

READING INTERNATIONAL INC  
Form 10-Q  
November 06, 2009

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

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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, 2009

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 1-8625  
READING INTERNATIONAL, INC.  
(Exact name of Registrant as specified in its charter)

NEVADA  
(State or other jurisdiction of incorporation or organization)

95-3885184  
(IRS Employer Identification No.)

500 Citadel Drive, Suite 300  
Commerce, CA  
(Address of principal executive offices)

90040  
(Zip Code)

Registrant's telephone number, including area code: (213) 235-2240

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 twelve 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 is a large accelerated filer, an accelerated filer, or a non-accelerated filer. See definition of "accelerated filer and large accelerated filer" in Rule 12b-2 of the Exchange Act. (Check one): Large accelerated filer  Accelerated filer  Non-accelerated filer

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange

Act). Yes " No þ

Indicate the number of shares outstanding of each of the issuer's classes of common stock, as of the latest practicable date. As of November 6, 2009, there were 21,129,582 shares of Class A Nonvoting Common Stock, \$0.01 par value per share and 1,495,490 shares of Class B Voting Common Stock, \$0.01 par value per share outstanding.

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## PART I – Financial Information

## Item 1 – Financial Statements

Reading International, Inc. and Subsidiaries

Condensed Consolidated Balance Sheets (Unaudited)

(U.S. dollars in thousands)

	September 30, 2009	December 31, 2008
<b>ASSETS</b>		
Current Assets:		
Cash and cash equivalents	\$19,253	\$30,874
Receivables	6,294	7,868
Inventory	733	797
Investment in marketable securities	2,516	3,100
Restricted cash	1,339	1,656
Prepaid and other current assets	3,810	2,324
Total current assets	33,945	46,619
Property held for and under development	77,468	69,016
Property & equipment, net	203,985	173,662
Investments in unconsolidated joint ventures and entities	10,879	11,643
Investment in Reading International Trust I	838	1,547
Goodwill	37,312	34,964
Intangible assets, net	23,310	25,118
Other assets	14,498	9,301
Total assets	\$402,235	\$371,870
<b>LIABILITIES AND STOCKHOLDERS' EQUITY</b>		
Current Liabilities:		
Accounts payable and accrued liabilities	\$12,467	\$13,170
Film rent payable	4,720	7,315
Notes payable – current portion	7,934	1,347
Taxes payable	6,231	6,425
Deferred current revenue	5,165	5,645
Other current liabilities	141	201
Total current liabilities	36,658	34,103
Notes payable – long-term portion	176,976	172,268
Notes payable to related party – long-term portion	14,000	14,000
Subordinated debt – trust preferred securities	27,913	51,547
Noncurrent tax liabilities	6,729	6,347
Deferred non-current revenue	595	554
Other liabilities	26,148	23,604
Total liabilities	289,019	302,423
Commitments and contingencies (Note 13)		
Stockholders' equity:		
Class A Nonvoting Common Stock, par value \$0.01, 100,000,000 shares authorized, 35,706,806 issued and 21,129,582 outstanding at September 30, 2009 and 35,564,339 issued and 20,987,115 outstanding at December 31, 2008	216	216
	15	15

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Class B Voting Common Stock, par value \$0.01, 20,000,000 shares authorized and 1,495,490 issued and outstanding at September 30, 2009 and at December 31, 2008

Nonvoting Preferred Stock, par value \$0.01, 12,000 shares authorized and no outstanding shares	--	--
Additional paid-in capital	134,300	133,906
Accumulated deficit	(59,837 )	(69,477 )
Treasury shares	(4,306 )	(4,306 )
Accumulated other comprehensive income	40,954	7,276
Total Reading International, Inc. stockholders' equity	111,342	67,630
Noncontrolling interest	1,874	1,817
Total stockholders' equity	113,216	69,447
Total liabilities and stockholders' equity	\$402,235	\$371,870

See accompanying notes to unaudited condensed consolidated financial statements.

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Reading International, Inc. and Subsidiaries  
Condensed Consolidated Statements of Operations (Unaudited)  
(U.S. dollars in thousands, except per share amounts)

	Three Months Ended		Nine Months Ended	
	September 30,		September 30,	
	2009	2008	2009	2008
Revenue				
Cinema	\$52,340	\$54,036	\$146,991	\$138,867
Real estate	3,727	3,855	10,576	12,501
Total operating revenue	56,067			