UNITED STATES SECURITIES AND EXCHANGE COMMISSION
Washington, DC 20549

Form 10-Q

(Mark One)

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

For the quarterly period ended December 31, 2020

OR

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

COMMISSION FILE NUMBER: 1-33901

Oaktree Specialty Lending Corporation

(EXACT NAME OF REGISTRANT AS SPECIFIED IN ITS CHARTER)

DELAWARE *(State or jurisdiction of incorporation or organization)*	**26-1219283** *(I.R.S. Employer Identification No.)*
333 South Grand Avenue, 28th Floor Los Angeles, CA *(Address of principal executive office)*	**90071** *(Zip Code)*

REGISTRANT'S TELEPHONE NUMBER, INCLUDING AREA CODE: (213) 830-6300

SECURITIES REGISTERED PURSUANT TO SECTION 12(b) OF THE ACT:

Title of Each Class	Trading Symbol(s)	Name of Each Exchange on Which Registered
Common Stock, par value $0.01 per share	OCSL	The Nasdaq Stock Market LLC

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 every Interactive Data File required to be submitted 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 such files). YES ☐ NO ☐

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

Large accelerated filer ☐	Accelerated filer ☑	Non-accelerated filer ☐	Smaller reporting company ☐
Emerging growth company ☐	If an emerging growth company, indicate by check mark if the registrant has elected not to use the extended transition period for complying with any new or revised financial accounting standards provided pursuant to Section 13(a) of the Exchange Act ☐		

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act) YES ☐ NO ☑

The registrant had 140,960,651 shares of common stock outstanding as of February 2, 2021.

OAKTREE SPECIALTY LENDING CORPORATION
FORM 10-Q FOR THE QUARTER ENDED DECEMBER 31, 2020

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PART I — FINANCIAL INFORMATION

Item 1. ***Consolidated Financial Statements.***

Oaktree Specialty Lending Corporation
Consolidated Statements of Assets and Liabilities
(in thousands, except per share amounts)

	December 31, 2020 (unaudited)	September 30, 2020
ASSETS		
Investments at fair value:		
Control investments (cost December 31, 2020: $243,990; cost September 30, 2020: $245,950)	$ 207,760	$ 201,385
Affiliate investments (cost December 31, 2020: $10,303; cost September 30, 2020: $7,551)	8,971	6,509
Non-control/Non-affiliate investments (cost December 31, 2020: $1,503,368; cost September 30, 2020: $1,415,669)	1,495,593	1,365,957
Total investments at fair value (cost December 31, 2020: $1,757,661; cost September 30, 2020: $1,669,170)	**1,712,324**	**1,573,851**
Cash and cash equivalents	24,234	39,096
Interest, dividends and fees receivable	8,999	6,935
Due from portfolio companies	2,093	2,725
Receivables from unsettled transactions	11,054	9,123
Deferred financing costs	5,840	5,947
Deferred offering costs	67	67
Deferred tax asset, net	1,122	847
Derivative assets at fair value	—	223
Other assets	28,170	1,898
Total assets	**$ 1,793,903**	**$ 1,640,712**
LIABILITIES AND NET ASSETS		
Liabilities:		
Accounts payable, accrued expenses and other liabilities	$ 2,442	$ 1,072
Base management fee and incentive fee payable	20,230	11,212
Due to affiliate	2,355	2,130
Interest payable	4,192	1,626
Payables from unsettled transactions	102,737	478
Derivative liability at fair value	2,203	—
Credit facility payable	400,025	414,825
Unsecured notes payable (net of $3,086 and $3,272 of unamortized financing costs as of December 31, 2020 and September 30, 2020, respectively)	294,802	294,490
Total liabilities	**828,986**	**725,833**
Commitments and contingencies (Note 14)		
Net assets:		
Common stock, $0.01 par value per share, 250,000 shares authorized; 140,961 shares issued and outstanding as of December 31, 2020 and September 30, 2020	1,409	1,409
Additional paid-in-capital	1,487,774	1,487,774
Accumulated overdistributed earnings	(524,266)	(574,304)
Total net assets (equivalent to $6.85 and $6.49 per common share as of December 31, 2020 and September 30, 2020, respectively) (Note 12)	**964,917**	**914,879**
Total liabilities and net assets	**$ 1,793,903**	**$ 1,640,712**

See notes to Consolidated Financial Statements.

Oaktree Specialty Lending Corporation
Consolidated Statements of Operations
(in thousands, except per share amounts)
(unaudited)

	Three months ended December 31, 2020	Three months ended December 31, 2019
Interest income:		
Control investments	$ 2,343	$ 2,551
Affiliate investments	105	114
Non-control/Non-affiliate investments	29,184	25,659
Interest on cash and cash equivalents	1	81
Total interest income	**31,633**	**28,405**
PIK interest income:		
Non-control/Non-affiliate investments	3,089	1,161
Total PIK interest income	**3,089**	**1,161**
Fee income:		
Control investments	15	6
Affiliate investments	5	5
Non-control/Non-affiliate investments	3,332	1,060
Total fee income	**3,352**	**1,071**
Dividend income:		
Control investments	130	323
Total dividend income	**130**	**323**
Total investment income	**38,204**	**30,960**
Expenses:		
Base management fee	6,541	5,607
Part I incentive fee	4,149	2,988
Part II incentive fee	9,540	1,051
Professional fees	867	640
Directors fees	143	143
Interest expense	6,095	6,535
Administrator expense	333	428
General and administrative expenses	518	532
Total expenses	**28,186**	**17,924**
Reversal of fees waived	—	5,200
Net expenses	**28,186**	**23,124**
Net investment income	**10,018**	**7,836**
Unrealized appreciation (depreciation):		
Control investments	8,335	1,997
Affiliate investments	(290)	(64)
Non-control/Non-affiliate investments	41,937	2,408
Foreign currency forward contracts	(2,426)	(1,462)
Net unrealized appreciation (depreciation)	**47,556**	**2,879**
Realized gains (losses):		
Non-control/Non-affiliate investments	8,738	3,839
Foreign currency forward contracts	(523)	(551)
Net realized gains (losses)	**8,215**	**3,288**
Provision for income tax (expense) benefit	**(245)**	**(160)**
Net realized and unrealized gains (losses), net of taxes	**55,526**	**6,007**
Net increase (decrease) in net assets resulting from operations	**$ 65,544**	**$ 13,843**
Net investment income per common share — basic and diluted	**$ 0.07**	**$ 0.06**
Earnings (loss) per common share — basic and diluted (Note 5)	**$ 0.46**	**$ 0.10**
Weighted average common shares outstanding — basic and diluted	140,961	140,961

See notes to Consolidated Financial Statements.

Oaktree Specialty Lending Corporation
Consolidated Statements of Changes in Net Assets
(in thousands, except per share amounts)
(unaudited)

	Three months ended December 31, 2020	Three months ended December 31, 2019
Operations:		
Net investment income	$ 10,018	$ 7,836
Net unrealized appreciation (depreciation)	47,556	2,879
Net realized gains (losses)	8,215	3,288
Provision for income tax (expense) benefit	(245)	(160)
Net increase (decrease) in net assets resulting from operations	**65,544**	**13,843**
Stockholder transactions:		
Distributions to stockholders	(15,506)	(13,391)
Net increase (decrease) in net assets from stockholder transactions	**(15,506)**	**(13,391)**
Capital share transactions:		
Issuance of common stock under dividend reinvestment plan	528	481
Repurchases of common stock under dividend reinvestment plan	(528)	(481)
Net increase (decrease) in net assets from capital share transactions	—	—
Total increase (decrease) in net assets	**50,038**	**452**
Net assets at beginning of period	914,879	930,630
Net assets at end of period	**$ 964,917**	**$ 931,082**
Net asset value per common share	**$ 6.85**	**$ 6.61**
Common shares outstanding at end of period	140,961	140,961

See notes to Consolidated Financial Statements.

Oaktree Specialty Lending Corporation

Consolidated Statements of Cash Flows
(in thousands)
(unaudited)

	Three months ended December 31, 2020	Three months ended December 31, 2019
Operating activities:		
Net increase (decrease) in net assets resulting from operations	$ 65,544	$ 13,843
Adjustments to reconcile net increase (decrease) in net assets resulting from operations to net cash provided by (used in) operating activities:		
Net unrealized (appreciation) depreciation	(47,556)	(2,879)
Net realized (gains) losses	(8,215)	(3,288)
PIK interest income	(3,089)	(1,161)
Accretion of original issue discount on investments	(3,143)	(2,028)
Accretion of original issue discount on unsecured notes payable	127	—
Amortization of deferred financing costs	636	463
Deferred taxes	(275)	225
Purchases of investments	(243,741)	(115,792)
Proceeds from the sales and repayments of investments	169,821	97,022
Changes in operating assets and liabilities:		
(Increase) decrease in interest, dividends and fees receivable	(1,848)	811
(Increase) decrease in due from portfolio companies	632	(315)
(Increase) decrease in receivables from unsettled transactions	(1,931)	(872)
(Increase) decrease in other assets	(26,272)	(267)
Increase (decrease) in accounts payable, accrued expenses and other liabilities	1,314	(92)
Increase (decrease) in base management fee and incentive fee payable	9,018	5,804
Increase (decrease) in due to affiliate	225	(141)
Increase (decrease) in interest payable	2,566	106
Increase (decrease) in payables from unsettled transactions	102,259	(34,909)
Increase (decrease) in amounts payable to syndication partners	—	1
Net cash provided by (used in) operating activities	**16,072**	**(43,469)**
Financing activities:		
Distributions paid in cash	(14,978)	(12,910)
Borrowings under credit facilities	—	82,000
Repayments of borrowings under credit facilities	(14,800)	(19,000)
Repurchases of common stock under dividend reinvestment plan	(528)	(481)
Deferred financing costs paid	(288)	—
Deferred offering costs paid	—	(20)
Net cash provided by (used in) financing activities	**(30,594)**	**49,589**
Effect of exchange rate changes on foreign currency	(340)	1
Net increase (decrease) in cash and cash equivalents	**(14,862)**	**6,121**
Cash and cash equivalents, beginning of period	39,096	15,406
Cash and cash equivalents, end of period	**$ 24,234**	**$ 21,527**
Supplemental information:		
Cash paid for interest	$ 2,766	$ 5,966
Non-cash financing activities:		
Issuance of shares of common stock under dividend reinvestment plan	$ 528	$ 481
Deferred financing costs	(57)	—
Deferred offering costs	—	(45)

Reconciliation to the Consolidated Statements of Assets and Liabilities	December 31, 2020	September 30, 2020
Cash and cash equivalents	$ 24,234	$ 39,096
Restricted cash	—	—
Total cash and cash equivalents and restricted cash	$ 24,234	$ 39,096

See notes to Consolidated Financial Statements.

Oaktree Specialty Lending Corporation
Consolidated Schedule of Investments
December 31, 2020
(dollar amounts in thousands)
(unaudited)

Portfolio Company/Type of Investment (1)(2)(3)(4)(5)	Cash Interest Rate (6)	Industry	Principal (7)	Cost	Fair Value	Notes
Control Investments						(8)(9)
C5 Technology Holdings, LLC		Data Processing & Outsourced Services				
829 Common Units				$ —	$ —	(20)
34,984,460.37 Preferred Units				34,984	27,638	(20)
				34,984	**27,638**	
Dominion Diagnostics, LLC		Health Care Services				
First Lien Term Loan, LIBOR+5.00% cash due 2/28/2024	6.00 %		$ 27,590	27,590	27,590	(6)(20)
First Lien Revolver, LIBOR+5.00% cash due 2/28/2024	6.00 %		7,699	7,699	7,699	(6)(19)(20)
30,030.8 Common Units in DD Healthcare Services Holdings, LLC				18,626	7,667	(20)
				53,915	**42,956**	
First Star Speir Aviation Limited		Airlines				(10)
First Lien Term Loan, 9.00% cash due 12/15/2025			7,500	—	7,500	(11)(20)
100% equity interest				6,356	1,681	(11)(12)(20)
				6,356	**9,181**	
New IPT, Inc.		Oil & Gas Equipment & Services				
First Lien Term Loan, LIBOR+5.00% cash due 3/17/2021	6.00 %		2,154	2,154	1,683	(6)(20)
First Lien Revolver, LIBOR+5.00% cash due 3/17/2021	6.00 %		1,009	1,009	788	(6)(19)(20)
50.087 Class A Common Units in New IPT Holdings, LLC				—	—	(20)
				3,163	**2,471**	
Senior Loan Fund JV I, LLC		Multi-Sector Holdings				(14)
Subordinated Debt, LIBOR+7.00% cash due 12/29/2028	7.14 %		96,250	96,250	96,250	(6)(11)(20)
87.5% LLC equity interest				49,322	29,264	(11)(16)(19)
				145,572	**125,514**	
Total Control Investments (21.5% of net assets)				**$ 243,990**	**$ 207,760**	
Affiliate Investments						(17)
Assembled Brands Capital LLC		Specialized Finance				
First Lien Revolver, LIBOR+6.00% cash due 10/17/2023	7.00 %		$ 7,440	$ 7,440	$ 6,949	(6)(19)(20)
1,609,201 Class A Units				764	418	(20)
1,019,168.80 Preferred Units, 6%				1,019	1,101	(20)
70,424.5641 Class A Warrants (exercise price $3.3778) expiration date 9/9/2029				—	—	(20)
				9,223	**8,468**	
Caregiver Services, Inc.		Health Care Services				
1,080,399 shares of Series A Preferred Stock, 10%				1,080	503	(20)
				1,080	**503**	
Total Affiliate Investments (0.9% of net assets)				**$ 10,303**	**$ 8,971**	
Non-Control/Non-Affiliate Investments						(18)
4 Over International, LLC		Commercial Printing				
First Lien Term Loan, LIBOR+6.00% cash due 6/7/2022	7.00 %		$ 5,645	$ 5,627	$ 5,236	(6)(20)
First Lien Revolver, LIBOR+6.00% cash due 6/7/2021	7.00 %		2,232	2,214	2,070	(6)(20)
				7,841	**7,306**	
A.T. Holdings II SÀRL		Biotechnology				
First Lien Term Loan, 9.50% cash due 12/22/2022			37,158	36,793	36,786	(11)(20)
				36,793	**36,786**	
Access CIG, LLC		Diversified Support Services				
Second Lien Term Loan, LIBOR+7.75% cash due 2/27/2026	7.98 %		15,000	14,913	14,869	(6)
				14,913	**14,869**	

Oaktree Specialty Lending Corporation
Consolidated Schedule of Investments
December 31, 2020
(dollar amounts in thousands)
(unaudited)

Portfolio Company/Type of Investment (1)(2)(3)(4)(5)	Cash Interest Rate (6)	Industry	Principal (7)	Cost	Fair Value	Notes
Accupac, Inc.		Personal Products				
First Lien Term Loan, LIBOR+6.00% cash due 1/17/2026	7.00 %		$ 12,456	$ 12,273	$ 12,456	(6)(20)
First Lien Delayed Draw Term Loan, LIBOR+6.00% cash due 1/17/2026			—	(34)	—	(6)(19)(20)
First Lien Revolver, LIBOR+6.00% cash due 1/17/2026	7.00 %		1,564	1,541	1,564	(6)(20)
				13,780	**14,020**	
Acquia Inc.		Application Software				
First Lien Term Loan, LIBOR+7.00% cash due 10/31/2025	8.00 %		20,950	20,612	20,656	(6)(20)
First Lien Revolver, LIBOR+7.00% cash due 10/31/2025			—	(37)	(31)	(6)(19)(20)
				20,575	**20,625**	
ADB Companies, LLC		Construction & Engineering				
First Lien Term Loan, LIBOR+6.25% cash due 12/18/2025	7.25 %		8,333	8,125	8,167	(6)(20)
First Lien Delayed Draw Term Loan, LIBOR+6.25% cash due 12/18/2025			—	(42)	(33)	(6)(19)(20)
				8,083	**8,134**	
Aden & Anais Merger Sub, Inc.		Apparel, Accessories & Luxury Goods				
51,645 Common Units in Aden & Anais Holdings, Inc.				5,165	—	(20)
				5,165	**—**	
AdVenture Interactive, Corp.		Advertising				
9,073 shares of common stock				13,611	13,857	(20)
				13,611	**13,857**	
AI Ladder (Luxembourg) Subco S.a.r.l.		Electrical Components & Equipment				
First Lien Term Loan, LIBOR+4.50% cash due 7/9/2025	4.65 %		16,301	15,984	16,199	(6)(11)
				15,984	**16,199**	
AI Sirona (Luxembourg) Acquisition S.a.r.l.		Pharmaceuticals				
Second Lien Term Loan, EURIBOR+7.25% cash due 9/28/2026	7.25 %		€ 24,838	27,683	30,315	(6)(11)(20)
				27,683	**30,315**	
Airbnb, Inc.		Hotels, Resorts & Cruise Lines				
First Lien Term Loan, LIBOR+7.50% cash due 4/17/2025	8.50 %		$ 15,703	15,360	17,057	(6)
				15,360	**17,057**	
AirStrip Technologies, Inc.		Application Software				
5,715 Common Stock Warrants (exercise price $139.99) expiration date 5/11/2025				90	—	(20)
				90	**—**	
Aldevron, L.L.C.		Biotechnology				
First Lien Term Loan, LIBOR+4.25% cash due 10/12/2026	5.25 %		7,940	7,861	7,980	(6)
				7,861	**7,980**	
Algeco Scotsman Global Finance Plc		Construction & Engineering				
Fixed Rate Bond, 8.00% cash due 2/15/2023			13,524	13,301	13,820	(11)
				13,301	**13,820**	
Alvotech Holdings S.A.		Biotechnology				(13)
Fixed Rate Bond 15% PIK Note A due 12/13/2023			14,800	19,529	20,999	(11)(20)
Fixed Rate Bond 15% PIK Note B due 12/13/2023			14,800	19,529	20,408	(11)(20)
				39,058	**41,407**	
Amplify Finco Pty Ltd.		Movies & Entertainment				
First Lien Term Loan, LIBOR+4.25% cash due 11/26/2026	5.00 %		7,328	6,541	6,815	(6)(11)(20)
Second Lien Term Loan, LIBOR+8.00% cash due 11/26/2027	8.75 %		12,500	12,188	10,313	(6)(11)(20)
				18,729	**17,128**	
Ancile Solutions, Inc.		Application Software				
First Lien Term Loan, LIBOR+7.00% cash due 6/30/2021	8.00 %		7,995	7,977	7,987	(6)(20)
				7,977	**7,987**	

Oaktree Specialty Lending Corporation
Consolidated Schedule of Investments
December 31, 2020
(dollar amounts in thousands)
(unaudited)

Portfolio Company/Type of Investment (1)(2)(3)(4)(5)	Cash Interest Rate (6)	Industry	Principal (7)	Cost	Fair Value	Notes
Apptio, Inc.		Application Software				
First Lien Term Loan, LIBOR+7.25% cash due 1/10/2025	8.25 %		$ 23,764	$ 23,441	$ 23,318	(6)(20)
First Lien Revolver, LIBOR+7.25% cash due 1/10/2025			—	(20)	(29)	(6)(19)(20)
				23,421	**23,289**	
Ardonagh Midco 3 PLC		Insurance Brokers				
First Lien Term Loan, EURIBOR+7.50% cash due 7/14/2026	8.50 %		€ 1,440	1,596	1,746	(6)(11)(20)
First Lien Term Loan, UK LIBOR+5.4375% cash 2.0625% PIK due 7/14/2026	6.19 %		£ 11,303	13,773	15,311	(6)(11)(20)
First Lien Delayed Draw Term Loan, UK LIBOR+5.4375% cash 2.0625% PIK due 7/14/2026	6.19 %		£ 400	434	517	(6)(11)(19)(20)
Fixed Rate Bond, 11.50% cash due 1/15/2027			$ 1,111	1,100	1,192	(11)
				16,903	**18,766**	
Associated Asphalt Partners, LLC		Construction Materials				
First Lien Term Loan, LIBOR+5.25% cash due 4/5/2024	6.25 %		2,546	2,174	2,182	(6)
				2,174	**2,182**	
Asurion, LLC		Property & Casualty Insurance				
Second Lien Term Loan, LIBOR+6.50% cash due 8/4/2025	6.65 %		19,985	19,952	20,180	(6)
				19,952	**20,180**	
Athenex, Inc.		Pharmaceuticals				
First Lien Term Loan, 11.00% cash due 6/19/2026			34,169	32,875	34,108	(11)(20)
First Lien Delayed Draw Term Loan, 11.00% cash due 6/19/2026			—	(237)	(31)	(11)(19)(20)
266,052 Common Stock Warrants (exercise price $12.63) expiration date 6/19/2027				915	860	(11)(20)
				33,553	**34,937**	
Aurora Lux Finco S.À.R.L.		Airport Services				
First Lien Term Loan, LIBOR+5.75% cash due 12/24/2026	6.75 %		22,828	22,341	21,275	(6)(11)(20)
				22,341	**21,275**	
Blackhawk Network Holdings, Inc.		Data Processing & Outsourced Services				
Second Lien Term Loan, LIBOR+7.00% cash due 6/15/2026	7.19 %		26,250	26,058	24,019	(6)
				26,058	**24,019**	
Boxer Parent Company Inc.		Systems Software				
First Lien Term Loan, LIBOR+4.25% cash due 10/2/2025	4.40 %		10,284	10,195	10,262	(6)
				10,195	**10,262**	
BX Commercial Mortgage Trust 2020-VIVA		Diversified Real Estate Activities				
Class D Variable Notes due 3/9/2044	3.67 %		3,130	2,616	3,129	(6)(11)(20)
Class E Variable Notes due 3/9/2044	3.67 %		4,739	3,667	4,481	(6)(11)(20)
				6,283	**7,610**	
California Pizza Kitchen, Inc.		Restaurants				
Second Lien Term Loan, 1.00% cash / LIBOR+12.50% PIK due 5/23/2025			588	588	470	(6)(15)(20)
36,188 Shares of Common Stock in CPK Parent, Inc.				437	398	(20)
				1,025	**868**	
Chief Power Finance II, LLC		Independent Power Producers & Energy Traders				
First Lien Term Loan, LIBOR+6.50% cash due 12/31/2022	7.50 %		21,563	21,224	20,538	(6)(20)
				21,224	**20,538**	
CITGO Holding, Inc.		Oil & Gas Refining & Marketing				
First Lien Term Loan, LIBOR+7.00% cash due 8/1/2023	8.00 %		11,724	11,558	10,903	(6)
Fixed Rate Bond, 9.25% cash due 8/1/2024			10,672	10,672	9,845	
				22,230	**20,748**	
CITGO Petroleum Corp.		Oil & Gas Refining & Marketing				
First Lien Term Loan, LIBOR+6.25% cash due 3/28/2024	7.25 %		8,957	8,867	8,925	(6)
				8,867	**8,925**	

Oaktree Specialty Lending Corporation
Consolidated Schedule of Investments
December 31, 2020
(dollar amounts in thousands)
(unaudited)

Portfolio Company/Type of Investment (1)(2)(3)(4)(5)	Cash Interest Rate (6)	Industry	Principal (7)	Cost	Fair Value	Notes
Continental Intermodal Group LP		Oil & Gas Storage & Transportation				
First Lien Term Loan, LIBOR+9.50% PIK due 1/28/2025			$ 25,411	$ 25,411	$ 20,710	(6)(20)
Common Stock Warrants expiration date 7/28/2025				—	1,672	(20)
				25,411	**22,382**	
Convergeone Holdings, Inc.		IT Consulting & Other Services				
First Lien Term Loan, LIBOR+5.00% cash due 1/4/2026	5.15 %		14,584	14,155	13,819	(6)
				14,155	**13,819**	
Conviva Inc.		Application Software				
417,851 Series D Preferred Stock Warrants (exercise price $1.1966) expiration date 2/28/2021				105	395	(20)
				105	**395**	
Corrona, LLC		Health Care Services				
First Lien Term Loan, LIBOR+5.50% cash due 12/13/2025	6.50 %		10,274	10,126	10,134	(6)(20)
First Lien Delayed Draw Term Loan, LIBOR+5.50% cash due 12/13/2025	6.50 %		1,221	1,178	1,171	(6)(19)(20)
First Lien Revolver, PRIME+4.50% cash due 12/13/2025	7.75 %		305	279	280	(6)(19)(20)
1,099 Class A2 Common Units in Corrona Group Holdings, L.P.				1,038	1,038	(20)
				12,621	**12,623**	
Coyote Buyer, LLC		Specialty Chemicals				
First Lien Term Loan, LIBOR+6.00% cash due 2/6/2026	7.00 %		13,090	12,959	12,959	(6)(20)
First Lien Revolver, LIBOR+6.00% cash due 2/6/2025			—	(9)	(9)	(6)(19)(20)
				12,950	**12,950**	
CTOS, LLC		Trading Companies & Distributors				
First Lien Term Loan, LIBOR+4.25% cash due 4/18/2025	4.40 %		5,684	5,718	5,698	(6)
				5,718	**5,698**	
Curium Bidco S.à.r.l.		Biotechnology				
Second Lien Term Loan, LIBOR+7.75% cash due 10/27/2028	8.50 %		16,787	16,535	16,829	(6)(11)(20)
				16,535	**16,829**	
Delta Topco, Inc.		Systems Software				
Second Lien Term Loan, LIBOR+7.25% cash due 12/1/2028	8.00 %		6,680	6,647	6,755	(6)
				6,647	**6,755**	
Eagleview Technology Corporation		Application Software				
Second Lien Term Loan, LIBOR+7.50% cash due 8/14/2026	8.50 %		12,000	11,880	10,860	(6)(20)
				11,880	**10,860**	
EHR Canada, LLC		Food Retail				
First Lien Term Loan, LIBOR+8.00% cash due 1/31/2021	9.00 %		6,861	6,857	6,998	(6)(20)
				6,857	**6,998**	
EOS Fitness Opco Holdings, LLC		Leisure Facilities				
487.5 Class A Preferred Units, 12%				488	49	(20)
12,500 Class B Common Units				—	—	(20)
				488	**49**	
FFI Holdings I Corp		Industrial Machinery				
First Lien Term Loan, LIBOR+6.25% cash due 1/24/2025	7.25 %		4,132	3,722	3,719	(6)(20)
First Lien Delayed Draw Term Loan, LIBOR+6.25% cash due 1/24/2025			—	—	—	(6)(19)(20)
				3,722	**3,719**	

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Portfolio Company/Type of Investment (1)(2)(3)(4)(5)	Cash Interest Rate (6)	Industry	Principal (7)	Cost	Fair Value	Notes
Fortress Biotech, Inc.		Biotechnology				
First Lien Term Loan, 11.00% cash due 8/27/2025			$ 8,346	$ 7,874	$ 8,054	(11)(20)
243,348 Common Stock Warrants (exercise price $3.20) expiration date 8/27/2030				258	260	(11)(20)
				8,132	**8,314**	
GI Chill Acquisition LLC		Managed Health Care				
First Lien Term Loan, LIBOR+4.00% cash due 8/6/2025	4.25 %		17,595	17,507	17,441	(6)(20)
Second Lien Term Loan, LIBOR+7.50% cash due 8/6/2026	7.75 %		10,000	9,930	9,700	(6)(20)
				27,437	**27,141**	
GKD Index Partners, LLC		Specialized Finance				
First Lien Term Loan, LIBOR+7.00% cash due 6/29/2023	8.00 %		19,705	19,608	19,390	(6)(20)
First Lien Revolver, LIBOR+7.00% cash due 6/29/2023	8.00 %		924	916	906	(6)(19)(20)
				20,524	**20,296**	
Global Medical Response		Health Care Services				
First Lien Term Loan, LIBOR+4.25% cash due 3/14/2025	5.25 %		6,240	6,142	6,193	(6)
				6,142	**6,193**	
Guidehouse LLP		Research & Consulting Services				
First Lien Term Loan, LIBOR+4.50% cash due 5/1/2025	4.65 %		4,937	4,897	4,945	(6)
Second Lien Term Loan, LIBOR+8.00% cash due 5/1/2026	8.15 %		20,000	19,933	20,000	(6)(20)
				24,830	**24,945**	
Gulf Operating, LLC		Oil & Gas Storage & Transportation				
First Lien Term Loan, LIBOR+5.25% cash due 8/25/2023	6.25 %		2,035	1,258	1,553	(6)
First Lien Revolver, LIBOR+4.00% cash due 12/27/2021			—	(704)	(704)	(6)(19)(20)
				554	**849**	
Houghton Mifflin Harcourt Publishers Inc.		Education Services				
First Lien Term Loan, LIBOR+6.25% cash due 11/22/2024	7.25 %		6,650	6,438	6,428	(6)(11)
				6,438	**6,428**	
I Drive Safely, LLC		Education Services				
125,079 Class A Common Units of IDS Investments, LLC				1,000	225	(20)
				1,000	**225**	
IBG Borrower LLC		Apparel, Accessories & Luxury Goods				
First Lien Term Loan, LIBOR+7.00% cash due 8/2/2022	7.31 %		7,768	7,409	6,753	(6)(20)
				7,409	**6,753**	
iCIMs, Inc.		Application Software				
First Lien Term Loan, LIBOR+6.50% cash due 9/12/2024	7.50 %		19,171	18,913	19,029	(6)(20)
First Lien Revolver, LIBOR+6.50% cash due 9/12/2024	7.50 %		882	869	876	(6)(20)
				19,782	**19,905**	
Immucor, Inc.		Health Care Supplies				
First Lien Term Loan, LIBOR+5.75% cash due 7/2/2025	6.75 %		6,461	6,345	6,331	(6)(20)
First Lien Revolver, LIBOR+5.75% cash due 7/2/2025			—	(10)	(11)	(6)(19)(20)
Second Lien Term Loan, LIBOR+8.00% cash 3.50% PIK due 10/2/2025	9.00 %		15,750	15,471	15,435	(6)(20)
				21,806	**21,755**	
Integral Development Corporation		Other Diversified Financial Services				
1,078,284 Common Stock Warrants (exercise price $0.9274) expiration date 7/10/2024				113	—	(20)
				113	**—**	

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Ivanti Software, Inc.		Application Software				
Second Lien Term Loan, LIBOR+8.50% cash due 12/1/2028	9.50 %		$ 17,346	$ 16,826	$ 17,281	(6)(20)
				16,826	**17,281**	
Jazz Acquisition, Inc.		Aerospace & Defense				
First Lien Term Loan, LIBOR+7.50% cash due 1/29/2027	8.50 %		16,871	16,222	16,179	(6)(20)
First Lien Delayed Draw Term Loan, LIBOR+7.50% cash due 1/29/2027			—	—	—	(6)(19)(20)
				16,222	**16,179**	
L Squared Capital Partners LLC		Multi-Sector Holdings				
2.00% limited partnership interest				—	1,251	(11)(16)
				—	**1,251**	
Lanai Holdings III, Inc.		Health Care Distributors				
First Lien Term Loan, LIBOR+4.75% cash due 8/29/2022	5.75 %		12,914	12,795	12,511	(6)
				12,795	**12,511**	
Latam Airlines Group S.A.		Airlines				
First Lien Delayed Draw Term Loan, LIBOR+11.00% PIK due 3/29/2022			8,177	7,903	8,449	(6)(11)(19)(20)
				7,903	**8,449**	
Lift Brands Holdings, Inc.		Leisure Facilities				
2,000,000 Class A Common Units in Snap Investments, LLC				1,399	—	(20)
				1,399	**—**	
Lightbox Intermediate, L.P.		Real Estate Services				
First Lien Term Loan, LIBOR+5.00% cash due 5/9/2026	5.15 %		39,400	38,946	38,218	(6)(20)
				38,946	**38,218**	
LogMeIn, Inc.		Application Software				
Second Lien Term Loan, LIBOR+9.00% cash due 8/31/2028	9.15 %		9,293	8,846	9,270	(6)
				8,846	**9,270**	
LTI Holdings, Inc.		Electronic Components				
First Lien Term Loan, LIBOR+4.75% cash due 7/24/2026	4.90 %		1,790	1,522	1,779	(6)
First Lien Term Loan, LIBOR+3.50% cash due 9/6/2025	3.65 %		18,036	15,206	17,567	(6)
Second Lien Term Loan, LIBOR+6.75% cash due 9/6/2026	6.90 %		10,140	10,072	9,861	(6)
				26,800	**29,207**	
Mayfield Agency Borrower Inc.		Property & Casualty Insurance				
First Lien Term Loan, LIBOR+4.50% cash due 2/28/2025	4.65 %		28,749	28,019	27,887	(6)
				28,019	**27,887**	
MHE Intermediate Holdings, LLC		Diversified Support Services				
First Lien Term Loan, LIBOR+5.00% cash due 3/8/2024	6.00 %		2,903	2,882	2,826	(6)(20)
				2,882	**2,826**	
Mindbody, Inc.		Internet Services & Infrastructure				
First Lien Term Loan, LIBOR+7.00% cash 1.5% PIK due 2/14/2025	8.00 %		29,208	28,811	26,760	(6)(20)
First Lien Revolver, LIBOR+8.00% cash due 2/14/2025			—	(42)	(255)	(6)(19)(20)
				28,769	**26,505**	

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Portfolio Company/Type of Investment (1)(2)(3)(4)(5)	Cash Interest Rate (6)	Industry	Principal (7)	Cost	Fair Value	Notes
Ministry Brands, LLC		Application Software				
First Lien Revolver, LIBOR+5.00% cash due 12/2/2022			$ —	$ (9)	$ (9)	(6)(19)(20)
Second Lien Term Loan, LIBOR+9.25% cash due 6/2/2023	10.25 %		9,000	8,940	8,923	(6)(20)
				8,931	**8,914**	
MRI Software LLC		Application Software				
First Lien Term Loan, LIBOR+5.50% cash due 2/10/2026	6.50 %		15,097	14,970	15,059	(6)(20)
First Lien Delayed Draw Term Loan, LIBOR+5.50% cash due 2/10/2026			—	(57)	(13)	(6)(19)(20)
First Lien Revolver, LIBOR+5.50% cash due 2/10/2026			—	(13)	(3)	(6)(19)(20)
				14,900	**15,043**	
Navisite, LLC		Data Processing & Outsourced Services				
Second Lien Term Loan, LIBOR+8.50% cash due 12/30/2026	9.50 %		22,560	22,110	22,109	(6)(20)
				22,110	**22,109**	
NeuAG, LLC		Fertilizers & Agricultural Chemicals				
First Lien Term Loan, LIBOR+5.50% cash 7.00% PIK due 9/11/2024	7.00 %		35,938	34,642	34,716	(6)(20)
First Lien Delayed Draw Term Loan, LIBOR+5.50% cash 7.00% PIK due 9/11/2024			—	(175)	(149)	(6)(19)(20)
				34,467	**34,567**	
NuStar Logistics, L.P.		Oil & Gas Refining & Marketing				
Unsecured Delayed Draw Term Loan, 12.00% cash due 4/19/2023			—	—	—	(19)(20)
				—	**—**	
Olaplex, Inc.		Personal Products				
First Lien Term Loan, LIBOR+6.50% cash due 1/8/2026	7.50 %		41,939	41,286	41,939	(6)(20)
First Lien Revolver, LIBOR+6.50% cash due 1/8/2025			—	(61)	—	(6)(19)(20)
				41,225	**41,939**	
OmniSYS Acquisition Corporation		Diversified Support Services				
100,000 Common Units in OSYS Holdings, LLC				1,000	607	(20)
				1,000	**607**	
Onvoy, LLC		Integrated Telecommunication Services				
Second Lien Term Loan, LIBOR+10.50% cash due 2/10/2025	11.50 %		16,750	16,750	15,745	(6)(20)
19,666.67 Class A Units in GTCR Onvoy Holdings, LLC				1,967	785	(20)
13,664.73 Series 3 Class B Units in GTCR Onvoy Holdings, LLC				—	—	(20)
				18,717	**16,530**	
OZLM Funding III, Ltd.		Multi-Sector Holdings				
Class DR Notes, LIBOR+7.77% cash due 1/22/2029	7.99 %		2,312	1,666	2,288	(6)(11)
				1,666	**2,288**	
P & L Development, LLC		Pharmaceuticals				
Fixed Rate Bond, 7.75% cash due 11/15/2025			9,123	9,123	9,830	
				9,123	**9,830**	
Park Place Technologies, LLC		Internet Services & Infrastructure				
First Lien Term Loan, LIBOR+5.00% cash due 11/10/2027	6.00 %		5,000	4,804	4,817	(6)
				4,804	**4,817**	

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Portfolio Company/Type of Investment (1)(2)(3)(4)(5)	Cash Interest Rate (6)	Industry	Principal (7)	Cost	Fair Value	Notes
PaySimple, Inc.		Data Processing & Outsourced Services				
First Lien Term Loan, LIBOR+5.50% cash due 8/23/2025	5.65 %		$ 49,410	$ 48,631	$ 48,422	(6)(20)
				48,631	**48,422**	
Pingora MSR Opportunity Fund I-A, LP		Thrifts & Mortgage Finance				
1.86% limited partnership interest				752	113	(11)(16)(19)
				752	**113**	
Planview Parent, Inc.		Application Software				
Second Lien Term Loan, LIBOR+7.25% cash due 12/18/2028	8.00 %		21,484	21,162	21,484	(6)(20)
				21,162	**21,484**	
ProFrac Services, LLC		Industrial Machinery				
First Lien Term Loan, LIBOR+7.50% cash due 9/15/2023	8.75 %		15,007	14,925	11,818	(6)(20)
				14,925	**11,818**	
Project Boost Purchaser, LLC		Application Software				
Second Lien Term Loan, LIBOR+8.00% cash due 5/9/2027	8.15 %		3,750	3,750	3,675	(6)(20)
				3,750	**3,675**	
Pug LLC		Internet & Direct Marketing Retail				
First Lien Term Loan, LIBOR+8.00% cash due 2/12/2027	8.75 %		15,701	14,803	16,015	(6)
				14,803	**16,015**	
QuorumLabs, Inc.		Application Software				
64,887,669 Junior-2 Preferred Stock				375	—	(20)
				375	**—**	
Refac Optical Group		Specialty Stores				
1,550.9435 Shares of Common Stock in Refac Holdings, Inc.				1	—	(20)
550.9435 Series A-2 Preferred Stock in Refac Holdings, Inc., 10%				305	—	(20)
1,000 Series A-1 Preferred Stock in Refac Holdings, Inc., 10%				999	—	(20)
				1,305	**—**	
Salient CRGT, Inc.		Aerospace & Defense				
First Lien Term Loan, LIBOR+6.50% cash due 2/28/2022	7.50 %		2,911	2,898	2,802	(6)(20)
				2,898	**2,802**	
Scilex Pharmaceuticals Inc.		Pharmaceuticals				
Fixed Rate Zero Coupon Bond due 8/15/2026			12,277	9,738	10,312	(20)
				9,738	**10,312**	
ShareThis, Inc.		Application Software				
345,452 Series C Preferred Stock Warrants (exercise price $3.0395) expiration date 3/4/2024				367	—	(20)
				367	**—**	
Sorrento Therapeutics, Inc.		Biotechnology				
125,000 Common Stock Warrants (exercise price $3.94) expiration date 11/3/2029				—	625	(11)(20)
				—	**625**	
Supermoose Borrower, LLC		Application Software				
First Lien Term Loan, LIBOR+3.75% cash due 8/29/2025	4.00 %		10,170	8,969	9,540	(6)
				8,969	**9,540**	
Swordfish Merger Sub LLC		Auto Parts & Equipment				
Second Lien Term Loan, LIBOR+6.75% cash due 2/2/2026	7.75 %		12,500	12,460	11,016	(6)(20)
				12,460	**11,016**	

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Portfolio Company/Type of Investment (1)(2)(3)(4)(5)	Cash Interest Rate (6)	Industry	Principal (7)	Cost	Fair Value	Notes
Tacala, LLC		Restaurants				
Second Lien Term Loan, LIBOR+7.50% cash due 2/4/2028	8.25 %		$ 9,448	$ 9,302	$ 9,357	(6)
				9,302	**9,357**	
Telestream Holdings Corporation		Application Software				
First Lien Term Loan, LIBOR+8.75% cash due 10/15/2025	9.75 %		15,020	14,749	14,720	(6)(20)
First Lien Revolver, LIBOR+8.75% cash due 10/15/2025			—	(27)	(28)	(6)(19)(20)
				14,722	**14,692**	
TerSera Therapeutics LLC		Pharmaceuticals				
Second Lien Term Loan, LIBOR+9.50% cash due 3/30/2024	10.50 %		29,663	29,268	29,372	(6)(20)
668,879 Common Units of TerSera Holdings LLC				2,192	3,487	(20)
				31,460	**32,859**	
Thrasio, LLC		Specialized Finance				
First Lien Term Loan, LIBOR+7.00% cash due 12/18/2026	8.00 %		17,213	16,783	16,783	(6)(20)
First Lien Delayed Draw Term Loan, LIBOR+7.00% cash due 12/18/2026			—	(284)	(284)	(6)(19)(20)
				16,499	**16,499**	
TIBCO Software Inc.		Application Software				
Second Lien Term Loan, LIBOR+7.25% cash due 3/3/2028	7.40 %		16,788	16,677	17,012	(6)
				16,677	**17,012**	
TigerConnect, Inc.		Application Software				
299,110 Series B Preferred Stock Warrants (exercise price $1.3373) expiration date 12/8/2024				60	525	(20)
				60	**525**	
Transact Holdings Inc.		Application Software				
First Lien Term Loan, LIBOR+4.75% cash due 4/30/2026	4.90 %		6,913	6,809	6,757	(6)(20)
				6,809	**6,757**	
Truck Hero, Inc.		Auto Parts & Equipment				
Second Lien Term Loan, LIBOR+8.25% cash due 4/21/2025	9.25 %		21,500	21,191	21,500	(6)(20)
				21,191	**21,500**	
Verscend Holding Corp.		Health Care Technology				
First Lien Term Loan, LIBOR+4.50% cash due 8/27/2025	4.65 %		14,488	14,441	14,510	(6)
Fixed Rate Bond, 9.75% cash due 8/15/2026			7,000	7,019	7,599	
				21,460	**22,109**	
Vitalyst Holdings, Inc.		IT Consulting & Other Services				
675 Series A Preferred Stock Units				675	440	(20)
7,500 Class A Common Stock Units				75	—	(20)
				750	**440**	
William Morris Endeavor Entertainment, LLC		Movies & Entertainment				
First Lien Term Loan, LIBOR+8.50% cash due 5/18/2025	9.50 %		33,214	31,611	34,190	(6)(20)
				31,611	**34,190**	
Windstream Services II, LLC		Integrated Telecommunication Services				
First Lien Term Loan, LIBOR+6.25% cash due 9/21/2027	7.25 %		25,870	24,876	25,377	(6)
6,129 Shares of Common Stock in Windstream Holdings II, LLC				53	90	(20)
37,215 Warrants in Windstream Holdings II, LLC				853	546	(20)
				25,782	**26,013**	
WP CPP Holdings, LLC		Aerospace & Defense				
Second Lien Term Loan, LIBOR+7.75% cash due 4/30/2026	8.75 %		15,000	14,898	12,713	(6)(20)
				14,898	**12,713**	

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Portfolio Company/Type of Investment (1)(2)(3)(4)(5)	Cash Interest Rate (6)	Industry	Principal (7)	Cost	Fair Value	Notes
WPEngine, Inc.		Application Software				
First Lien Term Loan, LIBOR+6.50% cash due 3/27/2026	7.50 %		$ 14,188	$ 13,879	$ 13,969	(6)(20)
First Lien Delayed Draw Term Loan, LIBOR+6.50% cash due 3/27/2026			—	(575)	(406)	(6)(19)(20)
				13,304	**13,563**	
xMatters, Inc.		Application Software				
600,000 Common Stock Warrants (exercise price $0.593333) expiration date 2/26/2025				709	336	(20)
				709	**336**	
Zep Inc.		Specialty Chemicals				
First Lien Term Loan, LIBOR+4.00% cash due 8/12/2024	5.00 %		1,950	1,894	1,909	(6)
Second Lien Term Loan, LIBOR+8.25% cash due 8/11/2025	9.25 %		23,807	23,737	22,147	(6)(20)
				25,631	**24,056**	
Zephyr Bidco Limited		Specialized Finance				
Second Lien Term Loan, UK LIBOR+7.50% cash due 7/23/2026	7.52 %		£ 18,000	23,732	23,952	(6)(11)
				23,732	**23,952**	
Total Non-Control/Non-Affiliate Investments (155.0% of net assets)				**$ 1,503,368**	**$ 1,495,593**	
Total Portfolio Investments (177.5% of net assets)				**$ 1,757,661**	**$ 1,712,324**	
Cash and Cash Equivalents						
JP Morgan Prime Money Market Fund, Institutional Shares				$ 20,966	$ 20,966	
Other cash accounts				3,268	3,268	
Total Cash and Cash Equivalents (2.5% of net assets)				**$ 24,234**	**$ 24,234**	
Total Portfolio Investments and Cash and Cash Equivalents (180.0% of net assets)				**$ 1,781,895**	**$ 1,736,558**	

Derivative Instrument	Notional Amount to be Purchased	Notional Amount to be Sold	Maturity Date	Counterparty	Cumulative Unrealized Appreciation / (Depreciation)
Foreign currency forward contract	$ 36,999	£ 27,894	2/11/2021	JPMorgan Chase Bank, N.A.	$ (1,141)
Foreign currency forward contract	$ 30,308	€ 25,614	2/11/2021	JPMorgan Chase Bank, N.A.	(1,062)
					$ (2,203)

(1) All debt investments are income producing unless otherwise noted. All equity investments are non-income producing unless otherwise noted.

(2) See Note 3 in the accompanying notes to the Consolidated Financial Statements for portfolio composition by geographic region.

(3) Equity ownership may be held in shares or units of companies related to the portfolio companies.

(4) Interest rates may be adjusted from period to period on certain term loans and revolvers. These rate adjustments may be either temporary in nature due to tier pricing arrangements or financial or payment covenant violations in the original credit agreements or permanent in nature per loan amendment or waiver documents.

(5) Each of the Company's investments is pledged as collateral under the Credit Facility (as defined in Note 6 to the accompanying notes to the Consolidated Financial Statements).

(6) The interest rate on the principal balance outstanding for all floating rate loans is indexed to the London Interbank Offered Rate ("LIBOR") and/or an alternate base rate (e.g., prime rate), which typically resets semi-annually, quarterly, or monthly at the borrower's option. The borrower may also elect to have multiple interest reset periods for each loan. For each of these loans, the Company has provided the applicable margin over LIBOR or the alternate base rate based on each respective credit agreement and the cash interest rate as of period end. All LIBOR shown above is in U.S. dollars unless otherwise noted. As of December 31, 2020, the reference rates for the Company's variable rate loans were the 30-day LIBOR at 0.15%, the 60-day LIBOR at 0.19%, the 90-day LIBOR at 0.25%, the 180-day LIBOR at 0.26%, the 360-day LIBOR at 0.34%, the PRIME at 3.25%, the 30-day UK LIBOR at 0.02%, the 180-day UK LIBOR at 0.22%, the 30-day EURIBOR at (0.61)% and the 180-day EURIBOR at (0.36)%. Most loans include an interest floor, which generally ranges from 0% to 1%.

(7) Principal includes accumulated payment in kind ("PIK") interest and is net of repayments, if any. “£” signifies the investment is denominated in British Pounds. "€" signifies the investment is denominated in Euros. All other investments are denominated in U.S. dollars.

(8) Control Investments generally are defined by the Investment Company Act of 1940, as amended (the "Investment Company Act"), as investments in companies in which the Company owns more than 25% of the voting securities or maintains greater than 50% of the board representation.

(9) As defined in the Investment Company Act, the Company is deemed to be both an "Affiliated Person" of and to "Control" these portfolio companies as the Company owns more than 25% of the portfolio company's outstanding voting securities or has the power to exercise control over management or policies of such portfolio company (including through a management agreement). See Schedule 12-14 in the accompanying notes to the Consolidated Financial Statements for transactions during the three months ended December 31, 2020 in which the issuer was both an Affiliated Person and a portfolio company that the Company is deemed to control.

(10) First Star Speir Aviation 1 Limited is a wholly-owned holding company formed by the Company in order to facilitate its investment strategy. In accordance with Accounting Standards Update ("ASU") 2013-08, the Company has deemed the holding company to be an investment company under accounting principles generally accepted in the United States ("GAAP") and therefore deemed it appropriate to consolidate the financial results and financial position of the holding company and to recognize dividend income versus a combination of interest income and dividend income. Accordingly, the debt and equity investments in the wholly-owned holding company are disregarded for accounting purposes since the economic substance of these instruments are equity investments in the operating entities.

(11) Investment is not a "qualifying asset" as defined under Section 55(a) of the Investment Company Act. Under the Investment Company Act, the Company may not acquire any non-qualifying asset unless, at the time the acquisition is made, qualifying assets represent at least 70% of the Company's total assets. As of December 31, 2020, qualifying assets represented 75.3% of the Company's total assets and non-qualifying assets represented 24.7% of the Company's total assets.

(12) Income producing through payment of dividends or distributions.

(13) PIK interest income for this investment accrues at an annualized rate of 15%, however, the PIK interest is not contractually capitalized on the investment. As a result, the principal amount of the investment does not increase over time for accumulated PIK interest. As of December 31, 2020, the accumulated PIK interest balance for each of the A notes and the B notes was $4.9 million. The fair value of this investment is inclusive of PIK.

(14) See Note 3 in the accompanying notes to the Consolidated Financial Statements for portfolio composition.

(15) This investment was on cash non-accrual status as of December 31, 2020. Cash non-accrual status is inclusive of PIK and other non-cash income, where applicable.

(16) This investment was valued using net asset value as a practical expedient for fair value. Consistent with Financial Accounting Standards Board ("FASB") guidance under Accounting Standards Codification ("ASC") Topic 820, *Fair Value Measurements and Disclosures* ("ASC 820"), these investments are excluded from the hierarchical levels.

(17) Affiliate Investments generally are defined by the Investment Company Act as investments in companies in which the Company owns between 5% and 25% of the voting securities.

(18) Non-Control/Non-Affiliate Investments are investments that are neither Control Investments nor Affiliate Investments.

(19) Investment had undrawn commitments. Unamortized fees are classified as unearned income which reduces cost basis, which may result in a negative cost basis. A negative fair value may result from the unfunded commitment being valued below par.

(20) As of December 31, 2020, these investments were categorized as Level 3 within the fair value hierarchy established by ASC 820.

See notes to Consolidated Financial Statements.

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Portfolio Company/Type of Investment (1)(2)(3)(4)(5)	Cash Interest Rate (6)	Industry	Principal (7)	Cost	Fair Value	Notes
Control Investments						(8)(9)
C5 Technology Holdings, LLC		Data Processing & Outsourced Services				
829 Common Units				$ —	$ —	(20)
34,984,460.37 Preferred Units				34,984	27,638	(20)
				34,984	**27,638**	
Dominion Diagnostics, LLC		Health Care Services				
First Lien Term Loan, LIBOR+5.00% cash due 2/28/2024	6.00 %		$ 27,660	27,660	27,660	(6)(20)
First Lien Revolver, LIBOR+5.00% cash due 2/28/2024	6.00 %		5,260	5,260	5,260	(6)(19)(20)
30,030.8 Common Units in DD Healthcare Services Holdings, LLC				18,626	7,667	(20)
				51,546	**40,587**	
First Star Speir Aviation Limited		Airlines				(10)
First Lien Term Loan, 9.00% cash due 12/15/2020			11,510	2,035	11,510	(11)(20)
100% equity interest				8,500	1,622	(11)(12)(20)
				10,535	**13,132**	
New IPT, Inc.		Oil & Gas Equipment & Services				
First Lien Term Loan, LIBOR+5.00% cash due 3/17/2021	6.00 %		2,304	2,304	1,800	(6)(20)
First Lien Revolver, LIBOR+5.00% cash due 3/17/2021	6.00 %		1,009	1,009	788	(6)(19)(20)
50.087 Class A Common Units in New IPT Holdings, LLC				—	—	(20)
				3,313	**2,588**	
Senior Loan Fund JV I, LLC		Multi-Sector Holdings				(14)
Subordinated Debt, LIBOR+7.00% cash due 12/29/2028	7.17 %		96,250	96,250	96,250	(6)(11)(20)
87.5% LLC equity interest				49,322	21,190	(11)(16)(19)
				145,572	**117,440**	
Total Control Investments (22.0% of net assets)				**$ 245,950**	**$ 201,385**	
Affiliate Investments						(17)
Assembled Brands Capital LLC		Specialized Finance				
First Lien Revolver, LIBOR+6.00% cash due 10/17/2023	7.00 %		$ 4,688	$ 4,688	$ 4,194	(6)(19)(20)
1,609,201 Class A Units				764	483	(20)
1,019,168.80 Preferred Units, 6%				1,019	1,091	(20)
70,424.5641 Class A Warrants (exercise price $3.3778) expiration date 9/9/2029				—	—	(20)
				6,471	**5,768**	
Caregiver Services, Inc.		Health Care Services				
1,080,399 shares of Series A Preferred Stock, 10%				1,080	741	(20)
				1,080	**741**	
Total Affiliate Investments (0.7% of net assets)				**$ 7,551**	**$ 6,509**	
Non-Control/Non-Affiliate Investments						(18)
4 Over International, LLC		Commercial Printing				
First Lien Term Loan, LIBOR+6.00% cash due 6/7/2022	7.00 %		$ 5,676	$ 5,654	$ 5,264	(6)(20)
First Lien Revolver, LIBOR+6.00% cash due 6/7/2021	7.00 %		2,232	2,214	2,070	(6)(20)
				7,868	**7,334**	
99 Cents Only Stores LLC		General Merchandise Stores				
First Lien Term Loan, LIBOR+5.00% cash 1.50% PIK due 1/13/2022	6.00 %		19,431	19,220	17,877	(6)
				19,220	**17,877**	
A.T. Holdings II SÀRL		Biotechnology				
First Lien Term Loan, 12.00% cash due 4/27/2023			22,619	22,619	26,464	(11)(20)
First Lien Delayed Draw Term Loan, 12.00% cash due 4/27/2023			1,508	1,508	1,780	(11)(19)(20)
				24,127	**28,244**	

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Access CIG, LLC		Diversified Support Services				
Second Lien Term Loan, LIBOR+7.75% cash due 2/27/2026	7.91 %		$ 15,000	$ 14,909	$ 14,250	(6)
				14,909	**14,250**	
Accupac, Inc.		Personal Products				
First Lien Term Loan, LIBOR+6.00% cash due 1/17/2026	7.00 %		12,487	12,294	12,487	(6)(20)
First Lien Delayed Draw Term Loan, LIBOR+6.00% cash due 1/17/2026			—	(36)	—	(6)(19)(20)
First Lien Revolver, LIBOR+6.00% cash due 1/17/2026	7.00 %		1,564	1,540	1,564	(6)(20)
				13,798	**14,051**	
Acquia Inc.		Application Software				
First Lien Term Loan, LIBOR+7.00% cash due 10/31/2025	8.00 %		20,950	20,594	20,499	(6)(20)
First Lien Revolver, LIBOR+7.00% cash due 10/31/2025			—	(39)	(48)	(6)(19)(20)
				20,555	**20,451**	
Aden & Anais Merger Sub, Inc.		Apparel, Accessories & Luxury Goods				
51,645 Common Units in Aden & Anais Holdings, Inc.				5,165	—	(20)
				5,165	**—**	
AdVenture Interactive, Corp.		Advertising				
9,073 shares of common stock				13,611	13,440	(20)
				13,611	**13,440**	
AI Ladder (Luxembourg) Subco S.a.r.l.		Electrical Components & Equipment				
First Lien Term Loan, LIBOR+4.50% cash due 7/9/2025	4.65 %		21,374	20,934	20,465	(6)(11)
				20,934	**20,465**	
AI Sirona (Luxembourg) Acquisition S.a.r.l.		Pharmaceuticals				
Second Lien Term Loan, EURIBOR+7.25% cash due 9/28/2026	7.25 %		€ 24,838	27,668	28,435	(6)(11)(20)
				27,668	**28,435**	
Airbnb, Inc.		Hotels, Resorts & Cruise Lines				
First Lien Term Loan, LIBOR+7.50% cash due 4/17/2025	8.50 %		$ 15,743	15,378	17,081	(6)
				15,378	**17,081**	
AirStrip Technologies, Inc.		Application Software				
5,715 Common Stock Warrants (exercise price $139.99) expiration date 5/11/2025				90	—	(20)
				90	**—**	
Aldevron, L.L.C.		Biotechnology				
First Lien Term Loan, LIBOR+4.25% cash due 10/12/2026	5.25 %		7,960	7,880	7,977	(6)
				7,880	**7,977**	
Algeco Scotsman Global Finance Plc		Construction & Engineering				
Fixed Rate Bond, 8.00% cash due 2/15/2023			13,524	13,277	13,465	(11)
				13,277	**13,465**	
Alvotech Holdings S.A.		Biotechnology				(13)
Fixed Rate Bond 15% PIK Note A due 12/13/2023			14,800	18,849	19,968	(11)(20)
Fixed Rate Bond 15% PIK Note B due 12/13/2023			14,800	18,849	19,196	(11)(20)
				37,698	**39,164**	
Amplify Finco Pty Ltd.		Movies & Entertainment				
First Lien Term Loan, LIBOR+4.00% cash due 11/26/2026	4.75 %		995	909	856	(6)(11)(20)
Second Lien Term Loan, LIBOR+8.00% cash due 11/26/2027	8.75 %		12,500	12,188	9,438	(6)(11)(20)
				13,097	**10,294**	

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Ancile Solutions, Inc.		Application Software				
First Lien Term Loan, LIBOR+7.00% cash due 6/30/2021	8.00 %		$ 8,181	$ 8,150	$ 8,124	(6)(20)
				8,150	**8,124**	
Apptio, Inc.		Application Software				
First Lien Term Loan, LIBOR+7.25% cash due 1/10/2025	8.25 %		23,764	23,420	23,297	(6)(20)
First Lien Revolver, LIBOR+7.25% cash due 1/10/2025			—	(22)	(30)	(6)(19)(20)
				23,398	**23,267**	
Ardonagh Midco 3 PLC		Insurance Brokers				
First Lien Term Loan, EURIBOR+7.50% cash due 7/14/2026	8.50 %		€ 1,440	1,594	1,640	(6)(11)(20)
First Lien Term Loan, UK LIBOR+7.50% cash due 7/14/2026	8.25 %		£ 11,303	13,752	14,188	(6)(11)(20)
First Lien Delayed Draw Term Loan, UK LIBOR+7.50% cash due 7/14/2026			£ —	—	—	(6)(11)(19)(20)
Fixed Rate Bond, 11.50% cash due 1/15/2027			$ 2,222	2,200	2,255	(11)
				17,546	**18,083**	
Associated Asphalt Partners, LLC		Construction Materials				
First Lien Term Loan, LIBOR+5.25% cash due 4/5/2024	6.25 %		2,554	2,150	2,073	(6)
				2,150	**2,073**	
Asurion, LLC		Property & Casualty Insurance				
Second Lien Term Loan, LIBOR+6.50% cash due 8/4/2025	6.65 %		19,985	19,950	20,058	(6)
				19,950	**20,058**	
Athenex, Inc.		Pharmaceuticals				
First Lien Term Loan, 11.00% cash due 6/19/2026			28,475	27,252	28,261	(11)(20)
First Lien Delayed Draw Term Loan, 11.00% cash due 6/19/2026			—	(321)	(171)	(11)(19)(20)
266,052 Common Stock Warrants (exercise price $12.63) expiration date 6/19/2027				915	785	(11)(20)
				27,846	**28,875**	
Aurora Lux Finco S.À.R.L.		Airport Services				
First Lien Term Loan, LIBOR+6.00% cash due 12/24/2026	7.00 %		22,885	22,376	21,283	(6)(11)(20)
				22,376	**21,283**	
Blackhawk Network Holdings, Inc.		Data Processing & Outsourced Services				
Second Lien Term Loan, LIBOR+7.00% cash due 6/15/2026	7.19 %		26,250	26,049	24,150	(6)
				26,049	**24,150**	
Boxer Parent Company Inc.		Systems Software				
First Lien Term Loan, LIBOR+4.25% cash due 10/2/2025	4.40 %		13,775	13,666	13,407	(6)
				13,666	**13,407**	
BX Commercial Mortgage Trust 2020-VIVA		Diversified Real Estate Activities				
Class D Variable Notes due 3/9/2044	3.67 %		12,556	10,482	11,451	(6)(11)(20)
Class E Variable Notes due 3/9/2044	3.67 %		6,221	4,806	5,395	(6)(11)(20)
				15,288	**16,846**	
California Pizza Kitchen, Inc.		Restaurants				
First Lien Term Loan, LIBOR+8.00% cash due 8/23/2022			3,222	3,081	983	(6)(21)
				3,081	**983**	
Chief Power Finance II, LLC		Independent Power Producers & Energy Traders				
First Lien Term Loan, LIBOR+6.50% cash due 12/31/2022	7.50 %		21,850	21,462	20,812	(6)(20)
				21,462	**20,812**	
CITGO Holding, Inc.		Oil & Gas Refining & Marketing				
First Lien Term Loan, LIBOR+7.00% cash due 8/1/2023	8.00 %		11,753	11,570	11,081	(6)
Fixed Rate Bond, 9.25% cash due 8/1/2024			10,672	10,672	10,192	
				22,242	**21,273**	

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CITGO Petroleum Corp.		Oil & Gas Refining & Marketing				
First Lien Term Loan, LIBOR+5.00% cash due 3/28/2024	6.00 %		$ 8,979	$ 8,890	$ 8,553	(6)
				8,890	**8,553**	
Continental Intermodal Group LP		Oil & Gas Storage & Transportation				
First Lien Term Loan, LIBOR+9.50% PIK due 1/28/2025			24,741	24,741	21,753	(6)(20)
Common Stock Warrants expiration date 7/28/2025				—	1,672	(20)
				24,741	**23,425**	
Convergeone Holdings, Inc.		IT Consulting & Other Services				
First Lien Term Loan, LIBOR+5.00% cash due 1/4/2026	5.15 %		14,621	14,169	13,465	(6)
				14,169	**13,465**	
Conviva Inc.		Application Software				
417,851 Series D Preferred Stock Warrants (exercise price $1.1966) expiration date 2/28/2021				105	395	(20)
				105	**395**	
Corrona, LLC		Health Care Services				
First Lien Term Loan, LIBOR+5.50% cash due 12/13/2025	6.50 %		10,300	10,144	10,152	(6)(20)
First Lien Delayed Draw Term Loan, LIBOR+5.50% cash due 12/13/2025			—	(32)	(52)	(6)(19)(20)
First Lien Revolver, PRIME+4.50% cash due 12/13/2025	7.75 %		305	277	279	(6)(19)(20)
1,099 Class A2 Common Units in Corrona Group Holdings, L.P.				1,038	1,038	(20)
				11,427	**11,417**	
Coyote Buyer, LLC		Specialty Chemicals				
First Lien Term Loan, LIBOR+6.00% cash due 2/6/2026	7.00 %		13,123	12,992	12,992	(6)(20)
First Lien Revolver, LIBOR+6.00% cash due 2/6/2025			—	(9)	(9)	(6)(19)(20)
				12,983	**12,983**	
CTOS, LLC		Trading Companies & Distributors				
First Lien Term Loan, LIBOR+4.25% cash due 4/18/2025	4.40 %		10,139	10,228	10,069	(6)
				10,228	**10,069**	
Eagleview Technology Corporation		Application Software				
Second Lien Term Loan, LIBOR+7.50% cash due 8/14/2026	8.50 %		12,000	11,880	10,440	(6)(20)
				11,880	**10,440**	
EHR Canada, LLC		Food Retail				
First Lien Term Loan, LIBOR+8.00% cash due 12/4/2020	9.00 %		6,861	6,851	6,998	(6)(20)
				6,851	**6,998**	
EOS Fitness Opco Holdings, LLC		Leisure Facilities				
487.5 Class A Preferred Units, 12%				488	49	(20)
12,500 Class B Common Units				—	—	(20)
				488	**49**	
ExamSoft Worldwide, Inc.		Application Software				
180,707 Class C Units in ExamSoft Investor LLC				181	500	(20)
				181	**500**	
Fortress Biotech, Inc.		Biotechnology				
First Lien Term Loan, 11.00% cash due 8/27/2025			8,346	7,842	7,908	(11)(20)
243,348 Common Stock Warrants (exercise price $3.20) expiration date 8/27/2030				258	419	(11)(20)
				8,100	**8,327**	
GI Chill Acquisition LLC		Managed Health Care				
First Lien Term Loan, LIBOR+4.00% cash due 8/6/2025	4.22 %		17,640	17,552	17,331	(6)(20)
Second Lien Term Loan, LIBOR+7.50% cash due 8/6/2026	7.72 %		10,000	9,927	9,350	(6)(20)
				27,479	**26,681**	

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GKD Index Partners, LLC		Specialized Finance				
First Lien Term Loan, LIBOR+7.00% cash due 6/29/2023	8.00 %		$ 20,933	$ 20,818	$ 20,577	(6)(20)
First Lien Revolver, LIBOR+7.00% cash due 6/29/2023	8.00 %		924	915	904	(6)(19)(20)
				21,733	**21,481**	
Global Medical Response		Health Care Services				
First Lien Term Loan, LIBOR+4.25% cash due 3/14/2025	5.25 %		6,256	6,152	6,084	(6)
				6,152	**6,084**	
Guidehouse LLP		Research & Consulting Services				
First Lien Term Loan, LIBOR+4.50% cash due 5/1/2025	4.65 %		4,949	4,907	4,912	(6)
Second Lien Term Loan, LIBOR+8.00% cash due 5/1/2026	8.15 %		20,000	19,930	19,300	(6)(20)
				24,837	**24,212**	
Gulf Operating, LLC		Oil & Gas Storage & Transportation				
First Lien Term Loan, LIBOR+5.25% cash due 8/25/2023	6.25 %		3,275	1,874	2,324	(6)
				1,874	**2,324**	
Houghton Mifflin Harcourt Publishers Inc.		Education Services				
First Lien Term Loan, LIBOR+6.25% cash due 11/22/2024	7.25 %		6,738	6,508	6,300	(6)(11)
				6,508	**6,300**	
I Drive Safely, LLC		Education Services				
125,079 Class A Common Units of IDS Investments, LLC				1,000	200	(20)
				1,000	**200**	
IBG Borrower LLC		Apparel, Accessories & Luxury Goods				
First Lien Term Loan, LIBOR+7.00% cash due 8/2/2022	7.25 %		9,056	8,569	7,856	(6)(20)
				8,569	**7,856**	
iCIMs, Inc.		Application Software				
First Lien Term Loan, LIBOR+6.50% cash due 9/12/2024	7.50 %		16,718	16,493	16,584	(6)(20)
First Lien Revolver, LIBOR+6.50% cash due 9/12/2024			—	(15)	(7)	(6)(19)(20)
				16,478	**16,577**	
Immucor, Inc.		Health Care Supplies				
First Lien Term Loan, LIBOR+5.75% cash due 7/2/2025	6.75 %		6,477	6,354	6,347	(6)(20)
First Lien Revolver, LIBOR+5.75% cash due 7/2/2025			—	(10)	(11)	(6)(19)(20)
Second Lien Term Loan, LIBOR+8.00% cash 3.50% PIK due 10/2/2025	9.00 %		15,611	15,316	15,298	(6)(20)
				21,660	**21,634**	
Integral Development Corporation		Other Diversified Financial Services				
1,078,284 Common Stock Warrants (exercise price $0.9274) expiration date 7/10/2024				113	—	(20)
				113	**—**	
L Squared Capital Partners LLC		Multi-Sector Holdings				
2.00% limited partnership interest				887	2,192	(11)(16)
				887	**2,192**	
Lanai Holdings III, Inc.		Health Care Distributors				
First Lien Term Loan, LIBOR+4.75% cash due 8/29/2022	5.75 %		12,948	12,810	12,260	(6)
				12,810	**12,260**	
Lannett Company, Inc.		Pharmaceuticals				
First Lien Term Loan, LIBOR+5.00% cash due 11/25/2020	6.00 %		460	460	456	(6)(11)
				460	**456**	

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Lift Brands Holdings, Inc.		Leisure Facilities				
2,000,000 Class A Common Units in Snap Investments, LLC				$ 1,399	$ —	(20)
				1,399	**—**	
Lightbox Intermediate, L.P.		Real Estate Services				
First Lien Term Loan, LIBOR+5.00% cash due 5/9/2026	5.15 %		$ 39,500	39,023	37,723	(6)(20)
				39,023	**37,723**	
LogMeIn, Inc.		Application Software				
Second Lien Term Loan, LIBOR+9.00% cash due 8/31/2028	9.16 %		9,293	8,831	9,247	(6)
				8,831	**9,247**	
LTI Holdings, Inc.		Electronic Components				
First Lien Term Loan, LIBOR+4.75% cash due 7/24/2026	4.90 %		1,794	1,513	1,685	(6)
First Lien Term Loan, LIBOR+3.50% cash due 9/6/2025	3.65 %		18,082	15,087	16,884	(6)
Second Lien Term Loan, LIBOR+6.75% cash due 9/6/2026	6.90 %		9,000	9,000	7,983	(6)
				25,600	**26,552**	
Maravai Intermediate Holdings, LLC		Biotechnology				
First Lien Term Loan, LIBOR+4.25% cash due 8/1/2025	5.25 %		11,760	11,642	11,789	(6)(20)
				11,642	**11,789**	
Mauser Packaging Solutions Holding Company		Metal & Glass Containers				
Fixed Rate Bond, 8.50% cash due 4/15/2024			11,378	11,273	11,833	
				11,273	**11,833**	
Mayfield Agency Borrower Inc.		Property & Casualty Insurance				
First Lien Term Loan, LIBOR+4.50% cash due 2/28/2025	4.65 %		28,823	28,045	26,679	(6)
				28,045	**26,679**	
McAfee, LLC		Systems Software				
Second Lien Term Loan, LIBOR+8.50% cash due 9/29/2025	9.50 %		7,000	7,028	7,074	(6)
				7,028	**7,074**	
MHE Intermediate Holdings, LLC		Diversified Support Services				
First Lien Term Loan, LIBOR+5.00% cash due 3/8/2024	6.00 %		2,910	2,888	2,832	(6)(20)
				2,888	**2,832**	
Mindbody, Inc.		Internet Services & Infrastructure				
First Lien Term Loan, LIBOR+7.00% cash 1.5% PIK due 2/14/2025	8.00 %		29,097	28,675	26,828	(6)(20)
First Lien Revolver, LIBOR+8.00% cash due 2/14/2025			—	(44)	(241)	(6)(19)(20)
				28,631	**26,587**	
Ministry Brands, LLC		Application Software				
First Lien Revolver, LIBOR+5.00% cash due 12/2/2022	6.00 %		575	566	566	(6)(19)(20)
Second Lien Term Loan, LIBOR+9.25% cash due 6/2/2023	10.25 %		9,000	8,934	8,923	(6)(20)
				9,500	**9,489**	
MRI Software LLC		Application Software				
First Lien Term Loan, LIBOR+5.50% cash due 2/10/2026	6.50 %		14,369	14,242	14,022	(6)(20)
First Lien Delayed Draw Term Loan, LIBOR+5.50% cash due 2/10/2026			—	(59)	(144)	(6)(19)(20)
First Lien Revolver, LIBOR+5.50% cash due 2/10/2026			—	(13)	(31)	(6)(19)(20)
				14,170	**13,847**	

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Portfolio Company/Type of Investment (1)(2)(3)(4)(5)	Cash Interest Rate (6)	Industry	Principal (7)	Cost	Fair Value	Notes
NeuAG, LLC		Fertilizers & Agricultural Chemicals				
First Lien Term Loan, LIBOR+5.50% cash 7.00% PIK due 9/11/2024	7.00 %		$ 35,306	$ 33,918	$ 33,894	(6)(20)
First Lien Delayed Draw Term Loan, LIBOR+5.50% cash 7.00% PIK due 9/11/2024			—	(175)	(175)	(6)(19)(20)
				33,743	**33,719**	
NuStar Logistics, L.P.		Oil & Gas Refining & Marketing				
Unsecured Delayed Draw Term Loan, 12.00% cash due 4/19/2023			—	—	—	(19)(20)
				—	**—**	
Olaplex, Inc.		Personal Products				
First Lien Term Loan, LIBOR+6.50% cash due 1/8/2026	7.50 %		35,056	34,441	35,056	(6)(20)
First Lien Revolver, LIBOR+6.50% cash due 1/8/2025	7.50 %		1,917	1,852	1,917	(6)(19)(20)
				36,293	**36,973**	
OmniSYS Acquisition Corporation		Diversified Support Services				
100,000 Common Units in OSYS Holdings, LLC				1,000	607	(20)
				1,000	**607**	
Onvoy, LLC		Integrated Telecommunication Services				
Second Lien Term Loan, LIBOR+10.50% cash due 2/10/2025	11.50 %		16,750	16,750	15,142	(6)(20)
19,666.67 Class A Units in GTCR Onvoy Holdings, LLC				1,967	268	(20)
13,664.73 Series 3 Class B Units in GTCR Onvoy Holdings, LLC				—	—	(20)
				18,717	**15,410**	
OZLM Funding III, Ltd.		Multi-Sector Holdings				
Class DR Notes, LIBOR+7.77% cash due 1/22/2029	8.03 %		2,312	1,657	2,119	(6)(11)
				1,657	**2,119**	
PaySimple, Inc.		Data Processing & Outsourced Services				
First Lien Term Loan, LIBOR+5.50% cash due 8/23/2025	5.65 %		49,535	48,711	47,801	(6)(20)
				48,711	**47,801**	
Pingora MSR Opportunity Fund I-A, LP		Thrifts & Mortgage Finance				
1.86% limited partnership interest				938	353	(11)(16)(19)
				938	**353**	
PLATO Learning Inc.		Education Services				
Unsecured Senior PIK Note, 8.50% PIK due 12/9/2021			3,099	2,434	—	(15)(20)
Unsecured Junior PIK Note, 10.00% PIK due 12/9/2021			15,010	10,227	—	(15)(20)
Unsecured Revolver, 5.00% cash due 12/9/2021			2,938	2,631	588	(20)(21)
126,127.80 Class A Common Units of Edmentum				126	—	(20)
				15,418	**588**	
ProFrac Services, LLC		Industrial Machinery				
First Lien Term Loan, LIBOR+7.50% cash due 9/15/2023	8.75 %		15,170	15,081	11,643	(6)(20)
				15,081	**11,643**	
Project Boost Purchaser, LLC		Application Software				
Second Lien Term Loan, LIBOR+8.00% cash due 5/9/2027	8.15 %		3,750	3,750	3,375	(6)(20)
				3,750	**3,375**	

Oaktree Specialty Lending Corporation

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Portfolio Company/Type of Investment (1)(2)(3)(4)(5)	Cash Interest Rate (6)	Industry	Principal (7)	Cost	Fair Value	Notes
Pug LLC		Internet & Direct Marketing Retail				
First Lien Term Loan, LIBOR+8.00% cash due 2/12/2027	8.75 %		$ 15,740	$ 14,802	$ 15,307	(6)
				14,802	**15,307**	
QuorumLabs, Inc.		Application Software				
64,887,669 Junior-2 Preferred Stock				375	—	(20)
				375	**—**	
Refac Optical Group		Specialty Stores				
1,550.9435 Shares of Common Stock in Refac Holdings, Inc.				1	—	(20)
550.9435 Series A-2 Preferred Stock in Refac Holdings, Inc., 10%				305	—	(20)
1,000 Series A-1 Preferred Stock in Refac Holdings, Inc., 10%				999	—	(20)
				1,305	**—**	
Salient CRGT, Inc.		Aerospace & Defense				
First Lien Term Loan, LIBOR+6.50% cash due 2/28/2022	7.50 %		2,955	2,938	2,748	(6)(20)
				2,938	**2,748**	
Scilex Pharmaceuticals Inc.		Pharmaceuticals				
Fixed Rate Zero Coupon Bond due 8/15/2026			15,585	12,069	12,468	(20)
				12,069	**12,468**	
ShareThis, Inc.		Application Software				
345,452 Series C Preferred Stock Warrants (exercise price $3.0395) expiration date 3/4/2024				367	—	(20)
				367	**—**	
Sorrento Therapeutics, Inc.		Biotechnology				
125,000 Common Stock Warrants (exercise price $3.94) expiration date 11/3/2029				—	1,123	(11)(20)
				—	**1,123**	
Supermoose Borrower, LLC		Application Software				
First Lien Term Loan, LIBOR+3.75% cash due 8/29/2025	3.90 %		10,196	8,925	9,193	(6)
				8,925	**9,193**	
Surgery Center Holdings, Inc.		Health Care Facilities				
First Lien Term Loan, LIBOR+3.25% cash due 9/3/2024	4.25 %		3,850	3,133	3,640	(6)(11)
				3,133	**3,640**	
Swordfish Merger Sub LLC		Auto Parts & Equipment				
Second Lien Term Loan, LIBOR+6.75% cash due 2/2/2026	7.75 %		12,500	12,458	10,563	(6)(20)
				12,458	**10,563**	
Tacala, LLC		Restaurants				
Second Lien Term Loan, LIBOR+7.50% cash due 2/4/2028	7.65 %		7,276	7,167	6,903	(6)
				7,167	**6,903**	
TerSera Therapeutics LLC		Pharmaceuticals				
Second Lien Term Loan, LIBOR+9.50% cash due 3/30/2024	10.50 %		29,663	29,236	29,371	(6)(20)
668,879 Common Units of TerSera Holdings LLC				2,192	3,487	(20)
				31,428	**32,858**	
TIBCO Software Inc.		Application Software				
Second Lien Term Loan, LIBOR+7.25% cash due 3/3/2028	7.40 %		15,000	14,925	14,766	(6)
				14,925	**14,766**	
TigerConnect, Inc.		Application Software				
299,110 Series B Preferred Stock Warrants (exercise price $1.3373) expiration date 12/8/2024				60	525	(20)
				60	**525**	
Transact Holdings Inc.		Application Software				
First Lien Term Loan, LIBOR+4.75% cash due 4/30/2026	4.90 %		6,930	6,826	6,553	(6)(20)
				6,826	**6,553**	

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Portfolio Company/Type of Investment (1)(2)(3)(4)(5)	Cash Interest Rate (6)	Industry	Principal (7)	Cost	Fair Value	Notes
Truck Hero, Inc.		Auto Parts & Equipment				
Second Lien Term Loan, LIBOR+8.25% cash due 4/21/2025	9.25 %		$ 21,500	$ 21,191	$ 20,819	(6)(20)
				21,191	**20,819**	
U.S. Renal Care, Inc.		Health Care Services				
First Lien Term Loan, LIBOR+5.00% cash due 6/26/2026	5.15 %		1,122	934	1,096	(6)
				934	**1,096**	
Uniti Group Inc.		Specialized REITs				
21,072 Common Units			—	133	222	(11)(12)
				133	**222**	
Verscend Holding Corp.		Health Care Technology				
First Lien Term Loan, LIBOR+4.50% cash due 8/27/2025	4.65 %		14,525	14,479	14,429	(6)
Fixed Rate Bond, 9.75% cash due 8/15/2026			7,000	7,020	7,629	
				21,499	**22,058**	
Vertex Aerospace Services Corp.		Aerospace & Defense				
First Lien Term Loan, LIBOR+4.50% cash due 6/29/2025	4.65 %		10,168	10,133	10,073	(6)
				10,133	**10,073**	
Vitalyst Holdings, Inc.		IT Consulting & Other Services				
675 Series A Preferred Stock Units				675	440	(20)
7,500 Class A Common Stock Units				75	—	(20)
				750	**440**	
William Morris Endeavor Entertainment, LLC		Movies & Entertainment				
First Lien Term Loan, LIBOR+8.50% cash due 5/18/2025	9.50 %		33,298	31,594	33,298	(6)(20)
				31,594	**33,298**	
Windstream Services II, LLC		Integrated Telecommunication Services				
First Lien Term Loan, LIBOR+6.25% cash due 9/21/2027	7.25 %		25,935	24,900	25,168	(6)
6,129 Shares of Common Stock in Windstream Holdings II, LLC				53	69	(20)
37,215 Warrants in Windstream Holdings II, LLC				913	444	(20)
				25,866	**25,681**	
WP CPP Holdings, LLC		Aerospace & Defense				
Second Lien Term Loan, LIBOR+7.75% cash due 4/30/2026	8.75 %		15,000	14,893	11,700	(6)(20)
				14,893	**11,700**	
WPEngine, Inc.		Application Software				
First Lien Term Loan, LIBOR+6.50% cash due 3/27/2026	7.50 %		14,188	13,863	13,949	(6)(20)
First Lien Delayed Draw Term Loan, LIBOR+6.50% cash due 3/27/2026			—	(602)	(443)	(6)(19)(20)
				13,261	**13,506**	
xMatters, Inc.		Application Software				
600,000 Common Stock Warrants (exercise price $0.593333) expiration date 2/26/2025				709	336	(20)
				709	**336**	
Zep Inc.		Specialty Chemicals				
First Lien Term Loan, LIBOR+4.00% cash due 8/12/2024	5.00 %		1,955	1,895	1,845	(6)
Second Lien Term Loan, LIBOR+8.25% cash due 8/11/2025	9.25 %		30,000	29,908	24,180	(6)(20)
				31,803	**26,025**	
Zephyr Bidco Limited		Specialized Finance				
Second Lien Term Loan, UK LIBOR+7.50% cash due 7/23/2026	7.55 %		£ 18,000	23,705	21,176	(6)(11)
				23,705	**21,176**	
Total Non-Control/Non-Affiliate Investments (149.3% of net assets)				**$ 1,415,669**	**$ 1,365,957**	

Oaktree Specialty Lending Corporation

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Portfolio Company/Type of Investment (1)(2)(3)(4)(5)	Cash Interest Rate (6)	Industry	Principal (7)	Cost	Fair Value	Notes
Total Portfolio Investments (172.0% of net assets)				**$ 1,669,170**	**$ 1,573,851**	
Cash and Cash Equivalents						
JP Morgan Prime Money Market Fund, Institutional Shares				$ 35,248	$ 35,248	
Other cash accounts				3,848	3,848	
Total Cash and Cash Equivalents (4.3% of net assets)				**$ 39,096**	**$ 39,096**	
Total Portfolio Investments and Cash and Cash Equivalents (176.3% of net assets)				**$ 1,708,266**	**$ 1,612,947**	

Derivative Instrument	Notional Amount to be Purchased	Notional Amount to be Sold	Maturity Date	Counterparty	Cumulative Unrealized Appreciation / (Depreciation)
Foreign currency forward contract	$ 35,577	£ 27,494	11/12/2020	JPMorgan Chase Bank, N.A.	$ 25
Foreign currency forward contract	$ 30,260	€ 25,614	11/12/2020	JPMorgan Chase Bank, N.A.	198
					$ 223

(1) All debt investments are income producing unless otherwise noted. All equity investments are non-income producing unless otherwise noted.

(2) See Note 3 in the accompanying notes to the Consolidated Financial Statements for portfolio composition by geographic region.

(3) Equity ownership may be held in shares or units of companies related to the portfolio companies.

(4) Interest rates may be adjusted from period to period on certain term loans and revolvers. These rate adjustments may be either temporary in nature due to tier pricing arrangements or financial or payment covenant violations in the original credit agreements or permanent in nature per loan amendment or waiver documents.

(5) Each of the Company's investments is pledged as collateral under the Credit Facility (as defined in Note 6 to the accompanying notes to the Consolidated Financial Statements).

(6) The interest rate on the principal balance outstanding for all floating rate loans is indexed to LIBOR and/or an alternate base rate (e.g., prime rate), which typically resets semi-annually, quarterly, or monthly at the borrower's option. The borrower may also elect to have multiple interest reset periods for each loan. For each of these loans, the Company has provided the applicable margin over LIBOR or the alternate base rate based on each respective credit agreement and the cash interest rate as of period end. All LIBOR shown above is in U.S. dollars unless otherwise noted. As of September 30, 2020, the reference rates for the Company's variable rate loans were the 30-day LIBOR at 0.15%, the 60-day LIBOR at 0.19%, the 90-day LIBOR at 0.22%, the 180-day LIBOR at 0.27%, the 360-day LIBOR at 0.37%, the PRIME at 3.25%, the 30-day UK LIBOR at 0.05%, the 180-day UK LIBOR at 0.22%, the 30-day EURIBOR at (0.57)% and the 180-day EURIBOR at (0.36)%. Most loans include an interest floor, which generally ranges from 0% to 1%.

(7) Principal includes accumulated PIK interest and is net of repayments, if any. "£" signifies the investment is denominated in British Pounds. "€" signifies the investment is denominated in Euros. All other investments are denominated in U.S. dollars.

(8) Control Investments generally are defined by the Investment Company Act as investments in companies in which the Company owns more than 25% of the voting securities or maintains greater than 50% of the board representation.

(9) As defined in the Investment Company Act, the Company is deemed to be both an "Affiliated Person" of and to "Control" these portfolio companies as the Company owns more than 25% of the portfolio company's outstanding voting securities or has the power to exercise control over management or policies of such portfolio company (including through a management agreement). See Schedule 12-14 in the Company's annual report on Form 10-K for the year ended September 30, 2020 for transactions during the year ended September 30, 2020 in which the issuer was both an Affiliated Person and a portfolio company that the Company is deemed to control.

(10) First Star Speir Aviation 1 Limited is a wholly-owned holding company formed by the Company in order to facilitate its investment strategy. In accordance with ASU 2013-08, the Company has deemed the holding company to be an investment company under GAAP and therefore deemed it appropriate to consolidate the financial results and financial position of the holding company and to recognize dividend income versus a combination of interest income and dividend income. Accordingly, the debt and equity investments in the wholly-owned holding company are disregarded for accounting purposes since the economic substance of these instruments are equity investments in the operating entities.

(11) Investment is not a "qualifying asset" as defined under Section 55(a) of the Investment Company Act. Under the Investment Company Act, the Company may not acquire any non-qualifying asset unless, at the time the acquisition is made, qualifying assets represent at least 70% of the Company's total assets. As of September 30, 2020, qualifying assets represented 75.4% of the Company's total assets and non-qualifying assets represented 24.6% of the Company's total assets.

(12) Income producing through payment of dividends or distributions.

(13) PIK interest income for this investment accrues at an annualized rate of 15%, however, the PIK interest is not contractually capitalized on the investment. As a result, the principal amount of the investment does not increase over time for accumulated PIK interest. As of September 30, 2020, the accumulated PIK interest balance for each of the A notes and the B notes was $4.3 million. The fair value of this investment is inclusive of PIK.

(14) See Note 3 in the accompanying notes to the Consolidated Financial Statements for portfolio composition.

(15) This investment was on PIK non-accrual status as of September 30, 2020. PIK non-accrual status is inclusive of other non-cash income, where applicable.

(16) This investment was valued using net asset value as a practical expedient for fair value. Consistent with ASC 820, these investments are excluded from the hierarchical levels.

(17) Affiliate Investments generally are defined by the Investment Company Act as investments in companies in which the Company owns between 5% and 25% of the voting securities.

(18) Non-Control/Non-Affiliate Investments are investments that are neither Control Investments nor Affiliate Investments.

(19) Investment had undrawn commitments. Unamortized fees are classified as unearned income which reduces cost basis, which may result in a negative cost basis. A negative fair value may result from the unfunded commitment being valued below par.

(20) As of September 30, 2020, these investments were categorized as Level 3 within the fair value hierarchy established by ASC 820.

(21) This investment was on cash non-accrual status as of September 30, 2020. Cash non-accrual status is inclusive of PIK and other non-cash income, where applicable.

See notes to Consolidated Financial Statements.

Note 1. Organization

Oaktree Specialty Lending Corporation (together with its consolidated subsidiaries, the "Company") is a specialty finance company that looks to provide customized, one-stop credit solutions to companies with limited access to public or syndicated capital markets. The Company was formed in late 2007 and operates as a closed-end, externally managed, non-diversified management investment company that has elected to be regulated as a Business Development Company under the Investment Company Act. The Company has qualified and elected to be treated as a regulated investment company ("RIC") under the Internal Revenue Code of 1986, as amended (the "Code"), for tax purposes.

The Company's investment objective is to generate current income and capital appreciation by providing companies with flexible and innovative financing solutions, including first and second lien loans, unsecured and mezzanine loans, bonds, preferred equity and certain equity co-investments. The Company may also seek to generate capital appreciation and income through secondary investments at discounts to par in either private or syndicated transactions.

The Company is externally managed by Oaktree Fund Advisors, LLC ("Oaktree"), a subsidiary of Oaktree Capital Group, LLC (“OCG”), pursuant to an investment advisory agreement between the Company and Oaktree (the “Investment Advisory Agreement”). Oaktree is an affiliate of Oaktree Capital Management, L.P. ("OCM"), the Company's external investment adviser from October 17, 2017 through May 3, 2020 and also a subsidiary of OCG. Oaktree Fund Administration, LLC (“Oaktree Administrator”), a subsidiary of OCM, provides certain administrative and other services necessary for the Company to operate pursuant to an administration agreement between the Company and Oaktree Administrator (the “Administration Agreement”). See Note 11. In 2019, Brookfield Asset Management Inc. ("Brookfield") acquired a majority economic interest in OCG. OCG operates as an independent business within Brookfield, with its own product offerings and investment, marketing and support teams.

On October 28, 2020, the Company entered into an Agreement and Plan of Merger (the “Merger Agreement”) with Oaktree Strategic Income Corporation, a Delaware corporation (“OCSI”), Lion Merger Sub, Inc., a Delaware corporation and wholly-owned subsidiary of the Company (“Merger Sub”), and, solely for the limited purposes set forth therein, Oaktree, the investment adviser to each of the Company and OCSI. The Merger Agreement provides that, subject to the conditions set forth in the Merger Agreement, at the effective time of the Merger (the “Effective Time”), Merger Sub will merge with and into OCSI, with OCSI continuing as the surviving company and as a wholly-owned subsidiary of the Company (the “Merger”) and, immediately thereafter, OCSI will merge with and into the Company, with the Company continuing as the surviving company (together with the Merger, the “Mergers”). Both the Company’s Board of Directors and the Board of Directors of OCSI, including all of the respective independent directors, in each case, on the recommendation of a special committee comprised solely of certain independent directors of the Company or OCSI, as applicable, have approved the Merger Agreement and the transactions contemplated thereby. For more information about the Mergers, see “Note 15. Pending Merger with OCSI”.

Note 2. Significant Accounting Policies

Basis of Presentation:

The Consolidated Financial Statements of the Company have been prepared in accordance with GAAP and pursuant to the requirements for reporting on Form 10-Q and Regulation S-X. In the opinion of management, all adjustments of a normal recurring nature considered necessary for the fair presentation of the Consolidated Financial Statements have been made. All intercompany balances and transactions have been eliminated. The Company is an investment company following the accounting and reporting guidance in ASC Topic 946, *Financial Services - Investment Companies* ("ASC 946").

Use of Estimates:

The preparation of the financial statements in conformity with GAAP requires management to make certain estimates and assumptions affecting amounts reported in the financial statements and accompanying notes. These estimates are based on the information that is currently available to the Company and on various other assumptions that the Company believes to be reasonable under the circumstances. Changes in the economic and political environments, financial markets and any other parameters used in determining these estimates could cause actual results to differ and such differences could be material. Significant estimates include the valuation of investments and revenue recognition.

Consolidation:

The accompanying Consolidated Financial Statements include the accounts of Oaktree Specialty Lending Corporation and its consolidated subsidiaries. Each consolidated subsidiary is wholly-owned and, as such, consolidated into the Consolidated Financial Statements. Certain subsidiaries that hold investments are treated as pass through entities for tax purposes. The assets of certain of the consolidated subsidiaries are not directly available to satisfy the claims of the creditors of Oaktree Specialty Lending Corporation or any of its other subsidiaries.

As an investment company, portfolio investments held by the Company are not consolidated into the Consolidated Financial Statements but rather are included on the Statements of Assets and Liabilities as investments at fair value.

Fair Value Measurements:

The Company values its investments in accordance with ASC 820, which defines fair value as the amount that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. A liability's fair value is defined as the amount that would be paid to transfer the liability to a new obligor, not the amount that would be paid to settle the liability with the creditor. ASC 820 prioritizes the use of observable market prices over entity-specific inputs. Where observable prices or inputs are not available or reliable, valuation techniques are applied. These valuation techniques involve some level of management estimation and judgment, the degree of which is dependent on the price transparency for the investments or market and the investments' complexity.

Hierarchical levels, defined by ASC 820 and directly related to the amount of subjectivity associated with the inputs to fair valuation of these assets and liabilities, are as follows:

- Level 1 — Unadjusted, quoted prices in active markets for identical assets or liabilities as of the measurement date.
- Level 2 — Observable inputs other than Level 1 prices, such as quoted prices for similar assets or liabilities; quoted prices in markets that are not active; or other inputs that are observable or can be corroborated by observable market data at the measurement date for substantially the full term of the assets or liabilities.
- Level 3 — Unobservable inputs that reflect management's best estimate of what market participants would use in pricing the asset or liability at the measurement date. Consideration is given to the risk inherent in the valuation technique and the risk inherent in the inputs to the model.

If inputs used to measure fair value fall into different levels of the fair value hierarchy, an investment's level is based on the lowest level of input that is significant to the fair value measurement. The Company's assessment of the significance of a particular input to the fair value measurement in its entirety requires judgment and considers factors specific to the investment. This includes investment securities that are valued using "bid" and "ask" prices obtained from independent third party pricing services or directly from brokers. These investments may be classified as Level 3 because the quoted prices may be indicative in nature for securities that are in an inactive market, may be for similar securities or may require adjustments for investment-specific factors or restrictions.

Financial instruments with readily available quoted prices generally will have a higher degree of market price observability and a lesser degree of judgment inherent in measuring fair value. As such, Oaktree obtains and analyzes readily available market quotations provided by pricing vendors and brokers for all of the Company's investments for which quotations are available. In determining the fair value of a particular investment, pricing vendors and brokers use observable market information, including both binding and non-binding indicative quotations.

The Company seeks to obtain at least two quotations for the subject or similar securities, typically from pricing vendors. If the Company is unable to obtain two quotes from pricing vendors, or if the prices obtained from pricing vendors are not within the Company's set threshold, the Company seeks to obtain a quote directly from a broker making a market for the asset. Oaktree evaluates the quotations provided by pricing vendors and brokers based on available market information, including trading activity of the subject or similar securities, or by performing a comparable security analysis to ensure that fair values are reasonably estimated. Oaktree also performs back-testing of valuation information obtained from pricing vendors and brokers against actual prices received in transactions. In addition to ongoing monitoring and back-testing, Oaktree performs due diligence procedures over pricing vendors to understand their methodology and controls to support their use in the valuation process. Generally, the Company does not adjust any of the prices received from these sources.

If the quotations obtained from pricing vendors or brokers are determined to not be reliable or are not readily available, the Company values such investments using any of three different valuation techniques. The first valuation technique is the transaction precedent technique, which utilizes recent or expected future transactions of the investment to determine fair value, to the extent applicable. The second valuation technique is an analysis of the enterprise value ("EV") of the portfolio company. EV means the entire value of the portfolio company to a market participant, including the sum of the values of debt and equity securities used to capitalize the enterprise at a point in time. The EV analysis is typically performed to determine (i) the value of equity investments, (ii) whether there is credit impairment for debt investments and (iii) the value for debt investments that the Company is deemed to control under the Investment Company Act. To estimate the EV of a portfolio company, Oaktree analyzes various factors, including the portfolio company’s historical and projected financial results, macroeconomic impacts on the company and competitive dynamics in the company’s industry. Oaktree also utilizes some or all of the following information based on the individual circumstances of the portfolio company: (i) valuations of comparable public companies, (ii) recent sales of private and public comparable companies in similar industries or having similar business or earnings characteristics, (iii) purchase prices as a multiple of their earnings or cash flow, (iv) the portfolio company’s ability to meet its forecasts and its business prospects, (v) a discounted cash flow analysis, (vi) estimated liquidation or collateral value of the portfolio company's assets and (vii) offers from third parties to buy the portfolio company. The Company may probability weight potential sale outcomes with respect to a portfolio company when uncertainty exists as of the valuation date. The third valuation technique is a market yield technique, which is typically performed for non-credit impaired debt investments. In the market yield technique, a current price is imputed for the investment based upon an assessment of the expected market yield for a similarly structured investment with a similar level of risk, and the Company considers the current contractual interest rate, the capital structure and other terms of the investment relative to risk of the company and the specific investment. A key determinant of risk, among other things, is the leverage through the investment relative to the EV of the portfolio company. As debt investments held by the Company are substantially illiquid with no active transaction market, the Company depends on primary market data, including newly funded transactions and industry specific market movements, as well as secondary market data with respect to high yield debt instruments and syndicated loans, as inputs in determining the appropriate market yield, as applicable.

In accordance with ASC 820-10, certain investments that qualify as investment companies in accordance with ASC 946 may be valued using net asset value as a practical expedient for fair value. Consistent with FASB guidance under ASC 820, these investments are excluded from the hierarchical levels. These investments are generally not redeemable.

The Company estimates the fair value of privately held warrants using a Black Scholes pricing model, which includes an analysis of various factors and subjective assumptions, including the current stock price (by using an EV analysis as described above), the expected period until exercise, expected volatility of the underlying stock price, expected dividends and the risk free rate. Changes in the subjective input assumptions can materially affect the fair value estimates.

The Company's Board of Directors undertakes a multi-step valuation process each quarter in connection with determining the fair value of the Company's investments:

- The quarterly valuation process begins with each portfolio company or investment being initially valued by Oaktree's valuation team in conjunction with Oaktree's portfolio management team and investment professionals responsible for each portfolio investment;
- Preliminary valuations are then reviewed and discussed with management of Oaktree;
- Separately, independent valuation firms engaged by the Board of Directors prepare valuations of the Company's investments, on a selected basis, for which market quotations are not readily available or are readily available but deemed not reflective of the fair value of the investment, and submit the reports to the Company and provide such reports to Oaktree and the Audit Committee of the Board of Directors;
- Oaktree compares and contrasts its preliminary valuations to the valuations of the independent valuation firms and prepares a valuation report for the Audit Committee;
- The Audit Committee reviews the preliminary valuations with Oaktree, and Oaktree responds and supplements the preliminary valuations to reflect any discussions between Oaktree and the Audit Committee;
- The Audit Committee makes a recommendation to the full Board of Directors regarding the fair value of the investments in the Company's portfolio; and
- The Board of Directors discusses valuations and determines the fair value of each investment in the Company's portfolio.

The fair value of the Company's investments as of December 31, 2020 and September 30, 2020 was determined in good faith by the Board of Directors. The Board of Directors has and will continue to engage independent valuation firms to provide assistance regarding the determination of the fair value of a portion of the Company's portfolio securities for which market quotations are not readily available or are readily available but deemed not reflective of the fair value of the investment each quarter, and the Board of Directors may reasonably rely on that assistance. However, the Board of Directors is responsible for the ultimate valuation of the portfolio investments at fair value as determined in good faith pursuant to the Company's valuation policy and a consistently applied valuation process.

Due to the inherent uncertainty of determining the fair value of investments that do not have a readily available market value, the fair value of the Company’s investments may fluctuate from period to period. Because of the inherent uncertainty of valuation, these estimated values may differ significantly from the values that would have been reported had a ready market for the investments existed, and it is reasonably possible that the difference could be material.

With the exception of the line items entitled "deferred financing costs," "deferred offering costs," "other assets," "deferred tax asset, net," "credit facility payable" and "unsecured notes payable," which are reported at amortized cost, all assets and liabilities approximate fair value on the Consolidated Statements of Assets and Liabilities. The carrying value of the line items titled "interest, dividends and fees receivable," "due from portfolio companies," "receivables from unsettled transactions," "accounts payable, accrued expenses and other liabilities," "base management fee and incentive fee payable," "due to affiliate," "interest payable" and "payables from unsettled transactions" approximate fair value due to their short maturities.

Foreign Currency Translation:

The accounting records of the Company are maintained in U.S. dollars. All assets and liabilities denominated in foreign currencies are translated into U.S. dollars based on the prevailing foreign exchange rate on the reporting date. The Company does not isolate that portion of the results of operations resulting from changes in foreign exchange rates on investments from the fluctuations arising from changes in market prices of securities held. The Company’s investments in foreign securities may involve certain risks, including foreign exchange restrictions, expropriation, taxation or other political, social or economic risks, all of which could affect the market and/or credit risk of the investment. In addition, changes in the relationship of foreign currencies to the U.S. dollar can significantly affect the value of these investments and therefore the earnings of the Company.

Derivative Instruments:

The Company does not utilize hedge accounting and as such values its derivative instruments at fair value with the unrealized gains or losses recorded in “net unrealized appreciation (depreciation)” in the Company’s Consolidated Statements of Operations.

Investment Income:

Interest Income

Interest income, adjusted for accretion of original issue discount ("OID"), is recorded on an accrual basis to the extent that such amounts are expected to be collected. The Company stops accruing interest on investments when it is determined that interest is no longer collectible. Investments that are expected to pay regularly scheduled interest in cash are generally placed on non-accrual status when there is reasonable doubt that principal or interest cash payments will be collected. Cash interest payments received on investments may be recognized as income or a return of capital depending upon management’s judgment. A non-accrual investment is restored to accrual status if past due principal and interest are paid in cash and the portfolio company, in management’s judgment, is likely to continue timely payment of its remaining obligations.

In connection with its investment in a portfolio company, the Company sometimes receives nominal cost equity that is valued as part of the negotiation process with the portfolio company. When the Company receives nominal cost equity, the Company allocates its cost basis in the investment between debt securities and the nominal cost equity at the time of origination. Any resulting discount from recording the loan, or otherwise purchasing a security at a discount, is accreted into interest income over the life of the loan.

PIK Interest Income

The Company's investments in debt securities may contain PIK interest provisions. PIK interest, which generally represents contractually deferred interest added to the loan balance that is generally due at the end of the loan term, is generally recorded on the accrual basis to the extent such amounts are expected to be collected. The Company generally ceases accruing PIK interest if there is insufficient value to support the accrual or if the Company does not expect the portfolio company to be able to pay all principal and interest due. The Company's decision to cease accruing PIK interest on a loan or debt security involves subjective judgments and determinations based on available information about a particular portfolio company, including whether the portfolio company is current with respect to its payment of principal and interest on its loans and debt securities; financial statements and financial projections for the portfolio company; the Company's assessment of the portfolio company's business development success; information obtained by the Company in connection with periodic formal update interviews with the portfolio company's management and, if appropriate, the private equity sponsor; and information about the general economic and market conditions in which the portfolio company operates. The Company's determination to cease accruing PIK interest is generally made well before the Company's full write-down of a loan or debt security. In addition, if it is subsequently determined that the Company will not be able to collect any previously accrued PIK interest, the fair value of the loans or debt securities would be reduced by the amount of such previously accrued, but uncollectible, PIK interest. The accrual of PIK interest on the Company’s debt investments increases the recorded cost bases of these investments in the Consolidated Financial Statements including for purposes of computing the capital gains incentive fee payable by the Company to Oaktree. To maintain its status as a RIC, certain income from PIK interest may be required to be distributed to the Company’s stockholders, even though the Company has not yet collected the cash and may never do so.

Fee Income

Oaktree or its affiliates may provide financial advisory services to portfolio companies and, in return, the Company may receive fees for capital structuring services. These fees are generally nonrecurring and are recognized by the Company upon the investment closing date. The Company may also receive additional fees in the ordinary course of business, including servicing, amendment and prepayment fees, which are classified as fee income and recognized as they are earned or the services are rendered.

The Company has also structured exit fees across certain of its portfolio investments to be received upon the future exit of those investments. These fees are typically paid to the Company upon the earliest to occur of (i) a sale of the borrower or substantially all of the assets of the borrower, (ii) the maturity date of the loan or (iii) the date when full prepayment of the loan occurs. The receipt of such fees is contingent upon the occurrence of one of the events listed above for each of the investments. These fees are included in net investment income over the life of the loan.

Dividend Income

The Company generally recognizes dividend income on the ex-dividend date for public securities and the record date for private equity investments. Distributions received from private equity investments are evaluated to determine if the distribution should be recorded as dividend income or a return of capital. Generally, the Company will not record distributions from private equity investments as dividend income unless there are sufficient earnings at the portfolio company prior to the distribution. Distributions that are classified as a return of capital are recorded as a reduction in the cost basis of the investment.

Cash and Cash Equivalents:

Cash and cash equivalents consist of demand deposits and highly liquid investments with maturities of three months or less when acquired. The Company places its cash and cash equivalents and restricted cash with financial institutions and, at times, cash held in bank accounts may exceed the Federal Deposit Insurance Corporation ("FDIC") insurance limit. Cash and cash equivalents are included on the Company's Consolidated Schedule of Investments and cash equivalents are classified as Level 1 assets.

Due from Portfolio Companies:

Due from portfolio companies consists of amounts payable to the Company from its portfolio companies, including proceeds from the sale of portfolio companies not yet received or being held in escrow and excluding those amounts attributable to interest, dividends or fees receivable. These amounts are recognized as they become payable to the Company (*e.g.*, principal payments on the scheduled amortization payment date).

Receivables/Payables from Unsettled Transactions:

Receivables/payables from unsettled transactions consist of amounts receivable to or payable by the Company for transactions that have not settled at the reporting date.

Deferred Financing Costs:

Deferred financing costs consist of fees and expenses paid in connection with the closing or amending of credit facilities and debt offerings. Deferred financing costs in connection with credit facilities are capitalized as an asset when incurred. Deferred financing costs in connection with all other debt arrangements are a direct deduction from the related debt liability when incurred. Deferred financing costs are amortized using the effective interest method over the term of the respective debt arrangement. This amortization expense is included in interest expense in the Company's Consolidated Statements of Operations. Upon early termination or modification of a credit facility, all or a portion of unamortized fees related to such facility may be accelerated into interest expense. For extinguishments of the Company’s unsecured notes payable, any unamortized deferred financing costs are deducted from the carrying amount of the debt in determining the gain or loss from the extinguishment.

Deferred Offering Costs:

Legal fees and other costs incurred in connection with the Company’s shelf registration statement are capitalized as deferred offering costs in the Consolidated Statements of Assets and Liabilities. To the extent any such costs relate to equity offerings, these costs are charged as a reduction of capital upon utilization. To the extent any such costs relate to debt offerings, these costs are treated as deferred financing costs and are amortized over the term of the respective debt arrangement. Any deferred offering costs that remain at the expiration of the shelf registration statement or when it becomes probable that an offering will not be completed are expensed.

Income Taxes:

The Company has elected to be subject to tax as a RIC under Subchapter M of the Code and operates in a manner so as to qualify for the tax treatment applicable to RICs. In order to be subject to tax as a RIC, among other things, the Company is required to meet certain source of income and asset diversification requirements and timely distribute dividends to its stockholders of an amount generally at least equal to 90% of investment company taxable income, as defined by the Code and determined without regard to any deduction for dividends paid, for each taxable year. As a RIC, the Company is not subject to federal income tax on the portion of its taxable income and gains distributed currently to stockholders as a dividend. Depending on the level of taxable income earned during a taxable year, the Company may choose to retain taxable income in excess of current year dividend distributions and would distribute such taxable income in the next taxable year. The Company would then incur a 4% excise tax on such income, as required. To the extent that the Company determines that its estimated current year annual taxable income, determined on a calendar year basis, could exceed estimated current calendar year dividend distributions, the Company accrues excise tax, if any, on estimated excess taxable income as taxable income is earned. The Company anticipates timely distribution of its taxable income within the tax rules under Subchapter M of the Code. The Company did not incur a U.S. federal excise tax for calendar years 2019 and 2020 and does not expect to incur a U.S. federal excise tax for calendar year 2021.

The Company holds certain portfolio investments through taxable subsidiaries. The purpose of the Company's taxable subsidiaries is to permit the Company to hold equity investments in portfolio companies which are "pass through" entities for U.S. federal income tax purposes in order to comply with the RIC tax requirements. The taxable subsidiaries are consolidated for financial reporting purposes, and portfolio investments held by them are included in the Company’s Consolidated Financial Statements as portfolio investments and recorded at fair value. The taxable subsidiaries are not consolidated with the Company for U.S. federal income tax purposes and may generate income tax expense, or benefit, and the related tax assets and liabilities, as a result of their ownership of certain portfolio investments. This income tax expense, if any, would be reflected in the Company's Consolidated Statements of Operations. The Company uses the liability method to account for its taxable subsidiaries' income taxes. Using this method, the Company recognizes deferred tax assets and liabilities for the estimated future tax effects attributable to temporary differences between financial reporting and tax bases of assets and liabilities. In addition, the Company recognizes deferred tax benefits associated with net operating loss carry forwards that it may use to offset future tax obligations. The Company measures deferred tax assets and liabilities using the enacted tax rates expected to apply to taxable income in the years in which it expects to recover or settle those temporary differences.

FASB ASC Topic 740, *Accounting for Uncertainty in Income Taxes* ("ASC 740"), provides guidance for how uncertain tax positions should be recognized, measured, presented and disclosed in the Company's Consolidated Financial Statements. ASC 740 requires the evaluation of tax positions taken or expected to be taken in the course of preparing the Company's tax returns to determine whether the tax positions are "more-likely-than-not" of being sustained by the applicable tax authority. Tax positions not deemed to meet the more-likely-than-not threshold are recorded as a tax benefit or expense in the current year. Management's determinations regarding ASC 740 may be subject to review and adjustment at a later date based upon factors including an ongoing analysis of tax laws, regulations and interpretations thereof. The Company recognizes the tax benefits of uncertain tax positions only where the position is "more-likely-than-not" to be sustained assuming examination by tax authorities. Management has analyzed the Company's tax positions and has concluded that no liability for unrecognized tax benefits should be recorded related to uncertain tax positions taken on returns filed for open tax years 2018, 2019 and 2020. The Company identifies its major tax jurisdictions as U.S. Federal and California, and the Company is not aware of any tax positions for which it is reasonably possible that the total amounts of unrecognized tax benefits will change materially in the next 12 months.

(in thousands, except share and per share amounts, percentages and as otherwise indicated)

Note 3. Portfolio Investments

As of December 31, 2020, 177.5% of net assets at fair value, or $1.7 billion, was invested in 115 portfolio companies, including $125.5 million in subordinated notes and limited liability company ("LLC") equity interests of Senior Loan Fund JV I, LLC ("SLF JV I"), a joint venture through which the Company and Trinity Universal Insurance Company, a subsidiary of Kemper Corporation ("Kemper"), co-invest in senior secured loans of middle-market companies and other corporate debt securities. As of December 31, 2020, 2.5% of net assets at fair value, or $24.2 million, was invested in cash and cash equivalents. In comparison, as of September 30, 2020, 172.0% of net assets at fair value, or $1.6 billion, was invested in 113 portfolio investments, including $117.4 million in subordinated notes and LLC equity interests of SLF JV I, and 4.3% of net assets at fair value, or $39.1 million, was invested in cash and cash equivalents. As of December 31, 2020, 85.7% of the Company's portfolio at fair value consisted of senior secured debt investments and 8.7% consisted of subordinated debt investments, including the debt investment in SLF JV I. As of September 30, 2020, 84.1% of the Company's portfolio at fair value consisted of senior secured debt investments and 10.3% consisted of subordinated debt investments, including the debt investment in SLF JV I.

The Company also held equity investments in certain of its portfolio companies consisting of common stock, preferred stock, warrants, limited partnership interests or LLC equity interests. These instruments generally do not produce a current return but are held for potential investment appreciation and capital gain.

During the three months ended December 31, 2020 and 2019, the Company recorded net realized gains of $8.2 million and $3.3 million, respectively. During the three months ended December 31, 2020 and 2019, the Company recorded net unrealized appreciation of $47.6 million and $2.9 million, respectively.

The composition of the Company's investments as of December 31, 2020 and September 30, 2020 at cost and fair value was as follows:

	December 31, 2020		September 30, 2020	
	Cost	Fair Value	Cost	Fair Value
Investments in debt securities	$ 1,514,258	$ 1,520,243	$ 1,422,487	$ 1,388,605
Investments in equity securities	97,831	66,567	101,111	67,806
Debt investment in SLF JV I	96,250	96,250	96,250	96,250
Equity investment in SLF JV I	49,322	29,264	49,322	21,190
Total	**$ 1,757,661**	**$ 1,712,324**	**$ 1,669,170**	**$ 1,573,851**

The following table presents the composition of the Company's debt investments as of December 31, 2020 and September 30, 2020 at fixed rates and floating rates:

	December 31, 2020		September 30, 2020	
	Fair Value	% of Debt Portfolio	Fair Value	% of Debt Portfolio
Floating rate debt securities, including the debt investment in SLF JV I	$ 1,436,071	88.84 %	$ 1,311,509	88.33 %
Fixed rate debt securities	180,422	11.16	173,346	11.67
Total	**$ 1,616,493**	**100.00 %**	**$ 1,484,855**	**100.00 %**

(in thousands, except share and per share amounts, percentages and as otherwise indicated)

The following table presents the financial instruments carried at fair value as of December 31, 2020 on the Company's Consolidated Statement of Assets and Liabilities for each of the three levels of hierarchy established by ASC 820:

	Level 1	Level 2	Level 3	Measured at Net Asset Value (a)	Total
Investments in debt securities (senior secured)	$ —	$ 389,161	$ 1,078,416	$ —	$ 1,467,577
Investments in debt securities (subordinated, including the debt investment in SLF JV I)	—	34,744	114,172	—	148,916
Investments in equity securities (preferred)	—	—	29,731	—	29,731
Investments in equity securities (common and warrants, including LLC equity interests of SLF JV I)	—	—	35,472	30,628	66,100
Total investments at fair value	**—**	**423,905**	**1,257,791**	**30,628**	**1,712,324**
Cash equivalents	20,966	—	—	—	20,966
Total assets at fair value	**$ 20,966**	**$ 423,905**	**$ 1,257,791**	**$ 30,628**	**$ 1,733,290**
Derivative liabilities	$ —	$ 2,203	$ —	$ —	$ 2,203
Total liabilities at fair value	**$ —**	**$ 2,203**	**$ —**	**$ —**	**$ 2,203**

(a) In accordance with ASC 820-10, certain investments that are measured using the net asset value per share (or its equivalent) as a practical expedient for fair value have not been classified in the fair value hierarchy. These investments are generally not redeemable. The fair value amounts presented in this table are intended to permit reconciliation of the fair value hierarchy to the amounts presented in the Consolidated Statements of Assets and Liabilities.

The following table presents the financial instruments carried at fair value as of September 30, 2020 on the Company's Consolidated Statement of Assets and Liabilities for each of the three levels of hierarchy established by ASC 820:

	Level 1	Level 2	Level 3	Measured at Net Asset Value (a)	Total
Investments in debt securities (senior secured)	$ —	$ 418,806	$ 904,237	$ —	$ 1,323,043
Investments in debt securities (subordinated, including the debt investment in SLF JV I)	—	35,660	126,152	—	161,812
Investments in equity securities (preferred)	—	—	29,959	—	29,959
Investments in equity securities (common and warrants, including LLC equity interests of SLF JV I)	222	—	35,080	23,735	59,037
Total investments at fair value	**222**	**454,466**	**1,095,428**	**23,735**	**1,573,851**
Cash equivalents	35,248	—	—	—	35,248
Derivative assets	—	223	—	—	223
Total assets at fair value	**$ 35,470**	**$ 454,689**	**$ 1,095,428**	**$ 23,735**	**$ 1,609,322**

(a) In accordance with ASC 820-10, certain investments that are measured using the net asset value per share (or its equivalent) as a practical expedient for fair value have not been classified in the fair value hierarchy. These investments are generally not redeemable. The fair value amounts presented in this table are intended to permit reconciliation of the fair value hierarchy to the amounts presented in the Consolidated Statements of Assets and Liabilities.

When a determination is made to classify a financial instrument within Level 3 of the valuation hierarchy, the determination is based upon the fact that the unobservable factors are significant to the overall fair value measurement. However, Level 3 financial instruments typically have both unobservable or Level 3 components and observable components (i.e. components that are actively quoted and can be validated by external sources). Accordingly, the appreciation (depreciation) in the tables below includes changes in fair value due in part to observable factors that are part of the valuation methodology. Transfers between levels are recognized at the beginning of the reporting period.

(in thousands, except share and per share amounts, percentages and as otherwise indicated)

The following table provides a roll-forward in the changes in fair value from September 30, 2020 to December 31, 2020 for all investments for which the Company determined fair value using unobservable (Level 3) factors:

	Investments				
	Senior Secured Debt	**Subordinated Debt (including debt investment in SLF JV I)**	**Preferred Equity**	**Common Equity and Warrants**	**Total**
Fair value as of September 30, 2020	$ 904,237	$ 126,152	$ 29,959	$ 35,080	$ 1,095,428
Purchases	209,177	—	—	—	209,177
Sales and repayments	(68,895)	(34,905)	(31)	(5,147)	(108,978)
Transfers in (a)(b)	18,458	—	—	437	18,895
PIK interest income	2,873	—	—	—	2,873
Accretion of OID	1,379	992	—	—	2,371
Net unrealized appreciation (depreciation)	12,751	14,648	(228)	2,467	29,638
Net realized gains (losses)	(1,564)	7,285	31	2,635	8,387
Fair value as of December 31, 2020	**$ 1,078,416**	**$ 114,172**	**$ 29,731**	**$ 35,472**	**$ 1,257,791**
Net unrealized appreciation (depreciation) relating to Level 3 investments still held as of December 31, 2020 and reported within net unrealized appreciation (depreciation) in the Consolidated Statement of Operations for the three months ended December 31, 2020	$ 15,672	$ (56)	$ (228)	$ 2,209	$ 17,597

(a) There were transfers into Level 3 from Level 2 for certain investments during the three months ended December 31, 2020 as a result of a change in the number of market quotes available and/or a change in market liquidity.
(b) There was a transfer into Level 3 from Level 2 as a result of an investment restructuring in which Level 2 senior secured debt was exchanged for Level 3 senior secured debt and common equity.

The following table provides a roll-forward in the changes in fair value from September 30, 2019 to December 31, 2019 for all investments for which the Company determined fair value using unobservable (Level 3) factors:

	Investments				
	Senior Secured Debt	**Subordinated Debt (including debt investment in SLF JV I)**	**Preferred Equity**	**Common Equity and Warrants**	**Total**
Fair value as of September 30, 2019	$ 653,334	$ 110,309	$ 40,578	$ 41,006	$ 845,227
New investments	96,395	959	—	1,328	98,682
Sales and repayments	(73,292)	(365)	(1,388)	(39)	(75,084)
Transfers in (a)	33,252	—	—	—	33,252
Transfers out (a)	(15,000)	—	—	—	(15,000)
PIK interest income	1,119	—	—	—	1,119
Accretion of OID	1,421	305	—	—	1,726
Net unrealized appreciation (depreciation)	469	(2,860)	(1,076)	2,311	(1,156)
Net realized gains (losses)	(66)	—	795	39	768
Fair value as of December 31, 2019	**$ 697,632**	**$ 108,348**	**$ 38,909**	**$ 44,645**	**$ 889,534**
Net unrealized appreciation (depreciation) relating to Level 3 assets & liabilities still held as of December 31, 2019 and reported within net unrealized appreciation (depreciation) in the Consolidated Statement of Operations for the three months ended December 31, 2019	$ 1,313	$ (2,860)	$ (174)	$ 2,311	$ 590

(a) There were transfers into/out of Level 3 from/to Level 2 for certain investments during the three months ended December 31, 2019 as a result of a change in the number of market quotes available and/or a change in market liquidity.

(in thousands, except share and per share amounts, percentages and as otherwise indicated)

Significant Unobservable Inputs for Level 3 Investments

The following table provides quantitative information related to the significant unobservable inputs for Level 3 investments, which are carried at fair value, as of December 31, 2020:

Asset	Fair Value	Valuation Technique	Unobservable Input		Range			Weighted Average (a)
Senior Secured Debt	$ 563,045	Market Yield	Market Yield	**(b)**	6.9%	-	20.0%	11.2%
	35,289	Enterprise Value	EBITDA Multiple	**(c)**	5.8x	-	6.8x	6.3x
	9,971	Enterprise Value	Asset Multiple	**(c)**	0.9x	-	1.1x	1.0x
	79,113	Transactions Precedent	Transaction Price	**(d)**	N/A	-	N/A	N/A
	390,998	Broker Quotations	Broker Quoted Price	**(e)**	N/A	-	N/A	N/A
Subordinated Debt	17,922	Market Yield	Market Yield	**(b)**	3.6%	-	28.0%	17.8%
SLF JV I Debt Investment	96,250	Enterprise Value	N/A	**(f)**	N/A	-	N/A	N/A
Preferred & Common Equity	19,389	Enterprise Value	Revenue Multiple	**(c)**	0.9x	-	6.4x	3.0x
	43,735	Enterprise Value	EBITDA Multiple	**(c)**	3.0x	-	15.0x	7.7x
	1,681	Enterprise Value	Asset Multiple	**(c)**	0.9x	-	1.1x	1.0x
	398	Broker Quotations	Broker Quoted Price	**(e)**	N/A	-	N/A	N/A
Total	**$ 1,257,791**							

(a) Weighted averages are calculated based on fair value of investments.
(b) Used when market participants would take into account market yield when pricing the investment.
(c) Used when market participants would use such multiples when pricing the investment.
(d) Used when there is an observable transaction or pending event for the investment.
(e) The Company generally uses prices provided by an independent pricing service which are non-binding indicative prices on or near the valuation date as the primary basis for the fair value determinations for quoted senior secured debt investments. Since these prices are non-binding, they may not be indicative of fair value. The Company evaluates the quotations provided by pricing vendors and brokers based on available market information, including trading activity of the subject or similar securities, or by performing a comparable security analysis to ensure that fair values are reasonably estimated. Each quoted price is evaluated by the Audit Committee of the Company's Board of Directors in conjunction with additional information compiled by Oaktree.
(f) The Company determined the value of its subordinated notes of SLF JV I based on the total assets less the total liabilities senior to the subordinated notes held at SLF JV I in an amount not exceeding par under the EV technique.

The following table provides quantitative information related to the significant unobservable inputs for Level 3 investments, which are carried at fair value, as of September 30, 2020:

Asset	Fair Value	Valuation Technique	Unobservable Input		Range			Weighted Average (a)
Senior Secured Debt	$ 542,354	Market Yield	Market Yield	**(b)**	6.6%	-	30.0%	12.5%
	35,508	Enterprise Value	EBITDA Multiple	**(c)**	0.6x	-	6.3x	5.9x
	11,510	Enterprise Value	Asset Multiple	**(c)**	0.9x	-	1.1x	1.0x
	314,865	Broker Quotations	Broker Quoted Price	**(e)**	N/A	-	N/A	N/A
Subordinated Debt	29,314	Market Yield	Market Yield	**(b)**	4.8%	-	15.0%	9.3%
	588	Enterprise Value	EBITDA Multiple	**(c)**	7.6x	-	8.6x	8.1x
SLF JV I Debt Investment	96,250	Enterprise Value	N/A	**(f)**	N/A	-	N/A	N/A
Preferred & Common Equity	16,470	Enterprise Value	Revenue Multiple	**(c)**	0.9x	-	7.0x	3.1x
	45,934	Enterprise Value	EBITDA Multiple	**(c)**	0.6x	-	15.0x	7.6x
	1,622	Enterprise Value	Asset Multiple	**(c)**	0.9x	-	1.1x	1.0x
	1,013	Transactions Precedent	Transaction Price	**(d)**	N/A	-	N/A	N/A
Total	**$ 1,095,428**							

(a) Weighted averages are calculated based on fair value of investments.
(b) Used when market participants would take into account market yield when pricing the investment.
(c) Used when market participants would use such multiples when pricing the investment.
(d) Used when there is an observable transaction or pending event for the investment.
(e) The Company generally uses prices provided by an independent pricing service which are non-binding indicative prices on or near the valuation date as the primary basis for the fair value determinations for quoted senior secured debt investments. Since these prices are non-binding, they may not be indicative of fair value. The Company evaluates the quotations provided by pricing vendors and brokers based on available market information,

(in thousands, except share and per share amounts, percentages and as otherwise indicated)

including trading activity of the subject or similar securities, or by performing a comparable security analysis to ensure that fair values are reasonably estimated. Each quoted price is evaluated by the Audit Committee of the Company's Board of Directors in conjunction with additional information compiled by Oaktree.

(f) The Company determined the value of its subordinated notes of SLF JV I based on the total assets less the total liabilities senior to the subordinated notes held at SLF JV I in an amount not exceeding par under the EV technique.

Under the market yield technique, the significant unobservable input used in the fair value measurement of the Company's investments in debt securities is the market yield. Increases or decreases in the market yield may result in a lower or higher fair value measurement, respectively.

Under the EV technique, the significant unobservable input used in the fair value measurement of the Company's investments in debt or equity securities is the earnings before interest, taxes, depreciation and amortization ("EBITDA"), revenue or asset multiple, as applicable. Increases or decreases in the valuation multiples in isolation may result in a higher or lower fair value measurement, respectively.

Financial Instruments Disclosed, But Not Carried, At Fair Value

The following table presents the carrying value and fair value of the Company's financial liabilities disclosed, but not carried, at fair value as of December 31, 2020 and the level of each financial liability within the fair value hierarchy:

	Carrying Value	Fair Value	Level 1	Level 2	Level 3
Credit facility payable	$ 400,025	$ 400,025	$ —	$ —	$ 400,025
Unsecured notes payable (net of unamortized financing costs and unaccreted discount)	294,802	311,346	—	311,346	—
Total	**$ 694,827**	**$ 711,371**	**$ —**	**$ 311,346**	**$ 400,025**

The following table presents the carrying value and fair value of the Company's financial liabilities disclosed, but not carried, at fair value as of September 30, 2020 and the level of each financial liability within the fair value hierarchy:

	Carrying Value	Fair Value	Level 1	Level 2	Level 3
Credit facility payable	$ 414,825	$ 414,825	$ —	$ —	$ 414,825
Unsecured notes payable (net of unamortized financing costs and unaccreted discount)	294,490	301,431	—	301,431	—
Total	**$ 709,315**	**$ 716,256**	**$ —**	**$ 301,431**	**$ 414,825**

The principal value of the credit facility payable approximates fair value due to its variable interest rate and is included in Level 3 of the hierarchy. As of December 31, 2020 and September 30, 2020, unsecured notes payable consisted of the 3.500% unsecured notes due 2025 ("2025 Notes"). The Company used market quotes as of the valuation date to estimate the fair value of the 2025 Notes, which are included in Level 2 of the hierarchy.

Portfolio Composition

Summaries of the composition of the Company's portfolio at cost as a percentage of total investments and at fair value as a percentage of total investments and net assets are shown in the following tables:

	December 31, 2020		September 30, 2020	
Cost:		% of Total Investments		% of Total Investments
Senior secured debt	$ 1,464,479	83.31 %	$ 1,345,012	80.58 %
Debt investment in SLF JV I	96,250	5.48 %	96,250	5.77 %
Common equity and warrants	58,281	3.32 %	61,561	3.69 %
Subordinated debt	49,779	2.83 %	77,475	4.64 %
LLC equity interests of SLF JV I	49,322	2.81 %	49,322	2.95 %
Preferred equity	39,550	2.25 %	39,550	2.37 %
Total	**$ 1,757,661**	**100.00 %**	**$ 1,669,170**	**100.00 %**

(in thousands, except share and per share amounts, percentages and as otherwise indicated)

Fair Value:	December 31, 2020	% of Total Investments	% of Net Assets	September 30, 2020	% of Total Investments	% of Net Assets
Senior secured debt	$ 1,467,577	85.70 %	152.09 %	$ 1,323,043	84.06 %	144.61 %
Debt investment in SLF JV I	96,250	5.62 %	9.97 %	96,250	6.12 %	10.52 %
Subordinated debt	52,666	3.08 %	5.46 %	65,562	4.17 %	7.17 %
Common equity and warrants	36,836	2.15 %	3.82 %	37,847	2.40 %	4.14 %
Preferred equity	29,731	1.74 %	3.08 %	29,959	1.90 %	3.27 %
LLC equity interests of SLF JV I	29,264	1.71 %	3.03 %	21,190	1.35 %	2.32 %
Total	**$ 1,712,324**	**100.00 %**	**177.45 %**	**$ 1,573,851**	**100.00 %**	**172.03 %**

The geographic composition is determined by the location of the corporate headquarters of the portfolio company, which may not be indicative of the primary source of the portfolio company's business. The following tables show the composition of the Company's portfolio by geographic region at cost as a percentage of total investments and at fair value as a percentage of total investments and net assets:

Cost:	December 31, 2020	% of Total Investments	September 30, 2020	% of Total Investments
Northeast	$ 546,733	31.09 %	$ 495,440	29.69 %
West	354,623	20.18 %	330,468	19.80 %
Midwest	268,098	15.25 %	285,674	17.11 %
International	245,318	13.96 %	210,963	12.64 %
Southeast	171,853	9.78 %	171,330	10.26 %
South	70,073	3.99 %	72,150	4.32 %
Southwest	65,662	3.74 %	67,867	4.07 %
Northwest	35,301	2.01 %	35,278	2.11 %
Total	**$ 1,757,661**	**100.00 %**	**$ 1,669,170**	**100.00 %**

Fair Value:	December 31, 2020	% of Total Investments	% of Net Assets	September 30, 2020	% of Total Investments	% of Net Assets
Northeast	$ 510,433	29.81 %	52.89 %	$ 446,499	28.38 %	48.81 %
West	356,515	20.82 %	36.95 %	325,708	20.69 %	35.60 %
Midwest	255,389	14.91 %	26.47 %	252,482	16.04 %	27.60 %
International	254,107	14.84 %	26.33 %	213,741	13.58 %	23.36 %
Southeast	170,994	9.99 %	17.72 %	165,516	10.52 %	18.09 %
South	67,211	3.93 %	6.97 %	70,551	4.48 %	7.71 %
Southwest	63,526	3.71 %	6.58 %	65,647	4.17 %	7.18 %
Northwest	34,149	1.99 %	3.54 %	33,707	2.14 %	3.68 %
Total	**$ 1,712,324**	**100.00 %**	**177.45 %**	**$ 1,573,851**	**100.00 %**	**172.03 %**

(in thousands, except share and per share amounts, percentages and as otherwise indicated)

The following tables show the composition of the Company's portfolio by industry at cost as a percentage of total investments and at fair value as a percentage of total investments and net assets as of December 31, 2020 and September 30, 2020:

	December 31, 2020		September 30, 2020	
Cost:		% of Total Investments		% of Total Investments
Application Software	$ 220,237	12.51 %	$ 162,536	9.71 %
Multi-Sector Holdings (1)	147,238	8.38	148,116	8.87
Data Processing & Outsourced Services	131,783	7.50	109,744	6.57
Pharmaceuticals	111,557	6.35	99,471	5.96
Biotechnology	108,379	6.17	89,447	5.36
Health Care Services	73,758	4.20	71,139	4.26
Specialized Finance	69,978	3.98	51,909	3.11
Personal Products	55,005	3.13	50,091	3.00
Movies & Entertainment	50,340	2.86	44,691	2.68
Property & Casualty Insurance	47,971	2.73	47,995	2.88
Integrated Telecommunication Services	44,499	2.53	44,583	2.67
Real Estate Services	38,946	2.22	39,023	2.34
Specialty Chemicals	38,581	2.20	44,786	2.68
Fertilizers & Agricultural Chemicals	34,467	1.96	33,743	2.02
Aerospace & Defense	34,018	1.94	27,964	1.68
Auto Parts & Equipment	33,651	1.91	33,649	2.02
Internet Services & Infrastructure	33,573	1.91	28,631	1.72
Oil & Gas Refining & Marketing	31,097	1.77	31,132	1.87
Managed Health Care	27,437	1.56	27,479	1.65
Electronic Components	26,800	1.52	25,600	1.53
Oil & Gas Storage & Transportation	25,965	1.48	26,615	1.59
Research & Consulting Services	24,830	1.41	24,837	1.49
Airport Services	22,341	1.27	22,376	1.34
Health Care Supplies	21,806	1.24	21,660	1.30
Health Care Technology	21,460	1.22	21,499	1.29
Construction & Engineering	21,384	1.22	13,277	0.80
Independent Power Producers & Energy Traders	21,224	1.21	21,462	1.29
Diversified Support Services	18,795	1.07	18,797	1.13
Industrial Machinery	18,647	1.06	15,081	0.90
Insurance Brokers	16,903	0.96	17,546	1.05
Systems Software	16,842	0.96	20,694	1.24
Electrical Components & Equipment	15,984	0.91	20,934	1.25
Hotels, Resorts & Cruise Lines	15,360	0.87	15,378	0.92
IT Consulting & Other Services	14,905	0.85	14,919	0.89
Internet & Direct Marketing Retail	14,803	0.84	14,802	0.89
Airlines	14,259	0.81	10,535	0.63
Advertising	13,611	0.77	13,611	0.82
Health Care Distributors	12,795	0.73	12,810	0.77
Apparel, Accessories & Luxury Goods	12,574	0.72	13,734	0.82
Restaurants	10,327	0.59	10,248	0.61
Commercial Printing	7,841	0.45	7,868	0.47
Education Services	7,438	0.42	22,926	1.37
Food Retail	6,857	0.39	6,851	0.41
Diversified Real Estate Activities	6,283	0.36	15,288	0.92
Trading Companies & Distributors	5,718	0.33	10,228	0.61
Oil & Gas Equipment & Services	3,163	0.18	3,313	0.20
Construction Materials	2,174	0.12	2,150	0.13
Leisure Facilities	1,887	0.11	1,887	0.11
Specialty Stores	1,305	0.07	1,305	0.08
Thrifts & Mortgage Finance	752	0.04	938	0.06
Other Diversified Financial Services	113	0.01	113	0.01
General Merchandise Stores	—	—	19,220	1.15
Metal & Glass Containers	—	—	11,273	0.68
Health Care Facilities	—	—	3,133	0.19
Specialized REITs	—	—	133	0.01
Total	**$ 1,757,661**	**100.00 %**	**$ 1,669,170**	**100.00 %**

(in thousands, except share and per share amounts, percentages and as otherwise indicated)

	December 31, 2020			September 30, 2020		
Fair Value:		% of Total Investments	% of Net Assets		% of Total Investments	% of Net Assets
Application Software	$ 221,153	12.88 %	22.88 %	$ 160,591	10.21 %	17.57 %
Multi-Sector Holdings (1)	129,053	7.54	13.37	121,751	7.74	13.31
Data Processing & Outsourced Services	122,188	7.14	12.66	99,589	6.33	10.89
Pharmaceuticals	118,253	6.91	12.26	103,092	6.55	11.27
Biotechnology	111,941	6.54	11.60	96,624	6.14	10.56
Specialized Finance	69,215	4.04	7.17	48,425	3.08	5.29
Health Care Services	62,275	3.64	6.45	59,925	3.81	6.55
Personal Products	55,959	3.27	5.80	51,024	3.24	5.58
Movies & Entertainment	51,318	3.00	5.32	43,592	2.77	4.76
Property & Casualty Insurance	48,067	2.81	4.98	46,737	2.97	5.11
Integrated Telecommunication Services	42,543	2.48	4.41	41,091	2.61	4.49
Real Estate Services	38,218	2.23	3.96	37,723	2.40	4.12
Specialty Chemicals	37,006	2.16	3.84	39,008	2.48	4.26
Fertilizers & Agricultural Chemicals	34,567	2.02	3.58	33,719	2.14	3.69
Auto Parts & Equipment	32,516	1.90	3.37	31,382	1.99	3.43
Aerospace & Defense	31,694	1.85	3.28	24,521	1.56	2.68
Internet Services & Infrastructure	31,322	1.83	3.25	26,587	1.69	2.91
Oil & Gas Refining & Marketing	29,673	1.73	3.08	29,826	1.90	3.26
Electronic Components	29,207	1.71	3.03	26,552	1.69	2.90
Managed Health Care	27,141	1.59	2.81	26,681	1.70	2.92
Research & Consulting Services	24,945	1.46	2.59	24,212	1.54	2.65
Oil & Gas Storage & Transportation	23,231	1.36	2.41	25,749	1.64	2.81
Health Care Technology	22,109	1.29	2.29	22,058	1.40	2.41
Construction & Engineering	21,954	1.28	2.28	13,465	0.86	1.47
Health Care Supplies	21,755	1.27	2.25	21,634	1.37	2.36
Airport Services	21,275	1.24	2.20	21,283	1.35	2.33
Independent Power Producers & Energy Traders	20,538	1.20	2.13	20,812	1.32	2.27
Insurance Brokers	18,766	1.10	1.94	18,083	1.15	1.98
Diversified Support Services	18,302	1.07	1.90	17,689	1.12	1.93
Airlines	17,630	1.03	1.83	13,132	0.83	1.44
Hotels, Resorts & Cruise Lines	17,057	1.00	1.77	17,081	1.09	1.87
Systems Software	17,017	0.99	1.76	20,481	1.30	2.24
Electrical Components & Equipment	16,199	0.95	1.68	20,465	1.30	2.24
Internet & Direct Marketing Retail	16,015	0.94	1.66	15,307	0.97	1.67
Industrial Machinery	15,537	0.91	1.61	11,643	0.74	1.27
IT Consulting & Other Services	14,259	0.83	1.48	13,905	0.88	1.52
Advertising	13,857	0.81	1.44	13,440	0.85	1.47
Health Care Distributors	12,511	0.73	1.30	12,260	0.78	1.34
Restaurants	10,225	0.60	1.06	7,886	0.50	0.86
Diversified Real Estate Activities	7,610	0.44	0.79	16,846	1.07	1.84
Commercial Printing	7,306	0.43	0.76	7,334	0.47	0.80
Food Retail	6,998	0.41	0.73	6,998	0.44	0.76
Apparel, Accessories & Luxury Goods	6,753	0.39	0.70	7,856	0.50	0.86
Education Services	6,653	0.39	0.69	7,088	0.45	0.77
Trading Companies & Distributors	5,698	0.33	0.59	10,069	0.64	1.10
Oil & Gas Equipment & Services	2,471	0.14	0.26	2,588	0.16	0.28
Construction Materials	2,182	0.13	0.23	2,073	0.13	0.23
Thrifts & Mortgage Finance	113	0.01	0.01	353	0.02	0.04
Leisure Facilities	49	—	0.01	—	—	—
General Merchandise Stores	—	—	—	17,877	1.14	1.95
Metal & Glass Containers	—	—	—	11,833	0.75	1.29
Health Care Facilities	—	—	—	3,640	0.23	0.40
Specialized REITs	—	—	—	222	0.01	0.02
Leisure Products	—	—	—	49	—	0.01
Total	**$ 1,712,324**	**100.00 %**	**177.45 %**	**$ 1,573,851**	**100.00 %**	**172.03 %**

(1) This industry includes the Company's investments in SLF JV I and certain limited partnership interests.

As of December 31, 2020 and September 30, 2020, the Company had no single investment that represented greater than 10% of the total investment portfolio at fair value. Income, consisting of interest, dividends, fees, other investment income and realization of gains or losses, may fluctuate and in any given period can be highly concentrated among several investments.

(in thousands, except share and per share amounts, percentages and as otherwise indicated)

Senior Loan Fund JV I, LLC

In May 2014, the Company entered into an LLC agreement with Kemper to form SLF JV I. The Company co-invests in senior secured loans of middle-market companies and other corporate debt securities with Kemper through its investment in SLF JV I. SLF JV I is managed by a four person Board of Directors, two of whom are selected by the Company and two of whom are selected by Kemper. All portfolio decisions and investment decisions in respect of SLF JV I must be approved by the SLF JV I investment committee, which consists of one representative selected by the Company and one representative selected by Kemper (with approval from a representative of each required). Since the Company does not have a controlling financial interest in SLF JV I, the Company does not consolidate SLF JV I.

SLF JV I is capitalized pro rata with LLC equity interests as transactions are completed and may be capitalized with additional subordinated notes issued to the Company and Kemper by SLF JV I. The subordinated notes issued by SLF JV I are referred to as the SLF JV I Notes. The SLF JV I Notes are senior in right of payment to SLF JV I LLC equity interests and subordinated in right of payment to SLF JV I's secured debt. As of December 31, 2020 and September 30, 2020, the Company and Kemper owned, in the aggregate, 87.5% and 12.5%, respectively, of the LLC equity interests of SLF JV I and the outstanding SLF JV I Notes.

SLF JV I has a senior revolving credit facility with Deutsche Bank AG, New York Branch (as amended, the "Deutsche Bank I Facility"), which permitted up to $225.0 million and $250.0 million of borrowings (subject to borrowing base and other limitations) as of December 31, 2020 and September 30, 2020, respectively. Borrowings under the Deutsche Bank I Facility are secured by all of the assets of SLF JV I Funding LLC, a special purpose financing subsidiary of SLF JV I. As of December 31, 2020, the reinvestment period of the Deutsche Bank I Facility was scheduled to expire June 28, 2021 and the maturity date for the Deutsche Bank I Facility was June 29, 2026. As of December 31, 2020, borrowings under the Deutsche Bank I Facility accrued interest at a rate equal to 3-month LIBOR plus 1.85% per annum during the reinvestment period and 3-month LIBOR plus 2.00% per annum during the amortization period. Under the Deutsche Bank I Facility, $175.4 million and $167.9 million of borrowings were outstanding as of December 31, 2020 and September 30, 2020, respectively.

On December 9, 2020, the waiver period under the Deutsche Bank I Facility during which the facility agent was restricted from revaluing certain collateral obligations where the change in valuation was caused by or resulted from a business disruption due primarily to the COVID-19 pandemic was terminated.

As of December 31, 2020 and September 30, 2020, SLF JV I had total assets of $341.2 million and $313.5 million, respectively. SLF JV I's portfolio primarily consisted of senior secured loans to 56 portfolio companies as of each of December 31, 2020 and September 30, 2020. The portfolio companies in SLF JV I are in industries similar to those in which the Company may invest directly. As of December 31, 2020, the Company's investment in SLF JV I consisted of LLC equity interests and SLF JV I Notes of $125.5 million, at fair value. As of September 30, 2020, the Company's investment in SLF JV I consisted of LLC equity interests and SLF JV I Notes of $117.4 million, at fair value.

As of each of December 31, 2020 and September 30, 2020, the Company and Kemper had funded approximately $165.5 million to SLF JV I, of which $144.8 million was from the Company. As of December 31, 2020 and September 30, 2020, the Company and Kemper had the option to fund additional SLF JV I Notes, subject to additional equity funding to SLF JV I. As of each of December 31, 2020 and September 30, 2020, the Company had commitments to fund LLC equity interests in SLF JV I of $17.5 million, of which $1.3 million was unfunded.

Below is a summary of SLF JV I's portfolio, followed by a listing of the individual loans in SLF JV I's portfolio as of December 31, 2020 and September 30, 2020:

	December 31, 2020	September 30, 2020
Senior secured loans (1)	$313,978	$307,579
Weighted average interest rate on senior secured loans (2)	5.65%	5.44%
Number of borrowers in SLF JV I	56	56
Largest exposure to a single borrower (1)	$9,879	$10,487
Total of five largest loan exposures to borrowers (1)	$46,981	$49,097

(1) At principal amount.
(2) Computed using the weighted average annual interest rate on accruing senior secured loans at fair value.

(in thousands, except share and per share amounts, percentages and as otherwise indicated)

SLF JV I Portfolio as of December 31, 2020

Portfolio Company	Investment Type	Cash Interest Rate (1)(2)	Industry	Principal	Cost	Fair Value (3)	Notes
Access CIG, LLC	First Lien Term Loan, LIBOR+3.75% cash due 2/27/2025	3.98 %	Diversified Support Services	$ 9,182	$ 9,149	$ 9,107	
ADB Companies, LLC	First Lien Term Loan, LIBOR+6.25% cash due 12/18/2025	7.25 %	Construction & Engineering	6,667	6,500	6,533	(4)
	First Lien Delayed Draw Term Loan, LIBOR+6.25% cash due 12/18/2025		Construction & Engineering	—	(33)	(27)	(4)(5)
Total ADB Companies, LLC					**6,467**	**6,506**	
AdVenture Interactive, Corp.	927 shares of common stock		Advertising		1,390	1,416	(4)
AI Ladder (Luxembourg) Subco S.a.r.l.	First Lien Term Loan, LIBOR+4.50% cash due 7/9/2025	4.65 %	Electrical Components & Equipment	6,011	5,894	5,974	(4)
Airbnb, Inc.	First Lien Term Loan, LIBOR+7.50% cash due 4/17/2025	8.50 %	Hotels, Resorts & Cruise Lines	3,044	2,977	3,306	(4)
Altice France S.A.	First Lien Term Loan, LIBOR+4.00% cash due 8/14/2026	4.24 %	Integrated Telecommunication Services	4,631	4,447	4,623	
Alvogen Pharma US, Inc.	First Lien Term Loan, LIBOR+5.25% cash due 12/31/2023	6.25 %	Pharmaceuticals	9,879	9,643	9,500	
Amplify Finco Pty Ltd.	First Lien Term Loan, LIBOR+4.25% cash due 11/26/2026	5.00 %	Movies & Entertainment	7,940	7,861	7,384	(4)
Anastasia Parent, LLC	First Lien Term Loan, LIBOR+3.75% cash due 8/11/2025		Personal Products	2,821	2,247	1,890	(6)
Apptio, Inc.	First Lien Term Loan, LIBOR+7.25% cash due 1/10/2025	8.25 %	Application Software	4,615	4,554	4,529	(4)
	First Lien Revolver, LIBOR+7.25% cash due 1/10/2025		Application Software	—	(5)	(7)	(4)(5)
Total Apptio, Inc.					**4,549**	**4,522**	
Aurora Lux Finco S.À.R.L.	First Lien Term Loan, LIBOR+5.75% cash due 12/24/2026	6.75 %	Airport Services	6,451	6,314	6,013	(4)
Blackhawk Network Holdings, Inc.	First Lien Term Loan, LIBOR+3.00% cash due 6/15/2025	3.15 %	Data Processing & Outsourced Services	9,750	9,734	9,517	
Boxer Parent Company Inc.	First Lien Term Loan, LIBOR+4.25% cash due 10/2/2025	4.40 %	Systems Software	7,513	7,430	7,497	(4)
Brazos Delaware II, LLC	First Lien Term Loan, LIBOR+4.00% cash due 5/21/2025	4.15 %	Oil & Gas Equipment & Services	7,311	7,288	6,405	
C5 Technology Holdings, LLC	171 Common Units		Data Processing & Outsourced Services		—	—	(4)
	7,193,539.63 Preferred Units		Data Processing & Outsourced Services		7,194	5,683	(4)
Total C5 Technology Holdings, LLC					**7,194**	**5,683**	
Carrols Restaurant Group, Inc.	First Lien Term Loan, LIBOR+6.25% cash due 4/30/2026	7.25 %	Restaurants	3,980	3,792	3,965	
CITGO Petroleum Corp.	First Lien Term Loan, LIBOR+6.25% cash due 3/28/2024	7.25 %	Oil & Gas Refining & Marketing	7,165	7,094	7,140	(4)
Clear Channel Outdoor Holdings, Inc.	First Lien Term Loan, LIBOR+3.50% cash due 8/21/2026	3.71 %	Advertising	330	291	318	
Connect U.S. Finco LLC	First Lien Term Loan, LIBOR+4.50% cash due 12/11/2026	5.50 %	Alternative Carriers	7,418	7,252	7,462	
Curium Bidco S.à.r.l.	First Lien Term Loan, LIBOR+3.75% cash due 7/9/2026	4.00 %	Biotechnology	5,925	5,881	5,890	
Dcert Buyer, Inc.	First Lien Term Loan, LIBOR+4.00% cash due 10/16/2026	4.15 %	Internet Services & Infrastructure	7,940	7,920	7,945	
Dealer Tire, LLC	First Lien Term Loan, LIBOR+4.25% cash due 12/12/2025	4.40 %	Distributors	940	902	937	
eResearch Technology, Inc.	First Lien Term Loan, LIBOR+4.50% cash due 2/4/2027	5.50 %	Application Software	7,463	7,388	7,411	
Gigamon, Inc.	First Lien Term Loan, LIBOR+4.25% cash due 12/27/2024	5.25 %	Systems Software	7,762	7,717	7,708	

(in thousands, except share and per share amounts, percentages and as otherwise indicated)

Portfolio Company	Investment Type	Cash Interest Rate (1)(2)	Industry	Principal	Cost	Fair Value (3)	Notes
Global Medical Response, Inc.	First Lien Term Loan, LIBOR+4.75% cash due 10/2/2025	5.75 %	Health Care Services	$ 2,231	$ 2,188	$ 2,221	
Guidehouse LLP	Second Lien Term Loan, LIBOR+8.00% cash due 5/1/2026	8.15 %	Research & Consulting Services	6,000	5,980	6,000	(4)
Helios Software Holdings, Inc.	First Lien Term Loan, LIBOR+4.25% cash due 10/24/2025	4.52 %	Systems Software	3,960	3,920	3,946	
Intelsat Jackson Holdings S.A.	First Lien Term Loan, PRIME+4.75% cash due 11/27/2023	8.00 %	Alternative Carriers	3,568	3,543	3,628	
	First Lien Term Loan, LIBOR+5.50% cash due 7/13/2022	6.50 %	Alternative Carriers	1,943	1,762	1,988	
Total Intelsat Jackson Holdings S.A.					**5,305**	**5,616**	
LogMeIn, Inc.	First Lien Term Loan, LIBOR+4.75% cash due 8/31/2027	4.90 %	Application Software	5,000	4,880	4,994	
Maravai Intermediate Holdings, LLC	First Lien Term Loan, LIBOR+4.25% cash due 10/19/2027	5.25 %	Biotechnology	6,875	6,806	6,952	
Mindbody, Inc.	First Lien Term Loan, LIBOR+7.00% cash 1.5% PIK due 2/14/2025	8.00 %	Internet Services & Infrastructure	4,564	4,502	4,181	(4)
	First Lien Revolver, LIBOR+8.00% cash due 2/14/2025		Internet Services & Infrastructure	—	(7)	(40)	(4)(5)
Total Mindbody, Inc.					**4,495**	**4,141**	
MRI Software LLC	First Lien Term Loan, LIBOR+5.50% cash due 2/10/2026	6.50 %	Application Software	3,863	3,829	3,854	(4)
	First Lien Delayed Draw Term Loan, LIBOR+5.50% cash due 2/10/2026		Application Software	—	(1)	—	(4)(5)
	First Lien Revolver, LIBOR+5.50% cash due 2/10/2026		Application Software	—	(3)	(1)	(4)(5)
Total MRI Software LLC					**3,825**	**3,853**	
Navicure, Inc.	First Lien Term Loan, LIBOR+4.00% cash due 10/22/2026	4.15 %	Health Care Technology	5,955	5,925	5,955	
New IPT, Inc.	First Lien Term Loan, LIBOR+5.00% cash due 3/17/2021	6.00 %	Oil & Gas Equipment & Services	941	941	735	(4)
	21.876 Class A Common Units in New IPT Holdings, LLC		Oil & Gas Equipment & Services		—	—	(4)
Total New IPT, Inc.					**941**	**735**	
Northern Star Industries Inc.	First Lien Term Loan, LIBOR+4.75% cash due 3/31/2025	5.75 %	Electrical Components & Equipment	6,807	6,787	6,671	
Northwest Fiber, LLC	First Lien Term Loan, LIBOR+5.50% cash due 4/30/2027	5.65 %	Integrated Telecommunication Services	2,394	2,311	2,406	
Novetta Solutions, LLC	First Lien Term Loan, LIBOR+5.00% cash due 10/17/2022	6.00 %	Application Software	5,915	5,897	5,903	
OEConnection LLC	First Lien Term Loan, LIBOR+4.00% cash due 9/25/2026	4.15 %	Application Software	7,879	7,843	7,820	
	First Lien Delayed Draw Term Loan, LIBOR+4.00% cash due 9/25/2026		Application Software	—	—	—	(5)
Total OEConnection LLC					**7,843**	**7,820**	
Olaplex, Inc.	First Lien Term Loan, LIBOR+6.50% cash due 1/8/2026	7.50 %	Personal Products	6,395	6,298	6,395	(4)
	First Lien Revolver, LIBOR+6.50% cash due 1/8/2025		Personal Products	—	(9)	—	(4)(5)
Total Olaplex, Inc.					**6,289**	**6,395**	
Park Place Technologies, LLC	First Lien Term Loan, LIBOR+5.00% cash due 11/10/2027	6.00 %	Internet Services & Infrastructure	5,000	4,804	4,817	(4)
PetVet Care Centers, LLC	First Lien Term Loan, LIBOR+4.25% cash due 2/14/2025	5.25 %	Specialized Consumer Services	2,736	2,729	2,753	
PG&E Corporation	First Lien Term Loan, LIBOR+4.50% cash due 6/23/2025	5.50 %	Electric Utilities	5,970	5,889	6,051	
Planview Parent, Inc.	Second Lien Term Loan, LIBOR+7.25% cash due 12/18/2028	8.00 %	Application Software	4,503	4,435	4,503	(4)
Recorded Books Inc.	First Lien Term Loan, LIBOR+4.25% cash due 8/29/2025	4.75 %	Publishing	6,000	5,940	6,025	
RS Ivy Holdco, Inc.	First Lien Term Loan, LIBOR+5.50% cash due 12/23/2027	6.50 %	Oil & Gas Exploration & Production	7,000	6,895	6,965	

(in thousands, except share and per share amounts, percentages and as otherwise indicated)

Portfolio Company	Investment Type	Cash Interest Rate (1)(2)	Industry	Principal	Cost	Fair Value (3)	Notes
Sabert Corporation	First Lien Term Loan, LIBOR+4.50% cash due 12/10/2026	5.50 %	Metal & Glass Containers	$ 2,742	$ 2,714	$ 2,743	
Salient CRGT, Inc.	First Lien Term Loan, LIBOR+6.50% cash due 2/28/2022	7.50 %	Aerospace & Defense	2,080	2,070	2,002	(4)
SHO Holding I Corporation	First Lien Term Loan, LIBOR+5.25% cash due 4/27/2024	6.25 %	Footwear	8,445	8,430	7,347	
Signify Health, LLC	First Lien Term Loan, LIBOR+4.50% cash due 12/23/2024	5.50 %	Health Care Services	9,725	9,669	9,433	
Sirva Worldwide, Inc.	First Lien Term Loan, LIBOR+5.50% cash due 8/4/2025	5.65 %	Diversified Support Services	4,750	4,679	4,352	
Star US Bidco LLC	First Lien Term Loan, LIBOR+4.25% cash due 3/17/2027	5.25 %	Industrial Machinery	3,709	3,529	3,649	
Sunshine Luxembourg VII SARL	First Lien Term Loan, LIBOR+4.00% cash due 10/1/2026	5.00 %	Personal Products	7,920	7,880	7,969	
Supermoose Borrower, LLC	First Lien Term Loan, LIBOR+3.75% cash due 8/29/2025	4.00 %	Application Software	4,876	4,580	4,574	(4)
Surgery Center Holdings, Inc.	First Lien Term Loan, LIBOR+3.25% cash due 9/3/2024	4.25 %	Health Care Facilities	4,949	4,931	4,876	
Veritas US Inc.	First Lien Term Loan, LIBOR+5.50% cash due 9/1/2025	6.50 %	Application Software	6,484	6,362	6,475	
Verscend Holding Corp.	First Lien Term Loan, LIBOR+4.50% cash due 8/27/2025	4.65 %	Health Care Technology	4,101	4,070	4,107	(4)
Windstream Services II, LLC	First Lien Term Loan, LIBOR+6.25% cash due 9/21/2027	7.25 %	Integrated Telecommunication Services	7,960	7,654	7,808	(4)
WP CPP Holdings, LLC	Second Lien Term Loan, LIBOR+7.75% cash due 4/30/2026	8.75 %	Aerospace & Defense	6,000	5,959	5,085	(4)
				$ 313,978	**$ 317,432**	**$ 313,261**	

(1) Represents the interest rate as of December 31, 2020. All interest rates are payable in cash, unless otherwise noted.
(2) The interest rate on the principal balance outstanding for all floating rate loans is indexed to LIBOR and/or an alternate base rate (e.g., prime rate), which typically resets semi-annually, quarterly, or monthly at the borrower's option. The borrower may also elect to have multiple interest reset periods for each loan. For each of these loans, the Company has provided the applicable margin over LIBOR or the alternate base rate based on each respective credit agreement and the cash interest rate as of period end. All the LIBOR shown above is in U.S. dollars. As of December 31, 2020, the reference rates for SLF JV I's variable rate loans were the 30-day LIBOR at 0.15%, the 60-day LIBOR at 0.19%, the 90-day LIBOR at 0.25%, the 180-day LIBOR at 0.26% and the PRIME at 3.25%. Most loans include an interest floor, which generally ranges from 0% to 1%.
(3) Represents the current determination of fair value as of December 31, 2020 utilizing a similar technique as the Company in accordance with ASC 820. However, the determination of such fair value is not included in the Company's Board of Directors' valuation process described elsewhere herein.
(4) This investment was held by both the Company and SLF JV I as of December 31, 2020.
(5) Investment had undrawn commitments. Unamortized fees are classified as unearned income which reduces cost basis, which may result in a negative cost basis. A negative fair value may result from the unfunded commitment being valued below par.
(6) This investment was on cash non-accrual status as of December 31, 2020. Cash non-accrual status is inclusive of PIK and other non-cash income, where applicable.

(in thousands, except share and per share amounts, percentages and as otherwise indicated)

SLF JV I Portfolio as of September 30, 2020

Portfolio Company	Investment Type	Cash Interest Rate (1)(2)	Industry	Principal	Cost	Fair Value (3)	Notes
Access CIG, LLC	First Lien Term Loan, LIBOR+3.75% cash due 2/27/2025	3.91 %	Diversified Support Services	$ 9,206	$ 9,170	$ 9,029	
AdVenture Interactive, Corp.	927 shares of common stock		Advertising		1,390	1,373	(4)
AI Ladder (Luxembourg) Subco S.a.r.l.	First Lien Term Loan, LIBOR+4.50% cash due 7/9/2025	4.65 %	Electrical Components & Equipment	6,038	5,914	5,781	(4)
Airbnb, Inc.	First Lien Term Loan, LIBOR+7.50% cash due 4/17/2025	8.50 %	Hotels, Resorts & Cruise Lines	3,051	2,981	3,311	(4)
Altice France S.A.	First Lien Term Loan, LIBOR+4.00% cash due 8/14/2026	4.15 %	Integrated Telecommunication Services	4,643	4,450	4,527	
Alvogen Pharma US, Inc.	First Lien Term Loan, LIBOR+5.25% cash due 12/31/2023	6.25 %	Pharmaceuticals	9,879	9,623	9,566	
Amplify Finco Pty Ltd.	First Lien Term Loan, LIBOR+4.00% cash due 11/26/2026	4.75 %	Movies & Entertainment	7,960	7,880	6,846	(4)
Anastasia Parent, LLC	First Lien Term Loan, LIBOR+3.75% cash due 8/11/2025		Personal Products	2,828	2,282	1,248	(6)
Apptio, Inc.	First Lien Term Loan, LIBOR+7.25% cash due 1/10/2025	8.25 %	Application Software	4,615	4,550	4,526	(4)
	First Lien Revolver, LIBOR+7.25% cash due 1/10/2025		Application Software	—	(5)	(8)	(4)(5)
Total Apptio, Inc.					**4,545**	**4,518**	
Aurora Lux Finco S.À.R.L.	First Lien Term Loan, LIBOR+6.00% cash due 12/24/2026	7.00 %	Airport Services	6,468	6,324	6,015	(4)
Blackhawk Network Holdings, Inc.	First Lien Term Loan, LIBOR+3.00% cash due 6/15/2025	3.15 %	Data Processing & Outsourced Services	9,775	9,758	9,251	
Boxer Parent Company Inc.	First Lien Term Loan, LIBOR+4.25% cash due 10/2/2025	4.40 %	Systems Software	7,532	7,448	7,331	(4)
Brazos Delaware II, LLC	First Lien Term Loan, LIBOR+4.00% cash due 5/21/2025	4.16 %	Oil & Gas Equipment & Services	7,331	7,306	5,600	
C5 Technology Holdings, LLC	171 Common Units		Data Processing & Outsourced Services		—	—	(4)
	7,193,539.63 Preferred Units		Data Processing & Outsourced Services		7,194	5,683	(4)
Total C5 Technology Holdings, LLC					**7,194**	**5,683**	
Carrols Restaurant Group, Inc.	First Lien Term Loan, LIBOR+6.25% cash due 4/30/2026	7.25 %	Restaurants	3,990	3,792	3,960	
CITGO Petroleum Corp.	First Lien Term Loan, LIBOR+5.00% cash due 3/28/2024	6.00 %	Oil & Gas Refining & Marketing	7,184	7,112	6,842	(4)
Clear Channel Outdoor Holdings, Inc.	First Lien Term Loan, LIBOR+3.50% cash due 8/21/2026	3.76 %	Advertising	331	290	302	
Connect U.S. Finco LLC	First Lien Term Loan, LIBOR+4.50% cash due 12/11/2026	5.50 %	Alternative Carriers	7,437	7,262	7,228	
Curium Bidco S.à.r.l.	First Lien Term Loan, LIBOR+3.75% cash due 7/9/2026	3.97 %	Biotechnology	5,940	5,895	5,895	
Dcert Buyer, Inc.	First Lien Term Loan, LIBOR+4.00% cash due 10/16/2026	4.15 %	Internet Services & Infrastructure	7,960	7,940	7,879	
Dealer Tire, LLC	First Lien Term Loan, LIBOR+4.25% cash due 12/12/2025	4.40 %	Distributors	943	902	924	
eResearch Technology, Inc.	First Lien Term Loan, LIBOR+4.50% cash due 2/4/2027	5.50 %	Application Software	7,481	7,406	7,461	
Frontier Communications Corporation	First Lien Term Loan, PRIME+2.75% cash due 6/15/2024	6.00 %	Integrated Telecommunication Services	3,939	3,901	3,887	
Gigamon, Inc.	First Lien Term Loan, LIBOR+4.25% cash due 12/27/2024	5.25 %	Systems Software	7,781	7,734	7,684	
Global Medical Response, Inc.	First Lien Term Loan, LIBOR+4.75% cash due 10/2/2025	5.75 %	Health Care Services	2,231	2,187	2,185	
Guidehouse LLP	Second Lien Term Loan, LIBOR+8.00% cash due 5/1/2026	8.15 %	Research & Consulting Services	6,000	5,979	5,790	(4)

(in thousands, except share and per share amounts, percentages and as otherwise indicated)

Portfolio Company	Investment Type	Cash Interest Rate (1)(2)	Industry	Principal	Cost	Fair Value (3)	Notes
Helios Software Holdings, Inc.	First Lien Term Loan, LIBOR+4.25% cash due 10/24/2025	4.52 %	Systems Software	$ 3,970	$ 3,930	$ 3,923	
Intelsat Jackson Holdings S.A.	First Lien Term Loan, PRIME+4.75% cash due 11/27/2023	8.00 %	Alternative Carriers	3,568	3,541	3,598	
	First Lien Delayed Draw Term Loan, LIBOR+5.50% cash due 7/13/2022	6.50 %	Alternative Carriers	971	801	1,011	(5)
Total Intelsat Jackson Holdings S.A.					**4,342**	**4,609**	
KIK Custom Products Inc.	First Lien Term Loan, LIBOR+4.00% cash due 5/15/2023	5.00 %	Household Products	5,322	5,308	5,302	
LogMeIn, Inc.	First Lien Term Loan, LIBOR+4.75% cash due 8/31/2027	4.91 %	Application Software	5,000	4,876	4,842	
Mindbody, Inc.	First Lien Term Loan, LIBOR+7.00% cash 1.5% PIK due 2/14/2025	8.00 %	Internet Services & Infrastructure	4,546	4,481	4,192	(4)
	First Lien Revolver, LIBOR+8.00% cash due 2/14/2025		Internet Services & Infrastructure	—	(7)	(38)	(4)(5)
Total Mindbody, Inc.					**4,474**	**4,154**	
MRI Software LLC	First Lien Term Loan, LIBOR+5.50% cash due 2/10/2026	6.50 %	Application Software	3,830	3,795	3,737	(4)
	First Lien Delayed Draw Term Loan, LIBOR+5.50% cash due 2/10/2026		Application Software	—	(1)	(4)	(4)(5)
	First Lien Revolver, LIBOR+5.50% cash due 2/10/2026		Application Software	—	(3)	(8)	(4)(5)
Total MRI Software LLC					**3,791**	**3,725**	
Navicure, Inc.	First Lien Term Loan, LIBOR+4.00% cash due 10/22/2026	4.15 %	Health Care Technology	5,970	5,940	5,849	
New IPT, Inc.	First Lien Term Loan, LIBOR+5.00% cash due 3/17/2021	6.00 %	Oil & Gas Equipment & Services	1,006	1,006	786	(4)
	21.876 Class A Common Units in New IPT Holdings, LLC		Oil & Gas Equipment & Services		—	—	(4)
Total New IPT, Inc.					**1,006**	**786**	
Northern Star Industries Inc.	First Lien Term Loan, LIBOR+4.75% cash due 3/31/2025	5.75 %	Electrical Components & Equipment	6,825	6,803	6,518	
Northwest Fiber, LLC	First Lien Term Loan, LIBOR+5.50% cash due 4/30/2027	5.66 %	Integrated Telecommunication Services	2,400	2,314	2,403	
Novetta Solutions, LLC	First Lien Term Loan, LIBOR+5.00% cash due 10/17/2022	6.00 %	Application Software	5,931	5,909	5,827	
OEConnection LLC	First Lien Term Loan, LIBOR+4.00% cash due 9/25/2026	4.15 %	Application Software	7,455	7,418	7,371	
	First Lien Delayed Draw Term Loan, LIBOR+4.00% cash due 9/25/2026		Application Software	—	(2)	(5)	(5)
Total OEConnection LLC					**7,416**	**7,366**	
Olaplex, Inc.	First Lien Term Loan, LIBOR+6.50% cash due 1/8/2026	7.50 %	Personal Products	4,938	4,851	4,938	(4)
	First Lien Revolver, LIBOR+6.50% cash due 1/8/2025	7.50 %	Personal Products	270	261	270	(4)(5)
Total Olaplex, Inc.					**5,112**	**5,208**	
PetVet Care Centers, LLC	First Lien Term Loan, LIBOR+4.25% cash due 2/14/2025	5.25 %	Specialized Consumer Services	2,743	2,736	2,747	
PG&E Corporation	First Lien Term Loan, LIBOR+4.50% cash due 6/23/2025	5.50 %	Electric Utilities	5,985	5,899	5,875	
Recorded Books, Inc.	First Lien Term Loan, LIBOR+4.25% cash due 8/31/2025	4.75 %	Publishing	6,000	5,940	5,940	
Sabert Corporation	First Lien Term Loan, LIBOR+4.50% cash due 12/10/2026	5.50 %	Metal & Glass Containers	2,828	2,800	2,791	
Salient CRGT, Inc.	First Lien Term Loan, LIBOR+6.50% cash due 2/28/2022	7.50 %	Aerospace & Defense	2,111	2,099	1,963	(4)
SHO Holding I Corporation	First Lien Term Loan, LIBOR+3.00% cash PIK 2.25% due 4/27/2024	4.00 %	Footwear	8,396	8,380	5,898	
Signify Health, LLC	First Lien Term Loan, LIBOR+4.50% cash due 12/23/2024	5.50 %	Health Care Services	9,750	9,690	9,409	
Sirva Worldwide, Inc.	First Lien Term Loan, LIBOR+5.50% cash due 8/4/2025	5.65 %	Diversified Support Services	4,781	4,709	3,992	

(in thousands, except share and per share amounts, percentages and as otherwise indicated)

Portfolio Company	Investment Type	Cash Interest Rate (1)(2)	Industry	Principal	Cost	Fair Value (3)	Notes
Star US Bidco LLC	First Lien Term Loan, LIBOR+4.25% cash due 3/17/2027	5.25 %	Industrial Machinery	$ 3,718	$ 3,532	$ 3,551	
Sunshine Luxembourg VII SARL	First Lien Term Loan, LIBOR+4.25% cash due 10/1/2026	5.25 %	Personal Products	7,940	7,900	7,911	
Supermoose Borrower, LLC	First Lien Term Loan, LIBOR+3.75% cash due 8/29/2025	3.90 %	Application Software	4,888	4,575	4,407	(4)
Surgery Center Holdings, Inc.	First Lien Term Loan, LIBOR+3.25% cash due 9/3/2024	4.25 %	Health Care Facilities	4,962	4,943	4,691	(4)
Uber Technologies, Inc.	First Lien Term Loan, LIBOR+4.00% cash due 4/4/2025	5.00 %	Application Software	2,997	2,959	2,980	
UFC Holdings, LLC	First Lien Term Loan, LIBOR+3.25% cash due 4/29/2026	4.25 %	Movies & Entertainment	2,856	2,816	2,814	
Veritas US Inc.	First Lien Term Loan, LIBOR+5.50% cash due 9/1/2025	6.50 %	Application Software	6,500	6,371	6,375	
Verscend Holding Corp.	First Lien Term Loan, LIBOR+4.50% cash due 8/27/2025	4.65 %	Health Care Technology	4,112	4,080	4,084	(4)
VM Consolidated, Inc.	First Lien Term Loan, LIBOR+3.25% cash due 2/28/2025	3.40 %	Data Processing & Outsourced Services	10,487	10,495	10,291	
Windstream Services II, LLC	First Lien Term Loan, LIBOR+6.25% cash due 9/21/2027	7.25 %	Integrated Telecommunication Services	7,980	7,662	7,744	(4)
WP CPP Holdings, LLC	Second Lien Term Loan, LIBOR+7.75% cash due 4/30/2026	8.75 %	Aerospace & Defense	6,000	5,956	4,680	(4)
				$ 307,579	**$ 311,428**	**$ 298,771**	

(1) Represents the interest rate as of September 30, 2020. All interest rates are payable in cash, unless otherwise noted.
(2) The interest rate on the principal balance outstanding for all floating rate loans is indexed to LIBOR and/or an alternate base rate (e.g., prime rate), which typically resets semi-annually, quarterly, or monthly at the borrower's option. The borrower may also elect to have multiple interest reset periods for each loan. For each of these loans, the Company has provided the applicable margin over LIBOR or the alternate base rate based on each respective credit agreement and the cash interest rate as of period end. All the LIBOR shown above is in U.S. dollars. As of September 30, 2020, the reference rates for SLF JV I's variable rate loans were the 30-day LIBOR at 0.15%, the 60-day LIBOR at 0.19%, the 90-day LIBOR at 0.22%, the 180-day LIBOR at 0.27% and the PRIME at 3.25%. Most loans include an interest floor, which generally ranges from 0% to 1%.
(3) Represents the current determination of fair value as of September 30, 2020 utilizing a similar technique as the Company in accordance with ASC 820. However, the determination of such fair value is not included in the Company's Board of Directors' valuation process described elsewhere herein.
(4) This investment was held by both the Company and SLF JV I as of September 30, 2020.
(5) Investment had undrawn commitments. Unamortized fees are classified as unearned income which reduces cost basis, which may result in a negative cost basis. A negative fair value may result from the unfunded commitment being valued below par.
(6) This investment was on cash non-accrual status as of September 30, 2020. Cash non-accrual status is inclusive of PIK and other non-cash income, where applicable.

Both the cost and fair value of the Company's debt investment in SLF JV I were $96.3 million as of each of December 31, 2020 and September 30, 2020. The Company earned interest income of $1.8 million and $2.2 million on its debt investment in the SLF JV I for the three months ended December 31, 2020 and 2019, respectively. The Company's debt investment in SLF JV I bears interest at a rate of one-month LIBOR plus 7.0% per annum and matures on December 29, 2028.

The cost and fair value of the LLC equity interests in SLF JV I held by the Company were $49.3 million and $29.3 million, respectively, as of December 31, 2020 and $49.3 million and $21.2 million, respectively, as of September 30, 2020. The Company did not earn dividend income for the three months ended December 31, 2020 and 2019, with respect to its investment in the LLC equity interests of SLF JV I. The LLC equity interests of SLF JV I are generally dividend producing to the extent SLF JV I has residual cash to be distributed on a quarterly basis.

Below is certain summarized financial information for SLF JV I as of December 31, 2020 and September 30, 2020 and for the three months ended December 31, 2020 and 2019:

	December 31, 2020		September 30, 2020	
Selected Balance Sheet Information:				
Investments at fair value (cost December 31, 2020: $317,432; cost September 30, 2020: $311,428)	$	313,261	$	298,771
Cash and cash equivalents		20,575		5,389
Restricted cash		4,262		4,211
Other assets		3,147		5,093
Total assets	**$**	**341,245**	**$**	**313,464**
Senior credit facility payable	$	175,410	$	167,910
Debt securities payable at fair value (proceeds December 31, 2020: $110,000; proceeds September 30, 2020: $110,000)		110,000		110,000
Other liabilities		22,390		11,336
Total liabilities	**$**	**307,800**	**$**	**289,246**
Members' equity		33,445		24,218
Total liabilities and members' equity	**$**	**341,245**	**$**	**313,464**

	Three months ended December 31, 2020		Three months ended December 31, 2019	
Selected Statements of Operations Information:				
Interest income	$	4,475	$	5,393
Other income		54		6
Total investment income		**4,529**		**5,399**
Interest expense		3,581		4,641
Other expenses		62		67
Total expenses (1)		**3,643**		**4,708**
Net unrealized appreciation (depreciation)		8,486		2,941
Net realized gains (losses)		(144)		(1,152)
Net income (loss)	**$**	**9,228**	**$**	**2,480**

(1) There are no management fees or incentive fees charged at SLF JV I.

For the three months ended December 31, 2020, SLF JV I's interest expense included $1.6 million related to the Deutsche Bank I Facility and $2.0 million related to the SLF JV I Notes, of which $1.8 million was payable to the Company and $0.2 million was payable to Kemper.

SLF JV I has elected to fair value the debt securities issued to the Company and Kemper under FASB ASC Topic 825, *Financial Instruments - Fair Value Option*. The debt securities are valued based on the total assets less the total liabilities senior to the subordinated notes of SLF JV I in an amount not exceeding par under the EV technique.

During the three months ended December 31, 2020 and 2019, the Company did not sell any debt investments to SLF JV I.

Note 4. Fee Income

For the three months ended December 31, 2020 and 2019, the Company recorded total fee income of $3.4 million and $1.1 million, respectively, of which $0.1 million and $0.2 million, respectively, was recurring in nature. Recurring fee income primarily consisted of servicing fees and exit fees.

Note 5. Share Data and Net Assets

Earnings per Share

The following table sets forth the computation of basic and diluted earnings per share, pursuant to ASC Topic 260-10, *Earnings per Share*, for the three months ended December 31, 2020 and 2019:

(Share amounts in thousands)	Three months ended December 31, 2020	Three months ended December 31, 2019
Earnings (loss) per common share — basic and diluted:		
Net increase (decrease) in net assets resulting from operations	$ 65,544	$ 13,843
Weighted average common shares outstanding — basic and diluted	140,961	140,961
Earnings (loss) per common share — basic and diluted	**$ 0.46**	**$ 0.10**

Changes in Net Assets

The following table presents the changes in net assets for the three months ended December 31, 2020:

	Common Stock				
	Shares	Par Value	Additional paid-in-capital	Accumulated Overdistributed Earnings	Total Net Assets
Balance as of September 30, 2020	140,961	$ 1,409	$ 1,487,774	$ (574,304)	$ 914,879
Net investment income	—	—	—	10,018	10,018
Net unrealized appreciation (depreciation)	—	—	—	47,556	47,556
Net realized gains (losses)	—	—	—	8,215	8,215
Provision for income tax (expense) benefit	—	—	—	(245)	(245)
Distributions to stockholders	—	—	—	(15,506)	(15,506)
Issuance of common stock under dividend reinvestment plan	94	1	527	—	528
Repurchases of common stock under dividend reinvestment plan	(94)	(1)	(527)	—	(528)
Balance as of December 31, 2020	140,961	$ 1,409	$ 1,487,774	$ (524,266)	$ 964,917

The following table presents the changes in net assets for the three months ended December 31, 2019:

	Common Stock				
	Shares	Par Value	Additional paid-in-capital	Accumulated Overdistributed Earnings	Total Net Assets
Balance as of September 30, 2019	140,961	$ 1,409	$ 1,487,774	$ (558,553)	$ 930,630
Net investment income	—	—	—	7,836	7,836
Net unrealized appreciation (depreciation)	—	—	—	2,879	2,879
Net realized gains (losses)	—	—	—	3,288	3,288
Provision for income tax (expense) benefit	—	—	—	(160)	(160)
Distributions to stockholders	—	—	—	(13,391)	(13,391)
Issuance of common stock under dividend reinvestment plan	88	1	480	—	481
Repurchases of common stock under dividend reinvestment plan	(88)	(1)	(480)	—	(481)
Balance as of December 31, 2019	140,961	$ 1,409	$ 1,487,774	$ (558,101)	$ 931,082

(in thousands, except share and per share amounts, percentages and as otherwise indicated)

Distributions

Distributions to common stockholders are recorded on the ex-dividend date. The amount to be paid out as a dividend is determined by the Board of Directors and is based on management's estimate of the Company's annual taxable income. Net realized capital gains, if any, may be distributed to stockholders or retained for reinvestment.

The Company has adopted a dividend reinvestment plan ("DRIP") that provides for reinvestment of any distributions the Company declares in cash on behalf of its stockholders, unless a stockholder elects to receive cash. As a result, if the Company's Board of Directors declares a cash distribution, then the Company's stockholders who have not "opted out" of the Company's DRIP will have their cash distribution automatically reinvested in additional shares of the Company's common stock, rather than receiving the cash distribution. If the Company's shares are trading at a premium to net asset value, the Company typically issues new shares to implement the DRIP with such shares issued at the greater of the most recently computed net asset value per share of common stock or 95% of the current market price per share of common stock on the payment date for such distribution. If the Company's shares are trading at a discount to net asset value, the Company typically purchases shares in the open market in connection with the Company's obligations under the DRIP.

For income tax purposes, the Company has reported its distributions for the 2020 calendar year as ordinary income. The character of such distributions was appropriately reported to the Internal Revenue Service and stockholders for the 2020 calendar year. To the extent the Company's taxable earnings for a fiscal and taxable year fall below the amount of distributions paid for the fiscal and taxable year, a portion of the total amount of the Company's distributions for the fiscal and taxable year is deemed a return of capital for tax purposes to the Company's stockholders.

The following table reflects the distributions per share that the Company has paid, including shares issued under the DRIP, on its common stock during the three months ended December 31, 2020 and 2019:

Date Declared	Record Date	Payment Date	Amount per Share	Cash Distribution	DRIP Shares Issued (1)	DRIP Shares Value
November 13, 2020	December 15, 2020	December 31, 2020	$ 0.11	$ 15.0 million	93,964	$ 0.5 million
Total for the three months ended December 31, 2020			**$ 0.11**	**$ 15.0 million**	**93,964**	$ 0.5 million

Date Declared	Record Date	Payment Date	Amount per Share	Cash Distribution	DRIP Shares Issued (1)	DRIP Shares Value
November 12, 2019	December 13, 2019	December 31, 2019	$ 0.095	$ 12.9 million	87,747	$ 0.5 million
Total for the three months ended December 31, 2019			**$ 0.095**	**$ 12.9 million**	**87,747**	$ 0.5 million

(1) Shares were purchased on the open market and distributed.

Common Stock Offering

There were no common stock offerings during the three months ended December 31, 2020 and 2019.

Note 6. Borrowings

Credit Facility

On November 30, 2017, the Company entered into a senior secured revolving credit facility (as amended and restated, the "Credit Facility") pursuant to a Senior Secured Revolving Credit Agreement with the lenders party thereto, ING Capital LLC, as administrative agent, ING Capital LLC, JPMorgan Chase Bank, N.A. and Merrill Lynch, Pierce, Fenner & Smith Incorporated as joint lead arrangers and joint bookrunners, and JPMorgan Chase Bank, N.A. and Bank of America, N.A., as syndication agents. The Credit Facility provides that the Company may use the proceeds of the loans and issuances of letters of credit under the Credit Facility for general corporate purposes, including acquiring and funding leveraged loans, mezzanine loans, high-yield securities, convertible securities, preferred stock, common stock and other investments. The Credit Facility further allows the Company to request letters of credit from ING Capital LLC, as the issuing bank.

On October 28, 2020, the Company entered into an incremental commitment and assumption agreement in connection with the Company's exercise of $75 million of the accordion feature under the Credit Facility. On December 28, 2020, the Company entered into an incremental commitment agreement pursuant to which a lender under the Credit Facility increased its commitment amount under the Credit Facility by $25 million. As a result of such agreements, as of December 31, 2020, the size of the Credit Facility was $800 million (with an "accordion" feature that permits the Company, under certain circumstances, to increase the size of the facility to up to the amount of the Company's net worth (as defined in the Credit Facility) on the date of such increase).

As of December 31, 2020, (i) the period during which the Company may make drawings will expire on February 25, 2023 and the maturity date is February 25, 2024 and (ii) the interest rate margin for (a) LIBOR loans (which may be 1-, 2-, 3- or 6-month, at the Company's option) was 2.00% (which can be increased up to 2.25%) and (b) alternate base rate loans was 1.00% (which can be increased up to 1.25%); provided that the interest margin will increase to 2.75% and 1.75% for LIBOR loans and alternative base rate loans, respectively, if the Company's stockholders' equity is below $700 million, each depending on the Company's senior debt coverage ratio.

The Credit Facility is secured by substantially all of the Company's assets (excluding, among other things, investments held in and by certain subsidiaries of the Company or investments in certain portfolio companies of the Company) and guaranteed by certain subsidiaries of the Company. As of December 31, 2020, except for assets that were held by certain immaterial subsidiaries, substantially all of the Company's assets are pledged as collateral under the Credit Facility.

The Credit Facility requires the Company to, among other things, (i) make representations and warranties regarding the collateral as well as each of the Company's portfolio companies' businesses, (ii) agree to certain indemnification obligations, and (iii) comply with various affirmative and negative covenants, reporting requirements and other customary requirements for similar revolving credit facilities, including covenants related to: (A) limitations on the incurrence of additional indebtedness and liens, (B) limitations on certain investments, (C) limitations on certain asset transfers and restricted payments, (D) maintaining a certain minimum stockholders' equity, (E) maintaining a ratio of total assets (less total liabilities) to total indebtedness, of the Company and its subsidiaries (subject to certain exceptions), of not less than 1.50 to 1.00, (F) maintaining a ratio of consolidated EBITDA to consolidated interest expense, of the Company and its subsidiaries (subject to certain exceptions), of not less than 2.25 to 1.00, (G) maintaining a minimum liquidity and net worth, and (H) limitations on the creation or existence of agreements that prohibit liens on certain properties of the Company and certain of its subsidiaries. The Credit Facility also includes usual and customary default provisions such as the failure to make timely payments under the facility, the occurrence of a change in control, and the failure by the Company to materially perform under the agreements governing the facility, which, if not complied with, could accelerate repayment under the facility. As of December 31, 2020, the Company was in compliance with all financial covenants under the Credit Facility. In addition to the asset coverage ratio described above, borrowings under the Credit Facility (and the incurrence of certain other permitted debt) are subject to compliance with a borrowing base that will apply different advance rates to different types of assets in the Company's portfolio. Each loan or letter of credit originated or assumed under the Credit Facility is subject to the satisfaction of certain conditions. On December 10, 2020, the Company entered into an amendment to the Credit Facility that, among other things, (i) increases the minimum stockholders' equity covenant as of closing of the Mergers; (ii) increases the minimum obligors' net worth covenant as of the date of the closing of the Mergers; (iii) modifies the covenants, including the negative covenants relating to investments and transactions with affiliates, to permit the Mergers; and (iv) adds provisions relating to the transition from the LIBOR to the Secured Overnight Financing Rate.

As of December 31, 2020 and September 30, 2020, the Company had $400.0 million and $414.8 million of borrowings outstanding under the Credit Facility, respectively, which had a fair value of $400.0 million and $414.8 million, respectively. The Company's borrowings under the Credit Facility bore interest at a weighted average interest rate of 2.323% and 3.983% for the three months ended December 31, 2020 and 2019, respectively. For the three months ended December 31, 2020 and 2019, the Company recorded interest expense (inclusive of fees) of $3.2 million and $4.0 million, respectively, related to the Credit Facility.

2025 Notes

On February 25, 2020, the Company issued $300.0 million in aggregate principal amount of the 2025 Notes for net proceeds of $293.8 million after deducting OID of $2.5 million, underwriting commissions and discounts of $3.0 million and offering costs of $0.7 million. The OID on the 2025 Notes is amortized based on the effective interest method over the term of the 2025 Notes.

The 2025 Notes were issued pursuant to an indenture, dated April 30, 2012, as supplemented by the fifth supplemental indenture, dated February 25, 2020 (collectively, the "2025 Notes Indenture"), between the Company and Deutsche Bank Trust Company Americas (the "Trustee"). The 2025 Notes are the Company's general unsecured obligations that rank senior in right of payment to all of the Company's existing and future indebtedness that is expressly subordinated in right of payment to the 2025 Notes. The 2025 Notes rank equally in right of payment with all of the Company's existing and future liabilities that are not so subordinated. The 2025 Notes effectively rank junior to any of the Company's secured indebtedness (including unsecured indebtedness that the Company later secures) to the extent of the value of the assets securing such indebtedness. The 2025

Notes rank structurally junior to all existing and future indebtedness (including trade payables) incurred by the Company's subsidiaries, financing vehicles or similar facilities.

Interest on the 2025 Notes is paid semi-annually on February 25 and August 25 at a rate of 3.500% per annum. The 2025 Notes mature on February 25, 2025 and may be redeemed in whole or in part at any time or from time to time at the Company's option prior to maturity at par plus a “make-whole” premium, if applicable. In addition, holders of the 2025 Notes can require the Company to repurchase the 2025 Notes at 100% of their principal amount upon the occurrence of certain change of control events as described in the 2025 Notes Indenture. The 2025 Notes were issued in minimum denominations of $2,000 and integral multiples of $1,000 in excess thereof. During the three months ended December 31, 2020, the Company did not repurchase any of the 2025 Notes in the open market.

The 2025 Notes Indenture contains certain covenants, including covenants requiring the Company's compliance with the asset coverage requirements set forth in Section 18(a)(1)(A) as modified by Section 61(a)(1) and (2) of the Investment Company Act or any successor provisions (but giving effect to any exemptive relief granted to the Company by the U.S. Securities and Exchange Commission ("SEC")), as well as covenants requiring the Company to provide financial information to the holders of the 2025 Notes and the Trustee if the Company ceases to be subject to the reporting requirements of the Securities Exchange Act of 1934, as amended. These covenants are subject to limitations and exceptions that are described in the 2025 Notes Indenture.

For the three months ended December 31, 2020, the Company recorded interest expense (inclusive of fees) of $2.9 million related to the 2025 Notes.

As of December 31, 2020, there were $300.0 million of 2025 Notes outstanding, which had a carrying value and fair value of $294.8 million and $311.3 million, respectively. As of September 30, 2020, there were $300.0 million of 2025 Notes outstanding, which had a carrying value and fair value of $294.5 million and $301.4 million, respectively. The carrying value represents the aggregate principal amount outstanding less unamortized deferred financing costs and the unaccreted discount recorded upon the issuance of the 2025 Notes. As of December 31, 2020, the total unamortized deferred financing costs and the net unaccreted discount were $3.1 million and $2.1 million, respectively. As of September 30, 2020, the total unamortized deferred financing costs and the net unaccreted discount were $3.3 million and $2.2 million, respectively.

2024 Notes

On October 18, 2012, the Company issued $75.0 million in aggregate principal amount of the 5.875% notes due 2024 (the "2024 Notes") for net proceeds of $72.5 million after deducting underwriting commissions of $2.2 million and offering costs of $0.3 million. The 2024 Notes were issued pursuant to an indenture, dated April 30, 2012, as supplemented by the first supplemental indenture, dated October 18, 2012, between the Company and the Trustee.

Interest on the 2024 Notes was paid quarterly in arrears on January 30, April 30, July 30 and October 30 at a rate of 5.875% per annum. On March 2, 2020, the Company redeemed 100%, or $75.0 million aggregate principal amount, of the issued and outstanding 2024 Notes, following which they were delisted from the New York Stock Exchange. The redemption price per 2024 Note was $25 plus accrued and unpaid interest.

For the three months ended December 31, 2019, the Company recorded interest expense of $1.2 million (inclusive of fees) related to the 2024 Notes. As of December 31, 2020 and September 30, 2020, there were no 2024 Notes outstanding.

2028 Notes

In April and May 2013, the Company issued $86.3 million in aggregate principal amount of the 6.125% notes due 2028 (the "2028 Notes") for net proceeds of $83.4 million after deducting underwriting commissions of $2.6 million and offering costs of $0.3 million. The 2028 Notes were issued pursuant to an indenture, dated April 30, 2012, as supplemented by the second supplemental indenture, dated April 4, 2013, between the Company and the Trustee.

Interest on the 2028 Notes was paid quarterly in arrears on January 30, April 30, July 30 and October 30 at a rate of 6.125% per annum. On March 13, 2020, the Company redeemed 100%, or $86.3 million aggregate principal amount, of the issued and outstanding 2028 Notes, following which they were delisted from the Nasdaq Global Select Market. The redemption price per 2028 Note was $25 plus accrued and unpaid interest.

For the three months ended December 31, 2019, the Company recorded interest expense of $1.4 million (inclusive of fees) related to the 2028 Notes. As of December 31, 2020 and September 30, 2020, there were no 2028 Notes outstanding.

(in thousands, except share and per share amounts, percentages and as otherwise indicated)

Note 7. Interest and Dividend Income

As of December 31, 2020 and September 30, 2020, there were one and two investments, respectively, on which the Company had stopped accruing cash and/or PIK interest or OID income. The percentages of the Company's debt investments at cost and fair value by accrual status as of December 31, 2020 and September 30, 2020 were as follows:

	December 31, 2020				September 30, 2020			
	Cost	% of Debt Portfolio	Fair Value	% of Debt Portfolio	Cost	% of Debt Portfolio	Fair Value	% of Debt Portfolio
Accrual	$ 1,609,920	99.96 %	$ 1,616,023	99.97 %	$ 1,500,364	98.79 %	$ 1,483,284	99.89 %
PIK non-accrual (1)	—	—	—	—	12,661	0.83	—	—
Cash non-accrual (2)	588	0.04	470	0.03	5,712	0.38	1,571	0.11
Total	**$ 1,610,508**	**100.00 %**	**$ 1,616,493**	**100.00 %**	**$ 1,518,737**	**100.00 %**	**$ 1,484,855**	**100.00 %**

(1) PIK non-accrual status is inclusive of other non-cash income, where applicable.
(2) Cash non-accrual status is inclusive of PIK and other non-cash income, where applicable.

Note 8. Taxable/Distributable Income and Dividend Distributions

Taxable income differs from net increase (decrease) in net assets resulting from operations primarily due to: (1) unrealized appreciation (depreciation) on investments and foreign currency, as gains and losses are not included in taxable income until they are realized; (2) origination and exit fees received in connection with investments in portfolio companies; (3) organizational costs; (4) income or loss recognition on exited investments; (5) recognition of interest income on certain loans; and (6) investments in controlled foreign corporations.

As of September 30, 2020, the Company had net capital loss carryforwards of $515.3 million to offset net capital gains that will not expire, to the extent available and permitted by U.S. federal income tax law, of which $84.3 million are available to offset future short-term capital gains and $431.0 million are available to offset future long-term capital gains.

Listed below is a reconciliation of "net increase (decrease) in net assets resulting from operations" to taxable income for the three months ended December 31, 2020 and 2019.

	Three months ended December 31, 2020	Three months ended December 31, 2019
Net increase (decrease) in net assets resulting from operations	$ 65,544	$ 13,843
Net unrealized (appreciation) depreciation	(47,556)	(2,879)
Book/tax difference due to organizational costs	(22)	(22)
Book/tax difference due to interest income on certain loans	130	—
Book/tax difference due to capital losses utilized	(9,943)	(3,977)
Other book/tax differences	5,614	5,144
Taxable/Distributable Income (1)	**$ 13,767**	**$ 12,109**

(1) The Company's taxable income for the three months ended December 31, 2020 is an estimate and will not be finally determined until the Company files its tax return for the fiscal year ending September 30, 2021. Therefore, the final taxable income may be different than the estimate.

The Company uses the liability method to account for its taxable subsidiaries' income taxes. Using this method, the Company recognizes deferred tax assets and liabilities for the estimated future tax effects attributable to temporary differences between financial reporting and tax bases of assets and liabilities. In addition, the Company recognizes deferred tax benefits associated with net loss carry forwards that it may use to offset future tax obligations. The Company measures deferred tax assets and liabilities using the enacted tax rates expected to apply to taxable income in the years in which it expects to recover or settle those temporary differences.

When assessing the realizability of deferred tax assets, the Company considers whether it is probable that some or all of the deferred tax assets will not be realized. In determining whether the deferred tax assets are realizable, the Company considers the period of expiration of the tax asset, historical and projected taxable income and tax liabilities for the tax jurisdiction in which the tax asset is located. The deferred tax asset recognized by the Company, as it relates to the higher tax basis in the carrying value of certain assets compared to the book basis of those assets, will be recognized in future years by these taxable entities. Deferred tax assets are based on the amount of the tax benefit that the Company's management has determined is more likely than not to be realized in future periods. In determining the realizability of this tax benefit, management considered numerous factors that will give rise to pre-tax income in future periods. Among these are the historical and expected future book and tax basis pre-tax income of the Company and unrealized gains in the Company's assets at the determination date. Based on these and other factors, the Company determined that, as of December 31, 2020, $1.8 million of the $2.9 million net deferred tax assets would not more likely than not be realized in future periods. As of December 31, 2020, the Company recorded a deferred tax asset of $1.1 million on the Consolidated Statements of Assets and Liabilities.

For the three months ended December 31, 2020, the Company recognized a total provision for income tax expense of $0.2 million, which was comprised of (i) a current income tax expense of approximately $0.5 million, and (ii) a deferred income tax benefit of approximately $0.3 million, which resulted from unrealized depreciation on investments held by the Company's wholly-owned taxable subsidiaries.

As of September 30, 2020, the Company's last tax year end, the components of accumulated overdistributed earnings on a tax basis were as follows:

Undistributed ordinary income, net	$	9,392
Net realized capital losses		515,255
Unrealized losses, net		68,439

The aggregate cost of investments for income tax purposes was $1.6 billion as of September 30, 2020. As of September 30, 2020, the aggregate gross unrealized appreciation for all investments in which there was an excess of value over cost for income tax purposes was $300.3 million. As of September 30, 2020, the aggregate gross unrealized depreciation for all investments in which there was an excess of cost for income tax purposes over value was $368.7 million. Net unrealized depreciation based on the aggregate cost of investments for income tax purposes was $68.4 million.

Note 9. Realized Gains or Losses and Net Unrealized Appreciation or Depreciation

Realized Gains or Losses

Realized gains or losses are measured by the difference between the net proceeds from the sale or redemption and the cost basis of the investment without regard to unrealized appreciation or depreciation previously recognized, and include investments written-off during the period, net of recoveries. Realized losses may also be recorded in connection with the Company's determination that certain investments are considered worthless securities and/or meet the conditions for loss recognition per the applicable tax rules.

During the three months ended December 31, 2020, the Company recorded an aggregate net realized gain of $8.2 million, which consisted of the following:

($ in millions)

Portfolio Company		Net Realized Gain (Loss)
PLATO Learning Inc.	$	7.8
L Squared Capital		1.4
BX Commercial Mortgage Trust 2020-VIVA		1.2
ExamSoft Worldwide Inc.		0.9
California Pizza Kitchen Inc.		(2.1)
99 Cents Only Stores		(0.9)
Other, net		(0.1)
Total, net	**$**	**8.2**

During the three months ended December 31, 2019, the Company recorded an aggregate net realized gain of $3.3 million, which consisted of the following:

($ in millions)

Portfolio Company	Net Realized Gain (Loss)
YETI Holdings, Inc.	$ 3.4
Other, net	(0.1)
Total, net	**$ 3.3**

Net Unrealized Appreciation or Depreciation

Net unrealized appreciation or depreciation reflects the net change in the valuation of the portfolio pursuant to the Company's valuation guidelines and the reclassification of any prior period unrealized appreciation or depreciation.

During the three months ended December 31, 2020 and 2019, the Company recorded net unrealized appreciation of $47.6 million and $2.9 million, respectively. For the three months ended December 31, 2020, this consisted of $27.2 million of net unrealized appreciation on debt investments, $12.8 million of net unrealized appreciation related to exited investments (a portion of which resulted in a reclassification to realized losses) and $9.9 million of net unrealized appreciation on equity investments, partially offset by $2.4 million of net unrealized depreciation of foreign currency forward contracts. For the three months ended December 31, 2019, this consisted of $3.9 million of net unrealized appreciation on equity investments and $2.2 million of net unrealized appreciation on debt investments, partially offset by $1.7 million of net unrealized depreciation related to exited investments (a portion of which resulted in a reclassification to realized gains) and $1.5 million of net unrealized depreciation of foreign currency forward contracts.

Note 10. Concentration of Credit Risks

The Company deposits its cash with financial institutions and at times such balances may be in excess of the FDIC insurance limit. The Company limits its exposure to credit loss by depositing its cash with high credit quality financial institutions and monitoring their financial stability.

Note 11. Related Party Transactions

As of December 31, 2020 and September 30, 2020, the Company had a liability on its Consolidated Statements of Assets and Liabilities in the amount of $20.2 million and $11.2 million, respectively, reflecting the unpaid portion of the base management fees and incentive fees payable to Oaktree.

Investment Advisory Agreement

The Company is party to the Investment Advisory Agreement. Under the Investment Advisory Agreement, the Company pays Oaktree a fee for its services under the Investment Advisory Agreement consisting of two components: a base management fee and an incentive fee. The cost of both the base management fee payable to Oaktree and any incentive fees earned by Oaktree is ultimately borne by common stockholders of the Company.

From October 17, 2017 through May 3, 2020, the Company was externally managed by OCM pursuant to an investment advisory agreement. On May 4, 2020, OCM effected the novation of such investment advisory agreement to Oaktree. Immediately following such novation, the Company and Oaktree entered into a new investment advisory agreement with the same terms, including fee structure, as the investment advisory agreement with OCM. The term "Investment Advisory Agreement" refers collectively to the agreements with Oaktree and, prior to its novation, with OCM. Prior to October 17, 2017, the Company was externally managed by Fifth Street Management LLC (the "Former Adviser"), an indirect, partially-owned subsidiary of Fifth Street Asset Management Inc., pursuant to an investment advisory agreement between the Company and the Former Adviser, which was terminated on October 17, 2017.

Unless earlier terminated as described below, the Investment Advisory Agreement will remain in effect until September 30, 2021 and thereafter from year-to-year if approved annually by the Board of Directors of the Company or by the affirmative vote of the holders of a majority of the Company's outstanding voting securities, including, in either case, approval by a majority of the directors of the Company who are not interested persons. The Investment Advisory Agreement will automatically terminate in the event of its assignment. The Investment Advisory Agreement may be terminated by either party without penalty upon 60 days' written notice to the other. The Investment Advisory Agreement may also be terminated, without penalty, upon the vote of a majority of the outstanding voting securities of the Company.

Base Management Fee

Under the Investment Advisory Agreement, the base management fee is calculated at an annual rate of 1.50% of total gross assets, including any investment made with borrowings, but excluding cash and cash equivalents. The base management fee is payable quarterly in arrears and the fee for any partial month or quarter is appropriately prorated. Effective May 3, 2019, the base management fee on the Company's gross assets, including any investments made with borrowings, but excluding any cash and cash equivalents, that exceed the product of (A) 200% and (B) the Company's net asset value will be 1.00%. For the avoidance of doubt, the 200% will be calculated in accordance with the Investment Company Act and will give effect to exemptive relief the Company received from the SEC with respect to debentures issued by a small business investment company subsidiary. In connection with entry into the Merger Agreement, Oaktree has agreed to waive $750,000 of base management fees payable to it under the Investment Advisory Agreement in each of the eight quarters immediately following the closing of the Mergers (for an aggregate waiver of $6.0 million of base management fees).

For the three months ended December 31, 2020 and 2019, the base management fee incurred under the Investment Advisory Agreement was $6.5 million and $5.6 million, respectively.

Incentive Fee

The incentive fee consists of two parts. Under the Investment Advisory Agreement, the first part of the incentive fee (the "incentive fee on income" or "Part I incentive fee") is calculated and payable quarterly in arrears based upon the "pre-incentive fee net investment income" of the Company for the immediately preceding quarter. The payment of the incentive fee on income is subject to payment of a preferred return to investors each quarter (i.e., a "hurdle rate"), expressed as a rate of return on the value of the Company's net assets at the end of the most recently completed quarter, of 1.50%, subject to a "catch up" feature.

For this purpose, "pre-incentive fee net investment income" means interest income, dividend income and any other income (including any other fees such as commitment, origination, structuring, diligence and consulting fees or other fees that the Company receives from portfolio companies, other than fees for providing managerial assistance) accrued during the fiscal quarter, minus the Company's operating expenses for the quarter (including the base management fee, expenses payable under the Administration Agreement and any interest expense and dividends paid on any issued and outstanding preferred stock, but excluding the incentive fee). Pre-incentive fee net investment income includes, in the case of investments with a deferred interest feature (such as OID debt, instruments with PIK interest and zero coupon securities), accrued income that the Company has not yet received in cash. Pre-incentive fee net investment income does not include any realized capital gains, realized capital losses or unrealized capital appreciation or depreciation.

Under the Investment Advisory Agreement, the calculation of the incentive fee on income for each quarter is as follows:

- No incentive fee is payable to Oaktree in any quarter in which the Company's pre-incentive fee net investment income does not exceed the preferred return rate of 1.50% (the "preferred return") on net assets;
- 100% of the Company's pre-incentive fee net investment income, if any, that exceeds the preferred return but is less than or equal to 1.8182% in any fiscal quarter is payable to Oaktree. This portion of the incentive fee on income is referred to as the "catch-up" provision, and it is intended to provide Oaktree with an incentive fee of 17.5% on all of the Company's pre-incentive fee net investment income when the Company's pre-incentive fee net investment income exceeds 1.8182% on net assets in any fiscal quarter; and
- For any quarter in which the Company's pre-incentive fee net investment income exceeds 1.8182% on net assets, the incentive fee on income is equal to 17.5% of the amount of the Company's pre-incentive fee net investment income, as the preferred return and catch-up will have been achieved.

There is no accumulation of amounts on the hurdle rate from quarter to quarter and accordingly there is no clawback of amounts previously paid if subsequent quarters are below the quarterly hurdle.

For the three months ended December 31, 2020 and 2019, the first part of the incentive fee (incentive fee on income) incurred under the Investment Advisory Agreement was $4.1 million and $3.0 million, respectively.

Under the Investment Advisory Agreement, the second part of the incentive fee (the "capital gains incentive fee") is determined and payable in arrears as of the end of each fiscal year (or upon termination of the Investment Advisory Agreement, as of the termination date) commencing with the fiscal year ended September 30, 2019 and equals 17.5% of the Company's realized capital gains, if any, on a cumulative basis from the beginning of the fiscal year ended September 30, 2019 through the end of each subsequent fiscal year, computed net of all realized capital losses and unrealized capital depreciation on a cumulative basis, less the aggregate amount of any previously paid capital gain incentive fees under the Investment Advisory Agreement. Any realized capital gains, realized capital losses, unrealized capital appreciation and unrealized capital depreciation with respect to the Company's portfolio as of the end of the fiscal year ended September 30, 2018 are excluded from the calculations of the second part of the incentive fee. As of December 31, 2020, the Company incurred $4.6 million of capital gains incentive fees cumulatively under the Investment Advisory Agreement (prior to waivers). For the three months ended December 31, 2020, the Company did not incur any capital gains incentive fees under the Investment Advisory Agreement.

GAAP requires that the capital gains incentive fee accrual consider the cumulative aggregate unrealized capital appreciation in the calculation, as a capital gains incentive fee would be payable if such unrealized capital appreciation were realized on a theoretical "liquidation basis." A fee so calculated and accrued would not be payable under applicable law and may never be paid based upon the computation of capital gains incentive fees in subsequent periods. Amounts ultimately paid under the Investment Advisory Agreement will be consistent with the formula reflected in the Investment Advisory Agreement. This GAAP accrual is calculated using the aggregate cumulative realized capital gains and losses and aggregate cumulative unrealized capital depreciation included in the calculation of the capital gains incentive fee plus the aggregate cumulative unrealized capital appreciation. Any realized capital gains and losses and cumulative unrealized capital appreciation and depreciation with respect to the Company's portfolio as of the end of the fiscal year ended September 30, 2018 are excluded from the GAAP accrual. If such amount is positive at the end of a period, then GAAP requires the Company to record a capital gains incentive fee equal to 17.5% of such cumulative amount, less the aggregate amount of actual capital gains incentive fees payable or capital gains incentive fees accrued under GAAP in all prior periods. The resulting accrual for any capital gains incentive fee under GAAP in a given period may result in an additional expense if such cumulative amount is greater than in the prior period or a reversal of previously recorded expense if such cumulative amount is less than in the prior period. If such cumulative amount is negative, then there is no accrual. There can be no assurance that such unrealized capital appreciation will be realized in the future or any accrued capital gains incentive fee will become payable under the Investment Advisory Agreement. For the three months ended December 31, 2020 and 2019, the Company recorded $9.5 million and $1.1 million of accrued capital gains incentive fees, respectively.

Any amounts resulting solely from the new cost basis of the acquired OCSI investments established by ASC 805-50 (as defined in Note 15) as a result of the Mergers will be excluded from the calculation of the incentive fee on income and the incentive fee on capital gains, with such exclusion to be implemented either through an amendment to the Investment Advisory Agreement or a waiver of such amounts by Oaktree.

To ensure compliance with Section 15(f) of the Investment Company Act, OCM entered into a two-year contractual fee waiver with the Company, which ended on October 17, 2019, pursuant to which OCM waived any management or incentive fees payable under the Investment Advisory Agreement that exceeded what would have been paid to the Former Adviser in the aggregate under the Former Investment Advisory Agreement. The contractual amount of fees permanently waived at the end of the two-year period was $3.9 million. Prior to the end of the two-year period, amounts potentially subject to waiver under the two-year contractual fee waiver were accrued quarterly based on a theoretical "liquidation basis." As of September 30, 2019, the Company had accrued cumulative fee waivers of $9.1 million. During the three months ended December 31, 2019, the Company reversed $5.2 million of previously accrued fee waivers since the two-year fee waiver period has ended.

The following table provides a roll-forward of the accrued waiver balance and illustrates the impact of the end of the two-year contractual fee waiver period:

($ in millions)		
Accrued fee waivers as of September 30, 2019 (1)	$	9.1
Reversal of previously accrued fee waivers (2)		(5.2)
Contractual fees waived under the Investment Advisory Agreement (3)		(3.9)
Accrued fee waivers as of December 31, 2019	$	—

(1) Calculated in accordance with GAAP as of September 30, 2019 and is based on a hypothetical liquidation basis.

(2) Reflects the reversal of fee waivers that were previously accrued based on a hypothetical liquidation basis when the two-year contractual fee waiver was in effect. This reversal was recognized in connection with the expiration of the two-year contractual fee waiver, which ended on October 17, 2019, and is reflected in reversal of fees waived in the Consolidated Statement of Operations for the three months ended December 31, 2019.

(3) Reflects the amount of fees permanently waived pursuant to the two-year contractual fee waiver.

As of September 30, 2019, the capital gains incentive fee payable under the Investment Advisory Agreement (net of waivers) was $0.8 million as shown below:

($ in millions)	September 30, 2019 (1)	
Capital gains incentive fee payable under the Investment Advisory Agreement (prior to waivers)	$	4.6
Contractual fees waived		(3.9)
Capital gains incentive fee payable under the Investment Advisory Agreement (net of waivers)	$	0.8

(1) Amounts may not sum due to rounding.

Indemnification

The Investment Advisory Agreement provides that, absent willful misfeasance, bad faith or gross negligence in the performance of their respective duties or by reason of the reckless disregard of their respective duties and obligations, Oaktree and its officers, managers, partners, members (and their members, including the owners of their members), agents, employees, controlling persons and any other person or entity affiliated with it, are entitled to indemnification from the Company for any damages, liabilities, costs and expenses (including reasonable attorneys' fees and amounts reasonably paid in settlement) arising from the rendering of Oaktree's services under the Investment Advisory Agreement or otherwise as investment adviser.

Administrative Services

The Company is party to the Administration Agreement with Oaktree Administrator. Pursuant to the Administration Agreement, Oaktree Administrator provides administrative services to the Company necessary for the operations of the Company, which include providing office facilities, equipment, clerical, bookkeeping and record keeping services at such facilities and such other services as Oaktree Administrator, subject to review by the Company’s Board of Directors, shall from time to time deem to be necessary or useful to perform its obligations under the Administration Agreement. Oaktree Administrator may, on behalf of the Company, conduct relations and negotiate agreements with custodians, trustees, depositories, attorneys, underwriters, brokers and dealers, corporate fiduciaries, insurers, banks and such other persons in any such other capacity deemed to be necessary or desirable. Oaktree Administrator makes reports to the Company’s Board of Directors of its performance of obligations under the Administration Agreement and furnishes advice and recommendations with respect to such other aspects of the Company’s business and affairs, in each case, as it shall determine to be desirable or as reasonably required by the Company’s Board of Directors; provided that Oaktree Administrator shall not provide any investment advice or recommendation.

Oaktree Administrator also provides portfolio collection functions for interest income, fees and warrants and is responsible for the financial and other records that the Company is required to maintain and prepares, prints and disseminates reports to the Company’s stockholders and all other materials filed with the SEC. In addition, Oaktree Administrator assists the Company in determining and publishing the Company’s net asset value, overseeing the preparation and filing of the Company’s tax returns, and generally overseeing the payment of the Company’s expenses and the performance of administrative and professional services rendered to the Company by others. Oaktree Administrator may also offer to provide, on the Company’s behalf, managerial assistance to the Company’s portfolio companies.

For providing these services, facilities and personnel, the Company reimburses Oaktree Administrator the allocable portion of overhead and other expenses incurred by Oaktree Administrator in performing its obligations under the Administration Agreement, including the Company's allocable portion of the rent of the Company's principal executive offices (which are located in a building owned by a Brookfield affiliate) at market rates and the Company's allocable portion of the costs of compensation and related expenses of its Chief Financial Officer, Chief Compliance Officer, their staffs and other non-investment professionals at Oaktree that perform duties for the Company. Such reimbursement is at cost, with no profit to, or markup by, Oaktree Administrator. The Administration Agreement may be terminated by either party without penalty upon 60 days' written notice to the other. The Administration Agreement may also be terminated, without penalty, upon the vote of a majority of the Company's outstanding voting securities.

For the three months ended December 31, 2020 and 2019, the Company accrued administrative expenses of $0.4 million and $0.5 million, respectively, including $0.1 million and $0.1 million of general and administrative expenses, respectively.

As of December 31, 2020 and September 30, 2020, $2.4 million and $2.1 million, respectively, was included in "Due to affiliate" in the Consolidated Statements of Assets and Liabilities, reflecting the unpaid portion of administrative expenses and other reimbursable expenses payable to Oaktree Administrator.

Note 12. Financial Highlights

(Share amounts in thousands)	Three months ended December 31, 2020	Three months ended December 31, 2019
Net asset value per share at beginning of period	$6.49	$6.60
Net investment income (1)	0.07	0.06
Net unrealized appreciation (depreciation) (1)	0.34	0.03
Net realized gains (losses) (1)	0.06	0.02
Distributions of net investment income to stockholders	(0.11)	(0.10)
Net asset value per share at end of period	**$6.85**	**$6.61**
Per share market value at beginning of period	$4.84	$5.18
Per share market value at end of period	$5.57	$5.46
Total return (2)	17.34%	7.23%
Common shares outstanding at beginning of period	140,961	140,961
Common shares outstanding at end of period	140,961	140,961
Net assets at beginning of period	$914,879	$930,630
Net assets at end of period	$964,917	$931,082
Average net assets (3)	$944,955	$934,932
Ratio of net investment income to average net assets (4)	4.21%	3.33%
Ratio of total expenses to average net assets (4)	11.83%	7.61%
Ratio of net expenses to average net assets (4)	11.83%	9.81%
Ratio of portfolio turnover to average investments at fair value	10.34%	6.68%
Weighted average outstanding debt (5)	$703,403	$489,564
Average debt per share (1)	$4.99	$3.47
Asset coverage ratio at end of period (6)	236.67%	271.92%

(1) Calculated based upon weighted average shares outstanding for the period.

(2) Total return equals the increase or decrease of ending market value over beginning market value, plus distributions, divided by the beginning market value, assuming dividend reinvestment prices obtained under the Company's DRIP. Total return does not include sales load.

(3) Calculated based upon the weighted average net assets for the period.

(4) Interim periods are annualized.

(5) Calculated based upon the weighted average of debt outstanding for the period.

(6) Based on outstanding senior securities of $702.2 million and $540.0 million as of December 31, 2020 and 2019, respectively.

(in thousands, except share and per share amounts, percentages and as otherwise indicated)

Note 13. Derivative Instruments

The Company enters into forward currency contracts from time to time to help mitigate the impact that an adverse change in foreign exchange rates would have on the value of the Company's investments denominated in foreign currencies.

In order to better define its contractual rights and to secure rights that will help the Company mitigate its counterparty risk, the Company entered into an International Swaps and Derivatives Association, Inc. Master Agreement (the "ISDA Master Agreement") with its derivative counterparty, JPMorgan Chase Bank, N.A. The ISDA Master Agreement permits a single net payment in the event of a default or similar event. As of December 31, 2020, no cash collateral has been pledged to cover obligations and no cash collateral has been received from the counterparty with respect to the Company's forward currency contracts.

Net unrealized gains or losses on foreign currency contracts are included in "net unrealized appreciation (depreciation)" and net realized gains or losses on forward currency contracts are included in "net realized gains (losses)" in the accompanying Consolidated Statements of Operations. Forward currency contracts are considered undesignated derivative instruments.

Certain information related to the Company's foreign currency forward contracts is presented below as of December 31, 2020.

Description	Notional Amount to be Purchased	Notional Amount to be Sold	Maturity Date	Gross Amount of Recognized Assets	Gross Amount of Recognized Liabilities	Balance Sheet Location of Net Amounts
Foreign currency forward contract	$ 36,999	£ 27,894	2/11/2021	$ —	$ (1,141)	Derivative liability
Foreign currency forward contract	$ 30,308	€ 25,614	2/11/2021	$ —	$ (1,062)	Derivative liability
				$ —	**$ (2,203)**	

Certain information related to the Company's foreign currency forward contracts is presented below as of September 30, 2020.

Description	Notional Amount to be Purchased	Notional Amount to be Sold	Maturity Date	Gross Amount of Recognized Assets	Gross Amount of Recognized Liabilities	Balance Sheet Location of Net Amounts
Foreign currency forward contract	$ 35,577	£ 27,494	11/12/2020	$ 25	$ —	Derivative asset
Foreign currency forward contract	$ 30,260	€ 25,614	11/12/2020	$ 198	$ —	Derivative asset
				$ 223	**$ —**	

Note 14. Commitments and Contingencies

Merger Litigation

On December 18, 2020, putative stockholder Oklahoma Firefighters Pension and Retirement System filed a complaint on behalf of itself and all other similarly situated holders of the Company's common stock and derivatively on behalf of us as nominal defendant in the Delaware Court of Chancery, captioned *Oklahoma Firefighters Pension and Retirement System v. Frank, et al.*, No. 2020-1075-VCM (Del. Ch.). This lawsuit is referred to herein as the "Merger Litigation". The Merger Litigation alleges a direct breach of fiduciary duty claim against the Board of Directors in connection with the solicitation of the approval by the Company's stockholders of the issuance of shares of the Company's common stock to be issued pursuant to the Merger Agreement and a derivative breach of fiduciary duty claim against the Board of Directors in connection with its negotiation and approval of the Mergers. The Merger Litigation alleges, among other things, that the members of the Board of Directors had certain conflicts of interest in the negotiation and approval of the Mergers and that the initial filing of the joint proxy statement/prospectus relating to the Mergers omitted certain information that the plaintiff claims is material. The Merger Litigation, among other things, requests that the court enjoin the vote of the Company's stockholders with respect to the approval of the issuance of shares of the Company's common stock to be issued pursuant to the Merger Agreement and award attorneys' fees and damages in an unspecified amount.

The defendants believe that the Company previously made complete disclosure of all information required to be disclosed to ensure that the Company's stockholders can make an informed vote at the Company's Annual Meeting of Stockholders and that the additional disclosures requested by the plaintiff are immaterial and/or were included in the preliminary joint proxy statement/prospectus filed as part of the Company's Registration Statement on Form N-14 on November 23, 2020.

Accordingly, the defendants believe these claims are without merit and intend to vigorously defend against them. However, in an attempt to reduce the costs, risks and uncertainties inherent in litigation and to maximize the Company’s net asset value at the time of the Mergers, the Company determined to voluntarily include certain supplemental disclosures in the amendment to its Registration Statement on Form N-14 filed on January 19, 2021. The inclusion of such disclosures shall not be deemed an admission of the legal necessity or materiality of any of these disclosures under applicable law. Rather, the Company and its Board of Directors specifically deny all allegations in the Merger Litigation that any additional disclosure was or is required.

Neither the outcome of the lawsuit nor an estimate of any reasonably possible losses is determinable as of December 31, 2020. No provision for any losses related to the lawsuit has been recorded in the consolidated financial statements as of December 31, 2020. In connection with the lawsuit, the Company incurred professional fees of $0.2 million during the three months ended December 31, 2020.

Off-Balance Sheet Arrangements

The Company may be a party to financial instruments with off-balance sheet risk in the normal course of business to meet the financial needs of its portfolio companies. As of December 31, 2020, the Company's only off-balance sheet arrangements consisted of $197.6 million of unfunded commitments, which was comprised of $192.8 million to provide debt financing to certain of its portfolio companies, $1.3 million to provide equity financing to SLF JV I and $3.5 million related to unfunded limited partnership interests. As of September 30, 2020, the Company's only off-balance sheet arrangements consisted of $157.5 million of unfunded commitments, which was comprised of $152.7 million to provide debt financing to certain of its portfolio companies, $1.3 million to provide equity financing to SLF JV I and $3.5 million related to unfunded limited partnership interests. Such commitments are subject to the portfolio companies' satisfaction of certain financial and nonfinancial covenants and may involve, to varying degrees, elements of credit risk in excess of the amount recognized in the Company's Consolidated Statements of Assets and Liabilities.

(in thousands, except share and per share amounts, percentages and as otherwise indicated)

A list of unfunded commitments by investment (consisting of revolvers, term loans with delayed draw components, SLF JV I LLC subordinated notes and LLC equity interests and limited partnership interests) as of December 31, 2020 and September 30, 2020 is shown in the table below:

	December 31, 2020	September 30, 2020
Assembled Brands Capital LLC	$ 33,326	$ 36,079
WPEngine, Inc.	26,348	26,348
NuStar Logistics, L.P.	17,911	17,911
Athenex, Inc.	17,085	22,780
FFI Holdings I Corp	16,529	—
Thrasio, LLC	11,355	—
Jazz Acquisition, Inc.	10,147	—
Gulf Operating, LLC	10,064	—
Latam Airlines Group S.A.	8,177	—
MRI Software LLC	6,473	7,239
NeuAG, LLC	4,382	4,382
Corrona, LLC	3,968	5,189
Olaplex, Inc.	3,834	1,917
Pingora MSR Opportunity Fund I-A, LP	3,500	3,500
Dominion Diagnostics, LLC	3,449	5,887
Mindbody, Inc.	3,048	3,048
Ardonagh Midco 3 PLC	2,506	3,007
Accupac, Inc.	2,346	2,346
Acquia Inc.	2,240	2,240
New IPT, Inc.	2,229	2,229
ADB Companies, LLC	1,667	—
Apptio, Inc.	1,538	1,538
Telestream Holdings Corporation	1,417	—
Senior Loan Fund JV I, LLC	1,328	1,328
Ministry Brands, LLC	1,000	425
Coyote Buyer, LLC	942	942
Immucor, Inc.	541	541
GKD Index Partners, LLC	231	231
A.T. Holdings II SÀRL	—	7,541
iCIMs, Inc.	—	882
Total	**$ 197,581**	**$ 157,530**

Note 15. Pending Merger with OCSI

On October 28, 2020, the Company entered into the Merger Agreement, which provides that, subject to the conditions set forth in the Merger Agreement, at the Effective Time Merger Sub will merge with and into OCSI, with OCSI continuing as the surviving company and as a wholly-owned subsidiary of the Company and, immediately thereafter, OCSI will merge with and into the Company, with the Company continuing as the surviving company.

At the Effective Time, each share of common stock, par value $0.01 per share, of OCSI ("OCSI Common Stock") issued and outstanding immediately prior to the Effective Time (other than shares owned by the Company or any of its consolidated subsidiaries (the "Cancelled Shares")) will be converted into the right to receive a number of shares of the Company's common stock equal to the Exchange Ratio (as defined below), plus any cash (without interest) in lieu of fractional shares.

As of a mutually agreed date no earlier than 48 hours (excluding Sundays and holidays) prior to the Effective Time (such date, the "Determination Date"), each of the Company and OCSI will deliver to the other a calculation of its net asset value as of such date (such calculation with respect to the Company, the "Closing OCSL Net Asset Value" and such calculation with respect to OCSI, the "Closing OCSI Net Asset Value"), in each case using a pre-agreed set of assumptions, methodologies and adjustments. Based on such calculations, the parties will calculate the "OCSI Per Share NAV", which will be equal to (i) the Closing OCSI Net Asset Value divided by (ii) the number of shares of OCSI Common Stock issued and outstanding as of the Determination Date (excluding any Cancelled Shares), and the "OCSL Per Share NAV", which will be equal to (A) the Closing OCSL Net Asset Value divided by (B) the number of shares of the Company's common stock issued and outstanding as of the Determination Date. The "Exchange Ratio" will be equal to the quotient (rounded to four decimal places) of (i) the OCSI Per Share NAV divided by (ii) the OCSL Per Share NAV.

The Company and OCSI will update and redeliver the Closing OCSL Net Asset Value or the Closing OCSI Net Asset Value, respectively, in the event of a material change to such calculation between the Determination Date and the closing of the Mergers and if needed to ensure that the calculation is determined within 48 hours (excluding Sundays and holidays) prior to the Effective Time.

The Merger Agreement contains customary representations and warranties by each of the Company, OCSI and Oaktree. The Merger Agreement also contains customary covenants, including, among others, covenants relating to the operation of each of the Company's and OCSI's businesses during the period prior to the closing of the Mergers.

Consummation of the Mergers, which is currently anticipated to occur during the first half of calendar year 2021, is subject to certain closing conditions, including requisite approvals of the Company's and OCSI's stockholders and certain other closing conditions.

The Merger Agreement also contains certain termination rights in favor of the Company and OCSI, including if the Mergers are not completed on or before July 28, 2021 or if the requisite approvals of the Company's or OCSI's stockholders are not obtained. The Merger Agreement provides that, upon the termination of the Merger Agreement under certain circumstances, a third party acquiring OCSI may be required to pay the Company a termination fee of approximately $5.7 million. The Merger Agreement provides that, upon the termination of the Merger Agreement under certain circumstances, a third party acquiring the Company may be required to pay OCSI a termination fee of approximately $20.0 million.

The Mergers are expected to be accounted for as an asset acquisition of OCSI by the Company in accordance with the asset acquisition method of accounting as detailed in ASC 805-50, *Business Combinations—Related Issues*, with the fair value of total consideration paid in conjunction with the Mergers allocated to the assets acquired and liabilities assumed based on their relative fair values as of the date of the Mergers. Under asset acquisition accounting, acquiring assets in groups not only requires ascertaining the cost of the asset (or net assets), but also allocating that cost to the individual assets (or individual assets and liabilities) that make up the group. The consideration paid by the Company will be allocated to the individual assets acquired or liabilities assumed based on their relative fair values of net identifiable assets acquired other than "non-qualifying" assets (for example, cash) and does not give rise to goodwill. The Company has determined the fair value of its shares of common stock to be issued pursuant to the Merger Agreement plus transaction costs ("purchase price") to be most evident of fair value for measuring the consideration given in connection with the Mergers. To the extent that the purchase price does not closely approximate the net asset value of the Company's common stock at such time, the difference between the purchase price and the fair value of OCSI's net assets acquired would result in a purchase discount or premium (henceforth referred to as the ("purchase discount (or premium)"). The purchase discount (or premium) will be allocated to the acquired assets and assumed liabilities of OCSI based on their relative fair values as of the Effective Time. Immediately following the Mergers, the Company will record its investments, including the acquired OCSI investments, at their respective fair values and, as a result, the purchase discount (or premium) allocated to the cost basis of the investments acquired from OCSI will be recognized as unrealized appreciation (or depreciation). The purchase discount (or premium) allocated to the acquired OCSI investments in loans would accrete (or amortize) over the life of the loans through interest income with a corresponding reversal of the initial unrealized appreciation (or depreciation) on the acquired OCSI loans through their ultimate disposition. The purchase discount (or premium) allocated to the acquired OCSI investments in equity securities would not accrete (or amortize) over the life of the equity securities through interest income and, assuming no subsequent change to the fair value of the acquired OCSI equity securities and disposition of such equity securities at fair value, would be recognized as realized gain (or loss) with a corresponding reversal of the unrealized appreciation (or depreciation) upon disposition of such equity securities. The final allocation of the purchase price will be determined after the Mergers are completed and after completion of a final analysis to determine the estimated relative fair values of OCSI's assets and liabilities.

Note 16. Subsequent Events

The Company's management evaluated subsequent events through the date of issuance of the Consolidated Financial Statements. There have been no subsequent events that occurred during such period that would require disclosure in, or would be required to be recognized in the Consolidated Financial Statements as of and for the three months ended December 31, 2020, except as discussed below.

Distribution Declaration

On January 29, 2021, the Company's Board of Directors declared a quarterly distribution of $0.12 per share, payable in cash on March 31, 2021 to stockholders of record on March 15, 2021.

Oaktree Specialty Lending Corporation

Schedule of Investments in and Advances to Affiliates
(in thousands, except share and per share amounts, percentages and as otherwise indicated)
Three months ended December 31, 2020

Portfolio Company/Type of Investment (1)	Cash Interest Rate	Industry	Principal	Net Realized Gain (Loss)	Amount of Interest, Fees or Dividends Credited in Income (2)	Fair Value as of October 1, 2020	Gross Additions (3)	Gross Reductions (4)	Fair Value as of December 31, 2020	% of Total Net Assets
Control Investments										
C5 Technology Holdings, LLC		Data Processing & Outsourced Services								
829 Common Units				$ —	$ —	$ —	$ —	$ —	$ —	— %
34,984,460.37 Preferred Units				—	—	27,638	—	—	27,638	2.9 %
Dominion Diagnostics, LLC		Health Care Services								
First Lien Term Loan, LIBOR+5.00% cash due 2/28/2024	6.00 %		$ 27,590	—	437	27,660	—	(70)	27,590	2.9 %
First Lien Revolver, LIBOR+5.00% cash due 2/28/2024	6.00 %		7,699	—	111	5,260	2,439	—	7,699	0.8 %
30,030.8 Common Units in DD Healthcare Services Holdings, LLC				—	—	7,667	—	—	7,667	0.8 %
First Star Speir Aviation Limited (5)		Airlines								
First Lien Term Loan, 9.00% cash due 12/15/2025			7,500	—	130	11,510	—	(4,010)	7,500	0.8 %
100% equity interest				—	—	1,622	2,204	(2,145)	1,681	0.2 %
New IPT, Inc.		Oil & Gas Equipment & Services								
First Lien Term Loan, LIBOR+5.00% cash due 3/17/2021	6.00 %		2,154	—	37	1,800	33	(150)	1,683	0.2 %
First Lien Revolver, LIBOR+5.00% cash due 3/17/2021	6.00 %		1,009	—	17	788	—	—	788	0.1 %
50.087 Class A Common Units in New IPT Holdings, LLC				—	—	—	—	—	—	— %
Senior Loan Fund JV I, LLC (6)		Multi-Sector Holdings								
Subordinated Debt, LIBOR+7.00% cash due 12/29/2028	7.14 %		96,250	—	1,756	96,250	—	—	96,250	10.0 %
87.5% LLC equity interest				—	—	21,190	8,074	—	29,264	3.0 %
Total Control Investments			**$142,202**	**$ —**	**$ 2,488**	**$ 201,385**	**$ 12,750**	**$ (6,375)**	**$ 207,760**	**21.5 %**
Affiliate Investments										
Assembled Brands Capital LLC		Specialized Finance								
First Lien Revolver, LIBOR+6.00% cash due 10/17/2023	7.00 %		$ 7,440	$ —	$ 110	$ 4,194	$ 2,755	$ —	$ 6,949	0.7 %
1,609,201 Class A Units				—	—	483	—	(65)	418	— %
1,019,168.80 Preferred Units, 6%				—	—	1,091	10	—	1,101	0.1 %
70,424.5641 Class A Warrants (exercise price $3.3778) expiration date 9/9/2029				—	—	—	—	—	—	— %
Caregiver Services, Inc.		Health Care Services								
1,080,399 shares of Series A Preferred Stock, 10%			—	—	—	741	—	(238)	503	0.1 %
Total Affiliate Investments			**$ 7,440**	**$ —**	**$ 110**	**$ 6,509**	**$ 2,765**	**$ (303)**	**$ 8,971**	**0.9 %**
Total Control & Affiliate Investments			**$149,642**	**$ —**	**$ 2,598**	**$ 207,894**	**$ 15,515**	**$ (6,678)**	**$ 216,731**	**22.5 %**

This schedule should be read in connection with the Company's Consolidated Financial Statements, including the Consolidated Schedules of Investments and Notes to the Consolidated Financial Statements.

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(1) The principal amount and ownership detail are shown in the Company's Consolidated Schedules of Investments.
(2) Represents the total amount of interest (net of non-accrual amounts), fees and dividends credited to income for the portion of the period an investment was included in the Control or Affiliate categories.

(3) Gross additions include increases in the cost basis of investments resulting from new portfolio investments, follow-on investments, accrued PIK interest (net of non-accrual amounts) and the exchange of one or more existing securities for one or more new securities. Gross additions also include net increases in unrealized appreciation or net decreases in unrealized depreciation as well as the movement of an existing portfolio company into this category or out of a different category.

(4) Gross reductions include decreases in the cost basis of investments resulting from principal payments or sales and exchanges of one or more existing securities for one or more new securities. Gross reductions also include net increases in unrealized depreciation or net decreases in unrealized appreciation as well as the movement of an existing portfolio company out of this category and into a different category.

(5) First Star Speir Aviation Limited is a wholly-owned holding company formed by the Company in order to facilitate its investment strategy. In accordance with ASU 2013-08, the Company has deemed the holding company to be an investment company under GAAP and therefore deemed it appropriate to consolidate the financial results and financial position of the holding company and to recognize dividend income versus a combination of interest income and dividend income. Accordingly, the debt and equity investments in the wholly-owned holding company are disregarded for accounting purposes since the economic substance of these instruments are equity investments in the operating entities.

(6) Together with Kemper, the Company co-invests through SLF JV I. SLF JV I is capitalized as transactions are completed and all portfolio and investment decisions in respect to SLF JV I must be approved by the SLF JV I investment committee consisting of representatives of the Company and Kemper (with approval from a representative of each required).

Oaktree Specialty Lending Corporation

Schedule of Investments in and Advances to Affiliates
(in thousands, except share and per share amounts, percentages and as otherwise indicated)
Three months ended December 31, 2019

Portfolio Company/Type of Investment (1)	Cash Interest Rate	Industry	Principal	Net Realized Gain (Loss)	Amount of Interest, Fees or Dividends Credited in Income (2)	Fair Value as of October 1, 2019	Gross Additions (3)	Gross Reductions (4)	Fair Value as of December 31, 2019	% of Total Net Assets
Control Investments										
C5 Technology Holdings, LLC		Data Processing & Outsourced Services								
829 Common Units				$ —	$ —	$ —	$ —	$ —	$ —	— %
34,984,460.37 Preferred Units				—	—	34.984	—	—	34,984	3.8 %
First Star Speir Aviation Limited (5)		Airlines								
First Lien Term Loan, 9.00% cash due 12/15/2020			$ 11,510	—	323	11,510	—	—	11,510	1.2 %
100% equity interest			—	—	—	4,630	—	(174)	4,456	0.5 %
New IPT, Inc.		Oil & Gas Equipment & Services								
First Lien Term Loan, LIBOR+5.00% cash due 3/17/2021	6.94 %		2,755	—	61	3,256	—	(501)	2,755	0.3 %
First Lien Revolver, LIBOR+5.00% cash due 3/17/2021	6.94 %		1,009	—	20	1,009	—	—	1,009	0.1 %
50.087 Class A Common Units in New IPT Holdings, LLC				—	—	2,903	—	—	2,903	0.3 %
Senior Loan Fund JV I, LLC (6)		Multi-Sector Holdings								
Subordinated Debt, LIBOR+7.00% cash due 12/29/2028	9.01 %		96,250	—	2,217	96,250	—	—	96,250	10.3 %
87.5% LLC equity interest				—	—	30,052	2,171	—	32,223	3.5 %
Thruline Marketing, Inc.		Advertising								
First Lien Term Loan, LIBOR+7.00% cash due 4/3/2022			—	—	257	18,146	—	(18,146)	—	— %
First Lien Revolver, LIBOR+7.75% cash due 4/3/2022			—	—	2	—	—	—	—	— %
9,073 Class A Units in FS AVI Holdco, LLC				—	—	6,438	—	—	6,438	0.7 %
Total Control Investments			**$111,524**	**$ —**	**$ 2,880**	**$ 209,178**	**$ 2,171**	**$ (18,821)**	**$ 192,528**	**20.7 %**
Affiliate Investments										
Assembled Brands Capital LLC		Specialized Finance								
First Lien Delayed Draw Term Loan, LIBOR+6.00% cash due 10/17/2023	7.94 %		$ 5,585	$ —	$ 119	$ 5,585	$ —	$ —	$ 5,585	0.6 %
1,609,201 Class A Units				—	—	782	135	—	917	0.1 %
1,019,168.80 Preferred Units, 6%				—	—	1,019	21	—	1,040	0.1 %
70,424.5641 Class A Warrants (exercise price $3.3778) expiration date 9/9/2029				—	—	—	—	—	—	— %
Caregiver Services, Inc.		Health Care Services								
1,080,399 shares of Series A Preferred Stock, 10%			—	—	—	1,784	—	(220)	1,564	0.2 %
Total Affiliate Investments			**$ 5,585**	**$ —**	**$ 119**	**$ 9,170**	**$ 156**	**$ (220)**	**$ 9,106**	**1.0 %**
Total Control & Affiliate Investments			**$117,109**	**$ —**	**$ 2,999**	**$ 218,348**	**$ 2,327**	**$ (19,041)**	**$ 201,634**	**21.7 %**

This schedule should be read in connection with the Company's Consolidated Financial Statements, including the Consolidated Schedules of Investments and Notes to the Consolidated Financial Statements.

(1) The principal amount and ownership detail are shown in the Company's Consolidated Schedules of Investments as of December 31, 2019 included in the Company's quarterly report on Form 10-Q for the quarter ended December 31, 2019.
(2) Represents the total amount of interest (net of non-accrual amounts), fees and dividends credited to income for the portion of the period an investment was included in the Control or Affiliate categories.
(3) Gross additions include increases in the cost basis of investments resulting from new portfolio investments, follow-on investments, accrued PIK interest (net of non-accrual amounts) and the exchange of one or more existing securities for one or more new securities.

Gross additions also include net increases in unrealized appreciation or net decreases in unrealized depreciation as well as the movement of an existing portfolio company into this category or out of a different category.

(4) Gross reductions include decreases in the cost basis of investment resulting from principal payments or sales and exchanges of one or more existing securities for one or more new securities. Gross reductions also include net increases in unrealized depreciation or net decreases in unrealized appreciation as well as the movement of an existing portfolio company out of this category and into a different category.

(5) First Star Speir Aviation Limited is a wholly-owned holding company formed by the Company in order to facilitate its investment strategy. In accordance with ASU 2013-08, the Company has deemed the holding company to be an investment company under GAAP and therefore deemed it appropriate to consolidate the financial results and financial position of the holding company and to recognize dividend income versus a combination of interest income and dividend income. Accordingly, the debt and equity investments in the holding company is disregarded for accounting purposes since the economic substance of this instrument is an equity investment in the operating entity.

(6) Together with Kemper, the Company co-invests through SLF JV I. SLF JV I is capitalized as transactions are completed and all portfolio and investment decisions in respect to SLF JV I must be approved by the SLF JV I investment committee consisting of representatives of the Company and Kemper (with approval from a representative of each required).

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

The following discussion should be read in connection with our Consolidated Financial Statements and the notes thereto included elsewhere in this quarterly report on Form 10-Q.

Some of the statements in this quarterly report on Form 10-Q constitute forward-looking statements because they relate to future events or our future performance or financial condition. The forward-looking statements contained in this quarterly report on Form 10-Q may include statements as to:

- our future operating results and distribution projections;
- the ability of Oaktree Fund Advisors, LLC, or Oaktree, to reposition our portfolio and to implement Oaktree's future plans with respect to our business;
- the ability of Oaktree and its affiliates to attract and retain highly talented professionals;
- our business prospects and the prospects of our portfolio companies;
- the impact of the investments that we expect to make;
- the ability of our portfolio companies to achieve their objectives;
- our expected financings and investments and additional leverage we may seek to incur in the future;
- the adequacy of our cash resources and working capital;
- the timing of cash flows, if any, from the operations of our portfolio companies; and
- the cost or potential outcome of any litigation to which we may be a party.

In addition, words such as “anticipate,” “believe,” “expect,” “seek,” “plan,” “should,” “estimate,” “project” and “intend” indicate forward-looking statements, although not all forward-looking statements include these words. The forward-looking statements contained in this quarterly report on Form 10-Q involve risks and uncertainties. Our actual results could differ materially from those implied or expressed in the forward-looking statements for any reason, including the factors set forth in “*Item 1A. Risk Factors*” in our annual report on Form 10-K for the year ended September 30, 2020 and elsewhere in this quarterly report on Form 10-Q.

Other factors that could cause actual results to differ materially include:

- changes or potential disruptions in our operations, the economy, financial markets or political environment;
- risks associated with possible disruption in our operations or the economy generally due to terrorism, natural disasters or the COVID-19 pandemic;
- future changes in laws or regulations (including the interpretation of these laws and regulations by regulatory authorities) and conditions in our operating areas, particularly with respect to Business Development Companies or regulated investment companies, or RICs;
- general considerations associated with the COVID-19 pandemic;
- the ability of the parties to consummate the Mergers (as defined below) on the expected timeline, or at all;
- the ability to realize the anticipated benefits of the Mergers;
- the effects of disruption on our business from the proposed Mergers;
- the combined company’s plans, expectations, objectives and intentions, as a result of the Mergers;
- any potential termination of the Merger Agreement;
- the actions of our stockholders or the stockholders of Oaktree Strategic Income Corporation, or OCSI, with respect to the proposals submitted for their approval in connection with the Mergers; and
- other considerations that may be disclosed from time to time in our publicly disseminated documents and filings.

We have based the forward-looking statements included in this quarterly report on Form 10-Q on information available to us on the date of this quarterly report, and we assume no obligation to update any such forward-looking statements. Although we undertake no obligation to revise or update any forward-looking statements, whether as a result of new information, future events or otherwise, you are advised to consult any additional disclosures that we may make directly to you or through reports that we in the future may file with the Securities and Exchange Commission, or the SEC, including annual reports on Form 10-K, quarterly reports on Form 10-Q and current reports on Form 8-K.

All dollar amounts in tables are in thousands, except share and per share amounts and as otherwise indicated.

Business Overview

We are a specialty finance company that looks to provide customized, one-stop credit solutions to companies with limited access to public or syndicated capital markets. We are a closed-end, externally managed, non-diversified management investment company that has elected to be regulated as a Business Development Company under the Investment Company Act of 1940, as amended, or the Investment Company Act. In addition, we have qualified and elected to be treated as a RIC under the Internal Revenue Code of 1986, as amended, or the Code for tax purposes.

We are externally managed by Oaktree pursuant to an investment advisory agreement, as amended from time to time, or the Investment Advisory Agreement. Oaktree Fund Administration, LLC, or the Oaktree Administrator, an affiliate of Oaktree, provides certain administrative and other services necessary for us to operate pursuant to an administration agreement, as amended from time to time, or the Administration Agreement.

Our investment objective is to generate current income and capital appreciation by providing companies with flexible and innovative financing solutions, including first and second lien loans, unsecured and mezzanine loans, bonds, preferred equity and certain equity co-investments. We may also seek to generate capital appreciation and income through secondary investments at discounts to par in either private or syndicated transactions. Our portfolio may also include certain structured finance and other non-traditional structures. We invest in companies that typically possess resilient business models with strong underlying fundamentals. We intend to deploy capital across credit and economic cycles with a focus on long-term results, which we believe will enable us to build lasting partnerships with financial sponsors and management teams, and we may seek to opportunistically take advantage of dislocations in the financial markets and other situations that may benefit from Oaktree’s credit and structuring expertise, including during the COVID-19 pandemic. Sponsors may include financial sponsors, such as an institutional investor or a private equity firm, or a strategic entity seeking to invest in a portfolio company. Oaktree is generally focused on middle-market companies, which we define as companies with enterprise values of between $100 million and $750 million. We generally invest in securities that are rated below investment grade by rating agencies or that would be rated below investment grade if they were rated. Below investment grade securities, which are often referred to as “high yield” and “junk,” have predominantly speculative characteristics with respect to the issuer’s capacity to pay interest and repay principal.

Oaktree intends to continue to rotate our portfolio into investments that are better aligned with Oaktree's overall approach to credit investing and that it believes have the potential to generate attractive returns across market cycles (which we call "core investments"). Oaktree has performed a comprehensive review of our portfolio and categorized our portfolio into core investments, non-core performing investments and underperforming investments. Certain additional information on such categorization and our portfolio composition is included in investor presentations that we file with the SEC. Since an Oaktree affiliate became our investment adviser in October 2017, Oaktree and its affiliates have reduced the investments identified as non-core by over $700 million at fair value. Over time, Oaktree intends to rotate us out of the remaining non-core investments, which were approximately $125 million at fair value as of December 31, 2020. Oaktree periodically reviews designations of investments as core and non-core and may change such designations over time.

On October 28, 2020, we entered into an Agreement and Plan of Merger, or the Merger Agreement, with OCSI, Lion Merger Sub, Inc., a Delaware corporation and our wholly-owned subsidiary, or the Merger Sub, and, solely for the limited purposes set forth therein, Oaktree. The Merger Agreement provides that, subject to the conditions set forth in the Merger Agreement, Merger Sub will merge with and into OCSI, with OCSI continuing as the surviving company and as our wholly-owned subsidiary, or the Merger, and, immediately thereafter, OCSI will merge with and into us, with us continuing as the surviving company, or together with the Merger, the Mergers. Consummation of the Mergers, which is currently anticipated to occur during the first half of calendar year 2021, is subject to certain closing conditions, including requisite approvals of our and OCSI’s stockholders and certain other closing conditions. For more information about the Mergers, see Note 15 to our consolidated financial statements included in this quarterly report on Form 10-Q and our final joint proxy statement/prospectus filed with the SEC on January 21, 2021.

Business Environment and Developments

We believe that the COVID-19 pandemic may have lasting effects on the U.S. and global financial markets and may cause further economic uncertainties or deterioration in the performance of the middle market in the United States and worldwide. While the initial market disruptions have somewhat eased, the global economy continues to experience economic uncertainty, particularly due to difficulties in the reopening of certain economies, or portions thereof, and delays in vaccine rollout. This uncertainty can impact the overall supply and demand of the market through changing spreads, deal terms and structures, and equity purchase price multiples.

Despite this economic uncertainty, we believe attractive risk-adjusted returns can be achieved by making loans to companies in the middle market. Given the breadth of the investment platform of Oaktree and its affiliates, we believe that we have the resources and experience to source, diligence and structure investments in these companies and are well placed to generate attractive returns for investors.

We have proactively taken a number of actions to evaluate and support our portfolio companies in light of the COVID-19 pandemic, including outreach to a variety of management teams and sponsors. We have been in close contact with many of our portfolio companies to understand their liquidity and solvency positions. We believe that these efforts to closely monitor and identify vulnerable investments will allow us to address potential problems early and provide constructive solutions to our portfolio companies.

As of December 31, 2020, 88.8% of our debt investment portfolio (at fair value) and 89.6% of our debt investment portfolio (at cost) bore interest at floating rates indexed to the LIBOR and/or an alternate base rate (e.g., prime rate), which typically resets semi-annually, quarterly or monthly at the borrower's option. As a result of the COVID-19 pandemic and the related decision of the U.S. Federal Reserve to reduce certain interest rates, LIBOR decreased beginning in March 2020. A prolonged reduction in interest rates will result in a decrease in our total investment income and could result in a decrease in our net investment income to the extent the decreases are not offset by an increase in the spread on our floating rate investments, a decrease in our interest expense or a reduction of our incentive fee on income. In July 2017, the head of the United Kingdom Financial Conduct Authority, or the FCA, announced the desire to phase out the use of LIBOR by the end of 2021. However, the FCA recently announced that most US Dollar LIBOR would continue to be published through June 30, 2023. In anticipation of the cessation of LIBOR, we may need to renegotiate any credit agreements extending beyond the applicable phase out date with our prospective portfolio companies that utilize LIBOR as a factor in determining the interest rate. Certain of the loan agreements with our portfolio companies have included fallback language in the event that LIBOR becomes unavailable. This language generally provides that the administrative agent may identify a replacement reference rate, typically with the consent of (or prior consultation with) the borrower. In certain cases, the administrative agent will be required to obtain the consent of either a majority of the lenders under the facility, or the consent of each lender, prior to identifying a replacement reference rate. Certain of the loan agreements with our portfolio companies do not include any fallback language providing a mechanism for the parties to negotiate a new reference interest rate and will instead revert to the base rate in the event LIBOR ceases to exist.

Critical Accounting Policies

Basis of Presentation

Our Consolidated Financial Statements have been prepared in accordance with accounting principles generally accepted in the United States of America, or GAAP, and pursuant to the requirements for reporting on Form 10-Q and Regulation S-X. In the opinion of management, all adjustments of a normal recurring nature considered necessary for the fair presentation of the Consolidated Financial Statements have been made. All intercompany balances and transactions have been eliminated. We are an investment company following the accounting and reporting guidance in Financial Accounting Standards Board, or FASB, Accounting Standards Codification, or ASC, Topic 946, *Financial Services-Investment Companies*, or ASC 946.

Investment Valuation

We value our investments in accordance with FASB ASC Topic 820, Fair Value Measurements and Disclosures, or ASC 820, which defines fair value as the amount that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. A liability's fair value is defined as the amount that would be paid to transfer the liability to a new obligor, not the amount that would be paid to settle the liability with the creditor. ASC 820 prioritizes the use of observable market prices over entity-specific inputs. Where observable prices or inputs are not available or reliable, valuation techniques are applied. These valuation techniques involve some level of management estimation and judgment, the degree of which is dependent on the price transparency for the investments or market and the investments' complexity.

Hierarchical levels, defined by ASC 820 and directly related to the amount of subjectivity associated with the inputs to fair valuation of these assets and liabilities, are as follows:

- Level 1 — Unadjusted, quoted prices in active markets for identical assets or liabilities as of the measurement date.
- Level 2 — Observable inputs other than Level 1 prices, such as quoted prices for similar assets or liabilities; quoted prices in markets that are not active; or other inputs that are observable or can be corroborated by observable market data at the measurement date for substantially the full term of the assets or liabilities.
- Level 3 — Unobservable inputs that reflect management's best estimate of what market participants would use in pricing the asset or liability at the measurement date. Consideration is given to the risk inherent in the valuation technique and the risk inherent in the inputs to the model.

If inputs used to measure fair value fall into different levels of the fair value hierarchy, an investment's level is based on the lowest level of input that is significant to the fair value measurement. Our assessment of the significance of a particular input to the fair value measurement in its entirety requires judgment and considers factors specific to the investment. This includes investment securities that are valued using "bid" and "ask" prices obtained from independent third party pricing services or directly from brokers. These investments may be classified as Level 3 because the quoted prices may be indicative in nature for securities that are in an inactive market, may be for similar securities or may require adjustments for investment-specific factors or restrictions.

Financial instruments with readily available quoted prices generally will have a higher degree of market price observability and a lesser degree of judgment inherent in measuring fair value. As such, Oaktree obtains and analyzes readily available market quotations provided by pricing vendors and brokers for all of our investments for which quotations are available. In determining the fair value of a particular investment, pricing vendors and brokers use observable market information, including both binding and non-binding indicative quotations.

We seek to obtain at least two quotations for the subject or similar securities, typically from pricing vendors. If we are unable to obtain two quotes from pricing vendors, or if the prices obtained from pricing vendors are not within our set threshold, we seek to obtain a quote directly from a broker making a market for the asset. Oaktree evaluates the quotations provided by pricing vendors and brokers based on available market information, including trading activity of the subject or similar securities, or by performing a comparable security analysis to ensure that fair values are reasonably estimated. Oaktree also performs back-testing of valuation information obtained from pricing vendors and brokers against actual prices received in transactions. In addition to ongoing monitoring and back-testing, Oaktree performs due diligence procedures over pricing vendors to understand their methodology and controls to support their use in the valuation process. Generally, we do not adjust any of the prices received from these sources.

If the quotations obtained from pricing vendors or brokers are determined to not be reliable or are not readily available, we value such investments using any of three different valuation techniques. The first valuation technique is the transaction precedent technique, which utilizes recent or expected future transactions of the investment to determine fair value, to the extent applicable. The second valuation technique is an analysis of the enterprise value, or EV, of the portfolio company. EV means the entire value of the portfolio company to a market participant, including the sum of the values of debt and equity securities used to capitalize the enterprise at a point in time. The EV analysis is typically performed to determine (i) the value of equity investments, (ii) whether there is credit impairment for debt investments and (iii) the value for debt investments that we are deemed to control under the Investment Company Act. To estimate the EV of a portfolio company, Oaktree analyzes various factors, including the portfolio company’s historical and projected financial results, macroeconomic impacts on the company and competitive dynamics in the company’s industry. Oaktree also utilizes some or all of the following information based on the individual circumstances of the portfolio company: (i) valuations of comparable public companies, (ii) recent sales of private and public comparable companies in similar industries or having similar business or earnings characteristics, (iii) purchase prices as a multiple of their earnings or cash flow, (iv) the portfolio company’s ability to meet its forecasts and its business prospects, (v) a discounted cash flow analysis, (vi) estimated liquidation or collateral value of the portfolio company’s assets and (vii) offers from third parties to buy the portfolio company. We may probability weight potential sale outcomes with respect to a portfolio company when uncertainty exists as of the valuation date. The third valuation technique is a market yield technique, which is typically performed for non-credit impaired debt investments. In the market yield technique, a current price is imputed for the investment based upon an assessment of the expected market yield for a similarly structured investment with a similar level of risk, and we consider the current contractual interest rate, the capital structure and other terms of the investment relative to risk of the company and the specific investment. A key determinant of risk, among other things, is the leverage through the investment relative to the EV of the portfolio company. As debt investments held by us are substantially illiquid with no active transaction market, we depend on primary market data, including newly funded transactions and industry-specific market movements, as well as secondary market data with respect to high yield debt instruments and syndicated loans, as inputs in determining the appropriate market yield, as applicable.

In accordance with ASC 820-10, certain investments that qualify as investment companies in accordance with ASC 946 may be valued using net asset value as a practical expedient for fair value. Consistent with FASB guidance under ASC 820, these investments are excluded from the hierarchical levels. These investments are generally not redeemable.

We estimate the fair value of privately held warrants using a Black Scholes pricing model, which includes an analysis of various factors and subjective assumptions, including the current stock price (by using an EV analysis as described above), the expected period until exercise, expected volatility of the underlying stock price, expected dividends and the risk-free rate. Changes in the subjective input assumptions can materially affect the fair value estimates.

Our Board of Directors undertakes a multi-step valuation process each quarter in connection with determining the fair value of our investments:

- The quarterly valuation process begins with each portfolio company or investment being initially valued by Oaktree’s valuation team in conjunction with Oaktree’s portfolio management team and investment professionals responsible for each portfolio investment;
- Preliminary valuations are then reviewed and discussed with management of Oaktree;

- Separately, independent valuation firms engaged by our Board of Directors prepare valuations of our investments, on a selected basis, for which market quotations are not readily available or are readily available but deemed not reflective of the fair value of the investment, and submit the reports to us and provide such reports to Oaktree and the Audit Committee of our Board of Directors;
- Oaktree compares and contrasts its preliminary valuations to the valuations of the independent valuation firms and prepares a valuation report for the Audit Committee;
- The Audit Committee reviews the preliminary valuations with Oaktree, and Oaktree responds and supplements the preliminary valuations to reflect any discussions between Oaktree and the Audit Committee;
- The Audit Committee makes a recommendation to our full Board of Directors regarding the fair value of the investments in our portfolio; and
- Our Board of Directors discusses valuations and determines the fair value of each investment in our portfolio.

The fair value of our investments as of December 31, 2020 and September 30, 2020 was determined in good faith by our Board of Directors. Our Board of Directors has and will continue to engage independent valuation firms to provide assistance regarding the determination of the fair value of a portion of our portfolio securities for which market quotations are not readily available or are readily available but deemed not reflective of the fair value of the investment each quarter, and the Board of Directors may reasonably rely on that assistance. As of December 31, 2020, 94.3% of our portfolio at fair value was valued either based on market quotations, the transactions precedent approach or corroborated by independent valuation firms. However, our Board of Directors is responsible for the ultimate valuation of the portfolio investments at fair value as determined in good faith pursuant to our valuation policy and a consistently applied valuation process.

Due to the inherent uncertainty of determining the fair value of investments that do not have a readily available market value, the fair value of our investments may fluctuate from period to period. Because of the inherent uncertainty of valuation, these estimated values may differ significantly from the values that would have been reported had a ready market for the investments existed, and it is reasonably possible that the difference could be material.

As of December 31, 2020 and September 30, 2020, approximately 95.5% and 95.9%, respectively, of our total assets represented investments at fair value.

Revenue Recognition

Interest Income

Interest income, adjusted for accretion of original issue discount, or OID, is recorded on an accrual basis to the extent that such amounts are expected to be collected. We stop accruing interest on investments when it is determined that interest is no longer collectible. Investments that are expected to pay regularly scheduled interest in cash are generally placed on non-accrual status when there is reasonable doubt that principal or interest cash payments will be collected. Cash interest payments received on investments may be recognized as income or a return of capital depending upon management's judgment. A non-accrual investment is restored to accrual status if past due principal and interest are paid in cash, and the portfolio company, in management's judgment, is likely to continue timely payment of its remaining obligations. As of December 31, 2020, there was one investment on which we had stopped accruing cash and/or payment in kind, or PIK, interest or OID income.

In connection with our investment in a portfolio company, we sometimes receive nominal cost equity that is valued as part of the negotiation process with the portfolio company. When we receive nominal cost equity, we allocate our cost basis in the investment between debt securities and the nominal cost equity at the time of origination. Any resulting discount from recording the loan, or otherwise purchasing a security at a discount, is accreted into interest income over the life of the loan.

PIK Interest Income

Our investments in debt securities may contain PIK interest provisions. PIK interest, which typically represents contractually deferred interest added to the loan balance that is generally due at the end of the loan term, is generally recorded on the accrual basis to the extent such amounts are expected to be collected. We generally cease accruing PIK interest if there is insufficient value to support the accrual or if we do not expect the portfolio company to be able to pay all principal and interest due. Our decision to cease accruing PIK interest on a loan or debt security involves subjective judgments and determinations based on available information about a particular portfolio company, including whether the portfolio company is current with respect to its payment of principal and interest on its loans and debt securities; financial statements and financial projections for the portfolio company; our assessment of the portfolio company's business development success; information obtained by us in connection with periodic formal update interviews with the portfolio company's management and, if appropriate, the private equity sponsor; and information about the general economic and market conditions in which the portfolio company operates. Our determination to cease accruing PIK interest is generally made well before our full write-down of a loan or debt security. In addition, if it is subsequently determined that we will not be able to collect any previously accrued PIK interest, the fair value of the loans or debt securities would be reduced by the amount of such previously accrued, but uncollectible, PIK interest. The accrual of PIK interest on our debt investments increases the recorded cost bases of these investments in our Consolidated Financial Statements including for purposes of computing the capital gains incentive fee payable by us to Oaktree. To maintain our status as a RIC, certain income from PIK interest may be required to be distributed to our stockholders, even though we have not yet collected the cash and may never do so.

Fee Income

Oaktree or its affiliates may provide financial advisory services to portfolio companies and, in return, we may receive fees for capital structuring services. These fees are generally nonrecurring and are recognized by us upon the investment closing date. We may also receive additional fees in the ordinary course of business, including servicing, amendment and prepayment fees, which are classified as fee income and recognized as they are earned or the services are rendered.

We have also structured exit fees across certain of our portfolio investments to be received upon the future exit of those investments. These fees are typically paid to us upon the earliest to occur of (i) a sale of the borrower or substantially all of the assets of the borrower, (ii) the maturity date of the loan or (iii) the date when full prepayment of the loan occurs. The receipt of such fees is contingent upon the occurrence of one of the events listed above for each of the investments. These fees are included in net investment income over the life of the loan.

Dividend Income

We generally recognize dividend income on the ex-dividend date for public securities and the record date for private equity investments. Distributions received from private equity investments are evaluated to determine if the distribution should be recorded as dividend income or a return of capital. Generally, we will not record distributions from private equity investments as dividend income unless there are sufficient earnings at the portfolio company prior to the distribution. Distributions that are classified as a return of capital are recorded as a reduction in the cost basis of the investment.

Portfolio Composition

Our investments principally consist of loans, common and preferred equity and warrants in privately-held companies and Senior Loan Fund JV I, LLC, or SLF JV I, a joint venture through which we and Trinity Universal Insurance Company, a subsidiary of Kemper Corporation, or Kemper, co-invest in senior secured loans of middle-market companies and other corporate debt securities. Our loans are typically secured by a first, second or subordinated lien on the assets of the portfolio company and generally have terms of up to ten years (but an expected average life of between three and four years).

During the three months ended December 31, 2020, we originated $286.3 million of investment commitments in 14 new and seven existing portfolio companies and funded $241.5 million of investments.

During the three months ended December 31, 2020, we received $160.7 million of proceeds from prepayments, exits, other paydowns and sales and exited 12 portfolio companies.

A summary of the composition of our investment portfolio at cost and fair value as a percentage of total investments is shown in the following tables:

	December 31, 2020	September 30, 2020
Cost:		
Senior secured debt	83.31 %	80.58 %
Debt investment in SLF JV I	5.48	5.77
Common equity and warrants	3.32	3.69
Subordinated debt	2.83	4.64
LLC equity interests of SLF JV I	2.81	2.95
Preferred equity	2.25	2.37
Total	**100.00 %**	**100.00 %**

	December 31, 2020	September 30, 2020
Fair value:		
Senior secured debt	85.70 %	84.06 %
Debt investment in SLF JV I	5.62	6.12
Subordinated debt	3.08	4.17
Common equity and warrants	2.15	2.40
Preferred equity	1.74	1.90
LLC equity interests of SLF JV I	1.71	1.35
Total	**100.00 %**	**100.00 %**

The industry composition of our portfolio at cost and fair value as a percentage of total investments was as follows:

	December 31, 2020	September 30, 2020
Cost:		
Application Software	12.51 %	9.71 %
Multi-Sector Holdings (1)	8.38	8.87
Data Processing & Outsourced Services	7.50	6.57
Pharmaceuticals	6.35	5.96
Biotechnology	6.17	5.36
Health Care Services	4.20	4.26
Specialized Finance	3.98	3.11
Personal Products	3.13	3.00
Movies & Entertainment	2.86	2.68
Property & Casualty Insurance	2.73	2.88
Integrated Telecommunication Services	2.53	2.67
Real Estate Services	2.22	2.34
Specialty Chemicals	2.20	2.68
Fertilizers & Agricultural Chemicals	1.96	2.02
Aerospace & Defense	1.94	1.68
Auto Parts & Equipment	1.91	2.02
Internet Services & Infrastructure	1.91	1.72
Oil & Gas Refining & Marketing	1.77	1.87
Managed Health Care	1.56	1.65
Electronic Components	1.52	1.53
Oil & Gas Storage & Transportation	1.48	1.59
Research & Consulting Services	1.41	1.49
Airport Services	1.27	1.34
Health Care Supplies	1.24	1.30
Health Care Technology	1.22	1.29
Construction & Engineering	1.22	0.80
Independent Power Producers & Energy Traders	1.21	1.29
Diversified Support Services	1.07	1.13
Industrial Machinery	1.06	0.90
Insurance Brokers	0.96	1.05
Systems Software	0.96	1.24
Electrical Components & Equipment	0.91	1.25
Hotels, Resorts & Cruise Lines	0.87	0.92
IT Consulting & Other Services	0.85	0.89
Internet & Direct Marketing Retail	0.84	0.89
Airlines	0.81	0.63
Advertising	0.77	0.82
Health Care Distributors	0.73	0.77
Apparel, Accessories & Luxury Goods	0.72	0.82
Restaurants	0.59	0.61
Commercial Printing	0.45	0.47
Education Services	0.42	1.37
Food Retail	0.39	0.41
Diversified Real Estate Activities	0.36	0.92
Trading Companies & Distributors	0.33	0.61
Oil & Gas Equipment & Services	0.18	0.20
Construction Materials	0.12	0.13
Leisure Facilities	0.11	0.11
Specialty Stores	0.07	0.08
Thrifts & Mortgage Finance	0.04	0.06
Other Diversified Financial Services	0.01	0.01
General Merchandise Stores	—	1.15
Metal & Glass Containers	—	0.68
Health Care Facilities	—	0.19
Specialized REITs	—	0.01
Total	**100.00 %**	**100.00 %**

	December 31, 2020	September 30, 2020
Fair value:		
Application Software	12.88 %	10.21 %
Multi-Sector Holdings (1)	7.54	7.74
Data Processing & Outsourced Services	7.14	6.33
Pharmaceuticals	6.91	6.55
Biotechnology	6.54	6.14
Specialized Finance	4.04	3.08
Health Care Services	3.64	3.81
Personal Products	3.27	3.24
Movies & Entertainment	3.00	2.77
Property & Casualty Insurance	2.81	2.97
Integrated Telecommunication Services	2.48	2.61
Real Estate Services	2.23	2.40
Specialty Chemicals	2.16	2.48
Fertilizers & Agricultural Chemicals	2.02	2.14
Auto Parts & Equipment	1.90	1.99
Aerospace & Defense	1.85	1.56
Internet Services & Infrastructure	1.83	1.69
Oil & Gas Refining & Marketing	1.73	1.90
Electronic Components	1.71	1.69
Managed Health Care	1.59	1.70
Research & Consulting Services	1.46	1.54
Oil & Gas Storage & Transportation	1.36	1.64
Health Care Technology	1.29	1.40
Construction & Engineering	1.28	0.86
Health Care Supplies	1.27	1.37
Airport Services	1.24	1.35
Independent Power Producers & Energy Traders	1.20	1.32
Insurance Brokers	1.10	1.15
Diversified Support Services	1.07	1.12
Airlines	1.03	0.83
Hotels, Resorts & Cruise Lines	1.00	1.09
Systems Software	0.99	1.30
Electrical Components & Equipment	0.95	1.30
Internet & Direct Marketing Retail	0.94	0.97
Industrial Machinery	0.91	0.74
IT Consulting & Other Services	0.83	0.88
Advertising	0.81	0.85
Health Care Distributors	0.73	0.78
Restaurants	0.60	0.50
Diversified Real Estate Activities	0.44	1.07
Commercial Printing	0.43	0.47
Food Retail	0.41	0.44
Apparel, Accessories & Luxury Goods	0.39	0.50
Education Services	0.39	0.45
Trading Companies & Distributors	0.33	0.64
Oil & Gas Equipment & Services	0.14	0.16
Construction Materials	0.13	0.13
Thrifts & Mortgage Finance	0.01	0.02
Leisure Facilities	—	—
General Merchandise Stores	—	1.14
Metal & Glass Containers	—	0.75
Health Care Facilities	—	0.23
Specialized REITs	—	0.01
Total	**100.00 %**	**100.00 %**

(1) This industry includes our investments in SLF JV I and certain limited partnership interests.

Loans and Debt Securities on Non-Accrual Status

As of December 31, 2020 and September 30, 2020, there were one and two investments, respectively, on which we had stopped accruing cash and/or PIK interest or OID income.

The percentages of our debt investments at cost and fair value by accrual status as of December 31, 2020 and September 30, 2020 were as follows:

	December 31, 2020				September 30, 2020			
	Cost	% of Debt Portfolio	Fair Value	% of Debt Portfolio	Cost	% of Debt Portfolio	Fair Value	% of Debt Portfolio
Accrual	$ 1,609,920	99.96 %	$ 1,616,023	99.97 %	$ 1,500,364	98.79 %	$ 1,483,284	99.89 %
PIK non-accrual (1)	—	—	—	—	12,661	0.83	—	—
Cash non-accrual (2)	588	0.04	470	0.03	5,712	0.38	1,571	0.11
Total	**$ 1,610,508**	**100.00 %**	**$ 1,616,493**	**100.00 %**	**$ 1,518,737**	**100.00 %**	**$ 1,484,855**	**100.00 %**

(1) PIK non-accrual status is inclusive of other non-cash income, where applicable.
(2) Cash non-accrual status is inclusive of PIK and other non-cash income, where applicable.

Senior Loan Fund JV I, LLC

In May 2014, we entered into a limited liability company, or LLC, agreement with Kemper to form SLF JV I. We co-invest in senior secured loans of middle-market companies and other corporate debt securities with Kemper through our investment in SLF JV I. SLF JV I is managed by a four person Board of Directors, two of whom are selected by us and two of whom are selected by Kemper. All portfolio decisions and investment decisions in respect of SLF JV I must be approved by the SLF JV I investment committee, which consists of one representative selected by us and one representative selected by Kemper (with approval from a representative of each required). Since we do not have a controlling financial interest in SLF JV I, we do not consolidate SLF JV I.

SLF JV I is capitalized pro rata with LLC equity interests as transactions are completed and may be capitalized with additional subordinated notes issued to us and Kemper by SLF JV I. The subordinated notes issued by SLF JV I are referred to as the SLF JV I Notes. The SLF JV I Notes are senior in right of payment to SLF JV I LLC equity interests and subordinated in right of payment to SLF JV I's secured debt. As of December 31, 2020 and September 30, 2020, we and Kemper owned, in the aggregate, 87.5% and 12.5%, respectively, of the LLC equity interests of SLF JV I and the outstanding SLF JV I Notes.

SLF JV I has a senior revolving credit facility with Deutsche Bank AG, New York Branch, or, as amended, the Deutsche Bank I Facility, which permitted up to $225.0 million and $250.0 million of borrowings (subject to borrowing base and other limitations) as of December 31, 2020 and September 30, 2020, respectively. Borrowings under the Deutsche Bank I Facility are secured by all of the assets of SLF JV I Funding LLC, a special purpose financing subsidiary of SLF JV I. As of December 31, 2020, the reinvestment period of the Deutsche Bank I Facility was scheduled to expire June 28, 2021 and the maturity date for the Deutsche Bank I Facility was June 29, 2026. As of December 31, 2020, borrowings under the Deutsche Bank I Facility accrued interest at a rate equal to the 3-month LIBOR plus 1.85% per annum during the reinvestment period and 3-month LIBOR plus 2.00% per annum during the amortization period. Under the Deutsche Bank I Facility, $175.4 million and $167.9 million of borrowings were outstanding as of December 31, 2020 and September 30, 2020, respectively.

On December 9, 2020, the waiver period under the Deutsche Bank I Facility during which the facility agent was restricted from revaluing certain collateral obligations where the change in valuation was caused by or resulted from a business disruption due primarily to the COVID-19 pandemic was terminated.

As of December 31, 2020 and September 30, 2020, SLF JV I had total assets of $341.2 million and $313.5 million, respectively. SLF JV I's portfolio primarily consisted of senior secured loans to 56 portfolio companies as of each of December 31, 2020 and September 30, 2020. The portfolio companies in SLF JV I are in industries similar to those in which we may invest directly. As of December 31, 2020, our investment in SLF JV I consisted of LLC equity interests and SLF JV I Notes of $125.5 million in aggregate at fair value. As of September 30, 2020, our investment in SLF JV I consisted of LLC equity interests and SLF JV I Notes of $117.4 million in aggregate at fair value.

As of each of December 31, 2020 and September 30, 2020, we and Kemper had funded approximately $165.5 million to SLF JV I, of which $144.8 million was from us. As of December 31, 2020 and September 30, 2020, we and Kemper had the option to fund additional SLF JV I Notes, subject to additional equity funding to SLF JV I. As of each of December 31, 2020 and September 30, 2020, we had commitments to fund LLC equity interests in SLF JV I of $17.5 million, of which $1.3 million was unfunded.

Below is a summary of SLF JV I's portfolio, followed by a listing of the individual loans in SLF JV I's portfolio as of December 31, 2020 and September 30, 2020:

	December 31, 2020	September 30, 2020
Senior secured loans (1)	$313,978	$307,579
Weighted average interest rate on senior secured loans (2)	5.65%	5.44%
Number of borrowers in SLF JV I	56	56
Largest exposure to a single borrower (1)	$9,879	$10,487
Total of five largest loan exposures to borrowers (1)	$46,981	$49,097

(1) At principal amount.
(2) Computed using the weighted average annual interest rate on accruing senior secured loans at fair value.

SLF JV I Portfolio as of December 31, 2020

Portfolio Company	Investment Type	Cash Interest Rate (1)(2)	Industry	Principal	Cost	Fair Value (3)	Notes
Access CIG, LLC	First Lien Term Loan, LIBOR+3.75% cash due 2/27/2025	3.98 %	Diversified Support Services	$ 9,182	$ 9,149	$ 9,107	
ADB Companies, LLC	First Lien Term Loan, LIBOR+6.25% cash due 12/18/2025	7.25 %	Construction & Engineering	6667	6,500	6,533	(4)
	First Lien Delayed Draw Term Loan, LIBOR+6.25% cash due 12/18/2025		Construction & Engineering	—	(33)	(27)	(4)(5)
Total ADB Companies, LLC					**6,467**	**6,506**	
AdVenture Interactive, Corp.	927 shares of common stock		Advertising		1,390	1,416	(4)
AI Ladder (Luxembourg) Subco S.a.r.l.	First Lien Term Loan, LIBOR+4.50% cash due 7/9/2025	4.65 %	Electrical Components & Equipment	6,011	5,894	5,974	(4)
Airbnb, Inc.	First Lien Term Loan, LIBOR+7.50% cash due 4/17/2025	8.50 %	Hotels, Resorts & Cruise Lines	3,044	2,977	3,306	(4)
Altice France S.A.	First Lien Term Loan, LIBOR+4.00% cash due 8/14/2026	4.24 %	Integrated Telecommunication Services	4,631	4,447	4,623	
Alvogen Pharma US, Inc.	First Lien Term Loan, LIBOR+5.25% cash due 12/31/2023	6.25 %	Pharmaceuticals	9,879	9,643	9,500	
Amplify Finco Pty Ltd.	First Lien Term Loan, LIBOR+4.25% cash due 11/26/2026	5.00 %	Movies & Entertainment	7,940	7,861	7,384	(4)
Anastasia Parent, LLC	First Lien Term Loan, LIBOR+3.75% cash due 8/11/2025		Personal Products	2,821	2,247	1,890	(6)
Apptio, Inc.	First Lien Term Loan, LIBOR+7.25% cash due 1/10/2025	8.25 %	Application Software	4,615	4,554	4,529	(4)
	First Lien Revolver, LIBOR+7.25% cash due 1/10/2025		Application Software	—	(5)	(7)	(4)(5)
Total Apptio, Inc.					**4,549**	**4,522**	
Aurora Lux Finco S.À.R.L.	First Lien Term Loan, LIBOR+5.75% cash due 12/24/2026	6.75 %	Airport Services	6,451	6,314	6,013	(4)
Blackhawk Network Holdings, Inc.	First Lien Term Loan, LIBOR+3.00% cash due 6/15/2025	3.15 %	Data Processing & Outsourced Services	9,750	9,734	9,517	
Boxer Parent Company Inc.	First Lien Term Loan, LIBOR+4.25% cash due 10/2/2025	4.40 %	Systems Software	7,513	7,430	7,497	(4)
Brazos Delaware II, LLC	First Lien Term Loan, LIBOR+4.00% cash due 5/21/2025	4.15 %	Oil & Gas Equipment & Services	7,311	7,288	6,405	
C5 Technology Holdings, LLC	171 Common Units		Data Processing & Outsourced Services		—	—	(4)
	7,193,539.63 Preferred Units		Data Processing & Outsourced Services		7,194	5,683	(4)
Total C5 Technology Holdings, LLC					**7,194**	**5,683**	
Carrols Restaurant Group, Inc.	First Lien Term Loan, LIBOR+6.25% cash due 4/30/2026	7.25 %	Restaurants	3,980	3,792	3,965	
CITGO Petroleum Corp.	First Lien Term Loan, LIBOR+6.25% cash due 3/28/2024	7.25 %	Oil & Gas Refining & Marketing	7,165	7,094	7,140	(4)
Clear Channel Outdoor Holdings, Inc.	First Lien Term Loan, LIBOR+3.50% cash due 8/21/2026	3.71 %	Advertising	330	291	318	
Connect U.S. Finco LLC	First Lien Term Loan, LIBOR+4.50% cash due 12/11/2026	5.50 %	Alternative Carriers	7,418	7,252	7,462	
Curium Bidco S.à.r.l.	First Lien Term Loan, LIBOR+3.75% cash due 7/9/2026	4.00 %	Biotechnology	5,925	5,881	5,890	
Dcert Buyer, Inc.	First Lien Term Loan, LIBOR+4.00% cash due 10/16/2026	4.15 %	Internet Services & Infrastructure	7,940	7,920	7,945	
Dealer Tire, LLC	First Lien Term Loan, LIBOR+4.25% cash due 12/12/2025	4.40 %	Distributors	940	902	937	

Portfolio Company	Investment Type	Cash Interest Rate (1)(2)	Industry	Principal	Cost	Fair Value (3)	Notes
eResearch Technology, Inc.	First Lien Term Loan, LIBOR+4.50% cash due 2/4/2027	5.50 %	Application Software	$ 7,463	$ 7,388	$ 7,411	
Gigamon, Inc.	First Lien Term Loan, LIBOR+4.25% cash due 12/27/2024	5.25 %	Systems Software	7,762	7,717	7,708	
Global Medical Response, Inc.	First Lien Term Loan, LIBOR+4.75% cash due 10/2/2025	5.75 %	Health Care Services	2,231	2,188	2,221	
Guidehouse LLP	Second Lien Term Loan, LIBOR+8.00% cash due 5/1/2026	8.15 %	Research & Consulting Services	6,000	5,980	6,000	(4)
Helios Software Holdings, Inc.	First Lien Term Loan, LIBOR+4.25% cash due 10/24/2025	4.52 %	Systems Software	3,960	3,920	3,946	
Intelsat Jackson Holdings S.A.	First Lien Term Loan, PRIME+4.75% cash due 11/27/2023	8.00 %	Alternative Carriers	3,568	3,543	3,628	
	First Lien Term Loan, LIBOR+5.50% cash due 7/13/2022	6.50 %	Alternative Carriers	1,943	1,762	1,988	
Total Intelsat Jackson Holdings S.A.					**5,305**	**5,616**	
LogMeIn, Inc.	First Lien Term Loan, LIBOR+4.75% cash due 8/31/2027	4.90 %	Application Software	5,000	4,880	4,994	
Maravai Intermediate Holdings, LLC	First Lien Term Loan, LIBOR+4.25% cash due 10/19/2027	5.25 %	Biotechnology	6,875	6,806	6,952	
Mindbody, Inc.	First Lien Term Loan, LIBOR+7.00% cash 1.5% PIK due 2/14/2025	8.00 %	Internet Services & Infrastructure	4,564	4,502	4,181	(4)
	First Lien Revolver, LIBOR+8.00% cash due 2/14/2025		Internet Services & Infrastructure	—	(7)	(40)	(4)(5)
Total Mindbody, Inc.					**4,495**	**4,141**	
MRI Software LLC	First Lien Term Loan, LIBOR+5.50% cash due 2/10/2026	6.50 %	Application Software	3,863	3,829	3,854	(4)
	First Lien Delayed Draw Term Loan, LIBOR+5.50% cash due 2/10/2026		Application Software	—	(1)	—	(4)(5)
	First Lien Revolver, LIBOR+5.50% cash due 2/10/2026		Application Software	—	(3)	(1)	(4)(5)
Total MRI Software LLC					**3,825**	**3,853**	
Navicure, Inc.	First Lien Term Loan, LIBOR+4.00% cash due 10/22/2026	4.15 %	Health Care Technology	5,955	5,925	5,955	
New IPT, Inc.	First Lien Term Loan, LIBOR+5.00% cash due 3/17/2021	6.00 %	Oil & Gas Equipment & Services	941	941	735	(4)
	21.876 Class A Common Units in New IPT Holdings, LLC		Oil & Gas Equipment & Services		—	—	(4)
Total New IPT, Inc.					**941**	**735**	
Northern Star Industries Inc.	First Lien Term Loan, LIBOR+4.75% cash due 3/31/2025	5.75 %	Electrical Components & Equipment	6,807	6,787	6,671	
Northwest Fiber, LLC	First Lien Term Loan, LIBOR+5.50% cash due 4/30/2027	5.65 %	Integrated Telecommunication Services	2,394	2,311	2,406	
Novetta Solutions, LLC	First Lien Term Loan, LIBOR+5.00% cash due 10/17/2022	6.00 %	Application Software	5,915	5,897	5,903	
OEConnection LLC	First Lien Term Loan, LIBOR+4.00% cash due 9/25/2026	4.15 %	Application Software	7,879	7,843	7,820	
	First Lien Delayed Draw Term Loan, LIBOR+4.00% cash due 9/25/2026		Application Software	—	—	—	(5)
Total OEConnection LLC					**7,843**	**7,820**	
Olaplex, Inc.	First Lien Term Loan, LIBOR+6.50% cash due 1/8/2026	7.50 %	Personal Products	6,395	6,298	6,395	(4)
	First Lien Revolver, LIBOR+6.50% cash due 1/8/2025		Personal Products	—	(9)	—	(4)(5)
Total Olaplex, Inc.					**6,289**	**6,395**	
Park Place Technologies, LLC	First Lien Term Loan, LIBOR+5.00% cash due 11/10/2027	6.00 %	Internet Services & Infrastructure	5,000	4,804	4,817	(4)
PetVet Care Centers, LLC	First Lien Term Loan, LIBOR+4.25% cash due 2/14/2025	5.25 %	Specialized Consumer Services	2,736	2,729	2,753	

Portfolio Company	Investment Type	Cash Interest Rate (1)(2)	Industry	Principal	Cost	Fair Value (3)	Notes
PG&E Corporation	First Lien Term Loan, LIBOR+4.50% cash due 6/23/2025	5.50 %	Electric Utilities	$ 5,970	$ 5,889	$ 6,051	
Planview Parent, Inc.	Second Lien Term Loan, LIBOR+7.25% cash due 12/18/2028	8.00 %	Application Software	4,503	4,435	4,503	(4)
Recorded Books Inc.	First Lien Term Loan, LIBOR+4.25% cash due 8/29/2025	4.75 %	Publishing	6,000	5,940	6,025	
RS Ivy Holdco, Inc.	First Lien Term Loan, LIBOR+5.50% cash due 12/23/2027	6.50 %	Oil & Gas Exploration & Production	7,000	6,895	6,965	
Sabert Corporation	First Lien Term Loan, LIBOR+4.50% cash due 12/10/2026	5.50 %	Metal & Glass Containers	2,742	2,714	2,743	
Salient CRGT, Inc.	First Lien Term Loan, LIBOR+6.50% cash due 2/28/2022	7.50 %	Aerospace & Defense	2,080	2,070	2,002	(4)
SHO Holding I Corporation	First Lien Term Loan, LIBOR+5.25% cash due 4/27/2024	6.25 %	Footwear	8,445	8,430	7,347	
Signify Health, LLC	First Lien Term Loan, LIBOR+4.50% cash due 12/23/2024	5.50 %	Health Care Services	9,725	9,669	9,433	
Sirva Worldwide, Inc.	First Lien Term Loan, LIBOR+5.50% cash due 8/4/2025	5.65 %	Diversified Support Services	4,750	4,679	4,352	
Star US Bidco LLC	First Lien Term Loan, LIBOR+4.25% cash due 3/17/2027	5.25 %	Industrial Machinery	3,709	3,529	3,649	
Sunshine Luxembourg VII SARL	First Lien Term Loan, LIBOR+4.00% cash due 10/1/2026	5.00 %	Personal Products	7,920	7,880	7,969	
Supermoose Borrower, LLC	First Lien Term Loan, LIBOR+3.75% cash due 8/29/2025	4.00 %	Application Software	4,876	4,580	4,574	(4)
Surgery Center Holdings, Inc.	First Lien Term Loan, LIBOR+3.25% cash due 9/3/2024	4.25 %	Health Care Facilities	4,949	4,931	4,876	
Veritas US Inc.	First Lien Term Loan, LIBOR+5.50% cash due 9/1/2025	6.50 %	Application Software	6,484	6,362	6,475	
Verscend Holding Corp.	First Lien Term Loan, LIBOR+4.50% cash due 8/27/2025	4.65 %	Health Care Technology	4,101	4,070	4,107	(4)
Windstream Services II, LLC	First Lien Term Loan, LIBOR+6.25% cash due 9/21/2027	7.25 %	Integrated Telecommunication Services	7,960	7,654	7,808	(4)
WP CPP Holdings, LLC	Second Lien Term Loan, LIBOR+7.75% cash due 4/30/2026	8.75 %	Aerospace & Defense	6,000	5,959	5,085	(4)
				$ 313,978	$ 317,432	$ 313,261	

(1) Represents the interest rate as of December 31, 2020. All interest rates are payable in cash, unless otherwise noted.
(2) The interest rate on the principal balance outstanding for all floating rate loans is indexed to LIBOR and/or an alternate base rate (e.g., prime rate), which typically resets semi-annually, quarterly, or monthly at the borrower's option. The borrower may also elect to have multiple interest reset periods for each loan. For each of these loans, we have provided the applicable margin over LIBOR or the alternate base rate based on each respective credit agreement and the cash interest rate as of period end. All the LIBOR shown above is in U.S. dollars. As of December 31, 2020, the reference rates for SLF JV I's variable rate loans were the 30-day LIBOR at 0.15%, the 60-day LIBOR at 0.19%, the 90-day LIBOR at 0.25%, the 180-day LIBOR at 0.26% and the PRIME at 3.25%. Most loans include an interest floor, which generally ranges from 0% to 1%.
(3) Represents the current determination of fair value as of December 31, 2020 utilizing a similar technique as us in accordance with ASC 820. However, the determination of such fair value is not included in our Board of Directors' valuation process described elsewhere herein.
(4) This investment is held by both us and SLF JV I as of December 31, 2020.
(5) Investment has undrawn commitments. Unamortized fees are classified as unearned income which reduces cost basis, which may result in a negative cost basis. A negative fair value may result from the unfunded commitment being valued below par.
(6) This investment was on cash non-accrual status as of December 31, 2020. Cash non-accrual status is inclusive of PIK and other non-cash income, where applicable.

SLF JV I Portfolio as of September 30, 2020

Portfolio Company	Investment Type	Cash Interest Rate (1)(2)	Industry	Principal	Cost	Fair Value (3)	Notes
Access CIG, LLC	First Lien Term Loan, LIBOR+3.75% cash due 2/27/2025	3.91 %	Diversified Support Services	$ 9,206	$ 9,170	$ 9,029	
AdVenture Interactive, Corp.	927 shares of common stock		Advertising		1,390	1,373	(4)
AI Ladder (Luxembourg) Subco S.a.r.l.	First Lien Term Loan, LIBOR+4.50% cash due 7/9/2025	4.65 %	Electrical Components & Equipment	6,038	5,914	5,781	(4)
Airbnb, Inc.	First Lien Term Loan, LIBOR+7.50% cash due 4/17/2025	8.50 %	Hotels, Resorts & Cruise Lines	3,051	2,981	3,311	(4)
Altice France S.A.	First Lien Term Loan, LIBOR+4.00% cash due 8/14/2026	4.15 %	Integrated Telecommunication Services	4,643	4,450	4,527	
Alvogen Pharma US, Inc.	First Lien Term Loan, LIBOR+5.25% cash due 12/31/2023	6.25 %	Pharmaceuticals	9,879	9,623	9,566	
Amplify Finco Pty Ltd.	First Lien Term Loan, LIBOR+4.00% cash due 11/26/2026	4.75 %	Movies & Entertainment	7,960	7,880	6,846	(4)
Anastasia Parent, LLC	First Lien Term Loan, LIBOR+3.75% cash due 8/11/2025		Personal Products	2,828	2,282	1,248	(6)
Apptio, Inc.	First Lien Term Loan, LIBOR+7.25% cash due 1/10/2025	8.25 %	Application Software	4,615	4,550	4,526	(4)
	First Lien Revolver, LIBOR+7.25% cash due 1/10/2025		Application Software	—	(5)	(8)	(4)(5)
Total Apptio, Inc.					**4,545**	**4,518**	
Aurora Lux Finco S.À.R.L.	First Lien Term Loan, LIBOR+6.00% cash due 12/24/2026	7.00 %	Airport Services	6,468	6,324	6,015	(4)
Blackhawk Network Holdings, Inc.	First Lien Term Loan, LIBOR+3.00% cash due 6/15/2025	3.15 %	Data Processing & Outsourced Services	9,775	9,758	9,251	
Boxer Parent Company Inc.	First Lien Term Loan, LIBOR+4.25% cash due 10/2/2025	4.40 %	Systems Software	7,532	7,448	7,331	(4)
Brazos Delaware II, LLC	First Lien Term Loan, LIBOR+4.00% cash due 5/21/2025	4.16 %	Oil & Gas Equipment & Services	7,331	7,306	5,600	
C5 Technology Holdings, LLC	171 Common Units		Data Processing & Outsourced Services		—	—	(4)
	7,193,539.63 Preferred Units		Data Processing & Outsourced Services		7,194	5,683	(4)
Total C5 Technology Holdings, LLC					**7,194**	**5,683**	
Carrols Restaurant Group, Inc.	First Lien Term Loan, LIBOR+6.25% cash due 4/30/2026	7.25 %	Restaurants	3,990	3,792	3,960	
CITGO Petroleum Corp.	First Lien Term Loan, LIBOR+5.00% cash due 3/28/2024	6.00 %	Oil & Gas Refining & Marketing	7,184	7,112	6,842	(4)
Clear Channel Outdoor Holdings, Inc.	First Lien Term Loan, LIBOR+3.50% cash due 8/21/2026	3.76 %	Advertising	331	290	302	
Connect U.S. Finco LLC	First Lien Term Loan, LIBOR+4.50% cash due 12/11/2026	5.50 %	Alternative Carriers	7,437	7,262	7,228	
Curium Bidco S.à.r.l.	First Lien Term Loan, LIBOR+3.75% cash due 7/9/2026	3.97 %	Biotechnology	5,940	5,895	5,895	
Dcert Buyer, Inc.	First Lien Term Loan, LIBOR+4.00% cash due 10/16/2026	4.15 %	Internet Services & Infrastructure	7,960	7,940	7,879	
Dealer Tire, LLC	First Lien Term Loan, LIBOR+4.25% cash due 12/12/2025	4.40 %	Distributors	943	902	924	
eResearch Technology, Inc.	First Lien Term Loan, LIBOR+4.50% cash due 2/4/2027	5.50 %	Application Software	7,481	7,406	7,461	
Frontier Communications Corporation	First Lien Term Loan, PRIME+2.75% cash due 6/15/2024	6.00 %	Integrated Telecommunication Services	3,939	3,901	3,887	
Gigamon, Inc.	First Lien Term Loan, LIBOR+4.25% cash due 12/27/2024	5.25 %	Systems Software	7,781	7,734	7,684	

Portfolio Company	Investment Type	Cash Interest Rate (1)(2)	Industry	Principal	Cost	Fair Value (3)	Notes
Global Medical Response, Inc.	First Lien Term Loan, LIBOR+4.75% cash due 10/2/2025	5.75 %	Health Care Services	$ 2,231	$ 2,187	$ 2,185	
Guidehouse LLP	Second Lien Term Loan, LIBOR+8.00% cash due 5/1/2026	8.15 %	Research & Consulting Services	6,000	5,979	5,790	(4)
Helios Software Holdings, Inc.	First Lien Term Loan, LIBOR+4.25% cash due 10/24/2025	4.52 %	Systems Software	3,970	3,930	3,923	
Intelsat Jackson Holdings S.A.	First Lien Term Loan, PRIME+4.75% cash due 11/27/2023	8.00 %	Alternative Carriers	3,568	3,541	3,598	
	First Lien Delayed Draw Term Loan, LIBOR+5.50% cash due 7/13/2022	6.50 %	Alternative Carriers	971	801	1,011	(5)
Total Intelsat Jackson Holdings S.A.					**4,342**	**4,609**	
KIK Custom Products Inc.	First Lien Term Loan, LIBOR+4.00% cash due 5/15/2023	5.00 %	Household Products	5,322	5,308	5,302	
LogMeIn, Inc.	First Lien Term Loan, LIBOR+4.75% cash due 8/31/2027	4.91 %	Application Software	5,000	4,876	4,842	
Mindbody, Inc.	First Lien Term Loan, LIBOR+7.00% cash 1.5% PIK due 2/14/2025	8.00 %	Internet Services & Infrastructure	4,546	4,481	4,192	(4)
	First Lien Revolver, LIBOR+8.00% cash due 2/14/2025		Internet Services & Infrastructure	—	(7)	(38)	(4)(5)
Total Mindbody, Inc.					**4,474**	**4,154**	
MRI Software LLC	First Lien Term Loan, LIBOR+5.50% cash due 2/10/2026	6.50 %	Application Software	3,830	3,795	3,737	(4)
	First Lien Delayed Draw Term Loan, LIBOR+5.50% cash due 2/10/2026		Application Software	—	(1)	(4)	(4)(5)
	First Lien Revolver, LIBOR+5.50% cash due 2/10/2026		Application Software	—	(3)	(8)	(4)(5)
Total MRI Software LLC					**3,791**	**3,725**	
Navicure, Inc.	First Lien Term Loan, LIBOR+4.00% cash due 10/22/2026	4.15 %	Health Care Technology	5,970	5,940	5,849	
New IPT, Inc.	First Lien Term Loan, LIBOR+5.00% cash due 3/17/2021	6.00 %	Oil & Gas Equipment & Services	1,006	1,006	786	(4)
	21.876 Class A Common Units in New IPT Holdings, LLC		Oil & Gas Equipment & Services		—	—	(4)
Total New IPT, Inc.					**1,006**	**786**	
Northern Star Industries Inc.	First Lien Term Loan, LIBOR+4.75% cash due 3/31/2025	5.75 %	Electrical Components & Equipment	6,825	6,803	6,518	
Northwest Fiber, LLC	First Lien Term Loan, LIBOR+5.50% cash due 4/30/2027	5.66 %	Integrated Telecommunication Services	2,400	2,314	2,403	
Novetta Solutions, LLC	First Lien Term Loan, LIBOR+5.00% cash due 10/17/2022	6.00 %	Application Software	5,931	5,909	5,827	
OEConnection LLC	First Lien Term Loan, LIBOR+4.00% cash due 9/25/2026	4.15 %	Application Software	7,455	7,418	7,371	
	First Lien Delayed Draw Term Loan, LIBOR+4.00% cash due 9/25/2026		Application Software	—	(2)	(5)	(5)
Total OEConnection LLC					**7,416**	**7,366**	
Olaplex, Inc.	First Lien Term Loan, LIBOR+6.50% cash due 1/8/2026	7.50 %	Personal Products	4,938	4,851	4,938	(4)
	First Lien Revolver, LIBOR+6.50% cash due 1/8/2025	7.50 %	Personal Products	270	261	270	(4)(5)
Total Olaplex, Inc.					**5,112**	**5,208**	
PetVet Care Centers, LLC	First Lien Term Loan, LIBOR+4.25% cash due 2/14/2025	5.25 %	Specialized Consumer Services	2,743	2,736	2,747	
PG&E Corporation	First Lien Term Loan, LIBOR+4.50% cash due 6/23/2025	5.50 %	Electric Utilities	5,985	5,899	5,875	
Recorded Books, Inc.	First Lien Term Loan, LIBOR+4.25% cash due 8/31/2025	4.75 %	Publishing	6,000	5,940	5,940	
Sabert Corporation	First Lien Term Loan, LIBOR+4.50% cash due 12/10/2026	5.50 %	Metal & Glass Containers	2,828	2,800	2,791	

Portfolio Company	Investment Type	Cash Interest Rate (1)(2)	Industry	Principal	Cost	Fair Value (3)	Notes
Salient CRGT, Inc.	First Lien Term Loan, LIBOR+6.50% cash due 2/28/2022	7.50 %	Aerospace & Defense	$ 2,111	$ 2,099	$ 1,963	(4)
SHO Holding I Corporation	First Lien Term Loan, LIBOR+3.00% cash PIK 2.25% due 4/27/2024	4.00 %	Footwear	8,396	8,380	5,898	
Signify Health, LLC	First Lien Term Loan, LIBOR+4.50% cash due 12/23/2024	5.50 %	Health Care Services	9,750	9,690	9,409	
Sirva Worldwide, Inc.	First Lien Term Loan, LIBOR+5.50% cash due 8/4/2025	5.65 %	Diversified Support Services	4,781	4,709	3,992	
Star US Bidco LLC	First Lien Term Loan, LIBOR+4.25% cash due 3/17/2027	5.25 %	Industrial Machinery	3,718	3,532	3,551	
Sunshine Luxembourg VII SARL	First Lien Term Loan, LIBOR+4.25% cash due 10/1/2026	5.25 %	Personal Products	7,940	7,900	7,911	
Supermoose Borrower, LLC	First Lien Term Loan, LIBOR+3.75% cash due 8/29/2025	3.90 %	Application Software	4,888	4,575	4,407	(4)
Surgery Center Holdings, Inc.	First Lien Term Loan, LIBOR+3.25% cash due 9/3/2024	4.25 %	Health Care Facilities	4,962	4,943	4,691	(4)
Uber Technologies, Inc.	First Lien Term Loan, LIBOR+4.00% cash due 4/4/2025	5.00 %	Application Software	2,997	2,959	2,980	
UFC Holdings, LLC	First Lien Term Loan, LIBOR+3.25% cash due 4/29/2026	4.25 %	Movies & Entertainment	2,856	2,816	2,814	
Veritas US Inc.	First Lien Term Loan, LIBOR+5.50% cash due 9/1/2025	6.50 %	Application Software	6,500	6,371	6,375	
Verscend Holding Corp.	First Lien Term Loan, LIBOR+4.50% cash due 8/27/2025	4.65 %	Health Care Technology	4,112	4,080	4,084	(4)
VM Consolidated, Inc.	First Lien Term Loan, LIBOR+3.25% cash due 2/28/2025	3.40 %	Data Processing & Outsourced Services	10,487	10,495	10,291	
Windstream Services II, LLC	First Lien Term Loan, LIBOR+6.25% cash due 9/21/2027	7.25 %	Integrated Telecommunication Services	7,980	7,662	7,744	(4)
WP CPP Holdings, LLC	Second Lien Term Loan, LIBOR+7.75% cash due 4/30/2026	8.75 %	Aerospace & Defense	6,000	5,956	4,680	(4)
				$ 307,579	**$ 311,428**	**$ 298,771**	

(1) Represents the interest rate as of September 30, 2020. All interest rates are payable in cash, unless otherwise noted.
(2) The interest rate on the principal balance outstanding for all floating rate loans is indexed to LIBOR and/or an alternate base rate (e.g., prime rate), which typically resets semi-annually, quarterly, or monthly at the borrower's option. The borrower may also elect to have multiple interest reset periods for each loan. For each of these loans, the Company has provided the applicable margin over LIBOR or the alternate base rate based on each respective credit agreement and the cash interest rate as of period end. All the LIBOR shown above is in U.S. dollars. As of September 30, 2020, the reference rates for SLF JV I's variable rate loans were the 30-day LIBOR at 0.15%, the 60-day LIBOR at 0.19%, the 90-day LIBOR at 0.22%, the 180-day LIBOR at 0.27% and the PRIME at 3.25%. Most loans include an interest floor, which generally ranges from 0% to 1%.
(3) Represents the current determination of fair value as of September 30, 2020 utilizing a similar technique as the Company in accordance with ASC 820. However, the determination of such fair value is not included in the Company's Board of Directors' valuation process described elsewhere herein.
(4) This investment was held by both the Company and SLF JV I as of September 30, 2020.
(5) Investment had undrawn commitments. Unamortized fees are classified as unearned income which reduces cost basis, which may result in a negative cost basis. A negative fair value may result from the unfunded commitment being valued below par.
(6) This investment was on cash non-accrual status as of September 30, 2020. Cash non-accrual status is inclusive of PIK and other non-cash income, where applicable.

Both the cost and fair value of our debt investment in the SLF JV I were $96.3 million as of each of December 31, 2020 and September 30, 2020. We earned interest income of $1.8 million and $2.2 million on our investments in the SLF JV I Subordinated Notes for the three months ended December 31, 2020 and 2019, respectively. The SLF JV I Subordinated Notes bear interest at a rate of one-month LIBOR plus 7.0% per annum and mature on December 29, 2028.

The cost and fair value of the LLC equity interests in SLF JV I held by us was $49.3 million and $29.3 million, respectively, as of December 31, 2020 and $49.3 million and $21.2 million, respectively, as of September 30, 2020. We did not earn dividend income for the three months ended December 31, 2020 and 2019 with respect to our investment in the LLC equity interests of SLF JV I. The LLC equity interests of SLF JV I are dividend producing to the extent SLF JV I has residual cash to be distributed on a quarterly basis.

Below is certain summarized financial information for SLF JV I as of December 31, 2020 and September 30, 2020 and for the three months ended December 31, 2020 and 2019:

	December 31, 2020		September 30, 2020	
Selected Balance Sheet Information:				
Investments at fair value (cost December 31, 2020: $317,432; cost September 30, 2020: $311,428)	$	313,261	$	298,771
Cash and cash equivalents		20,575		5,389
Restricted cash		4,262		4,211
Other assets		3,147		5,093
Total assets	**$**	**341,245**	**$**	**313,464**
Senior credit facility payable	$	175,410	$	167,910
Debt securities payable at fair value (proceeds December 31, 2020: $110,000; proceeds September 30, 2020: $110,000)		110,000		110,000
Other liabilities		22,390		11,336
Total liabilities		**307,800**		**289,246**
Members' equity		33,445		24,218
Total liabilities and members' equity	**$**	**341,245**	**$**	**313,464**

	Three months ended December 31, 2020		Three months ended December 31, 2019	
Selected Statements of Operations Information:				
Interest income	$	4,475	$	5,393
Other income		54		6
Total investment income		**4,529**		**5,399**
Interest expense		3,581		4,641
Other expenses		62		67
Total expenses (1)		**3,643**		**4,708**
Net unrealized appreciation (depreciation)		8,486		2,941
Net realized gains (losses)		(144)		(1,152)
Net income (loss)	**$**	**9,228**	**$**	**2,480**

(1) There are no management fees or incentive fees charged at SLF JV I.

For the three months ended December 31, 2020, SLF JV I's interest expense included $1.6 million related to the Deutsche Bank I Facility and $2.0 million related to the SLF JV I Notes, of which $1.8 million was payable to us and $0.2 million was payable to Kemper.

SLF JV I has elected to fair value the debt securities issued to us and Kemper under FASB ASC Topic 825, *Financial Instruments - Fair Value Option*. The debt securities are valued based on the total assets less the total liabilities senior to the SLF JV I Notes in an amount not exceeding par under the enterprise value technique.

During the three months ended December 31, 2020 and 2019, we did not sell any debt investments to SLF JV I.

Discussion and Analysis of Results and Operations

Results of Operations

Net increase (decrease) in net assets resulting from operations includes net investment income, net realized gains (losses) and net unrealized appreciation (depreciation). Net investment income is the difference between our income from interest, dividends and fees and net expenses. Net realized gains (losses) is the difference between the proceeds received from dispositions of investment related assets and liabilities and their stated costs. Net unrealized appreciation (depreciation) is the net change in the fair value of our investment related assets and liabilities carried at fair value during the reporting period, including the reversal of previously recorded unrealized appreciation (depreciation) when gains or losses are realized.

Comparison of three months ended December 31, 2020 and December 31, 2019

Total Investment Income

Total investment income includes interest on our investments, fee income and dividend income.

Total investment income for the three months ended December 31, 2020 and 2019 was $38.2 million and $31.0 million, respectively. For the three months ended December 31, 2020, this amount consisted of $34.7 million of interest income from portfolio investments (which included $3.1 million of PIK interest), $3.4 million of fee income and $0.1 million of dividend income. For the three months ended December 31, 2019, this amount consisted of $29.6 million of interest income from portfolio investments (which included $1.2 million of PIK interest), $1.1 million of fee income and $0.3 million of dividend income. The increase of $7.2 million, or 23.4%, in our total investment income for the three months ended December 31, 2020, as compared to the three months ended December 31, 2019, was due primarily to (1) a $5.2 million increase in interest income, which was primarily attributable to a larger investment portfolio, and (2) a $2.3 million increase in fee income primarily due to higher prepayment fees.

Expenses

Net expenses (expenses net of fee waivers) for the three months ended December 31, 2020 and December 31, 2019 were $28.2 million and $23.1 million, respectively. Net expenses increased for the three months ended December 31, 2020, as compared to the three months ended December 31, 2019, by $5.1 million, or 21.9%, primarily due to (1) a $3.3 million increase in Part II fees (net of fee waivers) as a result of higher capital gains earned during the current quarter offset by a reversal of fee waivers in the prior year comparable quarter, (2) a $1.2 million increase in Part I incentive fees mainly due to higher investment income and (3) a $0.9 million increase in management fees as a result of a larger investment portfolio. This was partially offset by a $0.4 million decrease in interest expense primarily due to decreases in LIBOR.

Net Investment Income

As a result of the $7.2 million increase in total investment income and the $5.1 million increase in net expenses, net investment income for the three months ended December 31, 2020 increased by $2.2 million, or 27.8%, compared to the three months ended December 31, 2019.

Realized Gain (Loss)

Realized gains or losses are measured by the difference between the net proceeds from the sale or redemption of investments and foreign currency and the cost basis without regard to unrealized appreciation or depreciation previously recognized, and includes investments written-off during the period, net of recoveries. Realized losses may also be recorded in connection with our determination that certain investments are considered worthless securities and/or meet the conditions for loss recognition per the applicable tax rules.

During the three months ended December 31, 2020 and 2019, we recorded aggregate net realized gains of $8.2 million and $3.3 million, respectively, in connection with the exits or restructurings of various investments. See "*Note 9. Realized Gains or Losses and Net Unrealized Appreciation or Depreciation*" in the notes to the accompanying Consolidated Financial Statements for more details regarding investment realization events for the three months ended December 31, 2020 and 2019.

Net Unrealized Appreciation (Depreciation)

Net unrealized appreciation or depreciation is the net change in the fair value of our investments and foreign currency during the reporting period, including the reversal of previously recorded unrealized appreciation or depreciation when gains or losses are realized.

During the three months ended December 31, 2020 and 2019, we recorded net unrealized appreciation (depreciation) of $47.6 million and $2.9 million, respectively. For the three months ended December 31, 2020, this consisted of $27.2 million of net unrealized appreciation on debt investments, $12.8 million of net unrealized appreciation related to exited investments (a portion of which resulted in a reclassification to realized losses) and $9.9 million of net unrealized appreciation on equity investments, partially offset by $2.4 million of net unrealized depreciation of foreign currency forward contracts. For the three months ended December 31, 2019, this consisted of $3.9 million of net unrealized appreciation on equity investments and $2.2 million of net unrealized appreciation on debt investments, partially offset by $1.7 million of net unrealized depreciation related to exited investments (a portion of which results in a reclassification to realized gains) and $1.5 million net unrealized depreciation of foreign currency forward contracts.

Financial Condition, Liquidity and Capital Resources

We have a number of alternatives available to fund our investment portfolio and our operations, including raising equity, increasing or refinancing debt and funding from operational cash flow. We generally expect to fund the growth of our investment portfolio through additional debt and equity capital, which may include securitizing a portion of our investments. We cannot assure you, however, that our efforts to grow our portfolio will be successful. For example, our common stock has generally traded at prices below net asset value for the past several years, and we are currently limited in our ability to raise additional equity at prices below the then-current net asset value per share. We intend to continue to generate cash primarily from cash flows from operations, including interest earned, and future borrowings. We intend to fund our future distribution obligations through operating cash flow or with funds obtained through future equity and debt offerings or credit facilities, as we deem appropriate.

Our primary uses of funds are investments in our targeted asset classes and cash distributions to holders of our common stock. We may also from time to time repurchase or redeem some or all of our outstanding notes. At a special meeting of our stockholders held on June 28, 2019, our stockholders approved the application of the reduced asset coverage requirements in Section 61(a)(2) of the Investment Company Act to us effective as of June 29, 2019. As a result of the reduced asset coverage requirement, we can incur $2 of debt for each $1 of equity as compared to $1 of debt for each $1 of equity. As of December 31, 2020, we had $702.2 million in senior securities and our asset coverage ratio was 236.7%. As of December 31, 2020, our debt to equity ratio was 0.73x. Our target debt to equity ratio is 0.85x to 1.0x (i.e., one dollar of equity for each $0.85 to $1.00 of debt outstanding) as we plan to continue to opportunistically deploy capital into the markets.

For the three months ended December 31, 2020, we experienced a net decrease in cash and cash equivalents of $14.9 million. During that period, we received $16.1 million of net cash from operating activities, primarily from $169.8 million of principal payments and sale proceeds received, $100.3 million of net increase in payables from unsettled transactions and the cash activities related to $10.0 million of net investment income, partially offset by funding $243.7 million of investments and $26.3 million of net increase in other assets. During the same period, net cash used by financing activities was $30.6 million, primarily consisting of $15.0 million of cash distributions paid to our stockholders, $14.8 million of net repayments under the Credit Facility (as defined below), $0.5 million of repurchases of common stock under our dividend reinvestment plan, or DRIP, and $0.3 million of deferred financing costs paid.

For the three months ended December 31, 2019, we experienced a net increase in cash and cash equivalents of $6.1 million. During that period, we used $43.5 million of net cash from operating activities, primarily from funding $115.8 million of investments, a $35.8 million of net decrease in payables from unsettled transactions and the cash activities related to $7.8 million of net investment income, partially offset by $97.0 million of principal payments and sale proceeds received. During the same period, net cash provided by financing activities was $49.6 million, primarily consisting of $63.0 million of net borrowings under the Credit Facility (as defined below), partially offset by $12.9 million of cash distributions paid to our stockholders and $0.5 million of repurchases of common stock under our DRIP.

As of December 31, 2020, we had $24.2 million in cash and cash equivalents, portfolio investments (at fair value) of $1.7 billion, $9.0 million of interest, dividends and fees receivable, $400.0 million of undrawn capacity on the Credit Facility (subject to borrowing base and other limitations), $91.7 million of net payables from unsettled transactions, $400.0 million of borrowings outstanding under our Credit Facility, $294.8 million of unsecured notes payable (net of unamortized financing costs and unaccreted discount) and unfunded commitments to portfolio companies of $197.6 million. As of December 31, 2020, we have analyzed cash and cash equivalents, availability under the Credit Facility, the ability to rotate out of certain assets and amounts of unfunded commitments that could be drawn and believe our liquidity and capital resources are sufficient to take advantage of market opportunities in the current economic climate.

As of September 30, 2020, we had $39.1 million in cash and cash equivalents, portfolio investments (at fair value) of $1.6 billion, $6.9 million of interest, dividends and fees receivable, $285.2 million of undrawn capacity on the Credit Facility (subject to borrowing base and other limitations), $8.6 million of net receivables from unsettled transactions, $414.8 million of borrowings outstanding under our Credit Facility, $294.5 million of unsecured notes payable (net of unamortized financing costs and unaccreted discount) and unfunded commitments to portfolio companies of $157.5 million.

Significant Capital Transactions

The following table reflects the distributions per share that we have paid, including shares issued under our DRIP, on our common stock since October 1, 2018:

Date Declared	Record Date	Payment Date	Amount per Share	Cash Distribution	DRIP Shares Issued (1)	DRIP Shares Value
November 19, 2018	December 17, 2018	December 28, 2018	$ 0.095	$ 13.0 million	87,429	$ 0.4 million
February 1, 2019	March 15, 2019	March 29, 2019	0.095	13.1 million	59,603	0.3 million
May 3, 2019	June 14, 2019	June 28, 2019	0.095	13.1 million	61,093	0.3 million
August 2, 2019	September 13, 2019	September 30, 2019	0.095	13.1 million	61,205	0.3 million
November 12, 2019	December 13, 2019	December 31, 2019	0.095	12.9 million	87,747	0.5 million
January 31, 2020	March 13, 2020	March 31, 2020	0.095	12.9 million	157,523	0.5 million
April 30, 2020	June 15, 2020	June 30, 2020	0.095	13.0 million	87,351	0.4 million
July 31, 2020	September 15, 2020	September 30, 2020	0.105	14.3 million	102,404	0.5 million
November 13, 2020	December 15, 2020	December 31, 2020	0.11	15.0 million	93,964	0.5 million

(1) Shares were purchased on the open market and distributed.

Indebtedness

See "*Note 6. Borrowings*" in the Consolidated Financial Statements for more details regarding our indebtedness.

Credit Facility

As of December 31, 2020, (i) the size of our senior secured revolving credit facility, or, as amended and restated, the Credit Facility, pursuant to a senior secured revolving credit agreement, with the lenders party thereto, ING Capital LLC, as administrative agent, ING Capital LLC, JPMorgan Chase Bank, N.A. and Merrill Lynch, Pierce, Fenner & Smith Incorporated as joint lead arrangers and joint bookrunners, and JPMorgan Chase Bank, N.A. and Bank of America, N.A., as syndication agents, was $800 million (with an "accordion" feature that permits us, under certain circumstances, to increase the size of the facility to up to our net worth (as defined in the Credit Facility) on the date of such increase, (ii) the period during which we may make drawings will expire on February 25, 2023 and the maturity date was February 25, 2024 and (iii) the interest rate margin for (a) LIBOR loans (which may be 1-, 2-, 3- or 6-month, at our option) was 2.00% (which can be increased up to 2.25%) and (b) alternate base rate loans was 1.00% (which can be increased up to 1.25%); provided that the interest margin will increase to 2.75% and 1.75% for LIBOR loans and alternative base rate loans, respectively, if our stockholders' equity is below $700 million, each depending on our senior debt coverage ratio.

Each loan or letter of credit originated or assumed under the Credit Facility is subject to the satisfaction of certain conditions. Borrowings under the Credit Facility are subject to the facility's various covenants and the leverage restrictions contained in the Investment Company Act. We cannot assure you that we will be able to borrow funds under the Credit Facility at any particular time or at all.

The following table describes significant financial covenants, as of December 31, 2020, with which we must comply under the Credit Facility on a quarterly basis:

Financial Covenant	Description	Target Value	September 30, 2020 Reported Value (1)
Minimum shareholders' equity	Net assets shall not be less than the sum of (x) $550 million, plus (y) 50% of the aggregate net proceeds of all sales of equity interests after May 6, 2020	$550 million	$915 million
Asset coverage ratio	Asset coverage ratio shall not be less than the greater of 1.50:1 and the statutory test applicable to us	1.50:1	2.27:1
Interest coverage ratio	Interest coverage ratio shall not be less than 2.25:1	2.25:1	3.69:1
Minimum net worth	Net worth shall not be less than $500 million	$500 million	$911 million

(1) As contractually required, we report financial covenants based on the last filed quarterly or annual report, in this case our Annual Report on Form 10-K for the year ended September 30, 2020. We were in compliance with all financial covenants under the Credit Facility based on the financial information contained in this Quarterly Report on Form 10-Q.

As of December 31, 2020 and September 30, 2020, we had $400.0 million and $414.8 million of borrowings outstanding under the Credit Facility, respectively, which had a fair value of $400.0 million and $414.8 million, respectively. Our borrowings under the Credit Facility bore interest at a weighted average interest rate of 2.323% and 3.983% for the three months ended December 31, 2020 and 2019, respectively. For the three months ended December 31, 2020 and 2019, we recorded interest expense (inclusive of fees) of $3.2 million and $4.0 million, respectively, related to the Credit Facility.

2025 Notes

On February 25, 2020, we issued $300.0 million in aggregate principal amount of our 3.500% notes due 2025, or the 2025 Notes, for net proceeds of $293.8 million after deducting OID of $2.5 million, underwriting commissions and discounts of $3.0 million and offering costs of $0.7 million. The OID on the 2025 Notes is amortized based on the effective interest method over the term of the notes.

For the three months ended December 31, 2020, we recorded interest expense of $2.9 million related to the 2025 Notes. As of December 31, 2020, there were $300.0 million of 2025 Notes outstanding, which had a carrying value and fair value of $294.8 million and $311.3 million, respectively. As of September 30, 2020, there were $300.0 million of 2025 Notes outstanding, which had a carrying value and fair value of $294.5 million and $301.4 million, respectively.

2024 Notes

For the three months ended December 31, 2019, we recorded interest expense of $1.2 million (inclusive of fees) related to our 5.875% notes due 2024, or the 2024 Notes.

On March 2, 2020, we redeemed 100%, or $75.0 million aggregate principal amount, of the issued and outstanding 2024 Notes. The redemption price per 2024 Note was $25 plus accrued and unpaid interest. As of December 31, 2020 and September 30, 2020, there were no 2024 Notes outstanding.

2028 Notes

For the three months ended December 31, 2019, we recorded interest expense of $1.4 million (inclusive of fees) related to our 6.125% notes due 2028, or the 2028 Notes.

On March 13, 2020, we redeemed 100%, or $86.3 million aggregate principal amount, of the issued and outstanding 2028 Notes. The redemption price per 2028 Note was $25 plus accrued and unpaid interest. As of December 31, 2020 and September 30, 2020, there were no 2028 Notes outstanding.

Off-Balance Sheet Arrangements

We may be a party to financial instruments with off-balance sheet risk in the normal course of business to meet the financial needs of our portfolio companies. As of December 31, 2020, our only off-balance sheet arrangements consisted of $197.6 million of unfunded commitments, which was comprised of $192.8 million to provide debt financing to certain of our portfolio companies, $1.3 million to provide equity financing to SLF JV I and $3.5 million related to unfunded limited partnership interests. As of September 30, 2020, our only off-balance sheet arrangements consisted of $157.5 million of unfunded commitments, which was comprised of $152.7 million to provide debt financing to certain of our portfolio companies, $1.3 million to provide equity financing to SLF JV I and $3.5 million related to unfunded limited partnership interests. Such commitments are subject to our portfolio companies' satisfaction of certain financial and nonfinancial covenants and may involve, to varying degrees, elements of credit risk in excess of the amount recognized in our Consolidated Statements of Assets and Liabilities.

A list of unfunded commitments by investment (consisting of revolvers, term loans with delayed draw components, SLF JV I subordinated notes and LLC equity interests, and limited partnership interests) as of December 31, 2020 and September 30, 2020 is shown in the table below:

	December 31, 2020	September 30, 2020
Assembled Brands Capital LLC	$ 33,326	$ 36,079
WPEngine, Inc.	26,348	26,348
NuStar Logistics, L.P.	17,911	17,911
Athenex, Inc.	17,085	22,780
FFI Holdings I Corp	16,529	0
Thrasio, LLC	11,355	0
Jazz Acquisition, Inc.	10,147	0
Gulf Operating, LLC	10,064	0
Latam Airlines Group S.A.	8,177	0
MRI Software LLC	6,473	7,239
NeuAG, LLC	4,382	4,382
Corrona, LLC	3,968	5,189
Olaplex, Inc.	3,834	1,917
Pingora MSR Opportunity Fund I-A, LP	3,500	3,500
Dominion Diagnostics, LLC	3,449	5,887
Mindbody, Inc.	3,048	3,048
Ardonagh Midco 3 PLC	2,506	3,007
Accupac, Inc.	2,346	2,346
Acquia Inc.	2,240	2,240
New IPT, Inc.	2,229	2,229
ADB Companies, LLC	1,667	—
Apptio, Inc.	1,538	1,538
Telestream Holdings Corporation	1,417	—
Senior Loan Fund JV I, LLC	1,328	1,328
Ministry Brands, LLC	1,000	425
Coyote Buyer, LLC	942	942
Immucor, Inc.	541	541
GKD Index Partners, LLC	231	231
A.T. Holdings II SÀRL	—	7,541
iCIMs, Inc.	—	882
Total	**$ 197,581**	**$ 157,530**

Contractual Obligations

The following table reflects information pertaining to our principal debt outstanding under the Credit Facility and 2025 Notes:

	Debt Outstanding as of September 30, 2020	Debt Outstanding as of December 31, 2020	Weighted average debt outstanding for the three months ended December 31, 2020	Maximum debt outstanding for the three months ended December 31, 2020
Credit Facility	$ 414,825	$ 400,025	$ 403,403	$ 414,825
2025 Notes	300,000	300,000	300,000	300,000
Total debt	**$ 714,825**	**$ 700,025**	**$ 703,403**	

The following table reflects our contractual obligations arising from the Credit Facility and the 2025 Notes:

Contractual Obligations	Payments due by period as of December 31, 2020 Total	Less than 1 year	1-3 years	3-5 years	More than 5 years
Credit Facility	$ 400,025	$ —	$ —	$ 400,025	$ —
Interest due on Credit Facility	27,570	8,751	17,501	1,318	—
2025 Notes	300,000	—	—	300,000	—
Interest due on 2025 Notes	43,640	10,500	21,000	12,140	—
Total	**$ 771,235**	**$ 19,251**	**$ 38,501**	**$ 713,483**	**$ —**

Regulated Investment Company Status and Distributions

We have qualified and elected to be treated as a RIC under Subchapter M of the Code for tax purposes. As long as we continue to qualify as a RIC, we will not be subject to tax on our investment company taxable income (determined without regard to any deduction for dividends paid) or realized net capital gains, to the extent that such taxable income or gains is distributed, or deemed to be distributed as dividends, to stockholders on a timely basis.

Taxable income generally differs from net income for financial reporting purposes due to temporary and permanent differences in the recognition of income and expenses, and generally excludes net unrealized appreciation or depreciation. Distributions declared and paid by us in a taxable year may differ from taxable income for that taxable year as such distributions may include the distribution of taxable income derived from the current taxable year or the distribution of taxable income derived from the prior taxable year carried forward into and distributed in the current taxable year. Distributions also may include returns of capital.

To maintain RIC tax treatment, we must, among other things, distribute dividends, with respect to each taxable year, of an amount at least equal to 90% of our investment company taxable income (i.e., our net ordinary income and our realized net short-term capital gains in excess of realized net long-term capital losses, if any), determined without regard to any deduction for dividends paid. As a RIC, we are also subject to a federal excise tax, based on distribution requirements of our taxable income on a calendar year basis. We anticipate timely distribution of our taxable income in accordance with tax rules. We did not incur a U.S. federal excise tax for calendar years 2019 and 2020. We may incur a federal excise tax in future years.

We intend to distribute at least 90% of our annual taxable income (which includes our taxable interest and fee income) to our stockholders. The covenants contained in the Credit Facility may prohibit us from making distributions to our stockholders, and, as a result, could hinder our ability to satisfy the distribution requirement associated with our ability to be subject to tax as a RIC. In addition, we may retain for investment some or all of our net capital gains (i.e., realized net long-term capital gains in excess of realized net short-term capital losses) and treat such amounts as deemed distributions to our stockholders. If we do this, our stockholders will be treated as if they received actual distributions of the capital gains we retained and then reinvested the net after-tax proceeds in our common stock. Our stockholders also may be eligible to claim tax credits (or, in certain circumstances, tax refunds) equal to their allocable share of the tax we paid on the capital gains deemed distributed to them. To the extent our taxable earnings for a fiscal and taxable year fall below the total amount of our dividend distributions for that fiscal and taxable year, a portion of those distributions may be deemed a return of capital to our stockholders.

We may not be able to achieve operating results that will allow us to make distributions at a specific level or to increase the amount of these distributions from time to time. In addition, we may be limited in our ability to make distributions due to the asset coverage test for borrowings applicable to us as a Business Development Company under the Investment Company Act and due to provisions in our credit facilities and debt instruments. If we do not distribute a certain percentage of our taxable income annually, we will suffer adverse tax consequences, including possible loss of our ability to be subject to tax as a RIC. We cannot assure stockholders that they will receive any distributions or distributions at a particular level.

A RIC may treat a distribution of its own stock as fulfilling its RIC distribution requirements if each stockholder elects to receive his or her entire distribution in either cash or stock of the RIC, subject to certain limitations regarding the aggregate amount of cash to be distributed to all stockholders. If these and certain other requirements are met, for U.S federal income tax purposes, the amount of the dividend paid in stock will be equal to the amount of cash that could have been received instead of stock.

We may generate qualified net interest income or qualified net short-term capital gains that may be exempt from U.S. withholding tax when distributed to foreign stockholders. A RIC is permitted to designate distributions of qualified net interest income and qualified short-term capital gains as exempt from U.S. withholding tax when paid to non-U.S. shareholders with proper documentation. The following table, which may be subject to change as we finalize our annual tax filings, lists the percentage of qualified net interest income and qualified short-term capital gains for the year ended September 30, 2020, our last tax year end.

Year Ended	Qualified Net Interest Income	Qualified Short-Term Capital Gains
September 30, 2020	83.4 %	—

We have adopted a DRIP that provides for the reinvestment of any distributions that we declare in cash on behalf of our stockholders, unless a stockholder elects to receive cash. As a result, if our Board of Directors declares a cash distribution, then our stockholders who have not "opted out" of the DRIP will have their cash distributions automatically reinvested in additional shares of our common stock, rather than receiving a cash distribution. If our shares are trading at a premium to net asset value, we typically issue new shares to implement the DRIP, with such shares issued at the greater of the most recently computed net asset value per share of our common stock or 95% of the current market value per share of our common stock on the payment date for such distribution. If our shares are trading at a discount to net asset value, we typically purchase shares in the open market in connection with our obligations under the DRIP.

Related Party Transactions

We have entered into the Investment Advisory Agreement with Oaktree and the Administration Agreement with Oaktree Administrator, an affiliate of Oaktree. Mr. John B. Frank, an interested member of our Board of Directors, has an indirect pecuniary interest in Oaktree. Oaktree is a registered investment adviser under the Investment Advisers Act of 1940, as amended, that is partially and indirectly owned by OCG. See "*Note 11. Related Party Transactions – Investment Advisory Agreement*" and "*– Administrative Services*" in the notes to the accompanying Consolidated Financial Statements.

Recent Developments

Registration Statement on Form N-14 and Stockholder Meetings

On January 19, 2021, we filed an amended registration statement on Form N-14, which included a joint proxy statement of us and OCSI and our prospectus. The registration statement on Form N-14 was declared effective by the SEC on January 21, 2021. On January 21, 2021, we filed our final joint proxy statement/prospectus with the SEC, which was mailed on or about January 21, 2021 to our stockholders of record as of January 19, 2021. Our annual meeting of stockholders and OCSI's special meeting of stockholders are both scheduled for March 15, 2021 to vote on the matters described in the joint proxy statement/prospectus as required by the Merger Agreement.

Distribution Declaration

On January 29, 2021, our Board of Directors declared a quarterly distribution of $0.12 per share, payable in cash on March 31, 2021 to stockholders of record on March 15, 2021.

Item 3. *Quantitative and Qualitative Disclosures about Market Risk*

We are subject to financial market risks, including changes in the valuations of our investment portfolio and interest rates.

Valuation Risk

Our investments may not have a readily available market price, and we value these investments at fair value as determined in good faith by our Board of Directors, with the assistance of the Audit Committee and Oaktree. There is no single standard for determining fair value in good faith and valuation methodologies involve a significant degree of management judgment. In addition, our valuation methodology utilizes discount rates in part in valuing our investments, and changes in those discount rates may have an impact on the valuation of our investments. Accordingly, valuations by us do not necessarily represent the amounts which may eventually be realized from sales or other dispositions of investments. Estimated fair values may differ from the values that would have been used had a ready market for the investment existed, and the differences could be material to the financial statements.

Interest Rate Risk

We are subject to financial market risks, including changes in interest rates. Changes in interest rates may affect both our cost of funding and our interest income from portfolio investments, cash and cash equivalents and idle fund investments. Our risk management systems and procedures are designed to identify and analyze our risk, to set appropriate policies and limits and to continually monitor these risks and limits by means of reliable administrative and information systems and other policies and programs. Our investment income will be affected by changes in various interest rates, including LIBOR and prime rates, to the extent our debt investments include floating interest rates.

As of December 31, 2020, 88.8% of our debt investment portfolio (at fair value) and 89.6% of our debt investment portfolio (at cost) bore interest at floating rates. The composition of our floating rate debt investments by interest rate floor as of December 31, 2020 and September 30, 2019 was as follows:

($ in thousands)	December 31, 2020 Fair Value	December 31, 2020 % of Floating Rate Portfolio	September 30, 2020 Fair Value	September 30, 2020 % of Floating Rate Portfolio
0%	$ 528,798	36.8 %	$ 553,829	42.2 %
>0% and <1%	111,845	7.8 %	39,789	3.0 %
1%	748,573	52.1 %	672,529	51.3 %
>1%	46,855	3.3 %	45,362	3.5 %
Total Floating Rate Investments	**$ 1,436,071**	**100.0 %**	**$ 1,311,509**	**100.0 %**

Based on our Consolidated Statement of Assets and Liabilities as of December 31, 2020, the following table shows the approximate annualized net increase (decrease) in net assets resulting from operations of hypothetical base rate changes in interest rates, assuming no changes in our investment and capital structure. However, there can be no assurances our portfolio companies will be able to meet their contractual obligations at any or all levels on increases in interest rates.

($ in thousands)

Basis point increase	Increase in Interest Income	(Increase) in Interest Expense	Net increase (decrease) in net assets resulting from operations
250	$ 29,066	$ (10,001)	$ 19,065
200	21,838	(8,001)	13,837
150	14,610	(6,000)	8,610
100	7,471	(4,000)	3,471
50	2,703	(2,000)	703

The net effect of any decrease in interest rates is limited and would not be of significance due to interest rate floors on investments and borrowings outstanding.

We regularly measure exposure to interest rate risk. We assess interest rate risk and manage our interest rate exposure on an ongoing basis by comparing our interest rate sensitive assets to our interest rate sensitive liabilities. Based on this review, we determine whether or not any hedging transactions are necessary to mitigate exposure to changes in interest rates. The following table shows a comparison of the interest rate base for our interest-bearing cash and outstanding investments, at principal, and our outstanding borrowings as of December 31, 2020 and September 30, 2020:

	December 31, 2020		September 30, 2020	
($ in thousands)	**Interest Bearing Cash and Investments**	**Borrowings**	**Interest Bearing Cash and Investments**	**Borrowings**
Money market rate	$ 20,966	$ —	$ 35,248	$ —
Prime rate	305	—	305	—
LIBOR				
30 day	749,525	400,025	717,576	414,825
60 day	9,000	—	6,861	—
90 day	466,373	—	362,141	—
180 day	167,349	—	201,699	—
360 day	15,007	—	23,351	—
EURIBOR				
30 day	30,391	—	29,126	—
180 day	1,762	—	1,689	—
UK LIBOR				
30 day	24,605	—	23,270	—
180 day	15,450	—	14,612	—
Fixed rate	162,980	300,000	171,976	300,000
Total	**$ 1,663,713**	**$ 700,025**	**$ 1,587,854**	**$ 714,825**

Item 4. *Controls and Procedures*

Management, with the participation of the Company's Chief Executive Officer and Chief Financial Officer, evaluated the effectiveness of our disclosure controls and procedures as of December 31, 2020. The term "disclosure controls and procedures," as defined in Rules 13a-15(e) and 15d-15(e) under the Securities Exchange Act of 1934, as amended, or the Exchange Act, means controls and other procedures of a company that are designed to ensure that information required to be disclosed by a company in the reports that it files or submits under the Exchange Act is recorded, processed, summarized and reported, within the time periods specified in the SEC's rules and forms. Disclosure controls and procedures include, without limitation, controls and procedures designed to ensure that information required to be disclosed by a company in the reports that it files or submits under the Exchange Act is accumulated and communicated to the company's management, including its chief executive officer and chief financial officer, as appropriate to allow timely decisions regarding required disclosure. Management recognizes that any controls and procedures, no matter how well designed and operated, can provide only reasonable assurance of achieving their objectives. Based on the evaluation of our disclosure controls and procedures as of December 31, 2020, our Chief Executive Officer and Chief Financial Officer concluded that our disclosure controls and procedures were effective, at the reasonable assurance level, in timely identifying, recording, processing, summarizing and reporting any material information relating to us that is required to be disclosed in the reports we file or submit under the Exchange Act.

There were no changes in our internal control over financial reporting that occurred during the three months ended December 31, 2020 that have materially affected, or are reasonably likely to materially affect, our internal control over financial reporting.

PART II

Item 1. *Legal Proceedings*

Other than as described below, we are currently not a party to any pending material legal proceedings.

On December 18, 2020, putative stockholder Oklahoma Firefighters Pension and Retirement System filed a complaint on behalf of itself and all other similarly situated holders of our common stock and derivatively on behalf of us as nominal defendant in the Delaware Court of Chancery, captioned *Oklahoma Firefighters Pension and Retirement System v. Frank, et al.*, No. 2020-1075-VCM (Del. Ch.). This lawsuit is referred to herein as the "Merger Litigation". The Merger Litigation alleges a direct breach of fiduciary duty claim against our board of directors in connection with the solicitation of the approval by our stockholders of the issuance of shares of our common stock to be issued pursuant to the Merger Agreement and a derivative breach of fiduciary duty claim against our board of directors in connection with its negotiation and approval of the Mergers. The Merger Litigation alleges, among other things, that the members of our board of directors had certain conflicts of interest in the negotiation and approval of the Mergers and that the initial filing of the joint proxy statement/prospectus relating to the Mergers omitted certain information that the plaintiff claims is material. The Merger Litigation, among other things, requests that the court enjoin the vote of our stockholders with respect to the approval of the issuance of shares of our common stock to be issued pursuant to the Merger Agreement and award attorneys' fees and damages in an unspecified amount.

The defendants believe that we previously made complete disclosure of all information required to be disclosed to ensure that our stockholders can make an informed vote at the Annual Meeting of Stockholders and that the additional disclosures requested by the plaintiff are immaterial and/or were included in the preliminary joint proxy statement/prospectus filed as part of our Registration Statement on Form N-14 on November 23, 2020. Accordingly, the defendants believe these claims are without merit and intend to vigorously defend against them. However, in an attempt to reduce the costs, risks and uncertainties inherent in litigation and to maximize our net asset value at the time of the Mergers, we determined to voluntarily include certain supplemental disclosures in the amendment to our Registration Statement on Form N-14 filed on January 19, 2021. The inclusion of such disclosures shall not be deemed an admission of the legal necessity or materiality of any of these disclosures under applicable law. Rather, we and our board of directors specifically deny all allegations in the Merger Litigation that any additional disclosure was or is required.

Item 1A. *Risk Factors*

There have been no material changes during the three months ended December 31, 2020 to the risk factors discussed in Item 1A. Risk Factors in our Annual Report on Form 10-K for the year ended September 30, 2020.

Item 2. *Unregistered Sales of Equity Securities and Use of Proceeds.*

None.

Item 3. ***Defaults Upon Senior Securities***

None.

Item 4. ***Mine Safety Disclosures***

Not applicable.

Item 5. ***Other Information***

None.

Item 6. ***Exhibits***

2.1^	Agreement and Plan of Merger among Oaktree Strategic Income Corporation, the Registrant, Lion Merger Sub, Inc. and Oaktree Fund Advisors LLC (for the limited purposes set forth therein), dated as of October 28, 2020 (Incorporated by reference to Exhibit 2.1 filed with the Registrant's Current Report on Form 8-K (File No. 814-00755) filed on October 29, 2020).
10.1	Incremental Commitment and Assumption Agreement, dated as of October 28, 2020, made by the Registrant, as Borrower, the assuming lender party hereto, as assuming lender, and ING Capital LLC, as administrative agent and issuing bank relating to the Amended and Restated Senior Secured Revolving Credit Agreement, dated as of February 25, 2019 among the Registrant, as Borrower, the lenders party thereto, ING Capital LLC, as administrative agent, ING Capital LLC, JPMorgan Chase Bank, N.A. and Merrill Lynch, Pierce, Fenner & Smith Incorporated as joint lead arrangers and joint bookrunners, and JPMorgan Chase Bank, N.A. and Bank of America, N.A., as syndication agents (Incorporated by reference to Exhibit 10.1 filed with the Registrant's Current Report on Form 8-K (File No. 814-00755) filed on October 29, 2020).
10.2	Amendment No. 3 to Amended and Restated Senior Secured Revolving Credit Agreement, dated as of December 10, 2020, among the Registrant, as Borrower, the lenders party thereto from time to time and ING Capital LLC, as administrative agent for the lenders thereunder (Incorporated by reference to Exhibit 10.1 filed with the Registrant's Current Report on Form 8-K (File No. 814-00755) filed on December 14, 2020).
10.3	Incremental Commitment Agreement, dated as of December 28, 2020, made by the Registrant, as Borrower, MUFG Union Bank, N.A., as increasing lender, and ING Capital LLC, as administrative agent and issuing bank relating to the Amended and Restated Senior Secured Revolving Credit Agreement, dated as of February 25, 2019 among the Registrant, as Borrower, the lenders party thereto, ING Capital LLC, as administrative agent, ING Capital LLC, JPMorgan Chase Bank, N.A. and Merrill Lynch, Pierce, Fenner & Smith Incorporated as joint lead arrangers and joint bookrunners, and JPMorgan Chase Bank, N.A. and Bank of America, N.A., as syndication agents (Incorporated by reference to Exhibit 10.1 filed with the Registrant's Current Report on Form 8-K (File No. 814-00755) filed on December 29, 2020).
31.1*	Certification of Chief Executive Officer Pursuant to Rule 13a-14(a) under the Securities Exchange Act of 1934.
31.2*	Certification of Chief Financial Officer Pursuant to Rule 13a-14(a) under the Securities Exchange Act of 1934.
32.1*	Certification of Chief Executive Officer Pursuant to Section 906 of the Sarbanes-Oxley Act of 2002 (18 U.S.C. 1350).
32.2*	Certification of Chief Financial Officer Pursuant to Section 906 of the Sarbanes-Oxley Act of 2002 (18 U.S.C. 1350).

* Filed herewith.

^ Exhibits and schedules to Exhibit 2.1 have been omitted in accordance with Item 601 of Regulation S-K. The Registrant agrees to furnish supplementally a copy of all omitted exhibits and schedules to the SEC upon its request.

SIGNATURES

Pursuant to the requirements of Section 13 or 15(d) of the Securities Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

OAKTREE SPECIALTY LENDING CORPORATION

By:	/s/ Armen Panossian
	Armen Panossian
	Chief Executive Officer
By:	/s/ Mel Carlisle
	Mel Carlisle
	Chief Financial Officer and Treasurer

Date: February 3, 2021

Exhibit 31.1

I, Armen Panossian, Chief Executive Officer of Oaktree Specialty Lending Corporation, certify that:

1. I have reviewed this quarterly report on Form 10-Q for the quarter ended December 31, 2020 of Oaktree Specialty Lending Corporation;

2. Based on my knowledge, this report does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this report;

3. Based on my knowledge, the financial statements, and other financial information included in this report, fairly present in all material respects the financial condition, results of operations and cash flows of the registrant as of, and for, the periods presented in this report;

4. The registrant's other certifying officer and I are responsible for establishing and maintaining disclosure controls and procedures (as defined in Exchange Act Rules 13a-15(e) and 15d-15(e)) and internal control over financial reporting (as defined in Exchange Act Rules 13a-15(f) and 15d-15(f)) for the registrant and have:

(a) Designed such disclosure controls and procedures, or caused such disclosure controls and procedures to be designed under our supervision, to ensure that material information relating to the registrant, including its consolidated subsidiaries, is made known to us by others within those entities, particularly during the period in which this report is being prepared;

(b) Designed such internal control over financial reporting, or caused such internal control over financial reporting to be designed under our supervision, to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles;

(c) Evaluated the effectiveness of the registrant's disclosure controls and procedures and presented in this report our conclusions about the effectiveness of the disclosure controls and procedures, as of the end of the period covered by this report based on such evaluation; and

(d) Disclosed in this report any change in the registrant's internal control over financial reporting that occurred during the registrant's most recent fiscal quarter (the registrant's fourth fiscal quarter in the case of an annual report) that has materially affected, or is reasonably likely to materially affect, the registrant's internal control over financial reporting; and

5. The registrant's other certifying officer and I have disclosed, based on our most recent evaluation of internal control over financial reporting, to the registrant's auditors and the audit committee of the registrant's board of directors (or persons performing the equivalent functions):

(a) All significant deficiencies and material weaknesses in the design or operation of internal control over financial reporting which are reasonably likely to adversely affect the registrant's ability to record, process, summarize and report financial information; and

(b) Any fraud, whether or not material, that involves management or other employees who have a significant role in the registrant's internal control over financial reporting.

Dated this 3rd day of February, 2021.

By: /s/ Armen Panossian

Armen Panossian
Chief Executive Officer

Exhibit 31.2

I, Mel Carlisle, Chief Financial Officer of Oaktree Specialty Lending Corporation, certify that:

1. I have reviewed this this quarterly report on Form 10-Q for the quarter ended December 31, 2020 of Oaktree Specialty Lending Corporation;

2. Based on my knowledge, this report does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this report;

3. Based on my knowledge, the financial statements, and other financial information included in this report, fairly present in all material respects the financial condition, results of operations and cash flows of the registrant as of, and for, the periods presented in this report;

4. The registrant’s other certifying officer and I are responsible for establishing and maintaining disclosure controls and procedures (as defined in Exchange Act Rules 13a-15(e) and 15d-15(e)) and internal control over financial reporting (as defined in Exchange Act Rules 13a-15(f) and 15d-15(f)) for the registrant and have:

(a) Designed such disclosure controls and procedures, or caused such disclosure controls and procedures to be designed under our supervision, to ensure that material information relating to the registrant, including its consolidated subsidiaries, is made known to us by others within those entities, particularly during the period in which this report is being prepared;

(b) Designed such internal control over financial reporting, or caused such internal control over financial reporting to be designed under our supervision, to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles;

(c) Evaluated the effectiveness of the registrant’s disclosure controls and procedures and presented in this report our conclusions about the effectiveness of the disclosure controls and procedures, as of the end of the period covered by this report based on such evaluation; and

(d) Disclosed in this report any change in the registrant’s internal control over financial reporting that occurred during the registrant’s most recent fiscal quarter (the registrant’s fourth fiscal quarter in the case of an annual report) that has materially affected, or is reasonably likely to materially affect, the registrant’s internal control over financial reporting; and

5. The registrant’s other certifying officer and I have disclosed, based on our most recent evaluation of internal control over financial reporting, to the registrant’s auditors and the audit committee of the registrant’s board of directors (or persons performing the equivalent functions):

(a) All significant deficiencies and material weaknesses in the design or operation of internal control over financial reporting which are reasonably likely to adversely affect the registrant’s ability to record, process, summarize and report financial information; and

(b) Any fraud, whether or not material, that involves management or other employees who have a significant role in the registrant’s internal control over financial reporting.

Dated this 3rd day of February, 2021.

By: /s/ Mel Carlisle

Mel Carlisle
Chief Financial Officer

Exhibit 32.1

Certification of Chief Executive Officer
Pursuant to
Section 906 of the Sarbanes-Oxley Act of 2002 (18 U.S.C. 1350)

In connection with the quarterly report on Form 10-Q for the quarter ended **December 31, 2020** (the “Report”) of **Oaktree Specialty Lending Corporation** (the “Registrant”), as filed with the Securities and Exchange Commission on the date hereof, I, **Armen Panossian**, the Chief Executive Officer of the Registrant, hereby certify, to the best of my knowledge, that:

(1) The Report fully complies with the requirements of Section 13(a) or 15(d) of the Securities Exchange Act of 1934, as amended; and

(2) The information contained in the Report fairly presents, in all material respects, the financial condition and results of operations of the Registrant.

/s/ Armen Panossian

Name: Armen Panossian

Date: February 3, 2021

Exhibit 32.2

Certification of Chief Financial Officer
Pursuant to
Section 906 of the Sarbanes-Oxley Act of 2002 (18 U.S.C. 1350)

In connection with the quarterly report on Form 10-Q for the quarter ended **December 31, 2020** (the “Report”) of **Oaktree Specialty Lending Corporation** (the “Registrant”), as filed with the Securities and Exchange Commission on the date hereof, I, **Mel Carlisle**, the Chief Financial Officer of the Registrant, hereby certify, to the best of my knowledge, that:

(1) The Report fully complies with the requirements of Section 13(a) or 15(d) of the Securities Exchange Act of 1934, as amended; and

(2) The information contained in the Report fairly presents, in all material respects, the financial condition and results of operations of the Registrant.

/s/ Mel Carlisle

Name: Mel Carlisle

Date: February 3, 2021