



GLADSTONE
CAPITAL

\$150,000,000 Series A Cumulative Redeemable Preferred Stock Offering

As of March 31, 2026

Estimates: This presentation contains industry and market data, forecasts, and projections that are based on internal data and estimates, independent industry publications, reports by market research firms, or other published independent sources. We believe these data to be reliable as of the date of this presentation, but there can be no assurance as to the accuracy or completeness of such information. We have not independently verified all market and industry data obtained from these third-party sources. Our internal data and estimates are based upon information obtained from trade and business organizations, other contacts in the markets in which we operate, and our management's understanding of industry conditions. You should carefully consider the inherent risks and uncertainties associated with the market and other industry data contained in this presentation.

Forward-Looking Statements: This presentation may include "forward-looking statements" within the meaning of Section 27A of the Securities Act of 1933, as amended, and Section 21E of the Securities Exchange Act of 1934, as amended. These forward-looking statements may include comments with respect to our objectives and strategies, and the results of our operations and our business.

These forward-looking statements inherently involve numerous risks, assumptions, and uncertainties, both general and specific. The risk exists that these statements may not be fulfilled. Although these statements are based on information available to us as of the date of this presentation, which we believe is reasonable, we caution readers of this presentation not to place undue reliance on these forward-looking statements as a number of known and unknown factors could cause future results to differ materially from these statements, including those factors listed under the caption "Risk Factors" in our Form 10-K and Form 10-Q filings, our registration statement, prospectus supplement and other filings we may make with the Securities and Exchange Commission ("SEC"), all of which can be found on the investors section of our web site at www.GladstoneCapital.com or the SEC's web site, www.SEC.gov.

Forward-looking statements may be influenced in particular by factors such as the overall impact of public health emergencies, fluctuations in interest rates and stock indices, the effects of competition in the areas in which we operate, and changes in economic, political, regulatory and technological conditions. We caution that the foregoing list is not exhaustive. When considering forward-looking statements when making decisions, investors should carefully consider the aforementioned factors as well as other uncertainties and events.

Past or Present Performance Disclaimer: This presentation includes information regarding our past or present performance. Please note, past or present performance is not a guarantee of future performance or future results. We undertake no obligation to update the information contained herein to reflect subsequently occurring events or circumstances, except as required by applicable securities laws and regulations.

Please consult the prospectus supplement for this offering for a recitation of the risk factors of this offering. If any of the risks contained in or incorporated by reference into the prospectus supplement or the accompanying prospectus actually occur, our business, financial condition or results of operations could be materially adversely affected. If that happens, we may be unable to timely pay the dividends accrued on the Series A Preferred Stock (the “Shares”), the value of the Shares could decline and you may lose all or part of your investment. We believe the risk factors described below are the principal risk factors associated with an investment in our Shares as well as those factors generally associated with an investment company with investment objectives, investment policies, capital structure or trading markets similar to ours. In addition, new risks may emerge at any time and we cannot predict such risks or estimate the extent to which they may affect our financial performance. Some statements in the prospectus supplement, including statements in the risk factors, constitute forward-looking statements. See the “Forward-Looking Statements” and “Risk Factors” sections in the prospectus supplement, the accompanying prospectus and in our regular filings with the SEC for additional risks which may affect us or the Shares.

- *There will be no public market for the Shares as we do not intend to apply for listing on a national securities exchange unless the Share Repurchase Program is terminated.*
- *Dividend payments on the Shares are not guaranteed.*
- *We will be required to terminate this offering if our common stock is no longer listed on Nasdaq or another national securities exchange.*
- *The Shares will bear a risk of redemption by us.*
- *Your option to request that your Shares be repurchased is subject to a 5% quarterly limitation, the continuation of the Share Repurchase Program and our availability of funds, and may also be limited by law.*
- *Our ability to pay dividends on and/or repurchase Shares may be limited by Maryland law, the 1940 Act and the terms of our debt facilities as well as future agreements we may enter.*
- *The cash distributions you receive may be less frequent or lower in amount than you expect.*
- *If you elect to participate in the Share Repurchase Program, the cash payment that you receive as a result of your optional repurchase request may be a substantial discount to the price that you paid for the Shares in this offering.*
- *Holders of the Shares will be subject to inflation risk.*
- *An investment in the Shares bears interest rate risk.*
- *Holders of the Shares will bear reinvestment risk.*
- *Our management will have broad discretion in the use of the net proceeds from this offering and may allocate the net proceeds from this offering in ways that you and other stockholders may not approve.*
- *We may be unable to invest a significant portion of the net proceeds of this offering on acceptable terms.*

- *We may authorize, establish, create, issue and sell shares of one or more additional series of Preferred Stock while the Shares are outstanding without the vote or consent of the holders thereof.*
- *We finance certain of our investments with borrowed money and capital from the issuance of senior securities (which would include the Series A Preferred Stock), which magnifies the potential for gain or loss on amounts we invest and may increase your risk of investing in us. The use of leverage is generally considered a speculative investment technique and increases the risks associated with investing in our securities.*
- *The stability of the price of the Shares does not indicate stability in the value of the underlying assets. The value of the company's asset portfolio will fluctuate over time and may be worth less than the price paid for the Series A Preferred Stock. The investor may not be able to sell the investment.*
- *The ratings on our Company and Series A Preferred Stock reflect opinions based on the quantitative and qualitative analysis of information sourced and received by Egan-Jones, which information is not audited or verified by Egan-Jones. Ratings are not buy, hold or sell recommendations and do not address the market price of a security. Ratings may be upgraded, downgraded, placed under review, confirmed and discontinued.*
- *Gladstone Securities, the dealer manager in this offering, is our affiliate, and we established the offering price and other terms for the Shares pursuant to discussions between us and our affiliated dealer manager; as a result, the actual value of your investment may be substantially less than what you pay.*
- *If you fail to meet the fiduciary standards and other requirements under ERISA or Section 4975 of the Code as a result of an investment in this offering, you could be subject to liability and penalties, including excise taxes.*

Gladstone Capital Corporation ("GLAD") has filed a registration statement (including a prospectus) and a prospectus supplement with the SEC for the offering to which this communication relates. Before you invest, you should read the prospectus in that registration statement, the prospectus supplement and other documents that GLAD has filed with the SEC for more complete information about GLAD and this offering. You may get these documents for free by visiting EDGAR on the SEC website at www.sec.gov. Alternatively, Gladstone Securities, GLAD's dealer manager for this offering, will arrange to send you the prospectus and prospectus supplement if you request it by calling toll-free at (833) 849-5993.

Summary of fees and expenses: Gladstone Capital, through Gladstone Securities, will pay all commissions and expenses associated with the sale of the Shares. Gladstone Capital and Gladstone Securities will not pay selling commissions on sales to fee-based accounts. Investors should read the prospectus and any accompanying prospectus supplement for a complete listing of all fees and expenses related to the offering.



Offering Summary

SEC REGULATED

BDCs are regulated by the SEC under the Investment Company Act of 1940, which imposes leverage limitations among other regulations



EXPERIENCED

Established operator with 25-year track record and seasoned and diversified loan portfolio to support distributions



DIVIDEND COVERAGE

Preferred stock supported by strong asset coverage and priority over public traded common equity (~\$392mm¹)



LIQUIDITY²

The issuer intends to make quarterly repurchases throughout the offering, including repurchases at par after a three-year hold



MONTHLY INCOME POTENTIAL

6.25% annualized dividend, paid monthly ahead of common stock dividends.
There is no guarantee of continuous dividends



STABLE VALUE

Issuer pays all upfront fees, so there is no fee impact on the statement value of the Shares
The value of the underlying assets will fluctuate. The investor may not have liquidity

¹ As of 3/31/2026

² See “Description of the Series A Preferred Stock—Share Repurchase Program” in our Prospectus Supplement dated November 22, 2024. Gladstone Capital's obligation to repurchase Series A Preferred Stock is limited to the extent that its Board of Directors determines that it does not have sufficient funds available or it is restricted by applicable law from making such repurchase.

OFFERING SUMMARY

\$150M Series A Redeemable Preferred Stock



Gladstone Capital manages a diversified portfolio of directly originated debt investments focusing on senior loans to established growth-oriented lower middle market US-based businesses with near term revenue visibility and proven cashflows to mitigate credit risk. Offering proceeds are intended to refinance a portion of outstanding bank borrowings and support additional portfolio growth.

OFFERING SUMMARY

OFFERING TYPE

Continuous offering of non-listed, Series A Preferred Stock of a public business development company (BDC)
(common stock on Nasdaq: GLAD)

OFFERING SIZE

Up to \$150 million

PRICE PER SHARE

- \$25.00
- \$23.25 for RIA and fee-based accounts

INVESTMENT MINIMUMS

- No minimum for qualified retirement accounts
- \$5,000 for non-qualified accounts

LIQUIDITY

- Quarterly Share Repurchase Program up to 5.0% of shares outstanding quarterly available throughout offering subject to the following discounts²

Holding Time	Discount	Repurchase Price
< 1 Year	10%	\$22.50
>1 Year, <2 Years	6%	\$23.50
>2 Years, <3 Years	3%	\$24.25
>3 Years	0%	\$25.00

POTENTIAL FOR MONTHLY INCOME¹

6.25%

annualized dividend (6.72% through fee-based accounts), paid monthly and in preference to dividends on publicly-traded common stock¹

¹ There is no guarantee of capital preservation or continuous dividends.

² See "Description of the Series A Preferred Stock—Share Repurchase Program" in our Prospectus Supplement dated November 22, 2024. Gladstone Capital's obligation to repurchase Series A Preferred Stock is limited to the extent that its Board of Directors determines that it does not have sufficient funds available or it is restricted by applicable law from making such repurchase.

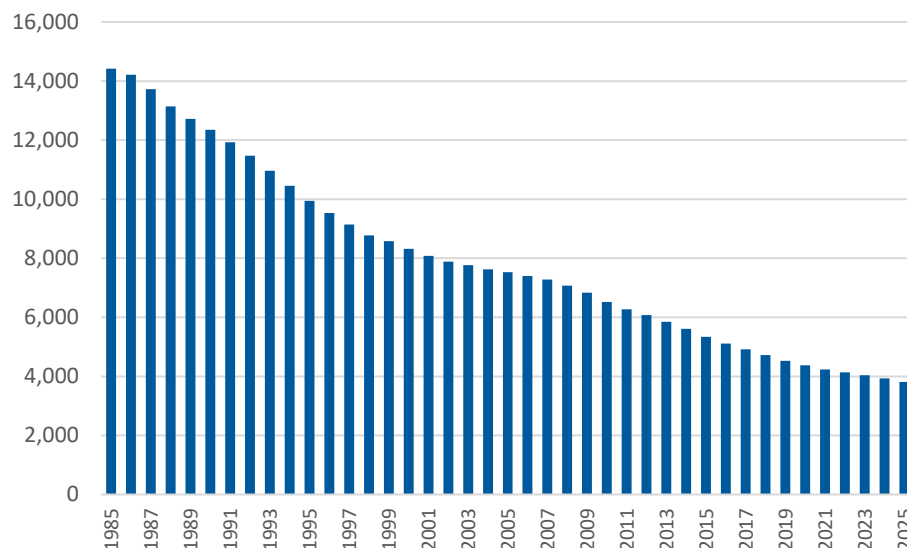
A background image of a modern office interior. In the foreground, a man and a woman are seated at a wooden conference table, facing each other in conversation. The man is wearing a white shirt, and the woman is wearing a grey blazer. In the background, another person is partially visible, also seated at the table. The office has large windows on the right side, letting in natural light. A blue semi-transparent overlay covers the left portion of the image, and a thin orange diagonal line separates it from the rest of the image.

Market Overview

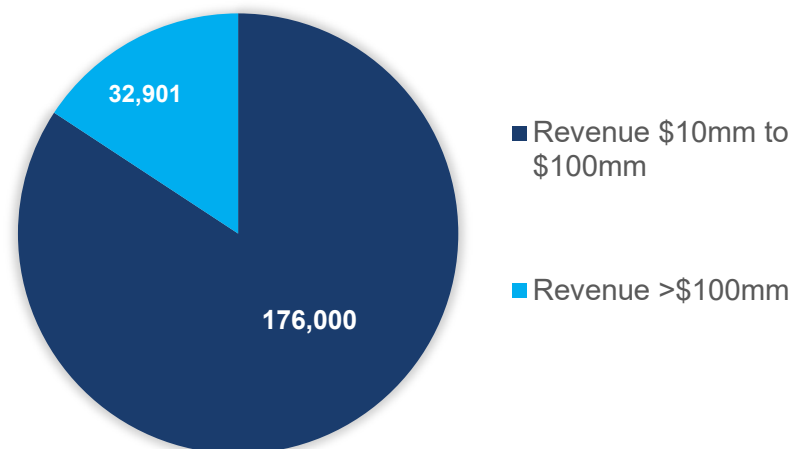
Lower Middle Market Investment Overview

- Lower middle market (“LMM”) companies (\$3M-\$25M of EBITDA¹) **need capital to grow** with limited capital access
- Many PE sponsors start with LMM business with intent to grow (or acquire) to scale and achieve capital appreciation
- Represent a more **consistent flow of attractive growth-oriented investment opportunities**
- Typically sell for lower cash flow multiples, which translates into **reduced financial leverage**, better asset collateral coverage and ability to structure and **control entire debt financing solution and proactively manage investments to minimize credit losses**
- **Less competition** from larger lenders (private credit funds or banks) which supports more attractive investment yields, lower relative leverage levels and more favorable lender protections
- More receptive to equity co-investments, providing an opportunity to **participate in equity appreciation**/gains

NUMBER OF COMMERCIAL BANKS IN THE U.S.²



NUMBER OF COMPANIES IN THE U.S. BY REVENUE³



¹ Defined as Earnings Before Interest, Depreciation and Amortization

² Historical Bank Data as of December 31, 2025. <https://banks.data.fdic.gov/bankfind-suite/historical>

³ NAICS Association. <https://www.naics.com/business-lists/counts-by-company-size/>. Updated December 3, 2024.



PROVIDE CUSTOM-TAILORED FINANCING SOLUTIONS TO LMM COMPANIES

- Reduces deal execution risks and expedites transaction closing
- Market craving experienced partner with long term investment perspective
- Flex financing to support LMM growth plan and equity appreciation



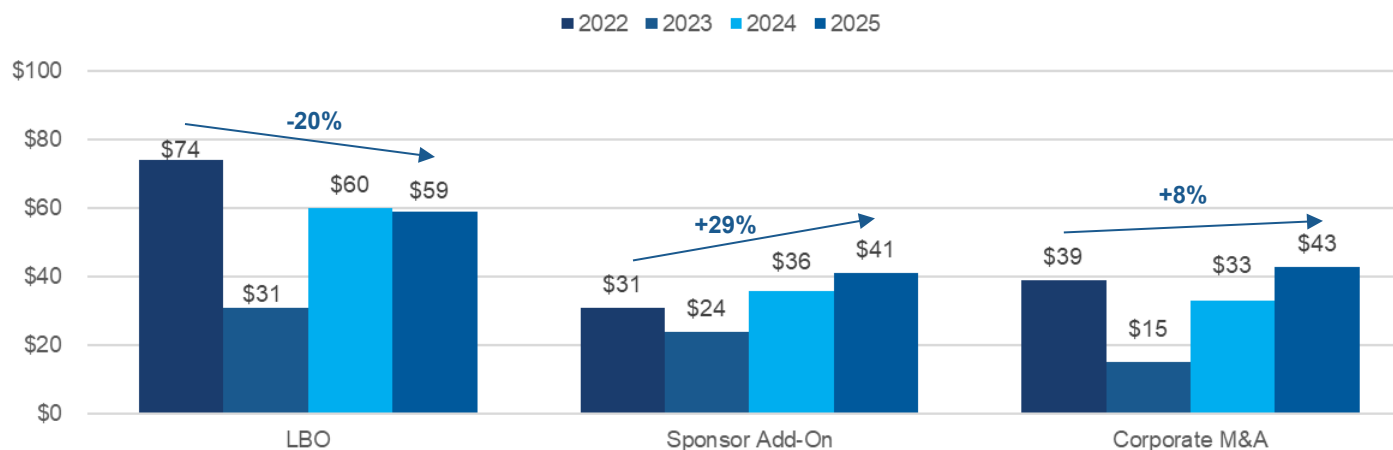
LMM FOCUS AND EXPERIENCED ORIGINATOR TEAM ARE MARKET DIFFERENTIATORS REINFORCING FINANCING PARTNER ROLE WHILE PRUDENTLY MANAGING RISK PROFILE

- Highly selective “PE Style” underwriting methodology
- Focus on growth-oriented industries with experienced management and sustainable margins/cashflow to support leverage capital base
- Manage credit documents to ensure structural protections while supporting growth plan and deleveraging of risk profile
- Originators average 17+ years investing experience and maintain ongoing monitoring role as board observer
- Proactive risk management to mitigate downside

SCALING LMM COMPANIES VIA ADD-ON ACQUISITION FINANCING IS A GROWING PART OF INVESTMENT ACTIVITY¹

M&A-Related Loan Volume

(U.S. Dollars in Billions)



¹ Capstone Partners, Middle Market Leveraged Finance Update – Q4 2025
Add-ons defined as investments made in existing portfolio companies.

SHRINKING POOL OF TRADITIONAL CREDIT OPTIONS FUELING PRIVATE CREDIT GROWTH

- Shifting market conditions, leverage constraints and regulation have dramatically reduced the syndicated commercial bank role in the leveraged financing market
- Few large banks have the coverage platforms or originator experience to originate or manage middle market investments resulting in lagging credit loss performance
- The proliferation of private credit funds sponsored by large scale asset managers and bolstered by institutional investor demand for yield has nearly eliminated commercial bank's role in leveraged financings despite bank pricing advantages

LIMITED PRIVATE CREDIT OPTIONS FOR LMM SEGMENT

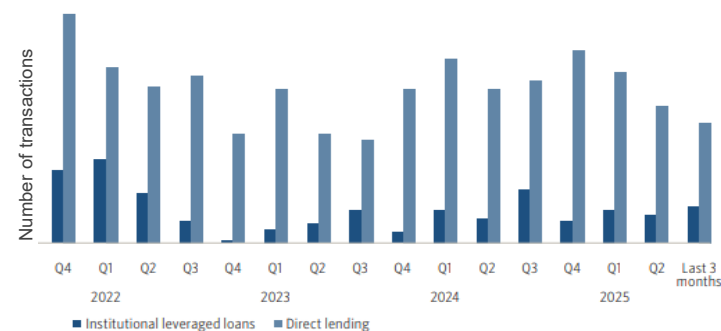
- Bulk of private debt funds linked with multi-billion-dollar asset managers
 - Over 85% of private debt raised since 2020 in funds greater than \$1B
 - Scale dictates need to focus on larger borrowers (>\$25 million EBITDA) and minimum investment size to manage profitability given institutional fee profile and investment timeline
- Regional bank capital and deposit stresses have had far-reaching impacts given traditional prominence as LMM lenders

¹ Data through September 30, 2025. Sources: Pitchbook | LCD.

² Pitchbook, "Global Private Debt Report", as of June 30, 2025.

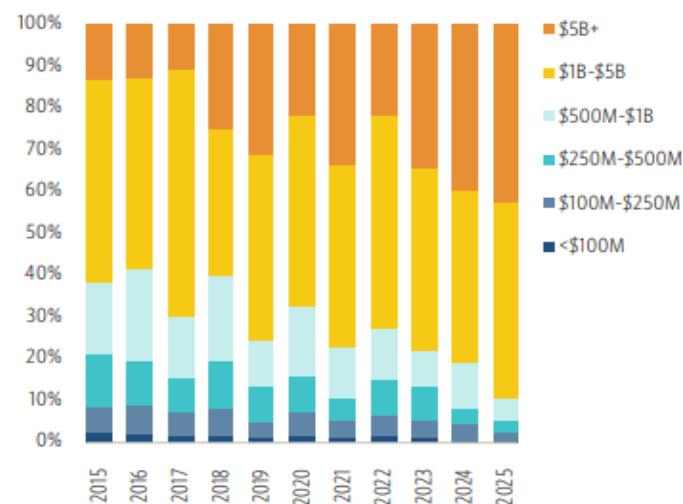
REDUCED COMMERCIAL BANK ROLE IN LEVERAGED FINANCING MARKET

Leveraged Buyouts Financed in Broadly Syndicated Loans vs. Private Credit Markets¹



Source: PitchBook | LCD • Geography: US • As of July 31, 2025

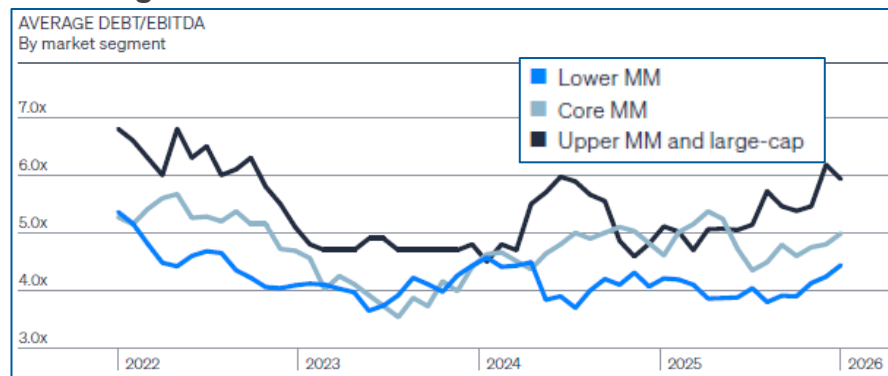
SHARE OF PRIVATE DEBT CAPITAL RAISED BY SIZE²



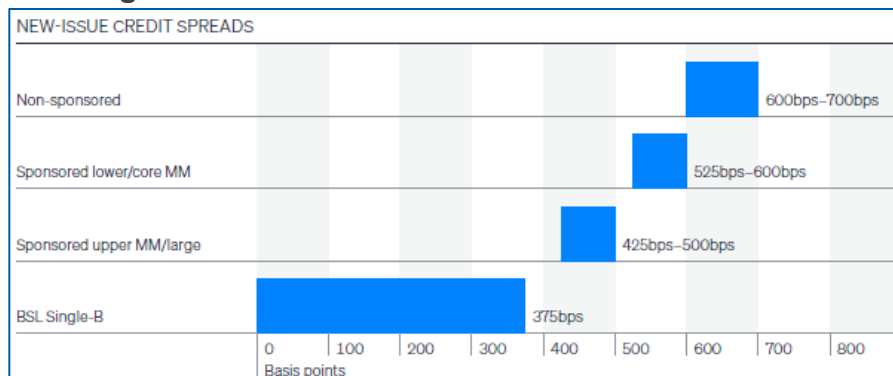
Source: PitchBook • Geography: Global • As of June 30, 2025

CAPITAL CONCENTRATION AND HEIGHTENED COMPETITION UP-MARKET HAVE DRIVEN A DIVERGENCE IN LEVERAGE AND SPREADS IN THE PRIVATE CREDIT MARKET

Leverage¹

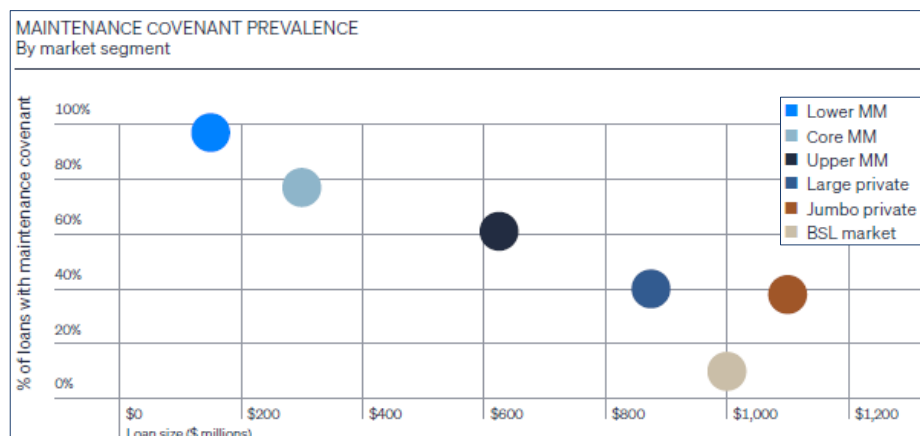


Pricing²



PRIVATE CREDIT CONTINUES TO MAINTAIN STRICTER COVENANTS THAN THE BROADLY SYNDICATED LOAN (“BSL”) MARKET, THOUGH COVENANT-LITE STRUCTURES ARE MORE PREVALENT IN THE LARGE-CAP MARKET

Nearly 100% of Lower Middle Market loans have maintenance covenants³



¹Source: KBRA DLD, as of Feb 28, 2026 | Future Standard

²Source: KBRA DLD, as of Mar 16, 2026 | Future Standard

³Source: KBRA DLD, S&P Global, Future Standard; (study based on sample of 2024 originations; sizes are illustrative – each segment covers a range of borrower sizes)



Competitive dynamics have contributed to differences in LMM vs Large-Cap



Factor	Headline Concern	Market Reality	Lower MM Difference
Pricing	Spread compression	Private credit spread premium persists	New-Issue Spreads: Large Cap: 425-500bps LMM: 525-600bps Non-Sponsored: 600-700bps
Portfolio Composition	High software exposure	No credit deterioration yet	Tech Exposure: LMM: 11% Large-Cap: 22%
Protections	Covenant erosion	Private credit covenant structures much tighter than BSL	Cov-lite¹ Prevalence: LMM: 3% Large-cap: 60%
Leverage	Elevated deal leverage	PE sponsor equity contributions near record-high	Average Debt/EBITDA: LMM: 4.2x Large-Cap: 6.2x
Payment-in-Kind (“PIK”)²	Rising prevalence of PIK	Each form of PIK reflects a different risk dynamic	PIK % of Income: LMM: 5.2% Large-Cap: 7.6%

¹A covenant-lite (“cov-lite”) loan is a borrower friendly type of loan facility found in certain leveraged financings. The core feature of any cov-lite loan is the absence of financial maintenance tests requiring the borrower to meet certain performance criteria monthly or quarterly.

²PIK interest is a financing mechanism whereby the borrower does not pay cash interest on a loan but instead adds the interest at an accrual rate to the principal balance of the loan.



Company Overview

2001

Founded as one of the first Business Development Companies (BDCs) focused on making secured loans to lower middle market U.S. businesses

Publicly traded common stock

Nasdaq:
GLAD
Equity Market Capitalization
Approximately
\$392M

Leveraged via rated bank revolving credit facility and senior unsecured note issues rated¹

A-
 Egan-Jones
Ratings Company

Current Portfolio

\$907M
in assets invested across
55
companies

Cumulative Investment

Experience
\$3.3B
of loans/
investments in
297
companies

The Series A Preferred Stock has earned a BBB+ rating¹ by Egan Jones based on, among other factors, GLAD's leveraged capital base and earnings profile which provides asset and dividend coverage.

EXTERNALLY MANAGED BY GLADSTONE MANAGEMENT



Privately-held
investment adviser



25-year
operating history



Manages more than
\$4.7B across four
publicly-traded funds



Dedicated fund
investment teams to
align interests with
external investors



Scaled administrative
support across more
than 75
professionals

All data as of March 31, 2026 unless otherwise noted.

¹ Egan Jones re-affirmed A- Corporate and Senior Notes rating and issued BBB+ Series A Preferred Stock rating on September 8, 2025. Ratings are opinions that reflect the creditworthiness of an issuer and/or a security. Creditworthiness is determined by assessing coverage of the estimated loss via current and forward-looking measurements that assess an issuer's ability and willingness to make payments on ultimate obligations (including principal, interest, dividend or other types of distributions) per the terms of an obligation. An 'A' rating indicates a high level of creditworthiness with low sensitivity to evolving credit conditions. A 'BBB+' rating indicates a moderate level of creditworthiness with moderate sensitivity to evolving credit conditions.

¹ Use of leverage magnifies the potential for gain or loss, is considered a speculative investment technique and increases the risks associated with investing in our securities.

Benefits of Investing in a BDC

Created by U.S. Congress in 1980, a Business Development Company (BDC) is a type of investment company that primarily focuses on providing financing and support to small and medium-sized businesses.

SEC REGULATIONS ON BDCs MANDATE:

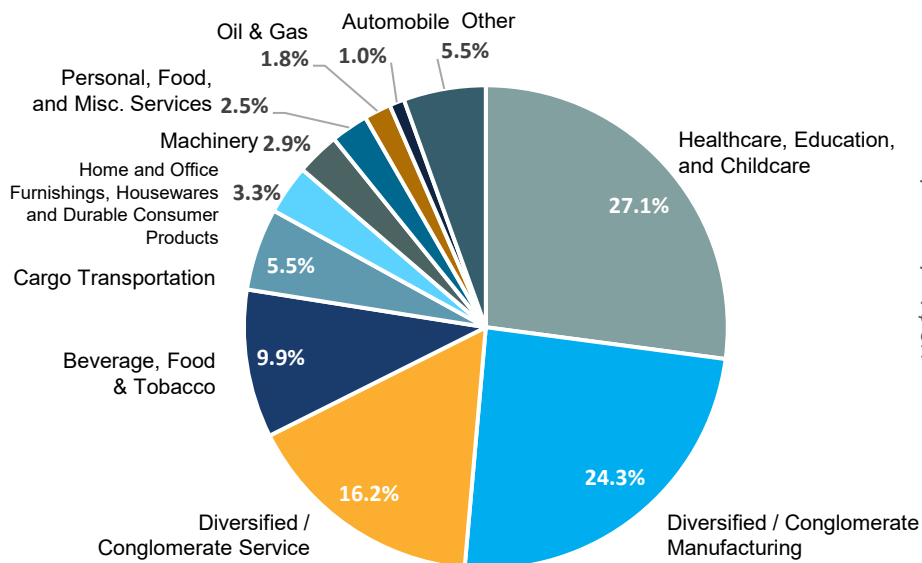
- **Asset diversity** to reduce sector concentration risk
- Investor transparency via **quarterly public SEC filings** including independent fair market valuation of all assets
- Minimum of 150% asset coverage of all debts (including preferred stock) **limiting entity-level leverage** and preserving collateral coverage

OPERATE AS REGULATED INVESTMENT COMPANIES FOR TAX PURPOSES

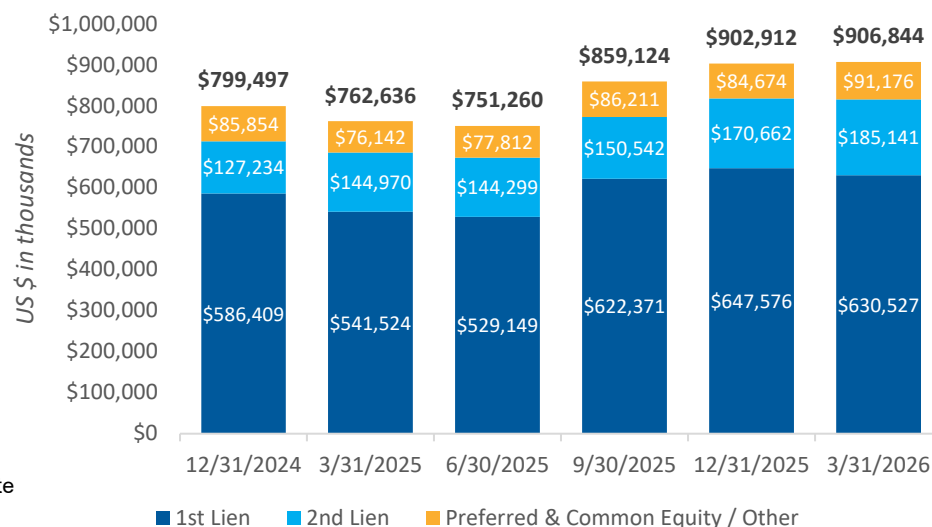
- Gladstone Capital pays no corporate income taxes provided distributions are at least 90% of taxable income, maximizing **cashflow available for investor distributions**¹

¹ There is no guarantee of continuous dividends.

PORTFOLIO DIVERSIFICATION (FAIR VALUE)



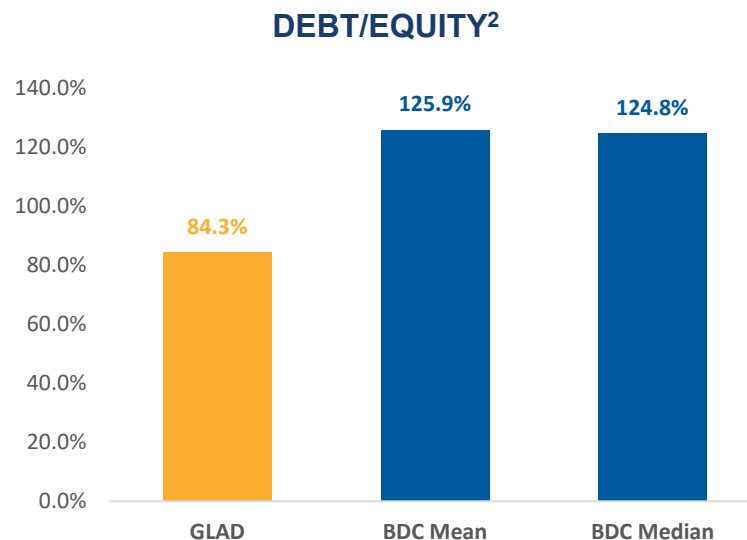
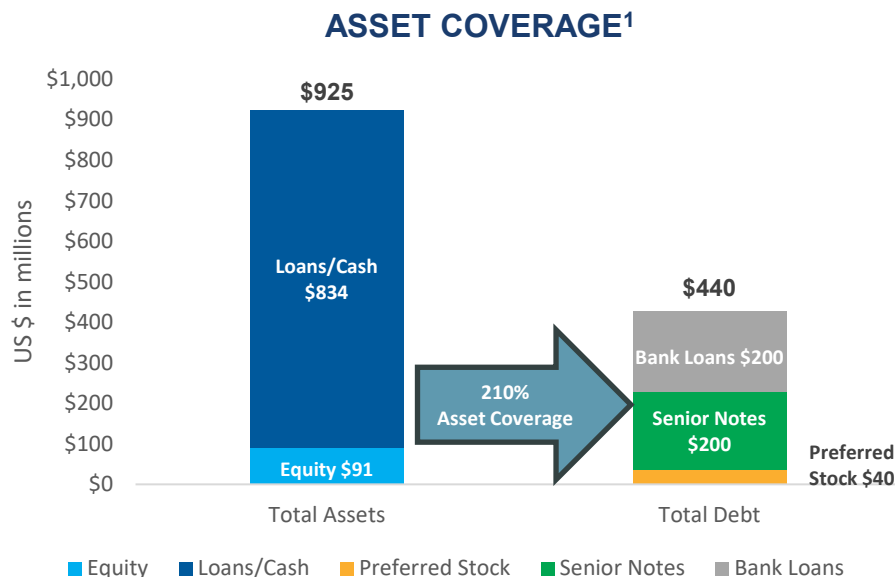
TOTAL INVESTMENTS – FAIR VALUE BY SECURITY



- Approximately 87% of loans are subject to floating rates with minimum floors
- Average investment of \$16.5 million
- Approximately 82% of portfolio backed by private equity sponsor providing oversight and capital to support growth

1st Lien Debt	73.3%	71.0%	70.4%	72.4%	71.7%	69.5%
2nd Lien Debt	15.9%	19.0%	19.2%	17.5%	18.9%	20.4%
Equity/Other	10.7%	10.0%	10.4%	10.0%	9.4%	10.1%
Performing Loans % FMV	96.0%	95.7%	95.9%	98.3%	98.4%	98.4%
Weighted Avg. Loan Yield	13.1%	12.6%	12.8%	12.5%	12.2%	11.8%

MODEST LEVERAGE CONTRIBUTES TO STRONG DEBT/PREFERRED ASSET COVERAGE



- Favorable LMM yields & leverage support interest and preferred dividend coverage
- Debt/Preferred rating of A-/BBB+ (Egan Jones)

2.67x

**INTEREST & DIVIDEND
COVERAGE³**

All data as of March 31, 2026, unless otherwise noted.

Use of leverage magnifies the potential for gain or loss, is considered a speculative investment technique and increases the risks associated with investing in our securities.

¹ Calculated as Total Assets / Total Debt (on "senior securities that are stock"); subject to certain regulatory calculation requirements. Under the 1940 Act, BDCs must have 150% asset coverage. Total Debt includes Preferred Stock. As of March 31, 2026, the Company has issued 1,584,817 shares of Series A Preferred Stock.

² Calculated as Total Liabilities / Shareholders' Equity.

³ Calculated on year-to-date basis as (Net Investment Income + Financing Costs) / Financing Costs. Financing costs include interest, fees, preferred dividends.



Gladstone Capital Portfolio

INVESTMENT CRITERIA	
PRIMARY FOCUS	<ul style="list-style-type: none"> • Direct originated investments where we can lead the underwriting, structuring, documentation and control the ongoing management of the investment position • Priority to be in the senior creditor position where possible and secured to enhance our negotiating position and mitigate potential credit losses
INVESTMENT YIELDS	<ul style="list-style-type: none"> • Benchmarked and must be accretive to the current equity and distributions
INDUSTRIES	<ul style="list-style-type: none"> • Industry agnostic • Except <u>no</u> financial services, early stage or high-tech companies, commodity or cyclical businesses
COMPANIES	<ul style="list-style-type: none"> • Established companies – typically added value businesses • Strong revenue visibility and competitive barriers • Above average margins that generate free cash flow to comfortably service the capital structure • Favorable growth characteristics to deleverage risk profile • Operating cash flow (EBITDA) of \$3M-\$25M (majority are under \$10M) and investments of \$8M-\$40M



MULTI-DISCIPLINARY “EQUITY LIKE” TEAM UNDERWRITING APPROACH



Originating deal team retains oversight of investment

- Board level observation rights to monitor performance and proactively manage our position
- Detailed monthly reporting and ongoing senior management reviews to flag issues
- Quarterly third-party expert investment valuations required by BDC regulations reviewed by Gladstone Capital’s valuation and audit committees and board members oversight prior to inclusion in public filings

Recent Market Commentary


- New investments totaled \$43.6 million during the quarter ended March 31, 2026, including three new PE sponsored investments
- Prepayments were \$46.3 million
- PE sponsor demand for unitranche financings has continued to drive 1st lien investment balances
- Most recent investments underwritten at reduced leverage levels to accommodate elevated debt service costs

- ¹ Unitranche debt is structured as a single financing arrangement comprised of a roll-up of separate tranches, (i.e. first and second lien debt, into a single credit facility).
- ² A revolver, or a revolving credit facility, is a type of credit that enables a borrower to withdraw money, use it to fund their business, repay it and then withdraw it again when they need it.

Recent Investments

 INCODAMA 3D <small>ADDING TO THE FUTURE</small> Subordinated Term Loan <i>Acquisition Financing</i> March 2026 Manufacturing	 CWES Senior Term Loan <i>Refinancing & Add-On Financing</i> February 2026 Environmental Services	FLEXTECS Second Lien Term Loan Equity Co-Investment <i>Acquisition Financing</i> December 2025 Technology & Services	 Sicilian OVEN Senior Term Loan Equity Co-Investment <i>Acquisition Financing</i> November 2025 Restaurant
Consumer Product Company Revolver Senior Term Loan <i>Refinance</i> August 2025 Consumer Products	MASSiv Brands Senior Term Loan <i>Acquisition Financing</i> July 2025 Diversified/Conglomerate Services	 ALSAT WATER SERVICES Subordinated Term Loan Preferred Equity <i>Acquisition Financing</i> July 2025 Water/Wastewater Services	 Snif-Snax Senior Term Loan Equity Co-Investment <i>Acquisition Financing</i> July 2025 Pet Products / Pet Services
 ZERO Revolver Senior Term Loan <i>Acquisition Financing</i> July 2025 Diversified/Conglomerate Manufacturing	 RFT Revolver Senior Term Loan <i>Acquisition Financing</i> June 2025 Healthcare Technology	 ALTIOR Senior Term Loan <i>Recapitalization</i> May 2025 Healthcare	 DUTCH GOLD <small>100% PURE HONEY</small> Subordinated Term Loan Equity Co-Investment <i>Acquisition Financing</i> February 2025 Food & Beverage
 VIRON Senior Term Loan Equity Co-Investment <i>Recapitalization</i> February 2025 Manufacturing	 TUBE BENDING INC. <small>MAKING TUBES BEND BETTER</small> Subordinated Term Loan <i>Acquisition Financing</i> December 2024 Aerospace & Defense	 PANAM <small>DENTAL LABORATORY</small> Second Lien Term Loan Equity Co-Investment <i>Acquisition Financing</i> December 2024 Healthcare	 FREEDOM Dental Health Senior Term Loan <i>Acquisition Financing</i> December 2024 Healthcare


EACH INVESTMENT SITUATION STARTS WITH A STORY...


AEROSPACE
Unitranche Term Loan
<i>Sponsor Buyout</i>
August 2020

- Precision engineering/design, fabrication and assembly services for complex aerospace and rocket platforms being acquired by a PE firm we have worked with previously
- Significant backlog combined with fundamental political support provided a longer-term tailwind for future revenue opportunities
- Based on the historical strengths of the contract manufacturing business, customer diversity and improving profitability, GLAD provided a flexible unitranche debt financing and an equity co-investment
- GLAD provided unitranche debt to expedite buyout, shifted to 2nd lien to support follow-on acquisition and participated in upsized unitranche to fund 2nd acquisition which was further expanded with a new lender group in support of 3rd and 4th acquisitions
- Karman successfully completed its IPO in Feb. 2025, raising \$506 million and recently traded at a market valuation of approx. \$4 billion


FOOD & BEVERAGE
First lien term loan Equity
<i>Acquisition Financing</i>
August 2022

- Founded in 1895, the company is a Midwest based SQF certified wet-fill contract manufacturer of food ingredients and retail-ready food products including sweet and savory sauces (like Baskin Robbins chocolate ribbon) in bulk, retail, and pouch formats
- The CEO/controlling shareholder was looking to transition, tapped his eldest son as President to lead operations. Following a comprehensive review/rationalization and business recovery, the President led the buyout of the business while bringing in industry experts post-closing
- Based on the historical strengths of the contract manufacturing business, customer diversity and improving profitability, GLAD provided a flexible unitranche debt financing and an equity co-investment
- In February 2025, Sokol was acquired by Solina, a global provider of ingredient solutions for the food industry as part of their strategic move to scale and strengthen their North American supply capabilities


BUSINESS SERVICES
Senior term loan
<i>Recapitalization</i>
March 2023

- Leadpoint is a workforce outsourcing solution provider for the material recycling facility industry operating under multiyear contracts to a variety of large waste companies across almost 100 locations
- The Company's CEO and majority shareholder was seeking a flexible financing facility to retire a minority institutional investor and support for pending growth
- Based on the historical strengths of the underlying contracts, growing demands for outsourcing and improving profitability, GLAD provided a flexible unitranche debt financing and working capital line of credit
- In 2025, GLAD successfully exited Leadpoint to a strategic and supported an additional recapitalization prior to exit, following the initial investment



Summary



ATTRACTIVE LOWER MIDDLE MARKET DYNAMICS

- Vast number of businesses drive consistent flow of investment opportunities
- Reduced lender competition supports higher yields and lower losses
- LMM opportunity growing with recent regional bank issues



DISCIPLINED UNDERWRITING

- Cashflow lender focused on growing businesses with strong revenue visibility, free cashflow & competitive barriers
- Multi-disciplinary “equity-like” team underwriting mostly senior lending position
- Directly sourced and agent loans to control lender protections and remedies



DIVERSIFIED PORTFOLIO

- Diversified secured loan portfolio generating interest income to support distributions
- Growing businesses lead to organic deleveraging and enhanced exit valuation

Opportunity to invest in an investment grade-rated BDC with 25 years of lower middle market cash flow lending experience via a preferred stock with stable value¹, liquidity², and a 6.25% annual cash dividend paid monthly³



MANAGEMENT TEAM

- Established manager with multiple public funds
- Investment team dedicated to sourcing and ongoing deal management and aligned with investor interest



ISSUER PROTECTIONS

- Strong collateral and dividend coverage & priority over publicly traded common (FMV \$392 million) and associated dividends



REGULATORY REQUIREMENTS

- SEC regulations of BDCs require asset diversity, leverage limitations, FMV valuation and public filings

¹ The value of the underlying assets will fluctuate. The investor may not have liquidity.

² See “Description of the Series A Preferred Stock—Share Repurchase Program” in our Prospectus Supplement dated November 22, 2024. Gladstone Capital's obligation to repurchase Series A Preferred Stock is limited to the extent that its Board of Directors determines that it does not have sufficient funds available or it is restricted by applicable law from making such repurchase.

³ There is no guarantee of capital preservation or continuous dividends.

EXECUTIVE OFFICERS

David Gladstone
Chairman

Bob Marcotte
CEO & President

Nicole Schaltenbrand
CFO & Treasurer

WEBSITES

Gladstone Capital:
www.gladstonecapital.com

Investment Adviser:
www.gladstonemanagement.com

Information on all Funds:
www.gladstonecompanies.com

COMMON STOCK RESEARCH COVERAGE

B. Riley Securities
Sean-Paul Adams

Clear Street
Mickey Schleien

Ladenburg Thalmann
Christopher Nolan

Lucid Capital Markets
Erick Zwick

Oppenheimer & Co.
Mitchel Penn

Raymond James
Robert Dodd

OTHER OFFICERS

Michael LiCalsi
Chief Administrative Officer, Co-General
Counsel, & Co-Secretary

Jack Dellafiora
Chief Compliance Officer

Michael McQuigg
Executive Vice President

INVESTOR RELATIONS

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McLean, VA 22102

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NASDAQ COMMON STOCK

Common Stock Ticker: GLAD

CORPORATE HEADQUARTERS

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Other Locations: Dallas & Los Angeles

OTHER

Corporate Counsel:
Kirkland & Ellis LLP

Transfer Agent:
Computershare Inc.

Auditors:
PricewaterhouseCoopers LLP



Appendix

APPENDIX

Quarterly Financial Summary



AS OF MARCH 31, 2026

	Three Months Ended				
	March 31, 2025	June 30, 2025	September 30, 2025	December 31, 2025	March 31, 2026
<i>In Thousands, except per share data</i>					
Income:					
Interest Income	\$21,338	\$20,853	\$23,770	\$23,896	\$23,196
Other Investment Income	231	804	166	615	2,796
Total Investment Income	21,569	21,657	23,936	24,511	25,992
Expenses					
Fees to Advisor & Admin	4,164	4,625	5,260	5,787	6,665
Interest Expense	5,019	4,451	5,773	5,928	5,815
Operating Expense	1,141	1,287	1,459	1,532	1,674
Total Expenses	10,324	10,363	12,492	13,247	14,154
Net Investment Income (NII)	\$11,245	\$11,294	\$11,444	\$11,264	\$11,838
Weighted Average Shares*	22,330	22,330	22,458	22,593	22,593
NII Per WAVG Share	\$0.504	\$0.506	\$0.520	\$0.499	\$0.524
Realized/Unrealized Gains (Loss) per Share	\$(0.101)	\$(0.161)	\$0.127	\$(0.236)	\$0.186
Dividend Per WAVG Share	\$0.495	\$0.495	\$0.495	\$0.495	\$0.450
NAV Per Share	\$21.41	\$21.25	\$21.34	\$21.13	\$21.36
Return on Equity (NII)**	9.8%	9.4%	9.4%	9.5%	9.6%
Portfolio at Fair Value	762,636	751,260	859,124	902,912	906,844
Debt***	279,678	282,252	397,856	405,902	392,919
Net Asset Value	478,059	474,454	482,035	477,322	482,614
Debt-to-Equity	60.0%	61.4%	84.3%	85.1%	84.3%

* Total Shares outstanding as of March 31, 2026 was 22,593,069

** Return of Equity (NII) defined as: LTM net investment income divided by LTM average net assets.

*** Debt includes Line of Credit and Long Term Debt

Note: The financial information above is not comprehensive and is without notes, so readers should obtain and carefully review GLAD's Forms 10-K and 10-Q for the corresponding reporting periods as filed with the SEC.

Portfolio Composition

AS OF MARCH 31, 2026

	June 30, 2025	September 30, 2025	December 31, 2025	March 31, 2026
Total Portfolio – FV	\$751,260	\$859,124	\$902,912	\$906,844
# of Portfolio Companies	51	55	54	55
Average Investment Size – FV	\$14,731	\$15,620	\$16,721	\$16,488
Top 5 Investments % FV	25.3%	22.9%	23.9%	23.0%
WAVG Investment Yield**	12.8%	12.5%	12.2%	11.8%
1 st Lien FV	\$529,149	\$622,371	\$647,576	\$630,527
2 nd Lien FV	144,299	150,542	170,662	185,141
Equity / Other FV	77,812	86,211	84,674	91,176
Proprietary % of FV	99.5%	100.0%	100.0%	100.0%
Syndicated % of FV	0.5%	0.0%	0.0%	0.0%
Fixed Rate Debt % Cost	9.9%	13.1%	11.4%	13.4%
Variable Rate Debt % of Cost	90.1%	86.9%	88.6%	86.6%
Performing % FV (Debt)	98.3%	98.3%	98.4%	98.4%
Non-Performing % FV (Debt)	1.7%	1.7%	1.6%	1.6%

**Weighted average yield on interest bearing debt investments (excludes non-accruals and reserves on interest receivables)

Note: US dollar figures are in 000s, unless otherwise noted.

Diversity of Portfolio Investments



FOOD

WINGS 'N MORE RESTAURANTS LLC is a proud Texas tradition and restaurant chain that offers a diverse, value-oriented menu centered around the "buffalo style" chicken wing.



HEALTHCARE SERVICES

HH-INSPIRE ACQUISITION, INC. is a plastic surgery and aesthetic center offering a comprehensive range of cosmetic surgeries and aesthetics treatments



INDUSTRIAL SERVICES

AXIOS INDUSTRIAL GROUP is a provider of scaffolding, insulation, coatings, surface preparation and specialty solutions for a broad range of industrial customers in support of turnaround, maintenance and capital projects.



FOOD & BEVERAGE

DUTCH GOLD HONEY manufactures, processes, and packages honey and maple syrup products for major retailers, food brands, industrial food manufacturers, and foodservice distributors throughout the country.



HEALTHCARE TECHNOLOGY

RF TECHNOLOGIES, INC. is a provider of safety and security solutions, leveraging RFID, LoRa, and RTLS technologies to serve the healthcare, hospitality, and education markets.



HEALTHCARE

ALTIOR HEALTHCARE, LLC is a provider of short-term residential mental health treatment for adolescents and young adults.



HEALTHCARE SERVICES

PAN-AM DENTAL LABORATORY is a full-service manufacturer and distributor of high-quality custom dental products.



ENVIRONMENTAL SERVICES

QUALITY ENVIRONMENTAL SERVICES, INC. is leading provider of environmental remediation services to private, state, and federal customers in the greater Midwest region.



DIVERSIFIED MFG.

ENGINEERING MANUFACTURING TECHNOLOGIES, LLC is a precision manufacturer of close tolerance metal components used in defense, industrial, and other end markets and applications.



HEALTHCARE SERVICES

FREEDOM DENTAL HEALTH is a Dental Support Organization offering a wide range of services, including general and pediatric dentistry, orthodontics and periodontal surgery.



INDUSTRIAL SERVICES

ENCORE DREDGING PARTNERS, LLC is a premier mid-sized cutter suction and mechanical dredging services provider focusing on navigable waterways throughout the United States.



SPECIALTY MFG.

TORRENT PHOTONICS HOLDCO LLC provides an integrated suite of technologies to serve the security and defense, medical, industrial, semiconductor, commercial, and science and technology markets.



WATER / WASTEWATER SERVICES

ALSAY INCORPORATED provides end-to-end groundwater solutions, offering water well drilling, rehabilitation, and maintenance services to the southeastern water infrastructure market.



BUSINESS SERVICES

WORKFORCEQA LLC is a leading tech-enabled Third-Party Administrator of employee compliance solutions focused on regulated and safety-sensitive industries.

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 GLADSTONE CAPITAL