TriplePoint Venture Growth

# *Investor Presentation*

Quarter Ended June 30, 2024

August 7, 2024

www.tpvg.com

# Forward Looking Statements

Some of the statements in this presentation constitute forward-looking statements, which relate to future events or our future performance or financial condition. The forward-looking statements contained in this presentation involve risks and uncertainties, including statements as to: our future operating results; our business prospects and the prospects of our portfolio companies; our relationships with third parties including but not limited to lenders and venture capital investors; the impact and timing of our unfunded obligations; the expected market for venture capital investments; the effect of and uncertainties related to macroeconomic factors such as rising and fluctuating inflation and interest rates, and adverse developments affecting the financial services industry and venture banking ecosystem, including the recent failure of certain banking institutions; the performance of our portfolio and other investments that we may make in the future; the impact of investments that we expect to make; actual and potential conflicts of interest with TriplePoint Capital LLC ("TPC") and TriplePoint Advisers LLC (our "Adviser") and its senior investment team and Investment Committee; our contractual arrangements and relationships with third parties; the dependence of our future success on the general economy and its impact on the industries in which we invest; the ability of our portfolio companies to achieve their objectives, or to obtain financing and working capital on attractive terms or at all; our expected financings and investments; the ability of the Adviser to locate suitable investments for us and to monitor and administer our investments; the ability of our Adviser to attract, retain and have access to highly talented professionals, including our Adviser's senior investment team; our ability to maintain our qualification as a regulated investment company, or "RIC," and as a business development company, or "BDC;" the adequacy of our available liquidity, cash resources and working capital and compliance with covenants under our borrowing arrangements; the timing of cash flows, if any, from the operations of our portfolio companies; and the declaration, payment, amount and/or timing of future dividends or distributions.

Such forward-looking statements are typically preceded by, followed by or otherwise include the words "may," "might," "will," "intend," "should," "could," "can," "would," "expect," "believe," "estimate," "anticipate," "predict," "potential," "plan" or similar words.

We have based the forward-looking statements included in this presentation on information available to us on the date of this presentation, and we assume no obligation to update any such forward-looking statements. Actual results could differ materially from those anticipated in our forward-looking statements, and future results could differ materially from historical performance. 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 ("SEC"), including annual reports on Form 10-K, quarterly reports on Form 10-Q and current reports on Form 8-K. We believe that the assumptions on which any forward-looking statements are based are reasonable. However, any of those assumptions could prove to be inaccurate, and as a result, the forward-looking statements based on those assumptions also could be inaccurate. In light of these and other uncertainties, the inclusion of a projection or forward-looking statement in this presentation should not be regarded as a representation by us that our plans and objectives will be achieved. You should not place undue reliance on these forward-looking statements, which apply only as of the date of this presentation. For a further discussion of factors, risks and uncertainties that could cause our future results to differ materially from any forward-looking statements, see the sections entitled "Risk Factors" and other disclosure in the Company's most recently filed annual report on Form 10-K and its other public SEC filings.

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***Externally-Managed BDC Focused on Providing Customized Debt Financing With Warrants and Direct Equity Investments to Venture Growth Stage Companies in Technology and Other High Growth Industries Backed by a Select Group of Venture Capital Firms***

# TriplePoint Venture Growth BDC Corp. Overview

MARKET CAP [1]

**$321 million**

Price / NAV [1]

**0.91x**

COMMON STOCK

**TPVG (NYSE)**

DISTRIBUTIONS DECLARED

**$0.30 For Q3 2024**

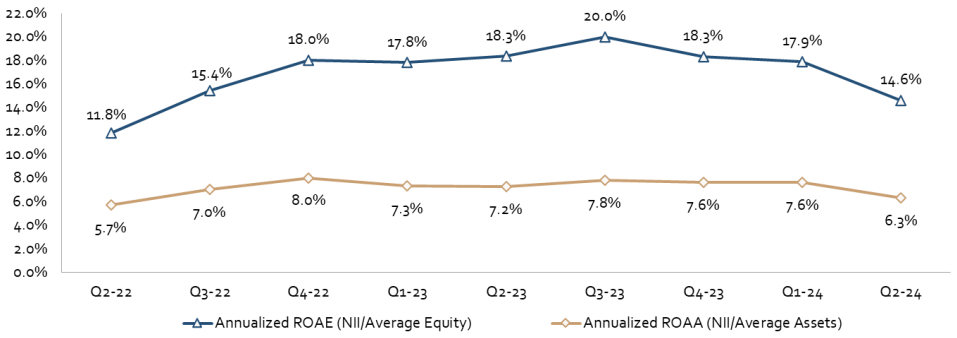
EQUITY RESEARCH COVERAGE

***8 analysts***

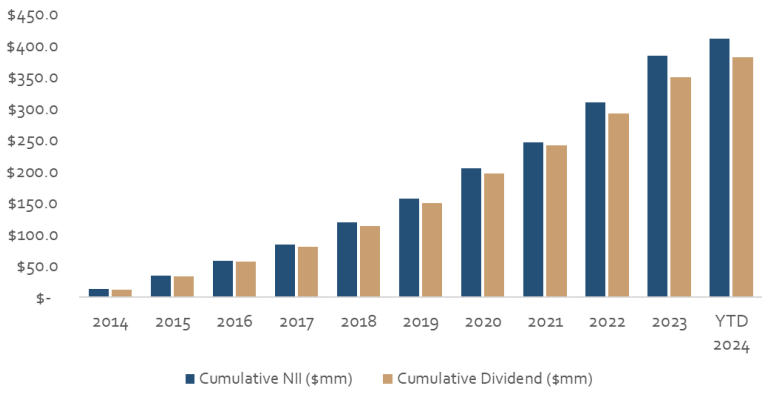
CREDIT RATING [2]

DBRS **BBB (low)**

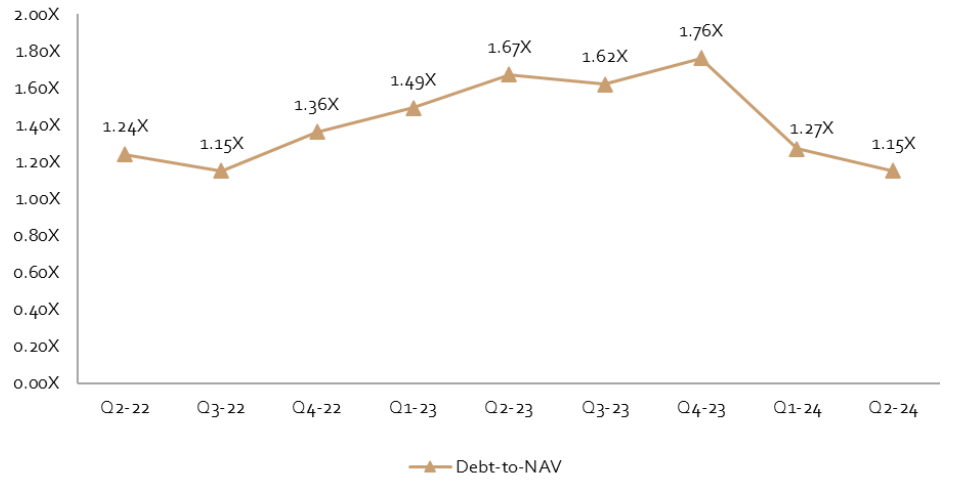
## *NII Return (Average Equity & Average Assets)*




## *Cumulative Net Investment Income since inception has consistently exceeded cumulative distributions* [3]




## *Gross Leverage Ratio*




(1) As of June 30, 2024.

(2) A rating from DBRS, Inc., or any other rating agency, is not a recommendation to buy, sell or hold securities of TriplePoint Venture Growth BDC Corp. Ratings are subject to revision, suspension or withdrawal at any time by the relevant rating agency.

(3) As of June 30, 2024 since commencement of operations on March 5, 2014.

# TriplePoint Venture Growth BDC Corp. Overview

- HIGHLY DIFFERENTIATED
- BUILT FOR SUCCESS
- ALIGNED WITH PUBLIC SHAREHOLDERS
- DELIVERING RESULTS

**- The 4 R's -**

*Relationships*

*Reputation*

*References*

*Returns*

## HIGHLY DIFFERENTIATED

### INVESTMENT STRATEGY

- Lend to venture capital backed companies at the venture growth stage
- Target companies backed by a select group of leading venture capital investors
- Focus on technology and other high-growth industries
- Venture growth stage companies have distinct risk-mitigating characteristics

### MARKET OPPORTUNITY

- Large & growing market opportunity for lending to venture growth stage companies
- Highly fragmented, underserved market with high barriers to entry
- Complements equity investment from VC investors which helps to reduce downside

### INVESTMENT OBJECTIVE

- Provide highly-customized, senior secured "growth capital" loans
- Targeted returns of 10% - 18% on debt investments from interest and fees
- Additional upside through equity "kickers" in the form of warrants

### USE CASE FOR VENTURE LENDING

- Ability to grow faster, finance business expansion & extend runway – enabling companies to achieve more milestones and command a higher future valuation
- Longer exit timing for IPOs and M&A requires more capital
- Enables diversification of funding sources

## BUILT FOR SUCCESS

### STRUCTURE

- Externally-managed business development company (BDC)
- Common stock trades on the New York Stock Exchange: "TPVG"
- $395.0 million in aggregate principal amount of private institutional notes

### UNIQUE SPONSOR RELATIONSHIP

- Managed by an affiliate of TriplePoint Capital, the leading global financing partner to venture capital backed companies across all stages of development
- Exceptional brand name, reputation, track record, venture capital investor relationships and direct originations capabilities

### INDUSTRY LEADING EXPERTISE

- Highly experienced executive and investment teams with co-founders that have worked together for more than 25 years
- Proprietary processes benefiting from co-founders' track record of lending to more than 2,500 companies and deploying more than $13 billion of capital (1)

### DIRECT ORIGINATIONS

- All deal flow is directly originated – generally do not utilize brokers/agents or syndications
- Leads / referrals are primarily sourced from venture capital and industry relationships

(1) Includes track records prior to TriplePoint Capital.

# ALIGNED WITH PUBLIC SHAREHOLDERS

## SHAREHOLDER FRIENDLY FEE STRUCTURE

- 1.75% management fee
- 8% annualized hurdle rate for income incentive fee
- Total return requirement whereby incentive fees are capped at 20% of cumulative net increase in net assets resulting from operations since IPO date
- Income incentive fee reduced by $5.6 million in 2024 due to the total return requirement

## NON-DILUTIVE EQUITY OFFERINGS

- All equity offerings have been at or above net asset value
- Have not requested shareholder approval to raise equity below NAV
- Adviser has paid more than $14 million of offering expenses since inception
- Sold $22 million of stock to funds managed by Goldman Sachs Asset Management, LP in a PIPE transaction in October 2017 at a premium to NAV
- Raised $40.5 million of net proceeds under the at-the-market equity offering program ("ATM Program")

## DISCIPLINE IN MANAGING CAPITAL

- Co-investment exemptive relief order received in March 2018
- Received shareholder approval for 150% asset coverage in June 2018
- Investment grade credit rating of BBB (low) from DBRS

(1) Including commissions.

# DELIVERING RESULTS

## DEMONSTRATED ORIGINATIONS CAPABILITIES[2]

- $8.2 billion of cumulative signed non-binding venture growth stage term sheets at TPC[1]
- $3.9 billion of cumulative originations
- $2.7 billion of cumulative fundings

## HIGH YIELDING, HIGH QUALITY PORTFOLIO[2][3]

- $713.8 million portfolio at fair value, consisting of $615.7 million of loans to 44 obligors and $98.1 million of warrants and equity investments with 103 companies
- 2.24 weighted average credit ranking of the debt investment portfolio
- Weighted average annualized portfolio yield on debt investments of 15.8% in Q2 2024

## SHAREHOLDER RETURNS

- $15.75 of cumulative distributions declared per share since IPO through Q3 2024 including $0.45 of special distributions
- $0.30 per share distribution for Q3 2024, a 14.9% annualized dividend yield[4]
- Total return of 92.5% since IPO & total return of (18.7)% year to date[5]
- 16.2% NII return on average equity & 7.0% NII return on average assets year to date

(1) Signed term sheet amounts not necessarily indicative of opportunities available to TPVG.
(2) As of 6/30/2024. Includes investments acquired from TriplePoint Capital and originated since IPO.
(3) The Company's weighted average annualized portfolio yield on debt investments may be higher than an investor's yield on an investment in shares of its common stock. The weighted average annualized portfolio yield on debt investments does not reflect operating expenses that may be incurred by the Company. Please refer to footnote (1) on slide 36 of this presentation for more information on the calculation of the weighted average annualized portfolio yield on debt investments.
(4) Annualized based on $0.30 of distributions declared in Q3 2024 and a closing stock price of $8.03 as of June 30, 2024.
(5) Total return is the change in the ending stock price of the Company's common stock plus distributions paid for the period assuming participation in the Company's dividend reinvestment plan divided by the 6/30/2024 closing stock price of the Company's common stock.

## Second Quarter 2024 Highlights

### Financial Results

- Net investment income (NII) of $12.6 million, or $0.33 per share
- Net increase in net assets from operations of $8.6 million, or $0.22 per share
- Net asset value of $353.0 million, or $8.83 per share
- Declared and paid quarterly distribution totaling $0.40 per common share
- Estimated spillover income totaled $39.3 million or $0.98 per share

### Investment Activity

- Signed term sheets of $188.4 million with venture growth stage companies at TPC
- Closed $52.0 million of debt commitments to 5 portfolio companies
- Funded $38.7 million in debt investments to 5 portfolio companies
- Loan prepayments of $51.2 million from 4 portfolio companies
- Achieved an 15.8% weighted average annualized portfolio yield on total debt investments for the quarter
- Realized a 14.6% return on average equity, based on NII during this quarter

### Portfolio Company Updates

- 9 portfolio companies (which were active with a credit outstanding or available commitment during the quarter) raised $442.6 million in equity financing rounds

## Second Quarter 2024 Highlights (continued)

### Liquidity and Capital Resources

- Ended the quarter with a 1.15x gross leverage ratio
- Liquidity of $340.7 million, comprised of $50.7 million of cash and cash equivalents (including restricted cash) as of June 30, 2024 and $290.0 million of credit facility availability(1)
- $71.4 million of unfunded commitments as of June 30, 2024
- Raised $18.2 million under the ATM program; issued 1,994,233 shares of common stock

### Credit Developments

- One portfolio company was upgraded from White to Clear
- One portfolio company was downgraded from Clear to White
- One portfolio company was downgraded from White to Yellow
- One portfolio company was downgraded from White to Orange
- One portfolio company was downgraded from Yellow to Orange
- One portfolio company was downgraded from Yellow to Red

### Other Activity Subsequent to Quarter End(2)

- TPC's direct originations platform entered into $56.0 million of additional non-binding signed term sheets with venture growth stage companies
- Closed $11.0 million of additional debt commitments
- Funded $6.3 million in new investments
- Renewed the Revolving Credit Facility to extend the revolving period to November 30, 2025 and the scheduled maturity to May 30, 2027, as well as, set total commitments to $300 million

(1) Total liquidity was adjusted for the renewal of the Revolving Credit Facility announced on August 7, 2024.
(2) Through August 6, 2024.

# Trailing Five Quarter KPIs

| KPI | Q2 2023 | Q3 2023 | Q4 2023 | Q1 2024 | Q2 2024 |
|---|---|---|---|---|---|
| ORIGINATIONS[1] | **$114m** *signed venture growth stage term sheets*<br>**$18m** *closed commitments* | **$58m** *signed venture growth stage term sheets*<br>**$6m** *closed commitments* | **$100m** *signed venture growth stage term sheets*<br>**$4m** *closed commitments* | **$130m** *signed venture growth stage term sheets*<br>**$10m** *closed commitments* | **$188m** *signed venture growth stage term sheets*<br>**$52m** *closed commitments* |
| FUNDED DEBT INVESTMENTS | $31m | $13m | $24m | $14m | $39m |
| UNFUNDED COMMITMENTS | $205m | $142m | $118m | $73m | $71m |
| DEBT PORTFOLIO YIELD | 14.7% with prepays<br>14.1% without prepays | 15.1% with prepays<br>14.1% without prepays | 15.6% with prepays<br>14.4% without prepays | 15.4% with prepays<br>14.7% without prepays | 15.8% with prepays<br>13.9% without prepays |
| PORTFOLIO STATISTICS[2] | 56 funded borrowers<br>154 warrant & equity investments<br>7.6% Debt Portfolio WA LTV | 54 funded borrowers<br>154 warrant & equity investments<br>7.8% Debt Portfolio WA LTV | 49 funded borrowers<br>143 warrant & equity investments<br>7.9% Debt Portfolio WA LTV | 49 funded borrowers<br>143 warrant & equity investments<br>7.8% Debt Portfolio WA LTV | 44 funded borrowers<br>140 warrant & equity investments<br>7.8% Debt Portfolio WA LTV |
| NET REALIZED & UNREALIZED GAINS/(LOSSES) | $(39.7m) | $(17.0m) | $(46.1m) | $(7.5m) | $(4.0m) |
| NII/NINA | $0.53 / $(0.59) | $0.54 / $0.06 | $0.47 / $(0.79) | $0.41 / $0.21 | $0.33 / $0.22 |
| NAV | *$10.70 -8.5%* | *$10.37 -3.2%* | *$9.21 -11.2%* | *$9.02 -2.1%* | *$8.83 -2.0%* |
| GROSS LEVERAGE RATIO | 1.67x | 1.62x | 1.76x | 1.27x | 1.15x |
| CREDIT SCORE | 2.07 | 2.10 | 2.14 | 2.21 | 2.24 |
| NON-ACCRUALS COST/FV % OF DEBT | 11.0% / 4.7% | 11.1% / 5.0% | 5.3% / 4.0% | 8.5% / 6.8% | 10.2% / 8.2% |
| STOCK PRICE | $11.78 at 06/30<br>(1.10x Q2 NAV) | $10.46 at 09/30<br>(1.01x Q3 NAV) | $10.86 at 12/31<br>(1.18x Q4 NAV) | $9.48 at 03/31<br>(1.05x Q1 NAV) | $8.03 at 06/30<br>(0.91x Q2 NAV) |

(1) Signed term sheets at TriplePoint Capital; closed commitments at TPVG.
(2) Warrant and equity investments reflect number of portfolio companies in each of the respective investment types.

# *Investment Highlights*

- Industry Leading Sponsor With Premium Brand, Track Record and Platform
- Differentiated Investment Strategy
- Large And Growing Market With High Barriers to Entry
- Attractive Risk-Adjusted Returns With Equity Upside Potential
- Experienced Team With Time-Tested Processes
- Strong Financial Profile With Large Committed Credit Facility

TRIPLEPOINT VENTURE GROWTH

# *Highly Experienced Management Team*



**JIM LABE**
Chairman &
Chief Executive Officer

- Co-Founder of TriplePoint Capital
- Pioneer of the Venture Leasing and Lending Industry
- Founder and CEO of Comdisco Ventures



**SAJAL SRIVASTAVA**
President &
Chief Investment Officer

- Co-Founder of TriplePoint Capital
- Head of the Investment & Credit Team at Comdisco Ventures
- Technology Investment Banking at Prudential Securities



**CHRIS MATHIEU**
Chief Financial Officer

- Joined TriplePoint Capital in 2019 as CFO
- 25+ Years Experience in Finance, Accounting & Venture Lending
- 15+ Years as CFO in Venture Lending & Middle Market Credit

- *TriplePoint's co-founders have worked together for more than 25 years*
- *Have provided more than $13.0 billion in debt financing to over 2,500 venture capital-backed companies across two venture lending platforms*
- *Supported by a team of more than 60 professionals*

Note: On August 2, 2024, the Company's board of directors appointed Matthew Galiani to serve as interim Chief Financial Officer of the Company, effective at the close of business on August 9, 2024.

# TriplePoint Capital - Industry Leading Venture Lending Credit Platform

TRIPLEPOINT CAPITAL

The leading global financing provider devoted to serving venture capital backed companies throughout their lifespan

## KEY HIGHLIGHTS

- Launched in 2005 by Jim Labe and Sajal Srivastava
- Headquartered on Sand Hill Road in Silicon Valley with regional offices in New York City, San Francisco and Boston
- Provides debt, equity and complementary services to privately-held, venture capital-backed companies across all stages of development around the world

## PLATFORM

- Exceptional brand name, reputation, venture capital investor relationships & direct originations capabilities
- Since inception, the TriplePoint platform has committed +$13 billion to 900+ companies across the globe
- Manages an on-balance sheet lending vehicle, two permanent capital vehicles (BDCs), GP/LP fund and other vehicles

## EXPERIENCE

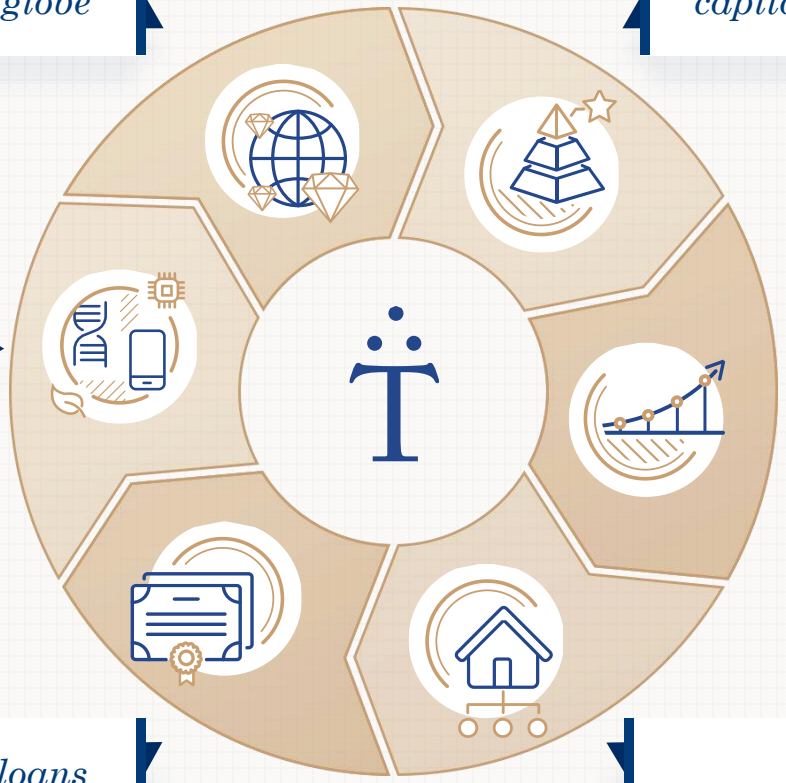
- Highly experienced team utilizing proprietary and proven methods for investment process and portfolio management
- Distinct focus on and deep relationships with a select group of leading venture capital investors and their portfolio companies
- Unique multi-stage investment focus – the TriplePoint Lifespan Approach to venture lending

# TriplePoint Capital Differentiated Investment Strategy

*Target venture capital backed companies across the globe*

*Invest with TPC's Select Group of leading venture capital investors*

*Primary focus in technology and other high-growth industries*

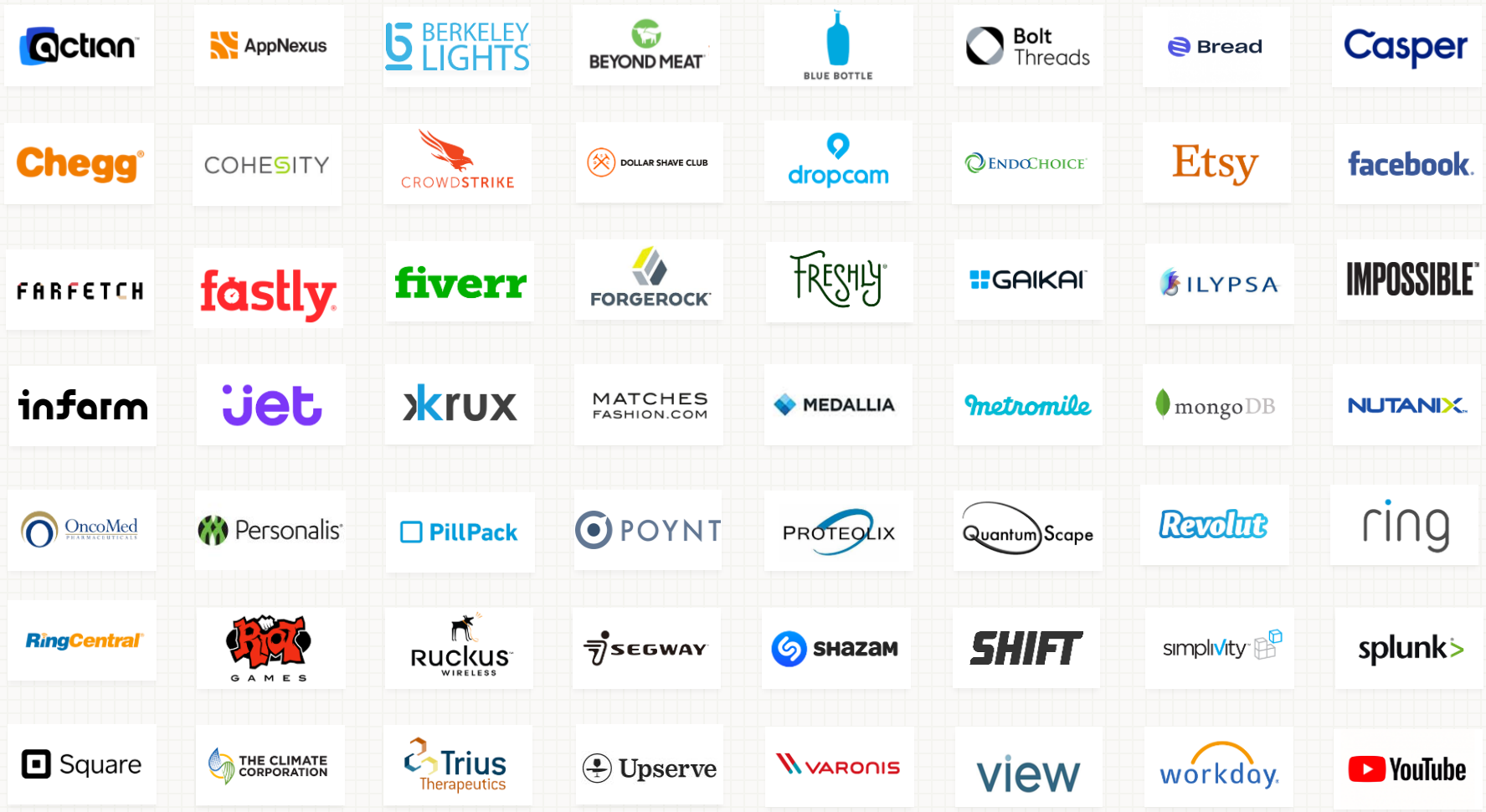


*Unique, multi-stage investment approach – the Lifespan Approach*

*Senior secured loans with equity kickers in the form of warrants*

*100% directly originated assets*

# TriplePoint Capital - Financed 650+ Leading Companies[1]




(1) Selected list of current and past TriplePoint Capital customers including at TPVG.

# *TriplePoint Capital's Unique Lifespan Approach*

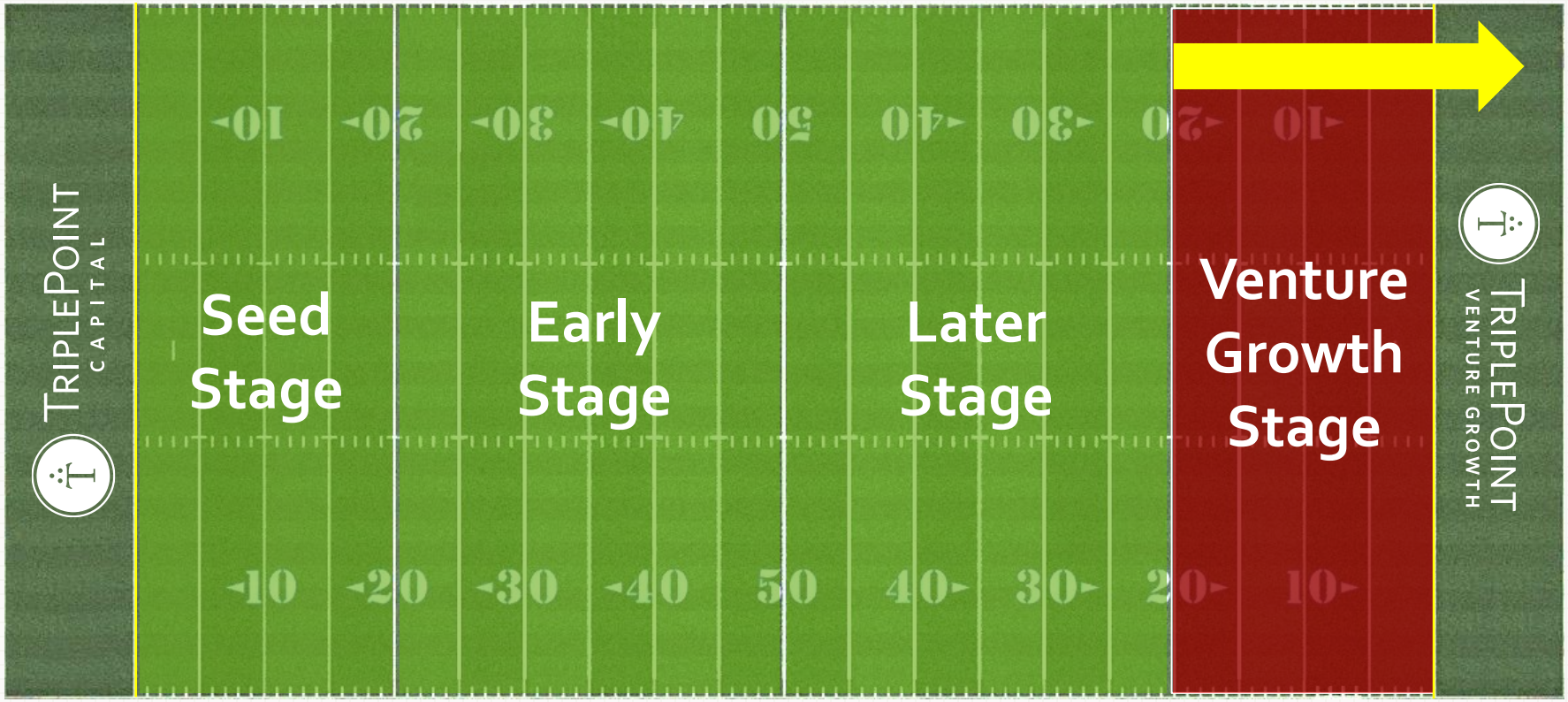
## *Identifies Strong Opportunities and Establishes Relationships Across All Stages*




VENTURE CAPITAL-BACKED LIFECYCLE STAGES

# TPVG's Approach / Venture Growth Stage

*We Take Our Customers Through The Red Zone To the End Zone*



# Why Do High Growth Companies Use Venture Debt?

## Value Proposition of Venture Debt

Helps finance acceleration and/or expansion of the business

Provides runway extension for achieving additional milestones

Additional business validation provides negotiating leverage for higher valuations

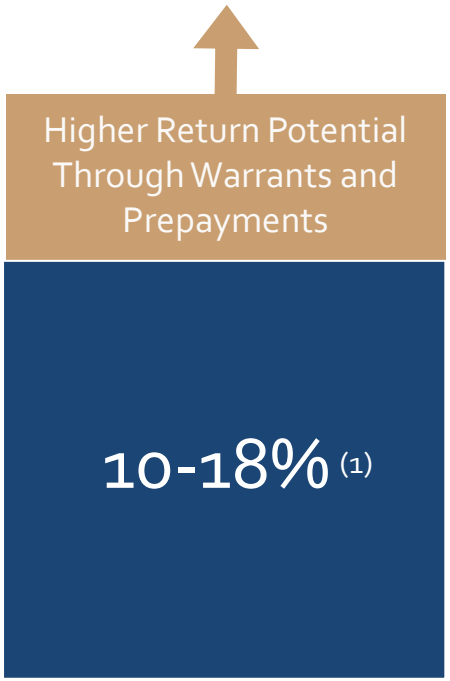
Lowers upfront cost of capital expenditures

Complements existing equity capital and helps boost returns for existing investors

Less dilutive than raising additional equity capital sooner

# Venture Debt Provides Compelling Relative Risk-Adjusted Returns

## *High Yields to Maturity With VC Equity Support & Low Total Leverage*



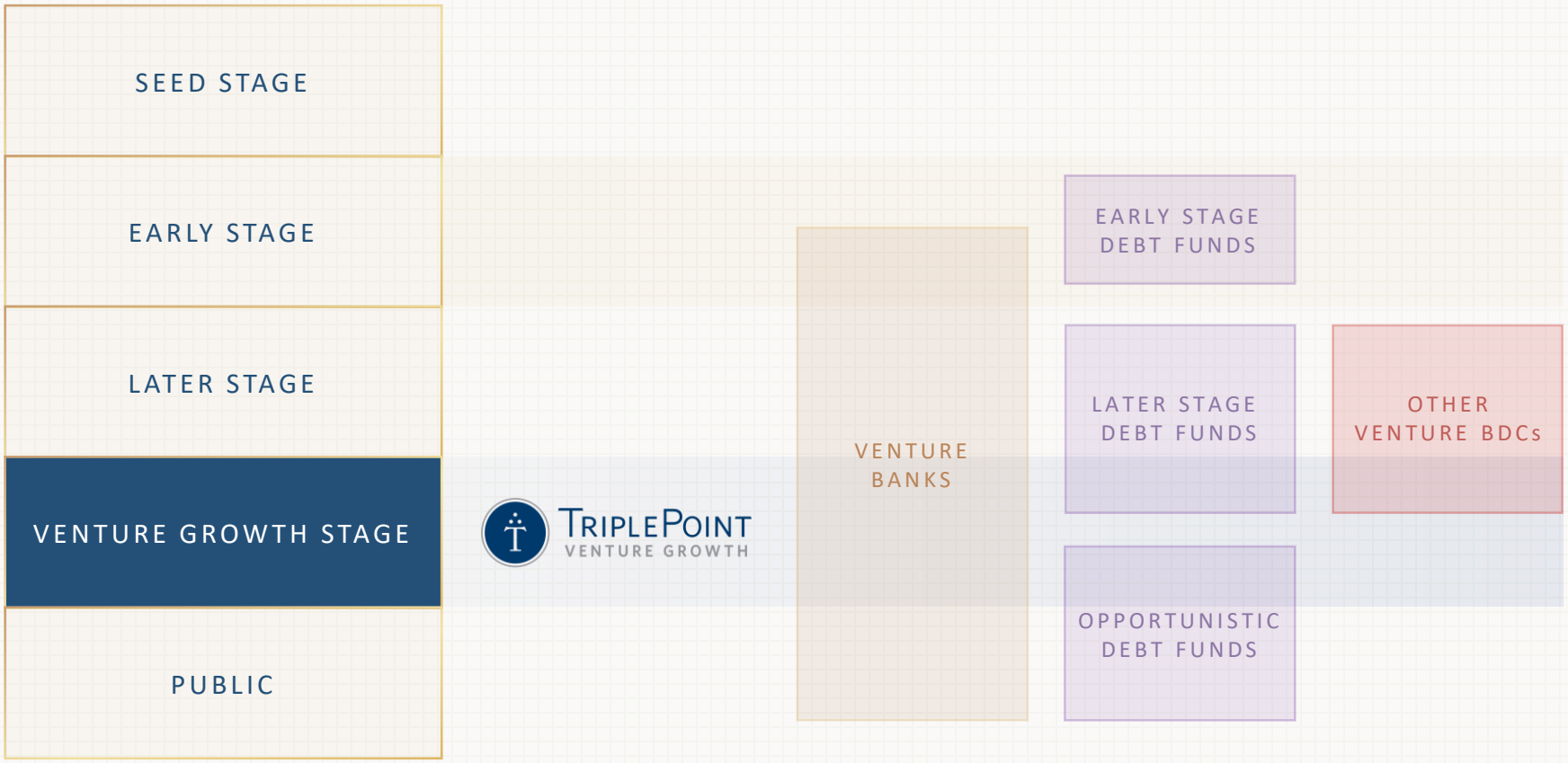

*TARGETED UNLEVERED RETURNS*

- Generally short term financings (3-4 years)
- Typically amortizing facilities
- Prepayments typically boost returns from acceleration of fees and penalties
- Target loan-to-enterprise value of under 25% at time of underwriting
- Low total leverage profiles of obligors
- Benefit from equity cushion of VC sponsors
- Obligors typically preparing for an IPO or M&A in the next 1-3 years

(1) Excludes equity and warrant gains. Returns based on upfront fees, interest rates, and end of term payments. No guarantee targeted return will be achieved.

# Venture Growth Stage Market

*Fragmented Market with Limited Competition Given High Barriers to Entry*



# *Illustrative TPVG Product Pricing Summary*

## *Customized Debt Financing Based on Analysis of the Prospective Obligor*

| PRODUCT | TRANSACTION SIZE | TERM | COLLATERAL | WARRANTS |
|---|---|---|---|---|
| *Growth Capital Loans* | $5mm-$50mm | 36 – 60 Months | Senior On All Assets | Typically |
| *Equipment Financings* | $5mm-$25mm | 36 – 48 Months | Equipment | Typically |
| *Revolving Loans* | $1mm-$25mm | 12 – 36 Months | Senior On All Assets And/or Specific Asset Financed | Typically |
| *Warrants* | Percentage of Loan Amount | --- | --- | --- |
| *Direct Equity* | $100k-$5mm | --- | --- | --- |

# Time-Tested Investment Process & Portfolio Management

## Benefits From More Than 30 Years of Experience and Expertise

INVESTMENT PROCESS

### ORIGINATIONS

- Leads and initial screening
- Process takes approximately 2 weeks to 3 or more months

### INVESTMENT & CREDIT ANALYSIS

- Initial screening performed
- Diligence process and detailed credit memorandum (2-4 weeks)
- New borrowers analyzed weekly by senior investment team

### INVESTMENT COMMITTEE

- Transaction presented to Investment Committee for approval

### LEGAL

- Transaction negotiations and legal diligence / review
- Status discussed weekly with senior team
- 2-5 weeks, in parallel with diligence process

PORTFOLIO MANAGEMENT

### ADMINISTRATION

- Day-to-day servicing
- Coordinates funding requests
- Tracks / verifies borrower assets and collateral

### MONITORING

- Tracks financial performance, compliance and risk rating
- Reviews all borrower updates
- Status / issues discussed regularly with senior team

### CREDIT WATCH LIST

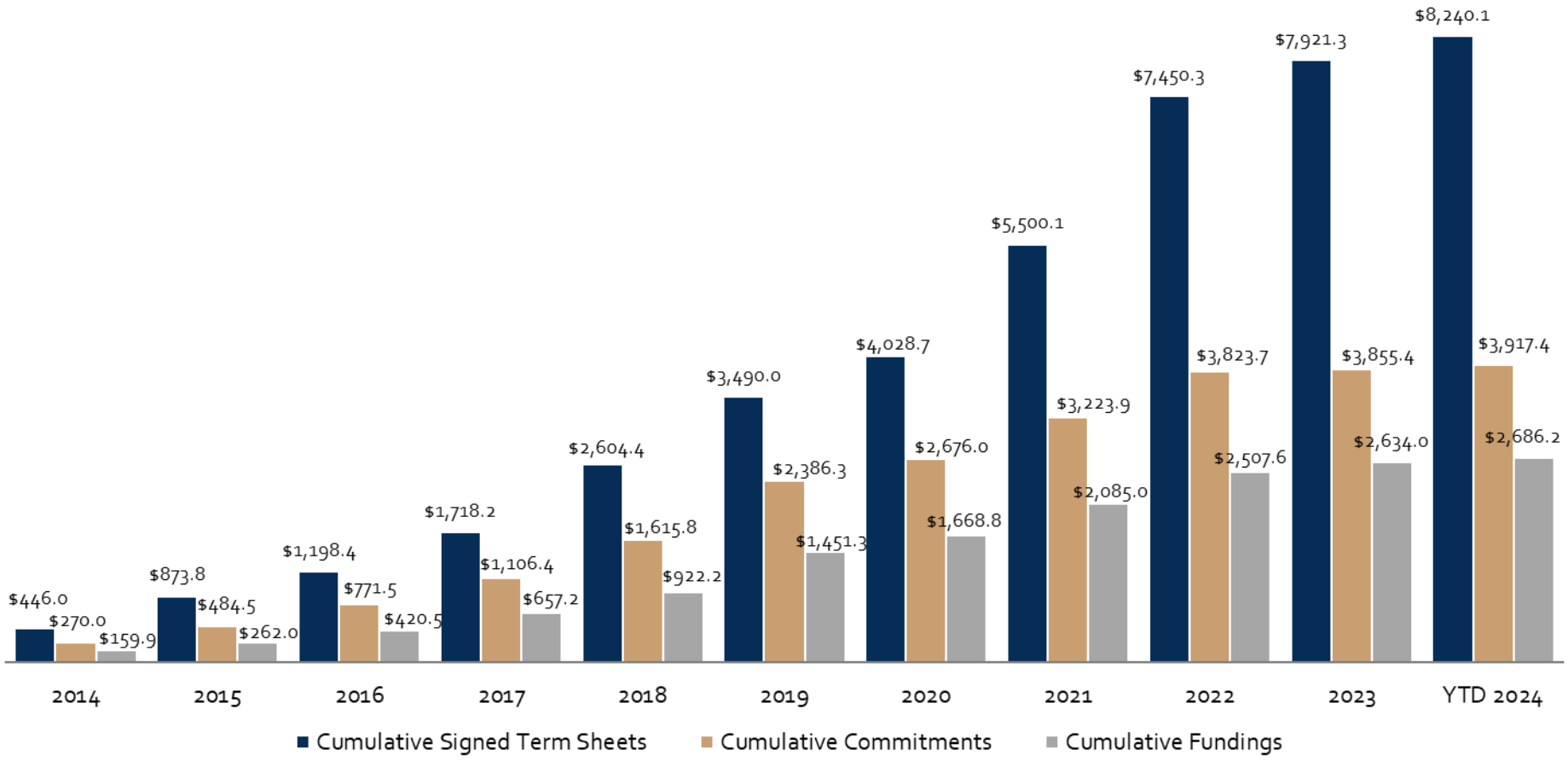
- Deteriorating borrowers posted to "Credit Watch List"
- Actively works to maintain an open dialogue to limit the likelihood of a default

### WORK-OUT & RESTRUCTURING

- Decision to restructure, settle, request early pay-off or wait for an external event
- Sells collateral with the help of management, repossesses and auctions assets

# Strong, Disciplined Portfolio Growth – As of 6/30/24

## *Signed Term Sheets at TPC; Commitments and Fundings at TPVG ($mm)* (1)




(1) Signed term sheet amounts not necessarily indicative of opportunities available to TPVG.

# *High Yielding, High Quality Portfolio[1]*

## $615.7 MILLION

### DEBT PORTFOLIO

DEBT INVESTMENT FAIR VALUE
**$615.7 Million**

DEBT INVESTMENT COST BASIS
**$668.3 Million**

NUMBER OF OBLIGORS
**44**

NUMBER OF LOANS
**136**

## 15.8% YIELD[2]

### YIELD PROFILE

WEIGHTED AVERAGE YIELD ON DEBT INVESTMENTS
**15.8%**

COUPON INCOME
**11.6%**

COST ACCRETION
**0.8%**

END OF TERM PAYMENTS
**1.5%**

PREPAYMENTS
**1.9%**

## $36.6 MILLION

### WARRANT PORTFOLIO

WARRANT FAIR VALUE
**$36.6 Million**

WARRANT COST BASIS
**$26.3 Million**

NUMBER OF WARRANTS
**109**

NUMBER OF COMPANIES
**94**

## $61.6 MILLION

### EQUITY PORTFOLIO

DIRECT EQUITY FAIR VALUE
**$61.6 Million**

DIRECT EQUITY COST BASIS
**$51.0 Million**

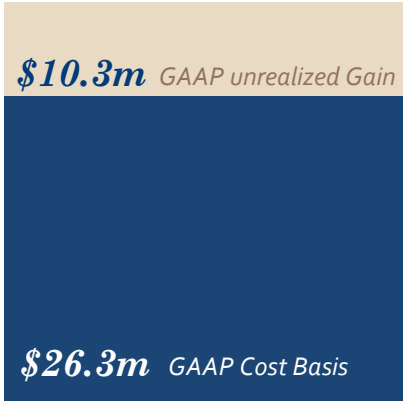
NUMBER OF INVESTMENTS
**60**

NUMBER OF COMPANIES
**46**

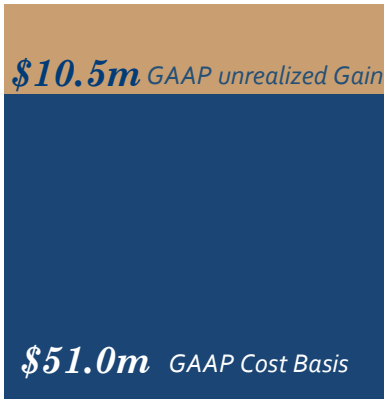
(1) All data as of June 30, 2024 unless otherwise indicated.
(2) For the three months ended June 30, 2024.

# Warrant & Direct Equity Investments

## Future Potential Book Value Upside




**109** *Warrant Investments in 94 Companies*




**60** *Direct Equity Investments in 46 Companies*

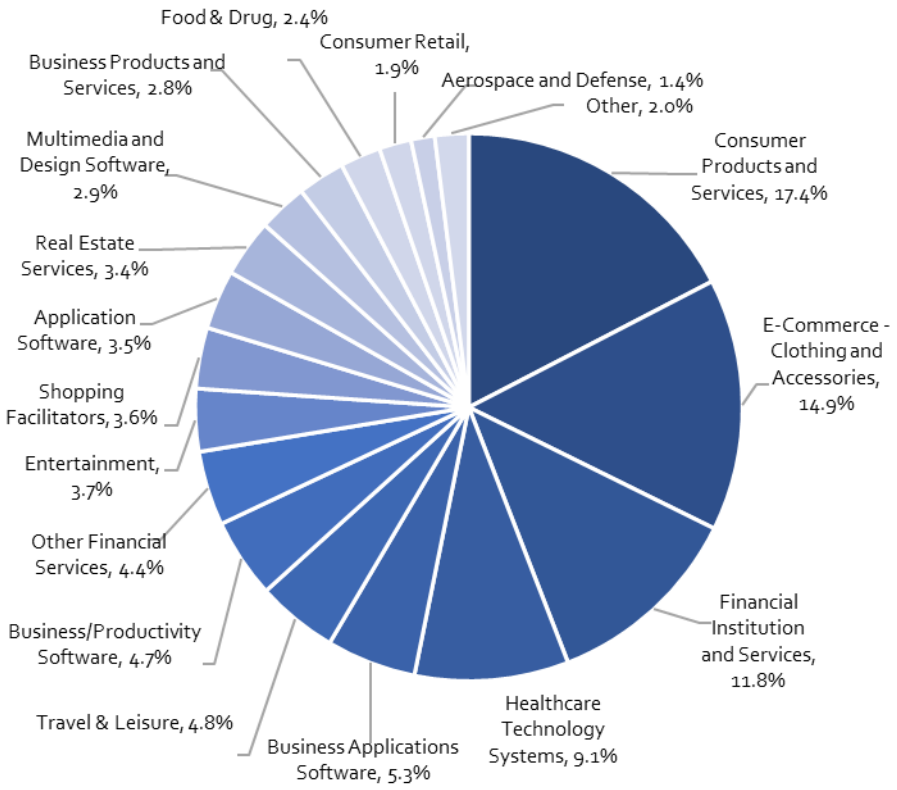
- GAAP fair value does not reflect potential future value
- Generally, fair value based on most recent round of financing and attributes value to warrants & shares based on liquidation preference order rather than conversion to common, which is more common in a successful M&A or IPO
- Generally, target return multiples of 2x-5x on each investment at time of investment
- Nominal warrant exercise value is **$71.6 million** as of 6/30/24
- Warrant and equity investment returns offset credit losses and have the potential to create value in excess of losses (accretive to NAV)

## Significant Realized Gains

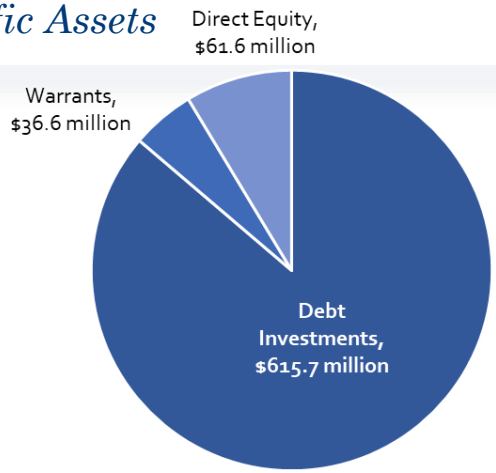
| COMPANY | REALIZED GAIN | MULTIPLE OF COST BASIS |
|---|---|---|
| CROWDSTRIKE | $27.1m | 26x |
| FORGEROCK | $6.5m | 13x |
| NUTANIX | $3.4m | 4x |
| toast | $2.9m | 105x |
| MEDALLIA | $1.8m | 160x |
| hims | $1.8m | 3x |
| FARFETCH | $1.3m | 8x |
| mongoDB | $1.1m | 2x |
| PillPack | $1.0m | 8x |
| DOLLAR SHAVE CLUB | $0.5m | 2x |
| jet | $0.5m | 2x |

# Portfolio Overview – Secured, Diversified Lending[1]

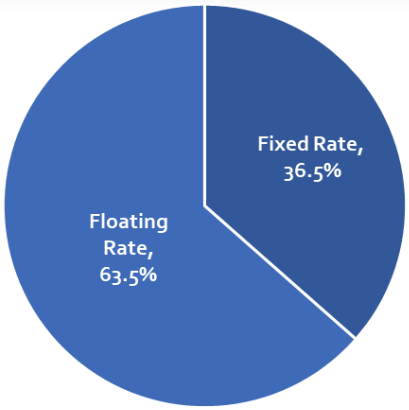
## Diversified Across Subsectors of High Growth Industries




## Secured by Either the Entire Enterprise or Specific Assets



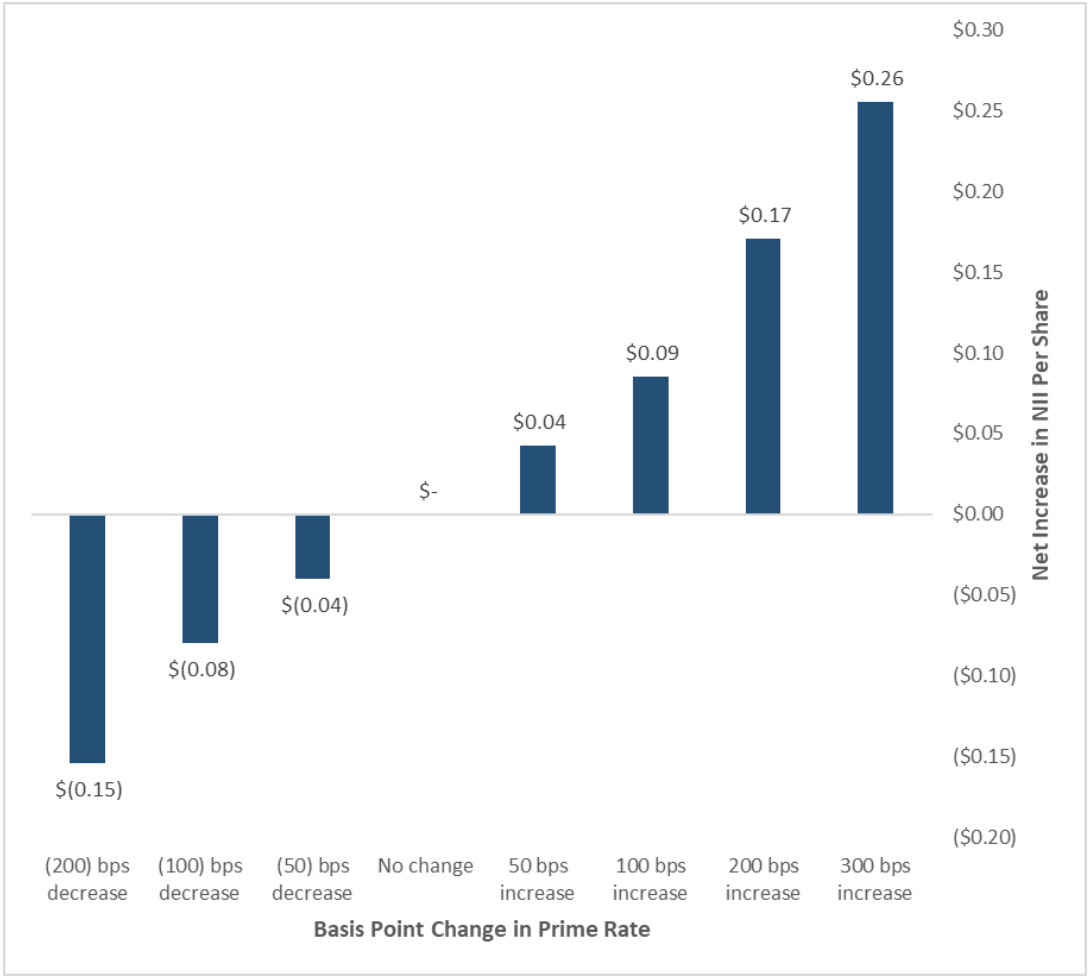

## Portfolio of Fixed and Floating Rate Loans (Based on Outstanding Principal)




(1) Figures based on fair value as of June 30, 2024 unless otherwise noted.

# Rising Interest Rates – NII Benefit

## *Approximate Annual NII Per Share Impact Resulting from Changes in Prime Rate(1)*




**$0.09 NII Per Share Annually**
Approximate earnings increase with a 100bps increase in rates.

**$0.17 NII Per Share Annually**
Approximate earnings increase with a 200bps increase in rates.

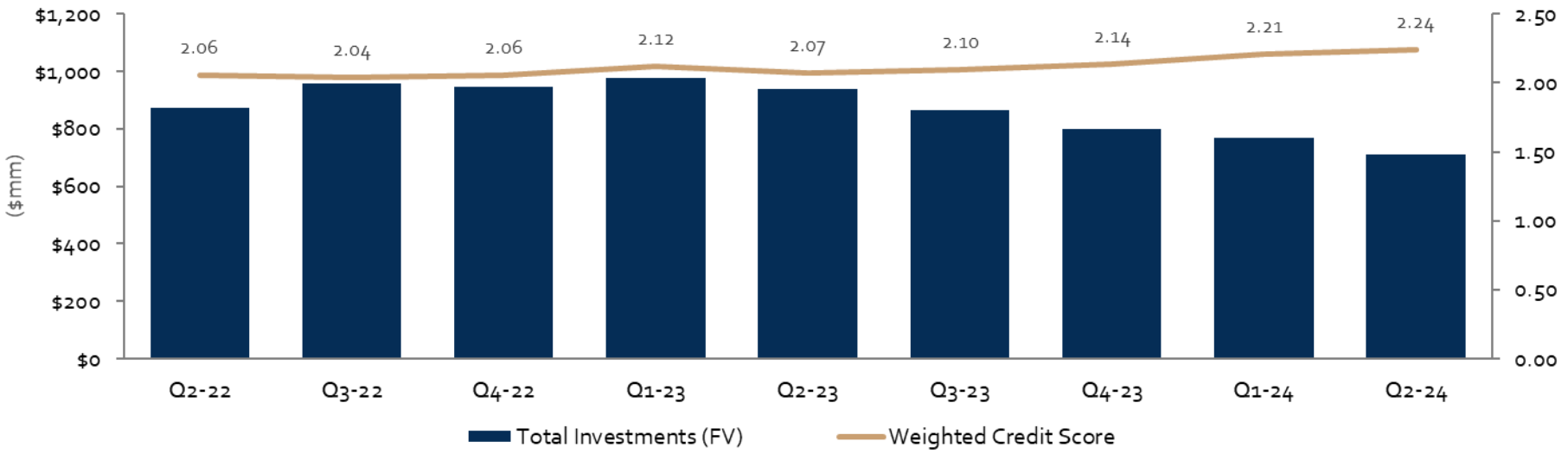
**$0.26 NII Per Share Annually**
Approximate earnings increase with a 300bps increase in rates.

**63.5% Floating Rate Portfolio**
With 3.25% or higher Prime Rate floors. Commitments float until funding.

**97.5% Fixed Rate Debt**
As of June 30, 2024.

(1) NII per share calculated based on 39,952,690 common shares outstanding and a static debt investment portfolio and borrowing amounts under our financing arrangements as of June 30, 2024, assuming an immediate and sustained change in interest rates as noted.

# Credit Watch List Overview[1]

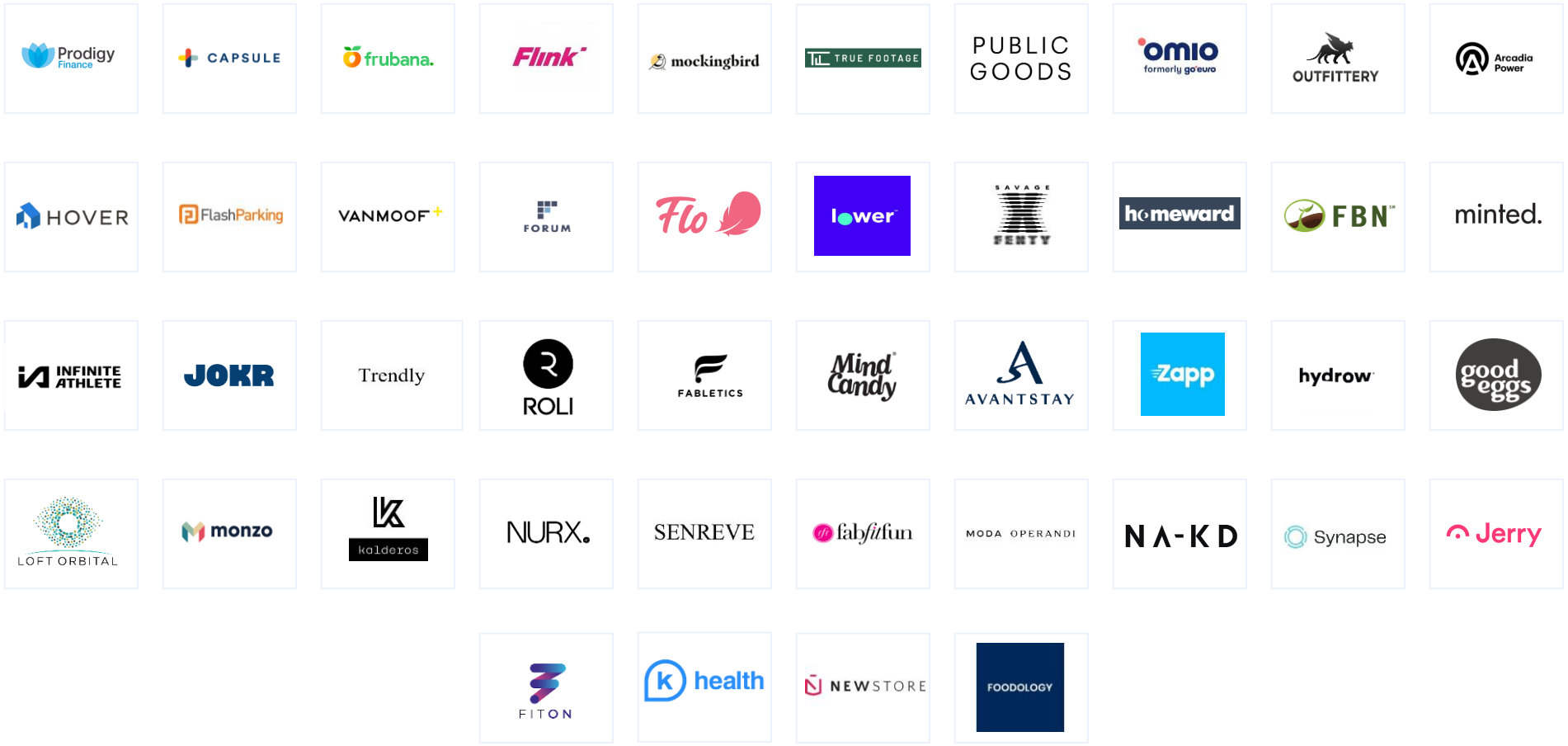



## Q2 2024 Detailed Credit Ratings[2]

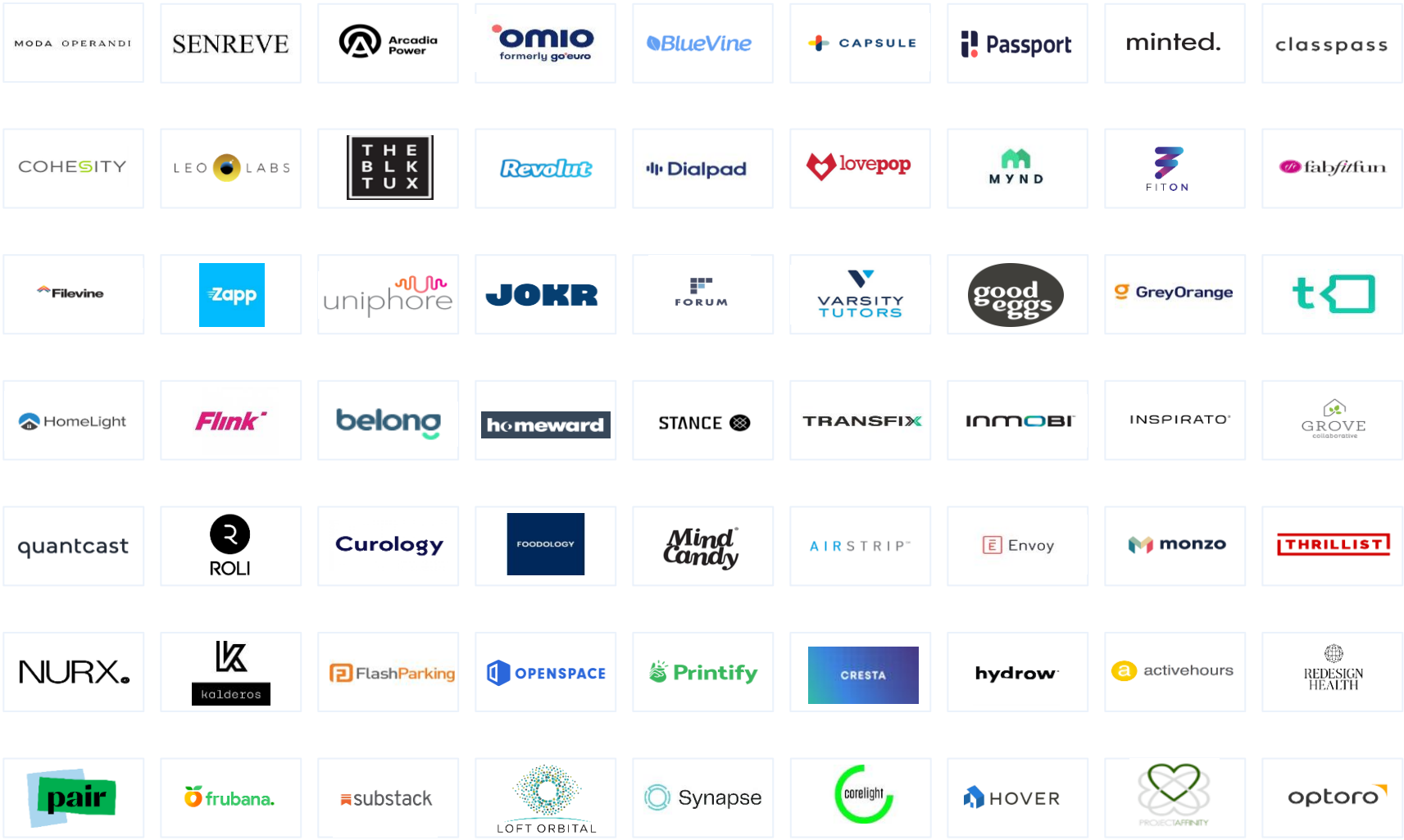
| Category | Fair Value ($mm) | % Of Debt Investment | # Of Portfolio Companies |
|---|---|---|---|
| **Clear (1)** | $61.5 | 10.0% | 4 |
| **White (2)** | $400.3 | 65.0% | 27 |
| **Yellow (3)** | $95.7 | 15.6% | 6 |
| **Orange (4)** | $58.1 | 9.4% | 6 |
| **Red (5)** | $0.1 | 0.0% | 1 |
| | **$615.7** | **100.0%** | **44** |

(1) Debt investment figures based on fair value as of June 30, 2024.
(2) The Company maintains a credit watch list with portfolio companies placed into one of five categories, with Clear, or 1, being the highest rating and Red, or 5, being the lowest. Generally, all new loans receive an initial grade of White, or 2, unless the portfolio company's credit quality meets the characteristics of another risk category.

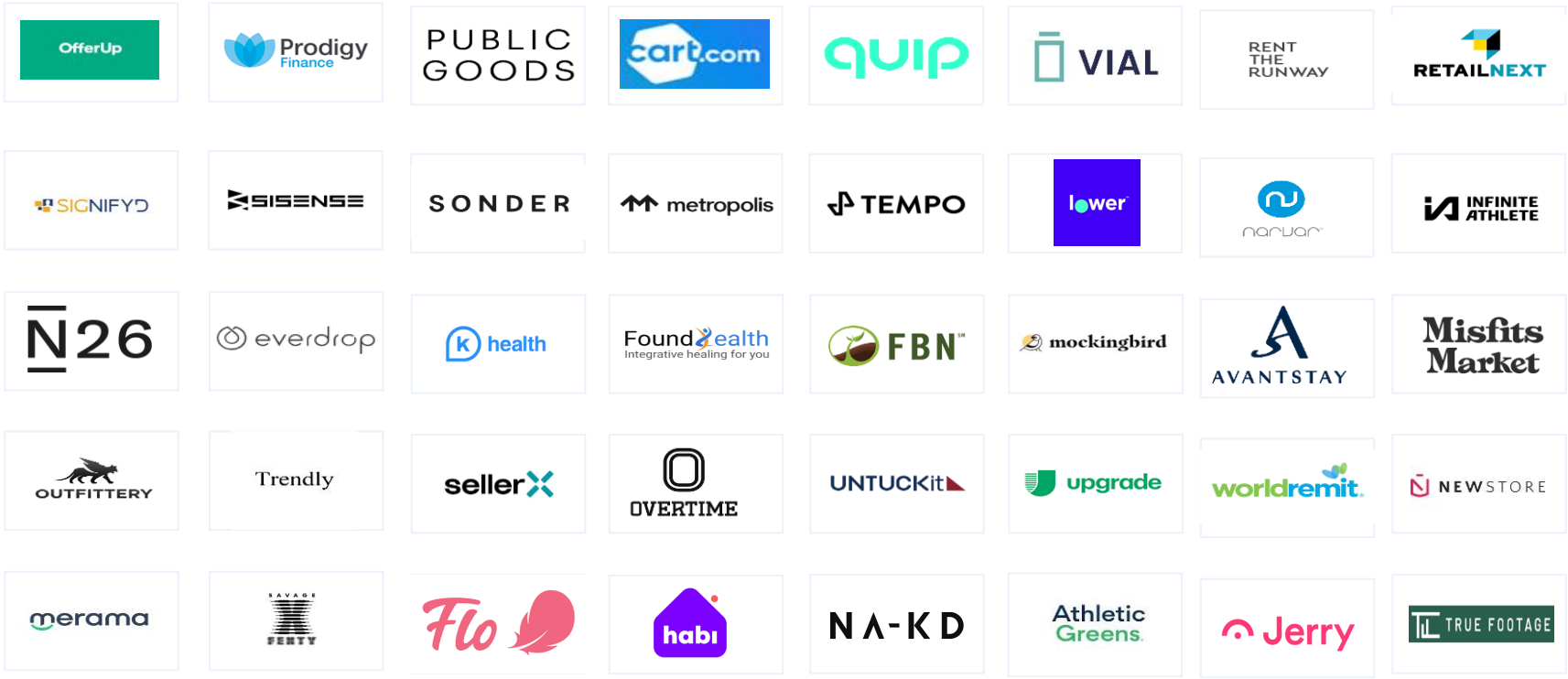
# *Active Customers with Debt Outstanding*



# *Warrants and/or Equity Outstanding*



# *Warrants and/or Equity Outstanding (cont.)*





# *Financial Highlights*

As of June 30, 2024

# Key Financial Highlights – 6/30/2024

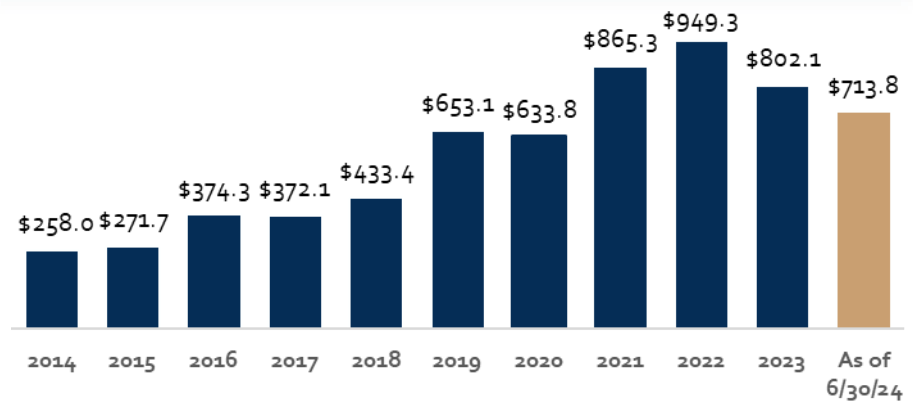
## Total Investment Income ($mm)



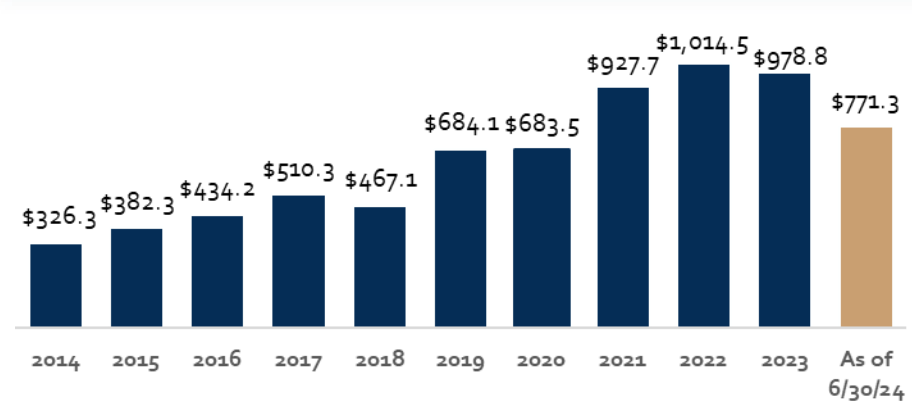

## Net Investment Income ($mm)




## Total Investments ($mm)

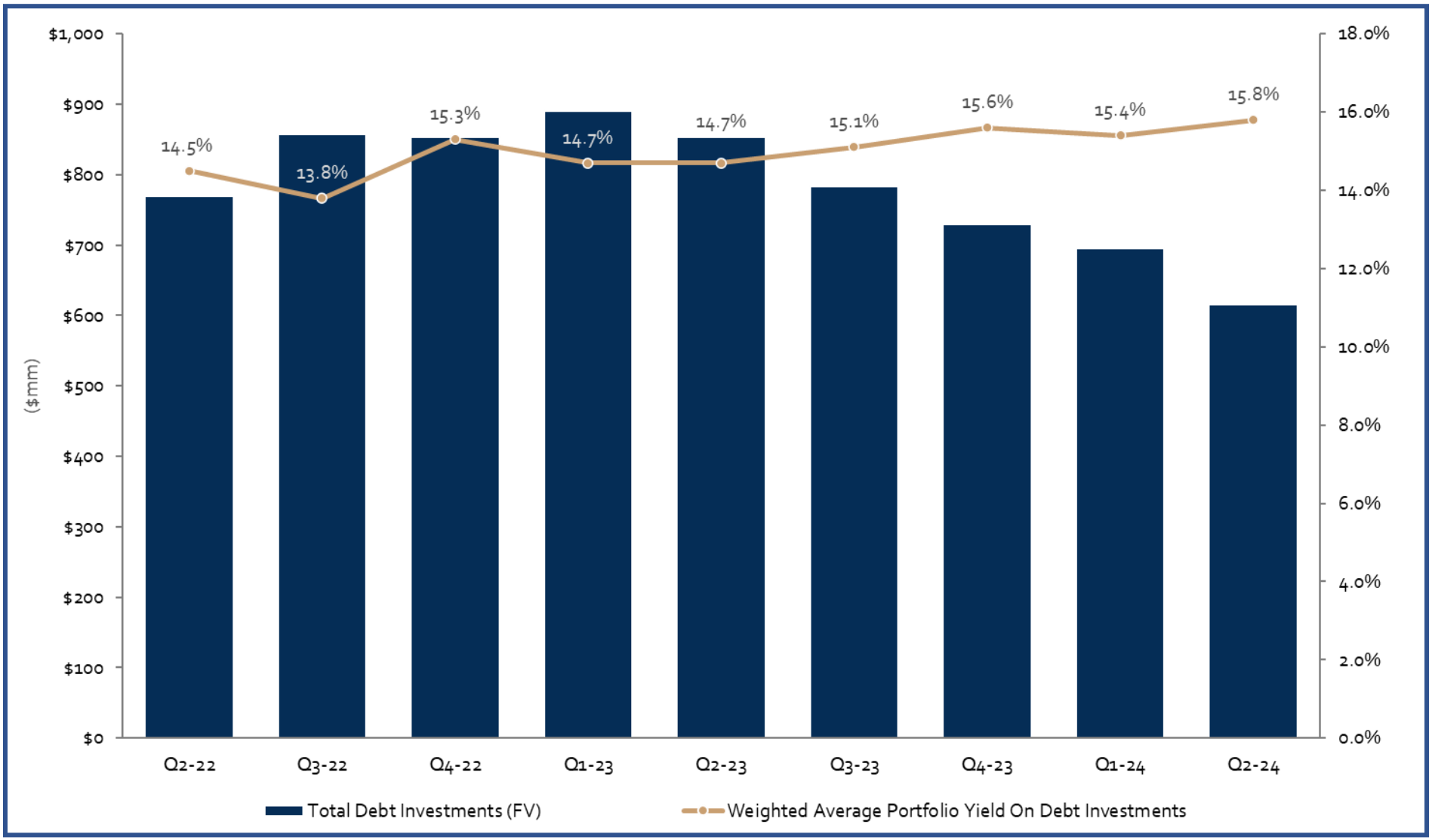



## Total Assets ($mm)




Note: Total Investments and Total Assets shown on a fair value basis.

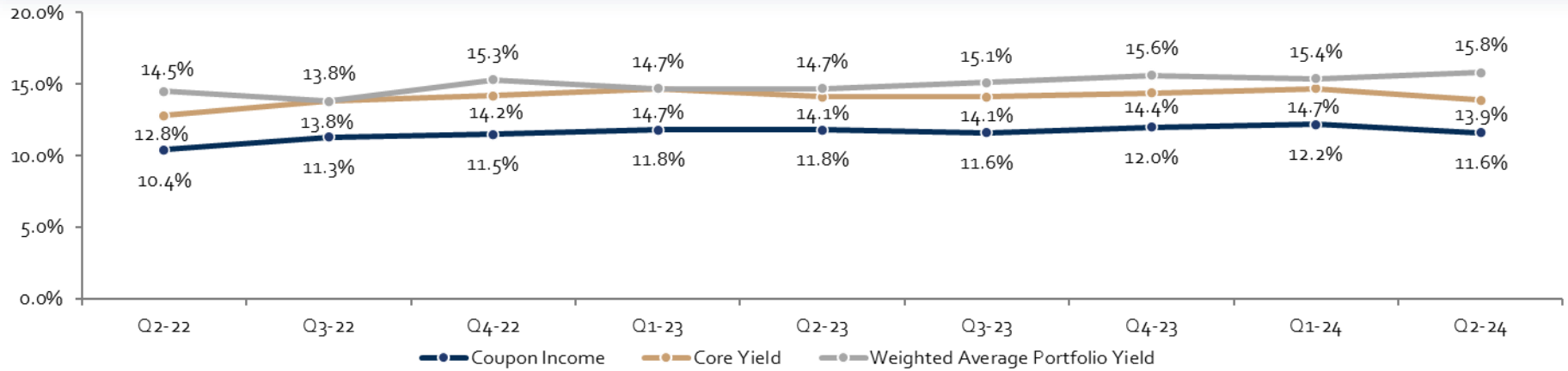
# *High-Yielding Portfolio*[(1)]



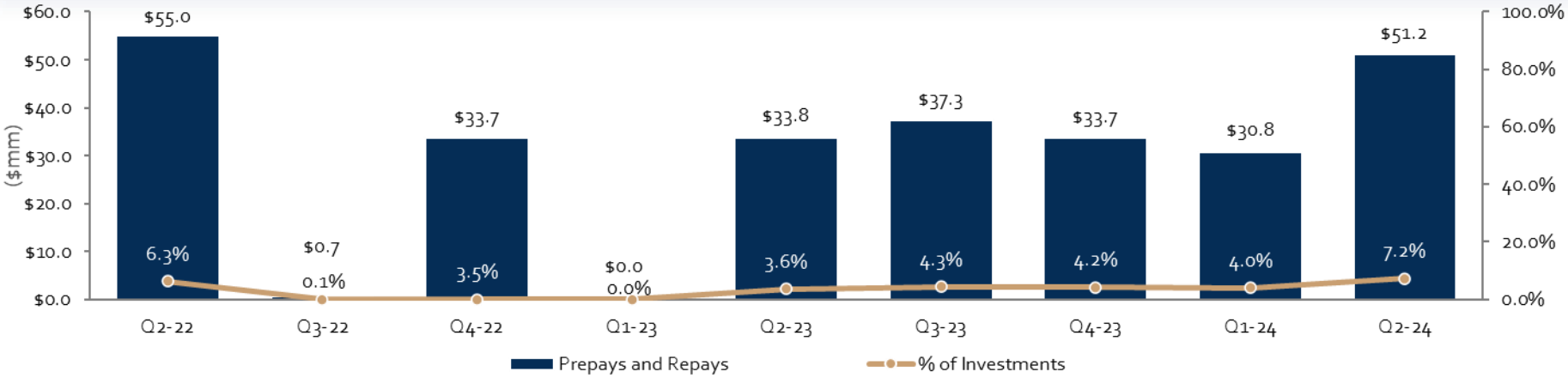

(1) Weighted average portfolio yields on debt investments for periods shown are the annualized rates of interest income recognized during the period divided by the average amortized cost of debt investments in the portfolio during the period. The calculation of weighted average portfolio yields on debt investments excludes any non-income producing debt investments, but includes debt investments on non-accrual status. The weighted average yields reported for these periods are annualized and reflect the weighted average yields to maturities. The weighted average portfolio yields on debt investments reflected above do not represent actual investment returns to the Company's stockholders.

# Strong Yields Enhanced By Prepayments[1]

## Yields on Debt Investments



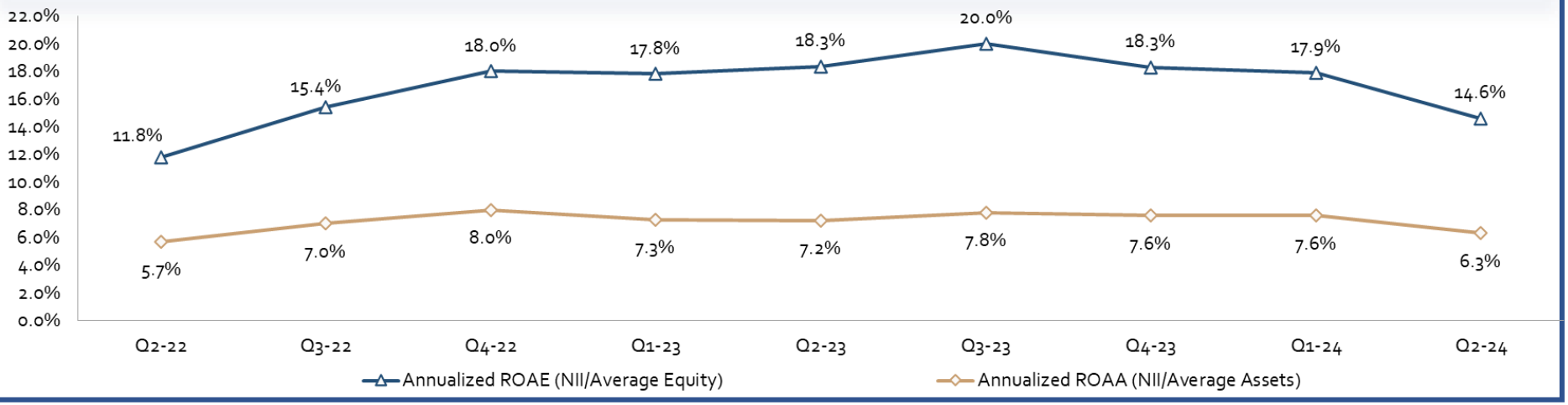

## Early Prepays



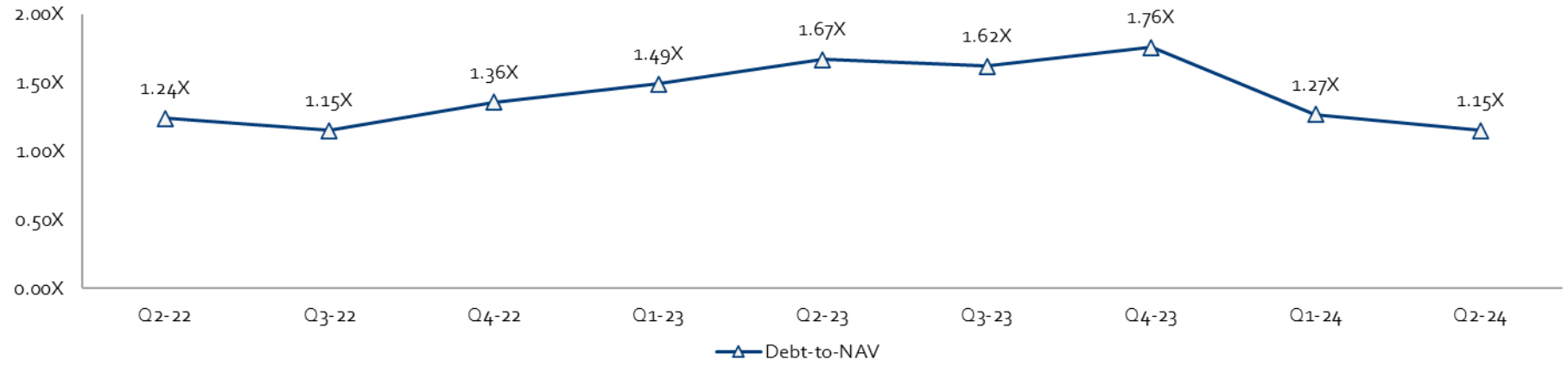

(1) Weighted Average Portfolio Yield on Debt Investments includes all prepayment income.

# Financial Highlights

## NII Return on Average Equity (ROAE) and NII Return on Average Assets (ROAA)




## Gross Leverage Ratio



# Income Statement (1)

| | 3 Months Ended June 30, 2024 | 3 Months Ended June 30, 2023 | 6 Months Ended June 30, 2024 | 6 Months Ended June 30, 2023 |
|---|---|---|---|---|
| **Investment Income** | | | | |
| Interest Income from Investments | $26,590 | $34,501 | $55,118 | $66,754 |
| Other Income | 517 | 650 | 1,263 | 2,025 |
| **Total Investment and Other Income** | **27,107** | **35,151** | **56,381** | **68,779** |
| **Operating Expenses** | | | | |
| Base Management Fee | 3,832 | 4,496 | 8,134 | 8,807 |
| Income Incentive Fee | – | – | – | – |
| Interest Expense and Amortization of Fees | 8,702 | 9,944 | 15,713 | 19,189 |
| Administration Agreement Expenses | 648 | 567 | 1,259 | 1,140 |
| General and Administrative Expenses | 1,321 | 1,307 | 3,148 | 2,227 |
| **Total Operating Expenses** | **14,503** | **16,314** | **28,254** | **31,363** |
| **Net Investment Income** | **12,604** | **18,837** | **28,127** | **37,416** |
| Net Realized Gains (Losses) | (18,846) | 1,859 | (27,653) | 1,826 |
| Net Change in Unrealized Gains (Losses) | 14,859 | (41,551) | 16,122 | (52,418) |
| **Net Realized and Unrealized Gains (Losses)** | **(3,987)** | **(39,692)** | **(11,531)** | **(50,592)** |
| **Net Increase (Decrease) in Net Assets Resulting from Operations** | **$8,617** | **$(20,855)** | **$16,596** | **$(13,176)** |
| | | | | |
| Net Investment Income Per Share | $0.33 | $0.53 | $0.74 | $1.06 |
| Net Increase (Decrease) in Net Assets Per Share | $0.22 | $(0.59) | $0.43 | $(0.37) |
| Weighted Average Shares Outstanding | 38,729 | 35,398 | 38,189 | 35,373 |
| Interest Coverage (NII / Interest Expense) | 1.45 x | 1.89 x | 1.79 x | 1.95 x |
| ROAA | 6.3% | 7.2% | 7.0% | 7.3% |
| ROAE | 14.6% | 18.3% | 16.2% | 18.1% |

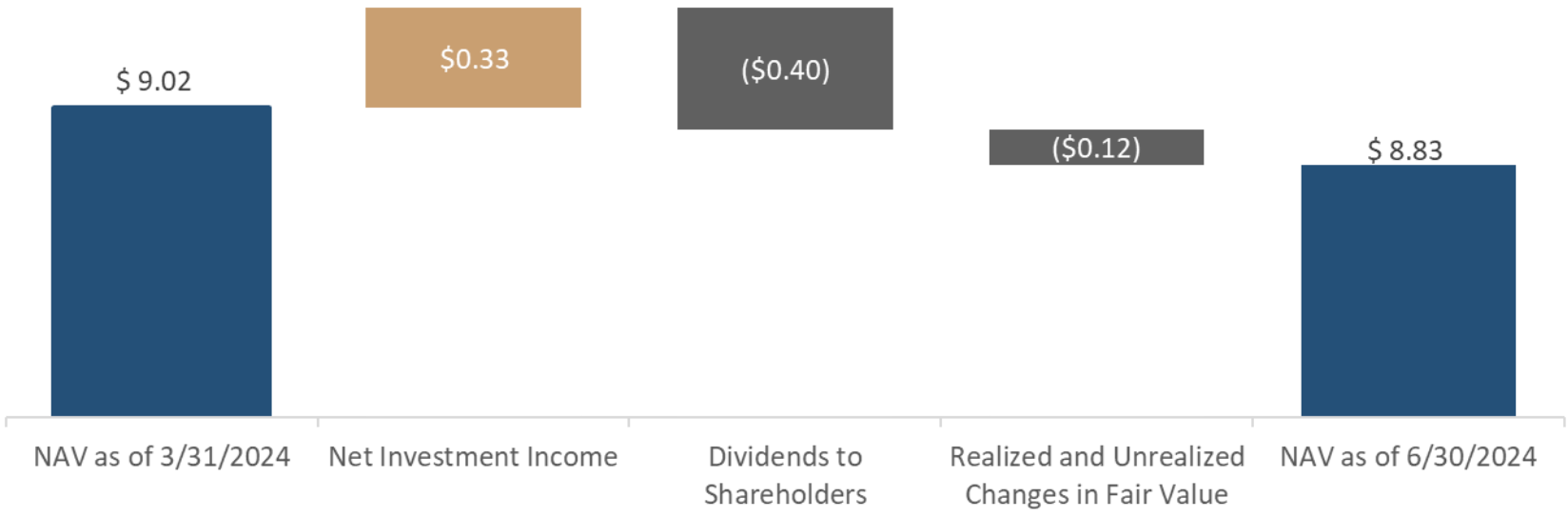
(1) In Thousands, except per share data, ratios and percentages.

# Balance Sheet[1]

| | As of June 30, 2024 | As of December 31, 2023 |
|---|---|---|
| **Assets** | | |
| Investments at Fair Value | $713,770 | $802,145 |
| Cash and Cash Equivalents | 50,434 | 153,328 |
| Restricted Cash | 241 | 18,254 |
| Deferred Credit Facility Costs | 2,507 | 2,714 |
| Prepaid Expenses and Other Assets | 4,316 | 2,384 |
| **Total Assets** | **$771,268** | **$978,825** |
| **Liabilities** | | |
| Revolving Credit Facility | $10,000 | $215,000 |
| 2025 Notes, Net | 69,843 | 69,738 |
| 2026 Notes, Net | 199,262 | 199,041 |
| 2027 Notes, Net | 124,257 | 124,117 |
| Base Management Fee Payable | 3,832 | 4,490 |
| Other Accrued Expenses and Liabilities | 11,097 | 20,133 |
| **Total Liabilities** | **$418,291** | **$632,519** |
| **Total Net Assets** | **$352,977** | **$346,306** |
| **Net Asset Value Per Share** | **$8.83** | **$9.21** |
| **Gross Leverage Ratio** | **1.15 x** | **1.76 x** |

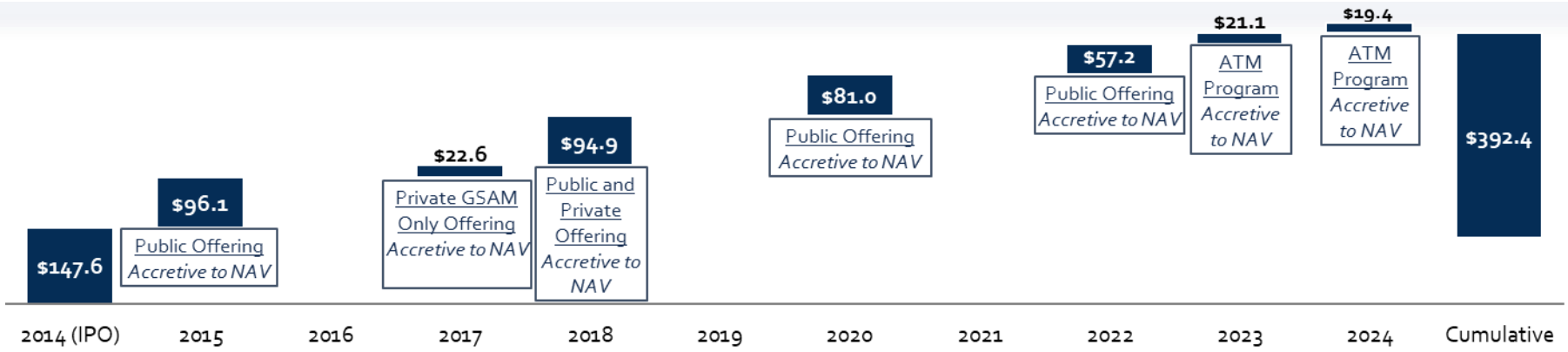
(1) In Thousands, except per share data and ratios.

## Quarterly NAV Roll Forward



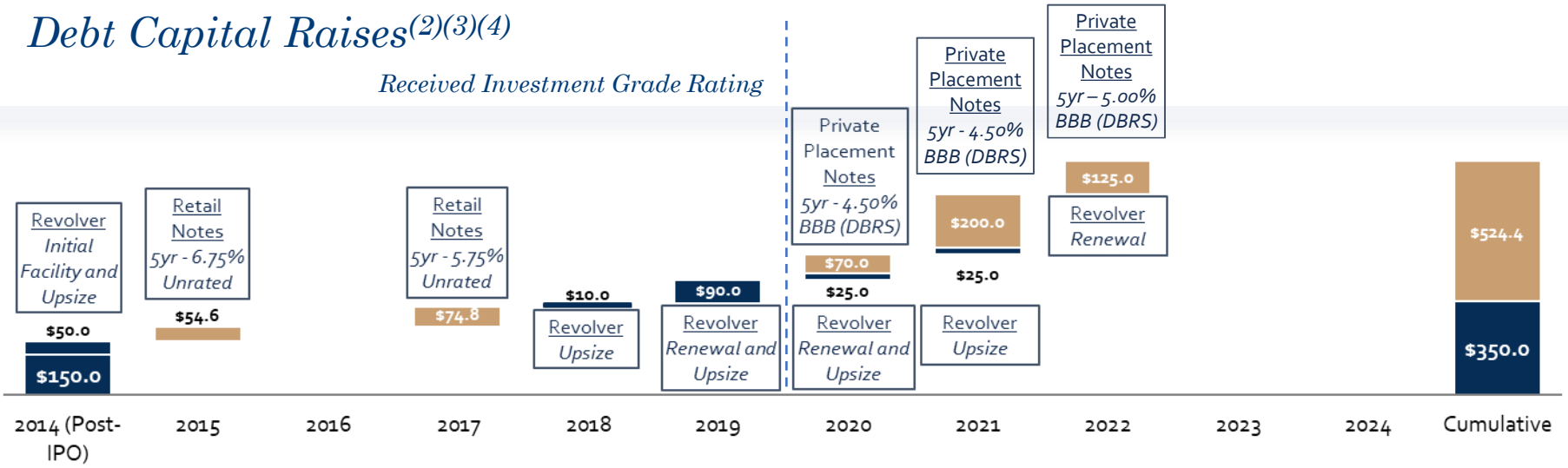
# Disciplined and Diversified Capital Raising Since IPO[1]

## Equity Capital Raises[2]




## Debt Capital Raises[2][3][4]

*Received Investment Grade Rating*




(1) Dollars shown in millions.
(2) Exclusive of underwriting discounts / commissions and offering expenses.
(3) Does not include the Adviser Revolver Facility.
(4) On August 6, 2024, the Company's Revolving Credit Facility was renewed and commitments were reset to $300 million, among other changes

# Diversification of Debt & Laddered Maturities

| Debt Instrument | Security | Facility/ Issuance Size | Outstanding (2) | Rating | Interest Rate(3) | Maturity | Primary Financial Covenants |
|---|---|---|---|---|---|---|---|
| **Revolving Credit Facility** | SPV Structure | $300 Million(1) | $10 Million | N/A | 3.50% + 3-Month SOFR(1)(4) | Revolving Period: 11/30/2025(1) Maturity: 5/30/2027(1) | Asset coverage, minimum equity & asset quality tests |
| **2025 Notes** | Senior Unsecured | $70 Million | $70 Million | DBRS rating: BBB (low) | 4.50% - Fixed | March 19, 2025 | Asset coverage, interest coverage, minimum shareholders' equity |
| **2026 Notes** | Senior Unsecured | $200 Million | $200 Million | DBRS rating: BBB (low) | 4.50% - Fixed | March 1, 2026 | Asset coverage, interest coverage, minimum shareholders' equity |
| **2027 Notes** | Senior Unsecured | $125 Million | $125 Million | DBRS rating: BBB (low) | 5.00% - Fixed | February 28, 2027 | Asset coverage, interest coverage, minimum shareholders' equity |

(1) Information is reflective of the most recent amendment to the Revolving Credit Facility in August 2024.
(2) As of June 30, 2024.
(3) Does not include amortization of loan fees.
(4) Spread fluctuates between 3.2% and 3.5% depending on a percentage of commitments drawn.

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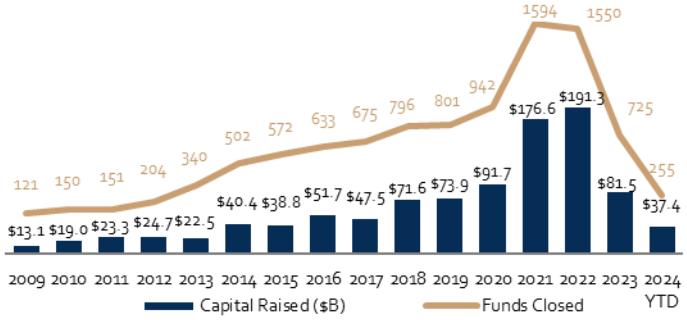
# *Appendix*

# Strong Demand For Venture Debt

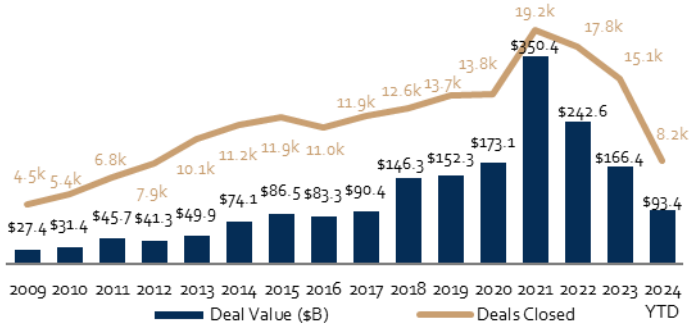
## *Venture Capital-Backed Companies Rely on a Combination of Equity and Debt to Fund Growth*

### Demand for venture debt is driven by VC fundraising and investment activity

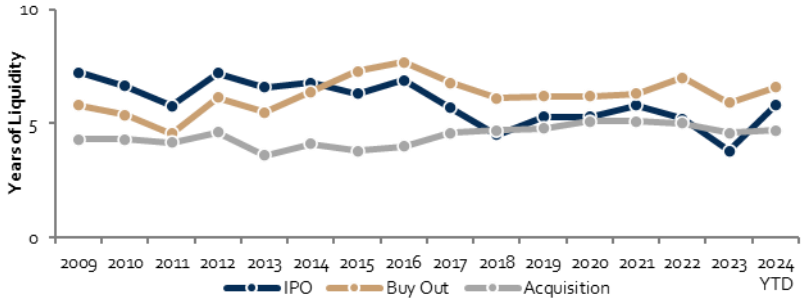
**Over $400 billion raised by US VCs over the past 5 years**
US VC Fundraising Activity




**More than 60,000 investments made representing over $1 trillion over the past 5 years**
US VC Deal Activity




### Extended timing from initial funding to M&A, IPO, or Buy Out further drives demand for debt




Source: NVCA as of June 30, 2024

