



# 2022 Q2 Earnings Presentation

August 10, 2022

## **Cautionary Statement Regarding Forward-Looking Statements**

This presentation contains forward-looking statements. The matters discussed in this presentation, as well as in future oral and written statements by management of Portman Ridge Finance Corporation (“PTMN”, “Portman Ridge” or the “Company”), that are forward-looking statements are based on current management expectations that involve substantial risks and uncertainties which could cause actual results to differ materially from the results expressed in, or implied by, these forward-looking statements.

Forward-looking statements relate to future events or our future financial performance and include, but are not limited to, projected financial performance, expected development of the business, plans and expectations about future investments, our contractual arrangements and relationships with third parties, the ability of our portfolio companies to achieve their objectives, the ability of the Company’s investment adviser to attract and retain highly talented professionals, our ability to maintain our qualification as a regulated investment company and as a business development company, our compliance with covenants under our borrowing arrangements, and the future liquidity of the Company. We generally identify forward-looking statements by terminology such as "may," "will," "should," "expects," "plans," "anticipates," "could," "intends," "target," "projects," "outlook", "contemplates," "believes," "estimates," "predicts," "potential" or "continue" or the negative of these terms or other similar words. Forward-looking statements are based upon current plans, estimates and expectations that are subject to risks, uncertainties and assumptions. Should one or more of these risks or uncertainties materialize, or should underlying assumptions prove to be incorrect, actual results may vary materially from those indicated or anticipated by such forward-looking statements.

Forward-looking statements are subject to change at any time based upon economic, market or other conditions, including with respect to the impact of the COVID-19 pandemic and its effects on the Company and its portfolio companies’ results of operations and financial condition. More information on these risks and other potential factors that could affect the Company’s financial results, including important factors that could cause actual results to differ materially from plans, estimates or expectations included herein, is included in the Company’s filings with the Securities and Exchange Commission (the “SEC”), including in the “Risk Factors” and “Management’s Discussion and Analysis of Financial Condition and Results of Operations” sections of the Company’s most recently filed quarterly report on Form 10-Q and annual report on Form 10-K, as well as in subsequent filings. In light of these and other uncertainties, the inclusion of a projection or forward-looking statement in this presentation should not be regarded as a representation by us that our plans and objectives will be achieved. We do not undertake to publicly update or revise any forward-looking statements, whether as a result of new information, future events or otherwise, except as required to be reported under the rules and regulations of the SEC.

## Q2 2022 Highlights

- **Net asset value ("NAV")** for the second quarter was \$261.7 million (\$27.26 per share<sup>(1)</sup>) as compared to \$278.3 million (\$28.76 per share<sup>(1)</sup>) in the first quarter of 2022.
- **Total investment income** for the second quarter of 2022 was \$15.0 million, of which \$11.9 million was attributable to interest income from the debt securities portfolio, inclusive of payment-in-kind income.
- **Core investment income<sup>(2)</sup>** for the second quarter of 2022, excluding the impact of purchase price accounting, was \$13.7 million.
- **Net investment income ("NII")** for the second quarter of 2022 was \$5.5 million (\$0.57 per share). Additionally, certain investments that closed either at quarter end or shortly thereafter would have generated an incremental \$0.10 per share of NII if closed on April 1, 2022.
- **Non-accruals on debt investments**, as of June 30, 2022, were reduced to three from six investments as of March 31, 2022. As of June 30, 2022, debt investments on non-accrual status represented 0.0% and 0.3% of the Company's investment portfolio at fair value and amortized cost, respectively, which compares to 0.2% and 1.9% of the Company's investment portfolio at fair value and amortized cost, respectively, as of March 31, 2022.
- **Shares repurchased** under the Company's Renewed Stock Repurchase program were at an aggregate cost of approximately \$2.5 million; since the beginning of the year, the Company has repurchased shares at an aggregate cost of approximately \$3.0 million.
- **Revolving Credit Facility with JPMorgan Chase Bank** was refinanced during the second quarter - the agreement placed three-month SOFR as the benchmark interest rate and reduced the applicable margin to 2.80% per annum from 2.85% per annum. Additionally, the Company extended the reinvestment period and scheduled termination date to April 29, 2025 and April 29, 2026, respectively.
- **Fair value of investments** totaled \$581.5 million as of June 30, 2022; when excluding CLO Funds, Joint Ventures and short-term investments, these investments are spread across 32 different industries and 118 entities with an average par balance per entity of approximately \$3.5 million.
- **Par value of outstanding borrowings** as of June 30, 2022 was \$364.9 million with an asset coverage ratio of total assets to total borrowings of 170%. On a net basis, leverage as of June 30, 2022 was 1.2x.<sup>(3)</sup>

(1) NAV per share as determined in accordance with U.S. generally accepted accounting principles, or U.S. GAAP, was decreased 1 cent and 5 cents per share for the quarters ended June 30, 2022 and March 31, 2022, respectively, due to the impact of quarterly tax provisions.

(2) Core investment income represents reported total investment income as determined in accordance with U.S. generally accepted accounting principles, or U.S. GAAP, less the impact of purchase price discount accounting in connection with the Garrison Capital Inc. ("GARS") and Harvest Capital Corporation ("HCAP") mergers. Portman Ridge believes presenting core investment income and the related per share amount is useful and appropriate supplemental disclosure for analyzing its financial performance due to the unique circumstance giving rise to the purchase accounting adjustment. However, core investment income is a non-U.S. GAAP measure and should not be considered as a replacement for total investment income and other earnings measures presented in accordance with U.S. GAAP. Instead, core investment income should be reviewed only in connection with such U.S. GAAP measures in analyzing Portman Ridge's financial performance.

(3) Net leverage is calculated as the ratio between (A) debt, excluding unamortized debt issuance costs, less available cash and cash equivalents, and restricted cash and (B) NAV. Portman Ridge believes presenting a net leverage ratio is useful and appropriate supplemental disclosure because it reflects the Company's financial condition net of \$44.0 million of cash and cash equivalents and restricted cash. However, the net leverage ratio is a non-U.S. GAAP measure and should not be considered as a replacement for the regulatory asset coverage ratio and other similar information presented in accordance with U.S. GAAP. Instead, the net leverage ratio should be reviewed only in connection with such U.S. GAAP measures in analyzing Portman Ridge's financial condition.

(\$ in thousands)	Q1 2022	Q2 2022
<b>Core investment income</b>	<b>\$15,132</b>	<b>\$13,741</b>
<b>Expenses:</b>		
Management fees	2,135	2,088
Performance-based incentive fees	1,678	1,169
Interest and amortization of debt issuance costs	3,344	3,889
Professional fees	845	879
Administrative services expense	847	822
Other general and administrative expenses	187	675
<b>Total expenses</b>	<b>\$9,036</b>	<b>\$9,522</b>
<b>Core net investment income<sup>(1)</sup></b>	<b>\$6,413</b>	<b>\$4,874</b>
Net realized gain (loss) on investments	(5,553)	(13,991)
Net unrealized gain (loss) on investments	2,143	113
Tax (provision) benefit on realized and unrealized gains (losses) on investments	(440)	(77)
<b>Net increase/(decrease) in Core net assets resulting from operations</b>	<b>\$2,563</b>	<b>(\$9,081)</b>
<b>Per Share</b>	<b>Q1 2022</b>	<b>Q2 2022</b>
Core Net Investment Income	\$0.66	\$0.51
Net Realized and Unrealized Gain / (Loss)	(\$0.35)	(\$1.44)
Net Core Earnings	\$0.26	(\$0.94)
Distributions declared	\$0.63	\$0.63
Net Asset Value	\$28.76	\$27.26

(1) Core net investment income represents reported total net investment income as determined in accordance with U.S. generally accepted accounting principles, or U.S. GAAP, less the impact of purchase price discount accounting in connection with the Garrison Capital Inc. ("GARS") and Harvest Capital Credit Corporation ("HCAP") mergers, while also considering the impact of accretion from these mergers on expenses. Portman Ridge believes presenting core net investment income and the related per share amount is useful and appropriate supplemental disclosure for analyzing its financial performance due to the unique circumstance giving rise to the purchase accounting adjustment. However, core net investment income is a non-U.S. GAAP measure and should not be considered as a replacement for total net investment income and other earnings measures presented in accordance with U.S. GAAP. Instead, core net investment income should be reviewed only in connection with such U.S. GAAP measures in analyzing Portman Ridge's financial performance.

(\$ in '000s except per share)	Q1 2022	Q2 2022
<b>Interest Income:</b>		
Non-controlled/non-affiliated investments	12,667	10,649
Non-controlled affiliated investments	591	857
<b>Total interest income</b>	<b>13,258</b>	<b>11,506</b>
<b>Payment-in-kind income:</b>		
Non-controlled/non-affiliated investments	1,126	1,199
Non-controlled affiliated investments	256	73
Non-controlled affiliated investments	-	20
<b>Total payment-in-kind income</b>	<b>1,382</b>	<b>1,292</b>
<b>Dividend income:</b>		
Non-controlled affiliated investments	945	1,005
Controlled affiliated investments	1,163	1,066
<b>Total dividend income</b>	<b>2,108</b>	<b>2,071</b>
Fees and other income	196	175
<b>Reported Investment Income</b>	<b>\$16,944</b>	<b>\$15,044</b>
Less: Purchase discount accounting	(1,812)	(1,303)
<b>Core Investment Income</b>	<b>\$15,132</b>	<b>\$13,741</b>
<b>Reported</b>		
Net Investment Income	\$7,908	\$5,522
<i>NII Per Share</i>	<i>\$0.82</i>	<i>\$0.57</i>
<b>Core</b>		
Net Investment Income <sup>(1)</sup>	\$6,413	\$4,874
<i>NII Per Share</i>	<i>\$0.63</i>	<i>\$0.51</i>

(1) Core net investment income represents reported total net investment income as determined in accordance with U.S. generally accepted accounting principles, or U.S. GAAP, less the impact of purchase price discount accounting in connection with the Garrison Capital Inc. ("GARS") and Harvest Capital Credit Corporation ("HCAP") mergers, while also considering the impact of accretion from these mergers on expenses. Portman Ridge believes presenting core net investment income and the related per share amount is useful and appropriate supplemental disclosure for analyzing its financial performance due to the unique circumstance giving rise to the purchase accounting adjustment. However, core net investment income is a non-U.S. GAAP measure and should not be considered as a replacement for total net investment income and other earnings measures presented in accordance with U.S. GAAP. Instead, core net investment income should be reviewed only in connection with such U.S. GAAP measures in analyzing Portman Ridge's financial performance.

- As discussed on the prior earnings call, Portman Ridge had a healthy and active pipeline to invest cash on the balance sheet as of March 31, 2022.
- However, given the volatility in the markets, a number of transactions took significantly longer to close than usual.

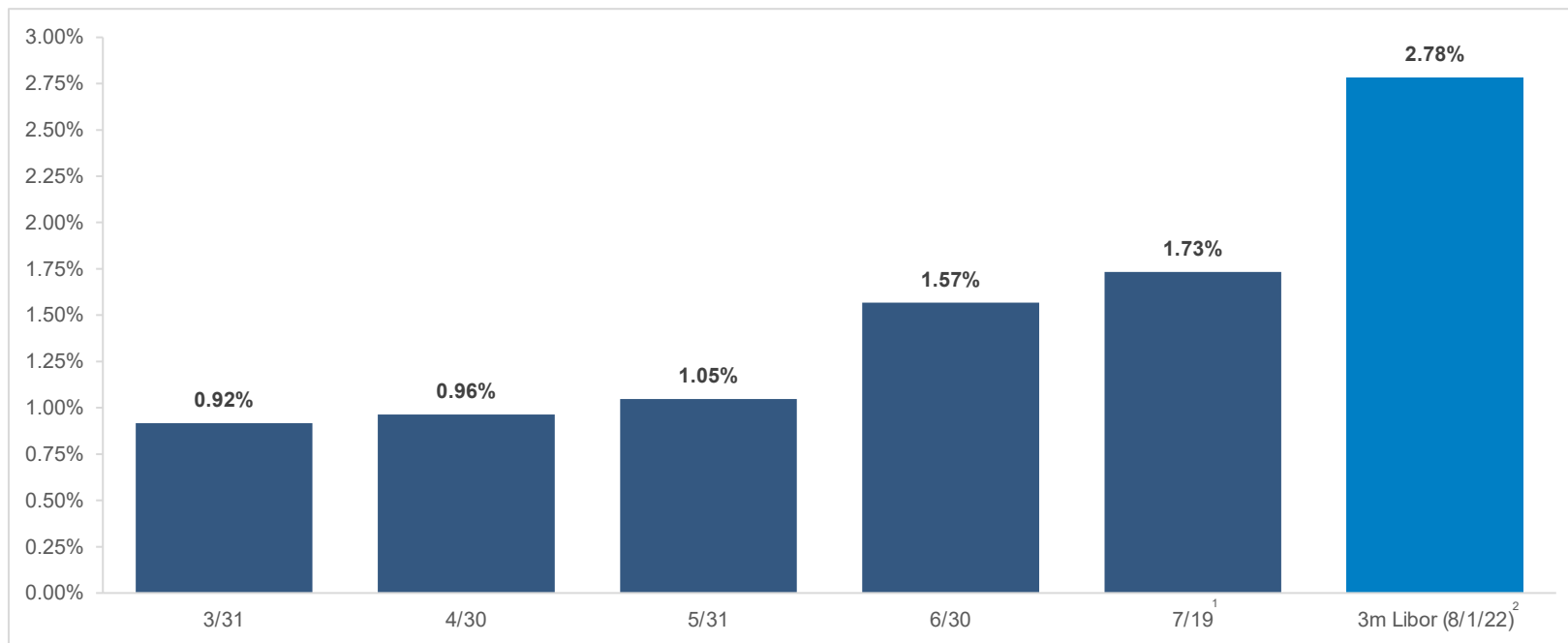
### Investments Closed in June or in July

*(\$ in 000s)*

<b>Portfolio Company</b>	<b>Investment</b>	<b>Par</b>	<b>Date Closed</b>
Cenexel Clinical Research	First Lien Term Loan	6,939,130	6/15/22
Beta Plus Technologies	First Lien Term Loan	16,000,000	7/1/22
Monotype Imaging	First Lien Term Loan	1,874,421	6/30/22
Wework Companies	1st Lien TL - Last Out	7,000,000	6/30/22
Florida Food Products	First Lien Term Loan	2,000,000	7/25/22
Project Castle	First Lien Term Loan	8,000,000	7/6/22
Project Leopard	Second Lien Term Loan	5,000,000	7/20/22
Project Leopard	First Lien Term Loan	8,000,000	7/20/22
<b>Total</b>		<b>\$ 54,813,551</b>	

- As of June 30, 2022, approximately 93% of our floating rate assets were on LIBOR contract.
- Shown below, those contracts have taken a significant amount of time to reset and still remain significantly below the prevailing 3 month LIBOR rate.

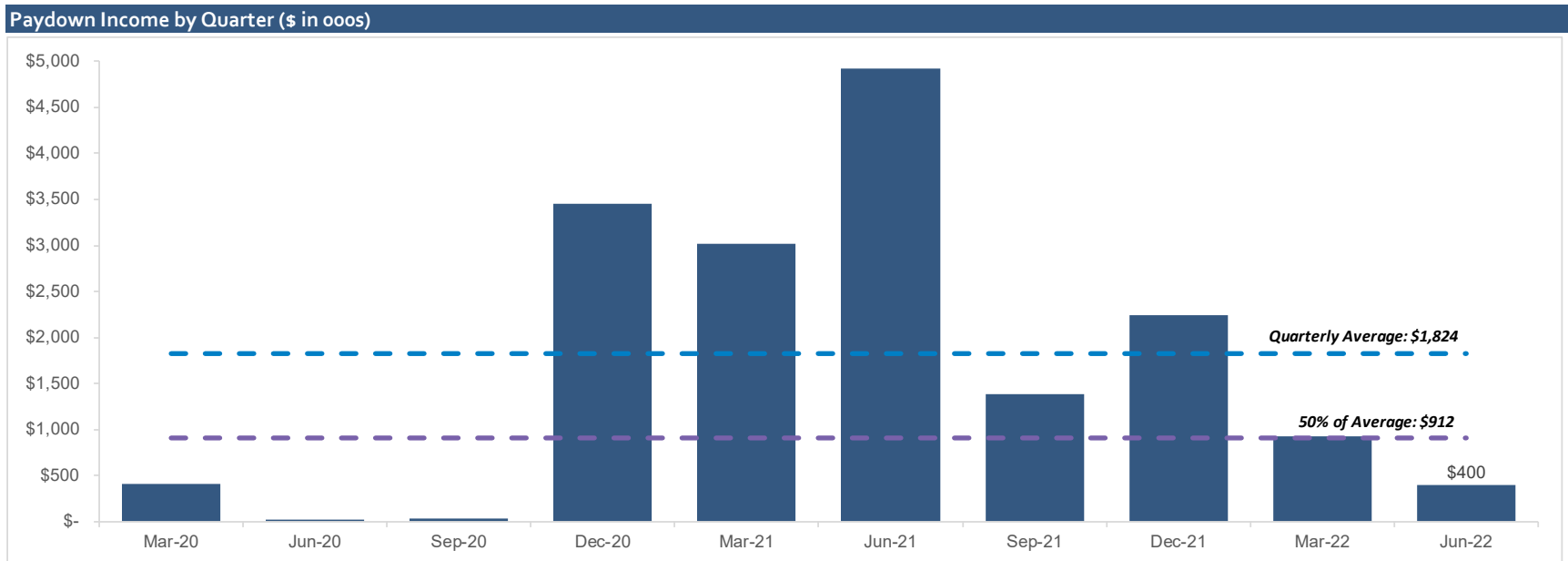
**Blended Contracted LIBOR at Month End**



(1) July 19, 2022 was the most recent practical date used to complete the information presented in this table.

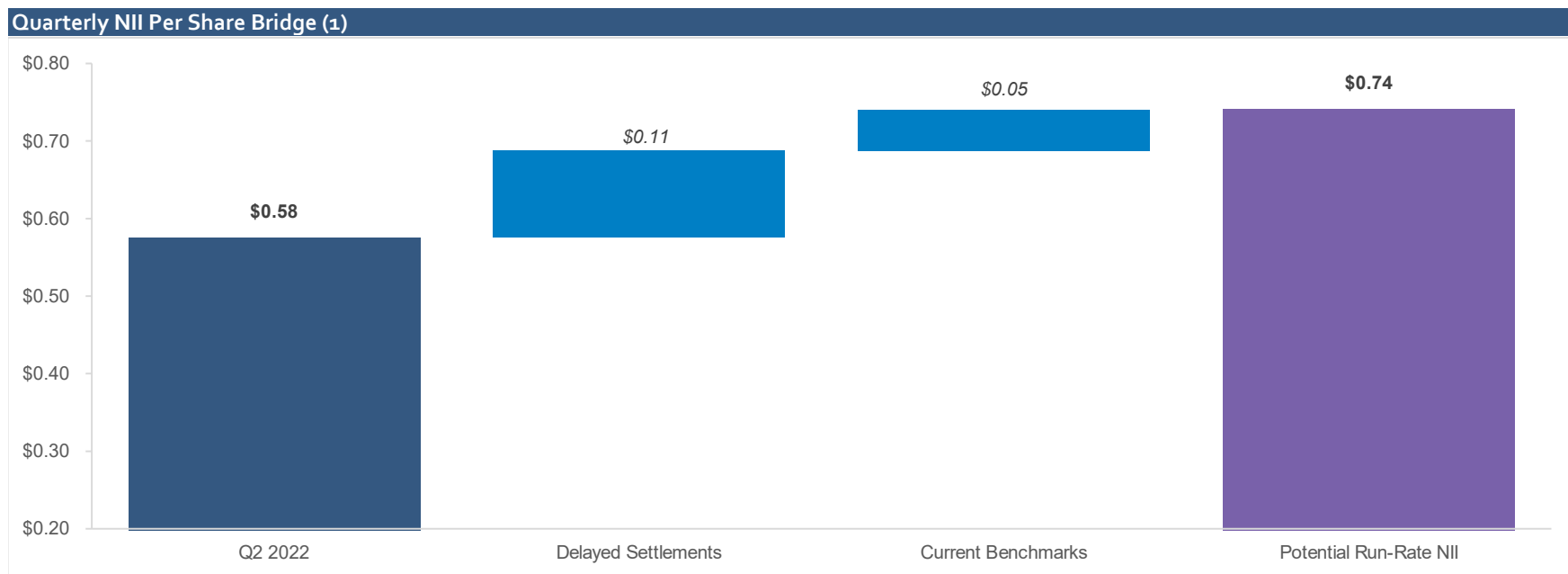
(2) 3 month LIBOR per Bloomberg as of August 1, 2022.

- Over the last two years, Portman has experienced an average of \$1.8mm in income related to repayment / prepayment activity as compared to the current quarter of \$0.4mm.





- The below analysis begins with Q2 2022 net investment income and assumes no other changes to the portfolio (including accrual status of each portfolio company), investment income, professional expenses or administrative expenses other than the following:
  - Delayed Settlements assumes all deals referred to on Slide 6 closed on July 1, 2022 and earn income at their initial benchmark rate plus spread plus amortized OID.
  - Current benchmarks assumes that all assets and liabilities that have LIBOR based contracts are reset at 2.78% plus applicable spreads and all assets and liabilities that have SOFR based contracts are reset at 2.56% plus applicable spreads beginning on July 1, 2022.



(1) All per share information assumes the ending 6/30/2022 share count, including Q2 2022.

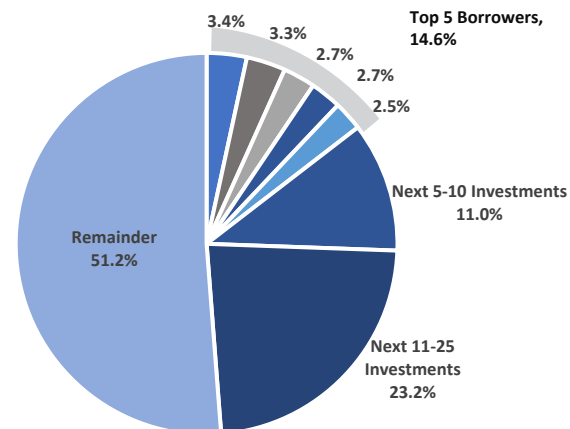
(\$ in '000s)	Q1 2022	Q2 2022
NAV, Beginning of Period	\$280,122	\$278,301
Realized Gains (Losses) from Investments	(5,553)	(13,991)
Unrealized Gains (Losses)	2,143	113
Net Investment Income	7,908	5,522
Net Decrease in Assets Resulting from Distributions	(6,111)	(6,064)
Tax (provision) benefit on realized and unrealized (gains) losses on investments	(440)	(77)
Private Placement and other	439	(25)
Stock Repurchases	(545)	(2,459)
Distribution Reinvestment Plan	338	346
<b>NAV, End of Period</b>	<b>\$278,301</b>	<b>\$261,666</b>

Leverage and Asset Coverage	Q2 2021	Q3 2021	Q4 2021	Q1 2022	Q2 2022
Debt / Equity	1.4x	1.3x	1.3x	1.3x	1.4x
Asset Coverage	171%	178%	178%	180%	170%

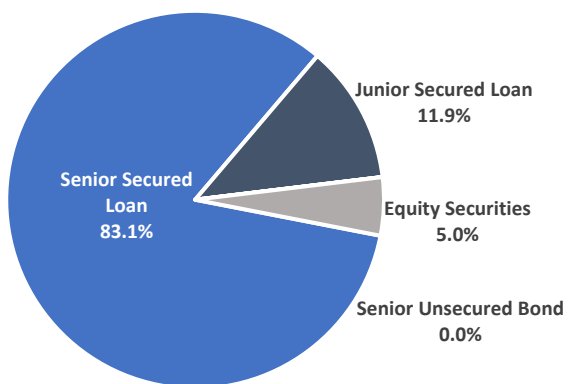
## Diversified Portfolio of Assets

- 118 Debt + Equity Portfolio Investee Companies
- \$3.3mm / 1% Average Debt Position Size
- U.S Centric Investments: Nearly 100% US-Based Companies
- Focus on Non-Cyclical Industries with High FCF Generation
- Credit quality has been stable to improving during the rotation period

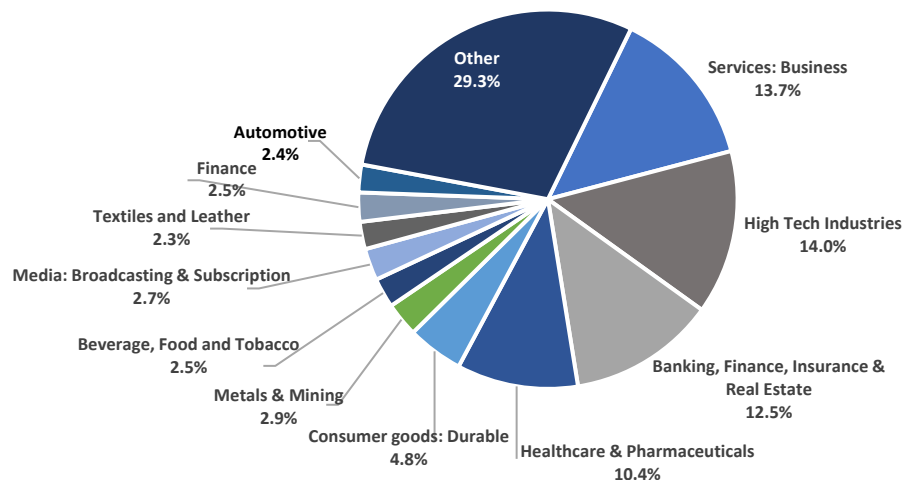
## Diversification by Borrower<sup>(2)</sup>



## Asset Mix<sup>(2)</sup>



## Industry Diversification<sup>(2)</sup>



(1) As of June 30, 2022. Figures shown do not include short term investments, CLO holdings, F3C JV or Great Lakes JV portfolio companies, and derivatives.

(2) Shown as % of debt and equity investments at fair market value.

(\$ in '000s)	Q2 2021	Q3 2021	Q4 2021	Q1 2022	Q2 2022
<b><u>Portfolio Sourcing (at Fair Value):</u></b>					
BC Partners	\$184,525	\$245,112	\$264,642	\$303,378	\$336,689
Legacy KCAP	\$92,795	\$92,746	\$78,221	\$68,378	\$59,646
Legacy OHAI	\$17,040	\$16,980	\$16,163	\$9,894	\$10,315
Legacy GARS	\$172,234	\$159,699	\$131,897	\$124,048	\$120,799
Legacy HCAP <sup>(3)</sup>	\$53,573	\$47,644	\$59,062	\$62,289	\$54,011
<b><u>Portfolio Summary:</u></b>					
Total portfolio, at fair value	\$520,168	\$562,181	\$549,985	\$567,988	\$581,459
Total number of debt portfolio companies / Total number of investments <sup>(4)</sup>	105/182	101/184	92 / 181	95 / 186	95 / 190
Weighted Avg EBITDA of debt portfolio companies	\$69,291	\$92,565	\$77,003	\$95,546	\$76,678
Average size of debt portfolio company investment, at fair value	\$2,914	\$3,138	\$3,065	\$3,082	\$3,292
Weighted avg first lien / total leverage ratio (net) of debt portfolio	4.2x / 4.9x	4.5x / 5.3x	4.7x / 5.4 x	4.8x / 5.3x	4.7x / 5.3x
<b><u>Portfolio Yields and Spreads:</u></b>					
Weighted average yield on debt investments at par value <sup>(5)</sup>	8.2%	8.1%	8.3%	8.0%	8.6%
Average Spread to LIBOR	744 bps	725 bps	748 bps	727 bps	725 bps
<b><u>Portfolio Activity:</u></b>					
Beginning balance	\$474,447	\$520,168	\$562,181	\$549,985	\$567,988
Purchases / draws	115,828	98,362	99,141	63,964	70,081
Exits / repayments / amortization	(78,963)	(64,793)	(109,351)	(47,346)	(46,066)
Gains / (losses) / accretion	8,637	8,444	1,986	1,385	(10,544)
<b>Ending Balance</b>	<b>\$520,168</b>	<b>\$562,181</b>	<b>\$549,985</b>	<b>\$567,988</b>	<b>\$581,459</b>

(1) For comparability purposes, portfolio trends metrics exclude short-term investments and derivatives.

(2) Excludes select investments where the metric is not applicable, appropriate, data is unavailable for the underlying statistic analyzed

(3) Includes assets purchased from affiliate of HCAP's former manager in a separate transaction.

(4) CLO holdings and Joint Ventures are excluded from investment count.

(5) Excluding non-accrual and partial non-accrual investments and excluding CLO holdings and Joint Ventures.

- As of June 30, 2022, three of the Company's debt investments were on non-accrual status and represented 0.0% and 0.3% of the Company's investment portfolio at fair value and amortized cost, respectively

(\$ in '000s)	Q2 2021	Q3 2021	Q4 2021	Q1 2022	Q2 2022
<b>Investments Credit Quality – Internal Rating <sup>(1)</sup></b>					
Performing	95.0%	94.2%	93.6%	94.5%	95.3%
Underperforming	5.0%	5.8%	6.4%	5.5%	4.7%
<b>Investments on Non-Accrual Status</b>					
Number of Non-Accrual Investments	8	6	7	6	3
Non-Accrual Investments at Cost	\$17,015	\$15,284	\$16,730	\$11,730	\$1,693
Non-Accrual Investments as a % of Total Cost	3.3%	2.5%	2.8%	1.9%	0.3%
Non-Accrual Investments at Fair Value	\$7,601	\$4,980	\$2,900	\$1,039	\$244
Non-Accrual Investments as a % of Total Fair Value	1.5%	0.9%	0.5%	0.2%	0.0%

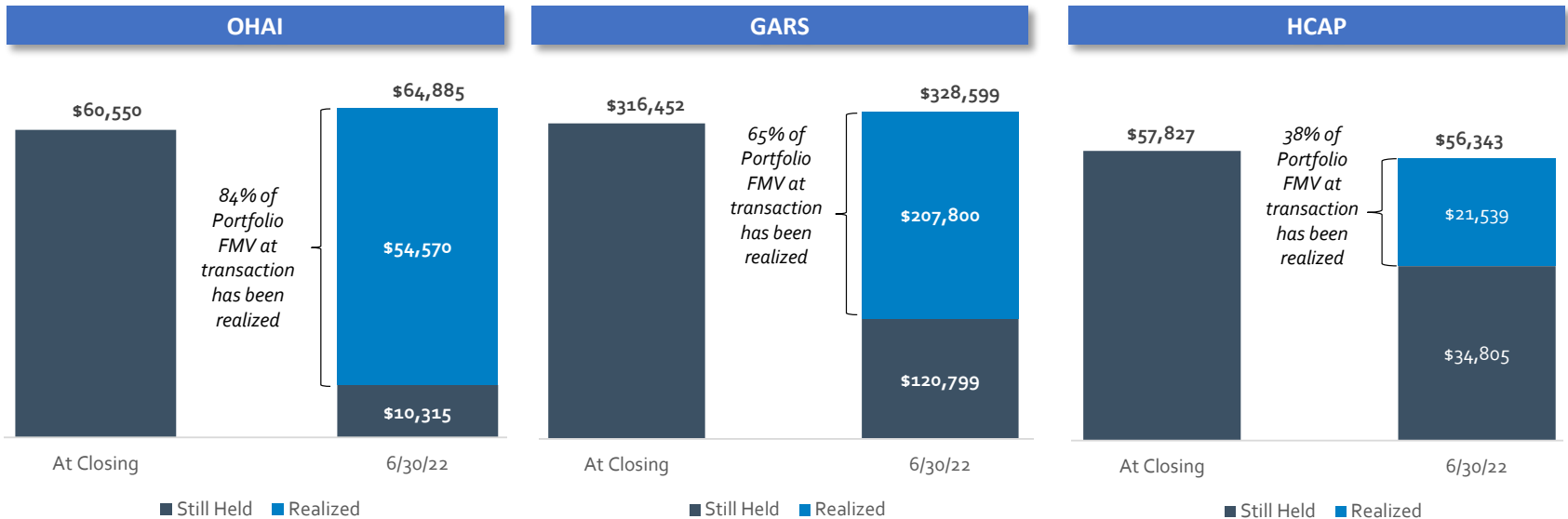
(1) Based on FMV.

Investment Portfolio (\$ in '000s)	Q2 2021	Q3 2021	Q4 2021	Q1 2022	Q2 2022
Senior Secured Loan	\$351,699	\$380,961	\$364,701	\$395,062	\$414,920
Junior Secured Loan	67,905	74,076	70,549	60,976	59,147
Senior Unsecured Bond	43	43	43	43	43
Equity Securities	22,387	22,299	22,586	22,633	24,805
CLO Fund Securities	17,064	17,174	31,632	29,057	24,271
Joint Ventures	61,070	67,629	60,474	60,217	58,273
<b>Ending Balance</b>	<b>\$520,168</b>	<b>\$562,181</b>	<b>\$549,985</b>	<b>\$567,988</b>	<b>\$581,459</b>

Investment Portfolio (% of total)	Q2 2021	Q3 2021	Q4 2021	Q1 2022	Q2 2022
Senior Secured Loan	67.6%	67.8%	66.0%	69.6%	71.4%
Junior Secured Loan	13.1%	13.2%	13.0%	10.7%	10.2%
Senior Secured Bond	0.0%	0.0%	0.0%	0.0%	0.0%
Equity Securities	4.3%	4.0%	4.0%	4.0%	4.3%
CLO Fund Securities	3.3%	3.1%	6.0%	5.1%	4.2%
Joint Ventures	11.7%	12.0%	11.0%	10.6%	10.0%
<b>Total</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>	<b>100.0%</b>

(1) At Fair Value. Does not include activity in short-term investments and derivatives.

- Our track record demonstrates BC Partners' ability to efficiently realize the value of legacy portfolios acquired while rotating into BC Partners' sourced assets
- We are in the early stages of implementing the same strategy with the acquired and fully redeemed HCAP assets but were successful in several monetizations during the quarter



# Appendix



(in thousands, except share and per share amounts)	June 30, 2022 (Unaudited)	December 31, 2021
<b>ASSETS</b>		
Investments at fair value:		
Non-controlled/non-affiliated investments (amortized cost: 2022 - \$506,773; 2021 - \$479,153)	\$ 485,800	\$ 452,482
Non-controlled affiliated investments (amortized cost: 2022 - \$72,114; 2021 - \$74,082)	70,962	74,142
Controlled affiliated investments (cost: 2022 - \$58,161; 2021 - \$52,130)	24,719	23,361
Total Investments at Fair Value (cost: 2022 - \$637,048; 2021 - \$605,365)	581,481	549,985
Cash and cash equivalents	22,039	28,919
Restricted cash	21,991	39,421
Interest receivable	2,829	5,514
Receivable for unsettled trades	4,779	20,193
Due from affiliates	693	507
Other assets	18,997	3,762
<b>Total Assets</b>	<b>\$ 652,809</b>	<b>\$ 648,301</b>
<b>LIABILITIES</b>		
2018-2 Secured Notes (net of discount of 2022 - \$1,314; 2021 - \$1,403)	162,549	162,460
4.875% Notes Due 2026 (net of discount of 2022 - \$1,933; 2021 - \$2,157; net of deferred financing costs of 2022 - \$918; 2021 - \$951)	105,149	104,892
Great Lakes Portman Ridge Funding LLC Revolving Credit Facility (net of deferred financing costs of 2022 - \$1,244; 2021 - \$732)	91,827	79,839
Derivative liabilities (cost: 2021 - \$31)	-	2,412
Payable for unsettled trades	20,293	5,397
Accounts payable, accrued expenses and other liabilities	4,723	4,819
Accrued interest payable	2,452	2,020
Due to affiliates	891	1,799
Management and incentive fees payable	3,259	4,541
<b>Total Liabilities</b>	<b>391,143</b>	<b>368,179</b>
<b>COMMITMENTS AND CONTINGENCIES</b>		
<b>NET ASSETS</b>		
Common stock, par value \$0.01 per share, 20,000,000 common shares authorized; 9,897,776 issued, and 9,599,856 outstanding at June 30, 2022, and 9,867,998 issued, and 9,699,695 outstanding at December 31, 2021	97	97
Capital in excess of par value	731,189	733,095
Total distributable (loss) earnings	(469,620)	(453,070)
<b>Total Net Assets</b>	<b>261,666</b>	<b>280,122</b>
<b>Total Liabilities and Stockholders' Equity</b>	<b>\$ 652,809</b>	<b>\$ 648,301</b>
NET ASSET VALUE PER COMMON SHARE <sup>(1)</sup>	\$ 27.26	\$ 28.88

(1) The Company completed a Reverse Stock Split of 10 to 1 effective August 26, 2021, the common shares and net asset value per common share have been adjusted retroactively to reflect the split for all periods presented.

# Income Statement (Unaudited)

(in thousands, except share and per share amounts)	For the Three Months Ended June 30,		For the Six Months Ended June 30,	
	2022	2021	2022	2021
<b>INVESTMENT INCOME</b>				
Interest income:				
Non-controlled/non-affiliated investments	\$ 10,649	\$ 17,443	\$ 23,316	\$ 31,913
Non-controlled affiliated investments	857	662	1,448	895
Total interest income	11,506	18,105	24,764	32,808
Payment-in-kind income:				
Non-controlled/non-affiliated investments	1,199	720	2,325	1,852
Non-controlled affiliated investments	73	24	329	24
Controlled affiliated investments	20	-	20	-
Total payment-in-kind income	1,292	744	2,674	1,876
Dividend income:				
Non-controlled affiliated investments	1,005	1,114	1,950	1,927
Controlled affiliated investments	1,066	1,416	2,229	2,642
Total dividend income	2,071	2,530	4,179	4,569
Fees and other income	175	166	371	596
Total investment income	15,044	21,545	31,988	39,849
<b>EXPENSES</b>				
Management fees	2,088	1,914	4,223	3,707
Performance-based incentive fees	1,169	2,300	2,847	4,393
Interest and amortization of debt issuance costs	3,889	3,527	7,233	6,907
Professional fees	879	696	1,724	2,190
Administrative services expense	822	718	1,669	1,332
Other general and administrative expenses	675	680	862	1,397
Total expenses	9,522	9,835	18,558	19,926
<b>NET INVESTMENT INCOME</b>	5,522	11,710	13,430	19,923
<b>REALIZED AND UNREALIZED GAINS (LOSSES) ON INVESTMENTS</b>				
Net realized gains (losses) from investment transactions:				
Non-controlled/non-affiliated investments	(14,109)	(2,028)	(17,779)	(7,223)
Non-controlled affiliated investments	118	(328)	330	(219)
Derivatives	-	-	(2,095)	-
Net realized gain (loss) on investments	(13,991)	(2,356)	(19,544)	(7,442)
Net change in unrealized appreciation (depreciation) on:				
Non-controlled/non-affiliated investments	4,870	(1,430)	5,699	4,833
Non-controlled affiliated investments	(1,329)	1,257	(1,212)	1,588
Controlled affiliated investments	(3,428)	1,883	(4,673)	2,508
Derivatives	-	(220)	2,442	(694)
Net unrealized gain (loss) on investments	113	1,490	2,256	8,235
Tax (provision) benefit on realized and unrealized gains (losses) on investments	(77)	-	(517)	-
Net realized and unrealized appreciation (depreciation) on investments, net of taxes	(13,955)	(866)	(17,805)	793
Realized gains (losses) on extinguishments of debt	-	-	-	(1,835)
<b>NET INCREASE (DECREASE) IN NET ASSETS RESULTING FROM OPERATIONS</b>	\$ (8,433)	\$ 10,844	\$ (4,375)	\$ 18,881
Net Increase (Decrease) In Net Assets Resulting from Operations per Common Share <sup>(1)</sup> :				
Basic and Diluted:	\$ (0.88)	\$ 1.40	\$ (0.45)	\$ 2.37
Net Investment Income Per Common Share <sup>(1)</sup> :				
Basic and Diluted:	\$ 0.57	\$ 1.51	\$ 1.39	\$ 2.50
Weighted Average Shares of Common Stock Outstanding—Basic and Diluted <sup>(1)</sup>	9,634,870	7,747,169	9,666,298	7,974,361

(1) The Company completed a Reverse Stock Split of 10 to 1 effective August 26, 2021, the weighted average shares outstanding and per share values have been adjusted retroactively to reflect the split for all periods presented.

### **Cash and Cash Equivalents**

- Unrestricted cash and cash equivalents totaled \$22.0 million as of June 30, 2022
- Restricted cash of \$22.0 million as of June 30, 2022

### **Debt Summary**

- As of June 30, 2022, par value of outstanding borrowings was \$364.9 million; there was \$21.9 million of available borrowing capacity under the Senior Secured Revolving Credit Facility and \$25.0 million of borrowing capacity under the 2018-2 Revolving Credit Facility.
- On April 29, 2022, the Company refinanced its Revolving Credit Facility with JP Morgan Chase as administrative agent. The amended agreement places three-month SOFR as the benchmark interest rate and reduces the applicable margin to 2.80% per annum from 2.85% per annum. Other amendments include the extension of the reinvestment period and scheduled termination date to April 29, 2025 and April 29, 2026, respectively.

Date Declared	Record Date	Payment Date	Distribution per Share
8/9/2022	8/16/2022	9/2/2022	\$0.63
5/10/2022	5/24/2022	6/7/2022	\$0.63
3/10/2022	3/21/2022	3/30/2022	\$0.63
11/3/2021	11/15/2021	11/30/2021	\$0.62
8/4/2021	1 for 10 Reverse Stock Split effective 8/26/21		
8/4/2021	8/17/2021	8/31/2021	\$0.60
5/6/2021	5/19/2021	6/1/2021	\$0.60
2/12/2021	2/22/2021	3/2/2021	\$0.60
10/16/2020	10/26/2020	11/27/2020	\$0.60
8/5/2020	8/17/2020	8/28/2020	\$0.60
3/17/2020	5/7/2020	5/27/2020	\$0.60
2/5/2020	2/18/2020	2/28/2020	\$0.60
11/5/2019	11/15/2019	11/29/2019	\$0.60
8/5/2019	8/12/2019	8/29/2019	\$0.60

(1) The Company completed a Reverse Stock Split of 10 to 1 effective August 26, 2021, the distribution per share amounts have been adjusted retroactively to reflect the split for all periods presented.