

PENNANTPARK INVESTMENT CORP
Form 10-Q
May 02, 2012
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UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
WASHINGTON, D.C. 20549

FORM 10-Q

(Mark One)

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

FOR THE QUARTER ENDED MARCH 31, 2012

OR

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

FOR THE TRANSITION PERIOD FROM TO

COMMISSION FILE NUMBER: 814-00736

PENNANTPARK INVESTMENT CORPORATION

(Exact name of registrant as specified in its charter)

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MARYLAND (State or other jurisdiction of incorporation or organization)	20-8250744 (I.R.S. Employer Identification No.)
590 Madison Avenue, 15th Floor New York, N.Y. (Address of principal executive offices)	10022 (Zip Code)
(212)-905-1000 (Registrant's Telephone Number, Including Area Code)	

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

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

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, or a non-accelerated filer. See definition of accelerated filer and large accelerated filer in Rule 12b-2 of the Exchange Act.

Large accelerated filer <input type="checkbox"/>	Accelerated filer <input checked="" type="checkbox"/>
Non-accelerated filer <input type="checkbox"/> (Do not check if a smaller reporting company)	Smaller reporting company <input type="checkbox"/>

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

The number of shares of the issuer's common stock, \$0.001 par value, outstanding as of May 2, 2012 was 56,367,339.

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PENNANTPARK INVESTMENT CORPORATION

FORM 10-Q

FOR THE QUARTER ENDED MARCH 31, 2012

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PART I CONSOLIDATED FINANCIAL INFORMATION

We are filing this Form 10-Q, or the Report, in compliance with Rule 13a-13 promulgated by the Securities and Exchange Commission, or the SEC. In this Report, we, our or us refers to PennantPark Investment Corporation and its consolidated subsidiaries unless the context suggests otherwise. PennantPark Investment refers to only PennantPark Investment Corporation; SBIC LP or our SBIC refers to our wholly owned consolidated small business investment company, or SBIC, subsidiary, PennantPark SBIC LP, and its general partner PennantPark SBIC GP, LLC, or SBIC GP; PennantPark Investment Advisers or Investment Adviser refers to PennantPark Investment Advisers, LLC; PennantPark Investment Administration or Administrator refers to PennantPark Investment Administration, LLC. References to our portfolio or investments include investments we make through all our consolidated subsidiaries. References to our Subsidiaries, refers to SBIC LP, SBIC GP and the Taxable Subsidiaries.

Table of Contents**Item 1. Consolidated Financial Statements****PENNANTPARK INVESTMENT CORPORATION AND SUBSIDIARIES****CONSOLIDATED STATEMENTS OF ASSETS AND LIABILITIES**

	March 31, 2012 (unaudited)	September 30, 2011
Assets		
Investments at fair value		
Non-controlled, non-affiliated investments, at fair value		
(cost \$850,864,770 and \$816,078,311, respectively)	\$ 838,697,179	\$ 773,375,381
Non-controlled, affiliated investments, at fair value		
(cost \$31,457,826 and \$36,744,425, respectively)	35,656,110	40,673,133
Controlled, affiliated investments, at fair value		
(cost \$14,500,100 and \$13,500,100, respectively)	14,500,002	13,500,001
Total Investments, at fair value (cost \$896,822,696 and \$866,322,836, respectively)	888,853,291	827,548,515
Cash equivalents (See Note 8)	26,964,225	71,604,519
Interest receivable	11,013,869	10,878,236
Receivable for investments sold	4,179,031	13,118,967
Prepaid expenses and other assets	4,895,013	5,587,977
Total assets	935,905,429	928,738,214
Liabilities		
Distributions payable	15,737,924	12,336,241
Payable for investments purchased	3,528,707	18,572,499
Unfunded investments	16,980,269	37,132,151
Credit facility payable (cost \$158,500,000 and \$240,900,000, respectively) (See Notes 5 and 10)	157,757,500	238,792,125
SBA debentures payable (cost \$150,000,000) (See Notes 5 and 10)	150,000,000	150,000,000
Interest payable on credit facility and SBA debentures	937,416	687,362
Management fee payable (See Note 3)	4,176,894	4,008,054
Performance-based incentive fee payable (See Note 3)	2,374,706	3,773,829
Accrued other expenses	1,104,368	778,757
Total liabilities	352,597,784	466,081,018
Net assets		
Common stock, 56,206,873 and 45,689,781 shares issued and outstanding, respectively.		
Par value \$0.001 per share and 100,000,000 shares authorized.	56,207	45,690
Paid-in capital in excess of par value	647,530,381	540,603,020
Undistributed net investment income	4,551,894	8,326,854
Accumulated net realized loss on investments	(61,603,932)	(49,651,922)
Net unrealized depreciation on investments	(7,969,405)	(38,774,321)
Net unrealized depreciation on credit facility	742,500	2,107,875
Total net assets	\$ 583,307,645	\$ 462,657,196

Total liabilities and net assets	\$ 935,905,429	\$ 928,738,214
Net asset value per share	\$ 10.38	\$ 10.13

SEE NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

Table of Contents**PENNANTPARK INVESTMENT CORPORATION AND SUBSIDIARIES****CONSOLIDATED STATEMENTS OF OPERATIONS****(Unaudited)**

	Three months ended March 31,		Six months ended March 31,	
	2012	2011	2012	2011
Investment income:				
From non-controlled, non-affiliated investments:				
Interest	\$ 24,310,488	\$ 20,836,197	\$ 48,330,912	\$ 39,395,362
Other	1,084,688	1,233,863	2,955,202	2,080,447
From non-controlled, affiliated investments:				
Interest	549,594	381,222	1,122,525	744,654
From controlled, affiliated investments:				
Interest	416,889	260,167	791,778	470,167
Total investment income	26,361,659	22,711,449	53,200,417	42,690,630
Expenses:				
Base management fee (See Note 3)	4,178,151	3,589,342	8,221,432	7,087,936
Performance-based incentive fee (See Note 3)	2,374,842	3,338,434	6,123,970	6,131,428
Interest and expenses on the credit facility and SBA debentures (See Note 10)	2,736,619	1,086,523	5,111,742	2,221,950
Administrative services expenses (See Note 3)	808,303	650,662	1,605,656	1,229,717
Other general and administrative expenses	897,849	847,668	1,740,194	1,531,027
Expenses before taxes and debt issuance costs	10,995,764	9,512,629	22,802,994	18,202,058
Excise tax (See Note 2)	245,000	39,857	280,000	158,824
Debt issuance costs (See Note 5)	5,361,319		5,361,319	
Total expenses	16,602,083	9,552,486	28,444,313	18,360,882
Net investment income	9,759,576	13,158,963	24,756,104	24,329,748
Realized and unrealized (loss) gain on investments and credit facility:				
Net realized (loss) gain on investments	(3,922,455)	286,452	(11,952,011)	2,579,813
Net change in unrealized appreciation (depreciation) on:				
Non-controlled, non-affiliated investments	22,470,558	4,711,487	30,535,339	23,464,360
Controlled & non-controlled, affiliated investments	(1,692,070)	128,906	269,576	38,735
Credit facility unrealized (appreciation) (See Notes 5 and 10)	(217,500)	(4,698,821)	(1,365,375)	(11,303,446)
Net change in unrealized appreciation	20,560,988	141,572	29,439,540	12,199,649
Net realized and unrealized gain from investments and credit facility	16,638,533	428,024	17,487,529	14,779,462
Net increase in net assets resulting from operations	\$ 26,398,109	\$ 13,586,987	\$ 42,243,633	\$ 39,109,210
Net increase in net assets resulting from operations per common share (See Note 7)	\$ 0.50	\$ 0.33	\$ 0.85	\$ 1.01

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Net investment income per common share	\$	0.18	\$	0.32	\$	0.50	\$	0.63
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SEE NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

Table of Contents**PENNANTPARK INVESTMENT CORPORATION AND SUBSIDIARIES****CONSOLIDATED STATEMENTS OF CHANGES IN NET ASSETS****(Unaudited)**

	Six Months Ended March 31,	
	2012	2011
Net increase in net assets from operations:		
Net investment income	\$ 24,756,104	\$ 24,329,748
Net realized (loss) gain on investments	(11,952,011)	2,579,813
Net change in unrealized appreciation on investments	30,804,915	23,503,095
Net change in unrealized appreciation on credit facility	(1,365,375)	(11,303,446)
Net increase in net assets resulting from operations	42,243,633	39,109,210
Distributions to stockholders:		
Distributions from net investment income	(28,531,062)	(21,704,559)
Capital share transactions:		
Public offering	109,192,500	114,080,000
Offering costs relating to public offering	(3,979,000)	(5,743,800)
Reinvestment of dividends	1,724,378	1,703,764
Total increase in net assets	120,650,449	127,444,615
Net assets:		
Beginning of period	462,657,196	386,575,223
End of period	\$ 583,307,645	\$ 514,019,838
Undistributed net investment income, at period end	\$ 4,551,894	\$ 4,584,659
Capital share activity:		
Public offering	10,350,000	9,200,000
Shares issued from reinvestment of dividends	167,092	146,160
Total shares issued	10,517,092	9,346,160

SEE NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

Table of Contents**PENNANTPARK INVESTMENT CORPORATION AND SUBSIDIARIES****CONSOLIDATED STATEMENTS OF CASH FLOWS****(Unaudited)**

	Six Months Ended March 31,	
	2012	2011
Cash flows from operating activities:		
Net increase in net assets resulting from operations	\$ 42,243,633	\$ 39,109,210
Adjustments to reconcile net increase in net assets resulting from operations to net cash (used) by operating activities:		
Net change in unrealized appreciation on investments	(30,804,915)	(23,503,095)
Net change in unrealized appreciation on credit facility	1,365,375	11,303,446
Net realized loss (gain) on investments	11,952,011	(2,579,813)
Net accretion of discount and amortization of premium	(5,784,489)	(3,219,842)
Purchase of investments	(153,884,038)	(196,549,024)
Payment-in-kind income	(6,136,921)	(5,181,586)
Proceeds from dispositions of investments	118,544,142	137,107,533
(Increase) Decrease in interest receivable	(135,633)	1,237,227
Decrease in receivables for investments sold	8,939,936	30,254,774
Decrease in prepaid expenses and other assets	692,964	502,446
(Decrease) in payables for investments purchased	(15,043,792)	(40,410,000)
(Decrease) in unfunded investments	(15,342,447)	(3,569,562)
Increase in interest payable on credit facility and SBA debentures	250,054	77,379
Increase in management fee payable	168,840	302,526
(Decrease) Increase in performance-based incentive fee payable	(1,399,124)	1,099,423
Increase (Decrease) in accrued other expenses	325,610	(452,070)
Net cash (used) by operating activities	(44,048,794)	(54,471,028)
Cash flows from financing activities:		
Public offering	109,192,500	114,080,000
Offering costs related to public offering	(3,979,000)	(5,743,800)
Distributions paid to stockholders, net of dividends reinvested	(23,405,000)	(17,115,744)
Borrowings under SBA debentures (See Note 10)		45,000,000
Capitalized borrowing costs		(1,756,250)
Borrowings under credit facility (See Note 10)	695,500,000	200,300,000
Repayments under credit facility (See Note 10)	(777,900,000)	(280,561,200)
Net cash (used) provided by financing activities	(591,500)	54,203,006
Net (decrease) in cash equivalents	(44,640,294)	(268,022)
Cash equivalents, beginning of period	71,604,519	1,814,451
Cash equivalents, end of period	\$ 26,964,225	\$ 1,546,429
Supplemental disclosure of cash flow information and non-cash financing activity (See Note 5):		
Interest paid	\$ 4,285,855	\$ 1,826,073
Income taxes paid	\$ 258,550	\$ 123,824

Dividends reinvested	\$ 1,724,378	\$ 1,703,764
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PENNANTPARK INVESTMENT CORPORATION AND SUBSIDIARIES

CONSOLIDATED SCHEDULE OF INVESTMENTS

MARCH 31, 2012

(Unaudited)

Issuer Name	Maturity	Industry	Current Coupon	Basis Point Spread Above Index ⁽⁴⁾	Par/ Shares	Cost	Fair Value ⁽³⁾
Investments in Non-Controlled, Non-Affiliated Portfolio Companies 143.8%^{(1),(2)}							
First Lien Secured Debt 45.2%							
American Surgical Holdings, Inc.	03/23/2015	Healthcare, Education and Childcare	14.00%	L+1,000 ⁽⁷⁾	19,250,000	\$ 18,783,191	\$ 19,250,000
Brand Energy and Infrastructure Services, Inc.	02/07/2014	Energy / Utilities	3.76%	L+325	2,000,000	1,677,320	1,851,000
CEVA Group PLC ^{(5),(9)}	10/01/2016	Logistics	11.63%		7,500,000	7,341,591	7,950,000
CEVA Group PLC ^{(5),(9)}	04/01/2018	Logistics	11.50%		1,000,000	989,464	990,000
Columbus International, Inc. ^{(5),(9)}	11/20/2014	Communications	11.50%		10,000,000	10,000,000	11,095,000
Good Sam Enterprises, LLC ⁽⁵⁾	12/01/2016	Consumer Products	11.50%		12,000,000	11,777,014	12,360,000
Hanley-Wood, L.L.C.	01/13/2017	Other Media	8.00%	L+650 ⁽⁷⁾	1,761,727	1,761,727	1,761,727
IDQ Holdings, Inc. ⁽⁵⁾	04/01/2017	Auto Sector	11.50%		11,500,000	11,270,580	11,787,500
Instant Web, Inc.	08/07/2014	Printing and Publishing	14.50%	L+950 ⁽⁷⁾	24,500,000	24,015,996	24,990,000
Interactive Health Solutions, Inc.	10/04/2016	Healthcare, Education and Childcare	11.50%	L+950 ⁽⁷⁾	18,762,500	18,353,870	18,921,981
Jacuzzi Brands Corp.	02/07/2014	Home and Office Furnishings, Housewares and Durable Consumer Products	2.61%	L+225	9,635,135	9,635,135	5,331,438
K2 Pure Solutions NoCal, L.P.	09/10/2015	Chemicals, Plastics and Rubber	10.00%	P+675 ⁽⁷⁾	18,952,500	18,097,866	18,762,975
Kadmon Pharmaceuticals, LLC	10/31/2012	Healthcare, Education and Childcare	15.00%	L+1,300 ⁽⁷⁾	4,981,188	4,965,097	5,055,906
Learning Care Group, Inc.	04/27/2016	Education	12.00%		26,052,632	25,600,462	25,466,448
Penton Media, Inc.	08/01/2014	Other Media	5.00%	L+400 ⁽⁷⁾	37,772,126	33,106,023	29,950,160
(PIK 1.00%)							
Pre-Paid Legal Services, Inc., Tranche A	12/30/2016	Personal, Food and Miscellaneous Services	7.50%	L+600 ⁽⁷⁾	1,796,748	1,771,633	1,733,862
Pre-Paid Legal Services, Inc., Tranche B	12/30/2016	Personal, Food and Miscellaneous Services	11.00%	L+950 ⁽⁷⁾	35,000,000	34,053,237	33,950,000
Questex Media Group LLC ⁽⁸⁾	12/16/2012	Other Media			133,603	133,603	133,603
Tekelec Global Inc. (First Out)	01/29/2018	Telecommunications	9.00%	L+750 ⁽⁷⁾	4,250,000	4,187,709	4,250,000
Tekelec Global Inc. (Second Out)	01/29/2018	Telecommunications	13.50%	L+1,200 ⁽⁷⁾	10,625,000	10,320,982	10,625,000
UP Support Services, Inc.	02/08/2013	Oil and Gas	9.50%	L+800 ⁽⁷⁾	14,319,391	11,201,685	11,127,896
(PIK 0.75%)							

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UP Support Services, Inc. ⁽⁸⁾	02/08/2013	Oil and Gas		⁽⁷⁾	1,916,666	1,532,977	1,489,481
Yonkers Racing Corp. ⁽⁵⁾	07/15/2016	Hotels, Motels,	11.38%		4,500,000	4,396,222	4,826,250
		Inns and Gaming					

Total First Lien Secured Debt 264,973,384 263,660,227

SEE NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

Table of Contents**PENNANTPARK INVESTMENT CORPORATION AND SUBSIDIARIES****CONSOLIDATED SCHEDULE OF INVESTMENTS (Continued)****MARCH 31, 2012****(Unaudited)**

Issuer Name	Maturity	Industry	Current Coupon	Basis Point Spread Above Index ⁽⁴⁾	Par/ Shares	Cost	Fair Value ⁽³⁾
Second Lien Secured Debt 26.8%							
Brand Energy and Infrastructure Services, Inc.	02/07/2015	Energy/Utilities	6.58 %	L+600	13,600,000	\$ 13,333,203	\$ 11,356,000
Brand Energy and Infrastructure Services, Inc.	02/07/2015	Energy/Utilities	7.55 %	L+700	12,000,000	11,837,896	10,392,000
DirectBuy Holdings, Inc. ^{(5), (6)}	02/01/2017	Consumer Products	12.00 %		34,000,000	31,964,124	6,460,000
Eureka Hunter Pipeline, LLC	08/16/2018	Energy/Utilities	12.50%		46,000,000	45,629,410	47,495,000
			(PIK 2.75%)				
Eureka Hunter Pipeline, LLC ⁽⁸⁾	08/16/2012	Energy/Utilities			4,000,000	3,900,000	4,130,000
Greatwide Logistics Services, L.L.C.	03/01/2014	Cargo Transport	11.00%	L+700 ⁽⁷⁾	3,018,217	3,018,220	2,822,033
			(PIK 11.00%)				
Paradigm Management Services, LLC	07/31/2017	Healthcare, Education and Childcare	12.50%	L+1,000 ⁽⁷⁾	20,512,821	20,013,680	20,512,821
Questex Media Group LLC, Term Loan A	12/15/2014	Other Media	9.50%	L+650 ⁽⁷⁾	2,955,232	2,955,232	2,742,455
Questex Media Group LLC, Term Loan B	12/15/2015	Other Media	11.50 %	L+750 ⁽⁷⁾	2,107,105	2,107,105	1,860,574
			(PIK 11.50%)				
Realogy Corp.	10/15/2017	Buildings and Real Estate	13.50%		10,000,000	10,000,000	10,260,710
ROC Finance LLC and ROC Finance 1 Corp.	09/01/2018	Hotels, Motels, Inns and Gaming	12.13%		16,000,000	15,741,814	17,840,000
Sheridan Holdings, Inc.	06/15/2015	Healthcare, Education and Childcare	5.99%	L+575	13,500,000	12,046,148	13,083,755
TransFirst Holdings, Inc.	06/15/2015	Financial Services	6.25%	L+600	7,811,488	7,468,552	7,303,741
Total Second Lien Secured Debt						180,015,384	156,259,089
Subordinated Debt/Corporate Notes 60.6%							
Acentia, LLC	10/02/2017	Electronics	13.75%		19,000,000	18,525,557	18,525,000
Affinion Group Holdings, Inc.	11/15/2015	Consumer Products	11.63%		35,552,000	34,084,352	32,174,560
Diversitech Corporation	01/29/2017	Manufacturing/Basic Industry	13.50%		11,000,000	10,792,285	11,192,500
			(PIK 2.00%)				
Escort, Inc.	06/01/2016	Electronics	14.75%		24,904,672	24,350,195	24,904,672
			(PIK 2.75%)				
Galls, LLC; Quartermaster Inc.	03/31/2017	Distribution	13.00 %		21,580,914	21,152,375	21,580,914
JF Acquisition, LLC	12/30/2017	Distribution	14.00%		17,000,000	16,545,371	16,575,000

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Last Mile Funding, Corp.	06/30/2016	Cargo Transport	(PIK 2.00%) 14.50%	45,023,152	44,045,590	44,482,874
Learning Care Group (US) Inc.	06/30/2016	Education	(PIK 2.50%) 15.00%	4,909,506	4,278,793	4,455,377
LTI Flexible Products, Inc.	01/26/2017	Chemical, Plastic and Rubber	(PIK 15.00%) 13.88%	34,262,227	33,469,743	34,947,472
Mailsouth, Inc.	06/15/2017	Printing and Publishing	(PIK 1.88%) 14.50%	15,000,000	14,609,296	15,000,000
MedQuist, Inc.	10/14/2016	Business Services	(PIK 2.00%) 13.00%	19,000,000	18,526,226	19,997,500
PAS Technologies, Inc.	05/12/2017	Aerospace and Defense	(PIK 2.00%) 15.02%	17,123,218	16,758,032	16,849,247
Prince Mineral Holdings Corp.	12/03/2016	Mining, Steel, Iron and Non-Precious Metals	(PIK 2.02%) 13.50%	26,431,541	25,961,026	26,431,541
Realogy Corp.	04/15/2018	Buildings and Real Estate	(PIK 2.00%) 11.00%	10,000,000	9,201,906	8,000,000
TRAK Acquisition Corp.	12/29/2015	Business Services	15.00%	12,020,950	11,685,601	12,020,950
UP Support Services Inc.	02/08/2015	Oil and Gas	(PIK 2.50%) 19.50%	29,152,826	29,114,234	19,532,393
Veritext Corp.	12/31/2015	Business Services	(PIK 19.50%) 14.00%	16,200,000	15,883,636	16,200,000
Veritext Corp. ⁽⁸⁾	12/31/2012	Business Services	(PIK 3.00%)	10,800,000	10,530,000	10,800,000
Total Subordinated Debt/Corporate Notes					359,514,218	353,670,000

SEE NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

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Issuer Name	Maturity	Industry	Current Coupon	Basis Point Spread	Above Index (4)	Par/Shares	Cost	Fair Value (3)
Preferred Equity/Partnership Interests 1.3%⁽⁷⁾								
AH Holdings, Inc. (American Surgical Holdings, Inc.)		Healthcare, Education and Childcare	6.00%			211	\$ 500,000	\$ 623,379
AHC Mezzanine, LLC (Advanstar, Inc.)		Other Media				7,505	318,896	
HW Topco, Inc. (Hanley-Wood, LLC)		Other Media	8.00%			3,591	24,177	25,868
CI (IHS) Investment Holdings, LLC		Healthcare, Education and Childcare	8.00%			76,357	765,307	980,762
CI (IHS) Investment Holdings, LLC ⁽⁸⁾		Healthcare, Education and Childcare				38,179	382,654	
PAS Tech Holdings, Inc., Series A-1 (PAS Technologies, Inc.)		Aerospace and Defense	8.00%			20,000	1,980,000	1,421,407
TZ Holdings, L.P., Series A (Trizetto Group, Inc.)		Insurance				686	685,820	685,820
TZ Holdings, L.P., Series B (Trizetto Group, Inc.)		Insurance	6.50%			1,312	1,312,006	1,623,922
Universal Pegasus International, Inc. (UP Support Services, Inc.)		Oil and Gas	8.00%			101,175	2,738,050	
Verde Parent Holdings, Inc. (VPSI, Inc.)		Personal Transportation	8.00%			1,824,167	1,824,167	2,061,678
Total Preferred Equity/Partnership Interests							10,531,077	7,422,836
Common Equity/Warrants/Partnership Interests 9.9%⁽⁷⁾								
Acentia, LLC, Class A Units ⁽¹²⁾		Electronics				1,998	2,000,000	2,000,000
AH Holdings, Inc. (American Surgical Holdings, Inc.) (Warrants)	03/23/2021	Healthcare, Education and Childcare				753		2,092,725
CEA Autumn Management, L.L.C.		Broadcasting and Entertainment				1,333	3,000,000	
CI (Galls) Prime Investment Holdings, LLC (Galls, LLC; Quartermaster Inc.) ⁽¹¹⁾		Distribution				1,505,000	1,505,000	1,505,000
CI (IHS) Investment Holdings, LLC		Healthcare, Education and Childcare				23,416	234,693	300,781
CI (IHS) Investment Holdings, LLC ⁽⁸⁾		Healthcare, Education and Childcare				11,708	117,346	
CT Technologies Holdings, LLC DirectBuy Investors, L.P.		Business Services				5,556	2,277,209	6,456,840