income taxes	$135,726	$(4,026)	$132,709	$(13,544)
(Provision) benefit for income taxes	(50,514)	867	(51,510)	3,961
Net income (loss) from discontinued operations	85,212	(3,159)	81,199	(9,583)
Less: net income (loss) attributable to noncontrolling interests	302	(1,213)	136	(1,213)
Net income (loss) from discontinued operations attributable to MIC LLC	$84,910	$(1,946)	$81,063	$(8,370)
Basic income (loss) per share from discontinued operations attributable to MIC LLC interest holders	$1.87	$(0.04)	$1.79	$(0.18)
Weighted average number of shares outstanding at the Company level: basic	45,467,413	44,951,176	45,381,413	44,949,942
Diluted income (loss) per share from discontinued operations attributable to MIC LLC interest holders	$1.86	$(0.04)	$1.78	$(0.18)
Weighted average number of shares outstanding at the Company level: diluted	45,604,064	44,951,176	45,513,864	44,949,942

6. Property, Equipment, Land and Leasehold Improvements

Property, equipment, land and leasehold improvements at June 30, 2010 and December 31, 2009 consist of the following ($ in thousands):

	June 30, 2010	December 31, 2009
Land	$ 4,618	$ 4,618
Easements	5,624	5,624
Buildings	24,796	24,789
Leasehold and land improvements	317,512	312,881
Machinery and equipment	332,064	330,226
Furniture and fixtures	9,441	9,395
Construction in progress	16,394	16,519
Property held for future use	1,561	1,561
	712,010	705,613
Less: accumulated depreciation	(142,817)	(125,526)
Property, equipment, land and leasehold improvements, net[1]	$ 569,193	$ 580,087

(1) Includes $302,000 of capitalized interest for the six months ended June 30, 2010 and $1.3 million for the year ended December 31, 2009.

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MACQUARIE INFRASTRUCTURE COMPANY LLC

NOTES TO CONSOLIDATED CONDENSED FINANCIAL STATEMENTS (Unaudited)

6. Property, Equipment, Land and Leasehold Improvements (continued)

The Company recognized non-cash impairment charges of $2.2 million and $7.5 million during the quarter and six months ended June 30, 2009, respectively, primarily relating to leasehold and land improvements; buildings; machinery and equipment; and furniture and fixtures at Atlantic Aviation. These charges are recorded in depreciation expense in the consolidated condensed statements of operations. There was no impairment charge in the first six months of 2010.

7. Intangible Assets

Intangible assets at June 30, 2010 and December 31, 2009 consist of the following ($ in thousands):

	Weighted Average Life (Years)	June 30, 2010	December 31, 2009
Contractual arrangements	31.1	$ 774,309	$ 774,309
Non-compete agreements	2.5	9,515	9,515
Customer relationships	10.6	78,596	78,596
Leasehold rights	12.5	3,331	3,331
Trade names	Indefinite	15,401	15,401
Technology	5.0	460	460
		881,612	881,612
Less: accumulated amortization		(147,942)	(130,531)
Intangible assets, net		$ 733,670	$ 751,081

As a result of a decline in the performance of certain asset groups during the quarter and six months ended June 30, 2009, the Company evaluated such asset groups for impairment and determined that the asset groups were impaired. The Company estimated the fair value of each of the impaired asset groups using the discounted cash flow model. Accordingly, the Company recognized non-cash impairment charges of $2.9 million and $23.3 million related to contractual arrangements at Atlantic Aviation during the quarter and six months ended June 30, 2009, respectively. These charges are recorded in amortization of intangibles in the consolidated condensed statement of operations. There was no impairment charge in the first six months of 2010.

The goodwill balance as of June 30, 2010 and December 31, 2009 is comprised of the following ($ in thousands):

Goodwill acquired in business combinations, net of disposals	$ 639,382
Less: accumulated impairment charges	(123,200)
Balance at June 30, 2010 and December 31, 2009	$ 516,182

The Company tests for goodwill impairment at the reporting unit level on an annual basis and between annual tests if a triggering event indicates impairment. The decline in the Company s stock price over the latter part of 2008 and the first half of 2009 caused the book value of the Company to exceed its market capitalization. In addition to its annual goodwill impairment testing conducted routinely on October 1st of each year, the Company performed goodwill impairment testing during the quarter and six months ended June 30, 2009 due to the triggering event of the Company s stock price decline. Based on the testing performed, the Company recorded goodwill impairment charges of $53.2 million and $71.2 million at Atlantic Aviation during the quarter and six months ended June 30, 2009, respectively, which is included in the accumulated impairment charges in the above table. There was no goodwill impairment charge in the first six months of 2010.

MACQUARIE INFRASTRUCTURE COMPANY LLC

NOTES TO CONSOLIDATED CONDENSED FINANCIAL STATEMENTS (Unaudited)

8. Nonfinancial Assets Measured at Fair Value

The following major categories of nonfinancial assets at the impaired asset groups were written down to fair value during the quarter and six months ended June 30, 2009 at Atlantic Aviation ($ in thousands):

		Total Losses	
	Fair Value Measurements Using Significant Unobservable Inputs (Level 3)[1]	Quarter Ended June 30, 2009	Six Months Ended June 30, 2009
Property, equipment, land and leasehold improvements, net	$ 5,122	$ 2,200	$ 7,521
Intangible assets	14,430	2,962	23,326
Goodwill	377,343	53,200	71,200
Total	$ 396,895	$ 58,362	$ 102,047

(1) At June 30, 2009, there were no nonfinancial assets measured at fair value using quoted prices in active markets for identical assets (level 1) or significant other observable inputs (level 2).

The Company estimated the fair value of each of the impaired asset groups using discounted cash flows. Property, equipment, land and leasehold improvements for Atlantic Aviation with a carrying value of $12.6 million were written down to fair value of $5.1 million during the six months ended June 30, 2009. The non-cash impairment charge of $7.5 million was recorded in depreciation expense in the consolidated condensed statement of operations for the six months ended June 30, 2009. There was no impairment charge in the first six months of 2010.

Additionally, intangible assets at Atlantic Aviation with a carrying value of $37.7 million were written down to their fair value of $14.4 million during the six months ended June 30, 2009. The non-cash impairment charge of $23.3 million was recorded in amortization of intangibles expense in the consolidated condensed statement of operations. There was no impairment charge in the first six months of 2010.

As discussed in Note 7, Intangible Assets , the Company performed goodwill impairment analyses during the quarter and six months ended June 30, 2009. As a result of these analyses, goodwill at Atlantic Aviation with a carrying value of $448.5 million was written down to its implied fair value of $377.3 million resulting in a non-cash impairment charge of $71.2 million. This non-cash impairment charge was included in goodwill impairment in the consolidated condensed statement of operations. There was no goodwill impairment charge in the first six months of 2010.

The significant unobservable inputs (level 3) used for all fair value measurements in the above table included forecasted cash flows of Atlantic Aviation and its asset groups, the discount rate and, in the case of goodwill, the terminal value. The forecasted cash flows for this business were developed using actual cash flows from 2009, forecasted jet fuel volumes from the Federal Aviation Administration, forecasted consumer price indices and forecasted LIBOR rates based on proprietary models using various published sources. The discount rate was developed using a capital asset pricing model.

Model inputs included:

- a risk free rate equal to the rate on 20 year U.S. treasury securities;
- a risk premium based on the risk premium for the U.S. equity market overall;
- the observed beta of comparable listed companies;

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MACQUARIE INFRASTRUCTURE COMPANY LLC

NOTES TO CONSOLIDATED CONDENSED FINANCIAL STATEMENTS (Unaudited)

8. Nonfinancial Assets Measured at Fair Value (continued)

a small company risk premium based on historical data provided by Ibbotsons; and

a specific company risk premium based on the uncertainty in the market conditions during the six months ended June 30, 2009.

The terminal value was based on observed earnings before interest, taxes, depreciation and amortization, or EBITDA, and multiples historically paid in transactions for comparable businesses.

9. Long-Term Debt

At June 30, 2010 and December 31, 2009, the Company s consolidated long-term debt consisted of the following ($ in thousands):

	June 30, 2010	December 31, 2009
The Gas Company	$ 179,000	$ 179,000
District Energy	170,000	170,000
Atlantic Aviation	831,544	863,279
Total	1,180,544	1,212,279
Less: current portion	(53,153)	(45,900)
Long-term portion	$ 1,127,391	$ 1,166,379

Until March 31, 2010, MIC Inc. had a revolving credit facility with various financial institutions. The facility was repaid in full in December 2009 and no amounts were outstanding under the revolving credit facility as of December 31, 2009 or at the facility s maturity on March 31, 2010.

On February 25, 2009, Atlantic Aviation amended its credit facility to provide the business additional financial flexibility over the near and medium term. Under the amended terms, the business will apply all excess cash flow from the business to prepay additional debt whenever the leverage ratio (debt to adjusted EBITDA) is equal to or greater than 6.0x to 1.0 for the trailing twelve months and will use 50% of excess cash flow to prepay debt whenever the leverage ratio is equal to or greater than 5.5x to 1.0 and below 6.0x to 1.0. For the quarter and six months ended June 30, 2010, Atlantic Aviation used $7.7 million and $34.9 million, respectively, of excess cash flow to prepay $7.0 million and $31.7 million, respectively, of the outstanding principal balance of the term loan debt under the facility and $695,000 and $3.2 million, respectively, in interest rate swap breakage fees. The Company has classified $53.2 million relating to Atlantic Aviation s debt in current portion of long-term debt in the consolidated condensed balance sheet at June 30, 2010, as it expects to repay this amount within one year.

In August 2010, Atlantic Aviation used $9.9 million of excess cash flow to prepay $9.0 million of the outstanding principal balance of the term loan debt under this facility and incurred $935,000 in interest rate swap breakage fees.

10. Derivative Instruments and Hedging Activities

The Company and its businesses have in place variable-rate debt. Management believes that it is prudent to limit the variability of a portion of the business interest payments. To meet this objective, the Company enters into interest rate swap agreements to manage fluctuations in cash flows resulting from interest rate risk on a majority of its debt with a variable-rate component.

At June 30, 2010, the Company had $1.2 billion of current and long-term debt, $1.1 billion of which was economically hedged with interest rate swaps and $83.9 million of which was unhedged.

MACQUARIE INFRASTRUCTURE COMPANY LLC

NOTES TO CONSOLIDATED CONDENSED FINANCIAL STATEMENTS (Unaudited)

10. Derivative Instruments and Hedging Activities (continued)

As discussed in Note 9, Long-Term Debt, Atlantic Aviation applies its excess cash flow to prepay debt. As a result, $4.9 million and $11.1 million of accumulated other comprehensive loss in the consolidated condensed balance sheet related to Atlantic Aviation s derivative instruments were reclassified to interest expense in the consolidated condensed statement of operations for the quarter and six months ended June 30, 2010, respectively. Atlantic Aviation expects to record further reclassifications from accumulated other comprehensive loss to interest expense as the business continues to pay down its debt.

In March 2009, Atlantic Aviation, The Gas Company and District Energy entered into interest rate basis swap contracts that expired on March 31, 2010. These contracts effectively changed the interest rate index on each business existing swap contracts from the 90-day LIBOR rate to the 30-day LIBOR rate plus a margin of 19.50 basis points for Atlantic Aviation and 24.75 basis points for The Gas Company and District Energy. This transaction, adjusted for the prepayments of outstanding principal on the term loan debt at Atlantic Aviation, resulted in $580,000 and $1.8 million lower interest expense for these businesses for the quarter ended March 31, 2010 and the year ended December 31, 2009, respectively.

Effective February 25, 2009 for Atlantic Aviation and effective April 1, 2009 for the Company s other businesses, the Company elected to discontinue hedge accounting. In prior periods, when the Company applied hedge accounting, changes in the fair value of derivatives that effectively offset the variability of cash flows on the Company s debt interest obligations were recorded in other comprehensive income or loss. From the dates that hedge accounting was discontinued, all movements in the fair value of the interest rate swaps are recorded directly through earnings. As interest payments are made, a portion of the other comprehensive loss recorded under hedge accounting is also reclassified into earnings. The Company will reclassify into earnings $56.9 million of net derivative losses, included in accumulated other comprehensive loss as of June 30, 2010 over the remaining life of the existing interest rate swaps, of which approximately $24.1 million will be reclassified over the next 12 months.

The Company measures derivative instruments at fair value using the income approach which discounts the future net cash settlements expected under the derivative contracts to a present value. These valuations utilize primarily observable (level 2) inputs, including contractual terms, interest rates and yield curves observable at commonly quoted intervals.

The Company s fair value measurements of its derivative instruments and the related location of the liabilities associated with the hedging instruments within the consolidated condensed balance sheets at June 30, 2010 and December 31, 2009 were as follows:

Balance Sheet Location		Liabilities at Fair Value[1] *Interest Rate Swap Contracts Not Designated as Hedging Instruments* June 30, 2010	December 31, 2009
		($ In Thousands)	
Fair value of derivative instruments	current liabilities	$ (45,792)	$ (49,573)
Fair value of derivative instruments	non-current liabilities	(72,268)	(54,794)
Total interest rate derivative contracts		$ (118,060)	$ (104,367)

(1) Fair value measurements at reporting date were made using significant other observable inputs (level 2).

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MACQUARIE INFRASTRUCTURE COMPANY LLC

NOTES TO CONSOLIDATED CONDENSED FINANCIAL STATEMENTS (Unaudited)

10. Derivative Instruments and Hedging Activities (continued)

The Company s hedging activities for the quarter and six months ended June 30, 2010 and 2009 and the related location within the consolidated condensed financial statements were as follows:

Financial Statement Account	Derivatives Not Designated as Hedging Instruments[1] Amount of (Loss) Gain Recognized in Interest Expense for the Quarter Ended June 30, 2010[2]	2009[3]
	($ In Thousands)	
Interest expense	$ (36,008)	$ 5,395
Total	$ (36,008)	$ 5,395

(1) All derivatives are interest rate swap contracts.

(2) Loss recognized in interest expense for the quarter ended June 30, 2010 includes $14.7 million in interest rate swap payments, $695,000 in interest rate swap breakage fees and $20.6 million in unrealized derivative losses arising from:

the change in fair value of interest rate swaps from the discontinuation of hedge accounting; and

the reclassification of amounts from accumulated other comprehensive loss into earnings, as Atlantic Aviation pays down its debt more quickly than anticipated.

(3) Gain recognized in interest expense for the quarter ended June 30, 2009 includes $20.1 million in unrealized derivative gains, offset by $13.1 million in interest rate swap payments and $1.6 million in interest rate swap breakage fees.

	Derivatives Designated as Hedging Instruments[1]			Derivatives Not Designated as Hedging Instruments[1]
	Amount of Gain Recognized in OCI on Derivatives	Amount of Loss Reclassified from OCI into Income	Amount of Loss Recognized in Loss on Derivative	Amount of Loss Recognized in Interest Expense for the Six Months Ended June 30,

Financial Statement Account	(Effective Portion) for the Six Months Ended June 30, 2010	2009	(Effective Portion) for the Six Months Ended June 30, 2010	2009[2]	Instruments (Ineffective Portion) for the Six Months Ended June 30, 2010	2009	2010[3]	2009[4]
	($ In Thousands)							
Interest expense	$	$	$	$(15,691)	$	$	$(63,142)	$(1,592)
Loss on derivative instruments				(25,154)		(84)		
Accumulated other comprehensive loss		2,848						
Total	$	$2,848	$	$(40,845)	$	$(84)	$(63,142)	$(1,592)

(1) All derivatives are interest rate swap contracts.

(2) Includes $22.7 million of accumulated other comprehensive losses reclassified into earnings (loss on derivative instruments) resulting from the $44.6 million repayment of debt principal at Atlantic Aviation in the first quarter of 2009. Interest expense represents cash interest paid on derivative instruments, of which $5.2 million is related to the payment of interest rate swap breakage fees in the first quarter of 2009.

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MACQUARIE INFRASTRUCTURE COMPANY LLC

NOTES TO CONSOLIDATED CONDENSED FINANCIAL STATEMENTS (Unaudited)

10. Derivative Instruments and Hedging Activities (continued)

(3) Loss recognized in interest expense for the six months ended June 30, 2010 includes $28.2 million in interest rate swap payments, $3.2 million in interest rate swap breakage fees and $31.7 million in unrealized derivative losses arising from:

the change in fair value of interest rate swaps from the discontinuation of hedge accounting; and

the reclassification of amounts from accumulated other comprehensive loss into earnings, as Atlantic Aviation pays down its debt more quickly than anticipated.

(4) Loss recognized in interest expense for the six months ended June 30, 2009 includes $13.1 million in interest rate swap payments and $1.6 million in interest swap breakage fees, offset by $13.1 million in unrealized derivative gains.

All of the Company s derivative instruments are collateralized by all of the assets of the respective businesses.

11. Comprehensive Income (Loss)

Other comprehensive income (loss) includes primarily the change in fair value of derivative instruments which qualified for hedge accounting until the dates that hedge accounting was discontinued, as discussed in Note 10, Derivative Instruments and Hedging Activities .

The difference between net income (loss) and comprehensive income (loss) for the quarter and six months ended June 30, 2010 and 2009 was as follows ($ in thousands):

	Quarter Ended June 30,		Six Months Ended June 30,	
	2010	2009	2010	2009
Net income (loss) attributable to MIC LLC	$85,850	$(28,958)	$77,485	$(81,984)
Unrealized gain in fair value of derivatives, net of taxes				1,498
Reclassification of realized losses into earnings, net of taxes	4,390	8,673	9,738	34,663
Comprehensive income (loss)	$90,240	$(20,285)	$87,223	$(45,823)

For further discussion on derivative instruments and hedging activities, see Note 10, Derivative Instruments and Hedging Activities .

12. Members   Equity

The Company is authorized to issue 500,000,000 LLC interests. Each outstanding LLC interest of the Company is entitled to one vote on any matter with respect to which holders of LLC interests are entitled to vote.

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MACQUARIE INFRASTRUCTURE COMPANY LLC

NOTES TO CONSOLIDATED CONDENSED FINANCIAL STATEMENTS (Unaudited)

13. Reportable Segments

The Company s operations are broadly classified into the energy-related businesses and Atlantic Aviation. The energy-related businesses consist of two reportable segments: The Gas Company and District Energy. The energy-related businesses also include a 50% investment in IMTT, which is accounted for under the equity method. Financial information for IMTT s business as a whole is presented below ($ in thousands) (unaudited):

	Quarter Ended, and as of, June 30,		Six Months Ended, and as of, June 30,	
	2010	2009	2010	2009
Revenue	$158,235	$81,974	$265,273	$168,777
Net income	$14,222	$22,423	$27,465	$35,686
Interest expense (income), net	25,774	(17,671)	37,899	(10,610)
Provision for income taxes	10,750	14,959	20,356	23,898
Depreciation and amortization expense	14,916	13,454	29,534	26,278
Unrealized gains on derivative instruments				(3,306)
Other non-cash expense (income)	12	157	245	(669)
EBITDA excluding non-cash items (1)	$65,674	$33,322	$115,499	$71,277
Capital expenditures paid	$17,741	$41,482	$37,171	$81,424
Property, equipment, land and leasehold improvements, net	993,427	953,907	993,427	953,907
Total assets balance	1,127,169	1,041,219	1,127,169	1,041,219

(1) EBITDA consists of earnings before interest, taxes, depreciation and amortization. Non-cash items that are excluded consist of impairments, derivative gains and losses and all other non-cash income and expense items.

All of the business segments are managed separately and management has chosen to organize the Company around the distinct products and services offered.

Energy-Related Businesses

IMTT provides bulk liquid storage and handling services in North America through ten terminals located on the East, West and Gulf Coasts, the Great Lakes region of the United States and partially owned terminals in Quebec and Newfoundland, Canada. IMTT derives the majority of its revenue from storage and handling of petroleum products, various chemicals, renewable fuels, and vegetable and animal oils. Based on storage capacity, IMTT operates one of the largest third-party bulk liquid storage terminal businesses in the United States.

The revenue from The Gas Company segment is included in revenue from product sales. Revenue is generated from the distribution and sales of synthetic natural gas, or SNG, and liquefied petroleum gas, or LPG. Revenue is primarily a function of the volume of SNG and LPG consumed by customers and the price per thermal unit or gallon charged to customers. Because both SNG and LPG are derived from petroleum, revenue levels, without organic growth, will generally track global oil prices. The utility revenue of The Gas Company reflects fuel adjustment charges, or FACs, through which changes in fuel costs are passed through to customers.

The revenue from the District Energy segment is included in service revenue and financing and equipment lease income. Included in service revenue is capacity revenue, which relates to monthly fixed contract charges, and consumption revenue, which relates to contractual rates applied to actual usage. Financing and equipment lease income relates to direct financing lease transactions and equipment leases to the business various customers. District Energy provides its services to buildings primarily in the downtown Chicago, Illinois area and to a casino and a shopping mall located in Las Vegas, Nevada.

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MACQUARIE INFRASTRUCTURE COMPANY LLC

NOTES TO CONSOLIDATED CONDENSED FINANCIAL STATEMENTS (Unaudited)

13. Reportable Segments (continued)

Atlantic Aviation

The Atlantic Aviation segment derives the majority of its revenues from fuel sales and from other airport services, including de-icing, aircraft hangarage and other aviation services. All of the revenue of Atlantic Aviation is generated in the United States at 68 airports and one heliport.

Selected information by segment is presented in the following tables. The tables do not include financial data for the Company s equity investment in IMTT.

Revenue from external customers for the Company s consolidated reportable segments was as follows ($ in thousands) (unaudited):

	Quarter Ended June 30, 2010			
	Energy-related Businesses			
	The Gas Company	District Energy	Atlantic Aviation	Total
Revenue from Product Sales				
Product sales	$ 24,236	$	$ 100,941	$ 125,177
Product sales utility	28,450			28,450
	52,686		100,941	153,627
Service Revenue				
Other services		803	36,552	37,355
Cooling capacity revenue		5,295		5,295
Cooling consumption revenue		7,144		7,144
		13,242	36,552	49,794
Financing and Lease Income				
Financing and equipment lease		1,271		1,271
		1,271		1,271
Total Revenue	$ 52,686	$ 14,513	$ 137,493	$ 204,692

Quarter Ended June 30, 2009

	Energy-related Businesses The Gas Company	District Energy	Atlantic Aviation	Total
Revenue from Product Sales				
Product sales	$ 18,390	$	$ 71,040	$ 89,430
Product sales utility	21,414			21,414
	39,804		71,040	110,844
Service Revenue				
Other services		743	40,004	40,747
Cooling capacity revenue		5,110		5,110
Cooling consumption revenue		5,502		5,502
		11,355	40,004	51,359
Financing and Lease Income				
Financing and equipment lease		1,205		1,205
		1,205		1,205
Total Revenue	$ 39,804	$ 12,560	$ 111,044	$ 163,408

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NOTES TO CONSOLIDATED CONDENSED FINANCIAL STATEMENTS (Unaudited)

13. Reportable Segments (continued)

	Six Months Ended June 30, 2010			
	Energy-related Businesses			
	The Gas Company	District Energy	Atlantic Aviation	Total
Revenue from Product Sales				
Product sales	$ 49,546	$	$ 195,649	$ 245,195
Product sales utility	55,285			55,285
	104,831		195,649	300,480
Service Revenue				
Other services		1,667	81,893	83,560
Cooling capacity revenue		10,533		10,533
Cooling consumption revenue		8,907		8,907
		21,107	81,893	103,000
Financing and Lease Income				
Financing and equipment lease		2,516		2,516
		2,516		2,516
Total Revenue	$ 104,831	$ 23,623	$ 277,542	$ 405,996

	Six Months Ended June 30, 2009			
	Energy-related Businesses			
	The Gas Company	District Energy	Atlantic Aviation	Total
Revenue from Product Sales				
Product sales	$ 39,465	$	$ 139,157	$ 178,622
Product sales utility	41,581			41,581
	81,046		139,157	220,203
Service Revenue				
Other services		1,499	89,068	90,567
Cooling capacity revenue		10,007		10,007
Cooling consumption revenue		7,730		7,730
		19,236	89,068	108,304

Financing and Lease Income				
Financing and equipment lease		2,397		2,397
		2,397		2,397
Total Revenue	$ 81,046	$ 21,633	$ 228,225	$ 330,904

In accordance with FASB ASC 280 *Segment Reporting*, the Company has disclosed earnings before interest, taxes, depreciation and amortization (EBITDA) excluding non-cash items as a key performance metric relied on by management in the evaluation of the Company s performance. Non-cash items include impairments, derivative gains and losses and adjustments for other non-cash items reflected in the statements of operations. The Company believes EBITDA excluding non-cash items provides additional insight into the performance of the operating businesses relative to each other and similar businesses without regard to their capital structure, and their ability to service or reduce debt, fund capital expenditures and/or support distributions to the holding company. EBITDA excluding non-cash items is reconciled to net income or loss.

During the quarter and six months ended June 30, 2009, the Company disclosed EBITDA excluding only non-cash gains (losses) on derivative instruments. The following tables, reflecting results of operations for the consolidated group and for each of the businesses for the quarter and six months ended June 30, 2009, have been conformed to current periods presentation reflecting EBITDA excluding all non-cash items.

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13. Reportable Segments (continued)

EBITDA excluding non-cash items for the Company s consolidated reportable segments is shown in the tables below ($ in thousands) (unaudited). Allocation of corporate expense and the federal tax effect have been excluded as they are eliminated on consolidation.

	Quarter Ended June 30, 2010			
	Energy-related Businesses		Atlantic Aviation	Total Reportable Segments
	The Gas Company	District Energy		
Net income (loss)	$ 1,212	$ (2,705)	$ (8,538)	$ (10,031)
Interest expense, net	5,926	7,976	26,688	40,590
Benefit (provision) for income taxes	780	(1,767)	(5,764)	(6,751)
Depreciation	1,511	1,636	5,691	8,838
Amortization of intangibles	205	341	8,194	8,740
Other non-cash expense	531	232	558	1,321
EBITDA excluding non-cash items	$ 10,165	$ 5,713	$ 26,829	$ 42,707

	Quarter Ended June 30, 2009			
	Energy-related Businesses		Atlantic Aviation[(1)]	Total Reportable Segments
	The Gas Company	District Energy		
Net income (loss)	$ 4,518	$ 3,514	$ (30,876)	$ (22,844)
Interest (income) expense, net	(1,249)	(2,728)	4,936	959
Benefit (provision) for income taxes	2,908	2,296	(20,844)	(15,640)
Depreciation	1,520	1,502	7,750	10,772
Amortization of intangibles	212	341	11,979	12,532
Goodwill impairment			53,200	53,200
Other non-cash expense (income)	564	172	(430)	306
EBITDA excluding non-cash items	$ 8,473	$ 5,097	$ 25,715	$ 39,285

(1) Includes non-cash impairment charges of $58.3 million recorded during the second quarter of 2009, consisting of $53.2 million related to goodwill, $2.9 million related to intangible assets (in amortization of intangibles) and $2.2

million related to property, equipment, land and leasehold improvements (in depreciation).

	Six Months Ended June 30, 2010			
	Energy-related Businesses			
	The Gas Company	District Energy	Atlantic Aviation	Total Reportable Segments
Net income (loss)	$ 3,466	$ (5,336)	$ (11,927)	$ (13,797)
Interest expense, net	10,733	14,004	48,674	73,411
Benefit (provision) for income taxes	2,231	(3,487)	(8,051)	(9,307)
Depreciation	3,023	3,271	11,901	18,195
Amortization of intangibles	411	678	16,322	17,411
Other non-cash expense	1,065	387	605	2,057
EBITDA excluding non-cash items	$ 20,929	$ 9,517	$ 57,524	$ 87,970

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13. Reportable Segments (continued)

	Six Months Ended June 30, 2009			
	Energy-related Businesses			
	The Gas Company	District Energy	Atlantic Aviation(1)	Total Reportable Segments
Net income (loss)	$ 7,633	$ 1,868	$ (80,482)	$ (70,981)
Interest expense, net	1,368	227	31,440	33,035
Benefit (provision) for income taxes	4,913	1,221	(54,330)	(48,196)
Depreciation	2,996	2,965	19,424	25,385
Amortization of intangibles	426	678	41,693	42,797
Goodwill impairment			71,200	71,200
Loss on derivative instruments	327	1,378	23,331	25,036
Other non-cash expense (income)	1,015	276	(367)	924
EBITDA excluding non-cash items	$ 18,678	$ 8,613	$ 51,909	$ 79,200

(1) Includes non-cash impairment charges of $102.0 million recorded during the first six months of 2009, consisting of $71.2 million related to goodwill, $23.3 million related to intangible assets (in amortization of intangibles) and $7.5 million related to property, equipment, land and leasehold improvements (in depreciation).

Reconciliations of consolidated reportable segments EBITDA excluding non-cash items to consolidated net loss from continuing operations before income taxes are as follows ($ in thousands) (unaudited):

	Quarter Ended June 30,		Six Months Ended June 30,	
	2010	2009	2010	2009
Total reportable segments EBITDA excluding non-cash items	$42,707	$39,285	$87,970	$79,200
Interest income	4	34	20	101
Interest expense	(38,974)	(2,103)	(73,661)	(35,669)
Depreciation(1)	(8,838)	(10,772)	(18,195)	(25,385)
Amortization of intangibles(2)	(8,740)	(12,532)	(17,411)	(42,797)
Selling, general and administrative corporate	(1,628)	(1,417)	(3,608)	(4,348)
Fees to manager	(2,268)			