

July 7, 2010



# Gladstone Investment Corporation Announces Monthly Cash Distributions for July, August and September

MCLEAN, Va., July 7, 2010 (GLOBE NEWSWIRE) -- Gladstone Investment Corporation (Nasdaq:GAIN) (the "Company") announced today that its board of directors declared monthly cash distributions of \$0.04 per share of common stock for each of July, August and September of 2010.

Summary Table for Cash Distributions for Quarter Ending September 30, 2010:

| Declared               | X-Date       | Record Date  | Payment Date | Cash Distribution |
|------------------------|--------------|--------------|--------------|-------------------|
| July 7                 | July 20      | July 22      | July 30      | \$ 0              |
| July 7                 | August 19    | August 23    | August 31    | \$ 0              |
| July 7                 | September 20 | September 22 | September 30 | \$ 0              |
| Total for the Quarter: |              |              |              | \$ 0              |

The Company offers a dividend reinvestment plan (the "DRIP") to its shareholders. For more information regarding the DRIP, please visit [www.gladstoneinvestment.com](http://www.gladstoneinvestment.com).

To comply with the requirements of Section 19(a) of the Investment Company Act of 1940, as amended, the Company will post a Section 19(a) notice through the Depository Trust Company's Legal Notice System (LENS) and send out to its registered shareholders a Section 19(a) notice along with the payment of dividends declared for July and August. This notice will not be for tax reporting purposes and will be provided solely for informational purposes.

The Company is a specialty finance company that invests in debt securities consisting primarily of senior term loans, second term lien loans, senior subordinate term loans, preferred stock and warrants to purchase common stock in small and medium sized businesses. For more information, please visit [www.gladstoneinvestment.com](http://www.gladstoneinvestment.com) or contact Investor Relations at 703-287-5893.

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