

APOLLO INVESTMENT CORP

Form 10-Q

February 07, 2018

UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM 10-Q

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

For the quarterly period ended December 31, 2017

OR

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

Commission File Number: 814-00646

APOLLO INVESTMENT CORPORATION

(Exact name of Registrant as specified in its charter)

Maryland

52-2439556

(State or other jurisdiction of incorporation or organization) (I.R.S. Employer Identification No.)

9 West 57th Street

37th Floor

10019

New York, New York

(Address of principal executive offices)

(Zip Code)

(212) 515-3450

(Registrant's telephone number, including area code)

Indicate by check mark whether the Registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter period that the Registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days. Yes No

Indicate by check mark whether the Registrant has submitted electronically and posted on its corporate Web site, if any, every Interactive Data File required to be submitted and posted pursuant to Rule 405 of Regulation S-T (§232.405 of this chapter) during the preceding 12 months (or for such shorter period that the registrant was required to submit and post such files). Yes No

Indicate by check mark whether the Registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer, or a smaller reporting company. See the definitions of "large accelerated filer," "accelerated filer" and "smaller reporting company" in Rule 12b-2 of the Exchange Act.

Large accelerated filer Accelerated filer Non-accelerated filer Smaller reporting company

(Do not check if a smaller reporting company)

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

Indicate the number of shares outstanding of each of the issuer's classes of common stock, as of the latest practicable date.

Class of Common Stock Outstanding at February 6, 2018

\$0.001 par value 216,523,796

APOLLO INVESTMENT CORPORATION

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PART I. FINANCIAL INFORMATION

In this report, the terms the “Company,” “Apollo Investment,” “AIC,” “we,” “us,” and “our” refer to Apollo Investment Corporation unless the context specifically states otherwise.

Item 1. Financial Statements

APOLLO INVESTMENT CORPORATION
STATEMENTS OF ASSETS AND LIABILITIES

(In thousands, except share and per share data)

	December 31, 2017	March 31, 2017
	(Unaudited)	
Assets		
Investments at fair value:		
Non-controlled/non-affiliated investments (cost — \$1,494,104 and \$1,510,980, respectively)	\$ 1,474,318	\$ 1,402,409
Non-controlled/affiliated investments (cost — \$223,077 and \$417,471, respectively)	195,484	239,050
Controlled investments (cost — \$685,279 and \$676,972, respectively)	682,760	675,249
Cash and cash equivalents	12,222	9,783
Foreign currencies (cost — \$1,844 and \$1,494, respectively)	1,876	1,497
Cash collateral on option contracts	5,547	—
Receivable for investments sold	1,604	40,226
Interest receivable	23,194	17,072
Dividends receivable	2,550	6,489
Deferred financing costs	14,806	17,632
Prepaid expenses and other assets	1,211	713
Total Assets	\$ 2,415,572	\$ 2,410,120
Liabilities		
Debt	\$ 875,165	\$ 848,449
Payable for investments purchased	30,773	13,970
Distributions payable	32,738	32,954
Management and performance-based incentive fees payable	18,576	16,306
Interest payable	9,674	7,319
Accrued administrative services expense	2,393	2,250
Variation margin payable on option contracts	916	—
Other liabilities and accrued expenses	4,287	7,075
Total Liabilities	\$ 974,522	\$ 928,323
Commitments and contingencies (Note 10)		
Net Assets	\$ 1,441,050	\$ 1,481,797
Net Assets		
Common stock, \$0.001 par value (400,000,000 shares authorized; 218,255,954 and 219,694,654 shares issued and outstanding, respectively)	\$ 218	\$ 220
Paid-in capital in excess of par	2,916,176	2,924,775
Accumulated underdistributed net investment income	91,031	88,134
Accumulated net realized loss	(1,515,575)	(1,277,625)
Net unrealized loss	(50,800)	(253,707)
Net Assets	\$ 1,441,050	\$ 1,481,797
Net Asset Value Per Share	\$ 6.60	\$ 6.74

See notes to financial statements.

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APOLLO INVESTMENT CORPORATION
 STATEMENTS OF OPERATIONS (Unaudited)
 (In thousands, except per share data)

	Three Months Ended December 31,		Nine Months Ended December 31,	
	2017	2016	2017	2016
Investment Income				
Non-controlled/non-affiliated investments:				
Interest income (excluding Payment-in-kind (“PIK”) interest income)	\$38,350	\$33,310	\$116,519	\$122,089
Dividend income	—	358	—	2,531
PIK interest income	1,752	3,361	5,926	5,331
Other income	1,487	936	5,264	2,984
Non-controlled/affiliated investments:				
Interest income (excluding PIK interest income)	—	257	114	718
Dividend income	392	4,609	2,461	12,312
PIK interest income	2,644	127	7,582	296
Other income	—	—	(306)	) 70
Controlled investments:				
Interest income (excluding PIK interest income)	13,499	12,755	42,789	37,431
Dividend income	5,250	6,400	13,403	13,850
PIK interest income	1,379	5,958	4,046	15,954
Total Investment Income	\$64,753	\$68,071	\$197,798	\$213,566
Expenses				
Management fees	\$12,048	\$12,978	\$36,463	\$40,679
Performance-based incentive fees	7,484	5,670	23,433	16,063
Interest and other debt expenses	12,433	14,473	40,479	45,704
Administrative services expense	1,693	1,599	5,061	5,767
Other general and administrative expenses	2,262	2,329	6,438	9,917
Total expenses	35,920	37,049	111,874	118,130
Management and performance-based incentive fees waived	(4,986)	) (5,246)	) (15,077)	) (16,264)
Expense reimbursements	(148)	) (84)	) (444)	) (253)
Net Expenses	\$30,786	\$31,719	\$96,353	\$101,613
Net Investment Income	\$33,967	\$36,352	\$101,445	\$111,953
Net Realized and Change in Unrealized Gains (Losses)				
Net realized gains (losses):				
Non-controlled/non-affiliated investments	\$443	\$3,932	\$(96,704)	\$(36,195)
Non-controlled/affiliated investments	5,369	36,473	(141,472)	81,047
Controlled investments	—	(1,982)	—	(2,173)
Option contracts	(614)	) —	(619)) —
Foreign currency transactions	16	749	6,635	2,014
Extinguishment of debt	(5,790)	) —	(5,790)) —
Net realized gains (losses)	(576)	) 39,172	(237,950)	) 44,693
Net change in unrealized losses:				
Non-controlled/non-affiliated investments	(12,502)	) 5,292	88,785	70,318
Non-controlled/affiliated investments	(6,391)	) (53,882)	) 150,828	) (183,676)
Controlled investments	4,988	(21,447)	(796)	) (56,030)
Option contracts	(12,100)	) (3,258)	) (13,973)	) (3,258)
Credit default swaps	—	(788)	—	(788)
Foreign currency translations	(1,553)) 9,849	(21,937)) 27,106

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Net change in unrealized losses	(27,558)	(64,234)	202,907	(146,328)
Net Realized and Change in Unrealized Losses	\$(28,134)	\$(25,062)	\$(35,043)	\$(101,635)
Net Increase in Net Assets Resulting from Operations	\$5,833	\$11,290	\$66,402	\$10,318
Earnings Per Share	\$0.03	\$0.05	\$0.30	\$0.05

See notes to financial statements.

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STATEMENTS OF CHANGES IN NET ASSETS

(In thousands, except share data)

	Nine Months Ended December 31, 2017 (Unaudited)	Year Ended March 31, 2017
Operations		
Net investment income	\$ 101,445	\$ 149,243
Net realized losses	(237,950)	(41,823)
Net change in unrealized losses	202,907	(89,050)
Net Increase in Net Assets Resulting from Operations	\$66,402	\$ 18,370
Distributions to Stockholders		
Distribution of net investment income	\$(98,548)	\$(76,950)
Distribution of return of capital	—	(67,286)
Net Decrease in Net Assets Resulting from Distributions to Stockholders	\$(98,548)	\$(144,236)
Capital Share Transactions		
Repurchase of common stock	(8,601)	(37,918)
Net Decrease in Net Assets Resulting from Capital Share Transactions	\$(8,601)	\$(37,918)
Net Assets		
Net decrease in net assets during the period	\$(40,747)	\$(163,784)
Net assets at beginning of period	1,481,797	1,645,581
Net Assets at End of Period	\$1,441,050	\$ 1,481,797
Capital Share Activity		
Shares repurchased during the period	(1,438,700)	(6,461,842)
Shares issued and outstanding at beginning of period	219,694,654	226,156,496
Shares Issued and Outstanding at End of Period	218,255,954	219,694,654

See notes to financial statements.

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APOLLO INVESTMENT CORPORATION
 STATEMENTS OF CASH FLOWS (Unaudited)
 (In thousands)

	Nine Months Ended December 31,	
	2017	2016
Operating Activities		
Net increase in net assets resulting from operations	\$66,402	\$10,318
Net realized (gains) losses	237,950	(44,693)
Net change in unrealized losses	(202,907)	146,328
Net amortization of premiums and accretion of discounts on investments	(5,240)	(3,769)
Accretion of discount on notes	447	447
Amortization of deferred financing costs	3,575	4,366
Increase from foreign currency transactions	6,635	2,014
Payment-in-kind interest and dividends capitalized	(12,630)	(22,787)
Changes in operating assets and liabilities:		
Purchases of investments	(789,231)	(476,520)
Proceeds from sales and repayments of investments	827,315	837,232
Purchases of option contracts	(8,976)	(3,516)
Purchases of credit default swaps	—	(879)
Proceeds from option contracts	8,330	3,555
Net settlement of option contracts	(13,031)	—
Decrease (increase) in interest receivable	(5,946)	6,010
Decrease in dividends receivable	3,939	5,248
Decrease (increase) in prepaid expenses and other assets	(498)	9,021
Increase (decrease) in management and performance-based incentive fees payable	2,270	(10,228)
Increase in interest payable	2,355	3,426
Increase (decrease) in accrued administrative services expense	143	(879)
Decrease in other liabilities and accrued expenses	(2,788)	(2,210)
Net Cash Provided by Operating Activities	\$118,114	\$462,484
Financing Activities		
Issuances of debt	\$895,483	\$741,747
Payments of debt	(897,719)	(994,804)
Financing costs paid and deferred	(177)	(7,871)
Repurchase of common stock	(8,601)	(37,917)
Distributions paid	(98,764)	(123,559)
Net Cash Used in Financing Activities	\$(109,778)	\$(422,404)
Cash, Cash Equivalents, Foreign Currencies and Collateral on Option Contracts		
Net increase in cash, cash equivalents, foreign currencies and collateral on option contracts during the period	\$8,336	\$40,080
Effect of foreign exchange rate changes	29	(64)
Cash, cash equivalents, foreign currencies and collateral on option contracts at beginning of period	11,280	18,905
Cash, Cash Equivalents, Foreign Currencies and Collateral on Option Contracts at the End of Period	\$19,645	\$58,921

Supplemental Disclosure of Cash Flow Information

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Cash interest paid	\$34,081	\$37,487
Non-Cash Activity		
Payment-in-kind income	\$17,554	\$22,047

See notes to financial statements.

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APOLLO INVESTMENT CORPORATION
SCHEDULE OF INVESTMENTS (Unaudited)

December 31, 2017

(In thousands, except share data)

Industry / Company	Investment Type	Interest Rate (20)	Maturity Date	Par / Shares (12)	Cost (30)	Fair Value (1) (31)	
Advertising, Printing & Publishing							
A-L Parent LLC	Second Lien Secured Debt	8.82% (1M L+725, 1.00% Floor)	12/02/24	\$10,048	\$9,960	\$10,148	
American Media, Inc.	First Lien Secured Debt	10.37% (3M L+900, 1.00% Floor)	08/24/20	14,267	13,962	14,623	
	First Lien Secured Debt - Letter of Credit	L+750	08/24/20	154	—	—	(23)
	First Lien Secured Debt - Revolver	10.48% (3M L+900, 1.00% Floor)	08/24/20	1,185	1,185	1,215	(23)
	First Lien Secured Debt - Revolver	12.50% (P+800)	08/24/20	356	356	364	(23)
	First Lien Secured Debt - Unfunded Revolver	0.50% Unfunded	08/24/20	83	(35)	—	(21)(23)
					15,468	16,202	
Simplifi Holdings, Inc.	First Lien Secured Debt	8.07% (1M L+650, 1.00% Floor)	09/28/22	12,170	11,823	11,804	(9)
	First Lien Secured Debt - Unfunded Revolver	0.50% Unfunded	09/28/22	2,400	(68)	(72)	(8)(9)(21)(23)
					11,755	11,732	
Total Advertising, Printing & Publishing					\$37,183	\$38,082	
Aerospace & Defense							
Erickson Inc	First Lien Secured Debt - Letter of Credit	7.50%	09/30/18	\$104	\$—	\$(2)	(8)(9)(23)
	First Lien Secured Debt - Letter of Credit	7.50%	12/10/18	37	—	(1)	(8)(9)(23)
	First Lien Secured Debt - Letter of Credit	7.50%	04/01/18	277	—	(4)	(8)(9)(23)
	First Lien Secured Debt - Letter of Credit	7.50%	06/25/18	3	—	—	(8)(9)(23)
	First Lien Secured Debt - Letter of	7.50%	10/18/18	708	—	(11)	(8)(9)(23)

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	Credit						
	First Lien Secured						
	Debt - Letter of	7.50%	11/28/18	670	—	(10)	(8)(9)(23)
	Credit						
	First Lien Secured						
	Debt - Letter of	7.50%	06/20/18	43	—	—	(8)(9)(23)
	Credit						
	First Lien Secured						
	Debt - Letter of	7.50%	02/02/18	200	—	(3)	(8)(9)(23)
	Credit						
	First Lien Secured						
	Debt - Letter of	7.50%	03/31/20	1,288	—	(19)	(8)(9)(23)
	Credit						
	First Lien Secured	9.19% (3M					
	Debt - Revolver	L+750, 1.00%	04/28/22	21,021	21,021	20,706	(9)(23)
		Floor)					
	First Lien Secured						
	Debt - Unfunded	0.50% Unfunded	04/28/22	20,649	(393)	(310)	(8)(9)(21)(23)
	Revolver						
					20,628	20,346	
ILC Dover LP	Second Lien	10.19% (3M					
	Secured Debt	L+850, 1.00%	06/28/24	20,000	19,549	19,550	
		Floor)					
PAE Holding Corporation	Second Lien	11.12% (2M					
	Secured Debt	L+950, 1.00%	10/20/23	28,097	27,393	28,272	(10)
		Floor)					
Total Aerospace & Defense					\$67,570	\$68,168	
Automotive							
K&N Parent, Inc.	Second Lien	10.32% (1M					
	Secured Debt	L+875, 1.00%	10/21/24	\$27,000	\$26,534	\$26,595	(10)
		Floor)					
Total Automotive					\$26,534	\$26,595	
Aviation and Consumer Transport							
Merx Aviation							
Merx Aviation	First Lien Secured						
Finance Assets Ireland Limited (5)	Debt - Letter of	2.25%	10/01/18	\$3,600	\$—	\$—	(23)
	Credit						

See notes to financial statements.

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APOLLO INVESTMENT CORPORATION
SCHEDULE OF INVESTMENTS (Unaudited)

December 31, 2017

(In thousands, except share data)

Industry / Company	Investment Type	Interest Rate (20)	Maturity Date	Par / Shares (12)	Cost (30)	Fair Value (1) (31)	
Merx Aviation Finance, LLC (5)	First Lien Secured Debt - Letter of Credit	2.25%	10/01/18	177	—	—	(23)
	First Lien Secured Debt - Revolver	12.00%	10/31/18	366,300	366,300	366,300	(23)
	Common Equity/Interests - Membership Interests	N/A	N/A	N/A	15,000	40,987	
Total Aviation and Business Services	Consumer Transport				\$381,300	\$407,287	
Access CIG, LLC	Second Lien Secured Debt	10.25% (1M L+875, 1.00% Floor)	10/17/22	\$50,970	\$49,434	\$50,066	
Aero Operating LLC	First Lien Secured Debt	8.82% (1M L+725, 1.00% Floor)	12/29/22	36,520	35,608	35,607	(9)
	First Lien Secured Debt - Revolver	8.82% (1M L+725, 1.00% Floor)	12/29/22	2,800	2,800	2,730	(9)(23)
	First Lien Secured Debt - Unfunded Revolver	1.00% Unfunded	12/29/22	2,450	(129)	(61)	(8)(9)(21)(23)
					38,279	38,276	
Almonde, Inc	Second Lien Secured Debt	8.73% (3M L+725, 1.00% Floor)	06/13/25	2,316	2,294	2,322	(10)(17)
Ambrosia Buyer Corp.	Second Lien Secured Debt	9.38% (3M L+ 800, 1.00% Floor)	08/28/25	21,429	20,917	20,916	
Aptean, Inc.	Second Lien Secured Debt	11.20% (3M L+950, 1.00% Floor)	12/20/23	9,548	9,424	9,631	(10)
CT Technologies Intermediate Holdings, Inc	Second Lien Secured Debt	10.57% (1M L+900, 1.00% Floor)	12/01/22	31,253	30,428	30,315	(9)
Electro Rent Corporation	Second Lien Secured Debt	10.62% (2M L+900, 1.00% Floor)	01/31/25	18,334	17,846	17,967	(9)
	Second Lien Secured Debt	10.62% (1M L+900, 1.00% Floor)	01/31/25	18,264	17,740	17,899	(9)

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					35,586	35,866	
Ministry Brands, LLC	Second Lien Secured Debt	10.63% (3M L+925, 1.00% Floor)	06/02/23	10,000	9,874	9,869	
Newscycle Solutions, Inc.	First Lien Secured Debt	8.57% (1M L+700, 1.00% Floor)	12/28/22	13,743	13,400	13,399	(9)(25)
	First Lien Secured Debt - Unfunded Delayed Draw	2.00% Unfunded	12/28/22	1,257	—	(31)	(8)(9)(21)(23)(25)
	First Lien Secured Debt - Unfunded Revolver	0.50% Unfunded	12/28/22	500	(12)	(13)	(8)(9)(21)(23)(25)
					13,388	13,355	
PSI Services, LLC	First Lien Secured Debt	6.56% (1M L+500, 1.00% Floor)	01/20/23	4,132	4,044	4,062	(9)
	First Lien Secured Debt - Revolver	6.57% (1M L+500, 1.00% Floor)	01/20/22	79	79	78	(9)(23)
	First Lien Secured Debt - Unfunded Revolver	0.50% Unfunded	01/20/22	159	(8)	(3)	(8)(9)(21)(23)
	First Lien Secured Debt - Revolver	6.50% (1M L+500, 1.00% Floor)	01/20/22	159	159	156	(9)(23)
	First Lien Secured Debt - Unfunded Revolver	0.50% Unfunded	01/20/22	£47	—	—	(9)(21)(23)
	Second Lien Secured Debt	10.56% (1M L+900, 1.00% Floor)	01/20/24	25,714	25,046	25,148	(9)
					29,320	29,441	
RA Outdoors, LLC	First Lien Secured Debt	6.21% (1M L+475, 1.00% Floor)	09/11/24	7,229	7,090	7,156	(9)
	First Lien Secured Debt - Unfunded Revolver	0.50% Unfunded	09/09/22	1,200	(23)	(12)	(8)(9)(21)(23)
	Second Lien Secured Debt	10.21% (1M L+875, 1.00% Floor)	09/11/25	34,200	33,377	33,516	(9)
					40,444	40,660	

See notes to financial statements.

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APOLLO INVESTMENT CORPORATION
SCHEDULE OF INVESTMENTS (Unaudited)

December 31, 2017

(In thousands, except share data)

Industry / Company	Investment Type	Interest Rate (20)	Maturity Date	Par / Shares (12)	Cost (30)	Fair Value (1) (31)	
Dodge Data/Skyline Data							
Dodge Data & Analytics LLC	First Lien Secured Debt	10.50% (3M L+875, 1.75% Floor)	10/31/19	49,722	49,355	48,354	
Skyline Data, News and Analytics LLC	Common Equity/Interests - Class A Common Unit	N/A	N/A	4,500,000 Shares	4,500	4,500	(13)
					53,855	52,854	
STG-Fairway Acquisitions, Inc.	Second Lien Secured Debt	10.73% (3M L+925, 1.00% Floor)	06/30/23	15,000	14,741	14,400	
Transplace Holdings, Inc.	Second Lien Secured Debt	10.31% (1M L+875, 1.00% Floor)	10/06/25	15,000	14,634	15,094	(10)
U.S. Security Associates Holdings, Inc.	Unsecured Debt	11.00%	01/28/20	80,000	80,000	80,000	
Total Business Services Chemicals, Plastics & Rubber Carbon Free Chemicals Carbonfree Chemicals SPE I LLC (f/k/a Maxus Capital Carbon SPE I LLC)					\$442,618	\$443,065	
Carbonfree Caustic SPE LLC	Unfunded Delayed Draw - Promissory Note	0.00% Unfunded	06/30/20	6,111	—	—	(23)
					59,305	49,036	
Hare Bidco, Inc.	Second Lien Secured Debt	9.75% (3M L+875, 1.00% Floor)	08/01/24	€13,574	14,412	15,974	
Total Chemical, Plastics & Rubber Consumer Goods – Durable					\$73,717	\$65,010	
Hayward Industries, Inc.	Second Lien Secured Debt	9.82% (1M L+825)	08/04/25	\$25,110	\$24,633	\$24,630	
KLO Holdings							
9357-5991 Quebec Inc.	First Lien Secured Debt	9.31% (1M L+775, 1.25% Floor)	04/07/22	9,382	9,281	9,279	
KLO Acquisition LLC	First Lien Secured Debt	9.31% (1M L+775, 1.25% Floor)	04/07/22	5,431	5,373	5,372	
					14,654	14,651	

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Sorenson Holdings, LLC	Common Equity/Interests - Membership Interests	N/A	N/A	587 Shares	—	470	(10)(13)
Total Consumer Goods - Durable Consumer Goods – Non-Durable					\$39,287	\$39,751	
ABG Intermediate Holdings 2, LLC	Second Lien Secured Debt	9.44% (3M L+775, 1.00% Floor)	09/29/25	\$8,094	\$8,034	\$8,215	(10)
Sequential Brands Group, Inc.	Second Lien Secured Debt	10.46% (1M L+900)	07/01/22	17,248	17,085	16,933	(17)
Total Consumer Goods - Non-Durable Consumer Services					\$25,119	\$25,148	
1A Smart Start LLC	Second Lien Secured Debt	11.75% (P+725)	08/22/22	\$25,100	\$24,601	\$24,598	
Total Consumer Services					\$24,601	\$24,598	
Containers, Packaging & Glass Sprint Industrial Holdings, LLC	Second Lien Secured Debt	13.5% PIK	11/14/19	\$18,451	\$18,107	\$9,069	
	Common Equity/Interests - Warrants	N/A	N/A	7,341 Warrants	—	—	(13)(29)
					18,107	9,069	
TricorBraun Holdings, Inc.	First Lien Secured Debt - Revolver	6.75% (P+225)	11/30/21	1,523	1,523	1,526	(23)
	First Lien Secured Debt - Unfunded Revolver	0.50% Unfunded	11/30/21	4,103	(396)	—	(21)(23)
Total Containers, Packaging & Glass					1,127	1,526	
					\$19,234	\$10,595	

See notes to financial statements.

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Industry / Company	Investment Type	Interest Rate (20)	Maturity Date	Par / Shares (12)	Cost (30)	Fair Value (1) (31)	
Diversified Investment Vehicles, Banking, Finance, Real Estate							
Armor Holding II LLC	Second Lien Secured Debt	10.70% (3M L+900, 1.25% Floor)	12/26/20	\$8,000	\$7,936	\$8,110	(10)
Craft 2014-1A	Structured Products and Other - Credit-Linked Note	8.12% (3M L+965)	05/15/21	27,130	27,697	26,959	(11)(17)
Craft 2015-2	Structured Products and Other - Credit-Linked Note	9.55% (3M L+925)	01/16/24	24,869	25,746	24,375	(11)(17)
Golden Bear 2016-R, LLC (3)(4)	Structured Products and Other - Membership Interests	N/A	09/20/42	—	16,459	15,233	(17)
Purchasing Power, LLC	First Lien Secured Debt - Revolver	9.56% (1M L + 800, 1.00% Floor)	07/10/19	17,158	17,158	17,024	(9)(23)
	First Lien Secured Debt - Unfunded Revolver	0.75% Unfunded	07/10/19	2,942	(169	) (23	) (8)(9)(21)(23)
					16,989	17,001	
Ten-X, LLC	First Lien Secured Debt - Revolver	5.25% (1M L+375, 1.00% Floor)	09/29/22	520	520	475	(23)
	First Lien Secured Debt - Unfunded Revolver	0.50% Unfunded	09/29/22	4,160	(400	) (357	) (8)(21)(23)
					120	118	
Total Diversified Investment Vehicles, Banking, Finance, Real Estate					\$94,947	\$91,796	
Energy – Electricity							
AMP Solar Group, Inc. (4)	Common Equity/Interests - Class A Common Unit	N/A	N/A	243,646 Shares	10,000	5,114	(13)(17)
Renew Financial							
AIC SPV Holdings II, LLC (4)	Common Equity/Interests - Membership Interests	N/A	N/A	534,375 Shares	\$534	\$1,042	(13)(17)(15)
Renew Financial LLC (f/k/a	Preferred Equity - Series B Preferred	N/A	N/A	1,505,868 Shares	8,343	19,027	(13)

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Renewable Funding, LLC (4)	Stock							
	Preferred Equity - Series D Preferred Stock	N/A	N/A	436,689 Shares	5,568	6,663	(13)	
Renew JV LLC (4)	Common Equity/Interests - Membership Interests	N/A	N/A	2,115,665 Shares	2,116	3,019	(13)(17)	
					16,561	29,751		
Solarplicity Group								
Solarplicity Group Limited (3)(4)	First Lien Secured Debt	8.00% PIK (8.00% Cash Toggle)	11/30/22	£ 129,626	150,352	125,714	(17)	
	Common Equity/Interests - Class B Common Shares	N/A	N/A	2,825 Shares	2,472	—	(2)(13)(17)(26)	
Solarplicity UK Holdings Limited (4)	Unsecured Debt	8.00% PIK (8.00% Cash Toggle)	02/24/22	£ 2,000	2,499	2,705	(17)	
	Common Equity/Interests - Ordinary Shares	N/A	N/A	2,825 Shares	4	5,212	(2)(13)(17)	
					155,327	133,631		
Westinghouse Electric Co LLC	First Lien Secured Debt	7.82% (1M L+625, 1.00% Floor)	03/31/18	40,000	39,727	40,000	(9)	
Total Energy – Electricity					\$ 221,615	\$ 208,496		
Energy – Oil & Gas								
Glacier Oil & Gas Corp. (f/k/a Miller Energy Resources, Inc.) (5)	First Lien Secured Debt	8.00% Cash (10.00% PIK Toggle)	03/29/19	\$ 15,000	\$ 15,000	\$ 15,000	(23)	
	First Lien Secured Debt - Unfunded Delayed Draw	0.00% Unfunded	03/29/19	5,000	—	—	(21)(23)	
	Second Lien Secured Debt	10.00% PIK (8.00% Cash Toggle)	03/29/21	29,760	29,760	29,760		

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(In thousands, except share data)

Industry / Company	Investment Type	Interest Rate (20)	Maturity Date	Par / Shares (12)	Cost (30)	Fair Value (1) (31)	
	Common Equity/Interests - Common Stock	N/A	N/A	5,000,000 Shares	30,078	19,995	(13)
					74,838	64,755	
Pelican Energy, LLC (4)	Common Equity/Interests - Membership Interests	N/A	N/A	1,444 Shares	24,730	11,755	(13)(17)
SHD Oil & Gas, LLC (5)	First Lien Secured Debt - Tranche A Note	14.00% (8.00% Cash plus 6.00% PIK)	12/31/19	42,794	42,794	44,078	
	First Lien Secured Debt - Tranche B Note	14.00% PIK	12/31/19	70,755	44,380	33,738	(13)(14)
	First Lien Secured Debt - Tranche C Note	12.00%	12/31/19	18,000	18,000	18,540	
	Common Equity/Interests - Series A Units	N/A	N/A	7,600,000 Shares	1,411	—	(13)
Total Energy – Oil & Gas					106,585	96,356	
Food & Grocery					\$206,153	\$172,866	
Bumble Bee Foods							
Bumble Bee Holdings, Inc.	First Lien Secured Debt	9.44% (3M L+800, 1.00% Floor)	08/15/23	\$ 15,546	\$15,249	\$15,235	
Connors Bros Clover Leaf Seafoods Company	First Lien Secured Debt	9.44% (3M L+800, 1.00% Floor)	08/15/23	4,404	4,320	4,316	
					19,569	19,551	
Grocery Outlet, Inc.	Second Lien Secured Debt	9.94% (3M L+825, 1.00% Floor)	10/21/22	25,000	24,772	25,125	(10)
Total Food & Grocery					\$44,341	\$44,676	
Healthcare & Pharmaceuticals							
Altasciences 9360-1367 Quebec Inc.	First Lien Secured Debt	7.94% (3M L+625,	06/09/23	C\$2,430	\$1,773	\$1,896	(9)(17)

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		1.00% Floor)						
	First Lien Secured Debt	7.94% (3M L+625, 1.00% Floor)	06/09/23	\$ 2,913	2,854	2,848	(9)(17)	
Altasciences US Acquisition, Inc.	First Lien Secured Debt	7.94% (3M L+625, 1.00% Floor)	06/09/23	5,261	5,154	5,143	(9)	
	First Lien Secured Debt - Revolver	7.94% (3M L+625, 1.00% Floor)	06/09/23	285	285	279	(9)(23)(28)	
	First Lien Secured Debt - Unfunded Delayed Draw	0.50% Unfunded	06/09/23	2,851	(32	) (64	) (8)(9)(21)(23)(28)	
	First Lien Secured Debt - Unfunded Revolver	0.25% Unfunded	06/09/23	1,141	(29	) (27	) (8)(9)(21)(23)(28)	
					10,005	10,075		
Aptevo Therapeutics Inc.	First Lien Secured Debt	9.16% (1M L+760)	02/01/21	8,571	8,671	8,506	(9)	
Argon Medical Devices Holdings, Inc.	Second Lien Secured Debt	9.38% (3M L+800, 1.00% Floor)	10/27/25	21,600	21,492	21,708	(10)	
Avalign Technologies, Inc.	Second Lien Secured Debt	9.71% (6M L+825, 1.00% Floor)	09/02/24	5,500	5,448	5,514		
BioClinica Holding I, LP	Second Lien Secured Debt	9.63% (3M L+825, 1.00% Floor)	10/21/24	24,612	24,189	23,874	(10)	
Elements Behavioral Health, Inc.	Second Lien Secured Debt	14.44% (3M L+1275, 1.00% Floor)	02/11/20	12,353	11,911	865	(13)(14)	
Invuity, Inc.	First Lien Secured Debt	8.07% (1M L+650, 1.50% Floor)	03/01/22	10,000	9,834	9,808	(9)	
	First Lien Secured Debt - Revolver	4.82% (1M L+325, 1.50% Floor)	03/01/22	969	969	964	(9)(23)	
	First Lien Secured Debt - Unfunded Revolver	0.50% Unfunded	03/01/22	1,031	(8) (5) (8)(9)(21)(23)	
	Warrants - Warrants	N/A	N/A	32,803 Warrants	180	129	(9)	
					10,975	10,896		

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Lanai Holdings III, Inc.	Second Lien Secured Debt	9.98% (3M L+850, 1.00% Floor)	08/28/23	17,391	16,973	16,087	(10)
Maxor National Pharmacy Services, LLC	First Lien Secured Debt	7.53% (1M L+600, 1.00% Floor)	11/22/23	21,631	21,100	21,418	(9)
	First Lien Secured Debt - Revolver	7.59% (2M L+600, 1.00% Floor)	11/22/22	175	175	174	(9)(23)
	First Lien Secured Debt - Unfunded Revolver	0.50% Unfunded	11/22/22	1,383	(31)	(13)	(8)(9)(21)(23)
					21,244	21,579	
Oxford Immunotec, Inc.	First Lien Secured Debt	9.16% (1M L+760)	10/01/21	9,750	9,855	9,887	(9)(17)
	First Lien Secured Debt - Unfunded Revolver	0.50% Unfunded	10/01/21	1,000	(4)	—	(9)(17)(21)(23)
					9,851	9,887	
PTC Therapeutics, Inc	First Lien Secured Debt	7.71% (1M L+615, 1.00% Floor)	05/01/21	12,667	12,614	12,667	(9)(17)
	First Lien Secured Debt - Unfunded Delayed Draw	0.00% Unfunded	05/01/21	6,333	(26)	—	(9)(17)(21)(23)
					12,588	12,667	
RiteDose Holdings I, Inc.	First Lien Secured Debt	8.19% (3M L + 650, 1.00% Floor)	09/13/23	15,000	14,537	14,786	(9)
	First Lien Secured Debt - Unfunded Revolver	0.50% Unfunded	09/13/22	2,000	(61)	(28)	(8)(9)(21)(23)
					14,476	14,758	
Teladoc, Inc.	First Lien Secured Debt - Unfunded Revolver	0.50% Unfunded	07/14/20	1,667	(57)	(67)	(8)(17)(21)(23)
Wright Medical Group, Inc.	First Lien Secured Debt - Revolver	5.81% (1M L+425, 0.75% Floor)	12/23/21	18,333	18,333	18,333	(9)(17)(23)
		0.50% Unfunded	12/23/21	31,667	(398)	—	(9)(17)(21)(23)

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	First Lien Secured Debt - Unfunded Revolver					17,935	18,333	
Total Healthcare & Pharmaceuticals						\$185,701	\$174,682	
High Tech Industries								
ChyronHego Corporation	First Lien Secured Debt	7.43% (3M L+643, 1.00% Floor)	03/09/20	\$35,510	\$35,159	\$34,089	(18)	
DigiCert Holdings, Inc.	Second Lien Secured Debt	9.63% (3M L+800, 1.00% Floor)	10/31/25	20,196	20,097	20,316	(10)	
LabVantage Solutions								
LabVantage Solutions Inc.	First Lien Secured Debt	9.56% (1M L+800, 1.00% Floor)	12/29/20	13,875	13,602	13,736		
LabVantage Solutions Limited	First Lien Secured Debt	9.00% (3M E+800, 1.00% Floor)	12/29/20	€12,711	13,402	15,111	(17)	
	First Lien Secured Debt - Unfunded Revolver	0.50% Unfunded	12/29/20	€3,435	(70)	(41)	(8)(17)(21)(23)	
					26,934	28,806		
Nextech Systems, LLC	First Lien Secured Debt	8.40% (1M L+725, 1.00% Floor)	06/22/21	21,294	20,923	21,081	(18)	
Smokey Merger Sub, Inc.	Second Lien Secured Debt	10.21% (3M L+875, 1.00% Floor)	05/24/24	30,000	29,177	29,250	(9)	
Telestream Holdings Corporation	First Lien Secured Debt	7.61% (3M L +645, 1.00% Floor)	03/24/22	36,840	36,521	36,104	(18)	
Tibco Software Inc.	First Lien Secured Debt - Unfunded Revolver	0.50% Unfunded	12/05/19	6,000	(23)	(840)	(8)(21)(23)	
Total High Tech Industries						\$168,788	\$168,806	
Hotel, Gaming, Leisure, Restaurants								
GFRC Holdings LLC	First Lien Secured Debt	9.56% (1M L+800 Cash (L+800 PIK Toggle), 1.50% Floor)	02/01/22	\$2,500	\$2,500	\$2,475		
SMG	Second Lien Secured Debt	11.75% (P+725)	02/27/21	19,649	19,649	19,723	(10)	
Total Hotel, Gaming, Leisure, Restaurants						\$22,149	\$22,198	

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Insurance						
Alliant Holdings Intermediate, LLC	First Lien Secured Debt - Letter of Credit	3.375%	04/23/18	\$37	\$—	\$(1) (8)(23)
	First Lien Secured Debt - Letter of Credit	3.375%	07/30/18	96	—	(4) (8)(23)
	First Lien Secured Debt - Letter of Credit	3.375%	05/31/19	8	—	— (8)(23)
	First Lien Secured Debt - Letter of Credit	3.375%	11/30/18	38	—	(1) (8)(23)
	First Lien Secured Debt - Letter of Credit	3.375%	05/04/18	8	—	— (8)(23)
	First Lien Secured Debt - Revolver	7.00% (P+250)	08/14/20	1,125	1,125	1,090 (23)
	First Lien Secured Debt - Unfunded Revolver	0.50% Unfunded	08/14/20	13,688	(895)	(431) (8)(21)(23)
Confie Seguros Holding II Co.	Second Lien Secured Debt	10.98% (3M L+950, 1.25% Floor)	05/08/19	21,844	21,799	21,162 (10)
Total Insurance					\$22,029	\$21,815
Manufacturing, Capital Equipment						
ATS Consolidated, Inc.	Second Lien Secured Debt	10.11% (2M L+850, 1.00% Floor)	05/30/25	\$15,000	\$14,720	\$15,113 (10)
MedPlast Holdings Inc.	Second Lien Secured Debt	10.23% (2M L+875, 1.00% Floor)	06/06/23	8,000	7,824	7,800
Power Products, LLC	Second Lien Secured Debt	10.36% (3M L+900, 1.00% Floor)	12/20/23	32,500	31,528	32,214 (9)
Total Manufacturing, Capital Equipment					\$54,072	\$55,127
Media – Diversified & Production						
SESAC Holdco II LLC	First Lien Secured Debt - Unfunded Revolver	0.50% Unfunded	02/23/22	\$587	\$(44)	\$(44) (8)(21)(23)
	Second Lien Secured Debt	8.73% (3M L+725, 1.00% Floor)	02/24/25	3,241	3,212	3,197
Total Media – Diversified & Production					\$3,168	\$3,153
Metals & Mining						
Magnetation, LLC			12/31/19	\$1,716	\$1,637	\$573 (13)(14)

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	First Lien Secured Debt	9.69% (3M L+800 Cash (PIK Toggle))					
Total Metals & Mining					\$1,637	\$573	
Telecommunications							
Securus Technologies Holdings, Inc.	Second Lien Secured Debt	9.87% (2M L+825, 1.00% Floor)	11/01/25	\$12,878	\$12,752	\$13,047	(10)
UniTek Global Services Inc.	First Lien Secured Debt	10.19% (3M L+750 Cash plus 1.00% PIK, 1.00% Floor)	01/13/19	1,946	1,946	1,946	
	First Lien Secured Debt	10.19% (3M L+850, 1.00% Floor)	01/13/19	32,367	32,367	33,014	
	First Lien Secured Debt - Letter of Credit	7.50%	01/13/19	5,857	—	—	(23)
	First Lien Secured Debt - Unfunded Revolver	0.50% Unfunded	01/13/19	5,000	—	—	(21)(23)
	Unsecured Debt	15.00% PIK	07/13/19	9,552	9,552	9,743	