



# Q1 2025 Earnings Presentation

May 9, 2025

## **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.

## Q1 2025 Selected Highlights

- **Total investment income** for the quarter ended March 31, 2025, was \$12.1 million, of which \$10.3 million was attributable to interest income, inclusive of payment-in-kind income, from the Debt Securities Portfolio. This compares to total investment income of \$14.4 million for the quarter ended December 31, 2024, of which \$12.2 million was attributable to interest income, inclusive of payment-in-kind income, from the Debt Securities Portfolio and \$16.5 million for the quarter ended March 31, 2024, of which \$14.2 million was attributable to interest income, inclusive of payment-in-kind income, from the Debt Securities Portfolio.
- **Core investment income** for the quarter ended March 31, 2025, excluding the impact of purchase discount accretion, was \$12.1 million, as compared to core investment income of \$14.4 million for the quarter ended December 31, 2024. This compares to \$16.5 million for the quarter ended March 31, 2024.
- **Net investment income (“NII”)** for the quarter ended March 31, 2025, was \$4.3 million (\$0.47 per share) as compared to \$5.5 million (\$0.60 per share) for the quarter ended December 31, 2024, and \$6.2 million (\$0.67 per share) for the quarter ended March 31, 2024.
- **Net asset value (“NAV”)** as of March 31, 2025, was \$173.5 million (\$18.85 per share), as compared to \$178.5 million (\$19.41 per share) as of December 31, 2024.
- **Deployment during the quarter was strong**, with deployment of approximately \$17.5 million and sales and repayments of approximately \$15.7 million, resulting in net deployment of approximately \$1.8 million.
- **Investment portfolio at fair value** as of March 31, 2025, was \$406.4 million, comprised of 93 different portfolio companies. Our debt investment portfolio, excluding our investments in the CLO Funds, equities and Joint Ventures, totaled \$324.8 million at fair value as of March 31, 2025, and was spread across 24 different industries comprised of 72 different portfolio companies with an average par balance per entity of approximately \$2.6 million. This compares to a total investment portfolio at fair value as of December 31, 2024 of \$405.0 million, comprised of 93 different portfolio companies. Our debt investment portfolio, excluding our investments in the CLO Funds, equities and Joint Ventures, totaled \$320.7 million at fair value as of December 31, 2024, and was spread across 26 different industries comprised of 71 different portfolio companies, with an average par balance per entity of approximately \$2.5 million.
- **Non-accruals on debt investments**, as of March 31, 2025, were six debt investments representing 2.6% and 4.7% of the Company’s investment portfolio at fair value and amortized cost, respectively. This compares to six debt investments representing 1.7% and 3.4% of the Company’s investment portfolio at fair value and amortized cost, respectively, as of December 31, 2024, and seven debt investments representing 0.5% and 3.2% of the Company’s investment portfolio at fair value and amortized cost, respectively, as of March 31, 2024.
- **Weighted average annualized yield** (excluding income from non-accruals and collateralized loan obligations) was approximately 11.0% as of March 31, 2025.
- **Par value of outstanding borrowings**, as of March 31, 2025, was \$255.4 million, as compared to \$267.5 as of December 31, 2024, with an asset coverage ratio of total assets to total borrowings of 168% and 167%, respectively. On a net basis, leverage as of March 31, 2025, was 1.3x<sup>(2)</sup> compared to net leverage of 1.3x<sup>(2)</sup> as of December 31, 2024.
- **Change in Dividend Policy:** The Company’s Board of Directors (the “Board”) modified the Company’s dividend policy to introduce a stable base distribution, which is anticipated to be sustainable across market cycles. Additionally, the Board intends to declare a quarterly supplemental distribution going forward, which will approximate 50% of net investment income in excess of the quarterly base distribution to account for fluctuations in rates and spreads.
- **Distribution:** Declared a regular quarterly base distribution of \$0.47 per share of common stock. The distribution is payable on May 29, 2025, to stockholders of record at the close of business on May 19, 2025.
- **On January 29, 2025, the Company entered into a Proposed Merger agreement** with LRFC. Under the agreement, LRFC will merge with and into PTMN, subject to the receipt of certain shareholder approvals and the satisfaction of other closing conditions. Pursuant to the Proposed Merger agreement, Portman Ridge will be the surviving public entity and will continue to trade on the Nasdaq under the symbol “PTMN.” In connection with the Proposed Merger, shareholders of LRFC will receive 1.50 newly issued shares of PTMN common stock in exchange for each share of common stock of LRFC (the “Fixed Exchange Ratio”).

(1) 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 Credit Corporation (“HCC”) 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.

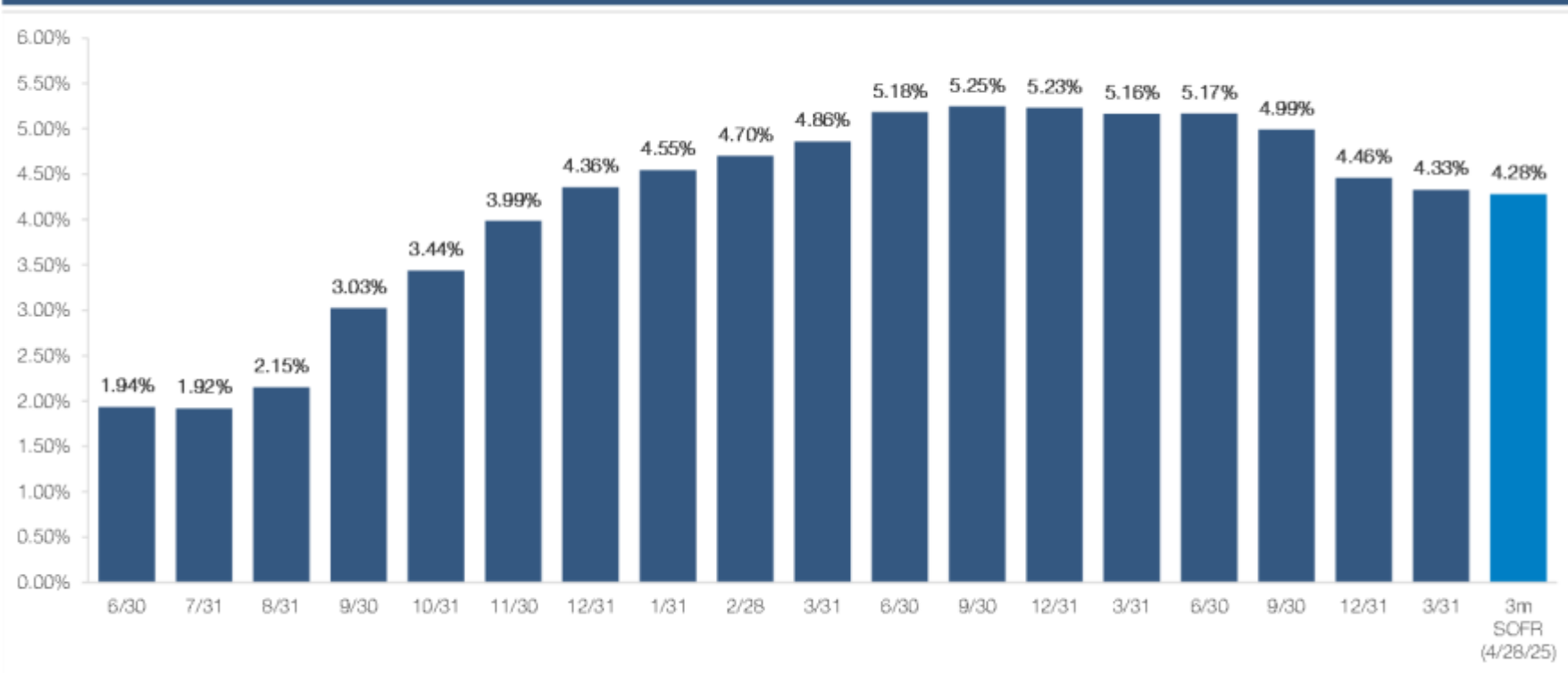
(2) Net leverage is calculated as the ratio between (A) debt, excluding unamortized debt issuance costs, less available cash and cash equivalents, and restricted cash and (B) NAV. Portman Ridge believes presenting a net leverage ratio is useful and appropriate supplemental disclosure because it reflects the Company’s financial condition net of \$23.5 million and \$40.0 million of cash and cash equivalents and restricted cash as of March 31, 2025, and December 31, 2024, respectively. 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, except per share amounts)	Q1 2024	Q2 2024	Q3 2024	Q4 2024	Q1 2025
Interest income, excluding CLO income and purchase discount accretion	\$12,088	\$11,587	\$11,434	\$10,040	\$7,522
Purchase discount accounting	73	112	25	25	16
PIK Investment Income	2,006	2,201	1,552	2,427	3,061
CLO Income	555	526	254	176	78
JV Income	1,653	1,800	1,669	1,454	1,417
Service Fees	151	111	243	270	24
<b>Investment Income</b>	<b>\$ 16,526</b>	<b>\$ 16,337</b>	<b>\$ 15,177</b>	<b>\$ 14,392</b>	<b>\$ 12,118</b>
Less: Purchase discount accounting	(\$73)	(\$112)	(\$25)	(\$25)	(\$16)
<b>Core investment income<sup>(1)</sup></b>	<b>\$ 16,453</b>	<b>\$ 16,225</b>	<b>\$ 15,152</b>	<b>\$ 14,367</b>	<b>\$ 12,102</b>
<b>Expenses:</b>					
Management fees	1,729	1,680	1,611	1,539	1,466
Performance-based incentive fees	1,234	1,374	1,230	1,174	920
Interest and amortization of debt issuance costs	5,725	5,365	5,120	4,572	4,298
Professional fees	604	470	283	516	452
Administrative services expense	356	361	596	458	411
Directors' expense	162	161	143	144	144
Other general and administrative expenses	490	449	392	450	87
<b>Total expenses</b>	<b>\$10,300</b>	<b>\$9,860</b>	<b>\$9,375</b>	<b>\$8,853</b>	<b>\$7,778</b>
<b>Net Investment Income</b>	<b>\$ 6,226</b>	<b>\$ 6,477</b>	<b>\$ 5,802</b>	<b>\$ 5,539</b>	<b>\$ 4,340</b>
<b>Core net investment income<sup>(2)</sup></b>	<b>\$ 6,153</b>	<b>\$ 6,384</b>	<b>\$ 5,781</b>	<b>\$ 5,518</b>	<b>\$ 4,327</b>
Net realized gain (loss) on investments	(2,057)	(6,922)	(11,419)	(10,785)	(173)
Net change in unrealized gain (loss) on investments	71	(5,966)	4,511	2,390	(3,903)
Tax (provision) benefit on realized and unrealized gains (losses) on investments	459	78	—	316	(346)
Net realized gain (loss) on extinguishment of debt	(213)	(39)	(403)	—	—
<b>Net increase/(decrease) in Core net assets resulting from operations</b>	<b>\$4,413</b>	<b>\$ (6,465)</b>	<b>\$ (1,530)</b>	<b>\$ (2,561)</b>	<b>\$ (95)</b>
<b>Per Share</b>	<b>Q1 2024</b>	<b>Q2 2024</b>	<b>Q3 2024</b>	<b>Q4 2024</b>	<b>Q4 2024</b>
Core Net Investment Income	\$0.66	\$0.69	\$0.63	\$0.60	\$0.47
Net Realized and Unrealized Gain / (Loss) on Investments	(\$0.21)	(\$1.39)	(\$0.75)	(\$0.91)	(\$0.44)
Net Core Earnings	\$0.47	(\$0.70)	(\$0.17)	(\$0.28)	(\$0.01)
Distributions declared	\$0.69	\$0.69	\$0.69	\$0.54	\$0.47
Net Asset Value	\$22.57	\$21.21	\$20.36	\$19.41	\$18.85

(1) 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 GARS and 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.

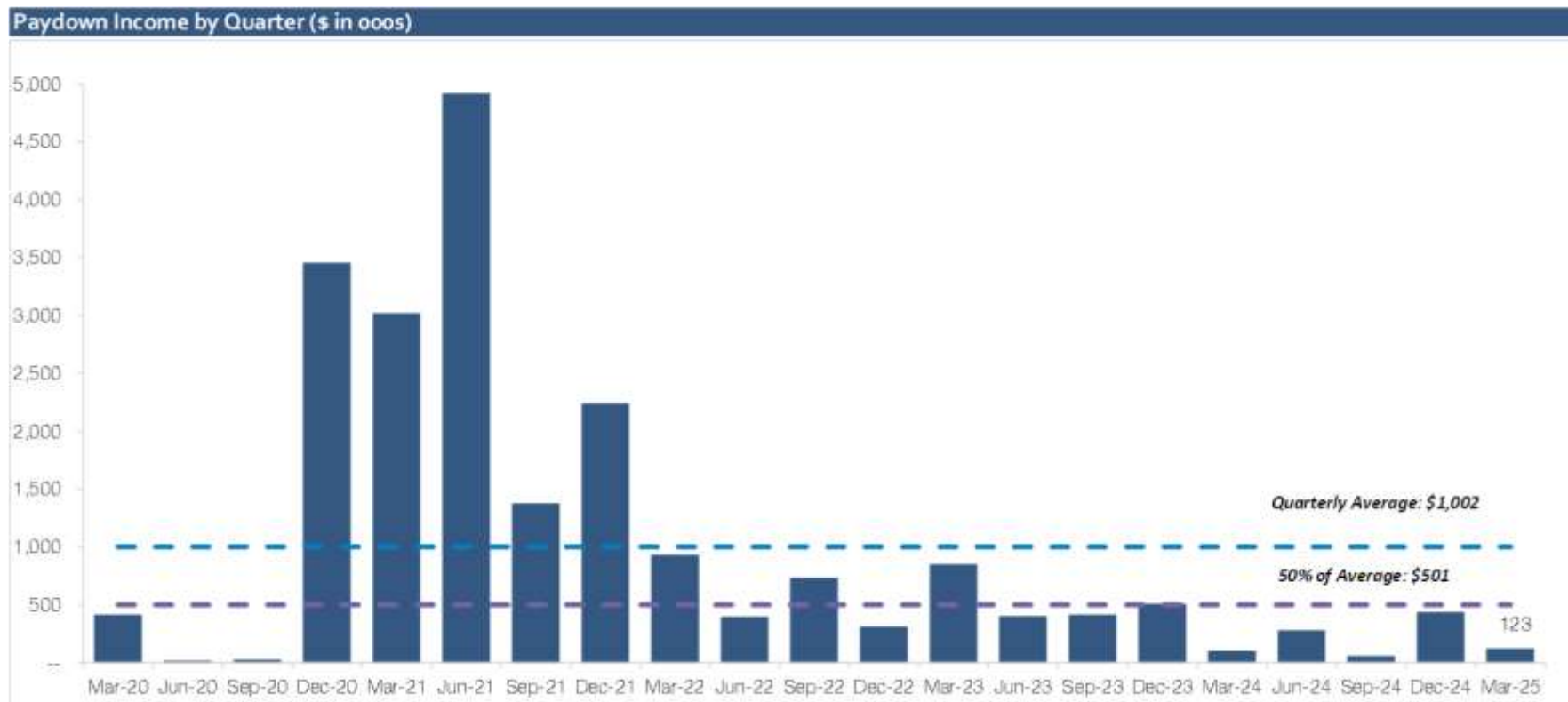
- As of March 31, 2025, substantially all of our floating rate assets were on SOFR contract.
- If all floating rate assets as of 3/31/25 were reset to current 3-month benchmark rates 4.28%, we would expect to experience an incremental reduction in quarterly income of ~\$35k.

Blended Contracted SOFR at Month End



(1) 3-month SOFR per Bloomberg as of April 28, 2025.

- Over the last three years, Portman has experienced an average of ~\$1.0 million in income related to repayment / prepayment activity as compared to the current quarter of \$0.1 million.



(\$ in '000s except per share)	Q1 2024	Q2 2024	Q3 2024	Q4 2024	Q1 2025
<b>Interest Income:</b>					
Non-controlled/non-affiliated investments	12,621	11,913	11,357	9,145	7,300
Non-controlled affiliated investments	95	312	356	1,096	316
Total interest income	12,716	12,225	11,713	10,241	7,616
<b>Payment-in-kind income:</b>					
Non-controlled/non-affiliated investments	1,894	2,018	1,343	2,217	2,853
Non-controlled affiliated investments	112	183	209	210	208
Total payment-in-kind income	2,006	2,201	1,552	2,427	3,061
<b>Dividend income:</b>					
Non-controlled affiliated investments	1,653	1,800	1,669	1,454	1,417
Total dividend income	1,653	1,800	1,669	1,454	1,417
<b>Fees and other income:</b>					
Non-controlled/non-affiliated investments	151	111	243	270	24
Total fees and other income	151	111	243	270	24
<b>Reported Investment Income</b>	<b>\$16,526</b>	<b>\$16,337</b>	<b>\$15,177</b>	<b>\$14,392</b>	<b>\$12,118</b>
Less: Purchase discount accounting	(73)	(112)	(25)	(25)	(16)
<b>Core Investment Income</b>	<b>\$16,453</b>	<b>\$16,225</b>	<b>\$15,152</b>	<b>\$14,367</b>	<b>\$12,102</b>
<b><u>Reported</u></b>					
Net Investment Income	\$6,226	\$6,477	\$5,802	\$5,539	\$4,340
NII Per Share	\$0.67	\$0.70	\$0.63	\$0.60	\$0.47
<b><u>Core</u></b>					
Net Investment Income <sup>(1)</sup>	\$6,153	\$6,384	\$5,781	\$5,518	\$4,327
NII Per Share	\$0.66	\$0.69	\$0.63	\$0.60	\$0.47

(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 GARS and 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.

## Net Asset Value Rollforward

(\$ in '000s)	Q1 2024	Q2 2024	Q3 2024	Q4 2024	Q1 2025
NAV, Beginning of Period	\$213,518	\$210,607	\$196,429	\$187,982	\$178,493
Net investment income	6,226	6,477	5,802	5,539	4,340
Net realized gains (loss) on investments	(2,057)	(6,922)	(11,419)	(10,785)	(173)
Net change in unrealized appreciation (depreciation) on investments	71	(5,966)	4,511	2,390	(3,903)
Tax (provision) benefit on realized and unrealized gains (losses) on investments	459	78	—	316	(346)
Net realized gain (loss) from extinguishments of debt	(213)	(39)	(403)	—	—
Net decrease in net assets resulting from stockholder distributions	(6,444)	(6,411)	(6,382)	(6,345)	(4,967)
Stock repurchases	(953)	(1,553)	(638)	(688)	—
Stock issued under dividend reinvestment plan	—	158	82	84	67
<b>NAV, End of Period</b>	<b>\$210,607</b>	<b>\$196,429</b>	<b>\$187,982</b>	<b>\$178,493</b>	<b>\$173,511</b>

Leverage and Asset Coverage	Q1 2024	Q2 2024	Q3 2024	Q4 2024	Q1 2025
Gross Leverage	1.4x	1.5x	1.4x	1.5x	1.5x
Net Leverage <sup>(1)</sup>	1.2x	1.3x	1.3x	1.3x	1.3x
Asset Coverage	171%	169%	170%	167%	168%

(1) 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 \$23.5 million, \$40.0 million, \$26.8 million, \$36.6 million, and \$39.6 million of cash and cash equivalents and restricted cash as of March 31, 2025, December 31, 2024, September 30, 2024, June 30, 2024, and March 31, 2024, respectively. 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.

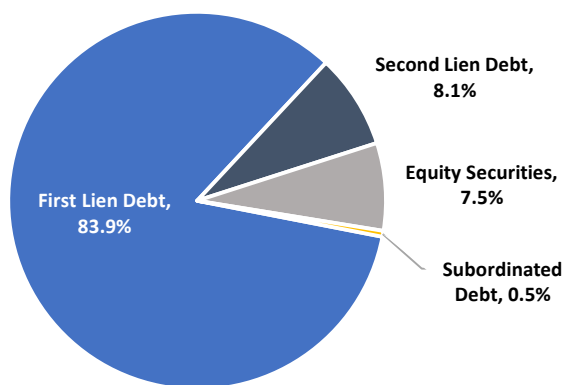


# Current Portfolio Profile<sup>(1)</sup>

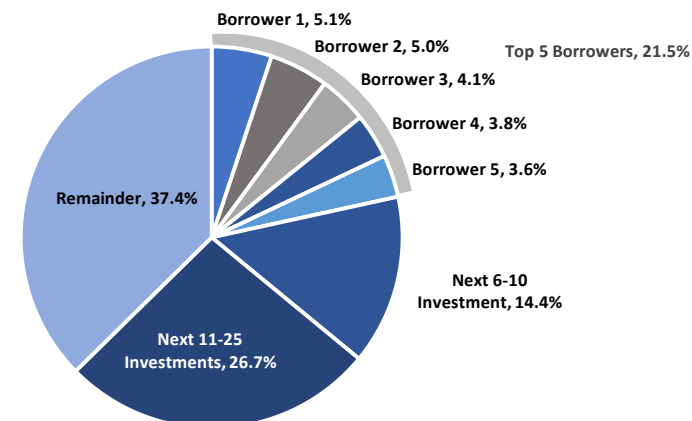
## Diversified Portfolio of Assets

93 Debt + Equity Portfolio Investee Companies
\$2.6mm / 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 during the rotation period

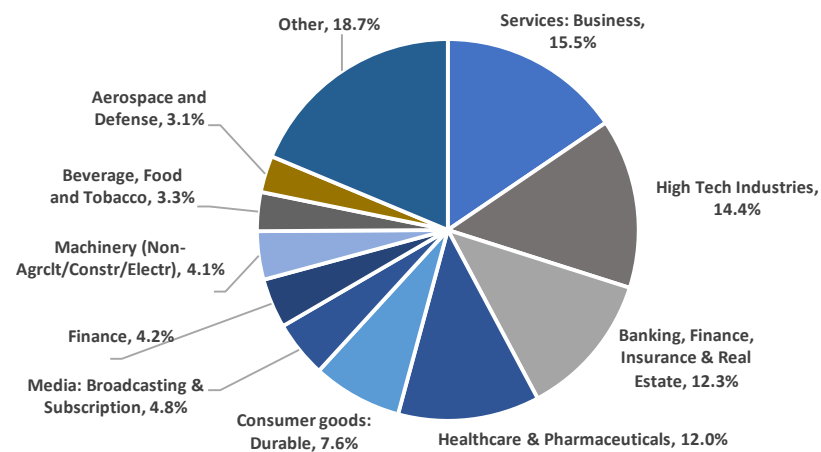
## Asset Mix<sup>(2)</sup>



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



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



(1) As of March 31, 2025. Figures shown do not include, CLO Funds, F3C JV or Series A-Great Lakes Funding II LLC, and derivatives.

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

(\$ in '000s)	Q1 2024	Q2 2024	Q3 2024	Q4 2024	Q1 2025
<b><u>Portfolio Sourcing (at Fair Value):</u></b>					
BC Partners	\$365,041	\$348,856	\$339,747	\$317,588	\$326,614
Legacy KCAP	\$23,865	\$23,333	\$20,788	\$20,291	\$18,917
Legacy OHAI	\$0	\$0	\$0	\$0	\$0
Legacy GARS	\$68,895	\$60,790	\$57,683	\$58,123	\$52,744
Legacy HCAP <sup>(3)</sup>	\$13,454	\$11,391	\$10,760	\$9,019	\$8,148
<b><u>Portfolio Summary:</u></b>					
Total portfolio, at fair value	<b>\$471,255</b>	<b>\$444,370</b>	<b>\$428,978</b>	<b>\$405,021</b>	<b>\$406,423</b>
Total number of debt portfolio companies / Total number of investments <sup>(4)</sup>	79 / 187	75/196	72/194	71/180	72/180
Weighted Avg EBITDA of debt portfolio companies	\$111,355	\$104,439	\$111,503	\$112,400	\$129,902
Average size of debt portfolio company investment, at fair value	\$2,818	\$2,602	\$2,662	\$2,508	\$2,648
Weighted avg first lien / total leverage ratio (net) of debt portfolio	5.0x / 5.7x	5.0x/5.8x	5.0x/5.8x	5.0x/5.8x	5.1x/5.8x
<b><u>Portfolio Yields and Spreads:</u></b>					
Weighted average yield on debt investments at par value <sup>(5)</sup>	12.1%	12.4%	11.9%	11.3%	11.0%
Average Spread to SOFR	743 bps	752 bps	718 bsp	739 bsp	735 bsp
<b><u>Portfolio Activity:</u></b>					
Beginning balance	\$467,865	\$471,255	\$444,370	\$428,978	\$405,021
Purchases / draws / PIK	39,080	16,220	4,543	26,764	20,361
Exits / repayments / amortization	(35,440)	(32,096)	(14,670)	(43,489)	(15,660)
Gains / (losses) / accretion	(250)	(11,009)	(5,265)	(7,232)	(3,299)
<b>Ending Balance</b>	<b>\$471,255</b>	<b>\$444,370</b>	<b>\$428,978</b>	<b>\$405,021</b>	<b>\$406,423</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 income from non-accruals and collateralized loan obligations.

- As of March 31, 2025, six of the Company's debt investments were on non-accrual status and represented 2.6% and 4.7% of the Company's investment portfolio at fair value and amortized cost, respectively

(\$ in '000s)	Q1 2024	Q2 2024	Q3 2024	Q4 2024	Q1 2025
<b>Investments Credit Quality – Internal Rating<sup>(1)</sup></b>					
Performing	93.7%	96.4%	92.3%	92.4%	92.1%
Underperforming	6.3%	3.6%	7.7%	7.6%	7.9%
<b>Investments on Non-Accrual Status</b>					
Number of Non-Accrual Investments	7	9	9	6	6
Non-Accrual Investments at Cost	\$17,130	\$23,333	\$22,532	\$16,313	\$22,799
Non-Accrual Investments as a % of Total Cost	3.2%	4.5%	4.5%	3.4%	4.7%
Non-Accrual Investments at Fair Value	\$2,152	\$2,024	\$6,921	\$6,869	\$10,740
Non-Accrual Investments as a % of Total Fair Value	0.5%	0.5%	1.6%	1.7%	2.6%

(1) Based on fair market value as of the end of the respective period.

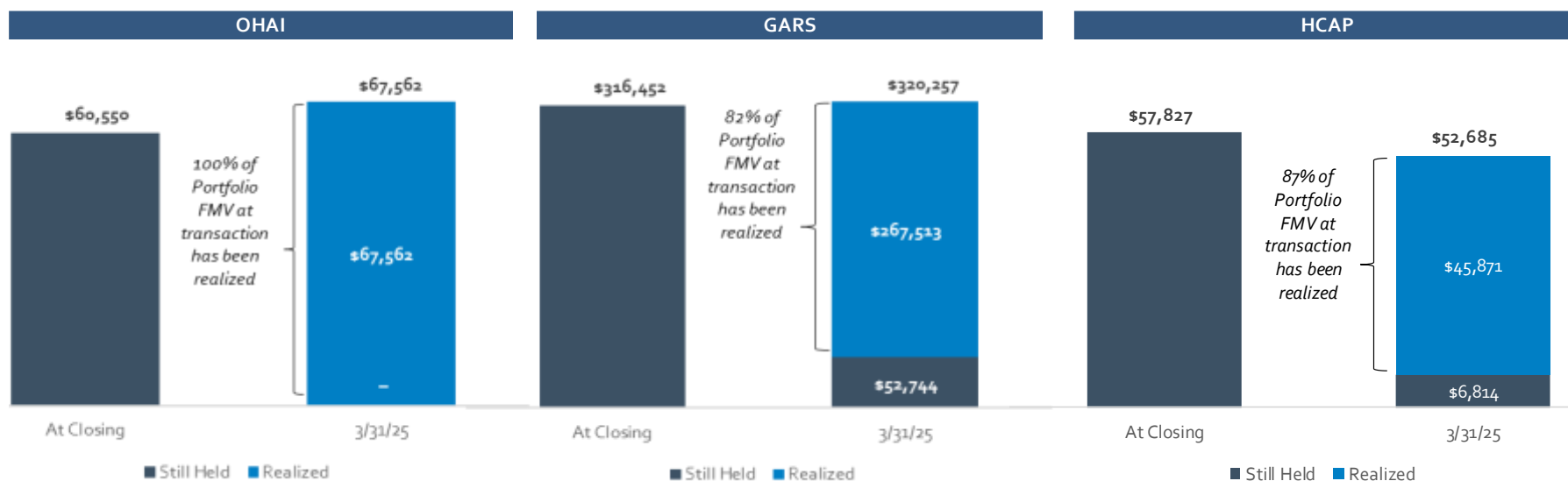
# Portfolio Composition<sup>(1)</sup>

Investment Portfolio (\$ in '000s)	Q1 2024	Q2 2024	Q3 2024	Q4 2024	Q1 2025
First Lien Debt	\$345,978	\$320,815	\$316,444	\$289,957	\$294,379
Second Lien Debt	38,925	36,386	28,885	28,996	28,724
Subordinated Debt	1,211	1,693	1,696	1,740	1,740
Equity Securities	23,428	23,830	22,879	24,762	26,218
Collateralized Loan Obligations	8,549	7,354	6,786	5,193	4,639
Joint Ventures	53,164	54,292	52,288	54,153	50,491
Derivatives	—	—	—	220	232
<b>Ending Balance</b>	<b>\$471,255</b>	<b>\$444,370</b>	<b>\$428,978</b>	<b>\$405,021</b>	<b>\$406,423</b>

Investment Portfolio (% of total)	Q1 2024	Q2 2024	Q3 2024	Q4 2024	Q1 2025
First Lien Debt	73.4%	72.1%	73.8%	71.6%	72.4%
Second Lien Debt	8.3%	8.2%	6.7%	7.2%	7.1%
Subordinated Debt	0.3%	0.4%	0.4%	0.4%	0.4%
Equity Securities	5.0%	5.4%	5.3%	6.1%	6.5%
Collateralized Loan Obligations	1.8%	1.7%	1.6%	1.3%	1.1%
Joint Ventures	11.3%	12.2%	12.2%	13.4%	12.4%
Derivatives	—	—	—	0.0%	0.1%
<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 at the end of the respective period. Does not include activity in short-term investments.

## ▪ M&A Value Realization as of March 31, 2025:



# Appendix

# Consolidated Statements of Assets and Liabilities

	March 31, 2025 (Unaudited)	December 31, 2024
(in thousands, except share and per share amounts)		
<b>ASSETS</b>		
Investments at fair value:		
Non-controlled/non-affiliated investments (amortized cost of \$365,539 and \$358,153, respectively)	\$ 333,519	\$ 327,622
Non-controlled affiliated investments (amortized cost of \$67,137 and \$68,858, respectively)	61,523	64,384
Controlled affiliated investments (amortized cost of \$49,061 and \$49,421 respectively)	11,381	13,015
Total Investments at Fair Value (amortized cost of \$481,737 and \$476,432 respectively)	406,423	405,021
Cash and cash equivalents	9,233	17,532
Restricted cash	14,278	22,421
Interest receivable	4,787	6,088
Dividend receivable	1,247	1,367
Other assets	2,812	1,205
<b>Total Assets</b>	<b>\$ 438,780</b>	<b>\$ 453,634</b>
<b>LIABILITIES</b>		
4.875% Notes Due 2026 (net of deferred financing costs and original issue discount of \$832 and \$1,017, respectively)	107,168	106,983
Great Lakes Portman Ridge Funding LLC Revolving Credit Facility (net of deferred financing costs of \$1,198 and \$1,322, respectively)	146,181	158,157
Accounts payable, accrued expenses and other liabilities	4,900	3,007
Accrued interest payable	4,634	3,646
Due to affiliates	—	635
Management and incentive fees payable	2,386	2,713
<b>Total Liabilities</b>	<b>265,269</b>	<b>275,141</b>
<b>COMMITMENTS AND CONTINGENCIES</b>		
<b>NET ASSETS</b>		
Common stock, par value \$0.01 per share, 20,000,000 common shares authorized; 9,965,480 issued, and 9,202,870 outstanding at March 31, 2025, and 9,960,785 issued, and 9,198,175 outstanding at December 31, 2024	\$ 92	\$ 92
Capital in excess of par value	714,398	714,331
Total distributable (loss) earnings	(540,979)	(535,930)
<b>Total Net Assets</b>	<b>173,511</b>	<b>178,493</b>
<b>Total Liabilities and Net Assets</b>	<b>\$ 438,780</b>	<b>\$ 453,634</b>
Net Asset Value Per Common Share	\$ 18.85	\$ 19.41

# Consolidated Statements of Operations

(in thousands, except share and per share amounts)	For the Three Months Ended March 31,	
	2025	2024
<b>INVESTMENT INCOME</b>		
Interest income:		
Non-controlled/non-affiliated investments	\$ 7,300	\$ 12,621
Non-controlled affiliated investments	316	95
Total interest income	\$ 7,616	\$ 12,716
Payment-in-kind income:		
Non-controlled/non-affiliated investments <sup>(1)</sup>	\$ 2,853	\$ 1,894
Non-controlled affiliated investments	208	112
Total payment-in-kind income	\$ 3,061	\$ 2,006
Dividend income:		
Non-controlled affiliated investments	\$ 1,417	\$ 1,653
Total dividend income	\$ 1,417	\$ 1,653
Fees and other income:		
Non-controlled affiliated investments	24	151
Total fees and other income	24	151
Total investment income	\$ 12,118	\$ 16,526
<b>EXPENSES</b>		
Management fees	\$ 1,466	\$ 1,729
Performance-based incentive fees	920	1,234
Interest and amortization of debt issuance costs	4,298	5,725
Professional fees	452	604
Administrative services expense	411	356
Directors' expense	144	162
Other general and administrative expenses	87	490
Total expenses	\$ 7,778	\$ 10,300
<b>NET INVESTMENT INCOME</b>	\$ 4,340	\$ 6,226
<b>REALIZED AND UNREALIZED GAINS (LOSSES) ON INVESTMENTS</b>		
Net realized gains (losses) from investment transactions:		
Non-controlled/non-affiliated investments	\$ (81)	\$ (1,641)
Non-controlled affiliated investments	(92)	—
Controlled affiliated investments	—	(416)
Net realized gain (loss) on investments	\$ (173)	\$ (2,057)
Net change in unrealized appreciation (depreciation) on:		
Non-controlled/non-affiliated investments	\$ (1,501)	\$ (659)
Non-controlled affiliated investments	(1,140)	140
Controlled affiliated investments	(1,274)	590
Derivatives	12	—
Net unrealized gain (loss) on investments	\$ (3,903)	\$ 71
Tax (provision) benefit on realized and unrealized gains (losses) on investments	(346)	459
Net realized and unrealized appreciation (depreciation) on investments, net of taxes	\$ (4,422)	\$ (1,527)
Net realized gains (losses) on extinguishments of debt	\$ —	\$ (213)
<b>NET INCREASE (DECREASE) IN NET ASSETS RESULTING FROM OPERATIONS</b>	\$ (82)	\$ 4,486
Net Increase (Decrease) In Net Assets Resulting from Operations per Common Share:		
Basic and Diluted:	\$ (0.01)	\$ 0.48
Net Investment Income Per Common Share :		
Basic and Diluted:	\$ 0.47	\$ (0.67)
Weighted Average Shares of Common Stock Outstanding—Basic and Diluted	9,198,223	9,344,994

(1) During the three months ended March 31, 2025 and 2024, the Company received \$0.2 million and \$0.1 million, respectively, of non-recurring fee income that was paid in-kind and included in this financial statement line item.



### Cash and Cash Equivalents

- Unrestricted cash and cash equivalents totaled \$9.2 million as of March 31, 2025
- Restricted cash of \$14.3 million as of March 31, 2025

### Debt Summary

- As of March 31, 2025, par value of outstanding borrowings was \$255.4 million with a current weighted average interest rate of 5.9%
  - The \$147.4 million of borrowings under the Great Lakes Portman Ridge Funding LLC Revolving Credit Facility was bearing a floating rate.
  - The \$108.0 million par value of 4.875% notes due 2026 was bearing a fixed rate
- As of March 31, 2025, there was \$52.6 million of available borrowing capacity under the Great Lakes Portman Ridge Funding LLC Revolving Credit Facility.

# Regular Distribution Information<sup>(1)</sup>

Date Declared	Record Date	Payment Date	Distribution per Share
5/8/2025	5/19/2025	5/29/2025	\$0.47
3/13/2025	3/24/2025	3/31/2025	\$0.54 <sup>(2)</sup>
11/7/2024	11/19/2024	11/29/2024	\$0.69
8/8/2024	8/22/2024	8/30/2024	\$0.69
5/8/2024	5/21/2024	5/31/2024	\$0.69
3/11/2024	3/20/2024	3/31/2024	\$0.69
11/9/2023	11/22/2023	11/31/2023	\$0.69
8/9/2023	8/22/2023	8/31/2023	\$0.69
5/10/2023	5/22/2023	5/31/2023	\$0.69
3/9/2023	3/20/2023	3/31/2023	\$0.68
11/8/2022	11/24/2022	12/13/2022	\$0.67
8/10/2022	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

## Change in Dividend Policy introduced in March 2025:

- The Company's Board of Directors modified the Company's dividend policy to introduce a stable base distribution, which is anticipated to be sustainable across market cycles.
- Additionally, the Board intends to declare a quarterly supplemental distribution going forward, which will approximate 50% of net investment income in excess of the quarterly base distribution to account for fluctuations in rates and spreads.

## Regular quarterly base distribution

- Q1 2025 - \$0.47 per share of common stock
- Q2 2025 - \$0.47 per share of common stock

## Supplemental cash distribution

- Q1 2025: \$0.07 per share of common stock
- Q2 2025: no supplemental distribution

(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.

(2) Change in Dividend Policy introduced in March 2025 - regular quarterly base distribution plus supplemental cash distribution.