

Form 10-Q

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

- ☒ Quarterly Report Pursuant to Section 13 or 15(d) of the Securities Exchange Act of 1934.
For the quarterly period ended September 30, 2003
- ☐ 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 333-100452

ATEL Capital Equipment Fund X, LLC

(Exact name of registrant as specified in its charter)

California

(State or other jurisdiction of
incorporation or organization)

68-0517690

(I. R. S. Employer
Identification No.)

600 California Street, 6th Floor, San Francisco, California 94108-2733

(Address of principal executive offices)

Registrant's telephone number, including area code: (415) 989-8800

Indicate by a 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 is an accelerated filer (as defined in Rule 12b-2 of the Act).

Yes ☐ No ☒

The number of Limited Liability Company Units outstanding as of September 30, 2003 was 3,025,789.

DOCUMENTS INCORPORATED BY REFERENCE

None

Part I. FINANCIAL INFORMATION

Item 1. Financial Statements (unaudited).

ATEL CAPITAL EQUIPMENT FUND X, LLC

BALANCE SHEETS

SEPTEMBER 30, 2003 AND DECEMBER 31, 2002
(Unaudited)

ASSETS

	September 30, <u>2003</u> (Unaudited)	December 31, <u>2002</u>
Cash and cash equivalents	\$ 19,782,296	\$ 600
Prepaid syndication costs	270,101	-
Investments in leases	5,662,630	-
Total assets	<u>\$ 25,715,027</u>	<u>\$ 600</u>

LIABILITIES AND MEMBERS' CAPITAL

Accounts payable:		
Managing Member	\$ 234,670	\$ -
Other	36,658	-
Unearned operating lease income	<u>105,584</u>	<u>-</u>
Total liabilities	376,912	-
Members' capital	<u>25,338,115</u>	<u>600</u>
Total liabilities and members' capital	<u>\$ 25,715,027</u>	<u>\$ 600</u>

See accompanying notes.

ATEL CAPITAL EQUIPMENT FUND X, LLC

STATEMENTS OF OPERATIONS

**FOR THE PERIOD FROM AUGUST 22, 2002 (INCEPTION)
TO SEPTEMBER 30, 2002
AND FOR THE
NINE AND THREE MONTH PERIODS ENDED
SEPTEMBER 30, 2003
(Unaudited)**

	Periods Ended September 30, <u>2003</u>		Period Ended September 30, <u>2002</u>
	<u>Nine Months</u>	<u>Three Months</u>	
Revenues:			
Leasing activities:			
Operating leases	\$ 320,637	\$ 206,433	\$ -
Direct finance leases	15,990	15,990	-
Interest	17,582	17,495	-
Other	78	78	-
	<u>354,287</u>	<u>239,996</u>	<u>-</u>
Expenses:			
Depreciation and amortization	395,765	269,720	-
Professional fees	24,992	6,234	-
Asset management fees to Managing Member	16,656	10,625	-
Postage	16,195	8,195	-
Cost reimbursements to Managing Member	15,858	13,859	-
Other	55,694	34,550	-
	<u>525,160</u>	<u>343,183</u>	<u>-</u>
Net loss	<u>\$ (170,873)</u>	<u>\$ (103,187)</u>	<u>\$ -</u>
Net income (loss):			
Managing Member	\$ 25,412	\$ 22,618	-
Other Members	(196,285)	(125,805)	-
	<u>\$ (170,873)</u>	<u>\$ (103,187)</u>	<u>\$ -</u>
Net loss per Limited Liability Company Unit	(\$0.14)	(\$0.05)	\$0.00
Weighted average number of Units outstanding	1,410,961	2,737,770	10

See accompanying notes.

ATEL CAPITAL EQUIPMENT FUND X, LLC

STATEMENTS OF CHANGES IN MEMBERS' CAPITAL

**FOR THE PERIOD FROM AUGUST 22, 2002 (INCEPTION)
TO DECEMBER 31, 2002
AND FOR THE
NINE MONTH PERIOD ENDED
SEPTEMBER 30, 2003
(Unaudited)**

	<u>Other Members</u>		<u>Managing</u>	<u>Total</u>
	<u>Units</u>	<u>Amount</u>	<u>Member</u>	
Initial capital contributions	50	\$ 500	\$ 100	\$ 600
Balance December 31, 2002	50	500	100	600
Capital contributions	3,025,739	30,257,390	-	30,257,390
Less selling commissions to affiliates	-	(2,723,165)	-	(2,723,165)
Other syndication costs to affiliates	-	(1,685,674)	-	(1,685,674)
Distributions to Members	-	(314,651)	(25,512)	(340,163)
Net income (loss)	-	(196,285)	25,412	(170,873)
Balance September 30, 2003	<u>3,025,789</u>	<u>\$ 25,338,115</u>	<u>\$ -</u>	<u>\$ 25,338,115</u>

See accompanying notes.

ATEL CAPITAL EQUIPMENT FUND X, LLC

STATEMENTS OF CASH FLOWS

**FOR THE PERIOD FROM AUGUST 22, 2002 (INCEPTION)
TO SEPTEMBER 30, 2002
AND FOR THE
NINE AND THREE MONTH PERIODS ENDED
SEPTEMBER 30, 2003
(Unaudited)**

	Periods Ended September 30, <u>2003</u>	Period Ended September 30, <u>2002</u>
	<u>Nine Months</u>	<u>Three Months</u>
Operating activities:		
Net loss	\$ (170,873)	\$ (103,187)
Adjustments to reconcile net loss to cash provided by operating activities:		
Depreciation and amortization	395,765	269,720
Changes in operating assets and liabilities:		
Prepaid syndication costs	(270,101)	320,833
Accounts payable, Managing Member	234,670	18,680
Accounts payable, other	36,658	34,043
Unearned operating lease income	105,584	60,977
Net cash provided by operations	<u>331,703</u>	<u>601,066</u>
Investing activities:		
Purchases of equipment on operating leases	(4,975,351)	(2,793,225)
Purchases of equipment on direct financing leases	(654,526)	(654,526)
Payments of initial direct costs to Managing Member	(475,458)	(267,765)
Reduction of net investment in direct financing leases	46,940	46,940
Net cash used in investing activities	<u>(6,058,395)</u>	<u>(3,668,576)</u>
Financing activities:		
Capital contributions received	30,257,390	17,298,200
Payment of syndication costs to Managing Member	(4,408,839)	(2,794,269)
Distributions to Other Members	(314,651)	(278,957)
Distributions to Managing Member	(25,512)	(22,618)
Net cash provided by financing activities	<u>25,508,388</u>	<u>14,202,356</u>
Net increase in cash and cash equivalents	19,781,696	11,134,846
Cash and cash equivalents at beginning of period	<u>600</u>	<u>8,647,450</u>
Cash and cash equivalents at end of period	<u>\$ 19,782,296</u>	<u>\$ 19,782,296</u>

See accompanying notes.

ATEL CAPITAL EQUIPMENT FUND X, LLC

NOTES TO FINANCIAL STATEMENTS

SEPTEMBER 30, 2003
(Unaudited)

1. Summary of significant accounting policies:

Basis of presentation:

The accompanying unaudited financial statements have been prepared in accordance with accounting principles generally accepted in the United States (GAAP) for interim financial information and with instructions to Form 10-Q and Article 10 of Regulation S-X. The unaudited interim financial statements reflect all adjustments which are, in the opinion of the Managing Member, necessary to a fair statement of financial position and results of operations for the interim periods presented. All such adjustments are of a normal recurring nature. The preparation of financial statements in accordance with GAAP requires management to make estimates and assumptions that effect reported amounts in the financial statements and accompanying notes. Therefore, actual results could differ from those estimates. Operating results for the three and nine months ended September 30, 2003 are not necessarily indicative of the results for the year ending December 31, 2003.

These unaudited interim financial statements should be read in conjunction with the financial statements and notes thereto contained in the report on Form 10-K for the year ended December 31, 2002, filed with the Securities and Exchange Commission.

2. Organization and Limited Liability Company matters:

ATEL Capital Equipment Fund X, LLC (the Company) was formed under the laws of the state of California on August 12, 2002 for the purpose of acquiring equipment to engage in equipment leasing and sales activities. The Company shall continue until December 31, 2021.

The Company, or the Managing Member on behalf of the Company, will incur costs in connection with the organization, registration and issuance of the Limited Liability Company Units (Units). The amount of such costs to be borne by the Company is limited by certain provisions of the Company's Operating Agreement.

Upon the sale of the minimum amount of Units of Limited Liability Company interest (Units) of \$1,200,000 and the receipt of the proceeds thereof on April 9, 2003, the Company commenced operations.

ATEL Financial Services, LLC, an affiliated entity, acts as the Managing Member of the Company.

ATEL CAPITAL EQUIPMENT FUND X, LLC

NOTES TO FINANCIAL STATEMENTS

SEPTEMBER 30, 2003
(Unaudited)

3. Investment in leases:

The Company's investment in leases consists of the following:

	Balance December 31, <u>2002</u>	<u>Additions</u>	Depreciation / Amortization Expense or Amortization of Direct Financing <u>Leases</u>	Net Balance September 30, <u>2003</u>
Net investment in operating leases	\$ -	\$ 4,975,351	\$ (370,343)	\$ 4,605,008
Net investment in direct financing leases	-	654,526	(46,940)	607,586
Initial direct costs	-	475,458	(25,422)	450,036
	<u>\$ -</u>	<u>\$ 6,105,335</u>	<u>\$ (442,705)</u>	<u>\$ 5,662,630</u>

Operating leases:

Property on operating leases consists of the following:

	Balance December 31, <u>2002</u>	Depreciation <u>Expense</u>	<u>Additions</u>	Reclassi- fications or <u>Dispositions</u>	Net Balance September 30, <u>2003</u>
Mining	\$ -	\$ -	\$ 2,000,000	\$ -	\$ 2,000,000
Materials handling	-	-	2,793,225	-	2,793,225
Manufacturing	-	-	182,126	-	182,126
	-	-	4,975,351	-	4,975,351
Less accumulated depreciation	-	(370,343)	-	-	(370,343)
	<u>\$ -</u>	<u>\$ (370,343)</u>	<u>\$ 4,975,351</u>	<u>\$ -</u>	<u>\$ 4,605,008</u>

The average assumed residual values for assets on operating leases was 17% at September 30, 2003.

Direct financing leases:

The following lists the components of the Company's investment in direct financing leases as of September 30, 2003:

Total minimum lease payments receivable	\$ 757,668
Estimated residual values of leased equipment (unguaranteed)	-
Investment in direct financing leases	757,668
Less unearned income	(150,082)
Net investment in direct financing leases	<u>\$ 607,586</u>

All of the property on leases was acquired in 2003.

ATEL CAPITAL EQUIPMENT FUND X, LLC

NOTES TO FINANCIAL STATEMENTS

SEPTEMBER 30, 2003

(Unaudited)

3. Investment in leases (continued):

At September 30, 2003, the aggregate amounts of future minimum lease payments to be received are as follows:

	Operating Leases	Direct Financing Leases	Total
Three months ending December 31, 2003	\$ 291,776	\$ 62,929	\$ 354,705
Year ending December 31, 2004	1,167,106	251,715	1,418,821
2005	1,092,981	251,715	1,344,696
2006	599,456	191,309	790,765
2007	599,456	-	599,456
2008	349,683	-	349,683
	<u>\$ 4,100,458</u>	<u>\$ 757,668</u>	<u>\$ 4,858,126</u>

4. Related party transactions:

The terms of the Limited Company Operating Agreement provide that the Managing Member and/or affiliates are entitled to receive certain fees for equipment acquisition, management and resale and for management of the Company.

The Limited Liability Company Operating Agreement allows for the reimbursement of costs incurred by the Managing Member in providing services to the Company. Services provided include Company accounting, investor relations, legal counsel and lease and equipment documentation. The Managing Member is not reimbursed for services where it is entitled to receive a separate fee as compensation for such services, such as acquisition and management of equipment. Reimbursable costs incurred by the Managing Member are allocated to the Company based upon actual time incurred by employees working on Company business and an allocation of rent and other costs based on utilization studies.

Substantially all employees of the Managing Member record time incurred in performing services on behalf of all of the Companies serviced by the Managing Member. The Managing Member believes that the costs reimbursed are the lower of (i) actual costs incurred on behalf of the Company or (ii) the amount the Company would be required to pay independent parties for comparable administrative services in the same geographic location and are reimbursable in accordance with the Limited Liability Company Operating Agreement.

The Managing Member and/or affiliates earned fees, commissions and reimbursements, pursuant to the Limited Liability Company Operating Agreement as follows:

	Periods Ended September 30, 2003	
	Nine Months	Three Months
Selling commissions (equal to 9% of the selling price of the Limited Liability Company Units, deducted from Other Members' capital)	\$ 2,723,165	\$ 1,556,838
Reimbursement of other syndication costs to Managing Member, deducted from Other Members' capital	1,685,674	1,237,431
Asset management fees to Managing Member	16,656	10,625
Costs reimbursed to Managing Member	15,858	13,859
	<u>\$ 4,441,353</u>	<u>\$ 2,818,753</u>

ATEL CAPITAL EQUIPMENT FUND X, LLC

NOTES TO FINANCIAL STATEMENTS

SEPTEMBER 30, 2003
(Unaudited)

5. Members' capital:

As of September 30, 2003, 3,025,789 Units were issued and outstanding. The Company is authorized to issue up to 15,000,050 Units.

The Company's Net Income, Net Losses, and Distributions, as defined in the Limited Liability Company Operating Agreement, are to be allocated 92.5% to the Other Members and 7.5% to the Managing Member.

Distributions to the Other Members were as follows in the periods ended September 30, 2003:

	Periods Ended September 30,	
	<u>2003</u>	
	<u>Nine Months</u>	<u>Three Months</u>
Distributions	\$ 314,651	\$ 278,957
Weighted average number of Units outstanding	1,410,961	2,737,770
Weighted average distributions per Unit	\$0.22	\$0.10

6. Commitments:

As of September 30, 2003, the Company had no outstanding commitments to purchase lease equipment.

Item 2. Management's Discussion and Analysis of Financial Condition and Results of Operations

Statements contained in this Item 2, "Management's Discussion and Analysis of Financial Condition and Results of Operations," and elsewhere in this Form 10-Q, which are not historical facts, may be forward-looking statements. Such statements are subject to risks and uncertainties that could cause actual results to differ materially from those projected. Investors are cautioned not to attribute undue certainty to these forward-looking statements, which speak only as of the date of this Form 10-Q. We undertake no obligation to publicly release any revisions to these forward-looking statements to reflect events or circumstances after the date of this Form 10-Q or to reflect the occurrence of unanticipated events, other than as required by law.

Capital Resources and Liquidity

During the first three quarters of 2003, the Company's primary activities were raising funds through its offering of Limited Liability Company Units (Units) and engaging in equipment leasing activities. Through September 30, 2003, the Company had received subscriptions for 3,025,789 Units (\$30,257,890). As of September 30, 2003, all of those Units were issued and outstanding.

During the funding period, the Company's primary source of liquidity is subscription proceeds from the public offering of Units. The liquidity of the Company will vary in the future, increasing to the extent cash flows from leases exceed expenses, and decreasing as lease assets are acquired, as distributions are made to the Members and to the extent expenses exceed cash flows from leases.

As another source of liquidity, the Company has contractual obligations with lessees for fixed lease terms at fixed rental amounts. As the initial lease terms expire, the Company will re-lease or sell the equipment. The future liquidity beyond the contractual minimum rentals will depend on the Managing Member's success in re-leasing or selling the equipment as it comes off lease.

The Company anticipates reinvesting a portion of lease payments from owned assets on lease in new leasing transactions. Such reinvestment will occur only after the payment of all obligations, including debt service (both principal and interest), the payment of management and acquisition fees to the Managing Member and providing for cash distributions to the members.

The Company currently has available adequate reserves to meet contingencies, but in the event those reserves were found to be inadequate, the Company would likely be in a position to borrow against its current portfolio to meet such requirements. The Managing Member envisions no such requirements for operating purposes.

No commitments of capital have been or are expected to be made other than for the acquisition of additional equipment. As of September 30, 2003, there were no such commitments.

If inflation in the general economy becomes significant, it may affect the Company inasmuch as the residual (resale) values and rates on re-leases of the Company's leased assets may increase as the costs of similar assets increase. However, the Company's revenues from existing leases would not increase, as such rates are generally fixed for the terms of the leases without adjustment for inflation.

If interest rates increase significantly, the lease rates that the Company can obtain on future leases will be expected to increase as the cost of capital is a significant factor in the pricing of lease financing. Leases already in place, for the most part, would not be affected by changes in interest rates.

Cash Flows

During the first nine months of 2003, the Company's primary source of liquidity was the proceeds of its offering of Units.

In 2003, the primary source of cash from operations was rents from operating leases.

In 2003, the only source of cash from investing activities was rents from direct financing leases. Uses of cash for investing activities consisted of cash used to purchase operating and direct financing lease assets and payments of initial direct costs associated with the lease asset purchases.

In 2003, the primary source of cash from financing activities was the proceeds of the Company's public offering of Units of Limited Liability Company interest. Financing uses of cash consisted of payments of syndication costs associated with the offering and distributions to the members.

Results of operations

In 2003, operations resulted in a net loss of \$170,873 for the nine month period and \$103,187 for the three month period. The Company's primary source of revenues is from operating leases. Depreciation is related to operating lease assets and thus, to operating lease revenues. Operating lease revenues and depreciation expense are expected to increase in future periods as acquisitions continue. Revenues from direct financing leases are also expected to increase in future periods as lease asset acquisitions continue.

Asset management fees are based on the gross lease rents of the Company plus proceeds from the sales of lease assets. Such fees are limited to certain percentages of lease rents, distributions to members and certain other items. As assets are acquired, lease rents are collected and distributions are made to the members, these fees are expected to increase.

Results of operations in future periods are expected to vary considerably from those of the first nine months of 2003 as the Company continues to acquire significant amounts of lease assets.

Item 3. Quantitative and Qualitative Disclosures of Market Risk.

The Company, like most other companies, is exposed to certain market risks, including primarily changes in interest rates. The Company believes its exposure to other market risks, including foreign currency exchange rate risk, commodity risk and equity price risk, are insignificant to both its financial position and results of operations.

In general, the Company expects to manage its exposure to interest rate risk by obtaining fixed rate debt. The fixed rate debt will be structured so as to match the cash flows required to service the debt to the payment streams under fixed rate lease receivables. The payments under the leases will be assigned to the lenders in satisfaction of the debt. Furthermore, the Managing Member, in connection with other funds it manages or has managed, has historically been able to maintain a stable spread between its cost of funds and lease yields in both periods of rising and falling interest rates. Nevertheless, the Company expects to frequently fund leases with a floating interest rate line of credit and will, therefore, be exposed to interest rate risk until fixed rate financing is arranged, or the floating interest rate line of credit is repaid. As of September 30, 2003, the Company had no outstanding balances subject to floating interest rates.

Item 4. Controls and procedures.

Internal Controls

As of September 30, 2003, an evaluation was performed under the supervision and with the participation of the Company's management, including the CEO and CFO of the Managing Member, of the effectiveness of the design and operation of the Company's disclosure controls and procedures. Based on that evaluation, the Company's management, including the CEO and CFO of the Managing Member, concluded that the Company's disclosure controls and procedures were effective as of September 30, 2003. There have been no significant changes in the Company's internal controls or in other factors that could significantly affect internal controls subsequent to September 30, 2003.

Changes in internal controls

There have been no significant changes in our internal controls or in other factors that could significantly affect our disclosure controls and procedures subsequent to the evaluation date, nor were there any significant deficiencies or material weaknesses in our internal controls.

Evaluation of disclosure controls and procedures

Under the supervision and with the participation of our management, including the CEO and CFO, an evaluation of the effectiveness of the design and operation of the Company's disclosure controls and procedures, as defined in Rules 240.13a-14(c) and 15d-14(c) under the Securities Exchange Act of 1934 was performed as of a date within ninety days before the filing date of this quarterly report. Based upon this evaluation, the CEO and CFO of the Managing Member concluded that, as of the evaluation date, our disclosure controls and procedures were effective for the purposes of recording, processing, summarizing and timely reporting information required to be disclosed by us in the reports that we file under the Securities Exchange Act of 1934 and that such information is accumulated and communicated to our management in order to allow timely decisions regarding required disclosure.

PART II. OTHER INFORMATION

Item 1. Legal Proceedings.

Inapplicable.

Item 2. Changes In Securities.

Inapplicable.

Item 3. Defaults Upon Senior Securities.

Inapplicable.

Item 4. Submission Of Matters To A Vote Of Security Holders.

Inapplicable.

Item 5. Other Information.

Information provided pursuant to § 228.701 (Item 701(f))(formerly included in Form SR):

- (1) Effective date of the offering: March 12, 2003; File Number: 333-100452
- (2) Offering commenced: March 12, 2003
- (3) The offering did not terminate before any securities were sold.
- (4) The offering has not been terminated prior to the sale of all of the securities.
- (5) The managing underwriter is ATEL Securities Corporation.
- (6) The title of the registered class of securities is "Units of Limited Liability Company interest."

(7) Aggregate amount and offering price of securities registered and sold as of October 31, 2003:

<u>Title of Security</u>	<u>Amount Registered</u>	<u>Aggregate price of offering amount registered</u>	<u>Amount sold</u>	<u>Aggregate price of offering amount sold</u>
Limited Liability Company units	15,000,000	\$ 150,000,000	3,587,041	\$ 35,870,410

(8) Costs incurred for the issuers account in connection with the issuance and distribution of the securities registered for each category listed below:

	<u>Direct or indirect payments to directors, officers, Managing Member of the issuer or their associates; to persons owning ten percent or more of any class of equity securities of the issuer; and to affiliates of the issuer</u>	<u>Direct or indirect payments to others</u>	<u>Total</u>
Underwriting discounts and commissions	\$ 538,056	\$ 2,690,281	\$ 3,228,337
Other expenses	-	2,043,520	2,043,520
Total expenses	<u>\$ 538,056</u>	<u>\$ 4,733,801</u>	<u>\$ 5,271,857</u>

(9) Net offering proceeds to the issuer after the total expenses in item 8: \$ 30,598,553

(10) The amount of net offering proceeds to the issuer used for each of the purposes listed below:

	<u>Direct or indirect payments to directors, officers, Managing Member of the issuer or their associates; to persons owning ten percent or more of any class of equity securities of the issuer; and to affiliates of the issuer</u>	<u>Direct or indirect payments to others</u>	<u>Total</u>
Purchase and installation of machinery and equipment	\$ 507,203	\$ 29,911,998	\$ 30,419,201
Working capital	-	179,352	179,352
	<u>\$ 507,203</u>	<u>\$ 30,091,350</u>	<u>\$ 30,598,553</u>

(11) The use of the proceeds in Item 10 does not represent a material change in the uses of proceeds described in the prospectus.

Item 6. Exhibits And Reports On Form 8-K.

(a) Documents filed as a part of this report

1. Financial Statements

Included in Part I of this report:

Balance Sheets, September 30, 2003 and December 31, 2002.

Statements of operations for the period from August 22, 2002 (inception) to September 30, 2002 and for the nine and three month periods ended September 30, 2003.

Statements of changes in members' capital for the period from August 22, 2002 (inception) to December 31, 2002 and for the nine month period ended September 30, 2003.

Statements of cash flows for the period from August 22, 2002 (inception) to September 30, 2002 and for the nine and three month periods ended September 30, 2003.

Notes to the Financial Statements

2. Financial Statement Schedules

All other schedules for which provision is made in the applicable accounting regulations of the Securities and Exchange Commission are not required under the related instructions or are inapplicable, and therefore have been omitted.

3. Other Exhibits

99.1 Certification of Paritosh K. Choksi

99.2 Certification of Dean L. Cash

99.3 Certification Pursuant to 18 U.S.C. section 1350 of Dean L. Cash

99.4 Certification Pursuant to 18 U.S.C. section 1350 of Paritosh K. Choksi

(b) Report on Form 8-K

None

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned thereunto duly authorized.

Date:
November 12, 2003

ATEL CAPITAL EQUIPMENT FUND X, LLC (Registrant)

By: ATEL Financial Services LLC
Managing Member of Registrant

By: /s/ DEAN L. CASH
Dean L. Cash
President and Chief Executive Officer
of Managing Member

By: /s/ PARITOSH K. CHOKSI
Paritosh K. Choksi
Principal Financial Officer
of Registrant

By: /s/ DONALD E. CARPENTER
Donald E. Carpenter
Principal Accounting
Officer of Registrant

CERTIFICATIONS

I, Paritosh K. Choksi, certify that:

1. I have reviewed this quarterly report on Form 10-Q of ATEL Capital Equipment Fund X, LLC;
2. Based on my knowledge, this quarterly report does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this quarterly report;
3. Based on my knowledge, the financial statements, and other financial information included in this quarterly report, fairly present in all material respects the financial condition, results of operations and cash flows of the registrant as of, and for, the periods presented in this quarterly report;
4. The registrant's other certifying officers and I are responsible for establishing and maintaining disclosure controls and procedures (as defined in Exchange Act Rules 13a-14 and 15d-14) for the registrant and have:
 - a) designed such disclosure controls and procedures to ensure that material information relating to the registrant, including its consolidated subsidiaries, is made known to us by others within those entities, particularly during the period in which this quarterly report is being prepared;
 - b) evaluated the effectiveness of the registrant's disclosure controls and procedures as of a date within 90 days prior to the filing date of this quarterly report (the "Evaluation Date"); and
 - c) presented in this quarterly report our conclusions about the effectiveness of the disclosure controls and procedures based on our evaluation as of the Evaluation Date;
5. The registrant's other certifying officers and I have disclosed, based on our most recent evaluation, to the registrant's auditors and the audit committee of registrant's board of directors (or persons performing the equivalent functions):
 - a) all significant deficiencies in the design or operation of internal controls which could adversely affect the registrant's ability to record, process, summarize and report financial data and have identified for the registrant's auditors any material weaknesses in internal controls; and
 - b) any fraud, whether or not material, that involves management or other employees who have a significant role in the registrant's internal controls; and
6. The registrant's other certifying officers and I have indicated in this quarterly report whether there were significant changes in internal controls or in other factors that could significantly affect internal controls subsequent to the date of our most recent evaluation, including any corrective actions with regard to significant deficiencies and material weaknesses.

Date: November 12, 2003

/s/ PARITOSH K. CHOKSI

Paritosh K. Choksi

Principal Financial Officer of Registrant,

Executive Vice President of Managing Member

CERTIFICATIONS

I, Dean L. Cash, certify that:

1. I have reviewed this quarterly report on Form 10-Q of ATEL Capital Equipment Fund X, LLC;
2. Based on my knowledge, this quarterly report does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this quarterly report;
3. Based on my knowledge, the financial statements, and other financial information included in this quarterly report, fairly present in all material respects the financial condition, results of operations and cash flows of the registrant as of, and for, the periods presented in this quarterly report;
4. The registrant's other certifying officers and I are responsible for establishing and maintaining disclosure controls and procedures (as defined in Exchange Act Rules 13a-14 and 15d-14) for the registrant and have:
 - a) designed such disclosure controls and procedures to ensure that material information relating to the registrant, including its consolidated subsidiaries, is made known to us by others within those entities, particularly during the period in which this quarterly report is being prepared;
 - b) evaluated the effectiveness of the registrant's disclosure controls and procedures as of a date within 90 days prior to the filing date of this quarterly report (the "Evaluation Date"); and
 - c) presented in this quarterly report our conclusions about the effectiveness of the disclosure controls and procedures based on our evaluation as of the Evaluation Date;
5. The registrant's other certifying officers and I have disclosed, based on our most recent evaluation, to the registrant's auditors and the audit committee of registrant's board of directors (or persons performing the equivalent functions):
 - a) all significant deficiencies in the design or operation of internal controls which could adversely affect the registrant's ability to record, process, summarize and report financial data and have identified for the registrant's auditors any material weaknesses in internal controls; and
 - b) any fraud, whether or not material, that involves management or other employees who have a significant role in the registrant's internal controls; and
6. The registrant's other certifying officers and I have indicated in this quarterly report whether there were significant changes in internal controls or in other factors that could significantly affect internal controls subsequent to the date of our most recent evaluation, including any corrective actions with regard to significant deficiencies and material weaknesses.

Date: November 12, 2003

/s/ DEAN L. CASH

Dean L. Cash

President and Chief Executive Officer of
Managing Member

**CERTIFICATION PURSUANT TO
18 U.S.C. SECTION 1350,
AS ADOPTED PURSUANT TO
SECTION 906 OF THE SARBANES-OXLEY ACT OF 2002**

In connection with the Quarterly report on Form 10-Q of ATEL Capital Equipment Fund X, LLC, (the "Company") for the period ended September 30, 2003 as filed with the Securities and Exchange Commission on the date hereof (the "Report"), and pursuant to 18 U.S.C. §1350, as adopted pursuant to §906 of the Sarbanes-Oxley Act of 2002, I, Dean L. Cash, Chief Executive Officer of ATEL Financial Services, LLC, managing member of the Company, hereby certify that:

1. The Report fully complies with the requirements of section 13(a) or 15(d) of the Securities Exchange Act of 1934; and
2. The information contained in the Report fairly presents, in all material respects, the financial condition and results of operations of the Company.

Date: November 12, 2003

/s/ DEAN L. CASH
Dean L. Cash
President and Chief Executive
Officer of Managing Member

**CERTIFICATION PURSUANT TO
18 U.S.C. SECTION 1350,
AS ADOPTED PURSUANT TO
SECTION 906 OF THE SARBANES-OXLEY ACT OF 2002**

In connection with the Quarterly report on Form 10-Q of ATEL Capital Equipment Fund X, LLC, (the "Company") for the period ended September 30, 2003 as filed with the Securities and Exchange Commission on the date hereof (the "Report"), and pursuant to 18 U.S.C. §1350, as adopted pursuant to §906 of the Sarbanes-Oxley Act of 2002, I, Paritosh K. Choksi, Chief Financial Officer of ATEL Financial Services, LLC, managing member of the Company, hereby certify that:

1. The Report fully complies with the requirements of section 13(a) or 15(d) of the Securities Exchange Act of 1934; and
2. The information contained in the Report fairly presents, in all material respects, the financial condition and results of operations of the Company.

Date: November 12, 2003

/s/ PARITOSH K. CHOKSI
Paritosh K. Choksi
Executive Vice President of Managing
Member, Principal Financial Officer of Registrant