
Section 1: 10-Q (10-Q)

UNITED STATES SECURITIES AND EXCHANGE COMMISSION

WASHINGTON, DC 20549

FORM 10-Q

(Mark One)

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

For The Quarterly Period Ended September 30, 2017

OR

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

Commission File Number: 814-00702

HERCULES CAPITAL, INC.

(Exact Name of Registrant as Specified in its Charter)

Maryland
(State or Jurisdiction of
Incorporation or Organization)

400 Hamilton Ave., Suite 310
Palo Alto, California
(Address of Principal Executive Offices)

743113410
(IRS Employer
Identification No.)

94301
(Zip Code)

(650) 289-3060

(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 (or for such shorter periods that the Registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days. Yes No

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

Large accelerated filer	<input checked="" type="checkbox"/>	Accelerated filer	<input type="checkbox"/>
Non-accelerated filer	<input type="checkbox"/>	Smaller reporting company	<input type="checkbox"/>
Emerging growth company	<input type="checkbox"/>		

If an emerging growth company, indicate by check mark if the registrant has elected not to use the extended transition period for complying with a new or revised financial accounting standards provided pursuant to Section 13(a) of the Exchange Act.

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

On October 30, 2017, there were 84,162,661 shares outstanding of the Registrant's common stock, \$0.001 par value.

HERCULES CAPITAL, INC.
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PART I: FINANCIAL INFORMATION

In this Quarterly Report, the “Company,” “Hercules,” “we,” “us” and “our” refer to Hercules Capital, Inc. and its wholly owned subsidiaries and its affiliated securitization trusts on or after February 25, 2016 and “Hercules Technology Growth Capital, Inc.” and its wholly owned subsidiaries and its affiliated securitization trusts prior to February 25, 2016, unless the context otherwise requires.

ITEM 1. CONSOLIDATED FINANCIAL STATEMENTS

HERCULES CAPITAL, INC. CONSOLIDATED STATEMENT OF ASSETS AND LIABILITIES (unaudited) (dollars in thousands, except per share data)

	September 30, 2017	December 31, 2016
Assets		
Investments:		
Non-control/Non-affiliate investments (cost of \$1,374,173 and \$1,475,918 respectively)	\$ 1,360,146	\$ 1,414,210
Control investments (cost of \$25,788 and \$22,598, respectively)	23,382	4,700
Affiliate investments (cost of \$89,050 and \$13,010, respectively)	33,586	5,032
Total investments in securities, at value (cost of \$1,489,011 and \$1,511,526 respectively)	1,417,114	1,423,942
Cash and cash equivalents	140,568	13,044
Restricted cash	7,813	8,322
Interest receivable	10,507	11,614
Other assets	6,995	7,282
Total assets	\$ 1,582,997	\$ 1,464,204
Liabilities		
Accounts payable and accrued liabilities	\$ 19,057	\$ 21,463
Credit Facilities	—	5,016
2021 Asset-Backed Notes, net (principal of \$65,476 and \$109,205, respectively) ⁽¹⁾	64,860	107,972
Convertible Notes, net (principal of \$230,000 and \$0, respectively) ⁽¹⁾	223,097	—
2019 Notes, net (principal of \$0 and \$110,364, respectively) ⁽¹⁾	—	108,818
2024 Notes, net (principal of \$258,510 and \$252,873, respectively) ⁽¹⁾	251,716	245,490
SBA Debentures, net (principal of \$190,200 and \$190,200, respectively) ⁽¹⁾	187,983	187,501
Total liabilities	\$ 746,713	\$ 676,260
Net assets consist of:		
Common stock, par value	84	80
Capital in excess of par value	904,357	839,657
Unrealized depreciation on investments ⁽²⁾	(73,388)	(89,025)
Accumulated undistributed realized gains on investments	10,674	37,603
Distributions in excess of net investment income	(5,443)	(371)
Total net assets	\$ 836,284	\$ 787,944
Total liabilities and net assets	\$ 1,582,997	\$ 1,464,204
Shares of common stock outstanding (\$0.001 par value, 200,000,000 authorized)	83,615	79,555
Net asset value per share	\$ 10.00	\$ 9.90

(1) The Company’s 2021 Asset-Backed Notes, Convertible Notes, 2019 Notes, 2024 Notes and SBA Debentures, as each term is defined herein, are presented net of the associated debt issuance costs for each instrument. See “Note 4 – Borrowings”.

(2) Amounts include \$1.5 million and \$1.4 million in net unrealized depreciation on other assets and accrued liabilities, including escrow receivables, estimated taxes payable and warrant participation agreement liabilities as of September 30, 2017 and December 31, 2016, respectively.

See notes to consolidated financial statements.

The following table presents the assets and liabilities of our consolidated securitization trust for the 2021 Asset-Backed Notes (see Note 4), which is a variable interest entity (“VIE”). The assets of our securitization VIE can only be used to settle obligations of our consolidated securitization VIE, these liabilities are only the obligations of our consolidated securitization VIE, and the creditors (or beneficial interest holders) do not have recourse to our general credit. These assets and liabilities are included in the Consolidated Statement of Assets and Liabilities above.

(Dollars in thousands)	September 30, 2017	December 31, 2016
Assets		
Restricted Cash	\$ 7,813	\$ 8,322
Total investments in securities, at value (cost of \$168,662 and \$244,695, respectively)	166,861	242,349
Total assets	\$ 174,674	\$ 250,671
Liabilities		
2021 Asset-Backed Notes, net (principal of \$65,476 and \$109,205, respectively) ⁽¹⁾	\$ 64,860	\$ 107,972
Total liabilities	\$ 64,860	\$ 107,972

(1) The Company’s 2021 Asset-Backed Notes are presented net of the associated debt issuance costs. See “Note 4 – Borrowings”.

See notes to consolidated financial statements.

HERCULES CAPITAL, INC.
CONSOLIDATED STATEMENT OF OPERATIONS
(unaudited)
(in thousands, except per share data)

	<u>Three Months Ended September 30,</u>		<u>Nine Months Ended September 30,</u>	
	<u>2017</u>	<u>2016</u>	<u>2017</u>	<u>2016</u>
Investment income:				
Interest and PIK interest income				
Interest income:				
Non-control/Non-affiliate investments	\$ 39,361	\$ 37,783	\$ 117,388	\$ 110,219
Control investments	321	7	994	7
Affiliate investments	246	30	248	145
Total interest income	<u>39,928</u>	<u>37,820</u>	<u>118,630</u>	<u>110,371</u>
PIK interest income:				
Non-control/Non-affiliate investments	2,364	2,124	6,661	5,668
Control investments	143	8	511	8
Total PIK interest income	<u>2,507</u>	<u>2,132</u>	<u>7,172</u>	<u>5,676</u>
Total interest and PIK interest income	<u>42,435</u>	<u>39,952</u>	<u>125,802</u>	<u>116,047</u>
Fee income				
Commitment, facility and loan fee income:				
Non-control/Non-affiliate investments	2,239	3,274	7,613	8,700
Control investments	1	1	11	1
Affiliate investments	2	—	2	—
Total commitment, facility and loan fee income	<u>2,242</u>	<u>3,275</u>	<u>7,626</u>	<u>8,701</u>
One-time fee income:				
Non-control/Non-affiliate investments	1,188	1,875	7,254	2,831
Total one-time fee income	<u>1,188</u>	<u>1,875</u>	<u>7,254</u>	<u>2,831</u>
Total fee income	<u>3,430</u>	<u>5,150</u>	<u>14,880</u>	<u>11,532</u>
Total investment income	45,865	45,102	140,682	127,579
Operating expenses:				
Interest	9,185	8,717	28,046	23,306
Loan fees	1,314	1,432	5,500	3,698
General and administrative	3,548	4,114	12,362	12,095
Employee compensation:				
Compensation and benefits	6,014	5,621	17,276	15,637
Stock-based compensation	1,831	1,442	5,573	5,616
Total employee compensation	<u>7,845</u>	<u>7,063</u>	<u>22,849</u>	<u>21,253</u>
Total operating expenses	21,892	21,326	68,757	60,352
Net investment income	23,973	23,776	71,925	67,227
Net realized gain (loss) on investments				
Non-control/Non-affiliate investments	(8,911)	7,870	(10,940)	3,427
Control investments	(15,543)	—	(15,989)	—
Total net realized gain (loss) on investments	<u>(24,454)</u>	<u>7,870</u>	<u>(26,929)</u>	<u>3,427</u>
Net change in unrealized appreciation (depreciation) on investments				
Non-control/Non-affiliate investments	11,320	(1,387)	45,420	(11,005)
Control investments	17,624	—	17,703	(3,421)
Affiliate investments	4,609	553	(47,486)	(1,646)
Total net unrealized appreciation (depreciation) on investments	<u>33,553</u>	<u>(834)</u>	<u>15,637</u>	<u>(16,072)</u>
Total net realized and unrealized gain (loss)	9,099	7,036	(11,292)	(12,645)
Net increase in net assets resulting from operations	\$ 33,072	\$ 30,812	\$ 60,633	\$ 54,582
Net investment income before investment gains and losses per common share:				
Basic	<u>\$ 0.29</u>	<u>\$ 0.32</u>	<u>\$ 0.87</u>	<u>\$ 0.91</u>
Change in net assets resulting from operations per common share:				
Basic	<u>\$ 0.40</u>	<u>\$ 0.41</u>	<u>\$ 0.73</u>	<u>\$ 0.74</u>
Diluted	<u>\$ 0.40</u>	<u>\$ 0.41</u>	<u>\$ 0.73</u>	<u>\$ 0.74</u>
Weighted average shares outstanding				
Basic	<u>82,496</u>	<u>74,122</u>	<u>82,073</u>	<u>72,685</u>
Diluted	<u>82,607</u>	<u>74,157</u>	<u>82,173</u>	<u>72,702</u>
Distributions declared per common share:				
Basic	<u>\$ 0.31</u>	<u>\$ 0.31</u>	<u>\$ 0.93</u>	<u>\$ 0.93</u>

See notes to consolidated financial statements.

HERCULES CAPITAL, INC.
CONSOLIDATED STATEMENT OF CHANGES IN NET ASSETS
(unaudited)
(dollars and shares in thousands)

	Common Stock		Capital in excess of par value	Unrealized Appreciation (Depreciation) on Investments	Accumulated Undistributed Realized Gains (Losses) on Investments	Undistributed Net Investment Income/ (Distributions in Excess of Investment Income)	Net Assets
	Shares	Par Value					
Balance at December 31, 2015	<u>72,118</u>	<u>\$ 73</u>	<u>\$ 751,902</u>	<u>\$ (52,808)</u>	<u>\$ 27,993</u>	<u>\$ (10,026)</u>	<u>\$ 717,134</u>
Net increase (decrease) in net assets resulting from operations	—	—	—	(16,072)	3,427	67,227	54,582
Public offering, net of offering expenses	4,273	4	50,173	—	—	—	50,177
Acquisition of common stock under repurchase plan	(450)	(1)	(4,789)	—	—	—	(4,790)
Issuance of common stock due to stock option exercises	42	—	426	—	—	—	426
Retired shares from net issuance	(6)	—	—	—	—	—	—
Issuance of common stock under restricted stock plan	552	1	(1)	—	—	—	—
Retired shares for restricted stock vesting	(240)	—	(2,560)	—	—	—	(2,560)
Distributions reinvested in common stock	111	—	1,343	—	—	—	1,343
Distributions	—	—	—	—	—	(68,408)	(68,408)
Stock-based compensation ⁽¹⁾	—	—	5,685	—	—	—	5,685
Balance at September 30, 2016	<u>76,400</u>	<u>\$ 77</u>	<u>\$ 802,179</u>	<u>\$ (68,880)</u>	<u>\$ 31,420</u>	<u>\$ (11,207)</u>	<u>\$ 753,589</u>
Balance at December 31, 2016	<u>79,555</u>	<u>\$ 80</u>	<u>\$ 839,657</u>	<u>\$ (89,025)</u>	<u>\$ 37,603</u>	<u>\$ (371)</u>	<u>\$ 787,944</u>
Net increase (decrease) in net assets resulting from operations	—	—	—	15,637	(26,929)	71,925	60,633
Public offering, net of offering expenses	4,077	4	56,330	—	—	—	56,334
Issuance of common stock due to stock option exercises	46	—	213	—	—	—	213
Retired shares from net issuance	(18)	—	(172)	—	—	—	(172)
Issuance of common stock under restricted stock plan	10	—	—	—	—	—	—
Retired shares for restricted stock vesting	(187)	—	(2,483)	—	—	—	(2,483)
Distributions reinvested in common stock	132	—	1,780	—	—	—	1,780
Issuance of Convertible Notes	—	—	3,413	—	—	—	3,413
Distributions	—	—	—	—	—	(76,997)	(76,997)
Stock-based compensation ⁽¹⁾	—	—	5,619	—	—	—	5,619
Balance at September 30, 2017	<u>83,615</u>	<u>\$ 84</u>	<u>\$ 904,357</u>	<u>\$ (73,388)</u>	<u>\$ 10,674</u>	<u>\$ (5,443)</u>	<u>\$ 836,284</u>

(1) Stock-based compensation includes \$46 and \$69 of restricted stock and option expense related to director compensation for the nine months ended September 30, 2017 and 2016, respectively.

See notes to consolidated financial statements.

HERCULES CAPITAL, INC.
CONSOLIDATED STATEMENT OF CASH FLOWS
(unaudited)
(dollars in thousands)

	For the Nine Months Ended September 30,	
	2017	2016
Cash flows from operating activities:		
Net increase (decrease) in net assets resulting from operations	\$ 60,633	\$ 54,582
Adjustments to reconcile net increase in net assets resulting from operations to net cash provided by (used in) operating activities:		
Purchase of investments	(487,321)	(461,772)
Principal and fee payments received on investments	486,985	340,584
Proceeds from the sale of investments	21,945	16,701
Net unrealized appreciation (depreciation) on investments	(15,637)	16,072
Net realized loss (gain) on investments	26,929	(3,427)
Accretion of paid-in-kind principal	(7,078)	(5,317)
Accretion of loan discounts	(5,242)	(5,524)
Accretion of loan discount on Convertible Notes	448	82
Accretion of loan exit fees	(14,413)	(16,679)
Change in deferred loan origination revenue	1,083	(253)
Unearned fees related to unfunded commitments	441	(308)
Amortization of debt fees and issuance costs	4,534	2,987
Depreciation	153	152
Stock-based compensation and amortization of restricted stock grants ⁽¹⁾	5,619	5,685
Change in operating assets and liabilities:		
Interest and fees receivable	1,107	(1,622)
Prepaid expenses and other assets	(1,100)	228
Accounts payable	—	56
Accrued liabilities	(2,457)	(729)
Net cash provided by (used in) operating activities	<u>76,629</u>	<u>(58,502)</u>
Cash flows from investing activities:		
Purchases of capital equipment	(127)	(227)
Reduction of restricted cash	509	211
Net cash provided by (used in) investing activities	<u>382</u>	<u>(16)</u>
Cash flows from financing activities:		
Issuance of common stock, net	56,334	50,177
Repurchase of common stock, net	—	(4,790)
Retirement of employee shares	(2,442)	(2,134)
Distributions paid	(75,217)	(67,065)
Issuance of Convertible Notes	230,000	—
Issuance of 2024 Notes Payable	5,637	141,945
Repayments of 2019 Notes Payable	(110,364)	—
Repayments of 2021 Asset-Backed Notes	(43,729)	(12,296)
Borrowings of credit facilities	8,497	193,276
Repayments of credit facilities	(13,513)	(243,276)
Cash paid for debt issuance costs	(4,662)	(4,858)
Cash paid for redemption of convertible notes	—	(17,604)
Fees paid for credit facilities and debentures	(28)	(1,041)
Net cash provided by financing activities	<u>50,513</u>	<u>32,334</u>
Net increase (decrease) in cash and cash equivalents	<u>127,524</u>	<u>(26,184)</u>
Cash and cash equivalents at beginning of period	<u>13,044</u>	<u>95,196</u>
Cash and cash equivalents at end of period	<u><u>\$ 140,568</u></u>	<u><u>\$ 69,012</u></u>

Supplemental non-cash investing and financing activities:

Distributions reinvested	1,780	1,343
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(1) Stock-based compensation includes \$46 and \$69 of restricted stock and option expense related to director compensation for the nine months ended September 30, 2017 and 2016, respectively.

See notes to consolidated financial statements.

HERCULES CAPITAL, INC.
CONSOLIDATED SCHEDULE OF INVESTMENTS
September 30, 2017
(unaudited)
(dollars in thousands)

Portfolio Company	Sub-Industry	Type of Investment ⁽¹⁾	Maturity Date	Interest Rate and Floor ⁽²⁾	Principal Amount	Cost ⁽³⁾	Value ⁽⁴⁾	
Debt Investments								
Biotechnology Tools								
1-5 Years Maturity								
Exicure, Inc. ⁽¹²⁾	Biotechnology Tools	Senior Secured	September 2019	Interest rate PRIME + 6.45% or Floor rate of 9.95%, 3.85% Exit Fee	\$ 5,405	\$ 5,488	\$ 5,545	
Subtotal: 1-5 Years Maturity						<u>5,488</u>	<u>5,545</u>	
Subtotal: Biotechnology Tools (0.66%)*						<u>5,488</u>	<u>5,545</u>	
Communications & Networking								
Under 1 Year Maturity								
OpenPeak, Inc. ⁽⁸⁾	Communications & Networking	Senior Secured	April 2018	Interest rate PRIME + 8.75% or Floor rate of 12.00%	\$ 11,464	8,228	—	
Subtotal: Under 1 Year Maturity						<u>8,228</u>	<u>—</u>	
Subtotal: Communications & Networking (0.00%)*						<u>8,228</u>	<u>—</u>	
Consumer & Business Products								
1-5 Years Maturity								
Antenna79 (p.k.a. Pong Research Corporation) ⁽¹⁵⁾	Consumer & Business Products	Senior Secured	December 2019	Interest rate PRIME + 7.45% or Floor rate of 10.95%, 2.95% Exit Fee	\$ 19,619	19,686	19,830	
	Consumer & Business Products	Senior Secured	December 2018	Interest rate PRIME + 6.00% or Floor rate of 9.50%	\$ 1,000	1,000	1,000	
Total Antenna79 (p.k.a. Pong Research Corporation)						\$ 20,619	20,686	20,830
Second Time Around (Simplify Holdings, LLC) ⁽⁷⁾⁽⁸⁾⁽¹⁵⁾	Consumer & Business Products	Senior Secured	February 2019	Interest rate PRIME + 7.25% or Floor rate of 10.75%, 4.75% Exit Fee	\$ 1,746	1,781	—	
Subtotal: 1-5 Years Maturity						<u>22,467</u>	<u>20,830</u>	
Subtotal: Consumer & Business Products (2.49%)*						<u>22,467</u>	<u>20,830</u>	
Drug Delivery								
Under 1 Year Maturity								
Pulmatrix Inc. ⁽⁹⁾⁽¹¹⁾	Drug Delivery	Senior Secured	July 2018	Interest rate PRIME + 6.25% or Floor rate of 9.50%, 3.50% Exit Fee	\$ 3,958	4,120	4,120	
Subtotal: Under 1 Year Maturity						<u>4,120</u>	<u>4,120</u>	
1-5 Years Maturity								
AcelRx Pharmaceuticals, Inc. ⁽¹⁰⁾⁽¹⁵⁾	Drug Delivery	Senior Secured	March 2020	Interest rate PRIME + 6.05% or Floor rate of 9.55%, 11.69% Exit Fee	\$ 20,466	21,575	21,650	
Agile Therapeutics, Inc. ⁽¹¹⁾	Drug Delivery	Senior Secured	December 2018	Interest rate PRIME + 4.75% or Floor rate of 9.00%, 3.70% Exit Fee	\$ 12,465	12,787	12,738	
Antares Pharma Inc. ⁽¹⁰⁾⁽¹⁵⁾	Drug Delivery	Senior Secured	July 2022	Interest rate PRIME + 4.50% or Floor rate of 8.75%, 4.25% Exit Fee	\$ 25,000	24,933	24,933	
Edge Therapeutics, Inc. ⁽¹²⁾	Drug Delivery	Senior Secured	February 2020	Interest rate PRIME + 4.65% or Floor rate of 9.15%, 4.95% Exit Fee	\$ 20,000	20,252	20,326	
ZP Opco, Inc (p.k.a. Zosano Pharma) ⁽¹¹⁾	Drug Delivery	Senior Secured	December 2018	Interest rate PRIME + 2.70% or Floor rate of 7.95%, 2.87% Exit Fee	\$ 7,812	8,071	8,023	
Subtotal: 1-5 Years Maturity						<u>87,618</u>	<u>87,670</u>	
Subtotal: Drug Delivery (10.98%)*						<u>91,738</u>	<u>91,790</u>	

See notes to consolidated financial statements.

HERCULES CAPITAL, INC.
CONSOLIDATED SCHEDULE OF INVESTMENTS
September 30, 2017
(unaudited)
(dollars in thousands)

<u>Portfolio Company</u>	<u>Sub-Industry</u>	<u>Type of Investment</u> ⁽¹⁾	<u>Maturity Date</u>	<u>Interest Rate and Floor</u> ⁽²⁾	<u>Principal Amount</u>	<u>Cost</u> ⁽³⁾	<u>Value</u> ⁽⁴⁾	
Drug Discovery & Development								
Under 1 Year Maturity								
CytRx Corporation ⁽¹¹⁾⁽¹⁵⁾	Drug Discovery & Development	Senior Secured	August 2018	Interest rate PRIME + 6.00% or Floor rate of 9.50%, 7.09% Exit Fee	\$ 11,000	\$ 11,901	\$ 11,901	
Epirus Biopharmaceuticals, Inc. ⁽⁸⁾	Drug Discovery & Development	Senior Secured	April 2018	Interest rate PRIME + 4.70% or Floor rate of 7.95%, 3.00% Exit Fee	\$ 3,066	3,349	—	
Subtotal: Under 1 Year Maturity						<u>15,250</u>	<u>11,901</u>	
1-5 Years Maturity								
Auris Medical Holding, AG ⁽⁵⁾ ⁽¹⁰⁾	Drug Discovery & Development	Senior Secured	January 2020	Interest rate PRIME + 6.05% or Floor rate of 9.55%, 5.75% Exit Fee	\$ 11,435	11,598	11,585	
Aveo Pharmaceuticals, Inc. ⁽¹⁰⁾ ⁽¹³⁾	Drug Discovery & Development	Senior Secured	December 2019	Interest rate PRIME + 6.90% or Floor rate of 11.90%, 5.40% Exit Fee	\$ 10,000	10,367	10,413	
	Drug Discovery & Development	Senior Secured	December 2019	Interest rate PRIME + 6.90% or Floor rate of 11.90%, 3.00% Exit Fee	\$ 10,000	9,904	9,914	
Total Aveo Pharmaceuticals, Inc.						\$ 20,000	20,271	20,327
Axovant Sciences Ltd. ⁽⁵⁾⁽¹⁰⁾	Drug Discovery & Development	Senior Secured	March 2021	Interest rate PRIME + 6.80% or Floor rate of 10.55%	\$ 55,000	53,479	53,680	
Bellicum Pharmaceuticals, Inc. ⁽¹⁵⁾	Drug Discovery & Development	Senior Secured	March 2020	Interest rate PRIME + 5.85% or Floor rate of 9.35%, 8.11% Exit Fee	\$ 15,000	15,527	15,653	
	Drug Discovery & Development	Senior Secured	March 2020	Interest rate PRIME + 5.85% or Floor rate of 9.35%, 3.48% Exit Fee	\$ 5,000	5,042	5,105	
	Drug Discovery & Development	Senior Secured	March 2020	Interest rate PRIME + 5.85% or Floor rate of 9.35%, 6.95% Exit Fee	\$ 10,000	10,118	10,193	
Total Bellicum Pharmaceuticals, Inc.						\$ 30,000	30,687	30,951
Brickell Biotech, Inc. ⁽¹²⁾	Drug Discovery & Development	Senior Secured	September 2019	Interest rate PRIME + 5.70% or Floor rate of 9.20%, 6.75% Exit Fee	\$ 6,565	6,794	5,100	
CTI BioPharma Corp. (p.k.a. Cell Therapeutics, Inc.) ⁽¹¹⁾	Drug Discovery & Development	Senior Secured	December 2018	Interest rate PRIME + 7.70% or Floor rate of 10.95%, 4.09% Exit Fee	\$ 14,964	14,794	14,800	
Genocea Biosciences, Inc. ⁽¹¹⁾	Drug Discovery & Development	Senior Secured	January 2019	Interest rate PRIME + 2.25% or Floor rate of 7.25%, 4.95% Exit Fee	\$ 15,441	16,001	15,971	
Insmed, Incorporated ⁽¹¹⁾	Drug Discovery & Development	Senior Secured	October 2020	Interest rate PRIME + 4.75% or Floor rate of 9.25%, 4.86% Exit Fee	\$ 55,000	55,253	55,297	
Metuchen Pharmaceuticals LLC ⁽¹²⁾⁽¹⁴⁾	Drug Discovery & Development	Senior Secured	October 2020	Interest rate PRIME + 7.25% or Floor rate of 10.75%, PIK Interest 1.35%, 2.25% Exit Fee	\$ 35,444	35,285	35,325	
Paratek Pharmaceuticals, Inc. (p.k.a. Transcept Pharmaceuticals, Inc.) ⁽¹⁵⁾	Drug Discovery & Development	Senior Secured	September 2020	Interest rate PRIME + 2.75% or Floor rate of 8.50%, 4.50% Exit Fee	\$ 40,000	39,943	39,935	
	Drug Discovery & Development	Senior Secured	September 2020	Interest rate PRIME + 2.75% or Floor rate of 8.50%, 4.50% Exit Fee	\$ 10,000	9,986	9,985	
Total Paratek Pharmaceuticals, Inc. (p.k.a. Transcept Pharmaceuticals, Inc.)						\$ 50,000	49,929	49,920
PhaseRx, Inc. ⁽¹⁵⁾	Drug Discovery & Development	Senior Secured	December 2019	Interest rate PRIME + 5.75% or Floor rate of 9.25%, 5.85% Exit Fee	\$ 5,468	5,554	5,563	
Sorrento Therapeutics, Inc. ⁽¹⁰⁾ ⁽¹³⁾	Drug Discovery & Development	Senior Secured	December 2020	Interest rate PRIME + 5.75% or Floor rate of 9.25%, 5.50% Exit Fee	\$ 30,000	29,113	28,854	
Stealth Bio Therapeutics Corp. ⁽⁵⁾⁽¹⁰⁾⁽¹²⁾	Drug Discovery & Development	Senior Secured	January 2021	Interest rate PRIME + 5.50% or Floor rate of 9.50%, 5.00% Exit Fee	\$ 15,000	14,794	14,794	
uniQure B.V. ⁽⁵⁾⁽¹⁰⁾⁽¹¹⁾	Drug Discovery & Development	Senior Secured	May 2020	Interest rate PRIME + 3.00% or Floor rate of 8.25%, 5.48% Exit Fee	\$ 20,000	20,479	20,456	
Verastem, Inc. ⁽¹²⁾⁽¹⁷⁾	Drug Discovery & Development	Senior Secured	December 2020	Interest rate PRIME + 6.00% or Floor rate of 10.50%, 4.50% Exit Fee	\$ 2,500	2,478	2,476	
Subtotal: 1-5 Years Maturity						<u>366,509</u>	<u>365,099</u>	
Subtotal: Drug Discovery & Development (45.08%)*						<u>381,759</u>	<u>377,000</u>	

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<u>Portfolio Company</u>	<u>Sub-Industry</u>	<u>Type of Investment</u> ⁽¹⁾	<u>Maturity Date</u>	<u>Interest Rate and Floor</u> ⁽²⁾	<u>Principal Amount</u>	<u>Cost</u> ⁽³⁾	<u>Value</u> ⁽⁴⁾	
Electronics & Computer Hardware								
1-5 Years Maturity								
908 DEVICES INC. ⁽¹⁵⁾⁽¹⁷⁾	Electronics & Computer Hardware	Senior Secured	September 2020	Interest rate PRIME + 4.00% or Floor rate of 8.25%, 4.25% Exit Fee	\$ 7,500	\$ 7,501	\$ 7,468	
Subtotal: 1-5 Years Maturity						<u>7,501</u>	<u>7,468</u>	
Subtotal: Electronics & Computer Hardware (0.89%)*						<u>7,501</u>	<u>7,468</u>	
Healthcare Services, Other								
1-5 Years Maturity								
Medsphere Systems Corporation ⁽¹³⁾⁽¹⁴⁾	Healthcare Services, Other	Senior Secured	February 2021	Interest rate PRIME + 4.75% or Floor rate of 9.00%, PIK Interest 1.75%	\$ 17,530	17,339	17,339	
Oak Street Health ⁽¹²⁾	Healthcare Services, Other	Senior Secured	September 2021	Interest rate PRIME + 5.00% or Floor rate of 9.75%, 5.95% Exit Fee	\$ 20,000	19,848	19,848	
PH Group Holdings ⁽¹³⁾	Healthcare Services, Other	Senior Secured	September 2020	Interest rate PRIME + 7.45% or Floor rate of 10.95%	\$ 20,000	19,859	19,893	
	Healthcare Services, Other	Senior Secured	September 2020	Interest rate PRIME + 7.45% or Floor rate of 10.95%	<u>\$ 10,000</u>	<u>9,911</u>	<u>9,875</u>	
Total PH Group Holdings						\$ 30,000	29,770	29,768
Subtotal: 1-5 Years Maturity						<u>66,957</u>	<u>66,955</u>	
Subtotal: Healthcare Services, Other (8.01%)*						<u>66,957</u>	<u>66,955</u>	
Information Services								
1-5 Years Maturity								
MDX Medical, Inc. ⁽¹⁴⁾⁽¹⁵⁾⁽¹⁷⁾	Information Services	Senior Secured	December 2020	Interest rate PRIME + 4.25% or Floor rate of 8.25%, PIK Interest 1.70%	\$ 7,535	7,317	7,317	
Netbase Solutions, Inc. ⁽¹³⁾⁽¹⁴⁾	Information Services	Senior Secured	August 2020	Interest rate PRIME + 6.00% or Floor rate of 10.00%, PIK Interest 2.00%, 3.00% Exit Fee	\$ 9,005	8,605	8,605	
Subtotal: 1-5 Years Maturity						<u>15,922</u>	<u>15,922</u>	
Subtotal: Information Services (1.90%)*						<u>15,922</u>	<u>15,922</u>	
Internet Consumer & Business Services								
1-5 Years Maturity								
Aria Systems, Inc. ⁽¹¹⁾⁽¹⁴⁾	Internet Consumer & Business Services	Senior Secured	June 2019	Interest rate PRIME + 3.20% or Floor rate of 6.95%, PIK Interest 1.95%, 1.50% Exit Fee	\$ 2,092	2,086	1,797	
	Internet Consumer & Business Services	Senior Secured	June 2019	Interest rate PRIME + 5.20% or Floor rate of 8.95%, PIK Interest 1.95%, 1.50% Exit Fee	<u>\$ 18,739</u>	<u>18,676</u>	<u>16,091</u>	
Total Aria Systems, Inc.						\$ 20,831	20,762	17,888
Intent Media, Inc. ⁽¹⁴⁾⁽¹⁵⁾	Internet Consumer & Business Services	Senior Secured	May 2019	Interest rate PRIME + 5.25% or Floor rate of 8.75%, PIK Interest 1.00%, 2.00% Exit Fee	\$ 5,037	4,970	4,996	
	Internet Consumer & Business Services	Senior Secured	May 2019	Interest rate PRIME + 5.50% or Floor rate of 9.00%, PIK Interest 2.35%, 2.00% Exit Fee	\$ 2,008	1,960	1,967	
	Internet Consumer & Business Services	Senior Secured	May 2019	Interest rate PRIME + 5.50% or Floor rate of 9.00%, PIK Interest 2.50%, 2.00% Exit Fee	<u>\$ 2,009</u>	<u>1,961</u>	<u>1,968</u>	
Total Intent Media, Inc.						\$ 9,054	8,891	8,931
LogicSource ⁽¹⁵⁾	Internet Consumer & Business Services	Senior Secured	October 2019	Interest rate PRIME + 6.25% or Floor rate of 9.75%, 5.00% Exit Fee	\$ 7,237	7,438	7,507	
Snagajob.com, Inc. ⁽¹³⁾⁽¹⁴⁾	Internet Consumer & Business Services	Senior Secured	July 2020	Interest rate PRIME + 5.15% or Floor rate of 9.15%, PIK Interest 1.95%, 2.55% Exit Fee	\$ 40,821	40,256	40,779	
Tectura Corporation ⁽⁷⁾⁽⁸⁾⁽⁹⁾⁽¹⁴⁾	Internet Consumer & Business Services	Senior Secured	June 2021	Interest rate FIXED 6.00%, PIK Interest 3.00%	\$ 20,145	20,145	20,145	
	Internet Consumer & Business Services	Senior Secured	June 2021	PIK Interest 8.00%	<u>\$ 11,015</u>	<u>240</u>	<u>2,995</u>	
Total Tectura Corporation						\$ 31,160	20,385	23,140
Subtotal: 1-5 Years Maturity						<u>97,732</u>	<u>98,245</u>	
Subtotal: Internet Consumer & Business Services (11.75%)*						<u>97,732</u>	<u>98,245</u>	

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Portfolio Company	Sub-Industry	Type of Investment ⁽¹⁾	Maturity Date	Interest Rate and Floor ⁽²⁾	Principal Amount	Cost ⁽³⁾	Value ⁽⁴⁾	
Media/Content/Info								
Under 1 Year Maturity								
Machine Zone, Inc. ⁽¹⁴⁾⁽¹⁶⁾	Media/Content/Info	Senior Secured	May 2018	Interest rate PRIME + 2.50% or Floor rate of 6.75%, PIK Interest 3.00%	\$ 106,179	\$ 105,575	\$ 105,575	
Subtotal: Under 1 Year Maturity						<u>105,575</u>	<u>105,575</u>	
1-5 Years Maturity								
FanDuel, Inc. ⁽¹²⁾	Media/Content/Info	Senior Secured	November 2019	Interest rate PRIME + 7.25% or Floor rate of 10.75%, 9.02% Exit Fee	\$ 19,354	19,437	19,437	
WP Technology, Inc. (Wattpad, Inc.) ⁽⁵⁾⁽¹⁰⁾⁽¹²⁾	Media/Content/Info	Senior Secured	April 2020	Interest rate PRIME + 4.75% or Floor rate of 8.25%, 5.80% Exit Fee	\$ 5,000	5,107	5,192	
	Media/Content/Info	Senior Secured	April 2020	Interest rate PRIME + 4.75% or Floor rate of 8.25%, 5.80% Exit Fee	\$ 5,000	5,038	5,106	
Total WP Technology, Inc. (Wattpad, Inc.)						\$ 10,000	10,145	10,298
Subtotal: 1-5 Years Maturity						<u>29,582</u>	<u>29,735</u>	
Subtotal: Media/Content/Info (16.18%)*						<u>135,157</u>	<u>135,310</u>	
Medical Devices & Equipment								
Under 1 Year Maturity								
Amedica Corporation ⁽⁹⁾⁽¹⁵⁾	Medical Devices & Equipment	Senior Secured	January 2018	Interest rate PRIME + 7.70% or Floor rate of 10.95%, 8.25% Exit Fee	\$ 2,378	4,008	4,008	
Gamma Medica, Inc. ⁽⁸⁾⁽¹¹⁾	Medical Devices & Equipment	Senior Secured	January 2018	Interest rate PRIME + 6.50% or Floor rate of 9.75%, 6.00% Exit Fee	\$ 161	366	—	
Subtotal: Under 1 Year Maturity						<u>4,374</u>	<u>4,008</u>	
1-5 Years Maturity								
Aspire Bariatrics, Inc. ⁽¹⁵⁾	Medical Devices & Equipment	Senior Secured	October 2018	Interest rate PRIME + 4.00% or Floor rate of 9.25%, 5.42% Exit Fee	\$ 3,244	3,524	3,486	
IntegenX, Inc. ⁽¹⁵⁾	Medical Devices & Equipment	Senior Secured	June 2019	Interest rate PRIME + 6.05% or Floor rate of 10.05%, 6.75% Exit Fee	\$ 15,000	15,513	15,507	
	Medical Devices & Equipment	Senior Secured	June 2019	Interest rate PRIME + 6.05% or Floor rate of 10.05%, 9.75% Exit Fee	\$ 2,500	2,575	2,572	
Total IntegenX, Inc.						\$ 17,500	18,088	18,079
Micell Technologies, Inc. ⁽¹²⁾	Medical Devices & Equipment	Senior Secured	August 2019	Interest rate PRIME + 7.25% or Floor rate of 10.50%, 5.00% Exit Fee	\$ 6,200	6,332	6,410	
Quanta Fluid Solutions ⁽⁵⁾⁽¹⁰⁾⁽¹¹⁾	Medical Devices & Equipment	Senior Secured	April 2020	Interest rate PRIME + 8.05% or Floor rate of 11.55%, 5.00% Exit Fee	\$ 10,730	10,982	10,970	
Quanterix Corporation ⁽¹¹⁾	Medical Devices & Equipment	Senior Secured	March 2019	Interest rate PRIME + 2.75% or Floor rate of 8.00%, 4.00% Exit Fee	\$ 9,043	9,452	9,465	
Sebacia ⁽¹⁵⁾	Medical Devices & Equipment	Senior Secured	July 2020	Interest rate PRIME + 4.35% or Floor rate of 8.85%, 6.05% Exit Fee	\$ 8,000	7,865	7,865	
Tela Bio, Inc. ⁽¹⁵⁾	Medical Devices & Equipment	Senior Secured	September 2020	Interest rate PRIME + 4.95% or Floor rate of 9.45%, 3.15% Exit Fee	\$ 5,000	4,969	4,948	
Subtotal: 1-5 Years Maturity						<u>61,212</u>	<u>61,223</u>	
Subtotal: Medical Devices & Equipment (7.80%)*						<u>65,586</u>	<u>65,231</u>	
Semiconductors								
Under 1 Year Maturity								
Aquantia Corp. ⁽¹⁷⁾	Semiconductors	Senior Secured	February 2018	Interest rate PRIME + 3.95% or Floor rate of 7.20%	\$ 5,000	5,000	5,000	
Subtotal: Under 1 Year Maturity						<u>5,000</u>	<u>5,000</u>	
1-5 Years Maturity								
Achronix Semiconductor Corporation ⁽¹⁵⁾	Semiconductors	Senior Secured	August 2020	Interest rate PRIME + 7.00% or Floor rate of 11.00%, 12.50% Exit Fee	\$ 5,000	5,005	5,013	
	Semiconductors	Senior Secured	February 2019	Interest rate PRIME + 6.00% or Floor rate of 10.00%	\$ 5,000	5,000	5,000	
Total Achronix Semiconductor Corporation						\$ 10,000	10,005	10,013
Subtotal: 1-5 Years Maturity						<u>10,005</u>	<u>10,013</u>	
Subtotal: Semiconductors (1.80%)*						<u>15,005</u>	<u>15,013</u>	

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Portfolio Company	Sub-Industry	Type of Investment ⁽¹⁾	Maturity Date	Interest Rate and Floor ⁽²⁾	Principal Amount	Cost ⁽³⁾	Value ⁽⁴⁾
Software							
Under 1 Year Maturity							
Clickfox, Inc. ⁽¹³⁾	Software	Senior Secured	May 2018	Interest rate PRIME + 8.00% or Floor rate of 11.50%, 12.01% Exit Fee	\$ 8,836	\$ 9,870	\$ 9,870
Digital Train Limited ⁽¹⁵⁾	Software	Senior Secured	July 2018	Interest rate 12-month LIBOR + 2.50%	\$ 5,671	5,671	4,073
RedSeal Inc. ⁽¹⁵⁾⁽¹⁷⁾	Software	Senior Secured	June 2018	Interest rate PRIME + 3.25% or Floor rate of 6.50%	\$ 2,698	2,698	2,698
	Software	Senior Secured	June 2018	Interest rate PRIME + 7.75% or Floor rate of 11.00%, 3.95% Exit Fee	\$ 2,888	3,032	3,032
Total RedSeal Inc.					\$ 5,586	5,730	5,730
Subtotal: Under 1 Year Maturity						21,271	19,673
1-5 Years Maturity							
Clarabridge, Inc. ⁽¹²⁾⁽¹⁴⁾	Software	Senior Secured	April 2021	Interest rate PRIME + 4.80% or Floor rate of 8.55%, PIK Interest 3.25%	\$ 40,559	40,533	40,843
Emma, Inc.	Software	Senior Secured	September 2022	Interest rate daily LIBOR + 7.75% or Floor rate of 8.75%	\$ 50,000	48,500	48,500
Evernote Corporation ⁽¹⁴⁾⁽¹⁵⁾⁽¹⁷⁾	Software	Senior Secured	October 2020	Interest rate PRIME + 5.45% or Floor rate of 8.95%	\$ 6,000	5,970	6,126
	Software	Senior Secured	July 2021	Interest rate PRIME + 6.00% or Floor rate of 9.50%, PIK Interest 1.25%	\$ 4,010	3,984	3,984
Total Evernote Corporation					\$ 10,010	9,954	10,110
Fuze, Inc. ⁽¹⁴⁾⁽¹⁵⁾	Software	Senior Secured	July 2021	Interest rate PRIME + 3.70% or Floor rate of 7.95%, PIK Interest 1.55%, 3.55% Exit Fee	\$ 50,136	50,152	50,152
Impact Radius Holdings, Inc. ⁽¹⁴⁾	Software	Senior Secured	December 2020	Interest rate PRIME + 4.25% or Floor rate of 8.75%, PIK Interest 1.55%, 1.75% Exit Fee	\$ 7,516	7,509	7,509
OneLogin, Inc. ⁽¹⁴⁾⁽¹⁵⁾	Software	Senior Secured	August 2019	Interest rate PRIME + 6.45% or Floor rate of 9.95%, PIK Interest 3.25%	\$ 15,753	15,668	15,983
Pollen, Inc. ⁽¹⁵⁾	Software	Senior Secured	April 2019	Interest rate PRIME + 4.25% or Floor rate of 8.50%, 4.00% Exit Fee	\$ 7,000	6,905	6,905
Quid, Inc. ⁽¹⁴⁾⁽¹⁵⁾	Software	Senior Secured	October 2019	Interest rate PRIME + 4.75% or Floor rate of 8.25%, PIK Interest 2.25%, 3.00% Exit Fee	\$ 8,256	8,356	8,458
RedSeal Inc. ⁽¹⁵⁾	Software	Senior Secured	January 2020	Interest rate PRIME + 7.75% or Floor rate of 11.25%, 5.95% Exit Fee	\$ 5,000	4,970	4,973
Signpost, Inc. ⁽¹⁴⁾	Software	Senior Secured	February 2020	Interest rate PRIME + 4.15% or Floor rate of 8.15%, PIK Interest 1.75%, 3.75% Exit Fee	\$ 15,441	15,454	15,637
Vela Trading Technologies	Software	Senior Secured	July 2022	Interest rate daily LIBOR + 9.50% or Floor rate of 10.50%	\$ 20,000	19,471	19,471
Wrike, Inc. ⁽¹²⁾⁽¹⁴⁾⁽¹⁷⁾	Software	Senior Secured	February 2021	Interest rate PRIME + 6.00% or Floor rate of 9.50%, PIK Interest 2.00%, 3.00% Exit Fee	\$ 10,113	9,880	9,945
Subtotal: 1-5 Years Maturity						237,352	238,486
Subtotal: Software (30.87%)*						258,623	258,159

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<u>Portfolio Company</u>	<u>Sub-Industry</u>	<u>Type of Investment</u> ⁽¹⁾	<u>Maturity Date</u>	<u>Interest Rate and Floor</u> ⁽²⁾	<u>Principal Amount</u>	<u>Cost</u> ⁽³⁾	<u>Value</u> ⁽⁴⁾	
Specialty Pharmaceuticals								
Under 1 Year Maturity								
Jaguar Animal Health, Inc. ⁽¹¹⁾	Specialty Pharmaceuticals	Senior Secured	August 2018	Interest rate PRIME + 5.65% or Floor rate of 9.90%, 7.00% Exit Fee	\$ 1,350	\$ 1,725	\$ 1,725	
Subtotal: Under 1 Year Maturity						<u>1,725</u>	<u>1,725</u>	
1-5 Years Maturity								
Alimera Sciences, Inc. ⁽¹¹⁾⁽¹⁴⁾	Specialty Pharmaceuticals	Senior Secured	November 2020	Interest rate PRIME + 7.50% or Floor rate of 11.00%, PIK Interest 1.00%, 4.00% Exit Fee	\$ 35,308	<u>35,282</u>	<u>35,635</u>	
Subtotal: 1-5 Years Maturity						<u>35,282</u>	<u>35,635</u>	
Subtotal: Specialty Pharmaceuticals (4.47%)*						<u>37,007</u>	<u>37,360</u>	
Surgical Devices								
1-5 Years Maturity								
Transmedics, Inc. ⁽¹³⁾	Surgical Devices	Senior Secured	February 2020	Interest rate PRIME + 5.30% or Floor rate of 9.55%, 6.70% Exit Fee	\$ 8,500	<u>8,687</u>	<u>8,700</u>	
Subtotal: 1-5 Years Maturity						<u>8,687</u>	<u>8,700</u>	
Subtotal: Surgical Devices (1.04%)*						<u>8,687</u>	<u>8,700</u>	
Sustainable and Renewable Technology								
1-5 Years Maturity								
FuelCell Energy, Inc. ⁽¹²⁾	Sustainable and Renewable Technology	Senior Secured	October 2018	Interest rate PRIME + 5.50% or Floor rate of 9.50%, 8.50% Exit Fee	\$ 20,000	21,161	21,223	
Solar Spectrum Holdings LLC (p.k.a. Sungevity, Inc.) ⁽⁶⁾	Sustainable and Renewable Technology	Senior Secured	August 2019	Interest rate PRIME + 8.70% or Floor rate of 12.95%, 4.50% Exit Fee	\$ 15,000	14,698	14,698	
Proterra, Inc. ⁽¹¹⁾	Sustainable and Renewable Technology	Senior Secured	June 2019	Interest rate PRIME + 6.95% or Floor rate of 10.20%, 7.00% Exit Fee	\$ 5,000	5,155	5,178	
	Sustainable and Renewable Technology	Senior Secured	June 2019	Interest rate PRIME + 6.95% or Floor rate of 10.20%, 5.95% Exit Fee	\$ 25,000	25,992	25,951	
	Sustainable and Renewable Technology	Senior Secured	June 2019	Interest rate PRIME + 5.75% or Floor rate of 9.25%, 4.95% Exit Fee	\$ 10,000	10,179	10,193	
Total Proterra, Inc.						<u>\$ 40,000</u>	<u>41,326</u>	<u>41,322</u>
Rive Technology, Inc. ⁽¹⁵⁾	Sustainable and Renewable Technology	Senior Secured	January 2019	Interest rate PRIME + 6.20% or Floor rate of 9.45%, 4.00% Exit Fee	\$ 5,172	5,381	5,414	
Tendril Networks ⁽¹²⁾	Sustainable and Renewable Technology	Senior Secured	June 2019	Interest rate FIXED 9.25%, 8.50% Exit Fee	\$ 13,156	<u>13,903</u>	<u>13,883</u>	
Subtotal: 1-5 Years Maturity						<u>96,469</u>	<u>96,540</u>	
Subtotal: Sustainable and Renewable Technology (11.54%)*						<u>96,469</u>	<u>96,540</u>	
Total: Debt Investments (155.46%)*						<u><u>1,314,326</u></u>	<u><u>1,300,068</u></u>	

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Portfolio Company	Sub-Industry	Type of Investment ⁽¹⁾	Series	Shares	Cost ⁽²⁾	Value ⁽³⁾
Equity Investments						
Biotechnology Tools						
NuGEN Technologies, Inc. ⁽¹⁵⁾	Biotechnology Tools	Equity	Common Stock	55,780	\$ 500	\$ —
Subtotal: Biotechnology Tools (0.00%)*					<u>500</u>	<u>—</u>
Communications & Networking						
Achilles Technology Management Co II, Inc. ⁽⁷⁾⁽¹⁵⁾	Communications & Networking	Equity	Common Stock	100	3,100	242
GlowPoint, Inc. ⁽⁴⁾	Communications & Networking	Equity	Common Stock	114,192	102	29
Peerless Network Holdings, Inc.	Communications & Networking	Equity	Preferred Series A	1,000,000	1,000	4,897
Subtotal: Communications & Networking (0.62%)*					<u>4,202</u>	<u>5,168</u>
Diagnostic						
Singulex, Inc.	Diagnostic	Equity	Common Stock	937,998	750	708
Subtotal: Diagnostic (0.08%)*					<u>750</u>	<u>708</u>
Drug Delivery						
AcelRx Pharmaceuticals, Inc. ⁽⁴⁾⁽¹⁰⁾	Drug Delivery	Equity	Common Stock	54,240	108	249
BioQ Pharma Incorporated ⁽¹⁵⁾	Drug Delivery	Equity	Preferred Series D	165,000	500	774
Edge Therapeutics, Inc. ⁽⁴⁾	Drug Delivery	Equity	Common Stock	49,965	309	536
Neos Therapeutics, Inc. ⁽⁴⁾⁽¹⁵⁾	Drug Delivery	Equity	Common Stock	125,000	1,500	1,144
Revanche Therapeutics, Inc. ⁽⁴⁾	Drug Delivery	Equity	Common Stock	22,765	557	627
Subtotal: Drug Delivery (0.40%)*					<u>2,974</u>	<u>3,330</u>
Drug Discovery & Development						
Aveo Pharmaceuticals, Inc. ⁽⁴⁾⁽¹⁰⁾⁽¹⁵⁾	Drug Discovery & Development	Equity	Common Stock	1,901,791	1,715	6,944
Axovant Sciences Ltd. ⁽⁴⁾⁽⁵⁾⁽¹⁰⁾	Drug Discovery & Development	Equity	Common Stock	129,827	1,270	437
Cerecor, Inc. ⁽⁴⁾	Drug Discovery & Development	Equity	Common Stock	119,087	1,000	101
Dare Biosciences, Inc. (p.k.a. Cerulean Pharma, Inc.) ⁽⁴⁾	Drug Discovery & Development	Equity	Common Stock	13,550	1,000	42
Dicerna Pharmaceuticals, Inc. ⁽⁴⁾⁽¹⁵⁾	Drug Discovery & Development	Equity	Common Stock	142,858	1,000	821
Dynavax Technologies ⁽⁴⁾⁽¹⁰⁾	Drug Discovery & Development	Equity	Common Stock	20,000	550	430
Epirus Biopharmaceuticals, Inc. ⁽⁴⁾	Drug Discovery & Development	Equity	Common Stock	200,000	1,000	—
Genocea Biosciences, Inc. ⁽⁴⁾	Drug Discovery & Development	Equity	Common Stock	223,463	2,000	326
Inotek Pharmaceuticals Corporation ⁽⁴⁾	Drug Discovery & Development	Equity	Common Stock	3,778	1,500	7
Insmed, Incorporated ⁽⁴⁾	Drug Discovery & Development	Equity	Common Stock	70,771	1,000	2,209
Melinta Therapeutics	Drug Discovery & Development	Equity	Preferred Series 4	1,914,448	2,000	888
Paratek Pharmaceuticals, Inc. (p.k.a. Transcept Pharmaceuticals, Inc.) ⁽⁴⁾	Drug Discovery & Development	Equity	Common Stock	76,362	2,743	1,917
Subtotal: Drug Discovery & Development (1.69%)*					<u>16,778</u>	<u>14,122</u>
Electronics & Computer Hardware						
Identiv, Inc. ⁽⁴⁾	Electronics & Computer Hardware	Equity	Common Stock	6,700	34	31
Subtotal: Electronics & Computer Hardware (0.00%)*					<u>34</u>	<u>31</u>
Information Services						
DocuSign, Inc.	Information Services	Equity	Common Stock	385,000	6,081	7,425
Subtotal: Information Services (0.89%)*					<u>6,081</u>	<u>7,425</u>
Internet Consumer & Business Services						
Blurb, Inc. ⁽¹⁵⁾	Internet Consumer & Business Services	Equity	Preferred Series B	220,653	175	33
Brigade Group, Inc. (p.k.a. Philotic, Inc.)	Internet Consumer & Business Services	Equity	Common Stock	9,023	93	—
Lightspeed POS, Inc. ⁽⁵⁾⁽¹⁰⁾	Internet Consumer & Business Services	Equity	Preferred Series C	230,030	250	265
	Internet Consumer & Business Services	Equity	Preferred Series D	198,677	250	256
Total Lightspeed POS, Inc.				428,707	500	521
OfferUp, Inc.	Internet Consumer & Business Services	Equity	Preferred Series A	286,080	1,663	2,121
	Internet Consumer & Business Services	Equity	Preferred Series A-1	108,710	632	806
Total OfferUp, Inc.				394,790	2,295	2,927
Oportun (p.k.a. Progress Financial)	Internet Consumer & Business Services	Equity	Preferred Series G	218,351	250	448
	Internet Consumer & Business Services	Equity	Preferred Series H	87,802	250	259
Total Oportun (p.k.a. Progress Financial)				306,153	500	707
RazorGator Interactive Group, Inc.	Internet Consumer & Business Services	Equity	Preferred Series AA	34,783	15	51
Tectura Corporation ⁽⁷⁾	Internet Consumer & Business Services	Equity	Preferred Series BB	1,000,000	—	—
Subtotal: Internet Consumer & Business Services (0.51%)*					<u>3,578</u>	<u>4,239</u>

See notes to consolidated financial statements.

HERCULES CAPITAL, INC.
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Portfolio Company	Sub-Industry	Type of Investment ⁽¹⁾	Series	Shares	Cost ⁽²⁾	Value ⁽³⁾
Media/Content/Info						
Pinterest, Inc.	Media/Content/Info	Equity	Preferred Series Seed	620,000	\$ 4,085	\$ 4,773
Subtotal: Media/Content/Info (0.57%)*					<u>4,085</u>	<u>4,773</u>
Medical Devices & Equipment						
AtriCure, Inc. ⁽⁴⁾⁽¹⁵⁾	Medical Devices & Equipment	Equity	Common Stock	7,536	266	169
Flowonix Medical Incorporated	Medical Devices & Equipment	Equity	Preferred Series AA	221,893	1,500	—
Gelesis, Inc. ⁽¹⁵⁾	Medical Devices & Equipment	Equity	Common Stock	198,202	—	848
	Medical Devices & Equipment	Equity	Preferred Series A-1	191,210	425	919
	Medical Devices & Equipment	Equity	Preferred Series A-2	191,626	500	868
Total Gelesis, Inc.				581,038	925	2,635
HercGamma, Inc. ⁽⁷⁾	Medical Devices & Equipment	Equity	Common Stock	100	523	—
Medrobotics Corporation ⁽¹⁵⁾	Medical Devices & Equipment	Equity	Preferred Series E	136,798	250	254
	Medical Devices & Equipment	Equity	Preferred Series F	73,971	155	196
	Medical Devices & Equipment	Equity	Preferred Series G	163,934	500	504
Total Medrobotics Corporation				374,703	905	954
Optiscan Biomedical, Corp. ⁽⁶⁾⁽¹⁵⁾	Medical Devices & Equipment	Equity	Preferred Series B	6,185,567	3,000	389
	Medical Devices & Equipment	Equity	Preferred Series C	1,927,309	655	110
	Medical Devices & Equipment	Equity	Preferred Series D	55,103,923	5,257	3,907
	Medical Devices & Equipment	Equity	Preferred Series E	15,638,888	1,308	1,496
Total Optiscan Biomedical, Corp.				78,855,687	10,220	5,902
Outset Medical, Inc. (p.k.a. Home Dialysis Plus, Inc.)	Medical Devices & Equipment	Equity	Preferred Series B	232,061	527	579
Quanterix Corporation	Medical Devices & Equipment	Equity	Preferred Series D	272,479	1,000	1,135
Subtotal: Medical Devices & Equipment (1.36%)*					<u>15,866</u>	<u>11,374</u>
Software						
CapLinked, Inc.	Software	Equity	Preferred Series A-3	53,614	51	90
Druva, Inc.	Software	Equity	Preferred Series 2	458,841	1,000	987
	Software	Equity	Preferred Series 3	93,620	300	306
Total Druva, Inc.				552,461	1,300	1,293
ForeScout Technologies, Inc.	Software	Equity	Preferred Series D	319,099	398	2,675
	Software	Equity	Preferred Series E	80,587	131	676
Total ForeScout Technologies, Inc.				399,686	529	3,351
HighRoads, Inc.	Software	Equity	Common Stock	190	307	—
NewVoiceMedia Limited ⁽⁵⁾⁽¹⁰⁾	Software	Equity	Preferred Series E	669,173	963	1,378
Palantir Technologies	Software	Equity	Preferred Series E	727,696	5,431	5,379
Sprinklr, Inc.	Software	Equity	Common Stock	700,000	3,749	4,259
WildTangent, Inc. ⁽¹⁵⁾	Software	Equity	Preferred Series 3	100,000	402	182
Subtotal: Software (1.91%)*					<u>12,732</u>	<u>15,932</u>
Surgical Devices						
Gynesonics, Inc. ⁽¹⁵⁾	Surgical Devices	Equity	Preferred Series B	219,298	250	39
	Surgical Devices	Equity	Preferred Series C	656,538	282	54
	Surgical Devices	Equity	Preferred Series D	1,991,157	712	694
	Surgical Devices	Equity	Preferred Series E	2,786,367	429	460
Total Gynesonics, Inc.				5,653,360	1,673	1,247
Transmedics, Inc.	Surgical Devices	Equity	Preferred Series B	88,961	1,100	342
	Surgical Devices	Equity	Preferred Series C	119,999	300	306
	Surgical Devices	Equity	Preferred Series D	260,000	650	889
	Surgical Devices	Equity	Preferred Series F	100,200	500	504
Total Transmedics, Inc.				569,160	2,550	2,041
Subtotal: Surgical Devices (0.39%)*					<u>4,223</u>	<u>3,288</u>
Sustainable and Renewable Technology						
Flywheel Building Intelligence, Inc. (p.k.a. SCIEnergy, Inc.)	Sustainable and Renewable Technology	Equity	Common Stock	19,250	761	—
Glori Energy, Inc. ⁽⁴⁾	Sustainable and Renewable Technology	Equity	Common Stock	18,208	165	—
Modumetal, Inc.	Sustainable and Renewable Technology	Equity	Preferred Series C	3,107,520	500	575
Proterra, Inc.	Sustainable and Renewable Technology	Equity	Preferred Series 5	99,280	500	528
Solar Spectrum Holdings LLC (p.k.a. Sungevity, Inc.) ⁽⁶⁾	Sustainable and Renewable Technology	Equity	Common Stock	288	61,502	12,824
Subtotal: Sustainable and Renewable Technology (1.67%)*					<u>63,428</u>	<u>13,927</u>
Total: Equity Investments (10.08%)*					<u>135,231</u>	<u>84,317</u>

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Portfolio Company	Sub-Industry	Type of Investment ⁽¹⁾	Series	Shares	Cost ⁽²⁾	Value ⁽³⁾
Warrant Investments						
Biotechnology Tools						
Labcyte, Inc. ⁽¹⁵⁾	Biotechnology Tools	Warrant	Preferred Series C	1,127,624	\$ 323	\$ 426
Subtotal: Biotechnology Tools (0.05%)*					<u>323</u>	<u>426</u>
Communications & Networking						
PeerApp, Inc.	Communications & Networking	Warrant	Preferred Series B	298,779	61	—
Peerless Network Holdings, Inc.	Communications & Networking	Warrant	Preferred Series A	135,000	95	379
Spring Mobile Solutions, Inc.	Communications & Networking	Warrant	Common Stock	2,834,375	418	—
Subtotal: Communications & Networking (0.05%)*					<u>574</u>	<u>379</u>
Consumer & Business Products						
Antenna79 (p.k.a. Pong Research Corporation) ⁽¹⁵⁾	Consumer & Business Products	Warrant	Common Stock	1,662,441	228	—
Intelligent Beauty, Inc. ⁽¹⁵⁾	Consumer & Business Products	Warrant	Preferred Series B	190,234	230	231
The Neat Company ⁽¹⁵⁾	Consumer & Business Products	Warrant	Preferred Series C-1	540,540	365	—
Subtotal: Consumer & Business Products (0.03%)*					<u>823</u>	<u>231</u>
Drug Delivery						
AcelRx Pharmaceuticals, Inc. ⁽⁴⁾⁽¹⁰⁾⁽¹⁵⁾	Drug Delivery	Warrant	Common Stock	176,730	786	264
Agile Therapeutics, Inc. ⁽⁴⁾	Drug Delivery	Warrant	Common Stock	180,274	730	183
BioQ Pharma Incorporated	Drug Delivery	Warrant	Common Stock	459,183	1	838
Celsion Corporation ⁽⁴⁾	Drug Delivery	Warrant	Common Stock	13,927	428	—
Dance Biopharm, Inc. ⁽¹⁵⁾	Drug Delivery	Warrant	Common Stock	110,882	74	—
Edge Therapeutics, Inc. ⁽⁴⁾	Drug Delivery	Warrant	Common Stock	78,595	390	301
Kaleo, Inc. (p.k.a. Intelliject, Inc.)	Drug Delivery	Warrant	Preferred Series B	82,500	594	1,032
Neos Therapeutics, Inc. ⁽⁴⁾⁽¹⁵⁾	Drug Delivery	Warrant	Common Stock	70,833	285	117
Pulmatrix Inc. ⁽⁴⁾	Drug Delivery	Warrant	Common Stock	25,150	116	10
ZP Opco, Inc. (p.k.a. Zosano Pharma) ⁽⁴⁾	Drug Delivery	Warrant	Common Stock	72,379	266	1
Subtotal: Drug Delivery (0.33%)*					<u>3,670</u>	<u>2,746</u>
Drug Discovery & Development						
ADMA Biologics, Inc. ⁽⁴⁾	Drug Discovery & Development	Warrant	Common Stock	89,750	295	8
Anthera Pharmaceuticals, Inc. ⁽⁴⁾⁽¹⁵⁾	Drug Discovery & Development	Warrant	Common Stock	5,022	984	—
Audentes Therapeutics, Inc. ⁽⁴⁾⁽¹⁰⁾⁽¹⁵⁾	Drug Discovery & Development	Warrant	Common Stock	9,914	62	136
Auris Medical Holding, AG ⁽⁴⁾⁽⁵⁾⁽¹⁰⁾	Drug Discovery & Development	Warrant	Common Stock	156,726	249	26
Brickell Biotech, Inc.	Drug Discovery & Development	Warrant	Preferred Series C	26,086	119	—
Cerecor, Inc. ⁽⁴⁾	Drug Discovery & Development	Warrant	Common Stock	22,328	70	—
Chroma Therapeutics, Ltd. ⁽⁵⁾⁽¹⁰⁾	Drug Discovery & Development	Warrant	Preferred Series D	325,261	490	—
Cleveland BioLabs, Inc. ⁽⁴⁾⁽¹⁵⁾	Drug Discovery & Development	Warrant	Common Stock	7,813	105	2
Concert Pharmaceuticals, Inc. ⁽⁴⁾⁽¹⁵⁾	Drug Discovery & Development	Warrant	Common Stock	132,069	545	413
CTI BioPharma Corp. (p.k.a. Cell Therapeutics, Inc.) ⁽⁴⁾	Drug Discovery & Development	Warrant	Common Stock	29,239	165	4
CytRx Corporation ⁽⁴⁾⁽¹⁵⁾	Drug Discovery & Development	Warrant	Common Stock	634,146	160	106
Dare Biosciences, Inc. (p.k.a. Cerulean Pharma, Inc.) ⁽⁴⁾	Drug Discovery & Development	Warrant	Common Stock	17,190	369	—
Dicerna Pharmaceuticals, Inc. ⁽⁴⁾⁽¹⁵⁾	Drug Discovery & Development	Warrant	Common Stock	200	28	—
Epirus Biopharmaceuticals, Inc. ⁽⁴⁾	Drug Discovery & Development	Warrant	Common Stock	64,194	276	—
Fortress Biotech, Inc. (p.k.a. Coronado Biosciences, Inc.) ⁽⁴⁾	Drug Discovery & Development	Warrant	Common Stock	73,009	142	41
Genocea Biosciences, Inc. ⁽⁴⁾	Drug Discovery & Development	Warrant	Common Stock	73,725	266	13
Immune Pharmaceuticals ⁽⁴⁾	Drug Discovery & Development	Warrant	Common Stock	10,742	164	—
Melinta Therapeutics	Drug Discovery & Development	Warrant	Preferred Series 3	1,382,323	626	80
Nanotherapeutics, Inc. ⁽¹⁵⁾	Drug Discovery & Development	Warrant	Common Stock	171,389	838	78
Neothetics, Inc. (p.k.a. Lithera, Inc.) ⁽⁴⁾⁽¹⁵⁾	Drug Discovery & Development	Warrant	Common Stock	46,838	266	10
Neuralstem, Inc. ⁽⁴⁾⁽¹⁵⁾	Drug Discovery & Development	Warrant	Common Stock	5,783	77	—
Paratek Pharmaceuticals, Inc. (p.k.a. Transcept Pharmaceuticals, Inc.) ⁽⁴⁾⁽¹⁵⁾	Drug Discovery & Development	Warrant	Common Stock	75,214	178	516
PhaseRx, Inc. ⁽⁴⁾⁽¹⁵⁾	Drug Discovery & Development	Warrant	Common Stock	63,000	125	2
Savara Inc. (p.k.a. Mast Therapeutics, Inc.) ⁽⁴⁾⁽¹⁵⁾	Drug Discovery & Development	Warrant	Common Stock	32,467	203	107
Sorrento Therapeutics, Inc. ⁽⁴⁾⁽¹⁰⁾	Drug Discovery & Development	Warrant	Common Stock	306,748	889	106
Stealth Bio Therapeutics Corp. ⁽⁵⁾⁽¹⁰⁾	Drug Discovery & Development	Warrant	Preferred Series A	487,500	116	130
uniQure B.V. ⁽⁴⁾⁽⁵⁾⁽¹⁰⁾	Drug Discovery & Development	Warrant	Common Stock	37,174	218	38
XOMA Corporation ⁽⁴⁾⁽¹⁰⁾⁽¹⁵⁾	Drug Discovery & Development	Warrant	Common Stock	9,063	279	14
Subtotal: Drug Discovery & Development (0.22%)*					<u>8,304</u>	<u>1,830</u>

See notes to consolidated financial statements.

HERCULES CAPITAL, INC.
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Portfolio Company	Sub-Industry	Type of Investment ⁽¹⁾	Series	Shares	Cost ⁽²⁾	Value ⁽³⁾
Electronics & Computer Hardware						
908 DEVICES INC. ⁽¹⁵⁾	Electronics & Computer Hardware	Warrant	Preferred Series D	79,856	\$ 100	\$ 107
Clustrix, Inc.	Electronics & Computer Hardware	Warrant	Common Stock	50,000	12	—
Subtotal: Electronics & Computer Hardware (0.01%)*					<u>112</u>	<u>107</u>
Healthcare Services, Other						
Chromadex Corporation ⁽⁴⁾⁽¹⁵⁾	Healthcare Services, Other	Warrant	Common Stock	139,673	157	184
Subtotal: Healthcare Services, Other (0.02%)*					<u>157</u>	<u>184</u>
Information Services						
INMOBI Inc. ⁽⁵⁾⁽¹⁰⁾	Information Services	Warrant	Common Stock	65,587	82	—
InXpo, Inc. ⁽¹⁵⁾	Information Services	Warrant	Preferred Series C	648,400	98	17
	Information Services	Warrant	Preferred Series C-1	1,165,183	74	29
Total InXpo, Inc.				1,813,583	172	46
MDX Medical, Inc. ⁽¹⁵⁾	Information Services	Warrant	Common Stock	2,250,000	246	254
Netbase Solutions, Inc.	Information Services	Warrant	Preferred Series 1	60,000	355	351
RichRelevance, Inc. ⁽¹⁵⁾	Information Services	Warrant	Preferred Series E	112,612	98	—
Subtotal: Information Services (0.08%)*					<u>953</u>	<u>651</u>
Internet Consumer & Business Services						
Aria Systems, Inc.	Internet Consumer & Business Services	Warrant	Preferred Series G	231,535	73	—
Blurb, Inc. ⁽¹⁵⁾	Internet Consumer & Business Services	Warrant	Preferred Series C	234,280	636	5
ClearObject, Inc. (p.k.a. CloudOne, Inc.)	Internet Consumer & Business Services	Warrant	Preferred Series E	968,992	19	156
Intent Media, Inc. ⁽¹⁵⁾	Internet Consumer & Business Services	Warrant	Common Stock	140,077	168	206
Just Fabulous, Inc.	Internet Consumer & Business Services	Warrant	Preferred Series B	206,184	1,102	2,300
Lightspeed POS, Inc. ⁽⁵⁾⁽¹⁰⁾	Internet Consumer & Business Services	Warrant	Preferred Series C	245,610	20	41
LogicSource ⁽¹⁵⁾	Internet Consumer & Business Services	Warrant	Preferred Series C	79,625	30	35
Oportun (p.k.a. Progress Financial)	Internet Consumer & Business Services	Warrant	Preferred Series G	174,562	78	186
ShareThis, Inc. ⁽¹⁵⁾	Internet Consumer & Business Services	Warrant	Preferred Series C	493,502	547	—
Snagajob.com, Inc.	Internet Consumer & Business Services	Warrant	Preferred Series A	1,800,000	782	1,311
Tapjoy, Inc.	Internet Consumer & Business Services	Warrant	Preferred Series D	748,670	316	10
Subtotal: Internet Consumer & Business Services (0.51%)*					<u>3,771</u>	<u>4,250</u>
Media/Content/Info						
FanDuel, Inc.	Media/Content/Info	Warrant	Preferred Series A	4,648	730	1,875
	Media/Content/Info	Warrant	Common Stock	15,570	—	—
Total FanDuel, Inc.				20,218	730	1,875
Machine Zone, Inc. ⁽¹⁶⁾	Media/Content/Info	Warrant	Common Stock	1,552,710	1,958	4,833
Rhapsody International, Inc. ⁽¹⁵⁾	Media/Content/Info	Warrant	Common Stock	715,755	385	125
WP Technology, Inc. (Wattpad, Inc.) ⁽⁵⁾⁽¹⁰⁾	Media/Content/Info	Warrant	Common Stock	255,818	4	8
Zoom Media Group, Inc.	Media/Content/Info	Warrant	Preferred Series A	1,204	348	32
Subtotal: Media/Content/Info (0.82%)*					<u>3,425</u>	<u>6,873</u>

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Portfolio Company	Sub-Industry	Type of Investment ⁽¹⁾	Series	Shares	Cost ⁽²⁾	Value ⁽³⁾
Medical Devices & Equipment						
Amedica Corporation ⁽⁴⁾⁽¹⁵⁾	Medical Devices & Equipment	Warrant	Common Stock	103,225	\$ 459	\$ 2
Aspire Bariatrics, Inc. ⁽¹⁵⁾	Medical Devices & Equipment	Warrant	Preferred Series B-1	112,858	455	108
Avedro, Inc. ⁽¹⁵⁾	Medical Devices & Equipment	Warrant	Preferred Series AA	300,000	401	309
Flowonix Medical Incorporated	Medical Devices & Equipment	Warrant	Preferred Series AA	155,325	362	—
Gelesis, Inc. ⁽¹⁵⁾	Medical Devices & Equipment	Warrant	Preferred Series A-1	74,784	78	200
InspireMD, Inc. ⁽⁴⁾⁽⁵⁾⁽¹⁰⁾	Medical Devices & Equipment	Warrant	Common Stock	39,364	242	—
IntegenX, Inc. ⁽¹⁵⁾	Medical Devices & Equipment	Warrant	Preferred Series C	547,752	15	24
Medrobotics Corporation ⁽¹⁵⁾	Medical Devices & Equipment	Warrant	Preferred Series E	455,539	370	388
Micell Technologies, Inc.	Medical Devices & Equipment	Warrant	Preferred Series D-2	84,955	262	241
NetBio, Inc.	Medical Devices & Equipment	Warrant	Preferred Series A	7,841	408	107
NinePoint Medical, Inc. ⁽¹⁵⁾	Medical Devices & Equipment	Warrant	Preferred Series A-1	587,840	170	95
Optiscan Biomedical, Corp. ⁽⁶⁾⁽¹⁵⁾	Medical Devices & Equipment	Warrant	Preferred Series D	10,535,275	1,252	161
Outset Medical, Inc. (p.k.a. Home Dialysis Plus, Inc.)	Medical Devices & Equipment	Warrant	Preferred Series A	500,000	402	446
Quanterix Corporation	Medical Devices & Equipment	Warrant	Preferred Series C	173,428	180	94
	Medical Devices & Equipment	Warrant	Preferred Series D	38,828	25	19
Total Quanterix Corporation				212,256	205	113
Sebacia, Inc. ⁽¹⁵⁾	Medical Devices & Equipment	Warrant	Preferred Series D	778,301	133	133
SonaCare Medical, LLC (p.k.a. US HIFU, LLC)	Medical Devices & Equipment	Warrant	Preferred Series A	6,464	188	—
Strata Skin Sciences, Inc. (p.k.a. MELA Sciences, Inc.) ⁽⁴⁾	Medical Devices & Equipment	Warrant	Common Stock	13,864	401	—
Tela Bio, Inc. ⁽¹⁵⁾	Medical Devices & Equipment	Warrant	Preferred Series B	129,310	20	10
ViewRay, Inc. ⁽⁴⁾⁽¹⁵⁾	Medical Devices & Equipment	Warrant	Common Stock	128,231	333	164
Subtotal: Medical Devices & Equipment (0.30%)*					6,156	2,501
Semiconductors						
Achronix Semiconductor Corporation ⁽¹⁵⁾	Semiconductors	Warrant	Preferred Series C	360,000	160	80
	Semiconductors	Warrant	Preferred Series D-2	750,000	99	358
Total Achronix Semiconductor Corporation				1,110,000	259	438
Aquantia Corp.	Semiconductors	Warrant	Preferred Series G	196,831	4	172
Avnera Corporation	Semiconductors	Warrant	Preferred Series E	141,567	46	157
Subtotal: Semiconductors (0.09%)*					309	767
Software						
Actifio, Inc.	Software	Warrant	Common Stock	73,584	249	75
	Software	Warrant	Preferred Series F	31,673	343	65
Total Actifio, Inc.				105,257	592	140
Braxton Technologies, LLC	Software	Warrant	Preferred Series A	168,750	188	—
CareCloud Corporation ⁽¹⁵⁾	Software	Warrant	Preferred Series B	413,433	258	669
Clickfox, Inc. ⁽¹⁵⁾	Software	Warrant	Preferred Series B	1,038,563	330	580
	Software	Warrant	Preferred Series C	592,019	730	446
	Software	Warrant	Preferred Series C-A	2,218,214	230	4,628
Total Clickfox, Inc.				3,848,796	1,290	5,654
Evernote Corporation ⁽¹⁵⁾	Software	Warrant	Common Stock	62,500	106	139
Fuze, Inc. ⁽¹⁵⁾	Software	Warrant	Preferred Series F	256,158	89	108
Mattersight Corporation ⁽⁴⁾	Software	Warrant	Common Stock	357,143	538	214
Message Systems, Inc. ⁽¹⁵⁾	Software	Warrant	Preferred Series C	503,718	334	373
Mobile Posse, Inc. ⁽¹⁵⁾	Software	Warrant	Preferred Series C	396,430	130	238
Neos, Inc. ⁽¹⁵⁾	Software	Warrant	Common Stock	221,150	22	12
NewVoiceMedia Limited ⁽⁵⁾⁽¹⁰⁾	Software	Warrant	Preferred Series E	225,586	33	135
OneLogin, Inc. ⁽¹⁵⁾	Software	Warrant	Common Stock	228,972	150	293
Poplicus, Inc.	Software	Warrant	Common Stock	132,168	—	—
Quid, Inc. ⁽¹⁵⁾	Software	Warrant	Preferred Series D	71,576	1	6
RedSeal Inc. ⁽¹⁵⁾	Software	Warrant	Preferred Series C-Prime	640,603	66	36
Signpost, Inc.	Software	Warrant	Preferred Series C	324,005	314	106
Sonian, Inc. ⁽¹⁵⁾	Software	Warrant	Preferred Series C	185,949	106	97
Wrike, Inc.	Software	Warrant	Common Stock	698,760	462	1,108
Subtotal: Software (1.12%)*					4,679	9,328

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HERCULES CAPITAL, INC.

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(unaudited)

(dollars in thousands)

Portfolio Company	Sub-Industry	Type of Investment ⁽¹⁾	Series	Shares	Cost ⁽²⁾	Value ⁽³⁾	
Specialty Pharmaceuticals							
Alimera Sciences, Inc. ⁽⁴⁾	Specialty Pharmaceuticals	Warrant	Common Stock	1,717,709	\$ 861	\$ 515	
Subtotal: Specialty Pharmaceuticals (0.06%)*					<u>861</u>	<u>515</u>	
Surgical Devices							
Gynesonics, Inc. ⁽¹⁵⁾	Surgical Devices	Warrant	Preferred Series C	180,480	75	13	
	Surgical Devices	Warrant	Preferred Series D	<u>1,575,965</u>	<u>320</u>	<u>252</u>	
Total Gynesonics, Inc.					<u>1,756,445</u>	<u>395</u>	<u>265</u>
Transmedics, Inc.	Surgical Devices	Warrant	Preferred Series B	40,436	225	24	
	Surgical Devices	Warrant	Preferred Series D	175,000	100	421	
	Surgical Devices	Warrant	Preferred Series F	<u>50,544</u>	<u>38</u>	<u>69</u>	
Total Transmedics, Inc.					<u>265,980</u>	<u>363</u>	<u>514</u>
Subtotal: Surgical Devices (0.09%)*					<u>758</u>	<u>779</u>	
Sustainable and Renewable Technology							
Agrivida, Inc. ⁽¹⁵⁾	Sustainable and Renewable Technology	Warrant	Preferred Series D	471,327	120	138	
Alphabet Energy, Inc. ⁽¹⁵⁾	Sustainable and Renewable Technology	Warrant	Preferred Series 1B	13,667	82	—	
American Superconductor Corporation ⁽⁴⁾	Sustainable and Renewable Technology	Warrant	Common Stock	58,823	39	24	
Brightsource Energy, Inc.	Sustainable and Renewable Technology	Warrant	Preferred Series 1	116,666	104	—	
Calera, Inc. ⁽¹⁵⁾	Sustainable and Renewable Technology	Warrant	Preferred Series C	44,529	513	—	
EcoMotors, Inc. ⁽¹⁵⁾	Sustainable and Renewable Technology	Warrant	Preferred Series B	437,500	308	—	
Fluidic, Inc.	Sustainable and Renewable Technology	Warrant	Preferred Series D	61,804	102	—	
Flywheel Building Intelligence, Inc. (p.k.a. SCIEnergy, Inc.)	Sustainable and Renewable Technology	Warrant	Common Stock	530,811	181	—	
	Sustainable and Renewable Technology	Warrant	Preferred Series 2-A	<u>6,229</u>	<u>50</u>	<u>—</u>	
Total Flywheel Building Intelligence, Inc. (p.k.a. SCIEnergy, Inc.)					<u>537,040</u>	<u>231</u>	<u>—</u>
Fulcrum Bioenergy, Inc.	Sustainable and Renewable Technology	Warrant	Preferred Series C-1	280,897	275	312	
GreatPoint Energy, Inc. ⁽¹⁵⁾	Sustainable and Renewable Technology	Warrant	Preferred Series D-1	393,212	548	—	
Polyera Corporation ⁽¹⁵⁾	Sustainable and Renewable Technology	Warrant	Preferred Series C	311,609	338	—	
Proterra, Inc.	Sustainable and Renewable Technology	Warrant	Preferred Series 4	477,517	41	582	
Rive Technology, Inc. ⁽¹⁵⁾	Sustainable and Renewable Technology	Warrant	Preferred Series E	234,477	12	16	
Stion Corporation ⁽⁶⁾	Sustainable and Renewable Technology	Warrant	Preferred Series Seed	2,154	1,378	—	
TAS Energy, Inc.	Sustainable and Renewable Technology	Warrant	Preferred Series AA	428,571	299	—	
Tendril Networks	Sustainable and Renewable Technology	Warrant	Preferred Series 3-A	1,019,793	189	90	
Subtotal: Sustainable and Renewable Technology (0.14%)*					<u>4,579</u>	<u>1,162</u>	
Total: Warrant Investments (3.91%)*					<u>39,454</u>	<u>32,729</u>	
Total Investments in Securities (169.45%)*					<u>\$ 1,489,011</u>	<u>\$ 1,417,114</u>	

* Value as a percent of net assets

(1) Preferred and common stock, warrants, and equity interests are generally non-income producing.

(2) Interest rate PRIME represents 4.25% at September 30, 2017. Daily LIBOR and 12-month LIBOR represent 1.18% and 1.79%, respectively, at September 30, 2017.

(3) Gross unrealized appreciation, gross unrealized depreciation, and net unrealized depreciation for federal income tax purposes totaled \$32.3 million, \$113.4 million and \$81.1 million respectively. The tax cost of investments is \$1.5 billion.

(4) Except for warrants in 38 publicly traded companies and common stock in 19 publicly traded companies, all investments are restricted at September 30, 2017 and were valued at fair value using Level 3 significant unobservable inputs as determined in good faith by the Company's board of directors (the "Board of Directors"). No unrestricted securities of the same issuer are outstanding. The Company uses the Standard Industrial Code for classifying the industry grouping of its portfolio companies.

(5) Non-U.S. company or the company's principal place of business is outside the United States.

(6) Affiliate investment as defined under the Investment Company Act of 1940, as amended, (the "1940 Act") in which Hercules owns at least 5% but generally less than 25% of the company's voting securities.

(7) Control investment as defined under the 1940 Act in which Hercules owns at least 25% of the company's voting securities or has greater than 50% representation on its board.

(8) Debt is on non-accrual status at September 30, 2017, and is therefore considered non-income producing. Note that at September 30, 2017, only the \$11.0 million PIK, or payment-in-kind, loan is on non-accrual for the Company's debt investment in Tectura Corporation.

(9) Denotes that all or a portion of the debt investment is convertible debt.

(10) Indicates assets that the Company deems not "qualifying assets" under section 55(a) of 1940 Act. Qualifying assets must represent at least 70% of the Company's total assets at the time of acquisition of any additional non-qualifying assets.

(11) Denotes that all or a portion of the debt investment secures the notes offered in the Debt Securitization (as defined in Note 4).

(12) Denotes that all or a portion of the debt investment is pledged as collateral under the Wells Facility (as defined in Note 4).

(13) Denotes that all or a portion of the debt investment is pledged as collateral under the Union Bank Facility (as defined in Note 4).

(14) Denotes that all or a portion of the debt investment principal includes accumulated PIK interest and is net of repayments.

(15) Denotes that all or a portion of the investment in this portfolio company is held by Hercules Technology II, L.P., or HT II, or Hercules Technology III, L.P., or HT III, the Company's wholly owned small business investment companies, or SBIC, subsidiaries.

(16) Denotes that the fair value of the Company's total investments in this portfolio company represent greater than 5% of the Company's total assets at September 30, 2017.

(17) Denotes that there is an unfunded contractual commitment available at the request of this portfolio company at September 30, 2017. Refer to Note 10.

See notes to consolidated financial statements.

HERCULES CAPITAL, INC.
CONSOLIDATED SCHEDULE OF INVESTMENTS
December 31, 2016
(unaudited)
(dollars in thousands)

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Portfolio Company	Sub-Industry	Type of Investment ⁽¹⁾	Maturity Date	Interest Rate and Floor	Principal Amount	Cost ⁽²⁾	Value ⁽³⁾
Debt Investments							
Biotechnology Tools							
1-5 Years Maturity							
Excicure, Inc. ^{(11) (14A)}	Biotechnology Tools	Senior Secured	September 2019	Interest rate PRIME + 6.45% or Floor rate of 9.95%	\$ 6,000	\$ 5,971	\$ 6,035
Subtotal: 1-5 Years Maturity						<u>5,971</u>	<u>6,035</u>
Subtotal: Biotechnology Tools (0.77%)*						<u>5,971</u>	<u>6,035</u>
Communications & Networking							
Under 1 Year Maturity							
Achilles Technology Management Co II, Inc. ^{(6) (13) (14B)}	Communications & Networking	Senior Secured	August 2017	PIK Interest 10.50%	\$ 1,278	1,304	1,304
OpenPeak, Inc. ⁽⁷⁾	Communications & Networking	Senior Secured	April 2017	Interest rate PRIME + 8.75% or Floor rate of 12.00%	\$ 12,211	8,975	—
Subtotal: Under 1 Year Maturity						<u>10,279</u>	<u>1,304</u>
1-5 Years Maturity							
Avanti Communications Group ^{(4) (9)}	Communications & Networking	Senior Secured	October 2019	Interest rate FIXED 10.00%	\$ 8,025	7,212	4,825
SkyCross, Inc. ^{(6) (7) (13) (14B) (15)}	Communications & Networking	Senior Secured	January 2018	Interest rate FIXED 10.95%, PIK Interest 5.00%	\$ 16,758	16,900	—
Spring Mobile Solutions, Inc. ^{(12) (14B)}	Communications & Networking	Senior Secured	January 2019	Interest rate PRIME + 6.70% or Floor rate of 9.95%	\$ 3,000	3,038	3,044
Subtotal: 1-5 Years Maturity						<u>27,150</u>	<u>7,869</u>
Subtotal: Communications & Networking (1.16%)*						<u>37,429</u>	<u>9,173</u>
Consumer & Business Products							
1-5 Years Maturity							
Antenna79 (p.k.a. Pong Research Corporation) ^{(14A) (15)}	Consumer & Business Products	Senior Secured	December 2019	Interest rate PRIME + 7.45% or Floor rate of 10.95%	\$ 20,000	19,837	19,837
	Consumer & Business Products	Senior Secured	December 2018	Interest rate PRIME + 6.00% or Floor rate of 9.50%	\$ 1,000	965	965
Total Antenna79 (p.k.a. Pong Research Corporation)						\$ 21,000	20,802
Nasty Gal ^{(14B) (15)}	Consumer & Business Products	Senior Secured					