



## Earnings Presentation

Fourth Quarter ended December 31, 2013

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# Our Current View of the Market

## Current Market Trends in the Overall Loan Market and Middle-Market

- Strong technicals, including low default rates and positive investor sentiment, drove demand for leveraged loans to record levels in 2013.
- Volume was primarily driven by refinancing and recapitalization activity.
- Increases in leverage and spread compression year-over-year in the overall leveraged loan market reflected this increase in available capital.
- Volumes in the middle-market have also increased from the prior year, though primarily as a result of increased leveraged buyouts, refinancing and recapitalization activity.
- While we have observed some spread compression and increased leverage in the upper middle-market, these trends have not impacted the lower middle-market to the same extent.

## Current Market Trends in the Lower Middle Market

- There continues to be a scarcity of capital in the lower middle-market as many traditional lenders to these companies have exited the business due to regulatory restrictions.
- Slow GDP growth translates into lack of demand for money, and therefore, softness in private company borrowing.
- Many competitors have moved up-market to focus their attention on larger borrowers as fund sizes increased.
- We have seen banks and other non-bank finance companies begin to participate in select one-off financings as a result of the increase in available capital.
- Lower middle-market opportunities continue to command better pricing and structures than in the broadly syndicated market and upper middle-market.

# Our Core Portfolio

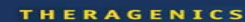
## Macro Trends in Our Core Portfolio

- Core volume outpaced the prior quarter with \$82.4 million of core additions compared to \$38.8 million in the prior quarter (average of \$77.2 million per quarter since our IPO).
- Core investments as a % of our overall portfolio increased to 68.0% in the 4<sup>th</sup> quarter from 57.2% in the 3<sup>rd</sup> quarter.
- Weighted average yield of core deals closed during the quarter was 11.1% (weighted average yield of 11.3% of core deals closed since our IPO).
- Portfolio credit quality and leverage multiples remain stable and in line with prior quarters. No investments currently on non-accrual.
- Sponsor business is more active than financings to private companies.
- Club business continues to be strong, although club pricing is tighter relative to origination and non-traditional lending deals.
- Syndications continue to facilitate reciprocal deal flow and allow for engineering of deal structures to meet our yield hurdles.
- We are well positioned in the consumer lending market particularly the peer-to-peer lending segment.
- Garrison's broad platform has enabled us to evaluate and execute on several non-traditional lending opportunities (e.g. real estate bridge loan, equipment leases and out of favor sectors).

## Transactions of Note

- New originations and club deals during the 4<sup>th</sup> quarter totaled \$50.9 million of par value compared with \$30.2 million in the 3<sup>rd</sup> quarter:
  - PD Products: Provided acquisition financing, sourced through a close sponsor relationship.
  - Affirmative Insurance Holdings: Participated in the refinance of the company's credit facility, sourced through our relationship with their bank.
  - Theragenics: Partnered with a major financial services company to provide financing for the take private transaction of a medical device company.
  - Compass: First lien term loan sourced through a club partnership.
  - Vistronix: Provided acquisition financing to a national security information company with a lending club partner.
  - Radiation Therapy: Partnered with a major financial services company to finance a company's equipment purchases.

# Select Q4 2013 Core Loan Portfolio Additions



| Business Overview               | Manufacturer and distributor of proprietary novelty products    | Distributor and producer of personal automobile insurance policies | Manufacturer of medical devices (surgical products & prostate cancer treatment) |
|---------------------------------|---|--|---|
| Date Closed/<br>Tenor           | 10/4/2013<br>5 Year Deal  | 10/23/2013<br>2.5yr Deal   | 12/18/2013<br>3 Year Deal   |
| Interest Rate                   | L+1050 with a 1.50% Floor and 2.00% upfront fee                 | L+725 with a 1.25% Floor and 5.00% upfront fee                     | L+1025 with a 1.25% Floor and 2.00% upfront fee                                 |
| Asset Type                      | Term Loan & Revolver – First Lien                               | Term Loan – First Lien   | Term Loan – First Lien  |
| Invested / Global facility size | Term Loan: \$10.5mm / \$42.0mm*<br>Revolver: \$1.6mm / \$5.0mm* | Term Loan: \$8.0mm TL / \$39.0mm*                                  | Term Loan: \$9.9mm / \$39.5mm*<br>Equity: \$0.6mm / \$21.2mm*                   |
| Origination Source              | Originated  | Club   | Originated  |
| Call protection                 | 103/102/101   | 103/102/101  | 103/102/101   |
| Leverage (Debt/ EBITDA)**       | 2.9x  | 2.5x   | 4.2x  |

# Select Q4 2013 Core Loan Portfolio Additions



|  |  |   |  |
|--|--|---|--|
| <b>Business Overview</b>                   | Manufacturer of safety-critical automotive components            | Mission assurance and national security information company           | Provider of advanced radiation therapy services to cancer patients |
| <b>Date Closed/<br/>Tenor</b>              | 12/18/2013<br>3 Year Deal  | 12/23/2013<br>5 Year Deal   | 12/31/2013<br>3 Year Deal  |
| <b>Interest Rate</b>                       | L+800 with a 1.00% Floor and 0.75% upfront fee                   | L+750 with a 1.00% Floor and 1.00% upfront fee                        | 12.0%  |
| <b>Asset Type</b>                          | Term Loan & Delayed Draw<br>Term Loan – First Lien               | Term Loan & Revolver – First<br>Lien                                  | Term Loan – First Lien   |
| <b>Invested / Global<br/>facility size</b> | Term Loan:<br>\$7.6mm / \$29.3mm*<br>DDTL:<br>\$0.3mm / \$1.0mm* | Term Loan:<br>\$10.5mm / \$62.0mm*<br>Revolver:<br>\$1.6mm / \$5.0mm* | Term Loan:<br>\$3.3mm / \$5.0mm*                                   |
| <b>Origination<br/>Source</b>              | Club   | Club  | Originated   |
| <b>Call protection</b>                     | 102/101  | 102/101   | NA   |
| <b>Leverage (Debt/<br/>EBITDA)**</b>       | 2.3x   | 4.5x  | 1.7x   |

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\* Portion of the facility held by an affiliate of the Company and other lenders.

\*\* Represents leverage through tranche as of December 31, 2013.

# Q4 2013 Highlights

## Earnings

- Net increase in net assets from operations of \$6.7 million or \$0.40 per share compared with \$6.7 million or \$0.40 per share in Q3 2013.
  - Net investment income of \$5.3 million or \$0.32 per share compared with \$5.9 million or \$0.35 per share in Q3 2013.
    - Pre-incentive net investment income of \$6.4 million or \$0.38 per share – Q4 2013 was the first quarter post-full incentive fee waiver/management fee waiver.
  - Net realized losses of \$(0.7) million or \$(0.04) per share.
    - Realized losses in the amount of \$(1.4) million were as a result of the sale of one investment that was written down prior to the IPO offset by \$0.7 million of realized gains on the remaining portfolio.
  - Net change in unrealized appreciation of investments of \$2.1 million or \$0.12 per share.
    - Reversal of unrealized depreciation in the amount of \$1.6 million as a result of the sale of one investment.
    - Reversal of unrealized appreciation in the amount \$(0.7) million as a result of sale of one investment and the early full repayment of nine investments.
    - \$1.2 million as a result of appreciation on the remaining portfolio.
- Paid a Q4 2013 dividend of \$0.35 per share and declared a Q1 2014 dividend of \$0.35 per share payable on March 28, 2014.
- The Investment Adviser waived \$0.3 million of incentive fees in Q4 2013 in order to ensure that net investment income per share plus net realized gains per share for the quarter were equal to \$0.35 per share. <sup>(1)</sup>
- The Investment Adviser intends to waive a portion of its incentive fee in Q2 2014 if total net investment income and net realized gains per share for Q1 2014 and Q2 2014 do not result in combined earnings of \$0.70 per share. <sup>(1)</sup>

# Q4 2013 Highlights

## Funding

- Closed on a \$15.0 million revolving facility for GLC Trust 2013-2<sup>(1)</sup> with Capital One Bank, NA

|  | 9/30/2013<br>(unaudited) | Interest Rate             | 12/31/2013         | Interest Rate             |
|--|--------------------------|---------------------------|--------------------|---------------------------|
| <i>(In thousands, except per share data)</i> |                          |                           |                    |                           |
| Class A-1R Notes                             | \$ 50,000,000            | CP <sup>(2)</sup> + 1.90% | \$ 50,000,000      | CP <sup>(2)</sup> + 1.90% |
| Class A-1T Notes                             | 111,175,000              | LIBOR + 1.80%             | 111,175,000        | LIBOR + 1.80%             |
| Class A-2 Notes                              | 24,150,000               | LIBOR + 3.40%             | 24,150,000         | LIBOR + 3.40%             |
| Class B Notes                                | 25,025,000               | LIBOR + 4.65%             | 25,025,000         | LIBOR + 4.65%             |
| GLC Trust 2013-2 Revolving Note              | -                        |                           | 9,741,676          | LIBOR + 3.50%             |
| <b>Total Liabilities</b>                     | <b>210,350,000</b>       |                           | <b>220,091,676</b> |                           |
| <b>Total Net Assets (rounded)</b>            | <b>250,000,000</b>       |                           | <b>254,000,000</b> |                           |
| <b>Total Assets</b>                          | <b>460,350,000</b>       |                           | <b>474,091,676</b> |                           |
| <b>Leverage Ratio</b>                        | <b>0.84x</b>             |                           | <b>0.87x</b>       |                           |

- Increased our leverage from \$210.4 million in Q3 2013 to \$220.1 million in Q4 2013; current leverage of 0.87x based on sale of additional \$22.0 million of Class A-1T Notes sold and the addition of the GLC Trust 2013-2 revolving facility.
- Weighted average effective interest rate, including the effects of amortization and discount, of 3.0%.



# Q4 2013 Highlights

## Liquidity

- Executed originations and purchases of investments and draws on previously unfunded revolvers in the amount of \$92.3 million during the quarter, \$80.3 million of which was in our Core portfolio.<sup>(1)</sup>
- Realized sales or repayments of investments in the amount of \$76.5 million during the quarter, \$50.9 million which was in our Transitory portfolio.<sup>(2)</sup>
- As of December 31, 2013, we had cash and cash equivalents of \$41.6 million.
- Transitory portfolio with a market value as of December 31, 2013 totaling \$137.5 million compared to \$176.0 million as of September 30, 2013.
- Submission of our management assessment questionnaire with the U.S. Small Business Administration in Q4 2013.

# Q4 2013 Portfolio Highlights

## Portfolio Activity – Core <sup>(1)</sup>

- Total additions to our core portfolio totaling \$82.4 million of par (cost of \$80.3 million).
  - Closed eight new investments in our core portfolio totaling \$60.1 million of par (cost of \$58.1 million).
    - Three totaling \$24.8 million of par (cost of \$24.3 million) were originations.
    - Three totaling \$26.1 million of par (cost of \$25.5 million) were club deals.
    - Two totaling \$9.2 million of par (cost of \$8.3 million) were purchased loans.
  - \$8.4 million of additional par (cost of \$8.4 million) represents an upsize to two of our existing originations.
  - \$5.0 million of additional par (cost of \$4.9 million) represents an upsize to one of our existing purchased loans.
  - \$8.9 million of additional par (cost of \$8.9 million) represents additional investments in consumer loans with projected unlevered returns (net of estimated credit losses) of approximately 11.0%.
- Average new loan size of approximately \$10.3 million with a weighted average yield of 11.1%.

## Portfolio Activity – Transitory <sup>(2)</sup>

- Purchased six new investments in our transitory portfolio totaling \$9.1 million of par (cost of \$9.1 million) and added \$2.9 million of par (cost of \$2.9 million) to existing investments. Four of the six investments were purchased and sold in the same month.
- Early full repayments on seven loans totaling par of \$34.5 million, sales of six loans totaling par of \$13.7 million and other partial repayments totaling par of \$4.1 million, resulted in a \$(0.7) million net realized loss for the period.

# Current and Historical Investment Portfolio Composition

| Portfolio characteristics (\$ in millions)        | Q4 2013 | Q3 2013 | Q2 2013 | Q1 2013 | Q4 2012 |
|---|---------|---------|---------|---------|---------|
| Total Market Value                                | \$429.1 | \$411.5 | \$418.1 | \$278.9 | \$220.1 |
| Number of portfolio companies                     | 70      | 71      | 83      | 63      | 49      |
| Average investment size <sup>(1)</sup>            | \$5.0   | \$5.1   | \$4.7   | \$4.4   | \$4.3   |
| Weighted average yield <sup>(2) (3)</sup>         | 9.8%    | 9.5%    | 8.8%    | 8.9%    | 9.6%    |
| Weighted average price <sup>(1)</sup>             | 99.2    | 98.6    | 97.1    | 96.4    | 93.0    |
| First lien  | 88.1%   | 90.8%   | 93.8%   | 95.2%   | 98.7%   |
| Second lien                                       | 4.3%    | 3.3%    | 3.3%    | 4.7%    | 1.2%    |
| Mezzanine   | 1.7%    | 1.7%    | 0.0%    | 0.0%    | 0.0%    |
| Consumer loans                                    | 3.9%    | 2.2%    | 1.2%    | 0.0%    | 0.0%    |
| Equity  | 2.0%    | 1.9%    | 1.7%    | 0.1%    | 0.1%    |
| Core  | 68.0%   | 57.2%   | 48.3%   | 36.7%   | N/A     |
| Transitory  | 32.0%   | 42.8%   | 51.7%   | 63.3%   | N/A     |
| Originated <sup>(4)</sup>                         | 32.3%   | 26.3%   | 16.0%   | 17.1%   | 19.5%   |
| Club <sup>(5)</sup>                               | 15.8%   | 15.0%   | 12.8%   | 6.2%    | 7.8%    |
| Purchased   | 51.9%   | 58.7%   | 71.2%   | 76.7%   | 72.6%   |
| Fixed <sup>(1)</sup>                              | 5.0%    | 4.1%    | 1.7%    | 2.6%    | 3.3%    |
| Floating <sup>(1)</sup>                           | 95.0%   | 95.9%   | 98.3%   | 97.4%   | 96.7%   |
| Performing <sup>(1)</sup>                         | 100.0%  | 98.9%   | 98.8%   | 99.7%   | 99.0%   |
| Non-performing <sup>(1)</sup>                     | 0.0%    | 1.1%    | 1.2%    | 0.3%    | 1.0%    |
| Weighted average debt / EBITDA <sup>(1) (2)</sup> | 3.6x    | 3.7x    | 3.8x    | 3.6x    | 3.5x    |
| Weighted average risk rating                      | 2.21    | 2.21    | 2.17    | 2.18    | 2.26    |

<sup>(1)</sup> Excludes consumer loans and equity investments. Sold remaining non-performing loan during Q4 2013 at a price greater than our value at the time of our IPO.

<sup>(2)</sup> Excludes investments with a risk rating of 4, unfunded revolvers and equity investments.

<sup>(3)</sup> Excludes the impact of HC Cable Opco, LLC at June 30, 2013.

<sup>(4)</sup> Originated positions include investments where we have sourced and led the execution of the deal.

<sup>(5)</sup> Club positions include investments where we provide direct lending to a borrower with one or two other lenders but did not lead the deal.

# Portfolio Activity for the Quarter Ended December 31, 2013

| <b>Core Portfolio</b>                          | <b>As of<br/>September 30, 2013</b> | <b>Originated / Purchased<br/>in Q4 2013</b> | <b>Repayments / Sales<br/>in Q4 2013 <sup>(1)</sup></b> | <b>As of<br/>December 31, 2013</b> |
|--|-------------------------------------|--|---|------------------------------------|
| Total Par value <sup>(2)</sup>                 | \$235.5                             | \$82.4                                       | (\$25.6)  | \$292.3                            |
| Number of Portfolio Companies <sup>(3)</sup>   | 31                                  | 8  | (2)   | 37                                 |
| Average Investment Size                        | \$7.6                               | \$10.3                                       | (\$12.8)  | \$7.9                              |
| Weighted Average Yield <sup>(4)(5)(6)(7)</sup> | 11.0%                               | 11.1%  | 11.5%   | 10.9%                              |

| <b>Transitory Portfolio</b>                  | <b>As of<br/>September 30, 2013</b> | <b>Positions Added<br/>in Q4 2013</b> | <b>Repayments / Sales<br/>in Q4 2013 <sup>(1)</sup></b> | <b>As of<br/>December 31, 2013</b> |
|--|-------------------------------------|---------------------------------------|---|------------------------------------|
| Total Par value <sup>(2)</sup>               | \$180.0                             | \$12.0                                | (\$52.3)  | \$139.7                            |
| Number of Portfolio Companies <sup>(3)</sup> | 40                                  | 6                                     | (13)  | 33                                 |
| Average Investment Size                      | \$4.5                               | \$2.0                                 | (\$4.0)   | \$4.2                              |
| Weighted Average Yield <sup>(4)(5)(7)</sup>  | 7.5%                                | 6.0%                                  | 7.7%  | 7.6%                               |

| <b>Total Portfolio</b>                         | <b>As of<br/>September 30, 2013</b> | <b>Originated / Purchased<br/>in Q4 2013</b> | <b>Repayments / Sales<br/>in Q4 2013 <sup>(1)</sup></b> | <b>As of<br/>December 31, 2013</b> |
|--|-------------------------------------|--|---|------------------------------------|
| Total Par value                                | \$415.5                             | \$94.5                                       | (\$77.9)  | \$432.0                            |
| Number of Portfolio Companies <sup>(3)</sup>   | 71                                  | 14   | (15)  | 70                                 |
| Average Investment Size                        | \$5.9                               | \$6.7  | (\$5.2)   | \$6.2                              |
| Weighted Average Yield <sup>(4)(5)(6)(7)</sup> | 9.5%                                | 10.5%  | 9.1%  | 9.8%                               |

<sup>(1)</sup> Change in total par value includes partial principal repayments.

<sup>(2)</sup> Includes only funded portion of par for unfunded revolvers.

<sup>(3)</sup> Excludes add-on investments with existing portfolio companies.

<sup>(4)</sup> Excludes investments with a risk rating of 4, unfunded revolvers and equity investments.

<sup>(5)</sup> Activity between September 30, 2013 and December 31, 2013 does not reflect changes in market yields on existing positions or partial principal repayments.

<sup>(6)</sup> Excludes the impact of HC Cable Opco at June 30, 2013, LLC.

<sup>(7)</sup> Excludes same day purchases/sales.

# Summary of Investment Activity Since Quarter End

| <b>Core Portfolio</b>                          | <b>As of<br/>December 31, 2013</b> | <b>Originated / Purchased<br/>in Q1 2014</b> | <b>Repayments / Sales<br/>in Q1 2014 <sup>(1)</sup></b> | <b>Pro Forma<br/>March 31, 2014</b> |
|--|------------------------------------|--|---|-------------------------------------|
| Total Par value <sup>(2)</sup>                 | \$292.3                            | \$30.7                                       | (\$9.5)   | \$313.4                             |
| Number of Portfolio Companies <sup>(3)</sup>   | 37                                 | 2  | (2)   | 37                                  |
| Average Investment Size                        | \$7.9                              | \$15.3                                       | \$4.8   | \$8.5                               |
| Weighted Average Yield <sup>(4)(5)(6)(7)</sup> | 10.9%                              | 11.4%  | 11.5%   | 11.0%                               |
| <b>Transitory Portfolio</b>                    | <b>As of<br/>December 31, 2013</b> | <b>Positions Added<br/>in Q1 2014</b>        | <b>Repayments / Sales<br/>in Q1 2014 <sup>(1)</sup></b> | <b>Pro Forma<br/>March 31, 2014</b> |
| Total Par value <sup>(2)</sup>                 | \$139.7                            | \$3.7  | (\$16.0)  | \$127.4                             |
| Number of Portfolio Companies <sup>(3)</sup>   | 33                                 | 3  | (4)   | 32                                  |
| Average Investment Size                        | \$4.2                              | (\$1.2)                                      | \$4.0   | \$4.0                               |
| Weighted Average Yield <sup>(4)(5)</sup>       | 7.6%                               | 5.9%   | 7.1%  | 7.6%                                |
| <b>Total Portfolio</b>                         | <b>As of<br/>December 31, 2013</b> | <b>Originated / Purchased<br/>in Q1 2014</b> | <b>Repayments / Sales<br/>in Q1 2014 <sup>(1)</sup></b> | <b>Pro Forma<br/>March 31, 2014</b> |
| Total Par value                                | \$432.0                            | \$34.4                                       | (\$25.5)  | \$440.8                             |
| Number of Portfolio Companies <sup>(3)</sup>   | 70                                 | 5  | (6)   | 69                                  |
| Average Investment Size                        | \$6.2                              | \$6.9  | (\$4.3)   | \$6.4                               |
| Weighted Average Yield <sup>(4)(5)(6)(7)</sup> | 9.8%                               | 10.8%  | 4.3%  | 10.0%                               |

<sup>(1)</sup> Change in total par value includes partial principal repayments.

<sup>(2)</sup> Includes only funded portion of par for unfunded revolvers.

<sup>(3)</sup> Excludes add-on investments with existing portfolio companies.

<sup>(4)</sup> Excludes investments with a risk rating of 4, unfunded revolvers and equity investments.

<sup>(5)</sup> Activity between December 31, 2013 and February 27, 2014 does not reflect changes in market yields on existing positions or partial principal repayments.

<sup>(6)</sup> Excludes the impact of HC Cable Opco at June 30, 2013, LLC.

<sup>(7)</sup> Excludes same day purchases/sales.

# Top 10 Loan Portfolio Investments as of December 31, 2013

| Issuer (\$ in millions)                | Fair Value     | % of Loan Portfolio | Yield        | Portfolio |
|--|----------------|---------------------|--------------|-----------|
| Anchor Drilling Fluids USA, Inc.       | \$19.0         | 4.4%                | 11.2%        | Core      |
| GLC Trust 2013-2 <sup>(1)</sup>        | 16.9           | 3.9%                | 11.0%        | Core      |
| MXD Group, Inc. (fka Exel Direct Inc.) | 13.7           | 3.2%                | 12.5%        | Core      |
| Nursery Supplies, Inc.                 | 11.5           | 2.7%                | 9.8%         | Core      |
| ConvergeOne Holdings Corp              | 11.1           | 2.6%                | 9.6%         | Core      |
| HC Cable OpCo, LLC                     | 10.8           | 2.5%                | 9.9%         | Core      |
| PD Products, LLC                       | 10.5           | 2.5%                | 12.5%        | Core      |
| Vistronix, LLC                         | 10.3           | 2.4%                | 8.7%         | Core      |
| Joe's Jeans Inc.                       | 10.3           | 2.4%                | 12.5%        | Core      |
| EZE Trucking, LLC                      | 10.2           | 2.4%                | 10.6%        | Core      |
| <b>Total</b>                           | <b>\$124.4</b> | <b>29.0%</b>        | <b>10.9%</b> |           |

<sup>(1)</sup> GLC Trust 2013-2 holds a portfolio of small balance consumer loans. As of December 31, 2013 the portfolio included 1,609 loans with an average par balance of \$10,408, a weighted average interest rate of 16.8% and a weighted average maturity of 9/23/17.

# Comparative Statement of Financial Condition

| <i>(In thousands, except per share data)</i> | December 31, 2013 | September 30, 2013<br>(unaudited) |
|--|-------------------|-----------------------------------|
| <b>Assets</b>                                |                   |                                   |
| Investments, fair value                      | \$ 429,081        | \$ 411,525                        |
| Cash and cash equivalents                    | 13,665            | 3,111                             |
| Cash and cash equivalents, restricted        | 27,965            | 30,780                            |
| Due from counterparties                      | 6,660             | 5                                 |
| Accrued interest receivable                  | 2,664             | 1,917                             |
| Deferred debt issuance costs                 | 4,884             | 4,582                             |
| Other assets                                 | 161               | 674                               |
| <b>Total Assets</b>                          | <b>\$ 485,080</b> | <b>\$ 452,594</b>                 |
| <b>Liabilities</b>                           |                   |                                   |
| Debt   | \$ 219,419        | \$ 187,748                        |
| Due to counterparties                        | 7,840             | 10,290                            |
| Payables to affiliates                       | 1,317             | 339                               |
| Interest payable                             | 1,488             | 87                                |
| Accrued expenses and other payables          | 936               | 857                               |
| <b>Total Liabilities</b>                     | <b>231,000</b>    | <b>199,321</b>                    |
| <b>Total Net Assets</b>                      | <b>254,080</b>    | <b>253,273</b>                    |
| <b>Total Liabilities and Net Assets</b>      | <b>\$ 485,080</b> | <b>\$ 452,594</b>                 |
| <b>Net Asset Value per Share</b>             | <b>\$ 15.16</b>   | <b>\$ 15.11</b>                   |

# Comparative Statement of Quarterly Operating Results

| (In thousands, except per share data)                         | For the three months ended       |                                   | Variance        |              |
|---|----------------------------------|-----------------------------------|-----------------|--------------|
|   | December 31, 2013<br>(unaudited) | September 30, 2013<br>(unaudited) |                 |              |
| <b>Investment income</b>                                      |                                  |                                   |                 |              |
| Interest  | \$ 11,382                        | \$ 9,338                          | \$ 2,044        | 21.9%        |
| <b>Total investment income</b>                                | <b>11,382</b>                    | <b>9,338</b>                      | <b>2,044</b>    | <b>21.9%</b> |
| <b>Expenses</b>   |                                  |                                   |                 |              |
| Interest  | 1,674                            | 1,898                             | (224)           | -11.8%       |
| Loss on refinancing of senior secured notes                   | -                                | 427                               | (427)           | -100.0%      |
| Management fees   | 1,918                            | 1,863                             | 55              | 3.0%         |
| Incentive fees  | 1,393                            | -                                 | 1,393           | NA           |
| Professional fees   | 484                              | 356                               | 128             | 35.9%        |
| Directors fees  | 100                              | 100                               | (0)             | -0.4%        |
| Administrator expenses  | 199                              | 218                               | (19)            | -8.5%        |
| Other expenses  | 574                              | 425                               | 149             | 35.0%        |
| <b>Total expenses</b>   | <b>6,341</b>                     | <b>5,287</b>                      | <b>1,054</b>    | <b>19.9%</b> |
| Base management fees/incentive fees waived                    | (294)                            | (1,863)                           | 1,569           | -84.2%       |
| <b>Net expenses</b>   | <b>\$ 6,048</b>                  | <b>\$ 3,424</b>                   | <b>\$ 2,623</b> | <b>76.6%</b> |
| <b>Net investment income</b>                                  | <b>\$ 5,334</b>                  | <b>\$ 5,914</b>                   | <b>\$ (580)</b> | <b>-9.8%</b> |
| <b>Realized and unrealized gain/(loss) on investments</b>     |                                  |                                   |                 |              |
| Net realized gain/(loss) from investments                     | (729)                            | (5,690)                           | 4,961           | -87.2%       |
| Net change in unrealized appreciation on investments          | 2,068                            | 6,529                             | (4,461)         | -68.3%       |
| <b>Net realized and unrealized gain/(loss) on investments</b> | <b>\$ 1,339</b>                  | <b>\$ 839</b>                     | <b>\$ 500</b>   | <b>59.6%</b> |
| <b>Net increase in net assets resulting from operations</b>   | <b>\$ 6,673</b>                  | <b>\$ 6,753</b>                   | <b>\$ (80)</b>  | <b>-1.2%</b> |
| <b>Net investment income per common share</b>                 | <b>\$0.32</b>                    | <b>\$0.35</b>                     | <b>(\$0.03)</b> | <b>-9.8%</b> |
| <b>Basic earnings per common share</b>                        | <b>\$0.40</b>                    | <b>\$0.40</b>                     | <b>(\$0.00)</b> | <b>-1.2%</b> |
| <b>Basic weighted average common shares outstanding</b>       | <b>16,759</b>                    | <b>16,759</b>                     | <b>-</b>        | <b>0.0%</b>  |
| <b>Dividends and distributions declared per common share</b>  | <b>\$ 0.35</b>                   | <b>\$ 0.35</b>                    | <b>\$ -</b>     | <b>0.0%</b>  |



# Contact Information

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