

**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 June 30, 2024**

**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)	74-3113410 (IRS Employer Identification Number)
1 North B Street., Suite 2000 San Mateo, California (Address of Principal Executive Offices)	94401 (Zip Code)

(650) 289-3060

(Registrant's Telephone Number, Including Area Code)

**Securities registered pursuant to Section 12(b) of the Act:**

Title of each class	Trading Symbol(s)	Name of each exchange on which registered
Common Shares, par value \$0.001 per share	HTGC	New York Stock Exchange
6.25% Notes due 2033	HXCX	New York Stock Exchange

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 every Interactive Data File required to be submitted 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 such files). Yes  No

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer, a smaller reporting company, or an emerging growth 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 July 25, 2024, there were 162,375,088 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., its wholly owned subsidiaries, and its affiliated securitization trust unless the context otherwise requires.

**ITEM 1. CONSOLIDATED FINANCIAL STATEMENTS**

**HERCULES CAPITAL, INC.  
CONSOLIDATED STATEMENTS OF ASSETS AND LIABILITIES**

(in thousands, except per share data)	June 30, 2024 (unaudited)	December 31, 2023
<b>Assets</b>		
Investments, at fair value:		
Non-control/Non-affiliate investments (cost of \$3,505,346 and \$3,143,851, respectively)	\$ 3,457,280	\$ 3,133,042
Control investments (cost of \$103,772 and \$103,182, respectively)	111,259	115,004
Total investments, at fair value (cost of \$3,609,118 and \$3,247,033, respectively; fair value amounts related to a VIE \$262,917 and \$254,868, respectively)	3,568,539	3,248,046
Cash and cash equivalents	27,676	98,899
Restricted cash (amounts related to a VIE \$11,242 and \$17,114, respectively)	11,242	17,114
Interest receivable	31,533	32,741
Right of use asset	18,104	4,787
Other assets	15,042	15,339
<b>Total assets</b>	<b>\$ 3,672,136</b>	<b>\$ 3,416,926</b>
<b>Liabilities</b>		
Debt (net of debt issuance costs - Note 5; amounts related to a VIE \$148,838 and \$148,544, respectively)	\$ 1,747,127	\$ 1,554,869
Accounts payable and accrued liabilities	49,519	54,156
Operating lease liability	18,945	5,195
<b>Total liabilities</b>	<b>\$ 1,815,591</b>	<b>\$ 1,614,220</b>
<b>Net assets consist of:</b>		
Common stock, par value	\$ 163	\$ 158
Capital in excess of par value	1,737,478	1,662,535
Total distributable earnings	118,904	140,013
<b>Total net assets</b>	<b>\$ 1,856,545</b>	<b>\$ 1,802,706</b>
<b>Total liabilities and net assets</b>	<b>\$ 3,672,136</b>	<b>\$ 3,416,926</b>
Shares of common stock outstanding (\$0.001 par value and 200,000 authorized)	162,428	157,758
Net asset value per share	\$ 11.43	\$ 11.43

See notes to consolidated financial statements

**HERCULES CAPITAL, INC.**  
**CONSOLIDATED STATEMENTS OF OPERATIONS**  
**(unaudited)**

(in thousands, except per share data)	Three Months Ended June 30,		Six Months Ended June 30,	
	2024	2023	2024	2023
<b>Investment income:</b>				
Interest and dividend income:				
Non-control/Non-affiliate investments	\$ 114,072	\$ 107,931	\$ 226,894	206,712
Control investments	3,457	1,055	6,414	2,171
Total interest and dividend income	117,529	108,986	233,308	208,883
Fee income:				
Non-control/Non-affiliate investments	7,441	7,226	13,179	12,400
Control investments	36	19	72	38
Total fee income	7,477	7,245	13,251	12,438
<b>Total investment income</b>	<b>125,006</b>	<b>116,231</b>	<b>246,559</b>	<b>221,321</b>
<b>Operating expenses:</b>				
Interest	19,162	17,184	36,786	33,809
Loan fees	2,346	2,464	4,743	4,793
General and administrative	4,481	5,151	9,539	9,277
Tax expenses	1,754	1,980	2,465	3,367
Employee compensation:				
Compensation and benefits	14,414	12,841	30,758	27,458
Stock-based compensation	3,343	3,325	6,477	6,511
Total employee compensation	17,757	16,166	37,235	33,969
Total gross operating expenses	45,500	42,945	90,768	85,215
Expenses allocated to the Adviser Subsidiary	(2,852)	(2,414)	(5,729)	(5,093)
<b>Total net operating expenses</b>	<b>42,648</b>	<b>40,531</b>	<b>85,039</b>	<b>80,122</b>
<b>Net investment income</b>	<b>82,358</b>	<b>75,700</b>	<b>161,520</b>	<b>141,199</b>
<b>Net realized gain (loss) and net change in unrealized appreciation (depreciation):</b>				
Net realized gain (loss):				
Non-control/Non-affiliate investments	(5,784)	217	2,384	8,177
Total net realized gain (loss)	(5,784)	217	2,384	8,177
Net change in unrealized appreciation (depreciation):				
Non-control/Non-affiliate investments	(33,216)	14,285	(26,753)	26,544
Control investments	(1,506)	4,573	(4,335)	13,419
Total net change in unrealized appreciation (depreciation)	(34,722)	18,858	(31,088)	39,963
<b>Total net realized gain (loss) and net change in unrealized appreciation (depreciation)</b>	<b>(40,506)</b>	<b>19,075</b>	<b>(28,704)</b>	<b>48,140</b>
<b>Net increase (decrease) in net assets resulting from operations</b>	<b>\$ 41,852</b>	<b>\$ 94,775</b>	<b>\$ 132,816</b>	<b>\$ 189,339</b>
<b>Net investment income before gains and losses per common share:</b>				
Basic	\$ 0.51	\$ 0.53	\$ 1.01	\$ 1.01
<b>Change in net assets resulting from operations per common share:</b>				
Basic	\$ 0.26	\$ 0.66	\$ 0.83	\$ 1.35
Diluted	\$ 0.25	\$ 0.66	\$ 0.82	\$ 1.34
Weighted average shares outstanding:				
Basic	160,748	141,390	159,096	138,338
Diluted	161,309	142,084	159,614	139,587
Distributions paid per common share:				
Basic	\$ 0.48	\$ 0.47	\$ 0.96	\$ 0.94

See notes to consolidated financial statements



**HERCULES CAPITAL, INC.**  
**CONSOLIDATED STATEMENTS OF CHANGES IN NET ASSETS**  
**(unaudited)**

(in thousands)	Common Stock		Capital in excess of par value	Distributable Earnings (loss)	Net Assets
	Shares	Par Value			
<b>For the Three Months Ended June 30, 2024</b>					
<b>Balance as of March 31, 2024</b>	162,230	\$ 163	\$ 1,730,829	\$ 154,946	\$ 1,885,938
Net increase (decrease) in net assets resulting from operations	—	—	—	41,852	41,852
Public offering, net of offering expenses	—	—	(36)	—	(36)
Issuance of common stock under equity-based award plans	164	—	2,423	—	2,423
Shares retired on vesting of equity-based awards	(72)	—	(1,027)	—	(1,027)
Distributions reinvested in common stock	106	—	2,052	—	2,052
Distributions	—	—	—	(77,894)	(77,894)
Stock-based compensation <sup>(1)</sup>	—	—	3,237	—	3,237
<b>Balance as of June 30, 2024</b>	<b>162,428</b>	<b>\$ 163</b>	<b>\$ 1,737,478</b>	<b>\$ 118,904</b>	<b>\$ 1,856,545</b>
<b>For the Six Months Ended June 30, 2024</b>					
<b>Balance as of December 31, 2023</b>	157,758	\$ 158	\$ 1,662,535	\$ 140,013	\$ 1,802,706
Net increase (decrease) in net assets resulting from operations	—	—	—	132,816	132,816
Public offering, net of offering expenses	3,725	4	66,368	—	66,372
Issuance of common stock under equity-based award plans	1,022	1	2,900	—	2,901
Shares retired on vesting of equity-based awards	(282)	—	(4,206)	—	(4,206)
Distributions reinvested in common stock	205	—	3,832	—	3,832
Distributions	—	—	—	(153,925)	(153,925)
Stock-based compensation <sup>(1)</sup>	—	—	6,049	—	6,049
<b>Balance as of June 30, 2024</b>	<b>162,428</b>	<b>\$ 163</b>	<b>\$ 1,737,478</b>	<b>\$ 118,904</b>	<b>\$ 1,856,545</b>

(1) Stock-based compensation includes \$36 thousand and \$71 thousand of restricted stock and option expense related to director compensation for the three and six months ended June 30, 2024, respectively.

(in thousands)	Common Stock		Capital in excess of par value	Distributable Earnings (loss)	Net Assets
	Shares	Par Value			
<b>For the Three Months Ended June 30, 2023</b>					
<b>Balance as of March 31, 2023</b>	138,596	\$ 139	\$ 1,409,168	\$ 89,699	\$ 1,499,006
Net increase (decrease) in net assets resulting from operations	—	—	—	94,775	94,775
Public offering, net of offering expenses	5,062	5	65,401	—	65,406
Issuance of common stock under equity-based award plans	955	1	75	—	76
Shares retired on vesting of equity-based awards	(44)	—	(10,311)	—	(10,311)
Distributions reinvested in common stock	72	—	939	—	939
Distributions	—	—	—	(67,379)	(67,379)
Stock-based compensation <sup>(1)</sup>	—	—	2,998	—	2,998
<b>Balance as of June 30, 2023</b>	<b>144,641</b>	<b>\$ 145</b>	<b>\$ 1,468,270</b>	<b>\$ 117,095</b>	<b>\$ 1,585,510</b>
<b>For the Six Months Ended June 30, 2023</b>					
<b>Balance as of December 31, 2022</b>	133,045	\$ 134	\$ 1,341,416	\$ 59,909	\$ 1,401,459
Net increase (decrease) in net assets resulting from operations	—	—	—	189,339	189,339
Public offering, net of offering expenses	9,721	9	130,739	—	130,748
Issuance of common stock under equity-based award plans	1,902	2	213	—	215
Shares retired on vesting of equity-based awards	(160)	—	(11,828)	—	(11,828)
Distributions reinvested in common stock	133	—	1,879	—	1,879
Distributions	—	—	—	(132,153)	(132,153)
Stock-based compensation <sup>(1)</sup>	—	—	5,851	—	5,851
<b>Balance as of June 30, 2023</b>	<b>144,641</b>	<b>\$ 145</b>	<b>\$ 1,468,270</b>	<b>\$ 117,095</b>	<b>\$ 1,585,510</b>

(1) Stock-based compensation includes \$30 thousand and \$50 thousand of restricted stock and option expense related to director compensation for the three and six months ended June 30, 2023, respectively.

See notes to consolidated financial statements

**HERCULES CAPITAL, INC.**  
**CONSOLIDATED STATEMENTS OF CASH FLOWS**  
**(unaudited)**

(in thousands)	For the Six Months Ended June 30,	
	2024	2023
<b>Cash flows provided by (used in) operating activities:</b>		
Net increase (decrease) in net assets resulting from operations	\$ 132,816	\$ 189,339
<i>Adjustments to reconcile net increase in net assets resulting from operations to net cash provided by (used in) operating activities:</i>		
Purchases of investments <sup>(1)</sup>	(955,095)	(834,759)
Fundings assigned to Adviser Funds <sup>(1)</sup>	118,379	199,866
Principal and fee repayments received and proceeds from the sale of debt investments	487,668	516,535
Proceeds from the sale of equity and warrant investments	19,148	30,074
Net change in unrealized (appreciation) depreciation	31,088	(39,963)
Net realized (gain) loss	(2,384)	(8,177)
Payments of derivative instruments	(849)	—
Accretion of paid-in-kind interest	(25,164)	(11,347)
Accretion of loan discounts	(1,981)	(3,211)
Accretion of loan exit fees	(13,287)	(11,956)
Change in loan income, net of collections	10,981	12,421
Unearned fees related to unfunded commitments	517	(68)
Amortization of debt fees and issuance costs	3,518	3,474
Depreciation and amortization	282	108
Stock-based compensation and amortization of restricted stock grants <sup>(2)</sup>	6,050	5,851
<i>Change in operating assets and liabilities:</i>		
Interest receivable	1,122	(393)
Other assets	(3,323)	7,546
Accrued liabilities	9,115	(2,574)
Net cash (used in) operating activities	(181,399)	52,766
<b>Cash flows provided by (used in) investing activities:</b>		
Purchases of capital equipment	(670)	(379)
Net cash (used in) investing activities	(670)	(379)
<b>Cash flows provided by (used in) financing activities:</b>		
Issuance of common stock	67,275	132,329
Offering expenses	(903)	(1,581)
Retirement of employee shares, net	(1,305)	(11,613)
Distributions paid	(150,093)	(130,274)
Issuance of debt	656,000	380,000
Repayment of debt	(466,000)	(368,000)
Fees paid for credit facilities and debentures	—	(5,090)
Net cash provided by financing activities	104,974	(4,229)
Net increase (decrease) in cash, cash equivalents, and restricted cash	(77,095)	48,158
Cash, cash equivalents, and restricted cash at beginning of period	116,013	25,876
<b>Cash, cash equivalents, and restricted cash at end of period</b>	<b>\$ 38,918</b>	<b>\$ 74,034</b>
<b>Supplemental disclosures of cash flow information and non-cash investing and financing activities:</b>		
Interest paid	\$ 35,536	\$ 33,664
Income tax, including excise tax, paid	\$ 5,156	\$ 5,151
Distributions reinvested	\$ 3,832	\$ 1,879

- (1) Excluded from the amounts presented are certain investment funding allocations of \$111.7 million, which were directly funded by the Adviser Funds during the six month period ended June 30, 2024. Refer to Note 12 – Related Party Transaction for additional information.
- (2) Stock-based compensation includes \$71 thousand and \$50 thousand of restricted stock and option expense related to director compensation for the six months ended June 30, 2024 and 2023, respectively.

The following table presents a reconciliation of cash, cash equivalents and restricted cash reported within the Consolidated Statements of Assets and Liabilities that sum to the total of the same such amounts in the Consolidated Statements of Cash Flows:

(in thousands)	For the Six Months Ended June 30,	
	2024	2023
Cash and cash equivalents	\$ 27,676	\$ 61,695
Restricted cash	11,242	12,339
Total cash, cash equivalents, and restricted cash presented in the Consolidated Statements of Cash Flows	<b>\$ 38,918</b>	<b>\$ 74,034</b>

See “Note 2 – Summary of Significant Accounting Policies” for a description of cash, cash equivalents, and restricted cash.

**HERCULES CAPITAL, INC.**  
**CONSOLIDATED SCHEDULE OF INVESTMENTS**  
**June 30, 2024 (unaudited)**  
**(dollars in thousands)**

Portfolio Company	Type of Investment	Maturity Date	Interest Rate and Floor <sup>(1)</sup>	Principal Amount	Cost <sup>(2)</sup>	Value	Footnotes
<b>Debt Investments</b>							
<b>Biotechnology Tools</b>							
PathAI, Inc.	Senior Secured	January 2027	Prime + 2.15%, Floor rate 9.15%, 7.85% Exit Fee	\$ 32,000	\$ 32,353	\$ 33,554	(12)
<b>Subtotal: Biotechnology Tools (1.81%)*</b>					<b>32,353</b>	<b>33,554</b>	
<b>Communications &amp; Networking</b>							
Aryaka Networks, Inc.	Senior Secured	July 2026	Prime + 3.25%, Floor rate 6.75%, PIK Interest 1.05%, 3.55% Exit Fee	\$ 25,283	25,259	26,423	(12)(14)(19)
Cytracom Holdings LLC	Senior Secured	February 2025	3-month SOFR + 10.50%, Floor rate 11.40%	\$ 3,252	3,236	3,253	(11)(17)(18)
<b>Subtotal: Communications &amp; Networking (1.60%)*</b>					<b>28,495</b>	<b>29,676</b>	
<b>Consumer &amp; Business Services</b>							
Altumint, Inc.	Senior Secured	December 2027	Prime + 3.65%, Floor rate 12.15%, 2.50% Exit Fee	\$ 10,000	9,939	10,150	(15)(17)
Carwow LTD	Senior Secured	December 2027	Prime + 4.70%, Floor rate 11.45%, PIK Interest 1.45%, 4.95% Exit Fee	£ 20,212	27,551	25,929	(5)(10)(14)
Houzz, Inc.	Convertible Debt	May 2028	PIK Interest 10.00%	\$ 24,388	24,388	24,820	(9)(14)
Jobandtalent USA, Inc.	Senior Secured	August 2025	1-month SOFR + 8.86%, Floor rate 9.75%, 3.00% Exit Fee	\$ 14,000	14,215	14,163	(5)(10)
Plentific Ltd	Senior Secured	October 2026	Prime + 2.55%, Floor rate 11.05%, 2.95% Exit Fee	\$ 3,325	3,247	3,297	(5)(10)(13)
Provi	Senior Secured	December 2026	Prime + 4.40%, Floor rate 10.65%, 2.95% Exit Fee	\$ 15,000	14,995	15,267	(15)
Riviera Partners LLC	Senior Secured	April 2027	3-month SOFR + 8.27%, Floor rate 9.27%	\$ 36,681	36,219	34,577	(17)(18)
RVShare, LLC	Senior Secured	December 2026	3-month SOFR + 5.50%, Floor rate 6.50%, PIK Interest 4.00%	\$ 29,468	29,089	29,620	(13)(14)(15)
SeatGeek, Inc.	Senior Secured	May 2026	Prime + 7.00%, Floor rate 10.50%, PIK Interest 0.50%, 4.00% Exit Fee	\$ 25,263	25,249	25,765	(11)(14)(16)
	Senior Secured	July 2026	Prime + 2.50%, Floor rate 10.75%, PIK Interest 0.50%, 3.00% Exit Fee	\$ 77,840	77,451	79,397	(12)(14)(16)
Total SeatGeek, Inc.				\$ 103,103	102,700	105,162	
Skyword, Inc.	Senior Secured	November 2026	Prime + 2.75%, Floor rate 9.25%, PIK Interest 1.75%, 3.00% Exit Fee	\$ 7,924	8,001	8,150	(13)(14)
Tectura Corporation	Senior Secured	July 2024	FIXED 8.25%	\$ 8,250	8,250	8,250	(7)
Thumbtack, Inc.	Senior Secured	March 2028	Prime + 2.45%, Floor rate 10.95%, PIK Interest 1.50%	\$ 20,759	20,359	20,359	(11)(14)(17)
Veem, Inc.	Senior Secured	March 2025	Prime + 4.00%, Floor rate 7.25%, PIK Interest 1.25%, 4.50% Exit Fee	\$ 5,140	5,271	5,271	(13)(14)
	Senior Secured	March 2025	Prime + 4.70%, Floor rate 7.95%, PIK Interest 1.50%, 4.50% Exit Fee	\$ 5,149	5,287	5,287	(12)(14)
Total Veem, Inc.				\$ 10,289	10,558	10,558	
Worldremit Group Limited	Senior Secured	February 2026	3-month SOFR + 9.40%, Floor rate 10.25%	\$ 24,617	24,463	24,617	(5)(10)(11)(12)(19)
	Senior Secured	February 2026	1-month SOFR + 9.35%, Floor rate 10.25%	\$ 6,466	6,417	6,466	(5)(10)(19)
Total Worldremit Group Limited				\$ 31,083	30,880	31,083	
<b>Subtotal: Consumer &amp; Business Services (18.39%)*</b>					<b>340,391</b>	<b>341,385</b>	
<b>Diversified Financial Services</b>							
Gibraltar Acquisition, LLC (p.k.a. Gibraltar Business Capital, LLC)	Unsecured	September 2026	FIXED 3.45%, PIK Interest 8.05%	\$ 25,509	25,224	25,224	(7)(14)(20)
	Unsecured	September 2026	FIXED 11.95%	\$ 10,000	9,844	9,844	(7)(20)
Total Gibraltar Acquisition, LLC (p.k.a. Gibraltar Business Capital, LLC)				\$ 35,509	35,068	35,068	
Hercules Adviser LLC	Unsecured	June 2025	FIXED 5.00%	\$ 12,000	12,000	12,000	(7)(23)
Next Insurance, Inc.	Senior Secured	February 2028	Prime - (1.50%), Floor rate 4.75%, PIK Interest 5.50%	\$ 10,766	10,596	10,915	(13)(14)(19)
<b>Subtotal: Diversified Financial Services (3.12%)*</b>					<b>57,664</b>	<b>57,983</b>	
<b>Drug Discovery &amp; Development</b>							

See notes to consolidated financial statements

**HERCULES CAPITAL, INC.**  
**CONSOLIDATED SCHEDULE OF INVESTMENTS**  
**June 30, 2024 (unaudited)**  
**(dollars in thousands)**

Portfolio Company	Type of Investment	Maturity Date	Interest Rate and Floor <sup>(1)</sup>	Principal Amount	Cost <sup>(2)</sup>	Value	Footnotes
Adaptimmune Therapeutics plc	Senior Secured	June 2029	Prime + 1.15%, Floor rate 9.65%, PIK Interest 2.00%, 5.85% Exit Fee	\$ 15,015	\$ 14,877	\$ 14,877	(5)(10)(14)
Akero Therapeutics, Inc.	Senior Secured	March 2027	Prime + 3.65%, Floor rate 7.65%, 5.85% Exit Fee	\$ 17,500	17,505	17,866	(10)(13)(17)
Aldeyra Therapeutics, Inc.	Senior Secured	October 2024	Prime + 3.10%, Floor rate 8.60%, 8.90% Exit Fee	\$ 15,000	15,255	15,255	(11)
AmplifyBio, LLC	Senior Secured	January 2027	Prime + 2.50%, Floor rate 9.50%, Cap rate 10.75%, 5.85% Exit Fee	\$ 24,000	24,369	24,772	(15)
ATAI Life Sciences N.V.	Senior Secured	August 2026	Prime + 4.55%, Floor rate 8.55%, 6.95% Exit Fee	\$ 10,500	10,805	10,971	(5)(10)(17)
Axsome Therapeutics, Inc.	Senior Secured	January 2028	Prime + 2.20%, Floor rate 9.95%, Cap rate 10.70%, 5.78% Exit Fee	\$ 143,350	144,515	151,632	(10)(11)(12)(16)
Bicycle Therapeutics PLC	Senior Secured	July 2025	Prime + 4.55%, Floor rate 8.05%, Cap rate 9.05%, 5.00% Exit Fee	\$ 11,500	11,945	12,190	(5)(10)(11)(12)
bluebird bio, Inc.	Senior Secured	April 2029	Prime + 1.45%, Floor rate 9.95%, PIK Interest 2.45%, 4.95% Exit Fee	\$ 64,843	62,675	62,212	(14)
Braeburn, Inc.	Senior Secured	October 2028	Prime + 2.45%, Floor rate 10.95%, PIK Interest 1.10%, 5.45% Exit Fee	\$ 52,896	52,776	54,925	(14)(17)
COMPASS Pathways plc	Senior Secured	July 2027	Prime + 1.50%, Floor rate 9.75%, PIK Interest 1.40%, 4.75% Exit Fee	\$ 24,316	24,195	25,102	(5)(10)(14)
Corium, Inc.	Senior Secured	September 2026	Prime + 5.70%, Floor rate 8.95%, 7.75% Exit Fee	\$ 105,225	108,561	110,273	(13)(16)
Curevo, Inc.	Senior Secured	June 2027	Prime + 1.70%, Floor rate 9.70%, 6.95% Exit Fee	\$ 10,000	9,964	9,914	(15)
Eloxx Pharmaceuticals, Inc.	Senior Secured	April 2025	Prime + 6.25%, Floor rate 9.50%, 4.00% Exit Fee	\$ 489	987	987	(15)
enGene, Inc.	Senior Secured	January 2028	Prime + 0.75%, Floor rate 9.25%, Cap rate 9.75%, PIK Interest 1.15%, 5.50% Exit Fee	\$ 15,832	15,775	15,905	(5)(10)(14)
G1 Therapeutics, Inc.	Senior Secured	November 2026	Prime + 5.65%, Floor rate 9.15%, 6.75% Exit Fee	\$ 32,399	33,437	34,030	(11)(12)(15)
Geron Corporation	Senior Secured	October 2025	Prime + 4.50%, Floor rate 9.00%, 6.55% Exit Fee	\$ 30,200	31,546	31,859	(10)(12)(13)(17)
Gritstone Bio, Inc.	Senior Secured	July 2027	Prime + 3.15%, Floor rate 7.15%, Cap rate 8.65%, PIK Interest 2.00%, 5.75% Exit Fee	\$ 30,837	31,246	30,112	(13)(14)
Heron Therapeutics, Inc.	Senior Secured	February 2026	Prime + 1.70%, Floor rate 9.95%, PIK Interest 1.50%, 3.00% Exit Fee	\$ 20,249	20,126	20,610	(14)(15)(17)
Hibercell, Inc.	Senior Secured	May 2025	Prime + 5.40%, Floor rate 8.65%, 4.95% Exit Fee	\$ 8,407	9,103	9,028	(13)(15)
HilleVax, Inc.	Senior Secured	May 2027	Prime + 1.05%, Floor rate 4.55%, Cap rate 6.05%, PIK Interest 2.85%, 7.15% Exit Fee	\$ 20,823	21,185	20,916	(14)(15)(17)
Kura Oncology, Inc.	Senior Secured	November 2027	Prime + 2.40%, Floor rate 8.65%, 15.13% Exit Fee	\$ 5,500	5,577	5,692	(10)(15)
Locus Biosciences, Inc.	Senior Secured	July 2025	Prime + 6.10%, Floor rate 9.35%, 4.95% Exit Fee	\$ 3,835	4,143	4,166	(15)
Madrigal Pharmaceutical, Inc.	Senior Secured	May 2027	Prime + 2.45%, Floor rate 8.25%, 5.35% Exit Fee	\$ 78,200	79,359	82,775	(10)(13)
Phathom Pharmaceuticals, Inc.	Senior Secured	December 2027	Prime + 1.35%, Floor rate 9.85%, Cap rate 10.35%, PIK Interest 2.15%, 6.59% Exit Fee	\$ 152,455	154,211	155,075	(10)(12)(14)(15)(16)(17)(22)
Redshift Bioanalytics, Inc.	Senior Secured	January 2026	Prime + 4.25%, Floor rate 7.50%, 3.80% Exit Fee	\$ 4,388	4,484	4,476	(15)
Replimune Group, Inc.	Senior Secured	October 2027	Prime + 1.75%, Floor rate 7.25%, Cap rate 9.00%, PIK Interest 1.50%, 4.95% Exit Fee	\$ 31,647	31,860	33,378	(10)(12)(13)(14)
SynOx Therapeutics Limited	Senior Secured	May 2027	Prime + 1.40%, Floor rate 9.90%, 7.25% Exit Fee	\$ 4,500	4,393	4,393	(5)(10)
TG Therapeutics, Inc.	Senior Secured	January 2026	Prime + 1.20%, Floor rate 8.95%, PIK Interest 2.25%, 5.69% Exit Fee	\$ 66,526	67,887	69,598	(10)(11)(12)(14)
uniQure B.V.	Senior Secured	January 2027	Prime + 4.70%, Floor rate 7.95%, 6.10% Exit Fee	\$ 70,000	71,663	74,111	(5)(10)(11)(12)
Viridian Therapeutics, Inc.	Senior Secured	October 2026	Prime + 4.20%, Floor rate 7.45%, Cap rate 8.95%, 6.00% Exit Fee	\$ 8,000	8,145	8,248	(10)(13)
X4 Pharmaceuticals, Inc.	Senior Secured	July 2027	Prime + 3.15%, Floor rate 10.15%, 3.72% Exit Fee	\$ 75,000	75,081	75,286	(11)(12)(13)
<b>Subtotal: Drug Discovery &amp; Development (64.13%)*</b>					<b>1,167,650</b>	<b>1,190,634</b>	
<b>Electronics &amp; Computer Hardware</b>							
Locus Robotics Corp.	Senior Secured	June 2026	Prime + 4.50%, Floor rate 8.00%, 4.00% Exit Fee	\$ 18,281	18,446	18,918	(19)

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Portfolio Company	Type of Investment	Maturity Date	Interest Rate and Floor <sup>(1)</sup>	Principal Amount	Cost <sup>(2)</sup>	Value	Footnotes
Shield AI, Inc.	Senior Secured	February 2029	Prime + 0.85%, Floor rate 6.85%, Cap rate 9.60%, PIK Interest 2.50%, 2.50% Exit Fee	\$ 56,677	\$ 56,200	\$ 56,200	(14)(17)
<b>Subtotal: Electronics &amp; Computer Hardware (4.05%)*</b>						<b>74,646</b>	<b>75,118</b>
<b>Healthcare Services, Other</b>							
Blue Sprig Pediatrics, Inc.	Senior Secured	November 2026	1-month SOFR + 5.11%, Floor rate 6.00%, PIK Interest 4.45%	\$ 70,608	69,953	69,458	(11)(12)(13)(14)
Carbon Health Technologies, Inc.	Senior Secured	June 2026	Prime - (1.50%), Floor rate 7.00%, PIK Interest 7.00%, 5.64% Exit Fee	\$ 48,649	50,068	48,458	(11)(13)(14)
	Convertible Debt	December 2025	FIXED 12.00%	\$ 202	202	202	(9)
Total Carbon Health Technologies, Inc.				\$ 48,851	50,270	48,660	
Curana Health Holdings, LLC	Senior Secured	January 2028	Prime + 1.45%, Floor rate 9.20%, 4.95% Exit Fee	\$ 27,500	27,542	27,928	(13)(17)(19)
Equality Health, LLC	Senior Secured	February 2026	Prime + 6.25%, Floor rate 9.50%, PIK Interest 1.55%	\$ 70,124	69,752	69,898	(11)(12)(14)
Main Street Rural, Inc.	Senior Secured	July 2027	Prime + 1.95%, Floor rate 9.95%, 6.85% Exit Fee	\$ 38,500	38,638	39,043	(13)(15)(17)
Marathon Health, LLC	Senior Secured	February 2029	Prime - (0.90%), Floor rate 7.10%, PIK Interest 4.00%, 3.00% Exit Fee	\$ 155,977	154,761	154,761	(14)(16)(17)
Modern Life, Inc.	Senior Secured	February 2027	Prime + 2.75%, Floor rate 8.75%, 5.00% Exit Fee	\$ 18,200	18,120	18,157	(13)
NeueHealth, Inc.	Senior Secured	June 2028	Prime + 1.15%, Floor rate 9.65%, PIK Interest 2.50%, 2.50% Exit Fee	\$ 24,750	23,782	23,782	
Recover Together, Inc.	Senior Secured	July 2027	Prime + 1.90%, Floor rate 10.15%, 7.50% Exit Fee	\$ 40,000	40,014	41,171	
Strive Health Holdings, LLC	Senior Secured	September 2027	Prime + 0.70%, Floor rate 9.20%, 5.95% Exit Fee	\$ 12,000	11,964	12,213	(15)
Vida Health, Inc.	Senior Secured	March 2026	9.20% + Lower of (Prime - 3.25%) or 1.00%, Floor rate 9.20%, Cap rate 10.20%, 4.95% Exit Fee	\$ 36,500	36,742	36,208	(11)
WellBe Senior Medical, LLC	Senior Secured	May 2029	Prime + 0.75%, Floor rate 7.75%, PIK Interest 2.65%, 6.75% Exit Fee	\$ 20,012	19,833	19,833	(14)(15)(17)
<b>Subtotal: Healthcare Services, Other (30.22%)*</b>						<b>561,371</b>	<b>561,112</b>
<b>Information Services</b>							
Checkr Group, Inc.	Senior Secured	August 2028	Prime + 1.45%, Floor rate 8.00%, PIK Interest 2.00%, 2.75% Exit Fee	\$ 48,107	48,063	50,850	(12)(14)(17)
Saama Technologies, LLC	Senior Secured	July 2027	Prime + 0.70%, Floor rate 8.95%, PIK Interest 2.00%, 2.95% Exit Fee	\$ 15,723	15,632	16,214	(12)(14)(17)
Signal Media Limited	Senior Secured	June 2025	Prime + 5.50%, Floor rate 9.00%, Cap rate 12.00%, 3.45% Exit Fee	\$ 6,150	6,176	6,176	(5)(10)
<b>Subtotal: Information Services (3.94%)*</b>						<b>69,871</b>	<b>73,240</b>
<b>Medical Devices &amp; Equipment</b>							
Senseonics Holdings, Inc.	Senior Secured	September 2027	Prime + 1.40%, Floor rate 9.90%, 6.95% Exit Fee	\$ 30,625	30,476	30,761	(11)
Sight Sciences, Inc.	Senior Secured	July 2028	Prime + 2.35%, Floor rate 10.35%, 5.95% Exit Fee	\$ 24,500	24,162	24,162	(17)
<b>Subtotal: Medical Devices &amp; Equipment (2.96%)*</b>						<b>54,638</b>	<b>54,923</b>
<b>Software</b>							
3GTMS, LLC	Senior Secured	February 2025	3-month SOFR + 9.86%, Floor rate 10.76%	\$ 14,067	14,020	14,020	(11)(17)(18)
	Senior Secured	February 2025	3-month SOFR + 6.96%, Floor rate 7.86%	\$ 2,975	2,968	2,968	(17)(18)
Total 3GTMS, LLC				\$ 17,042	16,988	16,988	
Alchemer LLC	Senior Secured	May 2028	3-month SOFR + 8.14%, Floor rate 9.14%	\$ 21,353	20,987	21,353	(13)(18)
Allvue Systems, LLC	Senior Secured	September 2029	3-month SOFR + 7.25%, Floor rate 8.25%	\$ 36,410	35,583	36,844	(17)
AlphaSense, Inc.	Senior Secured	June 2029	3-month SOFR + 6.25%, Floor rate 8.25%	\$ 20,000	19,800	19,800	(17)
Annex Cloud	Senior Secured	February 2027	1-month BSBY + 10.00%, Floor rate 11.00%	\$ 11,479	11,317	11,307	(13)
Armis, Inc.	Senior Secured	March 2028	Prime + 0.00%, Floor rate 7.50%, PIK Interest 2.00%, 2.25% Exit Fee	\$ 50,220	49,813	49,813	(14)(17)
Automation Anywhere, Inc.	Senior Secured	September 2027	Prime + 4.25%, Floor rate 9.00%, 4.50% Exit Fee	\$ 19,600	19,503	20,440	(11)(17)(19)

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Portfolio Company	Type of Investment	Maturity Date	Interest Rate and Floor <sup>(1)</sup>	Principal Amount	Cost <sup>(2)</sup>	Value	Footnotes
Babel Street	Senior Secured	December 2027	3-month SOFR + 8.01%, Floor rate 9.01%	\$ 65,500	\$ 64,054	\$ 65,777	(15)(17)(18)
Brain Corporation	Senior Secured	April 2026	Prime + 3.70%, Floor rate 9.20%, PIK Interest 1.00%, 3.95% Exit Fee	\$ 30,570	31,066	31,755	(13)(14)(15)
Catchpoint Systems, Inc.	Senior Secured	November 2025	3-month SOFR + 9.31%, Floor rate 11.81%	\$ 10,022	9,913	9,975	(18)
Ceros, Inc.	Senior Secured	September 2026	3-month SOFR + 8.99%, Floor rate 9.89%	\$ 22,762	22,452	22,970	(17)(18)
Constructor.io Corporation	Senior Secured	July 2027	1-month SOFR + 8.44%, Floor rate 9.44%	\$ 4,688	4,603	4,796	(13)(17)(18)
Convoy, Inc.	Senior Secured	March 2026	Prime + 3.20%, Floor rate 6.45%, PIK Interest 1.95%, 4.55% Exit Fee	\$ 31,049	30,916	—	(8)(14)(19)
Copper CRM, Inc	Senior Secured	March 2025	Prime + 4.50%, Floor rate 8.25%, Cap rate 10.25%, PIK Interest 1.95%, 4.50% Exit Fee	\$ 8,748	8,991	8,991	(11)(14)
Cutover, Inc.	Senior Secured	October 2025	Prime + 5.20%, Floor rate 9.95%, 4.95% Exit Fee	\$ 5,500	5,603	5,769	(5)(10)(12)
	Senior Secured	October 2025	Prime + 5.20%, Floor rate 9.95%, 4.95% Exit Fee	£ 1,250	1,582	1,675	(5)(10)
Total Cutover, Inc.					7,185	7,444	
Cybermaxx Intermediate Holdings, Inc.	Senior Secured	August 2026	6-month SOFR + 8.63%, Floor rate 9.38%, 0.58% Exit Fee	\$ 7,896	7,792	7,808	(13)(17)
	Senior Secured	August 2026	6-month SOFR + 12.36%, Floor rate 13.11%, 0.58% Exit Fee	\$ 2,527	2,484	2,581	(13)(17)
Total Cybermaxx Intermediate Holdings, Inc.				\$ 10,423	10,276	10,389	
Dashlane, Inc.	Senior Secured	December 2027	Prime + 3.05%, Floor rate 11.55%, PIK Interest 1.10%, 6.28% Exit Fee	\$ 45,224	45,861	46,932	(11)(13)(14)(19)
Dispatch Technologies, Inc.	Senior Secured	April 2028	3-month SOFR + 8.01%, Floor rate 8.76%	\$ 7,938	7,777	7,766	(17)(18)
DroneDeploy, Inc.	Senior Secured	July 2026	Prime + 4.50%, Floor rate 8.75%, 4.00% Exit Fee	\$ 9,375	9,194	9,442	(13)(17)
Earnix, Inc.	Senior Secured	June 2029	Prime - (1.15%), Floor rate 5.35%, PIK Interest 4.45%	\$ 18,750	18,419	18,419	(17)
Elation Health, Inc.	Senior Secured	March 2026	Prime + 4.25%, Floor rate 9.00%, PIK Interest 1.95%, 3.95% Exit Fee	\$ 12,751	12,543	13,019	(14)(17)(19)
Flight Schedule Pro, LLC	Senior Secured	October 2027	1-month SOFR + 7.80%, Floor rate 8.70%	\$ 6,587	6,438	6,693	(17)(18)
Fortified Health Security	Senior Secured	December 2027	1-month SOFR + 7.64%, Floor rate 8.54%	\$ 7,000	6,866	7,071	(11)(17)(18)
Harness, Inc.	Senior Secured	March 2029	Prime - (2.25%), Floor rate 5.25%, Cap rate 6.50%, PIK Interest 6.25%, 1.00% Exit Fee	\$ 17,567	17,355	17,355	(14)(17)(19)
iGrafx, LLC	Senior Secured	May 2027	1-month SOFR + 8.61%, Floor rate 9.51%, 0.47% Exit Fee	\$ 4,975	4,888	5,003	(18)
Ikon Science Limited	Senior Secured	October 2024	3-month SOFR + 9.26%, Floor rate 10.00%	\$ 6,038	6,013	6,013	(5)(10)(17)(18)
Khoros (p.k.a Lithium Technologies)	Senior Secured	January 2025	PIK 3-month SOFR + 11.00%, Floor rate 12.00%	\$ 60,860	60,836	32,130	(8)(14)
Leapwork ApS	Senior Secured	February 2026	Prime + 0.25%, Floor rate 7.25%, PIK Interest 1.95%, 2.70% Exit Fee	\$ 3,851	3,870	3,997	(5)(10)(12)(14)(17)
LinenMaster, LLC	Senior Secured	August 2028	1-month SOFR + 6.25%, Floor rate 7.25%, PIK Interest 2.15%	\$ 15,255	14,992	15,561	(12)(14)(17)
Loftware, Inc.	Senior Secured	March 2028	3-month SOFR + 7.88%, Floor rate 8.88%	\$ 26,344	25,812	26,721	(17)(18)
LogicSource	Senior Secured	July 2027	1-month SOFR + 8.93%, Floor rate 9.93%	\$ 13,300	13,100	13,493	(17)(18)
Marigold Group, Inc. (p.k.a. Campaign Monitor Limited)	Senior Secured	November 2026	PIK 3-month SOFR + 10.55%, Floor rate 11.55%	\$ 35,923	35,345	30,025	(13)(14)(19)
Mobile Solutions Services	Senior Secured	December 2025	6-month SOFR + 9.31%, Floor rate 10.06%	\$ 18,366	18,174	17,957	(18)
New Relic, Inc.	Senior Secured	November 2030	3-month SOFR + 6.75%, Floor rate 7.75%	\$ 20,890	20,399	20,700	(17)
Omeda Holdings, LLC	Senior Secured	July 2027	3-month SOFR + 8.05%, Floor rate 9.05%	\$ 7,706	7,531	7,763	(11)(17)(18)
Pindrop Security, Inc.	Senior Secured	June 2029	Prime + 3.50%, Floor rate 10.00%, 2.00% Exit Fee	\$ 31,000	30,479	30,479	(15)(17)
Reveeler	Senior Secured	February 2027	Prime + 0.65%, Floor rate 9.15%, PIK Interest 2.00%, 5.05% Exit Fee	\$ 16,109	16,079	16,079	(14)(15)(17)
Sandata Technologies, LLC	Senior Secured	May 2029	3-month SOFR + 8.05%, Floor rate 9.05%	\$ 20,769	20,207	20,207	(17)(18)

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Portfolio Company	Type of Investment	Maturity Date	Interest Rate and Floor <sup>(1)</sup>	Principal Amount	Cost <sup>(2)</sup>	Value	Footnotes
Semperis Technologies Inc.	Senior Secured	April 2028	Prime - (1.75%), Floor rate 6.75%, PIK Interest 3.25%	\$ 7,526	\$ 7,471	\$ 7,471	(14)(17)(19)
ShadowDragon, LLC	Senior Secured	December 2026	3-month SOFR + 8.98%, Floor rate 9.88%	\$ 6,000	5,900	6,000	(17)(18)
Simon Data, Inc.	Senior Secured	March 2027	Prime + 1.00%, Floor rate 8.75%, PIK Interest 1.95%, 2.95% Exit Fee	\$ 12,958	12,952	13,094	(12)(14)
Sisense Ltd.	Senior Secured	July 2027	Prime + 1.50%, Floor rate 9.50%, PIK Interest 1.95%, 5.95% Exit Fee	\$ 34,582	34,645	35,022	(5)(10)(14)
Streamline Healthcare Solutions	Senior Secured	March 2028	3-month SOFR + 7.25%, Floor rate 8.25%	\$ 13,200	12,977	13,500	(13)(17)(18)
	Senior Secured	March 2028	6-month SOFR + 7.25%, Floor rate 8.25%	\$ 4,400	4,312	4,500	(17)(18)
<b>Total Streamline Healthcare Solutions</b>				<b>\$ 17,600</b>	<b>17,289</b>	<b>18,000</b>	
Sumo Logic, Inc.	Senior Secured	May 2030	3-month SOFR + 6.50%, Floor rate 7.50%	\$ 23,000	22,489	23,656	(17)
Suzu, Inc.	Senior Secured	August 2027	Prime + 1.75%, Floor rate 10.00%, PIK Interest 1.95%, 3.45% Exit Fee	\$ 16,185	15,939	16,502	(14)(15)(17)
ThreatConnect, Inc.	Senior Secured	May 2026	3-month SOFR + 9.15%, Floor rate 10.00%	\$ 10,864	10,709	10,864	(17)(18)
Tipalti Solutions Ltd.	Senior Secured	April 2027	Prime + 0.45%, Floor rate 7.95%, PIK Interest 2.00%, 3.75% Exit Fee	\$ 42,258	41,625	43,035	(5)(10)(14)
Zappi, Inc.	Senior Secured	December 2027	3-month SOFR + 8.03%, Floor rate 9.03%	\$ 12,793	12,559	13,026	(5)(10)(13)(17)(18)
Zimperium, Inc.	Senior Secured	May 2027	3-month SOFR + 8.31%, Floor rate 9.31%	\$ 14,790	14,587	14,790	(17)(18)
<b>Subtotal: Software (49.17%)*</b>					<b>961,790</b>	<b>912,927</b>	
<b>Space Technologies</b>							
Voyager Space Holdings, Inc.	Senior Secured	July 2028	Prime + 1.25%, Floor rate 9.75%, PIK Interest 2.50%, 5.50% Exit Fee	\$ 44,950	44,465	44,465	(15)
<b>Subtotal: Space Technologies (2.40%)*</b>					<b>44,465</b>	<b>44,465</b>	
<b>Sustainable and Renewable Technology</b>							
Ampion, PBC	Senior Secured	May 2025	Prime + 4.70%, Floor rate 7.95%, PIK Interest 1.45%, 3.95% Exit Fee	\$ 3,955	4,025	4,022	(13)(14)
Electric Hydrogen Co.	Senior Secured	May 2028	Prime + 2.25%, Floor rate 10.75%, PIK Interest 1.25%, 4.25% Exit Fee	\$ 12,529	12,014	12,014	(14)(15)(19)
Pineapple Energy LLC	Senior Secured	June 2027	FIXED 10.00%	\$ 1,477	1,477	1,456	(19)
<b>Subtotal: Sustainable and Renewable Technology (0.94%)*</b>					<b>17,516</b>	<b>17,492</b>	
<b>Total: Debt Investments (182.73%)*</b>					<b>\$ 3,410,850</b>	<b>\$ 3,392,509</b>	
Portfolio Company	Type of Investment	Acquisition Date <sup>(4)</sup>	Series <sup>(3)</sup>	Shares	Cost <sup>(2)</sup>	Value	Footnotes
<b>Equity Investments</b>							
<b>Biotechnology Tools</b>							
Alamar Biosciences, Inc.	Equity	2/21/2024	Preferred Series C	503,778	\$ 1,500	\$ 1,423	
<b>Subtotal: Biotechnology Tools (0.08%)*</b>					<b>1,500</b>	<b>1,423</b>	
<b>Consumer &amp; Business Products</b>							
Fabletics, Inc.	Equity	4/30/2010	Common Stock	42,989	128	37	
	Equity	7/16/2013	Preferred Series B	130,191	1,101	303	
<b>Total Fabletics, Inc.</b>				<b>173,180</b>	<b>1,229</b>	<b>340</b>	
Grove Collaborative, Inc.	Equity	4/30/2021	Common Stock	12,260	433	22	(4)
Savage X Holding, LLC	Equity	4/30/2010	Class A Units	172,328	13	555	
<b>Subtotal: Consumer &amp; Business Products (0.05%)*</b>					<b>1,675</b>	<b>917</b>	

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Portfolio Company	Type of Investment	Acquisition Date <sup>(4)</sup>	Series <sup>(3)</sup>	Shares	Cost <sup>(2)</sup>	Value	Footnotes
<b>Consumer &amp; Business Services</b>							
Carwow LTD	Equity	12/15/2021	Preferred Series D-4	199,742	\$ 1,151	\$ 707	(5)(10)
Lyft, Inc.	Equity	12/26/2018	Common Stock	100,738	5,263	1,421	(4)
Nerdy Inc.	Equity	9/17/2021	Common Stock	100,000	1,000	167	(4)
OfferUp, Inc.	Equity	10/25/2016	Preferred Series A	286,080	1,663	400	
	Equity	10/25/2016	Preferred Series A-1	108,710	632	152	
Total OfferUp, Inc.				394,790	2,295	552	
Oportun	Equity	6/28/2013	Common Stock	48,365	577	140	(4)
Reischling Press, Inc.	Equity	7/31/2020	Common Stock	3,095	39	—	
Rhino Labs, Inc.	Equity	1/24/2022	Common Stock	7,063	1,000	—	
Tectura Corporation	Equity	5/23/2018	Common Stock	414,994,863	900	5	(7)
	Equity	6/6/2016	Preferred Series BB	1,000,000	—	12	(7)
	Equity	12/29/2023	Preferred Series C	3,235,298	13,263	3,267	(7)
Total Tectura Corporation				419,230,161	14,163	3,284	
Worldremit Group Limited	Equity	6/24/2024	Preferred Series X	6,641	639	636	(5)(10)
<b>Subtotal: Consumer &amp; Business Services (0.37%)*</b>					<b>26,127</b>	<b>6,907</b>	
<b>Diversified Financial Services</b>							
Gibraltar Acquisition, LLC (p.k.a. Gibraltar Business Capital, LLC)	Equity	3/1/2018	Member Units	1	34,006	21,743	(7)(20)
Hercules Adviser LLC	Equity	3/26/2021	Member Units	1	35	30,728	(7)(23)
Newfront Insurance Holdings, Inc.	Equity	9/30/2021	Preferred Series D-2	210,282	403	337	
<b>Subtotal: Diversified Financial Services (2.84%)*</b>					<b>34,444</b>	<b>52,808</b>	
<b>Drug Delivery</b>							
Aytu BioScience, Inc.	Equity	3/28/2014	Common Stock	680	1,500	2	(4)
BioQ Pharma Incorporated	Equity	12/8/2015	Preferred Series D	165,000	500	—	
PDS Biotechnology Corporation	Equity	4/6/2015	Common Stock	2,498	309	7	(4)
Talpheria, Inc.	Equity	12/10/2018	Common Stock	8,836	1,329	8	(4)
<b>Subtotal: Drug Delivery (0.00%)*</b>					<b>3,638</b>	<b>17</b>	
<b>Drug Discovery &amp; Development</b>							
Akero Therapeutics, Inc.	Equity	3/8/2024	Common Stock	34,483	1,000	809	(4)(10)
Avalo Therapeutics, Inc.	Equity	8/19/2014	Common Stock	42	1,000	1	(4)
Axsome Therapeutics, Inc.	Equity	5/9/2022	Common Stock	127,021	4,165	10,225	(4)(10)(16)
Bicycle Therapeutics PLC	Equity	10/5/2020	Common Stock	98,100	1,871	1,986	(4)(5)(10)
BridgeBio Pharma, Inc.	Equity	6/21/2018	Common Stock	231,329	2,255	5,860	(4)
Cyclo Therapeutics, Inc.	Equity	4/6/2021	Common Stock	134	42	—	(4)(10)
Dare Biosciences, Inc.	Equity	1/8/2015	Common Stock	13,550	1,000	5	(4)
Dynavax Technologies	Equity	7/22/2015	Common Stock	20,000	550	225	(4)(10)
Gritstone Bio, Inc.	Equity	10/26/2022	Common Stock	442,477	1,000	273	(4)

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Portfolio Company	Type of Investment	Acquisition Date <sup>(4)</sup>	Series <sup>(3)</sup>	Shares	Cost <sup>(2)</sup>	Value	Footnotes
Heron Therapeutics, Inc.	Equity	7/25/2023	Common Stock	364,963	\$ 500	\$ 1,277	(4)
Hibercell, Inc.	Equity	5/7/2021	Preferred Series B	3,466,840	4,250	91	(15)
HilleVax, Inc.	Equity	5/3/2022	Common Stock	235,295	4,000	3,402	(4)
Kura Oncology, Inc.	Equity	6/16/2023	Common Stock	47,826	550	985	(4)(10)
Madrigal Pharmaceutical, Inc.	Equity	9/29/2023	Common Stock	5,100	773	1,429	(4)(10)
NorthSea Therapeutics	Equity	12/15/2021	Preferred Series C	983	2,000	1,148	(5)(10)(17)
Phathom Pharmaceuticals, Inc.	Equity	6/9/2023	Common Stock	147,233	1,730	1,516	(4)(10)(16)
Rocket Pharmaceuticals, Ltd.	Equity	8/22/2007	Common Stock	944	1,500	20	(4)
Savara, Inc.	Equity	8/11/2015	Common Stock	11,119	203	45	(4)
Sio Gene Therapies, Inc.	Equity	2/2/2017	Common Stock	16,228	1,262	—	
Tarsus Pharmaceuticals, Inc.	Equity	5/5/2022	Common Stock	77,778	1,050	2,114	(4)(10)
uniQure B.V.	Equity	1/31/2019	Common Stock	17,175	332	77	(4)(5)(10)
Valo Health, LLC	Equity	12/11/2020	Preferred Series B	510,308	3,000	2,450	
	Equity	10/31/2022	Preferred Series C	170,102	1,000	1,111	
Total Valo Health, LLC				680,410	4,000	3,561	
Verge Analytics, Inc.	Equity	9/6/2023	Preferred Series C	208,588	1,500	1,420	
Viridian Therapeutics, Inc.	Equity	11/6/2023	Common Stock	32,310	400	420	(4)(10)
X4 Pharmaceuticals, Inc.	Equity	11/26/2019	Common Stock	1,566,064	2,945	908	(4)
<b>Subtotal: Drug Discovery &amp; Development (2.04%)*</b>					<b>39,878</b>	<b>37,797</b>	
<b>Electronics &amp; Computer Hardware</b>							
Locus Robotics Corp.	Equity	11/17/2022	Preferred Series F	15,116	650	291	
Skydio, Inc.	Equity	3/8/2022	Preferred Series E	248,900	1,500	551	
<b>Subtotal: Electronics &amp; Computer Hardware (0.05%)*</b>					<b>2,150</b>	<b>842</b>	
<b>Healthcare Services, Other</b>							
23andMe, Inc.	Equity	3/11/2019	Common Stock	825,732	5,094	323	(4)
Carbon Health Technologies, Inc.	Equity	3/30/2021	Preferred Series C	217,880	1,687	10	
Click Therapeutics, Inc.	Equity	5/20/2024	Common Stock	560,000	1,662	1,689	(15)
Curana Health Holdings, LLC	Equity	5/13/2024	Common Units	1,114,380	2,500	2,499	
WellBe Senior Medical, LLC	Equity	6/10/2024	Common Units	181,163	1,600	1,600	
<b>Subtotal: Healthcare Services, Other (0.33%)*</b>					<b>12,543</b>	<b>6,121</b>	
<b>Information Services</b>							
Yipit, LLC	Equity	12/30/2021	Preferred Series E	41,021	3,825	4,163	
<b>Subtotal: Information Services (0.22%)*</b>					<b>3,825</b>	<b>4,163</b>	
<b>Manufacturing Technology</b>							
Xometry, Inc.	Equity	5/9/2018	Common Stock	52,126	47	603	(4)
<b>Subtotal: Manufacturing Technology (0.03%)*</b>					<b>47</b>	<b>603</b>	
<b>Medical Devices &amp; Equipment</b>							
Coronado Aesthetics, LLC	Equity	10/15/2021	Common Units	180,000	—	1	(7)

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	Equity	10/15/2021	Preferred Series A-2	5,000,000	\$ 250	\$ 185	(7)
Total Coronado Aesthetics, LLC				5,180,000	250	186	
<b>Subtotal: Medical Devices &amp; Equipment (0.01%)*</b>					<b>250</b>	<b>186</b>	
<b>Semiconductors</b>							
Achronix Semiconductor Corporation	Equity	7/1/2011	Preferred Series C	277,995	160	291	
<b>Subtotal: Semiconductors (0.02%)*</b>					<b>160</b>	<b>291</b>	
<b>Software</b>							
3GTMS, LLC	Equity	8/9/2021	Common Stock	1,000,000	1,000	795	
Black Crow AI, Inc. affiliates	Equity	3/24/2021	Preferred Note	3	2,406	2,406	(21)
CapLinked, Inc.	Equity	10/26/2012	Preferred Series A-3	53,614	51	—	
Contentful Global, Inc.	Equity	12/22/2020	Preferred Series C	41,000	138	271	(5),(10)
	Equity	11/20/2018	Preferred Series D	108,500	500	759	(5),(10)
Total Contentful Global, Inc.				149,500	638	1,030	
DNAexus, Inc.	Equity	3/21/2014	Preferred Series C	51,948	97	7	
Docker, Inc.	Equity	11/29/2018	Common Stock	20,000	4,284	180	
Druva Holdings, Inc.	Equity	10/22/2015	Preferred Series 2	458,841	1,000	2,544	
	Equity	8/24/2017	Preferred Series 3	93,620	300	545	
Total Druva Holdings, Inc.				552,461	1,300	3,089	
HighRoads, Inc.	Equity	1/18/2013	Common Stock	190	307	—	
Leapwork ApS	Equity	8/25/2023	Preferred Series B2	183,073	250	162	(5),(10)
Lightbend, Inc.	Equity	12/4/2020	Common Stock	38,461	265	18	
Nextdoor.com, Inc.	Equity	8/1/2018	Common Stock	1,019,255	4,854	2,834	(4)
Palantir Technologies	Equity	9/23/2020	Common Stock	400,000	2,445	10,132	(4)
SingleStore, Inc.	Equity	11/25/2020	Preferred Series E	580,983	2,000	1,746	
	Equity	8/12/2021	Preferred Series F	52,956	280	196	
Total SingleStore, Inc.				633,939	2,280	1,942	
Sirion Labs, Inc.	Equity	6/30/2024	Preferred Series F1	152,250	1,791	1,791	(5),(10)
Verana Health, Inc.	Equity	7/8/2021	Preferred Series E	952,562	2,000	302	
<b>Subtotal: Software (1.33%)*</b>					<b>23,968</b>	<b>24,688</b>	
<b>Space Technologies</b>							
Planet Labs, Inc.	Equity	6/21/2019	Common Stock	547,880	615	1,019	(4)
<b>Subtotal: Space Technologies (0.05%)*</b>					<b>615</b>	<b>1,019</b>	
<b>Sustainable and Renewable Technology</b>							
Fulcrum Bioenergy, Inc.	Equity	9/13/2012	Preferred Series C-1	187,265	711	—	
Impossible Foods, Inc.	Equity	5/10/2019	Preferred Series E-1	188,611	2,000	270	
Modumetal, Inc.	Equity	6/1/2015	Common Stock	1,035	500	—	
NantEnergy, LLC	Equity	8/31/2013	Common Units	59,665	102	—	
Pineapple Energy LLC	Equity	12/10/2020	Common Stock	20,299	3,153	28	(4)

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Pivot Bio, Inc.	Equity	6/28/2021	Preferred Series D	593,080	\$ 4,500	\$ 2,171	
<b>Subtotal: Sustainable and Renewable Technology (0.13%)*</b>					<b>10,966</b>	<b>2,469</b>	
<b>Total: Equity Investments (7.55%)*</b>					<b>\$ 161,786</b>	<b>\$ 140,251</b>	
<b>Warrant Investments</b>							
<b>Biotechnology Tools</b>							
Alamar Biosciences, Inc.	Warrant	6/21/2022	Preferred Series B	46,197	\$ 36	\$ 76	
PathAI, Inc.	Warrant	12/23/2022	Common Stock	53,418	460	96	(12)
<b>Subtotal: Biotechnology Tools (0.01%)*</b>					<b>496</b>	<b>172</b>	
<b>Communications &amp; Networking</b>							
Aryaka Networks, Inc.	Warrant	6/28/2022	Common Stock	229,611	123	102	(12)
<b>Subtotal: Communications &amp; Networking (0.01%)*</b>					<b>123</b>	<b>102</b>	
<b>Consumer &amp; Business Products</b>							
Gadget Guard, LLC	Warrant	6/3/2014	Common Stock	1,662,441	228	—	
The Neat Company	Warrant	8/13/2014	Common Stock	54,054	365	—	
Whoop, Inc.	Warrant	6/27/2018	Preferred Series C	686,270	18	306	
<b>Subtotal: Consumer &amp; Business Products (0.02%)*</b>					<b>611</b>	<b>306</b>	
<b>Consumer &amp; Business Services</b>							
Carwow LTD	Warrant	12/14/2021	Common Stock	174,163	164	57	(5)(10)
	Warrant	2/13/2024	Preferred Series D-4	109,257	20	11	(5)(10)
Total Carwow LTD				283,420	184	68	
Houzz, Inc.	Warrant	10/29/2019	Common Stock	529,661	20	—	
Landing Holdings Inc.	Warrant	3/12/2021	Common Stock	11,806	116	302	(15)
Lendio, Inc.	Warrant	3/29/2019	Preferred Series D	127,032	39	20	
Plentific Ltd	Warrant	10/3/2023	Ordinary Shares	27,298	60	42	(5)(10)
Provi	Warrant	12/22/2022	Common Stock	117,042	166	88	(15)
Rhino Labs, Inc.	Warrant	3/12/2021	Common Stock	13,106	470	—	(15)
SeatGeek, Inc.	Warrant	6/12/2019	Common Stock	1,379,761	842	2,039	(16)
Skyword, Inc.	Warrant	11/14/2022	Common Stock	1,607,143	57	54	
	Warrant	8/23/2019	Preferred Series B	444,444	83	5	
Total Skyword, Inc.				2,051,587	140	59	
Snagajob.com, Inc.	Warrant	4/20/2020	Common Stock	600,000	16	—	
	Warrant	6/30/2016	Preferred Series A	1,800,000	782	—	
	Warrant	8/1/2018	Preferred Series B	1,211,537	62	—	
Total Snagajob.com, Inc.				3,611,537	860	—	
Thumbtack, Inc.	Warrant	5/1/2018	Common Stock	343,497	985	610	(12)
Veem, Inc.	Warrant	3/31/2022	Common Stock	98,428	126	8	(12)

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Worldremit Group Limited	Warrant	2/11/2021	Preferred Series D	77,215	\$ 129	\$ 104	(5)(10)(12)
	Warrant	8/27/2021	Preferred Series E	1,868	26	—	(5)(10)
Total Worldremit Group Limited				79,083	155	104	
<b>Subtotal: Consumer &amp; Business Services (0.18%)*</b>					<b>4,163</b>	<b>3,340</b>	
<b>Diversified Financial Services</b>							
Next Insurance, Inc.	Warrant	2/3/2023	Common Stock	522,930	214	521	
<b>Subtotal: Diversified Financial Services (0.03%)*</b>					<b>214</b>	<b>521</b>	
<b>Drug Delivery</b>							
BioQ Pharma Incorporated	Warrant	10/27/2014	Common Stock	459,183	2	—	
PDS Biotechnology Corporation	Warrant	8/28/2014	Common Stock	3,929	390	—	(4)
<b>Subtotal: Drug Delivery (0.00%)*</b>					<b>392</b>	<b>—</b>	
<b>Drug Discovery &amp; Development</b>							
Akero Therapeutics, Inc.	Warrant	6/15/2022	Common Stock	32,128	330	454	(4)(10)
AmplifyBio, LLC	Warrant	12/27/2022	Class A Units	69,239	238	156	(15)
Axsome Therapeutics, Inc.	Warrant	9/25/2020	Common Stock	61,004	1,290	1,535	(4)(10)(12)(16)
bluebird bio, Inc.	Warrant	3/15/2024	Common Stock	2,224,137	1,744	1,079	(4)
Cellarity, Inc.	Warrant	12/8/2021	Preferred Series B	100,000	287	152	(15)
Century Therapeutics, Inc.	Warrant	9/14/2020	Common Stock	16,112	37	—	(4)
COMPASS Pathways plc	Warrant	6/30/2023	Ordinary Shares	75,376	278	150	(4)(5)(10)
Curevo, Inc.	Warrant	6/9/2023	Common Stock	95,221	233	308	(15)
Dermavant Sciences Ltd.	Warrant	5/31/2019	Common Stock	223,642	101	6	(5)(10)
enGene, Inc.	Warrant	12/22/2023	Common Stock	43,689	118	188	(4)(5)(10)
Fresh Tracks Therapeutics, Inc.	Warrant	2/18/2016	Common Stock	201	119	—	(4)
Heron Therapeutics, Inc.	Warrant	8/9/2023	Common Stock	238,095	228	494	(4)(15)
Kineta, Inc.	Warrant	12/20/2019	Common Stock	2,202	110	—	(4)
Kura Oncology, Inc.	Warrant	11/2/2022	Common Stock	14,342	88	107	(4)(10)(15)
Madrigal Pharmaceutical, Inc.	Warrant	5/9/2022	Common Stock	13,229	570	2,209	(4)(10)
Phathom Pharmaceuticals, Inc.	Warrant	9/17/2021	Common Stock	64,687	848	50	(4)(10)(12)(15)(16)
Redshift Bioanalytics, Inc.	Warrant	3/23/2022	Preferred Series E	475,510	20	22	(15)
Scynexis, Inc.	Warrant	5/14/2021	Common Stock	106,035	296	11	(4)
SynOx Therapeutics Limited	Warrant	4/18/2024	Preferred Series B	251,195	83	83	(5)(10)
TG Therapeutics, Inc.	Warrant	2/28/2019	Common Stock	264,226	1,284	2,629	(4)(10)(12)
Valo Health, LLC	Warrant	6/15/2020	Common Units	102,216	256	134	
X4 Pharmaceuticals, Inc.	Warrant	3/18/2019	Common Stock	1,392,787	510	122	(4)
<b>Subtotal: Drug Discovery &amp; Development (0.53%)*</b>					<b>9,068</b>	<b>9,889</b>	
<b>Electronics &amp; Computer Hardware</b>							
908 Devices, Inc.	Warrant	3/15/2017	Common Stock	49,078	101	31	(4)
Locus Robotics Corp.	Warrant	6/21/2022	Common Stock	8,503	34	44	

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Portfolio Company	Type of Investment	Acquisition Date <sup>(4)</sup>	Series <sup>(3)</sup>	Shares	Cost <sup>(2)</sup>	Value	Footnotes
Skydio, Inc.	Warrant	11/8/2021	Common Stock	622,255	\$ 557	\$ 156	
<b>Subtotal: Electronics &amp; Computer Hardware (0.01%)*</b>					<b>692</b>	<b>231</b>	
<b>Healthcare Services, Other</b>							
Curana Health Holdings, LLC	Warrant	1/4/2024	Common Units	447,410	156	381	
Modern Life, Inc.	Warrant	3/30/2023	Common Stock	52,665	210	161	
NeueHealth, Inc.	Warrant	6/21/2024	Common Stock	185,625	716	756	<sup>(4)</sup>
Recover Together, Inc.	Warrant	7/3/2023	Common Stock	194,830	382	120	
Strive Health Holdings, LLC	Warrant	9/28/2023	Common Units	51,760	83	100	<sup>(15)</sup>
Vida Health, Inc.	Warrant	3/28/2022	Common Stock	192,431	121	—	
<b>Subtotal: Healthcare Services, Other (0.08%)*</b>					<b>1,668</b>	<b>1,518</b>	
<b>Information Services</b>							
INMOBI Inc.	Warrant	11/19/2014	Common Stock	149,165	82	—	<sup>(5)(10)</sup>
NetBase Quid, Inc. (p.k.a NetBase Solutions)	Warrant	8/22/2017	Preferred Series 1	60,000	356	—	
Signal Media Limited	Warrant	6/29/2022	Common Stock	129,638	57	31	<sup>(5)(10)</sup>
<b>Subtotal: Information Services (0.00%)*</b>					<b>495</b>	<b>31</b>	
<b>Manufacturing Technology</b>							
Bright Machines, Inc.	Warrant	3/31/2022	Common Stock	392,308	537	923	
MacroFab, Inc.	Warrant	3/23/2022	Common Stock	1,111,111	528	154	
<b>Subtotal: Manufacturing Technology (0.06%)*</b>					<b>1,065</b>	<b>1,077</b>	
<b>Media/Content/Info</b>							
Fever Labs, Inc.	Warrant	12/30/2022	Preferred Series E-1	369,370	67	94	
<b>Subtotal: Media/Content/Info (0.01%)*</b>					<b>67</b>	<b>94</b>	
<b>Medical Devices &amp; Equipment</b>							
Intuity Medical, Inc.	Warrant	12/29/2017	Preferred Series B-1	3,076,323	294	—	
Outset Medical, Inc.	Warrant	9/27/2013	Common Stock	62,794	401	43	<sup>(4)</sup>
Senseonics Holdings, Inc.	Warrant	9/8/2023	Common Stock	1,032,718	277	135	<sup>(4)</sup>
Sight Sciences, Inc.	Warrant	1/22/2024	Common Stock	94,980	327	366	<sup>(4)</sup>
Tela Bio, Inc.	Warrant	3/31/2017	Common Stock	15,712	61	—	<sup>(4)</sup>
<b>Subtotal: Medical Devices &amp; Equipment (0.03%)*</b>					<b>1,360</b>	<b>544</b>	
<b>Semiconductors</b>							
Achronix Semiconductor Corporation	Warrant	6/26/2015	Preferred Series D-2	750,000	99	612	
<b>Subtotal: Semiconductors (0.03%)*</b>					<b>99</b>	<b>612</b>	
<b>Software</b>							
Aria Systems, Inc.	Warrant	5/22/2015	Preferred Series G	231,535	74	—	
Automation Anywhere, Inc.	Warrant	9/23/2022	Common Stock	254,778	449	350	
Bitsight Technologies, Inc.	Warrant	11/18/2020	Common Stock	29,691	284	490	
Brain Corporation	Warrant	10/4/2021	Common Stock	194,629	165	47	<sup>(15)</sup>

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CloudBolt Software, Inc.	Warrant	9/30/2020	Common Stock	211,342	\$ 117	\$ 10	
Cloudian, Inc.	Warrant	11/6/2018	Common Stock	477,454	71	—	
Cloudpay, Inc.	Warrant	4/10/2018	Preferred Series B	6,763	54	1,137	(5)(10)
Couchbase, Inc.	Warrant	4/25/2019	Common Stock	105,350	462	896	(4)
Cutover, Inc.	Warrant	9/21/2022	Common Stock	102,898	26	57	(5)(10)(12)
Dashlane, Inc.	Warrant	3/11/2019	Common Stock	770,838	461	890	
Demandbase, Inc.	Warrant	8/2/2021	Common Stock	727,047	545	286	
Dragos, Inc.	Warrant	6/28/2023	Common Stock	49,309	1,452	852	
DroneDeploy, Inc.	Warrant	6/30/2022	Common Stock	95,911	278	324	
Earnix, Inc.	Warrant	6/6/2024	Common Stock	20,762	220	234	
Elation Health, Inc.	Warrant	9/12/2022	Common Stock	362,837	583	180	
First Insight, Inc.	Warrant	5/10/2018	Preferred Series B	75,917	96	62	
Fulfil Solutions, Inc.	Warrant	7/29/2022	Common Stock	84,995	325	244	
Harness, Inc.	Warrant	3/12/2024	Common Stock	193,618	534	760	
Kore.ai, Inc.	Warrant	3/31/2023	Preferred Series C	64,293	208	217	
Leapwork ApS	Warrant	1/23/2023	Common Stock	39,948	16	23	(5)(10)(12)
Lightbend, Inc.	Warrant	2/14/2018	Preferred Series LB-2	86,984	131	17	
Mixpanel, Inc.	Warrant	9/30/2020	Common Stock	82,362	252	210	
Pindrop Security, Inc.	Warrant	6/26/2024	Common Stock	134,542	494	537	(15)
Reltio, Inc.	Warrant	6/30/2020	Common Stock	69,120	215	635	
Semperis Technologies Inc.	Warrant	4/23/2024	Common Stock	72,122	115	127	
Simon Data, Inc.	Warrant	3/22/2023	Common Stock	77,934	96	59	(12)
SingleStore, Inc.	Warrant	4/28/2020	Preferred Series D	312,596	103	412	
Sisense Ltd.	Warrant	6/8/2023	Ordinary Shares	321,956	174	85	(5)(10)
Suzu, Inc.	Warrant	8/24/2023	Common Stock	292,936	367	234	(15)
Tipalti Solutions Ltd.	Warrant	3/22/2023	Ordinary Shares	509,753	359	374	(5)(10)
VideoAmp, Inc.	Warrant	1/21/2022	Common Stock	152,048	1,275	382	(15)
<b>Subtotal: Software (0.55%)*</b>					<b>10,001</b>	<b>10,131</b>	
<b>Space Technologies</b>							
Capella Space Corp.	Warrant	10/21/2021	Common Stock	176,200	207	14	(15)
<b>Subtotal: Space Technologies (0.00%)*</b>					<b>207</b>	<b>14</b>	
<b>Sustainable and Renewable Technology</b>							
Ampion, PBC	Warrant	4/15/2022	Common Stock	18,472	52	49	
Electric Hydrogen Co.	Warrant	3/27/2024	Common Stock	197,294	440	291	(15)
Halio, Inc.	Warrant	4/7/2015	Common Stock	144,914	63	—	
Polyera Corporation	Warrant	3/24/2015	Preferred Series C	150,036	269	—	
<b>Subtotal: Sustainable and Renewable Technology (0.02%)*</b>					<b>824</b>	<b>340</b>	
<b>Total: Warrant Investments (1.56%)*</b>					<b>\$ 31,545</b>	<b>\$ 28,922</b>	

See notes to consolidated financial statements

**HERCULES CAPITAL, INC.**  
**CONSOLIDATED SCHEDULE OF INVESTMENTS**  
**June 30, 2024 (unaudited)**  
**(dollars in thousands)**

Portfolio Company	Type of Investment	Acquisition Date <sup>(4)</sup>	Series <sup>(3)</sup>	Shares	Cost <sup>(2)</sup>	Value	Footnotes
<b>Total Investments in Securities (191.84%)*</b>					<b>\$ 3,604,181</b>	<b>\$ 3,561,682</b>	
<b>Investment Funds &amp; Vehicles Investments</b>							
<b>Drug Discovery &amp; Development</b>							
Forbion Growth Opportunities Fund I C.V.	Investment Funds & Vehicles	11/16/2020			\$ 3,783	\$ 5,439	(5)(10)(17)
Forbion Growth Opportunities Fund II C.V.	Investment Funds & Vehicles	6/23/2022			773	1,023	(5)(10)(17)
<b>Subtotal: Drug Discovery &amp; Development (0.35%)*</b>					<b>4,556</b>	<b>6,462</b>	
<b>Software</b>							
Liberty Zim Co-Invest L.P.	Investment Funds & Vehicles	7/21/2022			381	395	(5)(10)
<b>Subtotal: Software (0.02%)*</b>					<b>381</b>	<b>395</b>	
<b>Total: Investment Funds &amp; Vehicles Investments (0.37%)*</b>					<b>\$ 4,937</b>	<b>\$ 6,857</b>	
<b>Total Investments (192.21%)*</b>					<b>\$ 3,609,118</b>	<b>\$ 3,568,539</b>	
<b>Foreign Currency Forward Contracts</b>							
Foreign Currency	Settlement Date	Counterparty	Amount	Transaction	US \$ Value at Settlement Date		Value
Great British Pound (GBP)	6/3/2025	Goldman Sachs Bank USA	£ 20,511	Sold	\$ 26,178	\$ 188	
<b>Total Foreign Currency Forward (0.01%)*</b>					<b>\$ 26,178</b>	<b>\$ 188</b>	

- \* Value as a percent of net assets. All amounts are stated in U.S. Dollars unless otherwise noted. The Company uses the Standard Industrial Code for classifying the industry grouping of its portfolio companies.
- (1) Interest rate PRIME represents 8.50% as of June 30, 2024. 1-month SOFR, 3-month SOFR and 6-month SOFR represent 5.34%, 5.32%, and 5.25%, respectively, as of June 30, 2024.
- (2) Gross unrealized appreciation, gross unrealized depreciation, and net unrealized depreciation for federal income tax purposes totaled \$119.0 million, \$158.6 million and \$39.6 million, respectively. The tax cost of investments is \$3.6 billion.
- (3) Preferred and common stock, warrants, and equity interest are generally non-income producing.
- (4) Except for warrants in 23 publicly traded companies and common stock in 33 publicly traded companies, all investments are restricted as of June 30, 2024 and were valued at fair value using Level 3 significant unobservable inputs as determined in good faith by the Company's valuation committee (the "Valuation Committee") and approved by the board of directors (the "Board").
- (5) Non-U.S. company or the company's principal place of business is outside the United States.
- (6) [Reserved]
- (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 as of June 30, 2024, and is therefore considered non-income producing.
- (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 is pledged as collateral under the SMBC Facility (as defined in "Note 5 — Debt").
- (12) Denotes that all or a portion of the investment is pledged as collateral under the MUFG Bank Facility (as defined in "Note 5 — Debt").
- (13) Denotes that all or a portion of the debt investment secures the 2031 Asset-Backed Notes (as defined in "Note 5 — Debt").
- (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 Capital IV, L.P., the Company's wholly owned small business investment company.
- (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 net assets as of June 30, 2024.
- (17) Denotes that there is an unfunded contractual commitment available at the request of this portfolio company as of June 30, 2024 (Refer to "Note 11 - Commitments and Contingencies").

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**HERCULES CAPITAL, INC.**  
**CONSOLIDATED SCHEDULE OF INVESTMENTS**  
**June 30, 2024 (unaudited)**  
**(dollars in thousands)**

- (18) Denotes unitranche debt with first lien “last-out” senior secured position and security interest in all assets of the portfolio company whereby the “last-out” portion will be subordinated to the “first-out” portion in a liquidation, sale or other disposition.
- (19) Denotes second lien senior secured debt.
- (20) Gibraltar Acquisition LLC is a wholly-owned subsidiary, which is the holding company for their wholly-owned affiliated portfolio companies, Gibraltar Business Capital, LLC and Gibraltar Equipment Finance, LLC.
- (21) Denotes investment in a non-voting security in the form of a promissory note. The terms of the notes provide the Company with a lien on the issuers' shares of Common Stock for Black Crow AI, Inc., subject to release upon repayment of the outstanding balance of the notes. As of June 30, 2024, the Black Crow AI, Inc. affiliates promissory notes had an outstanding balance of \$2.4 million.
- (22) Denotes the security holds rights to royalty fee income associated with certain products of the portfolio company. The approximate cost and fair value of the royalty contract are \$12.0 million and \$10.5 million, respectively.
- (23) Hercules Adviser LLC is owned by Hercules Capital Management LLC and presented with Hercules Partner Holdings, LLC which are both wholly owned by the Company. Please refer to “Note 1” for additional disclosure.



**HERCULES CAPITAL, INC.**  
**CONSOLIDATED SCHEDULE OF INVESTMENTS**  
**December 31, 2023**  
**(dollars in thousands)**

Portfolio Company	Type of Investment	Maturity Date	Interest Rate and Floor <sup>(1)</sup>	Principal Amount	Cost <sup>(2)</sup>	Value	Footnotes
<b>Debt Investments</b>							
<b>Biotechnology Tools</b>							
Alamar Biosciences, Inc.	Senior Secured	June 2026	Prime + 3.00%, Floor rate 6.50%, PIK Interest 1.00%, 5.95% Exit Fee	\$ 15,049	\$ 15,069	\$ 15,508	(13)(14)
PathAI, Inc.	Senior Secured	January 2027	Prime + 2.15%, Floor rate 9.15%, 9.81% Exit Fee	\$ 32,000	31,941	32,519	(12)
<b>Subtotal: Biotechnology Tools (2.66%)*</b>					<b>47,010</b>	<b>48,027</b>	
<b>Communications &amp; Networking</b>							
Aryaka Networks, Inc.	Senior Secured	July 2026	Prime + 3.25%, Floor rate 6.75%, PIK Interest 1.05%, 3.55% Exit Fee	\$ 25,153	24,943	26,000	(12)(14)(19)
Cytracom Holdings LLC	Senior Secured	February 2025	3-month SOFR + 9.72%, Floor rate 10.62%	\$ 3,267	3,239	3,272	(11)(17)(18)
<b>Subtotal: Communications &amp; Networking (1.62%)*</b>					<b>28,182</b>	<b>29,272</b>	
<b>Consumer &amp; Business Services</b>							
Altumint, Inc.	Senior Secured	December 2027	Prime + 3.65%, Floor rate 12.15%, 2.50% Exit Fee	\$ 10,000	9,905	9,905	(15)(17)
AppDirect, Inc.	Senior Secured	April 2026	Prime + 5.50%, Floor rate 8.75%, 7.12% Exit Fee	\$ 55,790	57,653	59,507	(12)
Carwow LTD	Senior Secured	December 2024	Prime + 4.70%, Floor rate 7.95%, PIK Interest 1.45%, 4.95% Exit Fee	£ 19,146	26,834	25,157	(5)(10)(14)
Houzz, Inc.	Convertible Debt	May 2028	PIK Interest 8.50%	\$ 23,340	23,340	23,244	(9)(14)
Jobandtalent USA, Inc.	Senior Secured	February 2025	1-month SOFR + 8.86%, Floor rate 9.75%, 3.00% Exit Fee	\$ 14,000	14,095	14,259	(5)(10)
Plentific Ltd	Senior Secured	October 2026	Prime + 2.55%, Floor rate 11.05%, 2.95% Exit Fee	\$ 875	853	853	(5)(10)(17)
Provi	Senior Secured	December 2026	Prime + 4.40%, Floor rate 10.65%, 2.95% Exit Fee	\$ 15,000	14,904	15,046	(15)
Rhino Labs, Inc.	Senior Secured	June 2024	Prime + 5.50%, Floor rate 8.75%, PIK Interest 2.25%	\$ 4,710	4,704	4,704	(14)(15)
Riviera Partners LLC	Senior Secured	April 2027	3-month SOFR + 8.26%, Floor rate 9.26%	\$ 36,868	36,339	34,659	(17)(18)
RVShare, LLC	Senior Secured	December 2026	3-month SOFR + 5.50%, Floor rate 6.50%, PIK Interest 4.00%	\$ 28,876	28,404	28,888	(13)(14)(15)
SeatGeek, Inc.	Senior Secured	May 2026	Prime + 7.00%, Floor rate 10.50%, PIK Interest 0.50%, 4.00% Exit Fee	\$ 25,199	25,126	25,869	(11)(14)(16)
	Senior Secured	July 2026	Prime + 2.50%, Floor rate 10.75%, PIK Interest 0.50%, 3.00% Exit Fee	\$ 77,642	77,170	79,119	(12)(14)(16)
Total SeatGeek, Inc.				\$ 102,841	102,296	104,988	
Skyword, Inc.	Senior Secured	November 2026	Prime + 2.75%, Floor rate 9.25%, PIK Interest 1.75%, 3.00% Exit Fee	\$ 9,169	9,189	9,311	(13)(14)
Tectura Corporation	Senior Secured	July 2024	FIXED 8.25%	\$ 8,250	8,250	8,250	(7)
Thumbtack, Inc.	Senior Secured	April 2026	Prime + 4.95%, Floor rate 8.20%, PIK Interest 1.50%, 3.95% Exit Fee	\$ 10,258	10,317	10,639	(12)(14)(17)
Udacity, Inc.	Senior Secured	September 2024	Prime + 4.50%, Floor rate 7.75%, PIK Interest 2.00%, 3.00% Exit Fee	\$ 53,000	53,989	53,130	(12)(14)
Veem, Inc.	Senior Secured	March 2025	Prime + 4.00%, Floor rate 7.25%, PIK Interest 1.25%, 4.50% Exit Fee	\$ 5,107	5,176	5,230	(13)(14)
	Senior Secured	March 2025	Prime + 4.70%, Floor rate 7.95%, PIK Interest 1.50%, 4.50% Exit Fee	\$ 5,110	5,189	5,286	(12)(14)
Total Veem, Inc.				\$ 10,217	10,365	10,516	
Worldremit Group Limited	Senior Secured	February 2025	3-month SOFR + 9.40%, Floor rate 10.25%, 3.20% Exit Fee	\$ 88,250	89,318	89,653	(5)(10)(11)(12)(16)(19)
	Senior Secured	February 2025	1-month SOFR + 9.35%, Floor rate 10.25%, 3.20% Exit Fee	\$ 6,250	6,308	6,344	(5)(10)(16)(19)
Total Worldremit Group Limited				\$ 94,500	95,626	95,997	
<b>Subtotal: Consumer &amp; Business Services (28.24%)*</b>					<b>507,063</b>	<b>509,053</b>	
<b>Diversified Financial Services</b>							
Gibraltar Acquisition, LLC (p.k.a. Gibraltar Business Capital, LLC)	Unsecured	September 2026	FIXED 11.50%	\$ 25,000	24,663	24,663	(7)(20)
	Unsecured	September 2026	FIXED 11.95%	\$ 10,000	9,815	9,815	(7)(20)
Total Gibraltar Acquisition, LLC				\$ 35,000	34,478	34,478	

See notes to consolidated financial statements

**HERCULES CAPITAL, INC.**  
**CONSOLIDATED SCHEDULE OF INVESTMENTS**  
**December 31, 2023**  
**(dollars in thousands)**

Portfolio Company	Type of Investment	Maturity Date	Interest Rate and Floor <sup>(1)</sup>	Principal Amount	Cost <sup>(2)</sup>	Value	Footnotes
Hercules Adviser LLC	Unsecured	June 2025	FIXED 5.00%	\$ 12,000	\$ 12,000	\$ 12,000	(7)(23)
Next Insurance, Inc.	Senior Secured	February 2028	Prime - (1.50%), Floor rate 4.75%, PIK Interest 5.50%	\$ 10,469	10,286	10,618	(14)(17)(19)
<b>Subtotal: Diversified Financial Services (3.17%)*</b>					<b>56,764</b>	<b>57,096</b>	
<b>Drug Discovery &amp; Development</b>							
Akero Therapeutics, Inc.	Senior Secured	January 2027	Prime + 3.65%, Floor rate 7.65%, 5.85% Exit Fee	\$ 12,500	12,525	13,065	(10)(13)(17)
Aldeyra Therapeutics, Inc.	Senior Secured	October 2024	Prime + 3.10%, Floor rate 8.60%, 8.90% Exit Fee	\$ 15,000	15,152	15,152	(11)
Alladapt Immunotherapeutics Inc.	Senior Secured	September 2026	Prime + 3.65%, Floor rate 8.40%, Cap rate 10.90%, 5.30% Exit Fee	\$ 35,000	35,173	36,855	(13)
AmplifyBio, LLC	Senior Secured	January 2027	Prime + 2.50%, Floor rate 9.50%, Cap rate 10.75%, 5.85% Exit Fee	\$ 24,000	24,120	24,514	(15)
ATAI Life Sciences N.V.	Senior Secured	August 2026	Prime + 4.55%, Floor rate 8.55%, 6.95% Exit Fee	\$ 10,500	10,695	10,904	(5)(10)
Axsome Therapeutics, Inc.	Senior Secured	January 2028	Prime + 2.20%, Floor rate 9.95%, Cap rate 10.70%, 5.78% Exit Fee	\$ 143,350	143,646	150,255	(10)(11)(12)(16)
Bicycle Therapeutics PLC	Senior Secured	July 2025	Prime + 4.55%, Floor rate 8.05%, Cap rate 9.05%, 5.00% Exit Fee	\$ 11,500	11,880	11,783	(5)(10)(11)(12)
BiomX, INC	Senior Secured	September 2025	Prime + 5.70%, Floor rate 8.95%, 6.55% Exit Fee	\$ 6,448	6,807	6,790	(5)(10)(11)
Braeburn, Inc.	Senior Secured	October 2028	Prime + 2.45%, Floor rate 10.95%, PIK Interest 1.10%, 5.45% Exit Fee	\$ 52,601	52,185	52,185	(14)
BridgeBio Pharma, Inc.	Senior Secured	November 2026	FIXED 9.00%, 2.00% Exit Fee	\$ 38,167	38,124	35,498	(12)(13)(14)
Cellarity, Inc.	Senior Secured	June 2026	Prime + 5.70%, Floor rate 8.95%, 3.75% Exit Fee	\$ 29,193	29,482	30,051	(13)(15)
COMPASS Pathways plc	Senior Secured	July 2027	Prime + 1.50%, Floor rate 9.75%, PIK Interest 1.40%, 4.75% Exit Fee	\$ 24,144	23,798	24,601	(5)(10)(14)
Corium, Inc.	Senior Secured	September 2026	Prime + 5.70%, Floor rate 8.95%, 7.75% Exit Fee	\$ 105,225	107,667	108,545	(13)(16)
Curevo, Inc.	Senior Secured	June 2027	Prime + 1.70%, Floor rate 9.70%, 6.95% Exit Fee	\$ 10,000	9,821	10,076	(15)
Eloxx Pharmaceuticals, Inc.	Senior Secured	April 2025	Prime + 6.25%, Floor rate 9.50%, 6.55% Exit Fee	\$ 3,099	3,789	3,731	(15)
enGene, Inc.	Senior Secured	January 2028	Prime + 0.75%, Floor rate 9.25%, Cap rate 9.75%, PIK Interest 1.15%, 5.50% Exit Fee	\$ 15,750	15,550	15,550	(5)(10)
G1 Therapeutics, Inc.	Senior Secured	November 2026	Prime + 5.65%, Floor rate 9.15%, 11.41% Exit Fee	\$ 38,750	39,679	40,421	(11)(12)(15)
Geron Corporation	Senior Secured	April 2025	Prime + 4.50%, Floor rate 9.00%, 6.55% Exit Fee	\$ 30,200	31,005	31,210	(10)(12)(13)
Gritstone Bio, Inc.	Senior Secured	July 2027	Prime + 3.15%, Floor rate 7.15%, Cap rate 8.65%, PIK Interest 2.00%, 5.75% Exit Fee	\$ 30,532	30,717	30,909	(13)(14)
Heron Therapeutics, Inc.	Senior Secured	February 2026	Prime + 1.70%, Floor rate 9.95%, PIK Interest 1.50%, 3.00% Exit Fee	\$ 20,095	19,788	19,788	(14)(15)(17)
Hibercell, Inc.	Senior Secured	May 2025	Prime + 5.40%, Floor rate 8.65%, 4.95% Exit Fee	\$ 12,535	13,117	13,181	(13)(15)
HilleVax, Inc.	Senior Secured	May 2027	Prime + 1.05%, Floor rate 4.55%, Cap rate 6.05%, PIK Interest 2.85%, 7.15% Exit Fee	\$ 20,524	20,685	20,335	(14)(15)
Kura Oncology, Inc.	Senior Secured	November 2027	Prime + 2.40%, Floor rate 8.65%, 15.13% Exit Fee	\$ 5,500	5,532	5,752	(10)(15)(17)
Locus Biosciences, Inc.	Senior Secured	July 2025	Prime + 6.10%, Floor rate 9.35%, 4.95% Exit Fee	\$ 5,399	5,651	5,686	(15)
Madrigal Pharmaceutical, Inc.	Senior Secured	May 2026	Prime + 2.45%, Floor rate 8.25%, 5.35% Exit Fee	\$ 78,200	78,728	81,945	(10)
Phathom Pharmaceuticals, Inc.	Senior Secured	December 2027	Prime + 1.35%, Floor rate 9.85%, PIK Interest 2.15%, 7.29% Exit Fee	\$ 129,699	130,934	128,326	(10)(12)(14)(15)(16)(17)(22)
Redshift Bioanalytics, Inc.	Senior Secured	January 2026	Prime + 4.25%, Floor rate 7.50%, 3.80% Exit Fee	\$ 5,000	5,047	5,119	(15)
Replimune Group, Inc.	Senior Secured	October 2027	Prime + 1.75%, Floor rate 7.25%, Cap rate 9.00%, PIK Interest 1.50%, 4.95% Exit Fee	\$ 31,416	31,450	32,702	(10)(12)(14)
Tarsus Pharmaceuticals, Inc.	Senior Secured	February 2027	Prime + 4.45%, Floor rate 8.45%, Cap rate 11.45%, 4.75% Exit Fee	\$ 12,375	12,488	12,916	(10)(13)(17)
TG Therapeutics, Inc.	Senior Secured	January 2026	Prime + 1.20%, Floor rate 8.95%, PIK Interest 2.25%, 5.69% Exit Fee	\$ 65,770	66,439	67,610	(10)(11)(12)(14)

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**(dollars in thousands)**

Portfolio Company	Type of Investment	Maturity Date	Interest Rate and Floor <sup>(1)</sup>	Principal Amount	Cost <sup>(2)</sup>	Value	Footnotes
uniQure B.V.	Senior Secured	January 2027	Prime + 4.70%, Floor rate 7.95%, 6.10% Exit Fee	\$ 70,000	\$ 71,157	\$ 73,318	(5)(10)(11)(12)
Valo Health, LLC	Senior Secured	May 2024	Prime + 6.45%, Floor rate 9.70%, 3.85% Exit Fee	\$ 2,396	2,808	2,808	(11)(13)
Verona Pharma, Inc.	Senior Secured	December 2028	1-month SOFR + 5.85%, Floor rate 11.19%, Cap rate 13.19%, 3.50% Exit Fee	\$ 15,750	15,646	15,646	(5)(10)
Viridian Therapeutics, Inc.	Senior Secured	October 2026	Prime + 4.20%, Floor rate 7.45%, Cap rate 8.95%, 6.00% Exit Fee	\$ 8,000	8,057	8,023	(10)(13)
X4 Pharmaceuticals, Inc.	Senior Secured	October 2026	Prime + 3.15%, Floor rate 10.15%, 3.80% Exit Fee	\$ 55,000	54,680	55,417	(11)(12)(13)
<b>Subtotal: Drug Discovery &amp; Development (66.60%)*</b>					<b>1,184,022</b>	<b>1,200,667</b>	
<b>Electronics &amp; Computer Hardware</b>							
Locus Robotics Corp.	Senior Secured	June 2026	Prime + 4.50%, Floor rate 8.00%, 4.00% Exit Fee	\$ 18,281	18,348	18,982	(19)
<b>Subtotal: Electronics &amp; Computer Hardware (1.05%)*</b>					<b>18,348</b>	<b>18,982</b>	
<b>Healthcare Services, Other</b>							
Better Therapeutics, Inc.	Senior Secured	August 2025	Prime + 5.70%, Floor rate 8.95%, 5.95% Exit Fee	\$ 10,865	11,285	8,455	(15)
Blue Sprig Pediatrics, Inc.	Senior Secured	November 2026	1-month SOFR + 5.11%, Floor rate 6.00%, PIK Interest 4.45%	\$ 69,032	68,277	68,393	(11)(13)(14)
Carbon Health Technologies, Inc.	Senior Secured	March 2025	Prime + 5.60%, Floor rate 8.85%, 4.61% Exit Fee	\$ 46,125	47,193	46,242	(11)(13)
Equality Health, LLC	Senior Secured	February 2026	Prime + 6.25%, Floor rate 9.50%, PIK Interest 1.55%	\$ 54,425	54,142	54,697	(11)(12)(14)
Main Street Rural, Inc.	Senior Secured	July 2027	Prime + 1.95%, Floor rate 9.95%, 6.85% Exit Fee	\$ 24,500	24,476	24,929	(15)(17)
Modern Life, Inc.	Senior Secured	February 2027	Prime + 2.75%, Floor rate 8.75%, 5.00% Exit Fee	\$ 13,000	12,888	13,111	(13)(17)
Recover Together, Inc.	Senior Secured	July 2027	Prime + 1.90%, Floor rate 10.15%, 7.50% Exit Fee	\$ 35,000	34,683	34,683	
Strive Health Holdings, LLC	Senior Secured	September 2027	Prime + 0.70%, Floor rate 9.20%, 5.95% Exit Fee	\$ 12,000	11,868	11,868	(15)
Vida Health, Inc.	Senior Secured	March 2026	9.20% + Lower of (Prime - 3.25%) or 1.00%, Floor rate 9.20%, Cap rate 10.20%, 4.95% Exit Fee	\$ 36,500	36,352	36,145	(11)
<b>Subtotal: Healthcare Services, Other (16.56%)*</b>					<b>301,164</b>	<b>298,523</b>	
<b>Information Services</b>							
Capella Space Corp.	Senior Secured	November 2025	Prime + 5.00%, Floor rate 8.25%, PIK Interest 1.10%, 7.00% Exit Fee	\$ 20,477	21,166	21,351	(14)(15)
Checkr Group, Inc.	Senior Secured	August 2028	Prime + 1.45%, Floor rate 8.00%, PIK Interest 2.00%, 2.75% Exit Fee	\$ 47,621	47,460	49,382	(14)(17)
Saama Technologies, LLC	Senior Secured	July 2027	Prime + 0.70%, Floor rate 8.95%, PIK Interest 2.00%, 2.95% Exit Fee	\$ 11,725	11,627	11,876	(14)(17)
Signal Media Limited	Senior Secured	June 2025	Prime + 5.50%, Floor rate 9.00%, Cap rate 12.00%, 3.45% Exit Fee	\$ 5,400	5,364	5,392	(5)(10)
Yipit, LLC	Senior Secured	September 2026	1-month SOFR + 8.45%, Floor rate 9.35%	\$ 31,875	31,482	31,875	(17)(18)
<b>Subtotal: Information Services (6.65%)*</b>					<b>117,099</b>	<b>119,876</b>	
<b>Manufacturing Technology</b>							
Bright Machines, Inc.	Senior Secured	May 2025	Prime + 4.00%, Floor rate 9.50%, 5.00% Exit Fee	\$ 7,827	8,064	8,006	(13)
<b>Subtotal: Manufacturing Technology (0.44%)*</b>					<b>8,064</b>	<b>8,006</b>	
<b>Media/Content/Info</b>							
Fever Labs, Inc.	Senior Secured	September 2026	Prime + 3.50%, Floor rate 9.00%, 4.00% Exit Fee	\$ 6,667	6,672	6,768	(19)
	Senior Secured	September 2025	Prime + 3.50%, Floor rate 9.00%, 3.00% Exit Fee	\$ 1,167	1,178	1,188	(19)
	Senior Secured	December 2025	Prime + 3.50%, Floor rate 9.00%, 3.00% Exit Fee	\$ 1,333	1,342	1,351	(19)
	Senior Secured	March 2026	Prime + 3.50%, Floor rate 9.00%, 3.00% Exit Fee	\$ 1,500	1,501	1,509	(19)

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**HERCULES CAPITAL, INC.**  
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**(dollars in thousands)**

Portfolio Company	Type of Investment	Maturity Date	Interest Rate and Floor <sup>(1)</sup>	Principal Amount	Cost <sup>(2)</sup>	Value	Footnotes
	Senior Secured	June 2026	Prime + 3.50%, Floor rate 9.00%, 3.00% Exit Fee	\$ 1,667	\$ 1,647	\$ 1,653	(19)
Total Fever Labs, Inc.				\$ 12,334	12,340	12,469	
<b>Subtotal: Media/Content/Info (0.69%)*</b>					<b>12,340</b>	<b>12,469</b>	
<b>Medical Devices &amp; Equipment</b>							
Senseonics Holdings, Inc.	Senior Secured	September 2027	Prime + 1.40%, Floor rate 9.90%, 6.95% Exit Fee	\$ 21,875	21,572	21,572	(17)
<b>Subtotal: Medical Devices &amp; Equipment (1.20%)*</b>					<b>21,572</b>	<b>21,572</b>	
<b>Software</b>							
3GTMS, LLC	Senior Secured	February 2025	3-month SOFR + 9.70%, Floor rate 10.60%	\$ 13,110	13,029	13,103	(11)(17)(18)
	Senior Secured	February 2025	3-month SOFR + 6.88%, Floor rate 7.78%	\$ 1,990	1,988	1,986	(17)(18)
Total 3GTMS, LLC				\$ 15,100	15,017	15,089	
Agilence, Inc.	Senior Secured	October 2026	1-month BSBY + 9.00%, Floor rate 10.00%	\$ 9,212	9,040	9,212	(12)(17)(18)
Alchemer LLC	Senior Secured	May 2028	1-month SOFR + 8.14%, Floor rate 9.14%	\$ 20,908	20,508	21,297	(13)(17)(18)
Allvue Systems, LLC	Senior Secured	September 2029	6-month SOFR + 7.25%, Floor rate 8.25%	\$ 36,410	35,530	35,530	(17)
Annex Cloud	Senior Secured	February 2027	1-month BSBY + 9.41%, Floor rate 10.41%	\$ 9,823	9,649	9,761	(13)(17)
Automation Anywhere, Inc.	Senior Secured	September 2027	Prime + 4.25%, Floor rate 9.00%, 4.50% Exit Fee	\$ 19,600	19,345	20,269	(11)(17)(19)
Babel Street	Senior Secured	December 2027	3-month SOFR + 7.89%, Floor rate 8.89%	\$ 45,000	43,983	44,928	(15)(17)(18)
Brain Corporation	Senior Secured	April 2026	Prime + 3.70%, Floor rate 9.20%, PIK Interest 1.00%, 3.95% Exit Fee	\$ 30,415	30,678	30,989	(13)(14)(15)(17)
Campaign Monitor Limited	Senior Secured	November 2025	3-month SOFR + 9.05%, Floor rate 9.90%	\$ 33,000	32,706	33,000	(13)(19)
Catchpoint Systems, Inc.	Senior Secured	November 2025	3-month SOFR + 9.41%, Floor rate 11.81%	\$ 10,073	9,931	9,940	(18)
Ceros, Inc.	Senior Secured	September 2026	6-month SOFR + 8.99%, Floor rate 9.89%	\$ 22,867	22,498	23,075	(17)(18)
Constructor.io Corporation	Senior Secured	July 2027	1-month SOFR + 8.44%, Floor rate 9.44%	\$ 4,688	4,592	4,790	(13)(17)(18)
Convoy, Inc.	Senior Secured	March 2026	Prime + 3.20%, Floor rate 6.45%, PIK Interest 1.95%, 4.55% Exit Fee	\$ 31,049	30,916	—	(8)(14)(19)
Copper CRM, Inc	Senior Secured	March 2025	Prime + 4.50%, Floor rate 8.25%, Cap rate 10.25%, PIK Interest 1.95%, 3.96% Exit Fee	\$ 9,141	9,307	9,153	(11)(14)
Cutover, Inc.	Senior Secured	October 2025	Prime + 5.20%, Floor rate 9.95%, 4.95% Exit Fee	\$ 5,500	5,544	5,715	(5)(10)(12)(17)
Cybermaxx Intermediate Holdings, Inc.	Senior Secured	August 2026	6-month SOFR + 8.63%, Floor rate 9.38%	\$ 7,955	7,830	7,778	(13)(17)
	Senior Secured	August 2026	6-month SOFR + 12.36%, Floor rate 13.11%	\$ 2,546	2,494	2,556	(17)
Total Cybermaxx Intermediate Holdings, Inc.				\$ 10,501	10,324	10,334	
Dashlane, Inc.	Senior Secured	December 2027	Prime + 3.05%, Floor rate 11.55%, PIK Interest 1.10%, 7.26% Exit Fee	\$ 42,863	43,087	43,087	(11)(13)(17)(19)
Dispatch Technologies, Inc.	Senior Secured	April 2028	3-month SOFR + 8.01%, Floor rate 8.76%	\$ 8,125	7,949	8,127	(17)(18)
DroneDeploy, Inc.	Senior Secured	July 2026	Prime + 4.50%, Floor rate 8.75%, 4.00% Exit Fee	\$ 6,250	6,083	6,153	(17)
Eigen Technologies Ltd.	Senior Secured	April 2025	Prime + 5.10%, Floor rate 8.35%, 2.95% Exit Fee	\$ 3,750	3,801	3,730	(5)(10)
Elation Health, Inc.	Senior Secured	March 2026	Prime + 4.25%, Floor rate 9.00%, PIK Interest 1.95%, 3.95% Exit Fee	\$ 12,629	12,253	12,692	(14)(17)(19)
Enmark Systems, Inc.	Senior Secured	September 2026	3-month SOFR + 6.73%, Floor rate 7.73%, PIK Interest 2.13%	\$ 8,363	8,230	8,363	(11)(14)(17)(18)
Flight Schedule Pro, LLC	Senior Secured	October 2027	1-month SOFR + 7.80%, Floor rate 8.70%	\$ 6,587	6,420	6,553	(17)(18)
Fortified Health Security	Senior Secured	December 2027	1-month SOFR + 7.64%, Floor rate 8.54%	\$ 7,000	6,851	6,910	(11)(17)(18)
iGrafX, LLC	Senior Secured	May 2027	1-month SOFR + 8.66%, Floor rate 9.56%	\$ 5,000	4,901	4,901	(18)

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Portfolio Company	Type of Investment	Maturity Date	Interest Rate and Floor <sup>(1)</sup>	Principal Amount	Cost <sup>(2)</sup>	Value	Footnotes
Ikon Science Limited	Senior Secured	October 2024	3-month SOFR + 9.26%, Floor rate 10.00%	\$ 6,213	\$ 6,148	\$ 6,148	(5)(10)(17)(18)
Khoros (p.k.a Lithium Technologies)	Senior Secured	January 2025	3-month SOFR + 4.50%, Floor rate 5.50%, PIK Interest 4.50%	\$ 57,770	57,730	56,293	(14)
Leapwork ApS	Senior Secured	February 2026	Prime + 0.25%, Floor rate 7.25%, PIK Interest 1.95%, 2.70% Exit Fee	\$ 3,813	3,810	3,907	(5)(10)(12)(14)(17)
LinenMaster, LLC	Senior Secured	August 2028	1-month SOFR + 6.25%, Floor rate 7.25%, PIK Interest 2.15%	\$ 15,083	14,799	14,799	(14)(17)
Loftware, Inc.	Senior Secured	March 2028	3-month SOFR + 7.88%, Floor rate 8.88%	\$ 26,469	25,897	26,566	(17)(18)
LogicSource	Senior Secured	July 2027	3-month SOFR + 8.93%, Floor rate 9.93%	\$ 13,300	13,074	13,493	(17)(18)
Mobile Solutions Services	Senior Secured	December 2025	6-month SOFR + 9.31%, Floor rate 10.06%	\$ 18,366	18,116	18,176	(18)
New Relic, Inc.	Senior Secured	November 2030	3-month SOFR + 6.75%, Floor rate 7.75%	\$ 20,890	20,375	20,375	(17)
Omeda Holdings, LLC	Senior Secured	July 2027	3-month SOFR + 8.05%, Floor rate 9.05%	\$ 7,706	7,508	7,702	(11)(17)(18)
Onna Technologies, Inc.	Senior Secured	March 2026	Prime + 1.35%, Floor rate 8.85%, PIK Interest 1.75%, 4.45% Exit Fee	\$ 3,853	3,814	3,810	(14)
Salary.com, LLC	Senior Secured	September 2027	3-month SOFR + 8.00%, Floor rate 9.00%	\$ 22,185	21,814	22,048	(18)
ShadowDragon, LLC	Senior Secured	December 2026	1-month SOFR + 9.01%, Floor rate 9.91%	\$ 6,000	5,883	5,921	(17)(18)
Simon Data, Inc.	Senior Secured	March 2027	Prime + 1.00%, Floor rate 8.75%, PIK Interest 1.95%, 2.92% Exit Fee	\$ 15,065	14,982	15,037	(12)(14)
Sisense Ltd.	Senior Secured	July 2027	Prime + 1.50%, Floor rate 9.50%, PIK Interest 1.95%, 5.95% Exit Fee	\$ 34,830	34,584	34,881	(5)(10)(14)
Streamline Healthcare Solutions	Senior Secured	March 2028	3-month SOFR + 7.25%, Floor rate 8.25%	\$ 13,200	12,953	13,327	(17)(18)
Sumo Logic, Inc.	Senior Secured	May 2030	3-month SOFR + 6.50%, Floor rate 7.50%	\$ 23,000	22,460	23,105	(17)
Suzu, Inc.	Senior Secured	August 2027	Prime + 1.75%, Floor rate 10.00%, PIK Interest 1.95%, 3.45% Exit Fee	\$ 12,064	11,837	11,837	(14)(15)(17)
ThreatConnect, Inc.	Senior Secured	May 2026	6-month SOFR + 9.25%, Floor rate 10.00%	\$ 10,920	10,730	10,920	(17)(18)
Tipalti Solutions Ltd.	Senior Secured	April 2027	Prime + 0.45%, Floor rate 7.95%, PIK Interest 2.00%, 3.75% Exit Fee	\$ 10,649	10,578	10,835	(5)(10)(14)(17)
Zappi, Inc.	Senior Secured	December 2027	3-month SOFR + 8.03%, Floor rate 9.03%	\$ 9,000	8,816	8,967	(5)(10)(13)(17)(18)
Zimperium, Inc.	Senior Secured	May 2027	3-month SOFR + 8.31%, Floor rate 9.31%	\$ 16,313	16,057	16,394	(17)(18)
<b>Subtotal: Software (40.39%)*</b>					<b>751,108</b>	<b>728,139</b>	
<b>Sustainable and Renewable Technology</b>							
Ampion, PBC	Senior Secured	May 2025	Prime + 4.70%, Floor rate 7.95%, PIK Interest 1.45%, 3.78% Exit Fee	\$ 3,926	3,952	3,939	(13)(14)
Pineapple Energy LLC	Senior Secured	June 2027	FIXED 10.00%	\$ 1,682	1,682	1,678	(19)
<b>Subtotal: Sustainable and Renewable Technology (0.31%)*</b>					<b>5,634</b>	<b>5,617</b>	
<b>Total: Debt Investments (169.59%)*</b>					<b>\$ 3,058,370</b>	<b>\$ 3,057,299</b>	

Portfolio Company	Type of Investment	Acquisition Date <sup>(4)</sup>	Series <sup>(3)</sup>	Shares	Cost <sup>(2)</sup>	Value	Footnotes
<b>Equity Investments</b>							
<b>Consumer &amp; Business Products</b>							
Fabletics, Inc.	Equity	4/30/2010	Common Stock	42,989	\$ 128	\$ 96	
	Equity	7/16/2013	Preferred Series B	130,191	1,101	700	
Total Fabletics, Inc.				173,180	1,229	796	
Grove Collaborative, Inc.	Equity	4/30/2021	Common Stock	12,260	433	21	(4)
Savage X Holding, LLC	Equity	4/30/2010	Class A Units	172,328	13	863	

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Portfolio Company	Type of Investment	Acquisition Date <sup>(4)</sup>	Series <sup>(3)</sup>	Shares	Cost <sup>(2)</sup>	Value	Footnotes
TFG Holding, Inc.	Equity	4/30/2010	Common Stock	173,180	\$ 89	\$ 584	
<b>Subtotal: Consumer &amp; Business Products (0.13%)*</b>					<b>1,764</b>	<b>2,264</b>	
<b>Consumer &amp; Business Services</b>							
Carwow LTD	Equity	12/15/2021	Preferred Series D-4	199,742	1,151	679	(5)(10)
DoorDash, Inc.	Equity	12/20/2018	Common Stock	56,996	657	5,636	(4)
Lyft, Inc.	Equity	12/26/2018	Common Stock	100,738	5,263	1,510	(4)
Nerdy Inc.	Equity	9/17/2021	Common Stock	100,000	1,000	343	(4)
OfferUp, Inc.	Equity	10/25/2016	Preferred Series A	286,080	1,663	377	
	Equity	10/25/2016	Preferred Series A-1	108,710	632	143	
Total OfferUp, Inc.				394,790	2,295	520	
Oportun	Equity	6/28/2013	Common Stock	48,365	577	189	(4)
Reischling Press, Inc.	Equity	7/31/2020	Common Stock	3,095	39	—	
Rhino Labs, Inc.	Equity	1/24/2022	Common Stock	7,063	1,000	559	
Tectura Corporation	Equity	5/23/2018	Common Stock	414,994,863	900	4	(7)
	Equity	6/6/2016	Preferred Series BB	1,000,000	—	12	(7)
	Equity	12/29/2023	Preferred Series C	3,235,298	13,263	3,251	(7)
Total Tectura Corporation				419,230,161	14,163	3,267	
<b>Subtotal: Consumer &amp; Business Services (0.70%)*</b>					<b>26,145</b>	<b>12,703</b>	
<b>Diversified Financial Services</b>							
Gibraltar Acquisition, LLC (p.k.a. Gibraltar Business Capital, LLC)	Equity	3/1/2018	Member Units	1	34,006	28,034	(7)(20)
Hercules Adviser LLC	Equity	3/26/2021	Member Units	1	35	28,713	(7)(23)
Newfront Insurance Holdings, Inc.	Equity	9/30/2021	Preferred Series D-2	210,282	403	325	
<b>Subtotal: Diversified Financial Services (3.17%)*</b>					<b>34,444</b>	<b>57,072</b>	
<b>Drug Delivery</b>							
Aytu BioScience, Inc.	Equity	3/28/2014	Common Stock	680	1,500	2	(4)
BioQ Pharma Incorporated	Equity	12/8/2015	Preferred Series D	165,000	500	—	
PDS Biotechnology Corporation	Equity	4/6/2015	Common Stock	2,498	309	12	(4)
Talpheria, Inc. (p.k.a. AcclRx Pharmaceuticals, Inc.)	Equity	12/10/2018	Common Stock	8,836	1,329	7	(4)
<b>Subtotal: Drug Delivery (0.00%)*</b>					<b>3,638</b>	<b>21</b>	
<b>Drug Discovery &amp; Development</b>							
Avalo Therapeutics, Inc.	Equity	8/19/2014	Common Stock	42	1,000	—	(4)
Axsome Therapeutics, Inc.	Equity	5/9/2022	Common Stock	127,021	4,165	10,110	(4)(10)(16)
Bicycle Therapeutics PLC	Equity	10/5/2020	Common Stock	98,100	1,871	1,774	(4)(5)(10)
BridgeBio Pharma, Inc.	Equity	6/21/2018	Common Stock	231,329	2,255	9,339	(4)
Cyclo Therapeutics, Inc. (p.k.a. Applied Molecular Transport)	Equity	4/6/2021	Common Stock	134	42	—	(4)(10)
Dare Biosciences, Inc.	Equity	1/8/2015	Common Stock	13,550	1,000	4	(4)

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Portfolio Company	Type of Investment	Acquisition Date <sup>(4)</sup>	Series <sup>(3)</sup>	Shares	Cost <sup>(2)</sup>	Value	Footnotes
Dynavax Technologies	Equity	7/22/2015	Common Stock	20,000	\$ 550	\$ 280	(4)(10)
Gritstone Bio, Inc.	Equity	10/26/2022	Common Stock	442,477	1,000	903	(4)
Heron Therapeutics, Inc.	Equity	7/25/2023	Common Stock	364,963	500	620	(4)
Hibercell, Inc.	Equity	5/7/2021	Preferred Series B	3,466,840	4,250	1,834	(15)
HilleVax, Inc.	Equity	5/3/2022	Common Stock	235,295	4,000	3,777	(4)
Humanigen, Inc.	Equity	3/31/2021	Common Stock	43,243	800	—	(4)(10)
Kura Oncology, Inc.	Equity	6/16/2023	Common Stock	47,826	550	688	(4)(10)
Madrigal Pharmaceutical, Inc.	Equity	9/29/2023	Common Stock	5,100	773	1,180	(4)(10)
NorthSea Therapeutics	Equity	12/15/2021	Preferred Series C	983	2,000	1,427	(5)(10)
Phathom Pharmaceuticals, Inc.	Equity	6/9/2023	Common Stock	147,233	1,730	1,344	(4)(10)(16)
Rocket Pharmaceuticals, Ltd.	Equity	8/22/2007	Common Stock	944	1,500	28	(4)
Savara, Inc.	Equity	8/11/2015	Common Stock	11,119	203	52	(4)
Sio Gene Therapies, Inc.	Equity	2/2/2017	Common Stock	16,228	1,269	6	(4)
Tarsus Pharmaceuticals, Inc.	Equity	5/5/2022	Common Stock	155,555	2,100	3,150	(4)(10)
uniQure B.V.	Equity	1/31/2019	Common Stock	17,175	332	116	(4)(5)(10)
Valo Health, LLC	Equity	12/11/2020	Preferred Series B	510,308	3,000	2,911	
	Equity	10/31/2022	Preferred Series C	170,102	1,000	1,187	
Total Valo Health, LLC				680,410	4,000	4,098	
Verge Analytics, Inc.	Equity	9/6/2023	Preferred Series C	208,588	1,500	1,753	
Viridian Therapeutics, Inc.	Equity	11/6/2023	Common Stock	32,310	400	704	(4)(10)
X4 Pharmaceuticals, Inc.	Equity	11/26/2019	Common Stock	1,566,064	2,945	1,313	(4)
<b>Subtotal: Drug Discovery &amp; Development (2.47%)*</b>					<b>40,735</b>	<b>44,500</b>	
<b>Electronics &amp; Computer Hardware</b>							
Locus Robotics Corp.	Equity	11/17/2022	Preferred Series F	15,116	650	407	
Skydio, Inc.	Equity	3/8/2022	Preferred Series E	248,900	1,500	544	
<b>Subtotal: Electronics &amp; Computer Hardware (0.05%)*</b>					<b>2,150</b>	<b>951</b>	
<b>Healthcare Services, Other</b>							
23andMe, Inc.	Equity	3/11/2019	Common Stock	825,732	5,094	754	(4)
Carbon Health Technologies, Inc.	Equity	3/30/2021	Preferred Series C	217,880	1,688	206	
<b>Subtotal: Healthcare Services, Other (0.05%)*</b>					<b>6,782</b>	<b>960</b>	
<b>Information Services</b>							
Planet Labs, Inc.	Equity	6/21/2019	Common Stock	547,880	615	1,353	(4)
Yipit, LLC	Equity	12/30/2021	Preferred Series E	41,021	3,825	4,890	
<b>Subtotal: Information Services (0.35%)*</b>					<b>4,440</b>	<b>6,243</b>	
<b>Medical Devices &amp; Equipment</b>							
Coronado Aesthetics, LLC	Equity	10/15/2021	Common Units	180,000	—	2	(7)

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Portfolio Company	Type of Investment	Acquisition Date <sup>(4)</sup>	Series <sup>(3)</sup>	Shares	Cost <sup>(2)</sup>	Value	Footnotes
	Equity	10/15/2021	Preferred Series A-2	5,000,000	\$ 250	\$ 260	(7)
Total Coronado Aesthetics, LLC				5,180,000	250	262	
<b>Subtotal: Medical Devices &amp; Equipment (0.01%)*</b>					<b>250</b>	<b>262</b>	
<b>Semiconductors</b>							
Achronix Semiconductor Corporation	Equity	7/1/2011	Preferred Series C	277,995	160	394	
<b>Subtotal: Semiconductors (0.02%)*</b>					<b>160</b>	<b>394</b>	
<b>Software</b>							
3GTMS, LLC	Equity	8/9/2021	Common Stock	1,000,000	1,000	863	
Black Crow AI, Inc. affiliates	Equity	3/24/2021	Preferred Note	3	2,406	2,406	(21)
CapLinked, Inc.	Equity	10/26/2012	Preferred Series A-3	53,614	51	—	
Contentful Global, Inc.	Equity	12/22/2020	Preferred Series C	41,000	138	303	(5)(10)
	Equity	11/20/2018	Preferred Series D	108,500	500	842	(5)(10)
Total Contentful Global, Inc.				149,500	638	1,145	
Docker, Inc.	Equity	11/29/2018	Common Stock	20,000	4,284	636	
Druva Holdings, Inc.	Equity	10/22/2015	Preferred Series 2	458,841	1,000	2,752	
	Equity	8/24/2017	Preferred Series 3	93,620	300	587	
Total Druva Holdings, Inc.				552,461	1,300	3,339	
HighRoads, Inc.	Equity	1/18/2013	Common Stock	190	307	—	
Leapwork ApS	Equity	8/25/2023	Preferred Series B2	183,073	250	231	(5)(10)
Lightbend, Inc.	Equity	12/4/2020	Common Stock	38,461	265	23	
Nextdoor.com, Inc.	Equity	8/1/2018	Common Stock	1,019,255	4,854	1,927	(4)
Palantir Technologies	Equity	9/23/2020	Common Stock	568,337	3,474	9,758	(4)
SingleStore, Inc.	Equity	11/25/2020	Preferred Series E	580,983	2,000	1,721	
	Equity	8/12/2021	Preferred Series F	52,956	280	196	
Total SingleStore, Inc.				633,939	2,280	1,917	
Verana Health, Inc.	Equity	7/8/2021	Preferred Series E	952,562	2,000	422	
ZeroFox, Inc.	Equity	5/7/2020	Common Stock	289,992	101	252	(4)
<b>Subtotal: Software (1.27%)*</b>					<b>23,210</b>	<b>22,919</b>	
<b>Sustainable and Renewable Technology</b>							
Fulcrum Bioenergy, Inc.	Equity	9/13/2012	Preferred Series C-1	187,265	711	529	
Impossible Foods, Inc.	Equity	5/10/2019	Preferred Series E-1	188,611	2,000	479	
Modumetal, Inc.	Equity	6/1/2015	Common Stock	1,035	500	—	
NantEnergy, LLC	Equity	8/31/2013	Common Units	59,665	102	—	
Pineapple Energy LLC	Equity	12/10/2020	Common Stock	304,487	3,153	180	(4)
Pivot Bio, Inc.	Equity	6/28/2021	Preferred Series D	593,080	4,500	2,684	
Proterra, Inc.	Equity	5/28/2015	Common Stock	457,841	542	9	(4)
<b>Subtotal: Sustainable and Renewable Technology (0.22%)*</b>					<b>11,508</b>	<b>3,881</b>	
<b>Total: Equity Investments (8.44%)*</b>					<b>\$ 155,226</b>	<b>\$ 152,170</b>	

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Portfolio Company	Type of Investment	Acquisition Date <sup>(4)</sup>	Series <sup>(3)</sup>	Shares	Cost <sup>(2)</sup>	Value	Footnotes
<b>Warrant Investments</b>							
<b>Biotechnology Tools</b>							
Alamar Biosciences, Inc.	Warrant	6/21/2022	Preferred Series B	46,197	\$ 36	\$ 20	
PathAI, Inc.	Warrant	12/23/2022	Common Stock	53,418	460	334	(12)
<b>Subtotal: Biotechnology Tools (0.02%)*</b>					<b>496</b>	<b>354</b>	
<b>Communications &amp; Networking</b>							
Aryaka Networks, Inc.	Warrant	6/28/2022	Common Stock	229,611	123	128	(12)
<b>Subtotal: Communications &amp; Networking (0.01%)*</b>					<b>123</b>	<b>128</b>	
<b>Consumer &amp; Business Products</b>							
Gadget Guard, LLC	Warrant	6/3/2014	Common Stock	1,662,441	228	—	
The Neat Company	Warrant	8/13/2014	Common Stock	54,054	365	—	
Whoop, Inc.	Warrant	6/27/2018	Preferred Series C	686,270	18	325	
<b>Subtotal: Consumer &amp; Business Products (0.02%)*</b>					<b>611</b>	<b>325</b>	
<b>Consumer &amp; Business Services</b>							
Carwow LTD	Warrant	12/14/2021	Common Stock	174,163	164	75	(5)(10)
Houzz, Inc.	Warrant	10/29/2019	Common Stock	529,661	20	—	
Landing Holdings Inc.	Warrant	3/12/2021	Common Stock	11,806	116	298	(15)
Lendio, Inc.	Warrant	3/29/2019	Preferred Series D	127,032	39	33	
Plentific Ltd	Warrant	10/3/2023	Ordinary Shares	19,499	48	51	(5)(10)
Provi	Warrant	12/22/2022	Common Stock	117,042	166	74	(15)
Rhino Labs, Inc.	Warrant	3/12/2021	Common Stock	13,106	470	4	(15)
SeatGeek, Inc.	Warrant	6/12/2019	Common Stock	1,379,761	842	3,065	(16)
Skyword, Inc.	Warrant	11/14/2022	Common Stock	1,607,143	57	58	
	Warrant	8/23/2019	Preferred Series B	444,444	83	5	
Total Skyword, Inc.				2,051,587	140	63	
Snagajob.com, Inc.	Warrant	4/20/2020	Common Stock	600,000	16	—	
	Warrant	6/30/2016	Preferred Series A	1,800,000	782	—	
	Warrant	8/1/2018	Preferred Series B	1,211,537	62	—	
Total Snagajob.com, Inc.				3,611,537	860	—	
Thumbtack, Inc.	Warrant	5/1/2018	Common Stock	267,225	844	515	(12)
Udacity, Inc.	Warrant	9/25/2020	Common Stock	486,359	218	—	(12)
Veem, Inc.	Warrant	3/31/2022	Common Stock	98,428	126	16	(12)
Worldremit Group Limited	Warrant	2/11/2021	Preferred Series D	77,215	129	23	(5)(10)(12)(16)
	Warrant	8/27/2021	Preferred Series E	1,868	26	—	(5)(10)(16)
Total Worldremit Group Limited				79,083	155	23	
<b>Subtotal: Consumer &amp; Business Services (0.23%)*</b>					<b>4,208</b>	<b>4,217</b>	

See notes to consolidated financial statements

**HERCULES CAPITAL, INC.**  
**CONSOLIDATED SCHEDULE OF INVESTMENTS**  
**December 31, 2023**  
**(dollars in thousands)**

Portfolio Company	Type of Investment	Acquisition Date <sup>(4)</sup>	Series <sup>(3)</sup>	Shares	Cost <sup>(2)</sup>	Value	Footnotes
<b>Diversified Financial Services</b>							
Next Insurance, Inc.	Warrant	2/3/2023	Common Stock	522,930	\$ 214	\$ 554	
<b>Subtotal: Diversified Financial Services (0.03%)*</b>					<b>214</b>	<b>554</b>	
<b>Drug Delivery</b>							
Aerami Therapeutics Holdings, Inc.	Warrant	6/1/2016	Common Stock	67,069	—	—	
BioQ Pharma Incorporated	Warrant	10/27/2014	Common Stock	459,183	2	—	
PDS Biotechnology Corporation	Warrant	8/28/2014	Common Stock	3,929	390	—	(4)
<b>Subtotal: Drug Delivery (0.00%)*</b>					<b>392</b>	<b>—</b>	
<b>Drug Discovery &amp; Development</b>							
ADMA Biologics, Inc.	Warrant	2/24/2014	Common Stock	58,000	166	11	(4)
Akero Therapeutics, Inc.	Warrant	6/15/2022	Common Stock	22,949	175	335	(4)(10)
AmplifyBio, LLC	Warrant	12/27/2022	Class A Units	69,239	237	184	(15)
Axsome Therapeutics, Inc.	Warrant	9/25/2020	Common Stock	61,004	1,290	1,657	(4)(10)(12)(16)
Cellarity, Inc.	Warrant	12/8/2021	Preferred Series B	100,000	287	201	(15)
Century Therapeutics, Inc.	Warrant	9/14/2020	Common Stock	16,112	37	1	(4)
COMPASS Pathways plc	Warrant	6/30/2023	Ordinary Shares	75,376	278	285	(4)(5)(10)
Curevo, Inc.	Warrant	6/9/2023	Common Stock	95,221	233	251	(15)
Dermavant Sciences Ltd.	Warrant	5/31/2019	Common Stock	223,642	101	7	(5)(10)
enGene, Inc.	Warrant	12/22/2023	Common Stock	43,689	118	179	(4)(5)(10)
Evoform Biosciences, Inc.	Warrant	6/11/2014	Common Stock	3	266	—	(4)
Fresh Tracks Therapeutics, Inc. (p.k.a. Brickell Biotech, Inc.)	Warrant	2/18/2016	Common Stock	201	119	—	(4)
Heron Therapeutics, Inc.	Warrant	8/9/2023	Common Stock	238,095	228	223	(4)(15)
Kineta, Inc.	Warrant	12/20/2019	Common Stock	2,202	110	—	(4)
Kura Oncology, Inc.	Warrant	11/2/2022	Common Stock	14,342	88	63	(4)(10)(15)
Madrigal Pharmaceutical, Inc.	Warrant	5/9/2022	Common Stock	13,229	570	1,842	(4)(10)
Phathom Pharmaceuticals, Inc.	Warrant	9/17/2021	Common Stock	64,687	848	68	(4)(10)(12)(15)(16)
Redshift Bioanalytics, Inc.	Warrant	3/23/2022	Preferred Series E	475,510	20	6	(15)
Scynexis, Inc.	Warrant	5/14/2021	Common Stock	106,035	296	28	(4)
TG Therapeutics, Inc.	Warrant	2/28/2019	Common Stock	264,226	1,284	2,583	(4)(10)(12)
Valo Health, LLC	Warrant	6/15/2020	Common Units	102,216	256	153	
X4 Pharmaceuticals, Inc.	Warrant	3/18/2019	Common Stock	1,392,787	510	225	(4)
<b>Subtotal: Drug Discovery &amp; Development (0.46%)*</b>					<b>7,517</b>	<b>8,302</b>	
<b>Electronics &amp; Computer Hardware</b>							
908 Devices, Inc.	Warrant	3/15/2017	Common Stock	49,078	101	175	(4)
Locus Robotics Corp.	Warrant	6/21/2022	Common Stock	8,503	34	102	
Skydio, Inc.	Warrant	11/8/2021	Common Stock	622,255	557	114	
<b>Subtotal: Electronics &amp; Computer Hardware (0.02%)*</b>					<b>692</b>	<b>391</b>	

See notes to consolidated financial statements

**HERCULES CAPITAL, INC.**  
**CONSOLIDATED SCHEDULE OF INVESTMENTS**  
**December 31, 2023**  
**(dollars in thousands)**

Portfolio Company	Type of Investment	Acquisition Date <sup>(4)</sup>	Series <sup>(3)</sup>	Shares	Cost <sup>(2)</sup>	Value	Footnotes
<b>Healthcare Services, Other</b>							
Modern Life, Inc.	Warrant	3/30/2023	Common Stock	37,618	\$ 164	\$ 165	
Recover Together, Inc.	Warrant	7/3/2023	Common Stock	194,830	382	327	
Strive Health Holdings, LLC	Warrant	9/28/2023	Common Units	51,760	83	95	<sup>(15)</sup>
Vida Health, Inc.	Warrant	3/28/2022	Common Stock	192,431	121	9	
<b>Subtotal: Healthcare Services, Other (0.03%)*</b>					<b>750</b>	<b>596</b>	
<b>Information Services</b>							
Capella Space Corp.	Warrant	10/21/2021	Common Stock	176,200	207	33	<sup>(15)</sup>
INMOBI Inc.	Warrant	11/19/2014	Common Stock	65,587	82	—	<sup>(5)(10)</sup>
NetBase Solutions, Inc.	Warrant	8/22/2017	Preferred Series 1	60,000	356	362	
Signal Media Limited	Warrant	6/29/2022	Common Stock	113,828	49	91	<sup>(5)(10)</sup>
<b>Subtotal: Information Services (0.03%)*</b>					<b>694</b>	<b>486</b>	
<b>Manufacturing Technology</b>							
Bright Machines, Inc.	Warrant	3/31/2022	Common Stock	392,308	537	279	
MacroFab, Inc.	Warrant	3/23/2022	Common Stock	1,111,111	528	677	
Xometry, Inc.	Warrant	5/9/2018	Common Stock	87,784	47	2,044	<sup>(4)</sup>
<b>Subtotal: Manufacturing Technology (0.17%)*</b>					<b>1,112</b>	<b>3,000</b>	
<b>Media/Content/Info</b>							
Fever Labs, Inc.	Warrant	12/30/2022	Preferred Series E-1	369,370	67	235	
<b>Subtotal: Media/Content/Info (0.01%)*</b>					<b>67</b>	<b>235</b>	
<b>Medical Devices &amp; Equipment</b>							
Intuity Medical, Inc.	Warrant	12/29/2017	Preferred Series B-1	3,076,323	294	—	
Outset Medical, Inc.	Warrant	9/27/2013	Common Stock	62,794	401	78	<sup>(4)</sup>
Senseonics Holdings, Inc.	Warrant	9/8/2023	Common Stock	728,317	200	184	<sup>(4)</sup>
Tela Bio, Inc.	Warrant	3/31/2017	Common Stock	15,712	61	—	<sup>(4)</sup>
<b>Subtotal: Medical Devices &amp; Equipment (0.01%)*</b>					<b>956</b>	<b>262</b>	
<b>Semiconductors</b>							
Achronix Semiconductor Corporation	Warrant	6/26/2015	Preferred Series D-2	750,000	99	811	
<b>Subtotal: Semiconductors (0.04%)*</b>					<b>99</b>	<b>811</b>	
<b>Software</b>							
Aria Systems, Inc.	Warrant	5/22/2015	Preferred Series G	231,535	74	—	
Automation Anywhere, Inc.	Warrant	9/23/2022	Common Stock	254,778	448	430	
Bitsight Technologies, Inc.	Warrant	11/18/2020	Common Stock	29,691	284	666	
Brain Corporation	Warrant	10/4/2021	Common Stock	194,629	165	47	<sup>(15)</sup>
CloudBolt Software, Inc.	Warrant	9/30/2020	Common Stock	211,342	117	12	
Clouddian, Inc.	Warrant	11/6/2018	Common Stock	477,454	71	29	
Cloudpay, Inc.	Warrant	4/10/2018	Preferred Series B	6,763	54	844	<sup>(5)(10)</sup>
Couchbase, Inc.	Warrant	4/25/2019	Common Stock	105,350	462	1,225	<sup>(4)</sup>

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**HERCULES CAPITAL, INC.**  
**CONSOLIDATED SCHEDULE OF INVESTMENTS**  
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**(dollars in thousands)**

Portfolio Company	Type of Investment	Acquisition Date <sup>(4)</sup>	Series <sup>(3)</sup>	Shares	Cost <sup>(2)</sup>	Value	Footnotes
Cutover, Inc.	Warrant	9/21/2022	Common Stock	102,898	\$ 26	\$ 62	(5)(10)(12)
Dashlane, Inc.	Warrant	3/11/2019	Common Stock	770,838	461	258	
Delphix Corp.	Warrant	10/8/2019	Common Stock	718,898	1,594	3,801	
Demandbase, Inc.	Warrant	8/2/2021	Common Stock	727,047	545	396	
DNAexus, Inc.	Warrant	3/21/2014	Preferred Series C	909,091	97	47	
Dragos, Inc.	Warrant	6/28/2023	Common Stock	49,309	1,452	1,207	
DroneDeploy, Inc.	Warrant	6/30/2022	Common Stock	95,911	278	413	
Eigen Technologies Ltd.	Warrant	4/13/2022	Common Stock	522	8	4	(5)(10)
Elation Health, Inc.	Warrant	9/12/2022	Common Stock	362,837	583	188	
First Insight, Inc.	Warrant	5/10/2018	Preferred Series B	75,917	96	77	
Fulfil Solutions, Inc.	Warrant	7/29/2022	Common Stock	84,995	325	456	
Kore.ai, Inc.	Warrant	3/31/2023	Preferred Series C	64,293	208	243	
Leapwork ApS	Warrant	1/23/2023	Common Stock	39,948	16	35	(5)(10)(12)
Lightbend, Inc.	Warrant	2/14/2018	Preferred Series D	89,685	131	49	
Mixpanel, Inc.	Warrant	9/30/2020	Common Stock	82,362	252	306	
Onna Technologies, Inc.	Warrant	7/5/2023	Common Stock	172,867	60	39	
Poplicus, Inc.	Warrant	5/28/2014	Common Stock	132,168	—	—	
Reltio, Inc.	Warrant	6/30/2020	Common Stock	69,120	215	447	
Simon Data, Inc.	Warrant	3/22/2023	Common Stock	77,934	96	76	(12)
SingleStore, Inc.	Warrant	4/28/2020	Preferred Series D	312,596	103	386	
Sisense Ltd.	Warrant	6/8/2023	Ordinary Shares	321,956	174	128	(5)(10)
Suzy, Inc.	Warrant	8/24/2023	Common Stock	292,936	367	354	(15)
The Faction Group LLC	Warrant	11/3/2014	Preferred Series AA	8,076	234	904	
Tipalti Solutions Ltd.	Warrant	3/22/2023	Ordinary Shares	254,877	174	234	(5)(10)
VideoAmp, Inc.	Warrant	1/21/2022	Common Stock	152,048	1,275	186	(15)
<b>Subtotal: Software (0.75%)*</b>					<b>10,445</b>	<b>13,549</b>	
<b>Surgical Devices</b>							
TransMedics Group, Inc.	Warrant	9/11/2015	Common Stock	14,440	39	676	(4)
<b>Subtotal: Surgical Devices (0.04%)*</b>					<b>39</b>	<b>676</b>	
<b>Sustainable and Renewable Technology</b>							
Ampion, PBC	Warrant	4/15/2022	Common Stock	18,472	52	36	
Halio, Inc.	Warrant	4/22/2014	Preferred Series A	325,000	155	36	
	Warrant	4/7/2015	Preferred Series B	131,883	63	11	
Total Halio, Inc.				456,883	218	47	
Polyera Corporation	Warrant	3/24/2015	Preferred Series C	150,036	269	—	
<b>Subtotal: Sustainable and Renewable Technology (0.00%)*</b>					<b>539</b>	<b>83</b>	
<b>Total: Warrant Investments (1.88%)*</b>					<b>\$ 28,954</b>	<b>\$ 33,969</b>	
<b>Total Investments in Securities (179.92%)*</b>					<b>\$ 3,242,550</b>	<b>\$ 3,243,438</b>	

See notes to consolidated financial statements

**HERCULES CAPITAL, INC.**  
**CONSOLIDATED SCHEDULE OF INVESTMENTS**  
**December 31, 2023**  
**(dollars in thousands)**

Portfolio Company	Type of Investment	Acquisition Date <sup>(4)</sup>	Series <sup>(3)</sup>	Shares	Cost <sup>(2)</sup>	Value	Footnotes
<b>Investment Funds &amp; Vehicles Investments</b>							
<b>Drug Discovery &amp; Development</b>							
Forbion Growth Opportunities Fund I C.V.	Investment Funds & Vehicles	11/16/2020			\$ 3,783	\$ 3,619	(5)(10)(17)
Forbion Growth Opportunities Fund II C.V.	Investment Funds & Vehicles	6/23/2022			319	611	(5)(10)(17)
<b>Subtotal: Drug Discovery &amp; Development (0.23%)*</b>					<b>4,102</b>	<b>4,230</b>	
<b>Software</b>							
Liberty Zim Co-Invest L.P.	Investment Funds & Vehicles	7/21/2022			381	378	(5)(10)
<b>Subtotal: Software (0.02%)*</b>					<b>381</b>	<b>378</b>	
<b>Total: Investment Funds &amp; Vehicles Investments (0.26%)*</b>					<b>\$ 4,483</b>	<b>\$ 4,608</b>	
<b>Total Investments before Cash and Cash Equivalents (180.18%)*</b>					<b>\$ 3,247,033</b>	<b>\$ 3,248,046</b>	
<b>Cash &amp; Cash Equivalents</b>							
GS Financial Square Government Fund	Cash & Cash Equivalents		FGTXX/38141W273		\$ 56,000	\$ 56,000	
<b>Total: Investments in Cash &amp; Cash Equivalents (3.11%)*</b>					<b>\$ 56,000</b>	<b>\$ 56,000</b>	
<b>Total: Investments after Cash &amp; Cash Equivalents (183.28%)*</b>					<b>\$ 3,303,033</b>	<b>\$ 3,304,046</b>	
<b>Foreign Currency Forward Contracts</b>							
Foreign Currency		Settlement Date	Counterparty	Amount	Transaction	US \$ Value at Settlement Date	Value
Great British Pound (GBP)		6/3/2024	Goldman Sachs Bank USA	£ 19,288	Sold	\$ 23,810	\$ (766)
<b>Total: Total Foreign Currency Forward ((0.04))*</b>						<b>\$ 23,810</b>	<b>\$ (766)</b>

\* Value as a percent of net assets. All amounts are stated in U.S. Dollars unless otherwise noted. The Company uses the Standard Industrial Code for classifying the industry grouping of its portfolio companies.

- (1) Interest rate PRIME represents 8.50% as of December 31, 2023. 1-month SOFR, 3-month SOFR, and 6-month SOFR represent 5.34%, 5.36%, and 5.35%, respectively, as of December 31, 2023.
- (2) Gross unrealized appreciation, gross unrealized depreciation, and net unrealized appreciation for federal income tax purposes totaled \$118.3 million, \$115.9 million, and \$2.4 million, respectively. The tax cost of investments is \$3.2 billion.
- (3) Preferred and common stock, warrants, and equity interests are generally non-income producing.
- (4) Except for warrants in 24 publicly traded companies and common stock in 36 publicly traded companies, all investments are restricted as of December 31, 2023 and were valued at fair value using Level 3 significant unobservable inputs as determined in good faith by the Company's Valuation Committee and approved by the Board.
- (5) Non-U.S. company or the company's principal place of business is outside the United States.
- (6) [Reserved]
- (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 as of December 31, 2023, and is therefore considered non-income producing.
- (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 is pledged as collateral under the SMBC Facility (as defined in "Note 5 — Debt").
- (12) Denotes that all or a portion of the investment is pledged as collateral under the MUFG Bank Facility (as defined in "Note 5 — Debt").
- (13) Denotes that all or a portion of the debt investment secures the 2031 Asset-Backed Notes (as defined in "Note 5 — Debt").

See notes to consolidated financial statements

**HERCULES CAPITAL, INC.**  
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**December 31, 2023**  
**(dollars in thousands)**

- (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 Capital IV, L.P., the Company's wholly owned small business investment company.
- (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 net assets as of December 31, 2023.
- (17) Denotes that there is an unfunded contractual commitment available at the request of this portfolio company as of December 31, 2023 (Refer to "Note 11 — Commitments and Contingencies").
- (18) Denotes unitranche debt with first lien "last-out" senior secured position and security interest in all assets of the portfolio company whereby the "last-out" portion will be subordinated to the "first-out" portion in a liquidation, sale or other disposition.
- (19) Denotes second lien senior secured debt.
- (20) Gibraltar Acquisition LLC is a wholly-owned subsidiary, which is the holding company for their wholly-owned affiliated portfolio companies, Gibraltar Business Capital, LLC and Gibraltar Equipment Finance, LLC.
- (21) Denotes investment in a non-voting security in the form of a promissory note. The terms of the notes provide the Company with a lien on the issuers' shares of Common Stock for Black Crow AI, Inc., subject to release upon repayment of the outstanding balance of the notes. As of December 31, 2023, the Black Crow AI, Inc. affiliates promissory notes had an outstanding balance of \$2.4 million.
- (22) Denotes the security holds rights to royalty fee income associated with certain products of the portfolio company. The approximate cost and fair value of the royalty contract are \$12.0 million and \$9.4 million, respectively.
- (23) Hercules Adviser LLC is owned by Hercules Capital Management LLC and presented with Hercules Partner Holdings, LLC which are both wholly owned by the Company. Please refer to "Note 1" for additional disclosure.

**HERCULES CAPITAL, INC.**  
**NOTES TO CONSOLIDATED FINANCIAL STATEMENTS**  
**(unaudited)**

## **1. Description of Business**

Hercules Capital, Inc. (the “Company”) is a specialty finance company focused on providing senior secured loans to high-growth, innovative venture capital-backed and institutional-backed companies in a variety of technology and life sciences industries. The Company sources its investments through its principal office located in San Mateo, CA, as well as through its additional offices in Boston, MA, New York, NY, Bethesda, MD, San Diego, CA, Denver, CO, and London, United Kingdom. The Company was incorporated under the General Corporation Law of the State of Maryland in December 2003.

The Company is an internally managed, non-diversified closed-end investment company that has elected to be regulated as a Business Development Company (“BDC”) under the Investment Company Act of 1940, as amended (the “1940 Act”). From incorporation through December 31, 2005, the Company was subject to tax as a corporation under Subchapter C of the Internal Revenue Code of 1986, as amended (the “Code”). Effective January 1, 2006, the Company elected to be treated for U.S. federal income tax purposes as a regulated investment company (“RIC”) under Subchapter M of the Code (see “Note 6 - Income Taxes”).

The Company is not registered with the Commodity Futures Trading Commission. The Company has claimed an exclusion from the definition of the term “commodity pool operator” under the Commodity Exchange Act (“CEA”), pursuant to Rule 4.5 under the CEA. The Company is not, therefore, subject to registration or regulation as a “commodity pool operator” under the CEA.

Hercules Capital IV, L.P. (“HC IV”) is our wholly owned Delaware limited partnership that was formed in December 2010. HC IV received a license to operate as a Small Business Investment Company (“SBIC”) under the authority of the Small Business Administration (“SBA”) on October 27, 2020. In September 2023, the Company formed Hercules SBIC V, L.P. (“SBIC V”) which received its SBIC license on July 9, 2024. SBICs are subject to a variety of regulations concerning, among other things, the size and nature of the companies in which they may invest and the structure of those investments. Hercules Technology SBIC Management, LLC, is a wholly owned limited liability company subsidiary of the Company, which was formed in November 2003 and serves as the general partner of HC IV and SBIC V.

The Company has also established certain wholly owned subsidiaries, all of which are structured as Delaware corporations or Limited Liability Companies (“LLCs”), to hold portfolio companies organized as LLCs (or other forms of pass-through entities). These subsidiaries are consolidated for financial reporting purposes in accordance with generally accepted accounting principles in the United States of America (“U.S. GAAP”). Certain of the subsidiaries are taxable and not consolidated with Hercules for income tax purposes and may generate income tax expense, or benefit, and tax assets and liabilities as a result of their ownership of certain portfolio investments.

The Company formed Hercules Capital Management LLC and Hercules Adviser LLC in 2020 as wholly owned Delaware limited liability subsidiaries. The Company was granted no-action relief by the staff of the Securities and Exchange Commission (“SEC”) to allow Hercules Adviser LLC (the “Adviser Subsidiary”) to register as a registered investment adviser under the Investment Advisers Act of 1940, as amended (“Advisers Act”). The Adviser Subsidiary provides investment advisory and related services to investment vehicles (“Adviser Funds”) owned by one or more unrelated third-party investors (“External Parties”). The Adviser Subsidiary is owned by Hercules Capital Management LLC and collectively held and presented with Hercules Partner Holdings, LLC, which separately wholly owns the general partnership vehicles to each of the Adviser Funds.

## **2. Summary of Significant Accounting Policies**

### ***Basis of Presentation***

The accompanying consolidated interim financial statements have been prepared in conformity with U.S. GAAP for interim financial information, and pursuant to the requirements for reporting on Form 10-Q and Articles 6, 10 and 12 of Regulation S-X. Accordingly, certain disclosures accompanying annual consolidated financial statements prepared in accordance with U.S. GAAP are omitted. In the opinion of management, all adjustments consisting solely of normal recurring accruals considered necessary for the fair statement of consolidated financial statements for the interim periods have been included. The current period’s results of operations are not necessarily indicative of results that ultimately may be achieved for the full fiscal year. Therefore, the interim unaudited consolidated financial statements and notes should be read in conjunction with the audited consolidated financial statements and notes thereto for the year ended December 31, 2023. The year-end Consolidated Statements of Assets and Liabilities data was derived from audited financial statements

but does not include all disclosures required by U.S. GAAP. The Company's functional currency is U.S. dollars ("USD") and these consolidated financial statements have been prepared in that currency.

As an investment company, the Company follows accounting and reporting guidance as set forth in Topic 946, Financial Services – Investment Companies ("ASC Topic 946") of the Financial Accounting Standards Board's ("FASB") Accounting Standards Codification, as amended ("ASC"). As provided under Regulation S-X and ASC Topic 946, the Company will not consolidate its investment in a portfolio company other than an investment company subsidiary or a controlled operating company whose business consists of providing services to the Company. Rather, an investment company's interest in portfolio companies that are not investment companies should be measured at fair value in accordance with ASC Topic 946. The Adviser Subsidiary is not an investment company as defined in ASC Topic 946 and further, the Adviser Subsidiary provides investment advisory services exclusively to the Adviser Funds which are owned by External Parties. As such pursuant to ASC Topic 946, the Adviser Subsidiary is accounted for as a portfolio investment of the Company held at fair value and is not consolidated.

Financial statements prepared on a U.S. GAAP basis require management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the consolidated financial statements and the reported amounts of income, expenses, gains and losses during the reported periods. Changes in the economic and regulatory environment, financial markets, the credit worthiness of our portfolio companies, other macro-economic developments (for example, global pandemics, natural disasters, terrorism, international conflicts and war), and any other parameters used in determining these estimates and assumptions could cause actual results to differ from these estimates and assumptions.

### ***Principles of Consolidation***

The Consolidated Financial Statements include the accounts of the Company, its consolidated subsidiaries, and all Variable Interest Entities ("VIE") of which the Company is the primary beneficiary. All intercompany accounts and transactions have been eliminated in consolidation.

A VIE is an entity that either (i) has insufficient equity to permit the entity to finance its activities without additional subordinated financial support or (ii) has equity investors who lack the characteristics of a controlling financial interest. The primary beneficiary of a VIE is the party with both the power to direct the activities of the VIE that most significantly impact the VIE's economic performance and the obligation to absorb the losses or the right to receive benefits that could be significant to the VIE.

To assess whether the Company has the power to direct the activities of a VIE that most significantly impact its economic performance, the Company considers all the facts and circumstances including its role in establishing the VIE and its ongoing rights and responsibilities. This assessment includes identifying the activities that most significantly impact the VIE's economic performance and identifying which party, if any, has power over those activities. In general, the party that makes the most significant decisions affecting the VIE is determined to have the power to direct the activities of a VIE. To assess whether the Company has the obligation to absorb the losses or the right to receive benefits that could potentially be significant to the VIE, the Company considers all of its economic interests, including debt and equity interests, servicing rights and fee arrangements, and any other variable interests in the VIE. If the Company determines that it is the party with the power to make the most significant decisions affecting the VIE, and the Company has a potentially significant interest in the VIE, then it consolidates the VIE.

The Company performs periodic reassessments, usually quarterly, of whether it is the primary beneficiary of a VIE. The reassessment process considers whether the Company has acquired or divested the power to direct the activities of the VIE through changes in governing documents or other circumstances. The Company also reconsiders whether entities previously determined not to be VIEs have become VIEs, based on certain events, and therefore are subject to the VIE consolidation framework.

The Company's Consolidated Financial Statements included the accounts of the securitization trust, a VIE, formed in conjunction with the issuance of the 2031 Asset-Backed Notes (as defined in "Note 5 – Debt"). The assets of the Company's securitization VIE are restricted to be used to settle obligations of its consolidated securitization VIE, which are disclosed parenthetically on the Consolidated Statements of Assets and Liabilities. The liabilities are the only obligations of its consolidated securitization VIE, and the creditors (or beneficial interest holders) do not have recourse to the Company's general credit.



### ***Fair Value Measurements***

The Company follows guidance in ASC Topic 820, Fair Value Measurement (“ASC Topic 820”), where fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. ASC Topic 820 establishes a framework for measuring the fair value of assets and liabilities and outlines a three-tier hierarchy which maximizes the use of observable market data input and minimizes the use of unobservable inputs to establish a classification of fair value measurements. Inputs refer broadly to the assumptions that market participants would use in pricing the asset or liability, including assumptions about risk, such as the risk inherent in a particular valuation technique used to measure fair value using a pricing model and/or the risk inherent in the inputs for the valuation technique. Inputs may be observable or unobservable. Observable inputs reflect the assumptions market participants would use in pricing the asset or liability based on market data obtained from sources independent of the Company. Unobservable inputs reflect the Company’s own assumptions about the assumptions market participants would use in pricing the asset or liability based on the information available. The inputs or methodology used for valuing assets or liabilities may not be an indication of the risks associated with investing in those assets or liabilities. ASC Topic 820 also requires disclosure for fair value measurements based on the level within the hierarchy of the information used in the valuation. ASC Topic 820 applies whenever other standards require (or permit) assets or liabilities to be measured at fair value.

The Company categorizes all investments recorded at fair value in accordance with ASC Topic 820 based upon the level of judgment associated with the inputs used to measure their fair value. Hierarchical levels, defined by ASC Topic 820 and directly related to the amount of subjectivity associated with the inputs to fair valuation of these assets and liabilities, are as follows:

Level 1—Inputs are unadjusted, quoted prices in active markets for identical assets at the measurement date. The types of assets carried at Level 1 fair value generally are equities listed in active markets.

Level 2—Inputs (other than quoted prices included in Level 1) are either directly or indirectly observable for the asset in connection with market data at the measurement date and for the extent of the instrument’s anticipated life. Fair valued assets that are generally included in this category are publicly held debt investments and warrants held in a public company.

Level 3—Inputs reflect management’s best estimate of what market participants would use in pricing the asset at the measurement date. It includes prices or valuations that require inputs that are both significant to the fair value measurement and unobservable. Generally, assets carried at fair value and included in this category are the debt investments and warrants and equities held in a private company.

### ***Valuation of Investments***

The most significant estimate inherent in the preparation of the Company’s consolidated financial statements is the valuation of investments and the related amounts of unrealized appreciation and depreciation of investments recorded.

Pursuant to the amended SEC Rule 2a-5 of the 1940 Act, the Board has designated the Company’s Valuation Committee as the “valuation designee”. As of June 30, 2024, approximately 97.2% of the Company’s total assets represented investments in portfolio companies whose fair value is determined in good faith by the Company’s Valuation Committee and approved by the Board. Fair Value, as defined in Section 2(a)(41) of the 1940 Act, is (i) the market price for those securities for which a market quotation is readily available and (ii) for all other securities and assets, fair value is as determined in good faith by the valuation designee of the Board. The Company’s investments are carried at fair value in accordance with the 1940 Act and ASC Topic 946 and measured in accordance with ASC Topic 820. The Company provides financing solutions to high-growth and innovative venture capital-backed and institutional-backed companies in technology-related industries including drug discovery and development, software, consumer & business services, and other healthcare services at all stages of development. Given the nature of investing in these types of businesses, substantially all of the Company’s investments in these portfolio companies are considered Level 3 assets under ASC Topic 820 because there generally is no known or accessible market or market indexes for these investment securities to be traded or exchanged. As such, the Company values substantially all of its investments at fair value as determined in good faith pursuant to a consistent valuation policy established by the Board in accordance with the provisions of ASC Topic 820 and the 1940 Act. Due to the inherent uncertainty in determining the fair value of investments that do not have a readily available market value, the fair value of the Company’s investments determined in good faith by the Company’s Valuation Committee and approved by the Board may differ significantly from the value that would have been used had a readily available market existed for such investments, and the differences could be material.

In accordance with procedures established by its Board, the Company values investments on a quarterly basis following a multistep valuation process. The quarterly Board approved multi-step valuation process is described below:

- (1) The Company's quarterly valuation process begins with each portfolio company being initially valued by the investment professionals responsible for the portfolio investment;
- (2) Preliminary valuation conclusions and business-based assumptions, along with any applicable fair value marks provided by an independent firm, are reviewed with the Company's investment committee and certain member(s) of credit group as necessary;
- (3) The Valuation Committee reviews the preliminary valuations recommended by the investment committee and certain member(s) of the credit group of each investment in the portfolio and determines the fair value of each investment in the Company's portfolio in good faith and recommends the valuation determinations to the Audit Committee of the Board;
- (4) The Audit Committee of the Board provides oversight of the quarterly valuation process in accordance with Rule 2a-5, which includes a review of the quarterly reports prepared by the Valuation Committee, reviews the fair valuation determinations made by the Valuation Committee, and approves such valuations for inclusion in public reporting and disclosures, as appropriate; and
- (5) The Board, upon the recommendation of the Audit Committee, discusses valuations and approves the fair value of each investment in the Company's portfolio.

Investments purchased within the preceding two calendar quarters before the valuation date and debt investments with remaining maturities within 12 months or less may each be valued at cost with interest accrued or discount accreted/premium amortized to the date of maturity, unless such valuation, in the judgment of the Company, does not represent fair value. In this case such investments shall be valued at fair value as determined in good faith by the Valuation Committee and approved by the Board. Investments that are not publicly traded or whose market quotations are not readily available are valued at fair value as determined in good faith by the Valuation Committee and approved by the Board.

As part of the overall process noted above, the Company engages one or more independent valuation firm(s) to provide management with assistance in determining the fair value of selected portfolio investments each quarter. In selecting which portfolio investments to engage an independent valuation firm, the Company considers a number of factors, including, but not limited to, the potential for material fluctuations in valuation results, size, credit quality, and the time lapse since the last valuation of the portfolio investment by an independent valuation firm. The scope of services rendered by the independent valuation firm is at the discretion of the Valuation Committee and subject to approval of the Board, and the Company may engage an independent valuation firm to value all or some of our portfolio investments. In determining the fair value of a portfolio investment in good faith, the Company recognizes these determinations are made using the best available information that is knowable or reasonably knowable. In addition, changes in the market environment, portfolio company performance and other events that may occur over the duration of the investments may cause the gains or losses ultimately realized on these investments to be materially different than the valuations currently assigned. The change in fair value of each individual investment is recorded as an adjustment to the investment's fair value and the change is reflected in unrealized appreciation or depreciation.

#### *Debt Investments*

The Company principally invests in debt securities with a particular emphasis on Structured Debt. The Company uses the term "Structured Debt" to refer to a debt investment that is structured with an equity, warrant, option, or other right to purchase or convert into common or preferred stock. Given the nature of lending to venture capital-backed and institutional-backed companies in technology-related industries, substantially all of the Company's debt investments in these portfolio companies are considered Level 3 assets under ASC Topic 820 because there generally is no known or accessible market or market indexes for debt instruments for these investment securities to be traded or exchanged. The Company may, from time to time, invest in public debt of companies that meet the Company's investment objectives, and to the extent market quotations or other pricing indicators (i.e. broker quotes) are available, these investments are considered Level 1 or 2 assets in line with ASC Topic 820.

In making a good faith determination of the value of the Company's investments, the Company generally starts with the cost basis of the investment, which includes the value attributed to the original issue discount ("OID"), if any, and payment-in-kind ("PIK") interest or other receivables which have been accrued as earned. The Company then applies the valuation methods as set forth below.

The Company assumes the sale of each debt security in a hypothetical market to a hypothetical market participant where buyers and sellers are willing participants. The hypothetical market does not include scenarios where the underlying security was simply repaid or extinguished, but includes an exit concept. The Company determines the yield at inception for each debt investment. The Company then uses senior secured, leveraged loan yields provided by third party providers

to calibrate the change in market yields between inception of the debt investment and the measurement date. Industry specific indices and other relevant market data are used to benchmark and assess market-based movements for reasonableness. As part of determining the fair value, the Company also evaluates the collateral for recoverability of the debt investments. The Company considers each portfolio company's credit rating, security liens and other characteristics of the investment to adjust the baseline yield to derive a credit adjusted hypothetical yield for each investment as of the measurement date. The anticipated future cash flows from each investment are then discounted at the hypothetical yield to estimate each investment's fair value as of the measurement date. The Company's process includes an analysis of, among other things, the underlying investment performance, the current portfolio company's financial condition and market changing events that impact valuation, estimated remaining life, current market yield and interest rate spreads of similar securities as of the measurement date.

The Company values debt securities that are traded on a public exchange at the prevailing market price as of the valuation date. For syndicated debt investments, for which sufficient market data is available and liquidity, the Company values debt securities using broker quotes and bond indices amongst other factors. If there is a significant deterioration of the credit quality of a debt investment, the Company may consider other factors to estimate fair value, including the proceeds that would be received in a liquidation analysis.

The Company records unrealized depreciation on investments when it believes that an investment has decreased in value, including where collection of a debt investment is doubtful or, if under the in-exchange premise, when the value of a debt investment is less than amortized cost of the investment. Conversely, where appropriate, the Company records unrealized appreciation if it believes that the underlying portfolio company has appreciated in value and, therefore, that its investment has also appreciated in value or, if under the in-exchange premise, the value of a debt investment is greater than amortized cost.

When originating a debt instrument, the Company generally receives warrants or other equity securities from the borrower. The Company determines the cost basis of the warrants or other equity securities received based upon their respective fair values on the date of receipt in proportion to the total fair value of the debt and warrants or other equity securities received. Any resulting discount on the debt investments from recording warrant or other equity instruments is accreted into interest income over the life of the debt investment.

#### *Equity Securities and Warrants*

Securities that are traded in the over-the-counter markets or on a stock exchange will be valued at the prevailing bid price at period end. The Company has a limited amount of equity securities in public companies. In accordance with the 1940 Act, unrestricted publicly traded securities for which market quotations are readily available are valued at the closing market quote on the measurement date.

At each reporting date, privately held warrant and equity securities are valued based on an analysis of various factors including, but not limited to, the portfolio company's operating performance and financial condition, general market conditions, price to enterprise value or price to equity ratios, discounted cash flow, valuation comparisons to comparable public companies or other industry benchmarks. When an external event occurs, such as a purchase transaction, public offering, or subsequent equity sale, the pricing indicated by that external event is utilized to corroborate the Company's valuation of the warrant and equity securities. The Company periodically reviews the valuation of its portfolio companies that have not been involved in a qualifying external event to determine if the enterprise value of the portfolio company may have increased or decreased since the last valuation measurement date. Absent a qualifying external event, the Company estimates the fair value of warrants using a Black Scholes OPM. For certain privately held equity securities, the income approach is used, in which the Company converts future amounts (for example, cash flows or earnings) to a net present value. The measurement is based on the value indicated by current market expectations about those future amounts. In following these approaches, the types of factors that the Company may take into account include, as relevant: applicable market yields and multiples, the portfolio company's capital structure, the nature and realizable value of any collateral, the portfolio company's ability to make payments, its earnings and discounted cash flows, and enterprise value among other factors.

#### *Investment Funds & Vehicles*

The Company applies the practical expedient provided by the ASC Topic 820 relating to investments in certain entities that calculate Net Asset Value ("NAV") per share (or its equivalent). ASC Topic 820 permits an entity holding investments in certain entities that either are investment companies, or have attributes similar to an investment company, and calculate NAV per share or its equivalent for which the fair value is not readily determinable, to measure the fair value of such investments on the basis of that NAV per share, or its equivalent, without adjustment. Investments which are valued using NAV per share as a practical expedient are not categorized within the fair value hierarchy as per ASC Topic 820.

***Derivative Instruments***

The Company's derivative instruments include foreign currency forward contracts. The Company recognizes all derivative instruments as assets or liabilities at fair value in its consolidated financial statements. Derivative contracts entered into by the Company are not designated as hedging instruments, and as a result, the Company presents changes in fair value through net change in unrealized appreciation (depreciation) on non-control/non-affiliate investments in the Consolidated Statements of Operations. Realized gains and losses of the derivative instruments are included in net realized gains (losses) on non-control/non-affiliate investments in the Consolidated Statements of Operations. The net cash flows realized on settlement of derivatives are included in realized (gain) loss in the Consolidated Statements of Cash Flows.

***Cash, Cash Equivalents, and Restricted Cash***

Cash and cash equivalents consist solely of funds deposited with financial institutions and short-term liquid investments in money market deposit accounts. Cash and cash equivalents are carried at cost, which approximates fair value. As of June 30, 2024, the Company held \$1,279 thousand (Cost basis \$1,318 thousand) of foreign cash. As of December 31, 2023, the Company held \$804 thousand (Cost basis \$842 thousand) of foreign cash. Restricted cash includes amounts that are held as collateral securing certain of the Company's financing transactions, including amounts held in a securitization trust by trustees related to its 2031 Asset-Backed Notes (refer to "Note 5 – Debt").

***Other Assets***

Other assets generally consist of prepaid expenses, debt issuance costs on our Credit Facilities net of accumulated amortization, fixed assets net of accumulated depreciation, deferred revenues and deposits and other assets, including escrow and other investment related receivables.

***Escrow Receivables***

Escrow receivables are collected in accordance with the terms and conditions of the escrow agreement. Escrow balances are typically distributed over a period greater than one year and may accrue interest during the escrow period. Escrow balances are measured for collectability on at least a quarterly basis and fair value is determined based on the amount of the estimated recoverable balances and the contractual maturity date.

***Leases***

The Company determines if an arrangement is a lease at inception. Operating leases are included in right-of-use ("ROU") assets, and operating lease liability obligations in our Consolidated Statements of Assets and Liabilities. The Company recognizes a ROU asset and an operating lease liability for all leases, with the exception of short-term leases which have a term of 12 months or less. ROU assets represent the right to use an underlying asset for the lease term and operating lease liability obligations represent the obligation to make lease payments arising from the lease. ROU assets and liabilities are recognized at lease commencement date based on the present value of lease payments over the lease term. The Company has lease agreements with lease and non-lease components and has separated these components when determining the ROU assets and the related lease liabilities. As most of the Company's leases do not provide an implicit rate, the Company estimated its incremental borrowing rate based on the information available at the lease commencement date in determining the present value of lease payments. The Company uses the implicit rate when readily determinable. The ROU asset also includes any lease payments made and excludes lease incentives and lease direct costs. The Company's lease terms may include options to extend or terminate the lease when it is reasonably certain that we will exercise that option. Lease expense is recognized on a straight-line basis over the lease term. See "Note 11 – Commitments and Contingencies".

***Investment Income Recognition***

The Company's investment portfolio generates interest, fee, and dividend income. The Company records interest income on an accrual basis, recognizing income as earned in accordance with the contractual terms of the loan agreement, to the extent that such amounts are expected to be collected. The Company's Structured Debt investments may generate OID. The OID received upfront typically represents the value of detachable equity, warrants, or another asset obtained in conjunction with the acquisition of debt securities. The OID is accreted into interest income over the term of the loan as a yield enhancement following the effective interest method. Additionally, certain debt investments in the Company's portfolio earn PIK interest. The Company records PIK interest in accordance with the contractual terms of the loan agreement, to the extent that such amounts are expected to be collected. Contractual PIK interest represents contractually deferred interest that is added to the loan balance as principal and is generally due at the end of the loan term.

The Company's loan origination activities generate fee income, which is generally collected in advance and includes loan commitment, facility fees for due diligence and structuring, as well as fees for transaction services and management services rendered by the Company to portfolio companies and other third parties. Loan commitment and facility fees are

capitalized and then amortized into income over the contractual life of the loan using the effective interest method. One-off fees for transaction and management services are generally recognized as income in the period when the services are rendered. The Company may also earn loan exit fees, which are contractual fees that are generally received upon the earlier of maturity or prepayment. The Company accretes loan exit fees into interest income following the effective interest method, recognizing income as earned in accordance with the contractual terms of the loan agreement, to the extent that such amounts are expected to be collected.

From time to time, additional fees may be earned by the Company relating to specific loan modifications, prepayments, or other one-off events. These non-recurring fees are either amortized into fee income over the remaining term of the loan commencing in the quarter for loan modifications, or recognized currently as one-time fee income for items such as prepayment penalties, fees related to select covenant default waiver fees, and acceleration of previously deferred loan fees and OID related to early loan pay-off or material modification of the specific debt outstanding.

Debt investments are placed on non-accrual status when it is probable that principal, interest or fees will not be collected according to contractual terms. When a debt investment is placed on non-accrual status, the Company ceases to recognize interest and fee income until the portfolio company has paid all principal and interest due or demonstrated the ability to repay its current and future contractual obligations to the Company. The Company may determine to continue to accrue interest on a loan where the investment has sufficient collateral value to collect all of the contractual amount due and is in the process of collection. Interest collected on non-accrual investments are generally applied to principal.

### ***Realized Gains or Losses***

Realized gains or losses are measured by the difference between the net proceeds from the sale or other realization event and the cost basis of the investment using the specific identification method without regard to unrealized appreciation or depreciation previously recognized, and includes investments charged off during the period, net of recoveries.

### ***Secured Borrowings***

The Company follows the guidance in ASC Topic 860, Transfers and Servicing (“ASC Topic 860”), when accounting for participation and other partial loan sales. Certain loan sales do not qualify for sale accounting under ASC Topic 860 because these sales do not meet the definition of a “participating interest”, as defined in the guidance, in order for sale accounting treatment to be allowed. Participations or other partial loan sales which do not meet the definition of a participating interest, or which are not eligible for sale accounting treatment remain as an investment on the consolidated balance sheet as required under U.S. GAAP and the proceeds are recorded as a secured borrowing. Secured borrowings are carried at fair value.

### ***Equity Offering Expenses***

The Company’s offering expenses are charged against the proceeds from equity offerings when received as a reduction of capital upon completion of an offering of registered securities.

### ***Debt***

The debt of the Company is carried at amortized cost which is comprised of the principal amount borrowed net of any unamortized discount and debt issuance costs. Discounts and issuance costs are accreted to interest expense and loan fees, respectively, using the straight-line method, which closely approximates the effective yield method, over the remaining life of the underlying debt obligations (see “Note 5 – Debt”). Accrued but unpaid interest is included within Accounts payable and accrued liabilities on the Consolidated Statements of Assets and Liabilities. In the event that the debt is extinguished, either partially or in full, before maturity, the Company recognizes the gain or loss in the Consolidated Statements of Operations within net realized gains (losses) as a “Loss on extinguishment of debt”.

### ***Debt Issuance Costs***

Debt issuance costs are fees and other direct incremental costs incurred by the Company in obtaining debt financing and are recognized as prepaid expenses and amortized over the life of the related debt instrument using the effective yield method or the straight-line method, which closely approximates the effective yield method. In accordance with ASC Subtopic 835-30, *Interest – Imputation of Interest*, debt issuance costs are presented as a reduction to the associated liability balance on the Consolidated Statements of Assets and Liabilities, except for debt issuance costs associated with line-of-credit arrangements.

### ***Stock-Based Compensation***

The Company has issued and may, from time to time, issue stock options, restricted stock, and other stock-based compensation awards to employees and directors. Management follows the guidance set forth under ASC Topic 718, to account for stock-based compensation awards granted. Under ASC Topic 718, compensation expense associated with

stock-based compensation is measured at the grant date based on the fair value of the award and is recognized over the vesting period. Determining the appropriate fair value model and calculating the fair value of stock-based awards at the grant date requires judgment. This includes certain assumptions such as stock price volatility, forfeiture rate, expected outcome probability, and expected option life, as applicable to each award. In accordance with ASC Topic 480, certain stock awards are classified as a liability. The compensation expense associated with these awards is recognized in the same manner as all other stock-based compensation. The award liability is recorded as deferred compensation and included in Accounts payable and accrued liabilities.

### ***Income Taxes***

The Company accounts for income taxes in accordance with the provisions of ASC Topic 740 Income Taxes, under which income taxes are provided for amounts currently payable and for amounts deferred based upon the estimated future tax effects of differences between the financial statements and tax basis of assets and liabilities given the provisions of the enacted tax law. Valuation allowances may be used to reduce deferred tax assets to the amount likely to be realized.

Because taxable income as determined in accordance with U.S. federal tax regulations differ from U.S. GAAP, taxable income generally differs from net income for financial reporting purposes due to temporary and permanent differences in the recognition of income and expenses, and generally excludes net unrealized appreciation or depreciation, as such gains or losses are not included in taxable income until they are realized. Permanent differences are reclassified among capital accounts in the financial statements to reflect their appropriate tax character. Permanent differences may also result from the change in the classification of certain items, such as the treatment of short-term gains as ordinary income for tax purposes. Temporary differences arise when certain items of income, expense, gains or losses are recognized at some time in the future for tax or U.S. GAAP purposes.

The Company has elected to be treated as a RIC under Subchapter M of the Code. To qualify as a RIC, the Company is required to meet certain income and asset tests in addition to distributing dividends of an amount generally at least equal to 90% of its investment company taxable income, as defined by the Code and determined without regard to any deduction for distributions paid, to its stockholders. See “Certain United States Federal Income Tax Considerations” included in the Company’s Annual Report on Form 10-K for the year ended December 31, 2023 filed with the SEC on February 15, 2024 for additional information.

As a RIC, the Company is subject to a 4% non-deductible U.S. federal excise tax on certain undistributed income unless the Company makes distributions treated as dividends for U.S. federal income tax purposes in a timely manner to its stockholders in respect of each calendar year of an amount at least equal to the sum of (1) 98% of its ordinary income (taking into account certain deferrals and elections) for each calendar year, (2) 98.2% of its capital gain net income (adjusted for certain ordinary losses) for the 1-year period ending October 31 of each such calendar year and (3) any ordinary income and capital gain net income realized, but not distributed, in preceding calendar years. The Company will not be subject to this excise tax on any amount on which the Company incurred U.S. federal income tax (such as the tax imposed on a RIC’s retained net capital gains).

The amount to be paid out as a distribution is determined by the Board each quarter and is based upon the annual earnings estimated by the management of the Company. To the extent that the Company's earnings fall below the amount of the dividend distributions declared, however, a portion of the total amount of the Company's distributions for the fiscal year may be deemed a return of capital.

Depending on the level of taxable income earned in a taxable year, the Company may choose to carry over taxable income in excess of current taxable year distributions from such taxable income into the next taxable year and incur a 4% excise tax on such taxable income, as required. The maximum amount of excess taxable income that may be carried over for distribution in the next taxable year under the Code is the total amount of distributions paid in the following taxable year, subject to certain declaration and payment guidelines. To the extent the Company chooses to carry over taxable income into the next taxable year, distributions declared and paid by the Company in a taxable year may differ from the Company’s taxable income for that taxable year as such distributions may include the distribution of current taxable year taxable income, the distribution of prior taxable year taxable income carried over into and distributed in the current taxable year, or returns of capital. The Company intends to timely distribute to its stockholders substantially all of its annual taxable income for each year, except that it may retain certain net capital gains for reinvestment and, depending upon the level of taxable income earned in a year, it may choose to carry forward taxable income for distribution in the following year and pay any applicable U.S. federal excise tax.

### ***Earnings Per Share (“EPS”)***

Basic EPS is calculated by dividing net earnings applicable to common stockholders by the weighted average number of common shares outstanding. Common shares outstanding includes common stock and restricted stock for which no future service is required as a condition to the delivery of the underlying common stock. Diluted EPS includes the

determinants of basic EPS and, in addition, reflects the dilutive effect of the common stock deliverable pursuant to stock options and to restricted stock for which future service is required as a condition to the delivery of the underlying common stock. In accordance with ASC 260-10-45-60A, the Company uses the two-class method in the computation of basic EPS and diluted EPS, if applicable.

***Comprehensive Income***

The Company reports all changes in comprehensive income in the Consolidated Statements of Operations. The Company did not have other comprehensive income for the three and six months ended June 30, 2024 or 2023. The Company's comprehensive income is equal to its net increase in net assets resulting from operations.

***Distributions***

Distributions to common stockholders are approved by the Board on a quarterly basis and the distribution payable is recorded on the ex-dividend date. The Company maintains an "opt out" dividend reinvestment plan that provides for reinvestment of the Company's distribution on behalf of the Company's stockholders, unless a stockholder elects to receive cash. As a result, if the Company declares a distribution, cash distributions will be automatically reinvested in additional shares of its common stock unless the stockholder specifically "opts out" of the dividend reinvestment plan and chooses to receive cash distributions.

***Segments***

The Company lends to and invests in portfolio companies in various technology-related industries including drug discovery and development, software, consumer & business services, and other healthcare services. The Company separately evaluates the performance of each of its lending and investment relationships. However, because each of these loan and investment relationships has similar business and economic characteristics, they have been aggregated into a single reportable segment.

### 3. Fair Value of Financial Instruments

Fair value estimates are made at discrete points in time based on relevant information. These estimates may be subjective in nature and involve uncertainties and matters of significant judgment and, therefore, cannot be determined with precision. Investments measured at fair value on a recurring basis are categorized in the tables below based upon the lowest level of significant input to the valuations as of June 30, 2024 and December 31, 2023.

(in thousands)				
Description	Balance as of June 30, 2024	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
<b>Other assets</b>				
Escrow and Other Investment Receivables	\$ 1,888	\$ —	\$ —	\$ 1,888
<b>Investments</b>				
Senior Secured Debt	\$ 3,320,419	\$ —	\$ —	\$ 3,320,419
Unsecured Debt	72,090	—	—	72,090
Preferred Stock	46,525	—	—	46,525
Common Stock <sup>(2)</sup>	93,726	48,281	—	45,445
Warrants	28,922	—	11,254	17,668
	\$ 3,561,682	\$ 48,281	\$ 11,254	\$ 3,502,147
Investment Funds & Vehicles measured at Net Asset Value <sup>(3)</sup>	6,857			
<b>Total Investments, at fair value</b>	\$ 3,568,539			
Derivative Instruments <sup>(4)</sup>	188			
<b>Total Investments, at fair value including derivative instruments</b>	\$ 3,568,727			

(in thousands)				
Description	Balance as of December 31, 2023	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
<b>Cash and cash equivalents</b>				
Money Market Fund <sup>(1)</sup>	\$ 56,000	\$ 56,000	\$ —	\$ —
<b>Other assets</b>				
Escrow and Other Investment Receivables	\$ 10,888	\$ —	\$ —	\$ 10,888
<b>Investments</b>				
Senior Secured Debt	\$ 2,987,577	\$ —	\$ —	\$ 2,987,577
Unsecured Debt	69,722	—	—	69,722
Preferred Stock	53,038	—	—	53,038
Common Stock <sup>(2)</sup>	99,132	57,342	—	41,790
Warrants	33,969	—	11,881	22,088
	\$ 3,243,438	\$ 57,342	\$ 11,881	\$ 3,174,215
Investment Funds & Vehicles measured at Net Asset Value <sup>(3)</sup>	4,608			
<b>Total Investments, at fair value</b>	\$ 3,248,046			
Derivative Instruments <sup>(4)</sup>	(766)			
<b>Total Investments including cash and cash equivalents and derivative instruments</b>	\$ 3,303,280			

(1) This investment is included in Cash and cash equivalents in the accompanying Consolidated Statements of Assets and Liabilities.

(2) Common Stock includes non-voting security in the form of a promissory note with a lien on shares of issuer's Common Stock.

(3) In accordance with U.S. GAAP, certain investments are measured at fair value using the net asset value per share (or its equivalent) as a practical expedient and are not categorized within the fair value hierarchy as per ASC 820. The fair value amounts presented in this table are intended to permit reconciliation of the fair value hierarchy to the amounts presented in the accompanying Consolidated Statements of Assets and Liabilities.

(4) Derivative Instruments are carried at fair value and a level 2 security within the Company's fair value hierarchy.



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The table below presents a reconciliation of changes for all financial assets and liabilities measured at fair value on a recurring basis, excluding accrued interest components, using significant unobservable inputs (Level 3) for the six months ended June 30, 2024 and 2023.

(in thousands)	Balance as of January 1, 2024	Net Realized Gains (Losses) <sup>(1)</sup>	Net Change in Unrealized Appreciation (Depreciation) <sup>(2)</sup>	Purchases <sup>(5)</sup>	Sales	Repayments <sup>(6)</sup>	Gross Transfers into Level 3 <sup>(3)</sup>	Gross Transfers out of Level 3 <sup>(3)</sup>	Balance as of June 30, 2024
<b>Investments</b>									
Senior Secured Debt	\$ 2,987,577	\$ (9,120)	\$ (17,797)	\$ 856,973	\$ —	\$ (493,121)	\$ —	\$ (4,093)	\$ 3,320,419
Unsecured Debt	69,722	—	527	1,841	—	—	—	—	72,090
Preferred Stock	53,038	—	(10,541)	1,597	—	—	2,431	—	46,525
Common Stock	41,790	(89)	(2,018)	4,100	—	—	1,662	—	45,445
Warrants	22,088	464	(4,509)	2,454	(2,829)	—	—	—	17,668
<b>Other Assets</b>									
Escrow and Other Investment Receivables	10,888	60	9,546	43	(18,649)	—	—	—	1,888
<b>Total</b>	<b>\$ 3,185,103</b>	<b>\$ (8,685)</b>	<b>\$ (24,792)</b>	<b>\$ 867,008</b>	<b>\$ (21,478)</b>	<b>\$ (493,121)</b>	<b>\$ 4,093</b>	<b>\$ (4,093)</b>	<b>\$ 3,504,035</b>

(in thousands)	Balance as of January 1, 2023	Net Realized Gains (Losses) <sup>(1)</sup>	Net Change in Unrealized Appreciation (Depreciation) <sup>(2)</sup>	Purchases <sup>(5)</sup>	Sales	Repayments <sup>(6)</sup>	Gross Transfers into Level 3 <sup>(4)</sup>	Gross Transfers out of Level 3 <sup>(4)</sup>	Balance as of June 30, 2023
<b>Investments</b>									
Senior Secured Debt	\$ 2,741,388	\$ (5,845)	\$ 19,330	\$ 648,729	\$ —	\$ (524,679)	\$ —	\$ —	\$ 2,878,923
Unsecured Debt	54,056	—	4,276	687	—	—	—	—	59,019
Preferred Stock	41,488	(1,941)	1,702	—	—	—	—	—	41,249
Common Stock	25,059	—	8,322	1,000	(594)	—	—	—	33,787
Warrants	19,419	(1,763)	722	2,809	(7)	—	—	—	21,180
<b>Other Assets</b>									
Escrow Receivable	875	80	—	—	(152)	—	—	—	803
<b>Total</b>	<b>\$ 2,882,285</b>	<b>\$ (9,469)</b>	<b>\$ 34,352</b>	<b>\$ 653,225</b>	<b>\$ (753)</b>	<b>\$ (524,679)</b>	<b>\$ —</b>	<b>\$ —</b>	<b>\$ 3,034,961</b>

(1) Included in net realized gains (losses) in the accompanying Consolidated Statements of Operations.

(2) Included in net change in unrealized appreciation (depreciation) in the accompanying Consolidated Statements of Operations.

(3) Transfers out of Level 3 during the six months ended June 30, 2024 related to the conversion of the Company's Level 3 debt investments in Better Therapeutics, Inc. and Eigen Technologies Ltd. into common stock and preferred stock Level 3 investments in acquiring companies.

(4) There were no transfers into or out of Level 3 during the six months ended June 30, 2023.

(5) Amounts listed above are inclusive of loan origination fees received at the inception of the loan which are deferred and amortized into fee income as well as the accretion of existing loan discounts and fees during the period. Escrow receivable purchases may include additions due to proceeds held in escrow from the liquidation of level 3 investments. Amounts are net of purchases assigned to the Adviser Funds.

(6) Amounts listed above include the acceleration and payment of loan discounts and loan fees due to early payoffs or restructures along with regularly scheduled amortization.

The following table presents the net unrealized appreciation (depreciation) recorded for debt, preferred stock, common stock, and warrant Level 3 investments relating to assets still held at the reporting date.

(in millions)	Six Months Ended June 30,	
	2024	2023
Debt Investments	\$ (17.5)	\$ 23.0
Preferred Stock	(10.5)	(1.7)
Common Stock	(1.5)	8.3
Warrant Investments	(2.0)	(0.8)

The following tables provide quantitative information about the Company's Level 3 fair value measurements as of June 30, 2024 and December 31, 2023. In addition to the techniques and inputs noted in the tables below, according to the Company's valuation policy, the Company may also use other valuation techniques and methodologies when determining the Company's fair value measurements. The tables below are not intended to be all-inclusive, but rather provide information on the significant Level 3 inputs as they relate to the Company's fair value measurements. See the accompanying Consolidated Schedule of Investments for the fair value of the Company's investments. The methodology

for the determination of the fair value of the Company's investments is discussed in "Note 2 – Summary of Significant Accounting Policies". The significant unobservable input used in the fair value measurement of the Company's escrow receivables is the amount recoverable at the contractual maturity date of the escrow receivable.

Investment Type - Level 3 Debt Investments	Fair Value as of June 30, 2024 (in thousands)	Valuation Techniques/ Methodologies	Unobservable Input <sup>(1)</sup>	Range	Weighted Average <sup>(2)</sup>
Pharmaceuticals	\$ 1,176,486	Market Comparable Companies	Hypothetical Market Yield	10.36% - 18.58%	13.20%
			Premium/(Discount)	(2.00)% - 4.25%	0.05%
Technology	987,037	Market Comparable Companies	Hypothetical Market Yield	10.37% - 18.45%	13.48%
			Premium/(Discount)	(1.00)% - 3.25%	0.33%
		24,820	Convertible Note Analysis	Probability weighting of alternative outcomes	1.00% - 70.00%
	62,155	Liquidation <sup>(3)</sup>	Probability weighting of alternative outcomes	20.00% - 100.00%	66.67%
Sustainable and Renewable Technology	1,457	Market Comparable Companies	Hypothetical Market Yield	11.72% - 11.72%	11.72%
			Premium/(Discount)	2.00% - 2.00%	2.00%
Medical Devices	30,761	Market Comparable Companies	Hypothetical Market Yield	12.60% - 12.60%	12.60%
			Premium/(Discount)	0.50% - 0.50%	0.50%
Lower Middle Market	436,935	Market Comparable Companies	Hypothetical Market Yield	10.75% - 19.07%	14.00%
			Premium/(Discount)	0.00% - 3.00%	0.90%
<b>Debt Investments for which Cost Approximates Fair Value</b>					
	554,672	Debt Investments originated within 6 months			
	46,525	Imminent Payoffs <sup>(4)</sup>			
	71,661	Debt Investments Maturing in Less than One Year			
	<u>\$ 3,392,509</u>	<b>Total Level 3 Debt Investments</b>			
Other Investment Receivables	1,687	Liquidation <sup>(3)</sup>	Probability weighting of alternative outcomes	10.00% - 50.00%	40.20%
	<u>\$ 3,394,196</u>	<b>Total Level Three Debt Investments and Other Investment Receivables</b>			

- (1) The significant unobservable inputs used in the fair value measurement of the Company's debt securities are hypothetical market yields and premiums/(discounts). The hypothetical market yield is defined as the exit price of an investment in a hypothetical market to hypothetical market participants where buyers and sellers are willing participants. The premiums/(discounts) relate to company specific characteristics such as underlying investment performance, security liens, and other characteristics of the investment. Significant increases (decreases) in the inputs in isolation may result in a significantly lower (higher) fair value measurement, depending on the materiality of the investment.

Debt investments in the industries noted in the Company's Consolidated Schedule of Investments are included in the industries noted above as follows:

- Pharmaceuticals, above, is comprised of debt investments in the "Drug Discovery & Development" and "Healthcare Services, Other" industries.
- Technology, above, is comprised of debt investments in the "Communications & Networking", "Information Services", "Consumer & Business Services", "Media/Content/Info", "Space Technologies", and "Software" industries.
- Sustainable and Renewable Technology, above, is comprised of debt investments in the "Sustainable and Renewable Technology" industry.
- Lower Middle Market, above, is comprised of debt investments in the "Healthcare Services – Other", "Consumer & Business Services", "Diversified Financial Services", "Sustainable and Renewable Technology", and "Software" industries.

- (2) The weighted averages are calculated based on the fair market value of each investment.
- (3) The significant unobservable input used in the fair value measurement of impaired debt securities and other investment receivables is the probability weighting of alternative outcomes.
- (4) Imminent Payoffs represent debt investments that the Company expects to be fully repaid within the next three months, prior to their scheduled maturity date.

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Investment Type - Level 3 Debt Investments	Fair Value as of December 31, 2023 (in thousands)	Valuation Techniques/ Methodologies	Unobservable Input <sup>(1)</sup>	Range	Weighted Average <sup>(2)</sup>
Pharmaceuticals	\$ 971,775	Market Comparable Companies	Hypothetical Market Yield Premium/(Discount)	10.91% - 21.43% (1.00)% - 3.50%	13.46% 0.04%
	8,455	Liquidation <sup>(3)</sup>	Probability weighting of alternative outcomes	10.00% - 50.00%	41.83%
Technology	1,181,823	Market Comparable Companies	Hypothetical Market Yield Premium/(Discount)	11.30% - 20.74% (1.00)% - 5.00%	15.03% 0.47%
	23,244	Convertible Note Analysis	Probability weighting of alternative outcomes	1.00% - 50.00%	39.32%
	—	Liquidation <sup>(3)</sup>	Probability weighting of alternative outcomes	100.00% - 100.00%	100.00%
Sustainable and Renewable Technology	1,678	Market Comparable Companies	Hypothetical Market Yield	10.75% - 10.75%	10.75%
			Premium/(Discount)	0.75% - 0.75%	0.75%
Lower Middle Market	322,162	Market Comparable Companies	Hypothetical Market Yield	12.54% - 20.15%	14.13%
			Premium/(Discount)	(0.75)% - 2.25%	0.56%
<b>Debt Investments for which Cost Approximates Fair Value</b>					
	431,512	Debt Investments originated within 6 months			
	54,430	Imminent Payoffs <sup>(4)</sup>			
	62,220	Debt Investments Maturing in Less than One Year			
	<u>\$ 3,057,299</u>	<b>Total Level 3 Debt Investments</b>			
Other Investment Receivables	9,648	Liquidation <sup>(3)</sup>	Probability weighting of alternative outcomes	10.00% - 50.00%	41.83%
	<u>\$ 3,066,947</u>	<b>Total Level Three Debt Investments and Other Investment Receivables</b>			

(1) The significant unobservable inputs used in the fair value measurement of the Company's debt securities are hypothetical market yields and premiums/(discounts). The hypothetical market yield is defined as the exit price of an investment in a hypothetical market to hypothetical market participants where buyers and sellers are willing participants. The premiums/(discounts) relate to company specific characteristics such as underlying investment performance, security liens, and other characteristics of the investment. Significant increases (decreases) in the inputs in isolation may result in a significantly lower (higher) fair value measurement, depending on the materiality of the investment.

Debt investments in the industries noted in the Company's Consolidated Schedule of Investments are included in the industries noted above as follows:

- Pharmaceuticals, above, is comprised of debt investments in the "Drug Discovery & Development" and "Healthcare Services, Other" industries.
- Technology, above, is comprised of debt investments in the "Communications & Networking", "Information Services", "Consumer & Business Services", "Media/Content/Info", and "Software" industries.
- Sustainable and Renewable Technology, above, is comprised of debt investments in the "Sustainable and Renewable Technology" industry.
- Lower Middle Market, above, is comprised of debt investments in the "Healthcare Services – Other", "Consumer & Business Services", "Diversified Financial Services", "Sustainable and Renewable Technology", and "Software" industries.

(2) The weighted averages are calculated based on the fair market value of each investment.

(3) The significant unobservable input used in the fair value measurement of impaired debt securities and other investment receivables is the probability weighting of alternative outcomes.

(4) Imminent payoffs represent debt investments that the Company expects to be fully repaid within the next three months, prior to their scheduled maturity date.

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Investment Type - Level 3 Equity and Warrant Investments	Fair Value as of June 30, 2024 (in thousands)	Valuation Techniques/ Methodologies	Unobservable Input <sup>(1)</sup>	Range	Weighted Average <sup>(5)</sup>
Equity Investments	\$ 44,149	Market Comparable Companies	Revenue Multiple <sup>(2)</sup>	0.3x - 16.2x	13.2x
			Tangible Book Value Multiple <sup>(2)</sup>	1.5x - 1.5x	1.5x
			Discount for Lack of Marketability <sup>(3)</sup>	10.60% - 92.58%	34.54%
			Market Equity Adjustment <sup>(4)</sup>	(90.62)% - 4.58%	(9.31)%
	10,845	Market Adjusted OPM Backsolve			
	32,417	Discounted Cash Flow	Discount Rate <sup>(7)</sup>	12.93% - 33.53%	30.77%
	4,559	Other <sup>(6)</sup>			
Warrant Investments	14,837	Market Comparable Companies	Revenue Multiple <sup>(2)</sup>	0.9x - 11.3x	4.5x
			Discount for Lack of Marketability <sup>(3)</sup>	10.16% - 32.96%	24.55%
			Market Equity Adjustment <sup>(4)</sup>	(44.75)% - 46.34%	(2.96)%
	2,831	Market Adjusted OPM Backsolve			
<b>Total Level 3 Equity and Warrant Investments</b>	<b>\$ 109,638</b>				

- (1) The significant unobservable inputs used in the fair value measurement of the Company's warrant and equity securities are revenue and/or earnings multiples (e.g. EBITDA, EBT, ARR), market equity adjustment factors, and discounts for lack of marketability. Significant increases/(decreases) in the inputs in isolation would result in a significantly higher/(lower) fair value measurement, depending on the materiality of the investment. For some investments, additional consideration may be given to data from the last round of financing or merger/acquisition events near the measurement date. The significant unobservable input used in the fair value measurement of impaired equity securities is the probability weighting of alternative outcomes.
- (2) Represents amounts used when the Company has determined that market participants would use such multiples when pricing the investments.
- (3) Represents amounts used when the Company has determined market participants would take into account these discounts when pricing the investments.
- (4) Represents the range of changes in industry valuations since the portfolio company's last external valuation event.
- (5) Weighted averages are calculated based on the fair market value of each investment.
- (6) The fair market value of these investments is derived based on recent private market and merger and acquisition transaction prices.
- (7) The discount rate used is based on current portfolio yield adjusted for uncertainty of actual performance and timing in capital deployments.

Investment Type - Level 3 Equity and Warrant Investments	Fair Value as of December 31, 2023 (in thousands)	Valuation Techniques/ Methodologies	Unobservable Input <sup>(1)</sup>	Range	Weighted Average <sup>(5)</sup>
Equity Investments	\$ 52,094	Market Comparable Companies	EBITDA Multiple <sup>(2)</sup>	12.3x - 12.3x	12.3x
			Revenue Multiple <sup>(2)</sup>	0.3x - 20.1x	7.2x
			Tangible Book Value Multiple <sup>(2)</sup>	1.8x - 1.8x	1.8x
			Discount for Lack of Marketability <sup>(3)</sup>	7.11% - 92.72%	31.57%
			Market Equity Adjustment <sup>(4)</sup>	(86.14)% - 32.69%	7.47%
	11,096	Market Adjusted OPM Backsolve			
	28,713	Discounted Cash Flow	Discount Rate <sup>(7)</sup>	19.88% - 31.97%	30.51%
	2,925	Other <sup>(6)</sup>			
Warrant Investments	19,014	Market Comparable Companies	EBITDA Multiple <sup>(2)</sup>	12.3x - 12.3x	12.3x
			Revenue Multiple <sup>(2)</sup>	0.9x - 10.2x	4.2x
			Discount for Lack of Marketability <sup>(3)</sup>	6.21% - 33.12%	21.70%
			Market Equity Adjustment <sup>(4)</sup>	(70.67)% - 34.86%	13.17%
	3,074	Market Adjusted OPM Backsolve			
	—	Other <sup>(6)</sup>			
<b>Total Level 3 Equity and Warrant Investments</b>	<b>\$ 116,916</b>				

- (1) The significant unobservable inputs used in the fair value measurement of the Company's warrant and equity securities are revenue and/or earnings multiples (e.g. EBITDA, EBT, ARR), market equity adjustment factors, and discounts for lack of marketability. Significant increases/(decreases) in the inputs in isolation would result in a significantly higher/(lower) fair value measurement, depending on the materiality of the investment. For some investments, additional consideration may be given to data from the last round of financing or merger/acquisition events near the measurement date. The significant unobservable input used in the fair value measurement of impaired equity securities is the probability weighting of alternative outcomes.
- (2) Represents amounts used when the Company has determined that market participants would use such multiples when pricing the investments.

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- (3) Represents amounts used when the Company has determined market participants would take into account these discounts when pricing the investments.
- (4) Represents the range of changes in industry valuations since the portfolio company's last external valuation event.
- (5) Weighted averages are calculated based on the fair market value of each investment.
- (6) The fair market value of these investments is derived based on recent market transactions.
- (7) The discount rate used is based on current portfolio yield adjusted for uncertainty of actual performance and timing in capital deployments.

The Company believes that the carrying amounts of its financial instruments, other than investments and debt, which consist of cash and cash equivalents, receivables including escrow receivables, accounts payable and accrued liabilities, approximate the fair values of such items due to the short maturity of such instruments. The debt obligations of the Company are recorded at amortized cost and not at fair value on the Consolidated Statements of Assets and Liabilities. The fair value of the Company's outstanding debt obligations are based on observable market trading prices or quotations and unobservable market rates as applicable for each instrument.

As of June 30, 2024 and December 31, 2023, the 2033 Notes were trading on the New York Stock Exchange ("NYSE") at \$24.90 and \$25.25 per unit at par value. The par value at underwriting for the 2033 Notes was \$25.00 per unit. Based on market quotations on or around June 30, 2024 and December 31, 2023, the 2031 Asset-Backed Notes were quoted for 0.950 and 0.950. The fair values of the SBA debentures, July 2024 Notes, February 2025 Notes, June 2025 Notes, June 2025 3-Year Notes, March 2026 A Notes, March 2026 B Notes, September 2026, and January 2027 Notes are calculated based on the net present value of payments over the term of the notes using estimated market rates for similar notes and remaining terms. The fair values of the outstanding debt under the MUFG Bank Facility and the SMBC Facility are equal to their outstanding principal balances as of June 30, 2024 and December 31, 2023.

The following tables provide additional information about the approximate fair value and level in the fair value hierarchy of the Company's outstanding borrowings as of June 30, 2024 and December 31, 2023:

(in thousands)	June 30, 2024				
	Carrying Value	Approximate Fair Value	Identical Assets (Level 1)	Observable Inputs (Level 2)	Unobservable Inputs (Level 3)
SBA Debentures	\$ 170,615	\$ 149,839	\$ —	\$ —	\$ 149,839
July 2024 Notes	104,975	107,142	—	—	107,142
February 2025 Notes	49,924	49,816	—	—	49,816
June 2025 Notes	69,838	68,046	—	—	68,046
June 2025 3-Year Notes	49,848	49,199	—	—	49,199
March 2026 A Notes	49,842	48,137	—	—	48,137
March 2026 B Notes	49,828	48,183	—	—	48,183
September 2026 Notes	322,830	293,518	—	—	293,518
January 2027 Notes	346,600	319,515	—	—	319,515
2031 Asset-Backed Notes	148,838	142,500	—	142,500	—
2033 Notes	38,989	39,840	—	39,840	—
MUFG Bank Facility	133,000	133,000	—	—	133,000
SMBC Facility	212,000	212,000	—	—	212,000
<b>Total</b>	<b>\$ 1,747,127</b>	<b>\$ 1,660,735</b>	<b>\$ —</b>	<b>\$ 182,340</b>	<b>\$ 1,478,395</b>

(in thousands)

December 31, 2023

Description	December 31, 2023		Identical Assets (Level 1)	Observable Inputs (Level 2)	Unobservable Inputs (Level 3)
	Carrying Value	Approximate Fair Value			
SBA Debentures	\$ 170,323	\$ 142,011	\$ —	\$ —	\$ 142,011
July 2024 Notes	104,828	105,755	—	—	105,755
February 2025 Notes	49,866	49,144	—	—	49,144
June 2025 Notes	69,757	67,198	—	—	67,198
June 2025 3-Year Notes	49,771	48,983	—	—	48,983
March 2026 A Notes	49,795	47,702	—	—	47,702
March 2026 B Notes	49,776	47,759	—	—	47,759
September 2026 Notes	322,339	288,711	—	—	288,711
January 2027 Notes	345,935	315,832	—	—	315,832
2031 Asset-Backed Notes	148,544	142,500	—	142,500	—
2033 Notes	38,935	40,400	—	40,400	—
MUFG Bank Facility	61,000	61,000	—	—	61,000
SMBC Facility	94,000	94,000	—	—	94,000
<b>Total</b>	<b>\$ 1,554,869</b>	<b>\$ 1,450,995</b>	<b>\$ —</b>	<b>\$ 182,900</b>	<b>\$ 1,268,095</b>

#### 4. Investments

##### *Control and Affiliate Investments*

As required by the 1940 Act, the Company classifies its investments by level of control. “Control investments” are defined in the 1940 Act as investments in those companies that the Company is deemed to “control”. Under the 1940 Act, the Company is generally deemed to “control” a company in which it has invested if it owns 25% or more of the voting securities of such company or has greater than 50% representation on its board. “Affiliate investments” are investments in those companies that are “affiliated companies” of the Company, as defined in the 1940 Act, which are not control investments. The Company is deemed to be an “affiliate” of a company in which it has invested if it owns 5% or more, but generally less than 25%, of the voting securities of such company. “Non-control/non-affiliate investments” are investments that are neither control investments nor affiliate investments. For purposes of determining the classification of its investments, the Company has included consideration of any voting securities or board appointment rights held by the Adviser Funds.

The following table summarizes the Company’s realized gains and losses and changes in unrealized appreciation and depreciation on control and affiliate investments for the three and six months ended June 30, 2024 and 2023.

(in thousands)		Three Months Ended June 30, 2024					Six Months Ended June 30, 2024				
		Fair Value as of June 30, 2024	Interest & Dividend Income	Fee Income	Net Change in Unrealized Appreciation (Depreciation)	Realized Gain (Loss)	Interest & Dividend Income	Fee Income	Net Change in Unrealized Appreciation (Depreciation)	Realized Gain (Loss)	
<b>Portfolio Company<sup>(1)</sup></b>	<b>Type</b>										
<b>Control Investments</b>											
Coronado Aesthetics, LLC	Control	\$ 186	\$ —	\$ —	\$ (97)	\$ —	\$ —	\$ —	\$ (76)	\$ —	
Gibraltar Acquisition LLC <sup>(2)</sup>	Control	56,811	1,534	36	(1,670)	—	2,567	72	(6,291)	—	
Hercules Adviser LLC <sup>(3)</sup>	Control	42,728	1,751	—	844	—	3,503	—	2,015	—	
Tectura Corporation	Control	11,534	172	—	(583)	—	344	—	17	—	
<b>Total Control Investments</b>		<b>\$ 111,259</b>	<b>\$ 3,457</b>	<b>\$ 36</b>	<b>\$ (1,506)</b>	<b>\$ —</b>	<b>\$ 6,414</b>	<b>\$ 72</b>	<b>\$ (4,335)</b>	<b>\$ —</b>	

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(in thousands)		Three Months Ended June 30, 2023					Six Months Ended June 30, 2023				
Portfolio Company <sup>(1)</sup>	Type	Fair Value as of June 30, 2023	Interest Income	Fee Income	Net Change in Unrealized Appreciation (Depreciation)	Realized Gain (Loss)	Interest Income	Fee Income	Net Change in Unrealized Appreciation (Depreciation)	Realized Gain (Loss)	
<b>Control Investments</b>											
Coronado Aesthetics, LLC	Control	\$ 297	\$ —	\$ —	\$ 41	\$ —	\$ —	\$ —	\$ (22)	\$ —	
Gibraltar Acquisition, LLC <sup>(2)</sup>	Control	44,392	731	19	2,667	—	1,527	38	6,402	—	
Hercules Adviser LLC	Control	39,161	152	—	2,566	—	302	—	8,008	—	
Tectura Corporation	Control	7,073	172	—	(701)	—	342	—	(969)	—	
<b>Total Control Investments</b>		<u>\$ 90,923</u>	<u>\$ 1,055</u>	<u>\$ 19</u>	<u>\$ 4,573</u>	<u>\$ —</u>	<u>\$ 2,171</u>	<u>\$ 38</u>	<u>\$ 13,419</u>	<u>\$ —</u>	

- (1) In accordance with Rules 3-09, 4-08(g), and Rule 10-01(b)(1) of Regulation S-X, (“Rule 3-09”, “Rule 4-08(g)”, and “Rule 10-01(b)(1)”, respectively), the Company must determine if its unconsolidated subsidiaries are considered “significant subsidiaries”. As of June 30, 2024 and June 30, 2023, there were no unconsolidated subsidiaries that are considered “significant subsidiaries”.
- (2) Gibraltar Acquisition LLC is a wholly-owned subsidiary, which is the holding company for their wholly-owned affiliated portfolio companies, Gibraltar Business Capital, LLC and Gibraltar Equipment Finance, LLC. The subsidiary has no significant assets or liabilities, other than their equity and debt investments and equity interest in Gibraltar Business Capital, LLC and Gibraltar Equipment Finance, LLC, respectively.
- (3) Hercules Adviser LLC is owned by Hercules Capital Management LLC and presented with Hercules Partner Holdings, LLC which are both wholly owned by the Company. Please refer to “Note 1” for additional disclosure.

### Portfolio Composition

The following table shows the fair value of the Company’s portfolio of investments by asset class as of June 30, 2024 and December 31, 2023:

(in thousands)	June 30, 2024		December 31, 2023	
	Investments at Fair Value	Percentage of Total Portfolio	Investments at Fair Value	Percentage of Total Portfolio
Senior Secured Debt	\$ 3,320,419	93.0%	\$ 2,987,577	92.0%
Unsecured Debt	72,090	2.1%	69,722	2.2%
Preferred Stock	46,525	1.3%	53,038	1.6%
Common Stock	93,726	2.6%	99,132	3.1%
Warrants	28,922	0.8%	33,969	1.0%
Investment Funds & Vehicles	6,857	0.2%	4,608	0.1%
<b>Total</b>	<u>\$ 3,568,539</u>	<u>100.0%</u>	<u>\$ 3,248,046</u>	<u>100.0%</u>

A summary of the Company’s investment portfolio, at value, by geographic location as of June 30, 2024 and December 31, 2023 is shown as follows:

(in thousands)	June 30, 2024		December 31, 2023	
	Investments at Fair Value	Percentage of Total Portfolio	Investments at Fair Value	Percentage of Total Portfolio
United States	\$ 3,205,062	89.8%	\$ 2,861,615	88.1%
United Kingdom	164,218	4.6%	222,136	6.9%
Netherlands	92,769	2.6%	89,995	2.8%
Israel	78,516	2.2%	52,868	1.6%
Canada	16,093	0.5%	15,730	0.5%
Ireland	4,476	0.1%	—	0.0%
Denmark	4,183	0.1%	4,173	0.1%
Singapore	1,791	0.1%	—	0.0%
Germany	1,030	0.0%	1,144	0.0%
Other	401	0.0%	385	0.0%
<b>Total</b>	<u>\$ 3,568,539</u>	<u>100.0%</u>	<u>\$ 3,248,046</u>	<u>100.0%</u>

The following table shows the fair value of the Company's portfolio by industry sector as of June 30, 2024 and December 31, 2023:

(in thousands)	June 30, 2024		December 31, 2023	
	Investments at Fair Value	Percentage of Total Portfolio	Investments at Fair Value	Percentage of Total Portfolio
Drug Discovery & Development	\$ 1,244,782	34.9%	\$ 1,257,699	38.7%
Software	948,141	26.6%	764,985	23.6%
Healthcare Services, Other	568,751	15.9%	300,079	9.3%
Consumer & Business Services	351,632	9.9%	525,973	16.2%
Diversified Financial Services	111,312	3.1%	114,722	3.5%
Information Services	77,434	2.2%	126,605	3.9%
Electronics & Computer Hardware	76,191	2.1%	20,324	0.6%
Medical Devices & Equipment	55,653	1.6%	22,096	0.7%
Space Technologies	45,498	1.3%	—	0.0%
Biotechnology Tools	35,149	1.0%	48,381	1.5%
Communications & Networking	29,778	0.8%	29,400	0.9%
Sustainable and Renewable Technology	20,301	0.6%	9,581	0.3%
Manufacturing Technology	1,680	0.0%	11,006	0.3%
Consumer & Business Products	1,223	0.0%	2,589	0.1%
Semiconductors	903	0.0%	1,205	0.0%
Media/Content/Info	94	0.0%	12,704	0.4%
Drug Delivery	17	0.0%	21	0.0%
Surgical Devices	—	0.0%	676	0.0%
<b>Total</b>	<b>\$ 3,568,539</b>	<b>100.0%</b>	<b>\$ 3,248,046</b>	<b>100.0%</b>

No single portfolio investment represents more than 10% of the fair value of the Company's total investments as of June 30, 2024 or December 31, 2023.

### ***Concentrations of Credit Risk***

As of June 30, 2024, the Company's customers are primarily privately held companies and public companies which are active in the "Drug Discovery & Development", "Software", "Healthcare Services, Other", "Consumer & Business Services", and "Diversified Financial Services" sectors. These sectors are characterized by high margins, high growth rates, consolidation and product and market extension opportunities. Value for companies in these sectors is often vested in intangible assets and intellectual property.

Industry and sector concentrations vary as new loans are recorded and loans are paid off. Investment income, consisting of interest, fees, and recognition of gains on equity and warrant or other equity interests, can fluctuate materially when a loan is paid off or a related warrant or equity interest is sold. Investment income recognized in any given year can be highly concentrated among several portfolio companies.

As of June 30, 2024 and December 31, 2023, the Company's ten largest portfolio companies represented approximately 30.0% and 29.7% of the total fair value of the Company's investments in portfolio companies, respectively. As of June 30, 2024 and December 31, 2023, the Company had five and five portfolio companies, respectively, that represented 5% or more of the Company's net assets. As of June 30, 2024 and December 31, 2023, the Company had four and five equity investments, respectively, that represented 5% or more of the total fair value of the Company's equity investments. These equity investments represented approximately 51.9% and 56.5% of the total fair value of the Company's equity investments as of June 30, 2024 and December 31, 2023, respectively.

### ***Investment Collateral***

In the majority of cases, the Company collateralizes its investments by obtaining a first priority security interest in a portfolio company's assets, which may include its intellectual property. In other cases, the Company may obtain a negative



pledge covering a company's intellectual property. The Company's investments were collateralized as follows as of June 30, 2024 and December 31, 2023:

	Percentage of debt investments (at fair value), as of	
	June 30, 2024	December 31, 2023
<b>Senior Secured First Lien</b>		
All assets including intellectual property	61.0 %	52.3 %
All assets with negative pledge on intellectual property	18.5 %	24.0 %
"Last-out" with security interest in all of the assets	10.6 %	12.5 %
<b>Total senior secured first lien position</b>	<b>90.1 %</b>	<b>88.8 %</b>
Second lien	7.8 %	8.9 %
Unsecured	2.1 %	2.3 %
<b>Total debt investments at fair value</b>	<b>100.0 %</b>	<b>100.0 %</b>

### Derivative Instruments

The Company enters into forward currency contracts from time to time to help mitigate the impact that an adverse change in foreign exchange rates would have on the value of the Company's investments denominated in foreign currencies. The following is a summary of the fair value and location of the Company's derivative instruments in the Consolidated Statements of Assets and Liabilities held as of June 30, 2024 and December 31, 2023:

Derivative Instrument	Statement Location	Fair Value	
		June 30, 2024	December 31, 2023
Foreign currency forward contract	Other assets	\$ 188	\$ —
Foreign currency forward contract	Accounts payable and accrued liabilities	—	766
	<b>Total</b>	<b>\$ 188</b>	<b>\$ 766</b>

Net realized and unrealized gains and losses on derivative instruments recorded by the Company during the three and six months ended June 30, 2024 and 2023 are in the following locations in the Consolidated Statements of Operations:

Derivative Instrument	Statement Location	Three Months Ended June 30,		Six Months Ended June 30,	
		2024	2023	2024	2023
Foreign currency forward contract	Net realized gain (loss) - Non-control / Non-affiliate investments	\$ (849)	\$ —	\$ (849)	\$ —
Foreign currency forward contract	Net change in unrealized appreciation (depreciation) - Non-control / Non-affiliate investments	725	(554)	954	(554)
	<b>Total</b>	<b>\$ (124)</b>	<b>\$ (554)</b>	<b>\$ 105</b>	<b>\$ (554)</b>

### Investment Income

The Company's investment portfolio generates interest, fee, and dividend income. The composition of the Company's interest income and fee income is as follows:

	Three Months Ended June 30,		Six Months Ended June 30,	
	2024	2023	2024	2023
Contractual interest income	\$ 87,439	\$ 86,147	\$ 178,153	\$ 168,938
Exit fee interest income	10,592	14,054	22,472	23,436
PIK interest income	15,267	5,819	25,164	11,347
Dividend income	2,100	—	3,700	—
Other investment income <sup>(1)</sup>	2,131	2,966	3,819	5,162
<b>Total interest and dividend income</b>	<b>\$ 117,529</b>	<b>\$ 108,986</b>	<b>\$ 233,308</b>	<b>\$ 208,883</b>

(1) Other investment income includes OID interest income and interest recorded on other assets.

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(in thousands)	Three Months Ended June 30,		Six Months Ended June 30,	
	2024	2023	2024	2023
Recurring fee income	\$ 2,203	\$ 2,135	\$ 4,658	\$ 4,175
Fee income - expired commitments	730	108	1,377	351
Accelerated fee income - early repayments	4,544	5,002	7,216	7,912
<b>Total fee income</b>	<b>\$ 7,477</b>	<b>\$ 7,245</b>	<b>\$ 13,251</b>	<b>\$ 12,438</b>

As of June 30, 2024 and December 31, 2023, unamortized capitalized fee income was recorded as follows:

(in millions)	June 30, 2024	December 31, 2023
Offset against debt investment cost	\$ 38.1	\$ 32.9
Deferred obligation contingent on funding or other milestone	10.5	9.4
<b>Total Unamortized Fee Income</b>	<b>\$ 48.6</b>	<b>\$ 42.3</b>

As of June 30, 2024 and December 31, 2023, loan exit fees receivable were recorded as follows:

(in millions)	June 30, 2024	December 31, 2023
Included within debt investment cost	\$ 36.8	\$ 35.9
Deferred receivable related to expired commitments	5.2	4.3
<b>Total Exit Fees Receivable</b>	<b>\$ 42.0</b>	<b>\$ 40.2</b>

## 5. Debt

As of June 30, 2024 and December 31, 2023, the Company had the following available and outstanding debt:

(in thousands)	June 30, 2024			December 31, 2023		
	Total Available	Principal	Carrying Value <sup>(1)</sup>	Total Available	Principal	Carrying Value <sup>(1)</sup>
SBA Debentures <sup>(2)</sup>	\$ 175,000	\$ 175,000	\$ 170,615	\$ 175,000	\$ 175,000	\$ 170,323
July 2024 Notes	105,000	105,000	104,975	105,000	105,000	104,828
February 2025 Notes	50,000	50,000	49,924	50,000	50,000	49,866
June 2025 Notes	70,000	70,000	69,838	70,000	70,000	69,757
June 2025 3-Year Notes	50,000	50,000	49,848	50,000	50,000	49,771
March 2026 A Notes	50,000	50,000	49,842	50,000	50,000	49,795
March 2026 B Notes	50,000	50,000	49,828	50,000	50,000	49,776
September 2026 Notes	325,000	325,000	322,830	325,000	325,000	322,339
January 2027 Notes	350,000	350,000	346,600	350,000	350,000	345,935
2031 Asset-Backed Notes	150,000	150,000	148,838	150,000	150,000	148,544
2033 Notes	40,000	40,000	38,989	40,000	40,000	38,935
MUFG Bank Facility <sup>(2)</sup>	400,000	133,000	133,000	400,000	61,000	61,000
SMBC Facility <sup>(2)(3)</sup>	400,000	212,000	212,000	400,000	94,000	94,000
<b>Total</b>	<b>\$ 2,215,000</b>	<b>\$ 1,760,000</b>	<b>\$ 1,747,127</b>	<b>\$ 2,215,000</b>	<b>\$ 1,570,000</b>	<b>\$ 1,554,869</b>

- (1) Except for the SMBC Facility and MUFG Bank Facility, all carrying values represent the principal amount outstanding less the remaining unamortized debt issuance costs and unaccreted premium or discount, if any, associated with the debt as of the balance sheet date.
- (2) Availability subject to the Company meeting the borrowing base requirements.
- (3) "Total Available" includes \$175.0 million of available commitment through the letter of credit facility as of June 30, 2024 and December 31, 2023.

Debt issuance costs, net of accumulated amortization, were as follows as of June 30, 2024 and December 31, 2023:

(in thousands)	June 30, 2024	December 31, 2023
SBA Debentures	\$ 4,385	\$ 4,677
July 2024 Notes	25	172
February 2025 Notes	76	134
June 2025 Notes	162	243
June 2025 3-Year Notes	152	229
March 2026 A Notes	158	205
March 2026 B Notes	172	224
September 2026 Notes	2,170	2,661
January 2027 Notes	3,400	4,065
2031 Asset-Backed Notes	1,162	1,456
2033 Notes	1,011	1,065
MUFG Bank Facility <sup>(1)</sup>	2,670	3,540
SMBC Facility <sup>(1)</sup>	1,415	1,775
<b>Total</b>	<b>\$ 16,958</b>	<b>\$ 20,446</b>

(1) The MUFG Bank Facility and SMBC Facility, are line-of-credit arrangements, the debt issuance costs associated with these instruments are included within Other assets on the Consolidated Statements of Assets and Liabilities in accordance with ASC Subtopic 835-30.

For the three and six months ended June 30, 2024, the components of interest expense, related fees, and cash paid for interest expense for debt were as follows:

(in thousands)	Three Months Ended June 30, 2024					Six Months Ended June 30, 2024				
	Interest expense <sup>(1)</sup>	Amortization of debt issuance cost (loan fees)	Unused facility and other fees (loan fees)	Total interest expense and fees	Cash paid for interest expense	Interest expense <sup>(1)</sup>	Amortization of debt issuance cost (loan fees)	Unused facility and other fees (loan fees)	Total interest expense and fees	Cash paid for interest expense
SBA Debentures	\$ 1,138	\$ 146	\$ —	\$ 1,284	\$ —	\$ 2,275	\$ 292	\$ —	\$ 2,567	\$ 2,275
July 2024 Notes	1,252	74	—	1,326	—	2,504	148	—	2,652	2,504
February 2025 Notes	535	28	—	563	—	1,070	57	—	1,127	1,070
June 2025 Notes	754	41	—	795	1,508	1,508	81	—	1,589	1,508
June 2025 3-Year Notes	750	39	—	789	1,500	1,500	78	—	1,578	1,500
March 2026 A Notes	562	23	—	585	—	1,125	47	—	1,172	1,125
March 2026 B Notes	569	26	—	595	—	1,138	52	—	1,190	1,138
September 2026 Notes	2,174	204	—	2,378	—	4,349	408	—	4,757	4,265
January 2027 Notes	3,077	207	—	3,284	—	6,156	413	—	6,569	5,906
2031 Asset-Backed Notes	1,904	100	—	2,004	1,856	3,807	200	—	4,007	3,712
2033 Notes	625	27	—	652	625	1,250	54	—	1,304	1,250
MUFG Bank Facility	2,143	438	634	3,215	2,155	4,076	885	1,243	6,204	3,721
SMBC Facility	3,679	180	179	4,038	3,808	6,028	360	425	6,813	5,562
<b>Total</b>	<b>\$ 19,162</b>	<b>\$ 1,533</b>	<b>\$ 813</b>	<b>\$ 21,508</b>	<b>\$ 11,452</b>	<b>\$ 36,786</b>	<b>\$ 3,075</b>	<b>\$ 1,668</b>	<b>\$ 41,529</b>	<b>\$ 35,536</b>

(1) Interest expense includes amortization of original issue discounts for the three months ended June 30, 2024 of \$41 thousand, \$125 thousand, and \$47 thousand related to the September 2026 Notes, January 2027 Notes, and 2031 Asset-Backed Notes, respectively. Interest expense includes amortization of original issue discounts for the six months ended June 30, 2024 of \$83 thousand, \$251 thousand, and \$94 thousand, related to the September 2026 Notes, January 2027 Notes, and 2031 Asset-Backed Notes, respectively.

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For the three and six months ended June 30, 2023, the components of interest expense, related fees, and cash paid for interest expense for debt were as follows:

(in thousands)	Three Months Ended June 30, 2023					Six Months Ended June 30, 2023				
	Interest expense <sup>(1)</sup>	Amortization of debt issuance cost (loan fees)	Unused facility and other fees (loan fees)	Total interest expense and fees	Cash paid for interest expense	Interest expense <sup>(1)</sup>	Amortization of debt issuance cost (loan fees)	Unused facility and other fees (loan fees)	Total interest expense and fees	Cash paid for interest expense
SBA Debentures	\$ 1,137	\$ 146	\$ —	\$ 1,283	\$ —	\$ 2,262	\$ 290	\$ —	\$ 2,552	\$ 2,262
July 2024 Notes	1,252	74	—	1,326	—	2,504	148	—	2,652	2,504
February 2025 Notes	535	28	—	563	—	1,070	57	—	1,127	1,070
June 2025 Notes	755	41	—	796	1,509	1,509	81	—	1,590	1,509
June 2025 3-Year Notes	750	39	—	789	1,500	1,500	78	—	1,578	1,500
March 2026 A Notes	562	23	—	585	—	1,125	47	—	1,172	1,125
March 2026 B Notes	568	26	—	594	—	1,137	52	—	1,189	1,138
September 2026 Notes	2,175	204	—	2,379	—	4,349	408	—	4,757	4,266
January 2027 Notes	3,078	207	—	3,285	—	6,157	414	—	6,571	5,906
2031 Asset-Backed Notes	1,904	100	—	2,004	1,857	3,807	200	—	4,007	3,713
2033 Notes	625	27	—	652	625	1,250	54	—	1,304	1,250
MUFG Bank Facility	1,363	442	691	2,496	1,595	3,076	884	1,308	5,268	3,433
SMBC Facility	2,480	180	236	2,896	2,738	4,063	333	439	4,835	3,988
<b>Total</b>	<b>\$ 17,184</b>	<b>\$ 1,537</b>	<b>\$ 927</b>	<b>\$ 19,648</b>	<b>\$ 9,824</b>	<b>\$ 33,809</b>	<b>\$ 3,046</b>	<b>\$ 1,747</b>	<b>\$ 38,602</b>	<b>\$ 33,664</b>

- (1) Interest expense includes amortization of original issue discounts for the three months ended June 30, 2023 of \$42 thousand, \$126 thousand, and \$47 thousand related to the September 2026 Notes, January 2027 Notes, and 2031 Asset-Backed Notes, respectively. Interest expense includes amortization of original issue discounts for the six months ended June 30, 2023, of \$83 thousand, \$251 thousand, and \$94 thousand, related to the September 2026 Notes, January 2027 Notes, and 2031 Asset-Backed Notes, respectively.

As of June 30, 2024 and December 31, 2023, the Company was in compliance with the terms of all borrowing arrangements. There are no sinking fund requirements for any of the Company's debt.

### SBA Debentures

The Company held the following SBA debentures outstanding principal balances as of June 30, 2024 and December 31, 2023:

(in thousands)	Issuance/Pooling Date	Maturity Date	Interest Rate <sup>(1)</sup>	June 30, 2024	December 31, 2023
	March 26, 2021	September 1, 2031	1.58%	\$ 37,500	\$ 37,500
	June 25, 2021	September 1, 2031	1.58%	16,200	16,200
	July 28, 2021	September 1, 2031	1.58%	5,400	5,400
	August 20, 2021	September 1, 2031	1.58%	5,400	5,400
	October 21, 2021	March 1, 2032	3.21%	14,000	14,000
	November 1, 2021	March 1, 2032	3.21%	21,000	21,000
	November 15, 2021	March 1, 2032	3.21%	5,200	5,200
	November 30, 2021	March 1, 2032	3.21%	20,800	20,800
	December 20, 2021	March 1, 2032	3.21%	10,000	10,000
	December 23, 2021	March 1, 2032	3.21%	10,000	10,000
	December 28, 2021	March 1, 2032	3.21%	5,000	5,000
	January 14, 2022	March 1, 2032	3.21%	4,500	4,500
	January 21, 2022	March 1, 2032	3.21%	20,000	20,000
<b>Total SBA Debentures</b>				<b>\$ 175,000</b>	<b>\$ 175,000</b>

- (1) Interest rates are determined initially at issuance and reset to a fixed rate at the debentures pooling date. The rates are inclusive of annual SBA charges.

SBICs are subject to a variety of regulations and oversight by the SBA concerning the size and nature of the companies in which they may invest as well as the structures of those investments. The SBA as part of its oversight periodically examines and audits to determine SBICs compliance with SBA regulations. Our SBIC was in compliance with all SBIC terms, including those pertaining to the SBA Debentures as of June 30, 2024 and December 31, 2023.

HC IV received its license to operate as an SBIC on October 27, 2020. The license has a 10-year term. Through the license, HC IV has access to \$175.0 million of capital through the SBA debenture program, in addition to the Company's

regulatory capital commitment of \$87.5 million to HC IV. As of June 30, 2024 and December 31, 2023, HC IV has issued a total of \$175.0 million in SBA guaranteed debentures.

As of June 30, 2024, the Company held 30 investments through HC IV, with a fair value of approximately \$359.6 million, accounting for approximately 10.1% of the Company's total investment portfolio. Further, HC IV held approximately \$363.6 million in tangible assets which accounted for approximately 9.9% of the Company's total assets as of June 30, 2024.

As of December 31, 2023, the Company held 25 investments through HC IV, with a fair value of approximately \$331.5 million, accounting for approximately 10.2% of the Company's total investment portfolio. Further, HC IV held approximately \$341.8 million in tangible assets which accounted for approximately 10.0% of the Company's total assets as of December 31, 2023.

On July 9, 2024, SBIC V received its license to operate as an SBIC. This is Hercules' fourth SBIC license, through which the Company has access to \$175.0 million of SBA debentures, subject to meeting certain conditions. The license has a 10-year term and SBA debentures bear fixed interest based on the treasury rate plus a spread applicable for the period the debentures are drawn. As of the latest debenture pooling date in March 2024, SBA debentures were issued with an interest rate of approximately 5.164%. The actual rates may vary depending on the timing of drawdown and pooling period.

#### ***July 2024 Notes***

On July 16, 2019, the Company issued \$105.0 million in aggregate principal amount of 4.77% interest-bearing unsecured notes due on July 16, 2024 (the "July 2024 Notes"), unless repurchased in accordance with their terms, to qualified institutional investors in a private placement notes offering. Interest on the July 2024 Notes is due semiannually. The July 2024 Notes are general unsecured obligations of the Company that rank pari passu with all outstanding and future unsecured unsubordinated indebtedness issued by the Company. On July 16, 2024, the Company fully repaid the aggregate outstanding \$105.0 million principal and \$2.5 million of accrued interest pursuant to the terms of the July 2024 Notes.

#### ***February 2025 Notes***

On February 5, 2020, the Company issued \$50.0 million in aggregate principal amount of 4.28% interest-bearing unsecured notes due February 5, 2025 (the "February 2025 Notes"), unless repurchased in accordance with their terms, to qualified institutional investors in a private placement notes offering. Interest on the February 2025 Notes is due semiannually. The February 2025 Notes are general unsecured obligations of the Company that rank pari passu with all outstanding and future unsecured unsubordinated indebtedness issued by the Company.

#### ***June 2025 Notes***

On June 3, 2020, the Company issued \$70.0 million in aggregate principal amount of 4.31% interest-bearing unsecured notes due June 3, 2025 (the "June 2025 Notes"), unless repurchased in accordance with their terms, to qualified institutional investors in a private placement notes offering. Interest on the June 2025 Notes is due semiannually. The June 2025 Notes are general unsecured obligations of the Company that rank pari passu with all outstanding and future unsecured unsubordinated indebtedness issued by the Company.

#### ***June 2025 3-Year Notes***

On June 23, 2022, the Company issued \$50.0 million in aggregate principal amount of 6.00% interest-bearing unsecured notes due June 23, 2025 (the "June 2025 3-Year Notes"), unless repurchased in accordance with their terms, to qualified institutional investors in a private placement notes offering. Interest on the June 2025 3-Year Notes is due semiannually. The June 2025 3-Year Notes are general unsecured obligations of the Company that rank pari passu with all outstanding and future unsecured unsubordinated indebtedness issued by the Company.

#### ***March 2026 A Notes***

On November 4, 2020, the Company issued \$50.0 million in aggregate principal amount of 4.50% interest-bearing unsecured notes due March 4, 2026 (the "March 2026 A Notes"), unless repurchased in accordance with their terms, to qualified institutional investors in a private placement notes offering. Interest on the March 2026 A Notes is due semiannually. The March 2026 A Notes are general unsecured obligations of the Company that rank pari passu with all outstanding and future unsecured unsubordinated indebtedness issued by the Company.

#### ***March 2026 B Notes***

On March 4, 2021, the Company issued \$50.0 million in aggregate principal amount of 4.55% interest-bearing unsecured notes due March 4, 2026 (the "March 2026 B Notes"), unless repurchased in accordance with their terms, to qualified institutional investors in a private placement pursuant note offering. Interest on the March 2026 B Notes is due

semiannually. The March 2026 B Notes are general unsecured obligations of the Company that rank pari passu with all outstanding and future unsecured unsubordinated indebtedness issued by the Company.

### ***September 2026 Notes***

On September 16, 2021, the Company issued \$325.0 million in aggregate principal amount of 2.625% interest-bearing unsecured notes due September 16, 2026 (the “September 2026 Notes”), unless repurchased in accordance with the terms of the Seventh Supplemental Indenture, dated September 16, 2021. Interest on the September 2026 Notes is payable semi-annually in arrears on March 16 and September 16 of each year. The September 2026 Notes are general unsecured obligations and rank pari passu, or equally in right of payment, with all outstanding and future unsecured unsubordinated indebtedness issued by the Company.

### ***January 2027 Notes***

On January 20, 2022, the Company issued \$350.0 million in aggregate principal amount of 3.375% interest-bearing unsecured notes due January 20, 2027 (the “January 2027 Notes”), unless repurchased in accordance with the terms of the Eight Supplemental Indenture, dated January 20, 2022. Interest on the January 2027 Notes is payable semi-annually in arrears on January 20 and July 20 of each year. The January 2027 Notes are general unsecured obligations and rank pari passu, or equally in right of payment, with all outstanding and future unsecured unsubordinated indebtedness issued by the Company. The Company may redeem some or all of the January 2027 Notes at any time, or from time to time, at the redemption price set forth under the terms of the January 2027 Notes Indenture.

### ***2031 Asset-Backed Notes***

On June 22, 2022, the Company completed a term debt securitization in connection with which an affiliate of the Company issued \$150.0 million in aggregate principal amount of 4.95% interest-bearing asset-backed notes due on July 20, 2031 (the “2031 Asset-Backed Notes”). The 2031 Asset-Backed Notes were issued by Hercules Capital Funding Trust 2022-1 LLC (the “2022 Securitization Issuer”) pursuant to a note purchase agreement, dated as of June 22, 2022, by and among the Company, Hercules Capital Funding 2022-1 LLC, as trust depositor, the 2022 Securitization Issuer, and U.S. Bank Trust Company, N. A., as trustee, and are backed by a pool of senior loans made to certain portfolio companies of the Company and secured by certain assets of those portfolio companies and are to be serviced by the Company. Interest on the 2031 Asset-Backed Notes will be paid, to the extent of funds available.

Under the terms of the 2031 Asset-Backed Notes, the Company is required to maintain a reserve cash balance, funded through proceeds from the sale of the 2031 Asset-Backed Notes and through interest and principal collections from the underlying securitized debt portfolio, which may be used to pay monthly interest and principal payments on the 2031 Asset-Backed Notes. The Company has segregated these funds and classified them as restricted cash. As of June 30, 2024 and December 31, 2023, there was approximately \$11.2 million and \$17.1 million, respectively, of funds segregated as restricted cash related to the 2031 Asset-Backed Notes.

### ***2033 Notes***

On September 24, 2018, the Company issued \$40.0 million in aggregate principal amount of 6.25% interest-bearing unsecured notes due October 30, 2033 (the “2033 Notes”), unless repurchased in accordance with the terms of the Sixth Supplemental Indenture to the Base Indenture, dated September 24, 2018. Interest on the 2033 Notes is payable quarterly in arrears on January 30, April 30, July 30, and October 30 of each year. The 2033 Notes trade on the NYSE under the symbol “HCXY.” The 2033 Notes are general unsecured obligations and rank pari passu, or equally in right of payment, with all outstanding and future unsecured unsubordinated indebtedness issued by the Company. The Company may redeem some or all of the 2033 Notes at any time, or from time to time, at the redemption price set forth under the terms of the 2033 Notes indenture after October 30, 2023.

### ***Credit Facilities***

As of June 30, 2024 and December 31, 2023, the Company has two available credit facilities, the MUFG Bank Facility and the SMBC Facility (together, the “Credit Facilities”). For the six months ended June 30, 2024 and year ended December 31, 2023, the weighted average interest rate was 7.74% and 7.41%, respectively, and the average debt outstanding under the Credit Facilities was \$261.0 million and \$192.3 million, respectively.

#### ***MUFG Bank Facility***

On January 13, 2023, the Company entered into a third amended credit facility agreement, which amends the agreement dated as of June 10, 2022. The Company, through a special purpose wholly owned subsidiary, Hercules Funding IV LLC (“Hercules Funding IV”), as borrower, entered into the credit facility (the “MUFG Bank Facility”) with MUFG Bank Ltd. as the arranger and administrative agent, and the lenders party to the MUFG Bank Facility from time to time.

Under the MUFG Bank Facility, the lenders have made commitments of \$400.0 million, which may be further increased via an accordion feature up to an aggregate \$600.0 million, funded by existing or additional lenders and with the agreement of MUFG Bank and subject to other customary conditions. There can be no assurances that additional lenders will join the MUFG Bank Facility to increase available borrowings. Debt under the MUFG Bank Facility generally bears interest at a rate per annum equal to SOFR plus 2.75% for SOFR loans. The MUFG Bank Facility matures on January 13, 2026, plus a twelve-month amortization period, unless sooner terminated in accordance with its terms. The MUFG Bank Facility is secured by all of the assets of Hercules Funding IV. The MUFG Bank Facility requires payment of a non-use fee during the revolving credit availability period.

The MUFG Bank Facility also includes financial and other covenants applicable to the Company and the Company's subsidiaries, in addition to those applicable to Hercules Funding IV, including covenants relating to certain changes of control of Hercules Funding IV. Among other things, these covenants require the Company to maintain certain financial ratios, including a minimum interest coverage ratio and a minimum tangible net worth with respect to Hercules Funding IV. The MUFG Bank Facility provides for customary events of default, including with respect to payment defaults, breach of representations and covenants, servicer defaults, certain key person provisions, cross default provisions to certain other debt, lien and judgment limitations, and bankruptcy.

#### *SMBC Facility*

On June 14, 2022, the Company entered into a second amendment to a revolving credit agreement, which amends the revolving credit agreement, dated as of November 9, 2021, with Sumitomo Mitsui Banking Corporation (the "SMBC Facility"), as administrative agent, and the lenders and issuing banks to the SMBC Facility. As of June 30, 2024, the SMBC Facility provides for borrowings in U.S. dollars and certain agreed upon foreign currencies of up to \$225.0 million, from which the Company may access subject to certain conditions. The SMBC Facility contains an accordion feature, in which the Company can increase the credit line up to an aggregate of \$500.0 million, funded by existing or additional lenders and with the agreement of SMBC Bank and subject to other customary conditions. Availability under the SMBC Facility will terminate on November 7, 2025, and the outstanding loans under the SMBC Facility will mature on November 9, 2026. Borrowings under the SMBC Facility are subject to compliance with a borrowing base and an aggregate portfolio balance. The Company's obligations under the SMBC Facility may in the future be guaranteed by certain of the Company's subsidiaries and primarily secured by a first priority security interest (subject to certain exceptions) in only certain specified property and assets of the Company and the subsidiary guarantors thereunder.

Additionally in January 2023, the Company entered into a Letter of Credit Facility Agreement (the "SMBC LC Facility") with Sumitomo Mitsui Banking Corporation that provides for a letter of credit facility with a final maturity date ending on January 13, 2026 and a commitment amount of \$175.0 million as amended. Further, the SMBC LC Facility includes an accordion provision to increase the commitment up to \$400.0 million, subject to certain conditions. The Company's obligations under the SMBC LC Facility may in the future be guaranteed by certain of the Company's subsidiaries and is primarily secured by a first priority security interest (subject to certain exceptions) in only certain specified property and assets of the Company and any subsidiary guarantors thereunder.

Interest under the SMBC Facility is determined by the nature and denomination of the borrowing. Interest rates are determined by the appropriate benchmark rate (SOFR, EURIBOR, Prime, CORRA, or TIBOR) as applicable for the type of borrowing plus an applicable margin adjustment which can range from 0.875% to 2.0% per annum subject to certain conditions. In addition to interest, the SMBC Facility is subject to a non-usage fee of 0.375% per annum (based on the immediately preceding period's average usage) on the unused portion of the commitment under the SMBC Facility during the revolving period. The Company is required to pay letter of credit participation fees and a fronting fee on the average daily amount of any lender's exposure with respect to any letters of credit issued under the SMBC Facility.

The SMBC Facility contains customary events of default with customary cure and notice provisions, including, without limitation, nonpayment, misrepresentation of representations and warranties in a material respect, breach of covenant, cross-default and cross-acceleration to other indebtedness and bankruptcy. The SMBC Facility also includes financial and other covenants applicable to the Company and the Company's subsidiaries, including covenants relating to minimum stockholders' equity, asset coverage ratios, and our status as a RIC.

## **6. Income Taxes**

The determination of taxable income pursuant to U.S. federal income tax regulations differs from U.S. GAAP. As a result, permanent differences are reclassified among capital accounts in the financial statements to reflect their appropriate tax character. During the year ended December 31, 2023, the Company reclassified \$0.8 million from accumulated net realized gains (losses) to additional paid-in capital for book purposes primarily related to net realized gains from portfolio companies which are held in taxable subsidiaries and are not consolidated with the Company for income tax purposes.

Taxable income and taxable net realized gains (losses) for the three and six months ended June 30, 2024 and 2023 appears as follows:

(in millions, except share data) Description	Three Months Ended June 30,		Six Months Ended June 30,	
	2024	2023	2024	2023
Taxable income	\$ 75.9	\$ 60.9	\$ 154.2	\$ 125.0
Taxable income per share	\$ 0.47	\$ 0.43	\$ 0.97	\$ 0.90
Taxable net realized gains (losses)	\$ 3.5	\$ 20.2	\$ 9.4	\$ 27.4
Taxable net realized gains (losses) per share	\$ 0.02	\$ 0.14	\$ 0.06	\$ 0.20
Weighted average shares outstanding	160.7	141.4	159.1	138.3

The aggregate gross unrealized appreciation of the Company's investments over cost for U.S. federal income tax purposes appears as follows:

(in millions)	June 30, 2024	December 31, 2023
Aggregate Gross Unrealized Appreciation	119.0	118.3
Aggregate Gross Unrealized Depreciation	158.6	115.9
Net Unrealized Appreciation (Depreciation) over cost for U.S. federal income tax purposes	(39.6)	2.4
Aggregate cost of securities for U.S. federal income tax purposes (in billions)	3.6	3.2

For the three and six months ended June 30, 2024, the Company paid approximately \$0.3 million and \$5.2 million of income tax, including excise tax, and had \$3.4 million of accrued, but unpaid tax expense as of June 30, 2024. For the three and six months ended June 30, 2023, the Company paid approximately \$0.4 million and \$5.2 million of income tax, including excise tax, and had \$3.4 million of accrued, but unpaid tax expense as of June 30, 2023.

Additionally, the Company has taxable subsidiaries which hold certain portfolio investments in an effort to limit potential legal liability and/or comply with source-income type requirements contained in the RIC tax provisions of the Code. These taxable subsidiaries are consolidated for U.S. GAAP and the portfolio investments held by the taxable subsidiaries are included in the Company's consolidated financial statements and are recorded at fair value. These taxable subsidiaries are not consolidated with the Company for income tax purposes and may generate income tax expense, or benefit, and tax assets and liabilities as a result of their ownership of certain portfolio investments. Any income generated by these taxable subsidiaries generally would be subject to tax at normal U.S. federal tax rates based on its taxable income.

In accordance with ASC 740, the Company evaluates tax positions taken in the course of preparing the Company's tax returns to determine whether the tax positions are "more-likely-than-not" to be sustained by the applicable tax authority. Tax benefits of positions not deemed to meet the more-likely-than-not threshold, or uncertain tax positions, would be recorded as a tax expense in the current year. It is the Company's policy to recognize accrued interest and penalties, if any, related to unrecognized tax benefits as a component of provision for income taxes. Based on an analysis of the Company's tax position, there are no uncertain tax positions that met the recognition or measurement criteria. The Company is currently not undergoing any tax examinations. The Company does not anticipate any significant increase or decrease in unrecognized tax benefits for the next twelve months. The 2020 - 2023 federal tax years for the Company remain subject to examination by the Internal Revenue Service. The 2019 - 2023 state tax years for the Company remain subject to examination by the state taxing authorities.

## 7. Stockholders' Equity and Distributions

The Company has issued and outstanding 162,428,083 and 157,758,072 shares of common stock as of June 30, 2024 and December 31, 2023, respectively. The Company currently sell shares through its equity distribution agreement with JMP Securities LLC ("JMP") and Jefferies LLC ("Jefferies") (the "2023 Equity Distribution Agreement") entered into on May 5, 2023. The 2023 Equity Distribution Agreement provides that the Company may offer and sell up to 25.0 million shares of its common stock from time to time through JMP or Jefferies, as the Company's sales agents. Sales of the Company's common stock, if any, may be made in negotiated transactions or transactions that are deemed to be "at the market," as defined in Rule 415 under the Securities Act of 1933, as amended (the "Securities Act"), including sales made directly on the NYSE or similar securities exchange or sales made to or through a market maker other than on an exchange, at prices related to the prevailing market prices or at negotiated prices.



The Company issued and sold the following shares of common stock during the six months ended June 30, 2024 and 2023:

(in millions, except per share data)

Six Months Ended June 30,	Number of Shares Issued	Gross Proceeds	Underwriting Fees/ Offering Expenses	Net Proceeds	Average Price/Share
2024	3.7	\$ 67.3	\$ 0.9	\$ 66.4	\$ 17.83
2023	9.7	\$ 132.3	\$ 1.6	\$ 130.7	\$ 13.45

The Company generally uses net proceeds from these offerings to make investments, to repurchase or pay down liabilities and for general corporate purposes. As of June 30, 2024, approximately 13.6 million shares remain available for issuance and sale under the current equity distribution agreement.

The Company currently pays quarterly distributions to its stockholders. The following table summarizes the Company's distributions declared during the six months ended June 30, 2024 and year ended December 31, 2023:

(in thousands, except per share data)

Distribution Type	Declared Date	Record Date	Payment Date	Per Share Amount	Total Amount
Base	February 9, 2023	March 2, 2023	March 9, 2023	\$ 0.39	\$ 53,749
Supplemental	February 9, 2023	March 2, 2023	March 9, 2023	\$ 0.08	\$ 11,025
Base	April 27, 2023	May 16, 2023	May 23, 2023	\$ 0.39	\$ 55,910
Supplemental	April 27, 2023	May 16, 2023	May 23, 2023	\$ 0.08	\$ 11,469
Base	July 28, 2023	August 18, 2023	August 25, 2023	\$ 0.40	\$ 60,445
Supplemental	July 28, 2023	August 18, 2023	August 25, 2023	\$ 0.08	\$ 12,089
Base	October 26, 2023	November 15, 2023	November 22, 2023	\$ 0.40	\$ 61,345
Supplemental	October 26, 2023	November 15, 2023	November 22, 2023	\$ 0.08	\$ 12,269
Total distributions declared during the year ended December 31, 2023				\$ 1.90	\$ 278,301
Base	February 8, 2024	February 28, 2024	March 6, 2024	\$ 0.40	\$ 63,359
Supplemental	February 8, 2024	February 28, 2024	March 6, 2024	\$ 0.08	\$ 12,672
Base	April 25, 2024	May 14, 2024	May 21, 2024	\$ 0.40	\$ 64,912
Supplemental	April 25, 2024	May 14, 2024	May 21, 2024	\$ 0.08	\$ 12,982
Total distributions declared during the six months ended June 30, 2024				\$ 0.96	\$ 153,925

During the six months ended June 30, 2024, for income tax purposes, the distributions paid of \$0.96 per share were comprised of ordinary income. As of June 30, 2024, the Company estimates that it has generated undistributed taxable earnings "spillover" of \$0.89 per share. The undistributed taxable earnings spillover will be carried forward toward distributions to be paid in accordance with RIC requirements.

The Company has a distribution reinvestment plan, whereby the Company may buy shares of its common stock in the open market or issue new shares in order to satisfy dividend reinvestment requests. When the Company issues new shares in connection with the dividend reinvestment plan, the issue price is equal to the closing price of its common stock on the dividend record date. During the six months ended June 30, 2024 and 2023, the Company issued 205,697 and 133,142 shares, respectively, of common stock to stockholders in connection with the dividend reinvestment plan.

## 8. Equity Incentive Plans

The Company grants equity-based awards to employees and non-employee directors for the purpose of attracting and retaining the services of its executive officers, key employees, and members of the Board. The Company's equity-based awards are granted under the 2018 Equity Incentive Plan (the "2018 Plan") for employees and 2018 Non-Employee Director Plan (the "Director Plan") for non-employee directors. The 2018 Plan and the Director Plan were approved by stockholders on June 28, 2018 and, unless earlier terminated by the Board, terminate on May 12, 2028. Subject to certain adjustments and permitted reversions of shares, the maximum aggregate number of shares that may be authorized for issuance under awards granted under the 2018 Plan and Director Plan is 9,261,229 shares and 300,000 shares, respectively. In connection with the issuance of shares under the 2018 Plan and Director Plan, the Company has registered, in aggregate, 18.7 million and 300,000 shares of common stock, respectively. Outstanding awards issued under plans that precede the 2018 Plan and Director Plan remain outstanding, unchanged and subject to the terms of such plans and their respective award agreements, until the vesting, expiration or lapse of such awards in accordance with their terms.

The Company has received exemptive relief from the SEC that permits it to issue restricted stock to non-employee directors under the Director Plan and restricted stock and restricted stock units to certain of its employees, officers, and directors (excluding non-employee directors) under the 2018 Plan. The exemptive order also allows participants in the Director Plan and the 2018 Plan to (i) elect to have the Company withhold shares of its common stock to pay for the

exercise price and applicable taxes with respect to an option exercise (“net issuance exercise”) and/or (ii) permit the holders of restricted stock to elect to have the Company withhold shares of its stock to pay the applicable taxes due on restricted stock at the time of vesting. Each individual employee would be able to make a cash payment to satisfy applicable tax withholding at the time of option exercise or vesting on restricted stock.

The Company has granted equity-based awards that have service and performance conditions. Certain of the Company’s equity-based awards are classified as liability awards in accordance with ASC Topic 718, Compensation – Stock Compensation. All of the Company’s equity-based awards require future service, and are expensed over the relevant service period. The Company does not estimate forfeitures, and reverses all unvested costs associated with equity-awards in the period they are forfeited. For the three months ended June 30, 2024, and 2023, the Company recognized \$3.3 million and \$3.3 million of stock-based compensation expense in the Consolidated Statements of Operations, respectively. For the six months ended June 30, 2024, and 2023, the company recognized \$6.5 million and \$6.5 million of stock-based compensation expense in the Consolidated Statements of Operations, respectively. As of June 30, 2024, and 2023, approximately \$23.2 million and \$24.6 million of total unrecognized compensation costs expected to be recognized over the next 2.4 and 2.9 years, respectively.

#### *Service-Vesting Awards*

The Company grants equity-based awards which have service conditions, which generally begin to vest one-third after one year after the date of grant and ratably over the succeeding 2 years in accordance with the individual award terms. Certain awards have service conditions of longer duration and may begin to vest up to seven years after the date of grant. These equity-based awards which vest upon achievement of service conditions are collectively referred to as the “Service Vesting Awards”. The grant date fair value of Service Vesting Awards granted during the six months ended June 30, 2024, and 2023, were approximately \$14.5 million, and \$18.1 million, respectively.

The Company has granted restricted stock equity awards in the form of restricted stock awards and restricted stock units. The Company determines the grant date fair values of restricted stock equity awards using the grant date stock close price. The activities for the Company's unvested restricted stock equity awards for each of the six months ended June 30, 2024, and 2023, are summarized below:

	Six Months Ended June 30,			
	2024		2023	
	Shares	Weighted Average Grant Date Fair Value per Share	Shares	Weighted Average Grant Date Fair Value per Share
<b>Unvested Shares Beginning of Period</b>	1,880,409	\$ 14.52	958,985	\$ 16.35
Granted	830,276	\$ 17.46	1,306,880	\$ 13.81
Vested	(558,008)	\$ 14.33	(414,634)	\$ 16.28
Forfeited	(23,990)	\$ 15.42	(6,712)	\$ 16.17
<b>Unvested Shares End of Period</b>	<b>2,128,687</b>	<b>\$ 12.84</b>	<b>1,844,519</b>	<b>\$ 14.57</b>

In addition to the restricted stock equity-based awards, the Company has also issued stock options to certain employees. The fair value of options granted during the six months ended June 30, 2024 and 2023, was approximately \$39,000 and \$67,000, respectively. During the six months ended June 30, 2024 and 2023, approximately \$63,000, and \$46,000, of share-based cost due to stock option grants was expensed, respectively.

#### *Performance-Vesting Awards*

The Company has granted equity-based awards, which have market and performance conditions in addition to a service condition (“Performance Awards”). The value of these awards may increase dependent on increases to the Company’s total stockholder return (“TSR”). The total compensation will be determined by the Company’s TSR relative to specified BDCs during a specified performance period. Depending on the results achieved during the specified performance period, the actual number of shares that a grant recipient receives at the end of the period may range from 0% to 200% of the target shares granted. The Performance Awards typically vest after four years, and generally may not be disposed until one year post vesting. The Company determines the fair values of the Performance Awards at the grant date using a Monte-Carlo simulation multiplied by the target payout level and is recognized over the service period. For certain Performance Awards, distribution equivalent units (“Performance DEUs”) will accrue in the form of additional shares, but will not be paid unless the Performance Awards to which such Performance DEUs relate actually vest.

During the six months ended June 30, 2024 and 2023, no Performance Awards were granted or vested. During the six months ended June 30, 2024, no shares of Performance DEUs were issued or vested. During the six months ended June 30,

2023, 54,858 Performance DEUs were issued with a grant date fair value of \$0.7 million. As of June 30, 2024 and 2023, there were no unvested Performance Awards.

### *Liability Classified Awards*

The Company has granted equity-based awards which are subject to both service and performance conditions. These awards are settled either in cash or a fixed dollar value of shares, subject to the terms of each individual award, and therefore classified as liability awards (the “Liability Awards”). As of June 30, 2024, all Liability Awards have vested and have been settled. Generally, if the performance conditions of these types of awards are not met, the total compensation expense related to the Liability Awards may be less than the maximum granted value of the awards. The Company records Liability Awards as deferred compensation within Accounts Payable and Accrued Liabilities included on the Consolidated Statements of Assets and Liabilities.

Certain Liability Awards are structured similar to the Performance Awards, and increase in value with corresponding increases to the Company’s TSR and vest after four years. The Company remeasures the value of these awards each period based on the Company’s TSR achieved to date. Certain other Liability Awards are linked to attainment of investment funding goals. The Company determines the fair value of these Liability Awards based on the expected probability of the performance conditions being met and recognized over the service period. The Company accrues for Liability Awards based on the expected probability that the performance conditions would be met, this assumption is re-evaluated each period, and may be adjusted to reflect changes in this assumption. Generally, the other Liability Awards vest over a three-year service term.

For the six months ended June 30, 2024, there was approximately \$0.5 million of compensation expense related to the Liability Awards recognized in the Consolidated Statements of Operations and no amounts remain outstanding. During the six months ended June 30, 2024 and 2023, \$3.1 million and no Liability Awards vested, respectively.

As of June 30, 2023, all Liability Awards were unvested and there was approximately \$1.2 million of total unrecognized compensation costs expected to be recognized over a weighted average period of 0.8 years. For the six months ended June 30, 2023, there was approximately \$0.7 million of compensation expense related to the Liability Awards recognized in the Consolidated Statements of Operations and \$1.9 million accrued within Accounts Payable and Accrued Liabilities in the Consolidated Statements of Assets and Liabilities.

## 9. Earnings Per Share

Shares used in the computation of the Company’s basic and diluted earnings per share are as follows:

(in thousands, except per share data)	Three Months Ended June 30,		Six Months Ended June 30,	
	2024	2023	2024	2023
<b>Numerator</b>				
Net increase (decrease) in net assets resulting from operations	\$ 41,852	\$ 94,775	\$ 132,816	\$ 189,339
Less: Total distributions declared	(77,894)	(67,379)	(153,925)	(132,153)
Total Earnings (loss), net of total distributions	(36,042)	27,396	(21,109)	57,186
Earnings (loss), net of distributions attributable to common shares	(36,042)	27,108	(21,110)	56,552
Add: Distributions declared attributable to common shares	77,157	66,672	152,387	130,696
<b>Numerator for basic and diluted change in net assets per common share</b>	<b>\$ 41,115</b>	<b>\$ 93,780</b>	<b>\$ 131,277</b>	<b>\$ 187,248</b>
<b>Denominator</b>				
Basic weighted average common shares outstanding	160,748	141,390	159,096	138,338
Common shares issuable	561	694	518	1,249
<b>Weighted average common shares outstanding assuming dilution</b>	<b>161,309</b>	<b>142,084</b>	<b>159,614</b>	<b>139,587</b>
<b>Change in net assets per common share:</b>				
Basic	\$ 0.26	\$ 0.66	\$ 0.83	\$ 1.35
Diluted	\$ 0.25	\$ 0.66	\$ 0.82	\$ 1.34

In the table above, unvested share-based payment awards that have non-forfeitable rights to distributions or distribution equivalents are treated as participating securities for calculating earnings per share. Unvested common stock options and restricted stock units are also considered for the purpose of calculating diluted earnings per share.

The calculation of change in net assets resulting from operations per common share assuming dilution, excludes all anti-dilutive shares. For the three and six months ended June 30, 2024, and 2023, the number of anti-dilutive shares, as calculated based on the weighted average closing price of the Company's common stock for the periods, are as follows:

Anti-dilutive Securities	Three Months Ended June 30,		Six Months Ended June 30,	
	2024	2023	2024	2023
Unvested common stock options	798	3,146	1,401	2,499
Restricted stock units	—	9,555	—	8,714
Unvested restricted stock awards	147	65,346	521	59,854

As of June 30, 2024 and December 31, 2023, the Company was authorized to issue 200.0 million shares of common stock with a par value of \$0.001. Each share of common stock entitles the holder to one vote.

## 10. Financial Highlights

Following is a schedule of financial highlights for the six months ended June 30, 2024 and 2023:

(in thousands, except per share data and ratios)	Six Months Ended June 30,	
	2024	2023
<b>Per share data: <sup>(1)</sup></b>		
Net asset value at beginning of period	\$ 11.43	\$ 10.53
Net investment income	1.02	1.02
Net realized gain (loss)	0.01	0.06
Net unrealized appreciation (depreciation)	(0.20)	0.29
<b>Total from investment operations</b>	<b>0.83</b>	<b>1.37</b>
Net increase (decrease) in net assets from capital share transactions <sup>(1)</sup>	0.10	(0.01)
Distributions of net investment income <sup>(6)</sup>	(0.97)	(0.96)
Stock-based compensation expense included in net investment income and other movements <sup>(2)</sup>	0.04	0.03
<b>Net asset value at end of period</b>	<b>\$ 11.43</b>	<b>\$ 10.96</b>
<b>Ratios and supplemental data:</b>		
Per share market value at end of period	\$ 20.45	\$ 14.80
Total return <sup>(3)</sup>	28.84%	19.55 %
Shares outstanding at end of period	162,428	144,641
Weighted average number of common shares outstanding	159,096	138,338
Net assets at end of period	\$ 1,856,545	\$ 1,585,510
Ratio of total expense to average net assets <sup>(4)</sup>	9.21%	10.75%
Ratio of net investment income before investment gains and losses to average net assets <sup>(4)</sup>	17.49%	18.95%
Portfolio turnover rate <sup>(5)</sup>	13.73%	17.20%
Weighted average debt outstanding	\$ 1,675,984	\$ 1,614,522
Weighted average debt per common share	\$ 10.53	\$ 11.69

- (1) All per share activity is calculated based on the weighted average shares outstanding for the relevant period, except net increase (decrease) in net assets from capital share transactions, which is based on the common shares outstanding as of the relevant balance sheet date.
- (2) Adjusts for the impact of stock-based compensation expense, which is a non-cash expense and has no net impact to net asset value. Pursuant to ASC Topic 718, the expense is offset by a corresponding increase in paid-in capital. Additionally, adjusts for other items attributed to the difference between certain per share data based on the weighted-average basic shares outstanding and those calculated using the shares outstanding as of a period end or transaction date.
- (3) The total return for the six months ended June 30, 2024, and 2023 equals to the change in the ending market value over the beginning of the period price per share plus distributions paid per share during the period, divided by the beginning price assuming the distribution is reinvested on the date of the distribution. As such, the total return is not annualized. The total return does not reflect any sales load that must be paid by investors.
- (4) The ratios are calculated based on weighted average net assets for the relevant period and are annualized.
- (5) The portfolio turnover rate for the six months ended June 30, 2024, and 2023 equals to the lesser of investment portfolio purchases or sales during the period, divided by the average investment portfolio value during the period. As such, portfolio turnover rate is not annualized.
- (6) Includes distributions on unvested restricted stock awards.

## 11. Commitments and Contingencies

The Company's commitments and contingencies consist primarily of unfunded commitments to extend credit in the form of loans to the Company's portfolio companies. As of June 30, 2024, a portion of these unfunded contractual commitments are dependent upon the portfolio company reaching certain milestones before the debt commitment becomes available. Furthermore, the Company's credit agreements with its portfolio companies generally contain customary lending provisions which allow the Company relief from funding obligations for previously made unfunded commitments in

instances where the underlying portfolio company experiences materially adverse events that affect the financial condition or business outlook for the portfolio company. Since a portion of these commitments may expire without being drawn, unfunded contractual commitments do not necessarily represent future cash requirements. As such, the Company's disclosure of unfunded contractual commitments includes only those which are available at the request of the portfolio company and unencumbered by future or unachieved milestones.

As of June 30, 2024, and December 31, 2023, the Company had approximately \$479.5 million and \$335.3 million, respectively, of available unfunded commitments, including undrawn revolving facilities, which were available at the request of the portfolio company and unencumbered by future or unachieved milestones. In order to draw a portion of the Company's available unfunded commitments, a portfolio company must submit to the Company a formal funding request that complies with the applicable advance notice and other operational requirements. The amounts disclosed exclude unfunded commitments (i) for which, with respect to a portfolio company's agreement, a milestone was achieved after the last day on which the portfolio company could have requested a drawdown funding to be completed within the reporting period; and (ii) related to the portion of portfolio company investments assigned to or directly committed by the Adviser Funds as described in "Note -12 Related Party Transactions". The fair value of the Company's unfunded commitments is considered to be immaterial as the yield determined at the time of underwriting is expected to be materially consistent with the yield upon funding, given that interest rates are generally pegged to market indices and given the existence of milestones, conditions and/or obligations embedded in the borrowing agreements.

As of June 30, 2024, and December 31, 2023, the Company's unfunded contractual commitments available at the request of the portfolio company, including undrawn revolving facilities, and unencumbered by milestones were as follows:

(in thousands) Portfolio Company	Unfunded Commitments <sup>(1)</sup> as of	
	June 30, 2024	December 31, 2023
<b>Debt Investments:</b>		
Armis, Inc.	\$ 50,000	\$ —
Earnix Ltd.	41,250	—
Thumbtack, Inc.	30,000	40,000
Automation Anywhere, Inc.	29,400	29,400
Checkr Group, Inc.	23,625	23,625
Skydio, Inc.	22,500	22,500
HilleVax, Inc.	20,000	—
Pindrop Security, Inc.	19,375	—
Shield AI, Inc.	18,750	—
Phathom Pharmaceuticals, Inc.	15,300	6,120
Akero Therapeutics, Inc.	15,000	15,000
Semperis Technologies Inc.	15,000	—
Main Street Rural, Inc.	14,000	10,500
Dragos	13,000	13,000
Harness, Inc.	11,550	—
Marathon Health, LLC	10,000	—
Suzy, Inc.	8,000	12,000
Reveleer	8,000	—
WellBe Senior Medical, LLC	8,000	—
Geron Corporation	7,800	—
Saama Technologies, LLC	7,750	3,875
Elation Health, Inc.	7,500	7,500
Curana Health Holdings, LLC	7,500	—
ATAI Life Sciences N.V.	7,000	—
Leapwork ApS	5,544	3,900
Braeburn Pharmaceuticals	5,250	—
Babel Street	4,367	3,375
Heron Therapeutics, Inc.	4,000	4,000
AlphaSense, Inc.	4,000	—
Allvue Systems, LLC	3,590	3,590
Sight Sciences, Inc.	3,500	—

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(in thousands) Portfolio Company	Unfunded Commitments <sup>(1)</sup> as of	
	June 30, 2024	December 31, 2023
<b>Debt Investments:</b>		
Dronedeploy, Inc.	\$ 3,125	\$ 6,250
Riviera Partners LLC	3,000	3,000
Loftware, Inc.	2,846	2,277
Zappi, Inc.	2,571	2,571
Altumint, Inc.	2,500	2,500
Streamline Healthcare Solutions	2,200	2,200
New Relic, Inc.	2,176	2,176
Sumo Logic, Inc.	2,000	2,000
Sandata Technologies, LLC	1,731	—
Ceros, Inc.	1,707	1,707
ThreatConnect, Inc.	1,600	1,600
LogicSource	1,209	1,209
Zimperium, Inc.	1,088	3,727
Ikon Science Limited	1,050	1,050
LinenMaster, LLC	1,000	1,000
Fortified Health Security	840	840
Dispatch Technologies, Inc.	813	625
Omeda Holdings, LLC	731	731
Flight Schedule Pro, LLC	639	639
Constructor.io Corporation	625	625
ShadowDragon, LLC	333	333
Cybermaxx Intermediate Holdings, Inc.	324	390
NorthSea Therapeutics B.V.	273	—
3GTMS, LLC	161	1,182
Cytracom Holdings LLC	64	72
Tarsus Pharmaceuticals, Inc.	—	20,625
Kura Oncology, Inc.	—	19,250
Tipalti Solutions Ltd.	—	10,500
Next Insurance, Inc.	—	10,000
Senseonics Holdings, Inc.	—	8,750
Modern Life, Inc.	—	6,500
Brain Corporation	—	5,000
Cutover, Inc.	—	2,650
Plentific Ltd	—	2,625
Yipit, LLC	—	2,250
Dashlane, Inc.	—	2,137
Annex Cloud	—	1,750
Agilence, Inc.	—	800
Enmark Systems, Inc.	—	457
Alchemer LLC	—	445
<b>Total Unfunded Debt Commitments:</b>	<b>475,157</b>	<b>330,828</b>
<b>Investment Funds &amp; Vehicles:<sup>(2)</sup></b>		
Forbion Growth Opportunities Fund I C.V.	1,757	1,757
Forbion Growth Opportunities Fund II C.V.	2,541	2,748
<b>Total Unfunded Commitments in Investment Funds &amp; Vehicles:</b>	<b>4,298</b>	<b>4,505</b>
<b>Total Unfunded Commitments</b>	<b>\$ 479,455</b>	<b>\$ 335,333</b>

- (1) For debt investments, amounts represent unfunded commitments, including undrawn revolving facilities, which are available at the request of the portfolio company. Amount excludes unfunded commitments which are unavailable due to the borrower having not met certain milestones. These amounts also exclude \$125.6 million and \$127.7 million of unfunded commitments as of June 30, 2024, and December 31, 2023, respectively, to portfolio companies related to loans assigned to or directly committed by the Adviser Funds as described in “Note -12 Related Party Transactions”.
- (2) For investment funds and vehicles, the amount represents uncalled capital commitments in private equity funds.



The following table provides additional information on the Company's unencumbered unfunded commitments regarding milestones, expirations and type:

(in thousands) Unfunded Commitments	June 30, 2024	December 31, 2023
Expiring during:		
2024	\$ 231,992	\$ 291,896
2025	174,975	3,004
2026	15,514	7,537
2027	15,070	14,078
2028	6,859	6,547
2029	26,571	3,590
2030	4,176	4,176
Total Unfunded Debt Commitments	475,157	330,828
Unfunded Commitments in Investment Funds & Vehicles:		
Expiring during:		
2030	1,757	1,757
2032	2,541	2,748
Total Unfunded Commitments in Investment Funds & Vehicles	4,298	4,505
<b>Total Unfunded Commitments</b>	<b>\$ 479,455</b>	<b>\$ 335,333</b>

The following tables provide the Company's contractual obligations as of June 30, 2024 and December 31, 2023:

As of June 30, 2024:	Payments due by period (in thousands)				
Contractual Obligations <sup>(1)</sup>	Total	Less than 1 year	1 - 3 years	3 - 5 years	After 5 years
Debt <sup>(2)(3)</sup>	\$ 1,760,000	\$ 275,000	\$ 1,120,000	\$ —	\$ 365,000
Lease and License Obligations <sup>(4)</sup>	25,365	3,138	6,777	5,532	9,918
<b>Total</b>	<b>\$ 1,785,365</b>	<b>\$ 278,138</b>	<b>\$ 1,126,777</b>	<b>\$ 5,532</b>	<b>\$ 374,918</b>

As of December 31, 2023:	Payments due by period (in thousands)				
Contractual Obligations <sup>(1)</sup>	Total	Less than 1 year	1 - 3 years	3 - 5 years	After 5 years
Debt <sup>(5)(3)</sup>	\$ 1,570,000	\$ 105,000	\$ 689,000	\$ 411,000	\$ 365,000
Lease and License Obligations <sup>(4)</sup>	26,741	2,539	6,629	6,248	11,325
<b>Total</b>	<b>\$ 1,596,741</b>	<b>\$ 107,539</b>	<b>\$ 695,629</b>	<b>\$ 417,248</b>	<b>\$ 376,325</b>

(1) Excludes commitments to extend credit to the Company's portfolio companies and uncalled capital commitments in investment funds.

(2) Includes \$175.0 million in principal outstanding under the SBA Debentures, \$105.0 million of the July 2024 Notes, \$50.0 million of the February 2025 Notes, \$70.0 million of the June 2025 Notes, \$50.0 million of the June 2025 3-Year Notes, \$50.0 million of the March 2026 A Notes, \$50.0 million of the March 2026 B Notes, \$150.0 million of the 2031 Asset-Backed Notes, \$40.0 million of the 2033 Notes, \$325.0 million of the September 2026 Notes and \$350.0 million of the January 2027 Notes as of June 30, 2024. There was also \$212.0 million outstanding under the SMBC Facility and \$133.0 million outstanding under the MUFG Bank Facility as of June 30, 2024.

(3) Amounts represent future principal repayments and not the carrying value of each liability. See "Note 5 – Debt".

(4) Facility leases and licenses including short-term leases.

(5) Includes \$175.0 million in principal outstanding under the SBA Debentures, \$105.0 million of the July 2024 Notes, \$50.0 million of the February 2025 Notes, \$70.0 million of the June 2025 Notes, \$50.0 million of the June 2025 3-Year Notes, \$50.0 million of the March 2026 A Notes, \$50.0 million of the March 2026 B Notes, \$150.0 million of the 2031 Asset-Backed Notes, \$40.0 million of the 2033 Notes, \$325.0 million of the September 2026 Notes and \$350.0 million of the January 2027 Notes as of December 31, 2023. There was also \$94.0 million outstanding under the SMBC Facility and \$61.0 million outstanding under the MUFG Bank Facility as of December 31, 2023.

Certain premises are leased or licensed under agreements which expire at various dates through July 2034. For the six months ended June 30, 2024 and 2023, total rent expense, including short-term leases, amounted to approximately \$1.9 million and \$1.6 million in each period, respectively. For the three months ended June 30, 2024 and 2023, total rent expense, including short-term leases, amounted to approximately \$0.9 million and \$0.8 million in each period, respectively. The Company recognizes an operating lease liability and a ROU asset for all leases, with the exception of short-term leases. The lease payments on short-term leases are recognized as rent expense on a straight-line basis. The discount rate applied to measure each ROU asset and lease liability is based on the Company's incremental weighted average cost of debt. The Company considers the general economic environment and its credit rating and factors in various financing and asset specific adjustments to ensure the discount rate applied is appropriate to the intended use of the underlying lease. While some of the leases contained options to extend and terminate, it is not reasonably certain that either option will be utilized and therefore, only the payments in the initial term of the leases were included in the lease liability and ROU asset.

The following table sets forth information related to the measurement of the Company's operating lease liabilities and supplemental cash flow information related to operating leases as of June 30, 2024, and 2023:

(in thousands)	Three Months Ended June 30,		Six Months Ended June 30,	
	2024	2023	2024	2023
Total operating lease cost	\$ 796	\$ 606	\$ 1,329	\$ 1,304
Cash paid for amounts included in the measurement of lease liabilities	\$ 775	\$ 1,127	\$ 897	\$ 1,736
			As of June 30, 2024	As of December 31, 2023
Weighted-average remaining lease term (in years)			8.29	8.68
Weighted-average discount rate			6.86 %	6.79 %

The following table shows future minimum lease payments under the Company's operating leases and a reconciliation to the operating lease liability as of June 30, 2024:

(in thousands)	As of June 30, 2024
2024	\$ 1,028
2025	3,268
2026	3,362
2027	3,483
Thereafter	14,090
Total lease payments	25,231
Less: imputed interest & other items	(6,286)
<b>Total operating lease liability</b>	<b>\$ 18,945</b>

The Company may, from time to time, be involved in litigation arising out of its operations in the normal course of business or otherwise. Furthermore, third parties may try to seek to impose liability on the Company in connection with the activities of its portfolio companies. While the outcome of any current legal proceedings cannot at this time be predicted with certainty, the Company does not expect any current matters will materially affect the Company's financial condition or results of operations; however, there can be no assurance whether any pending legal proceedings will have a material adverse effect on the Company's financial condition or results of operations in any future reporting period.

## 12. Related Party Transactions

As disclosed in "Note 1 - Description of Business", the Adviser Subsidiary is the Company's wholly owned registered investment advisor business, composed of the collectively held and presented entities Hercules Adviser LLC, Hercules Capital Management, LLC, and Hercules Partner Holdings, LLC entities. The Adviser Subsidiary is accounted for as a portfolio investment of the Company held at fair value. The Adviser Subsidiary has entered into investment management agreements with its privately offered Adviser Funds, and it receives management fees based on the assets under management of the Adviser Funds. In addition, the general partner interests (the "GP Interests") held by Hercules Partner Holdings, LLC may receive incentive fees based on the performance of the Adviser Funds. Both the Adviser Subsidiary and Hercules Partner Holdings, LLC are owned by Hercules Capital Management LLC. During the three and six months ended June 30, 2024, the Adviser Subsidiary declared and paid dividend distributions to the Company of \$1.6 million and \$3.2 million, respectively. No dividend distributions were made during the three and six months ended June 30, 2023. Refer to "Note 4 – Investments" for information related to income, gains and losses recognized related to the Company's investment.

The Company has a shared services agreement ("Sharing Agreement") with the Adviser Subsidiary, through which the Adviser Subsidiary has access to the Company's human capital resources (including administrative functions) and other resources and infrastructure (including office space and technology). Under the terms of the Sharing Agreement, the Company allocates the related expenses of shared services to the Adviser Subsidiary based on direct time spent, investment activity, and proportion of assets under management depending on the nature of the expense. The Company's total expenses for the three months ended June 30, 2024 and 2023, are net of expenses allocated to the Adviser Subsidiary of \$2.8 million and \$2.4 million, respectively. The Company's total expenses for the six months ended June 30, 2024 and 2023, are net of expenses allocated to the Adviser Subsidiary of \$5.7 million and \$5.1 million, respectively. As of June 30, 2024 and December 31, 2023, there was less than \$0.1 million and approximately \$0.1 million receivable, respectively, from the Adviser Subsidiary.



In addition, the Company may from time-to-time make investments alongside the Adviser Funds or assign a portion of investments to the Adviser Funds in accordance with the Company's allocation policy. The assigned investment activities for the six months ended June 30, 2024 and 2023, are summarized below:

(in millions)	Six Months Ended June 30,			
	2024		2023	
Investment commitments assigned to or directly committed by the Adviser Funds	\$	337.4	\$	320.4
Investment fundings assigned to, directly originated or funded by the Adviser Funds	\$	230.1	\$	199.9
Amounts received by the Company from the Adviser Funds relating to assigned investments	\$	6.0	\$	9.6

### 13. Subsequent Events

#### *Dividend Distribution Declaration*

On July 25, 2024, the Board declared a cash distribution of \$0.40 per share to be paid on August 20, 2024 to stockholders of record as of August 13, 2024. In addition to the cash distribution, and as part of the supplemental cash distribution of \$0.32 per share to be paid in four quarterly distributions of \$0.08 per share, the Board declared a supplemental cash distribution of \$0.08 per share to be paid on August 20, 2024 to stockholders of record as of August 13, 2024. Including the \$0.08 per share supplemental cash distributions paid to stockholders of record as of March 6, 2024 and May 14, 2024, the Board has declared a total of \$0.24 per share of the \$0.32 per share of supplemental cash distribution declared on February 8, 2024.

#### *SBIC Licensing*

On July 9, 2024, SBIC V received its license to operate as an SBIC. This is Hercules' fourth SBIC license, through which the Company has access to \$175.0 million of SBA debentures, subject to meeting certain conditions. The license has a 10-year term and SBA debentures bear fixed interest based on the treasury rate plus a spread applicable to the period the debentures are drawn. As of the latest debenture pooling date in March 2024, SBA debentures were issued with an interest rate of approximately 5.164%. The actual rates may vary depending on the timing of drawdown and pooling period.

#### *July 2024 Notes Redemption*

On July 16, 2024, the Company fully repaid the aggregate outstanding \$105.0 million principal and \$2.5 million of accrued interest pursuant to the terms of the July 2024 Notes.

**ITEM 2. MANAGEMENT’S DISCUSSION AND ANALYSIS OF FINANCIAL CONDITION AND RESULTS OF OPERATIONS**

**FORWARD-LOOKING STATEMENTS**

The matters discussed in this report, as well as in future oral and written statements by management of Hercules Capital, Inc., that are forward-looking statements are based on current management expectations that involve substantial risks and uncertainties which could cause actual results to differ materially from the results expressed in, or implied by, these forward-looking statements. Forward-looking statements relate to future events or our future financial performance. We generally identify forward-looking statements by terminology such as “may,” “will,” “should,” “expects,” “plans,” “anticipates,” “could,” “intends,” “target,” “projects,” “contemplates,” “believes,” “estimates,” “predicts,” “potential” or “continue” or the negative of these terms or other similar expressions. Important assumptions include our ability to originate new investments, achieve certain margins and levels of profitability, the availability of additional capital, and the ability to maintain certain debt to asset ratios. In light of these and other uncertainties, the inclusion of a projection or forward-looking statement in this report should not be regarded as a representation by us that our plans or objectives will be achieved. The forward-looking statements contained in this report include statements as to:

- our current and future management structure;
- our future operating results;
- our business prospects and the prospects of our prospective portfolio companies;
- the impact of investments that we expect to make;
- our informal relationships with third parties including in the venture capital industry;
- the expected market for venture capital investments and our addressable market;
- the dependence of our future success on the general economy and its impact on the industries in which we invest;
- our ability to access debt markets and equity markets;
- the occurrence and impact of macro-economic developments (for example, global pandemics, natural disasters, terrorism, international conflicts and war) on us and our portfolio companies;
- the ability of our portfolio companies to achieve their objectives;
- our expected financings and investments;
- our regulatory structure and tax status as a RIC;
- our ability to operate as a BDC and an SBIC;
- the adequacy of our cash resources and working capital;
- the timing of cash flows, if any, from the operations of our portfolio companies;
- the timing, form and amount of any distributions;
- the impact of fluctuations in interest rates on our business;
- the valuation of any investments in portfolio companies, particularly those having no liquid trading market; and
- our ability to recover unrealized depreciation on investments.

You should not place undue reliance on these forward-looking statements. The forward-looking statements made in this report relate only to events as of the date on which the statements are made. We undertake no obligation to update any forward-looking statement to reflect events or circumstances occurring after the date of this report.

The following discussion should be read in conjunction with our consolidated financial statements and related notes and other financial information appearing elsewhere in this report. In addition to historical information, the following discussion and other parts of this report contain forward-looking information that involves risks and uncertainties. Our actual results could differ materially from those anticipated by such forward-looking information due to the factors discussed under Item 1A—“Risk Factors” of Part II of this quarterly report on Form 10-Q, Item 1A—“Risk Factors” of our Annual Report on Form 10-K filed with the SEC on February 15, 2024 and under “Forward-Looking Statements” of this Item 2.

***Use of Non-GAAP Measures***

Throughout this MD&A, we present our financial condition and results of operations in the way we believe will be most meaningful and representative of our business results. Some of the measurements we use are “Non-GAAP financial measures” under SEC rules and regulations. GAAP is the acronym for “generally accepted accounting principles” in the United States. The Non-GAAP financial measures we present may not be comparable to similarly-named measures reported by other companies.

## Overview

We are a leading specialty finance company with a focus on providing financing solutions to high-growth and innovative venture capital-backed and institutional-backed companies in a variety of technology and life sciences industries. Our primary business objectives are to increase our net income, net investment income, and net asset value through our investments. We principally invest in debt securities and, to a lesser extent, equity securities, with a particular emphasis on Structured Debt. We use the term “Structured Debt” to refer to a debt investment that is structured with an equity, warrant, option, or other right to purchase or convert into common or preferred stock. We aim to achieve our business objectives by maximizing our portfolio total return through generation of current income from our debt investments and capital appreciation from our warrant and equity investments. We expect that our investments will generally range from \$25.0 million to \$100.0 million, although we may make investments in amounts above or below this range. Through generation of current income from our debt investments and capital appreciation from our warrant and equity investments, we aim to maximize our portfolio total return.

Since inception through June 30, 2024, we have originated more than \$20.0 billion in commitments in over 650 companies. We, our subsidiaries or our affiliates, may also agree to manage certain other funds that invest in debt, equity or provide other financing or services to companies in a variety of industries for which we may earn management or other fees for our services. As of June 30, 2024, Hercules and its Adviser Subsidiary actively manage approximately \$4.6 billion of assets.

We are structured as an internally managed, non-diversified, closed-end investment company that has elected to be regulated as a BDC under the 1940 Act. As a BDC, we are required to comply with certain regulatory requirements. For instance, we generally have to invest at least 70% of our total assets in “qualifying assets,” which includes securities of private U.S. companies, cash, cash equivalents, and high-quality debt investments that mature in one year or less. Consistent with requirements under the 1940 Act, we invest primarily in United States based companies and to a lesser extent in foreign companies. We source our investments through our principal office located in San Mateo, CA, as well as through our additional offices in Boston, MA, New York, NY, Bethesda, MD, San Diego, CA, Denver, CO, and London, United Kingdom.

We have elected to be treated for tax purposes as a RIC under the Code and operate in a manner so as to qualify for the tax treatment applicable to RICs. In order to qualify as a RIC, among other requirements, we must maintain certain income, asset, and distribution requirements. As a RIC, we generally will not be subject to U.S. federal income tax on the income that we distribute (or are deemed to distribute) to our stockholders provided that we maintain our RIC status for a given year.

## Portfolio and Investment Activity

The total fair value of our investment portfolio as of June 30, 2024 and December 31, 2023 was as follows:

(in millions)	Fair Value	
	June 30, 2024	December 31, 2023
Debt	\$ 3,392.5	\$ 3,057.3
Equity	140.3	152.2
Warrants	28.9	33.9
Investment Funds & Vehicles	6.9	4.6
<b>Total Investment Portfolio</b>	<b>\$ 3,568.6</b>	<b>\$ 3,248.0</b>

Our investments in portfolio companies take a variety of forms, including unfunded contractual commitments and funded investments. Not all debt commitments represent future cash requirements. Unfunded contractual commitments depend upon a portfolio company reaching certain milestones before the debt commitment is available to the portfolio company, which is expected to affect our funding levels. These commitments are subject to the same underwriting and ongoing portfolio maintenance as the on-balance sheet financial instruments that we hold. Debt commitments generally fund over the two succeeding quarters from close. From time to time, unfunded contractual commitments may expire without being drawn and thus do not represent future cash requirements.

Prior to entering into a contractual commitment, we generally issue a non-binding term sheet to a prospective portfolio company. Non-binding term sheets are subject to completion of our due diligence and final investment committee approval process, as well as the negotiation of definitive documentation with the prospective portfolio companies. These non-binding term sheets generally convert to contractual commitments in approximately 90 days from signing and some portion may be assigned or allocated to or directly originated by the Adviser Funds prior to or after closing. Not all non-binding term sheets are expected to close and do not necessarily represent future cash requirements.

Our portfolio activity for the six months ended June 30, 2024 and June 30, 2023 was comprised of the following:

(in millions)	June 30, 2024	June 30, 2023
<b>Investment Commitments<sup>(1)</sup></b>		
Investment Commitments Originated by Hercules Capital and the Adviser Funds	\$ 1,642.5	\$ 1,067.5
Less: Commitments assigned to or directly committed by the Adviser Funds	(337.4)	(320.4)
<b>Net Total Investment Commitments</b>	<b>\$ 1,305.1</b>	<b>\$ 747.1</b>
Gross Debt Commitments Originated by Hercules Capital and the Adviser Funds		
New portfolio company	\$ 1,529.5	\$ 800.4
Existing portfolio company	105.0	263.1
<b>Sub-total</b>	<b>1,634.5</b>	<b>1,063.5</b>
Less: Debt commitments assigned to or directly committed by the Adviser Funds	(336.0)	(319.7)
<b>Net Total Debt Commitments</b>	<b>\$ 1,298.5</b>	<b>\$ 743.8</b>
<b>Investment Fundings<sup>(2)</sup></b>		
Gross Debt Fundings by Hercules Capital and the Adviser Funds		
New portfolio company	\$ 778.7	\$ 347.2
Existing portfolio company	279.8	483.0
<b>Sub-total</b>	<b>1,058.5</b>	<b>830.2</b>
Less: Debt fundings assigned to or directly funded by the Adviser Funds	(228.7)	(199.2)
<b>Net Total Debt Fundings</b>	<b>\$ 829.8</b>	<b>\$ 631.0</b>
Equity Investments and Investment Funds and Vehicles Fundings by Hercules Capital and the Adviser Funds		
New portfolio company	\$ 2.0	\$ —
Existing portfolio company	6.2	4.6
<b>Sub-total</b>	<b>\$ 8.2</b>	<b>\$ 4.6</b>
Less: Equity fundings assigned to or directly funded by the Adviser Funds	(1.4)	(0.7)
<b>Net Total Equity and Investment Funds and Vehicle Fundings</b>	<b>\$ 6.8</b>	<b>\$ 3.9</b>
<b>Total Unfunded Contractual Commitment<sup>(3)</sup></b>	<b>\$ 479.5</b>	<b>\$ 381.1</b>
Non-Binding Term Sheets		
New portfolio company	\$ 28.1	\$ 155.1
Existing portfolio company	—	0.5
<b>Total</b>	<b>\$ 28.1</b>	<b>\$ 155.6</b>

(1) Includes restructured loans and renewals in addition to new commitments.

(2) Funded amounts include borrowings on revolving facilities.

(3) Amount represents unfunded commitments, including undrawn revolving facilities, which are available at the request of the portfolio company. Amount excludes unfunded commitments which are unavailable due to the borrower having not met certain milestones. This excludes \$125.6 million and \$127.9 million of unfunded commitments as of June 30, 2024, and 2023, respectively, to portfolio companies related to loans assigned to or directly committed by the Adviser Funds.

We receive principal payments on our debt investment portfolio based on scheduled amortization of the outstanding balances. In addition, we receive principal repayments for some of our loans prior to their scheduled maturity date. The frequency or volume of these early principal repayments may fluctuate significantly from period to period. During the six months ended June 30, 2024, we received approximately \$489.7 million in aggregate principal repayments. Approximately \$22.5 million of the aggregate principal repayments related to scheduled principal payments and approximately \$467.2 million were early principal repayments related to 32 portfolio companies.

Total portfolio investment activity (inclusive of unearned income and excluding activity related to taxes payable and escrow receivables) as of and for the six months ended June 30, 2024 and June 30, 2023 was as follows:

(in millions)	June 30, 2024	June 30, 2023
<b>Beginning portfolio</b>	\$ 3,248.0	\$ 2,963.9
New fundings and restructures	1,066.7	834.8
Fundings assigned to or directly funded by the Adviser Funds	(230.1)	(199.9)
Warrants not related to current period fundings	0.6	1.4
Principal repayments received on investments	(22.5)	(17.2)
Early payoffs	(467.2)	(499.4)
Proceeds from sale of equity and warrant investments	(19.1)	(30.1)
Accretion of loan discounts and paid-in-kind interest	42.8	28.4
Net acceleration of loan discounts and loan fees due to early payoffs or restructures	(3.4)	(8.1)
New loan fees	(9.0)	(6.9)
Gain (loss) on investments due to sales or write offs	3.3	5.4
Net change in unrealized appreciation (depreciation)	(41.5)	40.5
<b>Ending portfolio</b>	<b>\$ 3,568.6</b>	<b>\$ 3,112.8</b>

Additionally, we may hold investments in debt, warrant, or equity positions of portfolio companies that have filed a registration statement with the SEC in contemplation of a potential initial public offering. There can be no assurance that companies that have yet to complete their initial public offerings will do so in a timely manner or at all.

The following table presents certain selected information regarding our debt investment portfolio as of June 30, 2024 and December 31, 2023:

	June 30, 2024	December 31, 2023
Number of portfolio companies with debt outstanding	123	125
Percentage of debt bearing a floating rate	97.4%	95.9%
Percentage of debt bearing a fixed rate	2.6%	4.1%
Weighted average core yield <sup>(1)(3)</sup>	13.7%	14.3%
Weighted average effective yield <sup>(2)(3)</sup>	14.7%	15.3%
Prime rate at the end of the period	8.50%	8.50%

- (1) The core yield is a Non-GAAP financial measure. The core yield on our debt investments excludes the effects of fee and income accelerations attributed to early payoffs, restructuring, loan modifications, other one-time events, and includes income from expired commitments. Please refer to the "Portfolio Yield" section below for further discussion of this measure.
- (2) The effective yield on our debt investments includes the effects of fee and income accelerations attributed to early payoffs, restructuring, loan modifications, and other one-time events. The effective yield is derived by dividing total investment income from debt investments by the weighted average earning investment portfolio assets outstanding during the year, excluding non-interest earning assets such as warrants and equity investments. Please refer to the "Portfolio Yield" section below for further discussion of this measure.
- (3) The core and effective yields represent the weighted average yields for the three-month periods ended June 30, 2024 and December 31, 2023. Please refer to the "Portfolio Yield" section below for further discussion of these measures.

### **Macroeconomic Market Developments**

The capital markets are subject to fluctuations caused by various external factors such as geopolitical events, changes in the inflationary environment, interest rate volatility, uncertainty as to the probability of a global recession, among other factors. Our investment portfolio continues to be focused on industries and sectors that are generally expected to be more resilient to U.S. and global economic cycles. While our portfolio is not immune to the impact of macroeconomic events, we and our portfolio are well positioned to manage the current environment.

Macroeconomic developments are outside our control and could require us to adjust our plan of operations, impact our financial condition, and impact our results of operations or cash flows in the future. We monitor macroeconomic market developments and their related impact to our business, including impacts to our portfolio companies, employees, due diligence and underwriting processes, and the broader financial markets. Given the unpredictability and fluidity of the macroeconomic market, neither our management nor our Board is able to predict the full impact of the macroeconomic events on our business, future results of operations, financial position, or cash flows.

### **Income from Portfolio**

We primarily generate revenue in the form of interest income, from our investments in debt securities, and fee income, which is primarily comprised of commitment and facility fees. Interest income is recognized in accordance with the contractual terms of the loan agreement to the extent that such amounts are expected to be collected. Fees generated in

connection with our debt investments are recognized over the life of the loan or, in some cases, recognized as earned. In addition, we generate income from dividends on either direct equity investments or equity interests obtained in connection with originating loans, such as options, warrants or conversion rights. We also generate revenue in the form of capital gains, if any, on warrants or other equity securities that we acquire from our portfolio companies.

As of June 30, 2024, our debt investments generally have a term of between two and five years and typically bear interest at a rate ranging from approximately 8.3% to approximately 17.7%. In addition to the cash yields received on our debt investments, in some instances, our debt investments may also include any of the following: exit fees, balloon payment fees, commitment fees, success fees, PIK provisions or prepayment fees which may be required to be included in income prior to receipt.

Interest on debt securities is generally payable monthly, with amortization of principal typically occurring over the term of the investment. In addition, our loans may include an interest-only period ranging from three to eighteen months or longer. In limited instances in which we choose to defer amortization of the loan for a period of time from the date of the initial investment, the principal amount of the debt securities and any accrued but unpaid interest become due at the maturity date.

Loan origination and commitment fees are generally received in full at the inception of a loan are deferred and amortized into fee income as an enhancement to the related loan's yield over the contractual life of the loan. We recognize nonrecurring fees amortized over the remaining term of the loan commencing in the quarter relating to specific loan modifications. As of June 30, 2024 and December 31, 2023, unamortized capitalized fee income was recorded as follows:

(in millions)	June 30, 2024	December 31, 2023
Offset against debt investment cost	\$ 38.1	\$ 32.9
Deferred obligation contingent on funding or other milestone	10.5	9.4
<b>Total Unamortized Fee Income</b>	<b>\$ 48.6</b>	<b>\$ 42.3</b>

Loan exit fees to be paid at the termination of the loan are accreted into interest income over the contractual life of the loan. As of June 30, 2024 and December 31, 2023, loan exit fees receivable were recorded as follows:

(in millions)	June 30, 2024	December 31, 2023
Included within debt investment cost	\$ 36.8	\$ 35.9
Deferred receivable related to expired commitments	5.2	4.3
<b>Total Exit Fees Receivable</b>	<b>\$ 42.0</b>	<b>\$ 40.2</b>

Additionally, we have debt investments in our portfolio that earn PIK interest. The PIK interest, computed at the contractual rate specified in each loan agreement, is recorded as interest income and added to the principal balance of the loan on specified capitalization dates. To maintain our status as a RIC, the non-cash PIK income must be distributed to stockholders with other sources of income in the form of dividend distributions even though we have not yet collected any cash from the borrower. Amounts necessary to pay these distributions may come from available cash or the liquidation of certain investments. During the three months ended June 30, 2024 and 2023, we recorded approximately \$15.3 million and \$5.8 million in PIK income, respectively. During the six months ended June 30, 2024 and 2023, we recorded approximately \$25.2 million and \$11.3 million in PIK income, respectively.

### **Portfolio Yield**

We report our financial results on a GAAP basis. We monitor the performance of our total investment portfolio and total debt portfolio using both GAAP and Non-GAAP financial measures. In particular, we evaluate performance through monitoring the portfolio yields as we consider them to be effective indicators, for both management and stockholders, of the financial performance of our total investment portfolio and total debt portfolio. The key metrics that we monitor with respect to yields are as described below:

- “Total Yield” - The total yield is derived by dividing GAAP basis “Total investment income” by the weighted average GAAP basis value of investment portfolio assets outstanding during the year, including non-interest earning assets such as warrants and equity investments at amortized cost.
- “Effective Yield” on total debt investments - The effective yield is derived by dividing GAAP basis “Total investment income” from debt investments<sup>(1)</sup> by the weighted average GAAP basis value of debt investment portfolio assets at amortized cost outstanding during the year.
- “Core Yield” on total debt investments – The core yield is a Non-GAAP financial measure. The core yield is derived by dividing “Core investment income” from debt investments by the weighted average GAAP basis value of debt investment portfolio assets at amortized cost outstanding during the year. “Core investment income”

adjusts GAAP basis “Total investment income” from debt investments<sup>(1)</sup> to exclude fee and other income accelerations attributed to early payoffs, deal restructuring, loan modifications, and other one-time income events, but includes income from expired commitments.

	<b>Three Months Ended June 30,</b>	
	<b>2024</b>	<b>2023</b>
Total Yield	14.1%	15.3%
Effective Yield <sup>(1)</sup>	14.7%	16.0%
Core Yield (Non-GAAP) <sup>(1)</sup>	13.7%	14.1%

(1) Yield calculated using “Total investment income” excluding bank interest, dividend income, and investment income from other assets for the three months ended June 30, 2024.

We believe that these measures are useful for our stockholders as it provides further insight into the yield of our portfolio to allow a more meaningful comparison with our competitors. As noted above, Core Yield, a Non-GAAP financial measure, is derived by dividing Core investment income, as defined above, by the weighted average GAAP basis value of debt investment portfolio assets at amortized cost outstanding. The reconciliation to calculate “Core investment income” from GAAP basis 'Total investment income' are as follows:

<b>(in thousands)</b>	<b>Three Months Ended June 30,</b>	
	<b>2024</b>	<b>2023</b>
<b>GAAP Basis:</b>		
Total investment income	\$ 125,006	\$ 116,231
Less: fee and income accelerations attributed to early payoffs, restructuring, loan modifications, and other one-time events except income from expired commitments	(8,588)	(13,687)
<b>Non-GAAP Basis:</b>		
Core investment income	\$ 116,418	\$ 102,544
Less: bank interest income, dividend income, and other investment income from other assets	(3,151)	(1,392)
<b>Core investment income from debt portfolio</b>	<b>\$ 113,267</b>	<b>\$ 101,152</b>

We believe the Core Yield is useful for our investors as it provides the yield at which our debt investments are originated and eliminates one-off items that can fluctuate significantly from period to period, thereby allowing for a more meaningful comparison over time.

Although the Core Yield, a Non-GAAP financial measure, is intended to enhance our stockholders’ understanding of our performance, the Core Yield should not be considered in isolation from or as an alternative to the GAAP financial metrics presented. The aforementioned Non-GAAP financial measure may not be comparable to similar Non-GAAP financial measures used by other companies.

Another financial measure that we monitor is the total return for our investors, which was approximately 28.8% and 19.6% during the six months ended June 30, 2024 and 2023, respectively. The total return equals the change in the ending market value over the beginning of the period price per share plus distributions paid per share during the period, divided by the beginning price assuming the distribution is reinvested on the date of the distribution. The total return does not reflect any sales load that may be paid by investors. See “Note 10 – Financial Highlights” included in the notes to our consolidated financial statements appearing elsewhere in this report.



**Portfolio Composition**

Our portfolio companies are primarily privately held companies and public companies which are active in sectors characterized by high margins, high growth rates, consolidation and product and market extension opportunities.

The following table presents the fair value of the Company's portfolio by industry sector as of June 30, 2024 and December 31, 2023:

(in thousands)	June 30, 2024		December 31, 2023	
	Investments at Fair Value	Percentage of Total Portfolio	Investments at Fair Value	Percentage of Total Portfolio
Drug Discovery & Development	\$ 1,244,782	34.9%	\$ 1,257,699	38.7%
Software	948,141	26.6%	764,985	23.6%
Healthcare Services, Other	568,751	15.9%	300,079	9.3%
Consumer & Business Services	351,632	9.9%	525,973	16.2%
All other industries <sup>(1)</sup>	455,233	12.7%	399,310	12.2%
<b>Total</b>	<b>\$ 3,568,539</b>	<b>100.0%</b>	<b>\$ 3,248,046</b>	<b>100.0%</b>

(1) See "Note 4 – Investments" for complete list of industry sectors and corresponding amounts of investments at fair value as a percentage of the total portfolio. As of June 30, 2024, the fair value as a percentage of total portfolio does not exceed 5.0% for any individual industry sector other than "Drug Discovery & Development", "Software", "Healthcare Services, Other", or "Consumer & Business Services".

Industry and sector concentrations vary as new loans are recorded and loans are paid off. Investment income, consisting of interest, fees, and recognition of gains on equity and warrants or other equity interests, can fluctuate materially when a loan is paid off or a warrant or equity interest is sold. Investment income recognized in any given year can be highly concentrated in several portfolio companies.

For the six months ended June 30, 2024 and the year ended December 31, 2023, our ten largest portfolio companies represented approximately 30.0% and 29.7% of the total fair value of our investments in portfolio companies, respectively. As of June 30, 2024 and December 31, 2023, we had five and five investments that represented 5% or more of our net assets, respectively. As of June 30, 2024 and December 31, 2023, the Company had four and five equity investments, respectively, that represented 5% or more of the total fair value of the Company's equity investments. These equity investments represented approximately 51.9% and 56.5% of the total fair value of the Company's equity investments as of June 30, 2024 and December 31, 2023, respectively.

As of June 30, 2024 and December 31, 2023, approximately 97.4% and 95.9% of the debt investment portfolio was priced at floating interest rates or floating interest rates with a Prime, SOFR, Eurodollar, or BSBY-based interest rate floor, respectively. Changes in interest rates, including Prime, SOFR, Eurodollar, or BSBY rates, may affect the interest income and the value of our investment portfolio for portfolio investments with floating rates.

Our investments in Structured Debt generally have detachable equity enhancement features in the form of warrants or other equity securities designed to provide us with an opportunity for capital appreciation. These features are treated as OID and are accreted into interest income over the term of the loan as a yield enhancement. Our warrant coverage generally ranges from 3% to 20% of the principal amount invested in a portfolio company, with a strike price generally equal to the most recent equity financing round. As of June 30, 2024, we held warrants in 101 portfolio companies, with a fair value of approximately \$28.9 million. The fair value of our warrant portfolio decreased by approximately \$5.0 million, as compared to a fair value of \$33.9 million as of December 31, 2023, primarily related to the decrease in fair value of the portfolio companies.

Our existing warrant holdings would require us to invest approximately \$64.2 million to exercise such warrants as of June 30, 2024. Warrants may appreciate or depreciate in value depending largely upon the underlying portfolio company's performance and overall market conditions. As attractive investment opportunities arise, we may exercise certain of our warrants to purchase stock, and could ultimately monetize our investments. Of the warrants that we have monetized since inception, we have realized multiples in the range of approximately 1.02x to 42.71x based on the historical rate of return on our investments. We may also experience losses from our warrant portfolio in the event that warrants are terminated or expire unexercised.



### Portfolio Grading

We use an investment grading system, which grades each debt investment on a scale of 1 to 5 to characterize and monitor our expected level of risk on the debt investments in our portfolio with 1 being the highest quality. The following table shows the distribution of our outstanding debt investments on the 1 to 5 investment grading scale at fair value as of June 30, 2024 and December 31, 2023, respectively:

Investment Grading	June 30, 2024			December 31, 2023		
	Number of Companies	Debt Investments at Fair Value	Percentage of Total Portfolio	Number of Companies	Debt Investments at Fair Value	Percentage of Total Portfolio
1	21	\$ 808,856	23.9%	20	\$ 626,770	20.5%
2	51	1,468,720	43.3%	52	1,286,195	42.1%
3	47	1,051,790	31.0%	47	1,040,629	34.0%
4	2	31,013	0.9%	5	103,705	3.4%
5	2	32,130	0.9%	1	—	0.0%
	123	\$ 3,392,509	100.0%	125	\$ 3,057,299	100.0%

As of June 30, 2024, our debt investments had a weighted average investment grading of 2.18 on a cost basis, as compared to 2.24 as of December 31, 2023. Changes in a portfolio company's investment grading may be a result of changes in portfolio company's performance and/or timing of expected liquidity events. For instance, we may downgrade a portfolio company if it is not meeting our financing criteria or are underperforming relative to their respective business plans. We may also downgrade a portfolio company as it approaches a point in time when it will require additional equity capital to continue operations. Conversely, we may upgrade a portfolio company's investment grading when it is exceeding our financial performance expectations and/or is expected to mature/repay in full due to a liquidity event. The overall downgrade of the portfolio's weighted average investment grading is reflective of the impact of current macroeconomic environment.

As macroeconomic events evolve and cause disruption in the capital markets and to businesses, we are continuing to monitor and work with the management teams and stakeholders of our portfolio companies to navigate the significant market, operational, and economic challenges created by these events. This includes remaining proactive in our assessments of credit performance to manage potential risks across our investment portfolio.

### Non-accrual Investments

The following table shows the amortized cost of our performing and non-accrual investments as of June 30, 2024 and December 31, 2023:

	June 30, 2024		December 31, 2023	
	Amortized Cost	Percentage of Total Portfolio at Amortized Cost	Amortized Cost	Percentage of Total Portfolio at Amortized Cost
Performing	\$ 3,517	97.5 %	\$ 3,216	99.0 %
Non-accrual	92	2.5 %	31	1.0 %
<b>Total Investments</b>	<b>\$ 3,609</b>	<b>100.0 %</b>	<b>\$ 3,247</b>	<b>100.0 %</b>

Debt investments are placed on non-accrual status when it is probable that principal, interest, or fees will not be collected according to contractual terms. When a debt investment is placed on non-accrual status, we cease to recognize interest and fee income until the portfolio company has paid all principal and interest due or demonstrated the ability to repay our current and future contractual obligations. We may not apply the non-accrual status to a loan where the investment has sufficient collateral value to collect all of the contractual amount due and is in the process of collection. Interest collected on non-accrual investments are generally applied to principal.

**Results of Operations**

Our condensed consolidated operating results for the six months ended June 30, 2024 and 2023, were as follows:

(in thousands, except per share data)	Three Months Ended June 30,		Six Months Ended June 30,	
	2024	2023	2024	2023
Total investment income	\$ 125,006	\$ 116,231	\$ 246,559	\$ 221,321
Total expenses	42,648	40,531	85,039	80,122
<b>Net investment income</b>	<b>82,358</b>	<b>75,700</b>	<b>161,520</b>	<b>141,199</b>
Net realized gain (loss):	(5,784)	217	2,384	8,177
Net change in unrealized appreciation (depreciation):	(34,722)	18,858	(31,088)	39,963
<b>Net increase (decrease) in net assets resulting from operations</b>	<b>\$ 41,852</b>	<b>\$ 94,775</b>	<b>\$ 132,816</b>	<b>\$ 189,339</b>
Net investment income before gains and losses per common share:				
Basic	\$ 0.51	\$ 0.53	\$ 1.01	\$ 1.01
Change in net assets resulting from operations per common share:				
Basic	\$ 0.26	\$ 0.66	\$ 0.83	\$ 1.35
Diluted	\$ 0.25	\$ 0.66	\$ 0.82	\$ 1.34

Our operating results can vary substantially from period to period due to various factors, including changes in the level of investments held, changes in our investment yields, recognition of realized gains and losses, and changes in net unrealized appreciation and depreciation, among other factors. As a result, comparison of the net increase (decrease) in net assets resulting from operations may not be meaningful.

**Investment Income**

Total investment income for the three and six months ended June 30, 2024 was approximately \$125.0 million and \$246.6 million, respectively as compared to approximately \$116.2 million and \$221.3 million, respectively for the three and six months ended June 30, 2023. Investment income is primarily composed of interest income earned on our debt investments, fee income from commitments, facilities, and other loan related fees and dividend income distributions.

**Interest and Dividend Income**

The following table summarizes the components of interest and dividend income for the three and six months ended June 30, 2024 and 2023:

(in thousands)	Three Months Ended June 30,		Six Months Ended June 30,	
	2024	2023	2024	2023
Contractual interest income	\$ 87,439	\$ 86,147	\$ 178,153	\$ 168,938
Exit fee interest income	10,592	14,054	22,472	23,436
PIK interest income	15,267	5,819	25,164	11,347
Dividend income	2,100	—	3,700	—
Other investment income <sup>(1)</sup>	2,131	2,966	3,819	5,162
<b>Total interest and dividend income</b>	<b>\$ 117,529</b>	<b>\$ 108,986</b>	<b>\$ 233,308</b>	<b>\$ 208,883</b>

(1) Other investment income includes OID interest income and interest recorded on other assets.

Interest and dividend income for the three and six months ended June 30, 2024 totaled approximately \$117.5 million and \$233.3 million as compared to approximately \$109.0 million and \$208.9 million for the three and six months ended June 30, 2023. The increase in interest and dividend income for the three and six months ended June 30, 2024 as compared to the period ended June 30, 2023 is primarily attributable to an increase in the weighted average principal, dividend income distributions, and partially offset by lower core yield.

Interest income is comprised of recurring interest income from the contractual servicing of loans and non-recurring interest income that is related to the acceleration of income due to early loan repayments and other one-time events during the period.

The following table summarizes recurring and non-recurring interest income for the three and six months ended June 30, 2024 and 2023:

(in thousands)	Three Months Ended June 30,		Six Months Ended June 30,	
	2024	2023	2024	2023
Recurring interest income	\$ 113,485	\$ 100,302	\$ 224,611	\$ 195,987
Non-recurring interest income	4,044	8,684	8,697	12,896
<b>Total interest income</b>	<b>\$ 117,529</b>	<b>\$ 108,986</b>	<b>\$ 233,308</b>	<b>\$ 208,883</b>

A portion of interest income is earned in the form of PIK interest. The following table shows the PIK-related activity for the six months ended June 30, 2024 and 2023, at cost:

(in thousands)	Six Months Ended June 30,	
	2024	2023
<b>Beginning PIK interest receivable balance</b>	\$ 38,030	25,713
PIK interest income during the period	25,164	11,347
PIK capitalized as principal or converted to equity or other assets	355	(375)
Payments received from PIK loans	(7,989)	(2,495)
Realized gain (loss)	—	(52)
<b>Ending PIK interest receivable balance</b>	<b>\$ 55,560</b>	<b>34,138</b>

The increase in PIK interest income during the six months ended June 30, 2024 as compared to the six months ended June 30, 2023 is due to an increase in the weighted average principal outstanding for debt investments which earn PIK interest. Payments on PIK loans are normally received only in the event of payoffs. The PIK receivable for June 30, 2024 and June 30, 2023 was approximately 2% and 1% of total debt investments, respectively.

#### *Fee Income*

Fee income from commitment, facility and loan related fees for the three and six months ended June 30, 2024 totaled approximately \$7.5 million and \$13.3 million, respectively as compared to approximately \$7.3 million and \$12.4 million, respectively for the three and six months ended June 30, 2023. The increase in fee income for the three and six months ended June 30, 2024 is primarily due to an increase in the weighted average principal and an increase in expired commitments.

Fee income is comprised of recurring fee income from commitment, facility, and loan related fees, fee income due to expired commitments, and acceleration of fee income due to early loan repayments during the period. The following table summarizes the components of fee income for the three and six months ended June 30, 2024 and 2023:

(in thousands)	Three Months Ended June 30,		Six Months Ended June 30,	
	2024	2023	2024	2023
Recurring fee income	\$ 2,203	\$ 2,135	\$ 4,658	\$ 4,175
Fee income - expired commitments	730	108	1,377	351
Accelerated fee income - early repayments	4,544	5,002	7,216	7,912
<b>Total fee income</b>	<b>\$ 7,477</b>	<b>\$ 7,245</b>	<b>\$ 13,251</b>	<b>\$ 12,438</b>

In certain investment transactions, we may earn income from advisory services; however, we had no income from advisory services in the three and six months ended June 30, 2024 or 2023.

#### *Operating Expenses*

Our operating expenses are comprised of interest and fees on our debt borrowings, general and administrative expenses, taxes, and employee compensation and benefits. During the three and six months ended June 30, 2024 and 2023, our net operating expenses totaled approximately \$42.6 million and \$40.5 million, respectively for the three-month periods, and approximately \$85.0 million and \$80.1 million, respectively for the six-month periods.

#### *Interest and Fees on our Debt*

Interest and fees on our debt totaled approximately \$21.5 million and \$19.6 million for the three months ended June 30, 2024 and 2023, respectively, and approximately \$41.5 million and \$38.6 million for the six months ended June 30, 2024 and 2023, respectively. Our higher weighted average borrowings outstanding and cost of debt during both the three

and six month periods ended June 30, 2024, resulted in an increase of interest and fee expenses as compared to the three and six months ended June 30, 2023.

Our weighted average cost of debt was approximately 5.0% and 4.8% for the three months ended June 30, 2024 and 2023, respectively and 5.0% and 4.8%, for the six months ended June 30, 2024 and 2023, respectively. The weighted average cost of debt includes interest and fees on our debt but excludes the impact of fee accelerations due to the extinguishment of debt, as applicable. The increase in the weighted average cost of debt during 2024 as compared to 2023, was attributable to increased usage of our Credit Facilities which are floating rate instruments and have a higher borrowing rate.

#### *General and Administrative Expenses and Tax Expenses*

General and administrative expenses include legal fees, consulting fees, accounting fees, printer fees, insurance premiums, rent, expenses associated with the workout of underperforming investments, and various other expenses. Our general and administrative expenses decreased to \$4.4 million from \$5.2 million for the three months ended June 30, 2024 and 2023, respectively and increased to \$9.5 million from \$9.3 million for the six months ended June 30, 2024 and 2023, respectively. The decrease in general and administrative expenses for the three months ended June 30, 2024 is primarily attributable to a decrease in costs of office expenses, recruiting, and other business expenses. The increase in general and administrative expenses for the six months ended June 30, 2024 is primarily attributable to an increase in costs of office and technology expenses, and certain professional fees. Tax expenses were \$1.8 million and \$2.0 million during the three months ended June 30, 2024 and 2023, respectively and \$2.5 million and \$3.4 million for the six months ended June 30, 2024 and 2023, respectively. Our tax expenses primarily relate to excise tax accruals.

#### *Employee Compensation*

Employee compensation and benefits totaled approximately \$14.4 million and \$30.8 million, for the three and six months ended June 30, 2024 as compared to approximately \$12.8 million and \$27.5 million respectively, for the three and six months ended June 30, 2023. The increase between the three and six months ended June 30, 2024 and 2023 was primarily due to an increase in variable compensation.

Employee stock-based compensation totaled approximately \$3.3 million and \$6.5 million, for the three and six months ended June 30, 2024 as compared to approximately \$3.3 million and \$6.5 million respectively, for the three and six months ended June 30, 2023. There was no significant change between the comparative periods.

#### *Expenses allocated to the Adviser Subsidiary*

The shared services agreement with the Adviser Subsidiary (the “Sharing Agreement”), provides the Adviser Subsidiary access to our human capital resources, including deal professionals, finance, and administrative functions, as well as other resources including infrastructure assets such as office space and technology. Under the terms of the Sharing Agreement, we allocate the related expenses of shared services to the Adviser Subsidiary. Our total net operating expenses for the three months ended June 30, 2024 and 2023, are net of expenses allocated to the Adviser Subsidiary of \$2.8 million and \$2.4 million, respectively and \$5.7 million and \$5.1 million for the six months ended June 30, 2024 and 2023, respectively. The increase in expenses allocated to the Adviser Subsidiary for the three months ended June 30, 2024 compared to 2023 is due to higher average assets under management and higher allocations to the Adviser Funds. The increase in expenses allocated to the Adviser Subsidiary for the six months ended June 30, 2024 compared to 2023 is due to a result of higher average assets under management and higher allocations to the Adviser Funds. As of June 30, 2024 and December 31, 2023, there was less than \$0.1 million and approximately \$0.1 million due from the Adviser Subsidiary, respectively.

#### *Net Realized Gains and Losses and Net Change in Unrealized Appreciation and Depreciation*

Realized gains or losses on investments are measured by the difference between the net proceeds from the repayment or sale and the cost basis of an investment without regard to unrealized appreciation or depreciation previously recognized, and includes investments written off during the period, net of recoveries. Realized loss on debt extinguishment relates to additional fees, costs, and accelerated recognition of remaining debt issuance costs, which are recognized in the event debt is extinguished before its stated maturity. The net change in unrealized appreciation or depreciation on investments primarily reflects the change in portfolio investment values during the reporting period, including the reversal of previously recorded unrealized appreciation or depreciation when gains or losses are realized.

A summary of net realized gains and losses for the three and six months ended June 30, 2024 and 2023 is as follows:

(in thousands)	Three Months Ended June 30,		Six Months Ended June 30,	
	2024	2023	2024	2023
Realized gains	\$ 5,785	\$ 10,226	\$ 14,976	\$ 19,840
Realized losses	(10,717)	(10,017)	(11,659)	(11,676)
Realized foreign exchange gains (losses)	(852)	8	(933)	13
<b>Net realized gains (losses)</b>	<b>\$ (5,784)</b>	<b>\$ 217</b>	<b>\$ 2,384</b>	<b>\$ 8,177</b>

During the three and six months ended June 30, 2024, we recognized a net realized loss of \$5.8 million and a net realized gain of \$2.4 million, respectively. The net realized gains (losses) were generated from gross realized gains of \$5.8 million and \$15.0 million respectively, for the three and six month periods, primarily from the sale of our equity and warrant positions in Palantir Technologies, TransMedics Group, Inc., Tarsus Pharmaceuticals, Inc., DoorDash, Inc., and sale proceeds from the completed acquisition of Delphix Corp. Our gains were offset by gross realized losses of \$10.7 million and \$11.7 million, respectively, for the three and six month periods, from the write-off of equity and warrant investments in Proterra, Inc., The Faction Group LLC, Udacity, Inc., Humanigen, Inc., Eigen Technologies Ltd., and ADMA Biologics, Inc. which had no value after the respective portfolio companies were acquired. Additionally, we realized a loss of \$9.1 million from write-off of our debt investments relating to Better Therapeutics, Inc. and Eigen Technologies Ltd., net of recovered collections of \$6.0 million.

During the three and six months ended June 30, 2023, we recognized net realized gains of \$0.2 million and \$8.1 million, respectively. The net realized gains were generated from gross realized gains of \$10.2 million and \$19.8 million, respectively, for the three and six month periods, primarily from the sale of our equity and warrant positions in Palantir Technologies, Provention Bio, Inc., TransMedics Group, Inc., Sprinklr, Inc., and Zeta Global Corp. Our gains were offset by gross realized losses of \$10.0 million and \$11.7 million, respectively, for the three and six month periods, primarily from the write-off of equity and warrant investments in Concert Pharmaceuticals, Inc. and Fungible, Inc. which had no value after the respective portfolio companies were acquired, the write-off of our equity investment in Gynesonics, Inc. as a result of capital markets transaction, and including a net \$5.8 million from write-off of our debt investments in Codiak Biosciences, Inc. and Esme Learning Solutions, Inc., net of recovered collections of \$17.1 million.

The net change in unrealized appreciation and depreciation of our investments is derived from the changes in fair value of each investment determined in good faith by our Valuation Committee and approved by the Board. The following table summarizes the change in net unrealized appreciation or depreciation of investments for the three and six months ended June 30, 2024 and 2023:

(in thousands)	Three Months Ended June 30,		Six Months Ended June 30,	
	2024	2023	2024	2023
Gross unrealized appreciation on portfolio investments	\$ 23,177	\$ 43,542	\$ 57,444	\$ 96,119
Gross unrealized depreciation on portfolio investments	(58,367)	(16,524)	(88,687)	(40,549)
Reversal of prior period net changes in unrealized appreciation (depreciation) upon a realization event	(2,442)	(8,357)	(9,911)	(16,508)
Net change in unrealized appreciation (depreciation) on portfolio investments	(37,632)	18,661	(41,154)	39,062
Other net changes in unrealized appreciation (depreciation) <sup>(1)</sup>	2,910	197	10,066	901
<b>Total net change in unrealized appreciation (depreciation) on investments</b>	<b>\$ (34,722)</b>	<b>\$ 18,858</b>	<b>\$ (31,088)</b>	<b>\$ 39,963</b>

(1) Includes the net change in unrealized appreciation (depreciation) related to derivative instruments and other assets.

During the three months ended June 30, 2024 and 2023, we recorded approximately \$34.7 million of net unrealized depreciation and \$18.9 million of net unrealized appreciation, respectively, on our investments. During the six months

ended June 30, 2024 and 2023, we recorded approximately \$31.1 million of net unrealized depreciation and \$40.0 million of net unrealized appreciation on our investments, respectively.

The following tables summarize the key drivers of change in net unrealized appreciation (depreciation) of investments for the three and six months ended June 30, 2024 and 2023:

(in thousands)	For the Three Months Ended June 30, 2024			For the Six Months Ended June 30, 2024		
	Debt	Equity, Warrants and Investment Funds <sup>(1)</sup>	Total	Debt	Equity, Warrants and Investment Funds <sup>(1)</sup>	Total
Investment valuation appreciation (depreciation)	\$ (19,813)	\$ (15,377)	\$ (35,190)	\$ (19,145)	\$ (12,098)	\$ (31,243)
Reversal of prior period net changes in unrealized appreciation (depreciation) upon a realization event	2,148	(4,590)	(2,442)	2,173	(12,084)	(9,911)
Other net changes in unrealized appreciation (depreciation)	18	2,892	2,910	(298)	10,364	10,066
<b>Net change in unrealized appreciation (depreciation)</b>	<b>\$ (17,647)</b>	<b>\$ (17,075)</b>	<b>\$ (34,722)</b>	<b>\$ (17,270)</b>	<b>\$ (13,818)</b>	<b>\$ (31,088)</b>

  

(in thousands)	For the Three Months Ended June 30, 2023			For the Six Months Ended June 30, 2023		
	Debt	Equity, Warrants and Investment Funds <sup>(1)</sup>	Total	Debt	Equity, Warrants and Investment Funds <sup>(1)</sup>	Total
Investment valuation appreciation (depreciation)	\$ 8,779	\$ 18,239	\$ 27,018	\$ 30,792	\$ 24,778	\$ 55,570
Reversal of prior period net changes in unrealized appreciation (depreciation) upon a realization event	(5,592)	(2,765)	(8,357)	(8,425)	(8,083)	(16,508)
Other net changes in unrealized appreciation (depreciation)	700	(503)	197	1,320	(419)	901
<b>Net change in unrealized appreciation (depreciation)</b>	<b>\$ 3,887</b>	<b>\$ 14,971</b>	<b>\$ 18,858</b>	<b>\$ 23,687</b>	<b>\$ 16,276</b>	<b>\$ 39,963</b>

(1) Includes the net change in unrealized appreciation (depreciation) related to derivative instruments and other assets.

### ***Income and Excise Taxes***

We account for income taxes in accordance with the provisions of ASC Topic 740 Income Taxes, under which income taxes are provided for amounts currently payable and for amounts deferred based upon the estimated future tax effects of differences between the financial statements and tax basis of assets and liabilities given the provisions of the enacted tax law. Valuation allowances may be used to reduce deferred tax assets to the amount likely to be realized. We intend to timely distribute to our stockholders substantially all of our annual taxable income for each year, except that we may retain certain net capital gains for reinvestment and, depending upon the level of taxable income earned in a year, we may choose to carry forward taxable income for distribution in the following year and pay any applicable U.S. federal excise tax.

Because federal income tax regulations differ from U.S. GAAP, distributions in accordance with tax regulations may differ from net investment income and realized gains recognized for financial reporting purposes. Differences may be permanent or temporary. Permanent differences are reclassified among capital accounts in the financial statements to reflect their appropriate tax character. Permanent differences may also result from the classification of certain items, such as the treatment of short-term gains as ordinary income for tax purposes. Temporary differences arise when certain items of income, expense, gain or loss are recognized at some time in the future.

### ***The Adviser Subsidiary***

Hercules Capital Management LLC through the Adviser Subsidiary has entered into investment management agreements (the "IMAs") with the Adviser Funds. Pursuant to the IMAs, the Adviser Subsidiary provides investment advisory and management services to the Adviser Funds in exchange for an asset-based fee. In addition, Hercules Capital Management LLC through its control of the GP Interests for each of the Adviser Funds may receive certain incentive fee allocations. The Adviser Funds are privately offered investment funds exempt from registration under the 1940 Act that invest in debt and equity investments in venture or institutionally backed technology related and life sciences companies.

The Adviser Subsidiary receives fee income for the services provided to the Adviser Funds. The Adviser Subsidiary's contribution to our net investment income is derived from dividend income declared by the Adviser Subsidiary and interest

income earned on loans to the Adviser Subsidiary. For the three months ended June 30, 2024 and 2023, \$1.6 million and no dividends, respectively, were declared by the Adviser Subsidiary. For the six months ended June 30, 2024 and 2023, \$3.2 million and no dividends, respectively, were declared by the Adviser Subsidiary.

### ***Financial Condition, Liquidity, Capital Resources and Obligations***

Our liquidity and capital resources are derived from our debt borrowings and cash flows from operations, including investment sales and repayments, and income earned. Our primary use of funds from operations includes investments in portfolio companies and payments of fees and other operating expenses we incur. We have used, and expect to continue to use, our debt and the proceeds from the turnover of our portfolio and from public and private offerings of securities to finance our investment objectives. We may also raise additional equity or debt capital through registered offerings off a shelf registration, At-the-Market (“ATM”), and private offerings of securities, by securitizing a portion of our investments, or by borrowing from the SBA through our SBIC subsidiary. This “Financial Condition, Liquidity, Capital Resources and Obligations” section should be read in conjunction with the “Macroeconomic Market Developments” section above.

During the six months ended June 30, 2024, we principally funded our operations from (i) cash receipts from interest, dividend, and fee income from our investment portfolio, (ii) cash proceeds from the realization of portfolio investments through the repayments of debt investments and the sale of debt and equity investments, (iii) borrowings on our credit facilities, and (iv) equity offerings.

During the six months ended June 30, 2024, our operating activities used \$181.4 million of cash and cash equivalents, compared to \$52.8 million provided by during the six months ended June 30, 2023. The \$234.2 million increase in cash used in operating activities was primarily due to a \$201.8 million increase in purchases of investments and a \$28.9 million decrease in principal, fee repayments, and proceeds from the sale of debt investments.

During the six months ended June 30, 2024, our investing activities used approximately \$670 thousand of cash, compared to \$379 thousand used during the six months ended June 30, 2023. The \$291 thousand increase in cash used in investing activities was due to an increase in purchases of capital equipment.

During the six months ended June 30, 2024, our financing activities provided \$105.0 million of cash, compared to \$4.2 million used during the six months ended June 30, 2023. The \$109.2 million increase in cash flows from financing activities was primarily due to an increase in net borrowing activity of \$178.0 million, offset by a \$64.4 million decrease in equity issued, and a \$19.8 million increase in dividend distributions. During the six months ended June 30, 2024, we distributed dividends of \$150.1 million compared to \$130.3 million during the six months ended June 30, 2023. We also reduced the usage of our ATM program, which provided (net of offering costs) approximately \$66.4 million and down from \$130.7 million, during the six months ended June 30, 2024 and 2023, respectively.

As of June 30, 2024, our net assets totaled \$1.9 billion, with a NAV per share of \$11.43. We intend to continue to operate in order to generate cash flows from operations, including income earned from investments in our portfolio companies. Our primary use of funds will be investments in portfolio companies and cash distributions to holders of our common stock.

#### *Available liquidity and capital resources as of June 30, 2024*

As of June 30, 2024, we had \$482.0 million in available liquidity, including \$27.7 million in cash, cash equivalents, and available borrowing capacity of approximately \$12.3 million under the SMBC Facility, \$175.0 million under our SMBC letter of credit facility, and \$267.0 million under the MUFG Bank Facility. Additional liquidity is available through accordion provisions within the terms of our Credit Facilities, through which the available borrowing capacity can be increased by an aggregate \$475.0 million, subject to certain conditions. Further, the SMBC letter of credit facility may also be increased by an additional \$225.0 million (up to \$400.0 million), subject to certain conditions. Total amounts outstanding as of June 30, 2024, were \$345.0 million outstanding under our Credit Facilities, which are floating interest rate obligations, and the remaining \$1,415.0 million of term debt outstanding, which are all fixed interest rate debt obligations.

Not included in the above amounts, is the \$175.0 million of SBA Debentures available to the Company through the new SBIC V license received on July 9, 2024, subject to meeting certain conditions. Additionally, also not considered above, as of June 30, 2024, we held \$11.2 million of cash classified as restricted cash. Our restricted cash relates to amounts that are held as collateral securing certain of our financing transactions, including collections of interest and principal payments on assets that are securitized related to the 2031 Asset-Backed Notes. Based on current characteristics of the securitized debt investment portfolios, the restricted funds may be used to pay monthly interest and principal on the securitized debt with any excess distributed to us or available for our general operations. Refer to “Note 5 – Debt” included in the notes to our consolidated financial statements appearing elsewhere in this report for additional discussion of our debt obligations.

The 1940 Act permits BDCs to incur borrowings, issue debt securities, or issue preferred stock unless immediately after the borrowings or issuance the ratio of total assets (less total liabilities other than indebtedness) to total indebtedness plus preferred stock is less than 200% (or 150% if certain requirements are met). On September 4, 2018 and December 6, 2018, our Board, including a “required majority” (as such term is defined in Section 57(o) of the 1940 Act) and our stockholders, respectively, approved the application to us of the 150% minimum asset coverage ratio set forth in Section 61(a)(2) of the 1940 Act. As of June 30, 2024, our asset coverage ratio under our regulatory requirements as a BDC was 216.7% excluding our SBA debentures. Our exemptive order from the SEC allows us to exclude all SBA leverage from our asset coverage ratio. As a result of the SEC exemptive order, our ratio of total assets on a consolidated basis to outstanding indebtedness may be less than 150%, which while providing increased investment flexibility, also may increase our exposure to risks associated with leverage. Total asset coverage when including our SBA debentures was 205.4% as of June 30, 2024.

The 1940 Act prohibits us from selling shares of our common stock at a price below the current NAV per share of such stock, with certain exceptions. One such exception is prior stockholder approval of issuances below NAV provided that our Board makes certain determinations. On July 20, 2023, we obtained authorization from our stockholders to issue common stock at a price below our then-current NAV per share for a twelve-month period which expired on July 20, 2024.

As detailed above, our diverse and well-structured balance sheet is designed to provide a long-term focused and sustainable investment platform. Currently, we believe we have ample liquidity to support our near-term capital requirements. As the impact of the macro-economic events, potential global recession, acts of terrorism, war, geopolitical events, and the related disruption to markets and business continues to impact the economy, we will continue to evaluate our overall liquidity position and take proactive steps to maintain the appropriate liquidity position based upon the current circumstances.

### *Equity Offerings*

We may from time-to-time issue and sell shares of our common stock through public or ATM offerings. We currently sell shares through our equity distribution agreement with JPM Securities LLC (“JMP”) and Jefferies LLC (“Jefferies”) (the “2023 Equity Distribution Agreement”) entered into on May 5, 2023. The 2023 Equity Distribution Agreement provides that we may offer and sell up to 25.0 million shares of our common stock from time to time through JMP or Jefferies, as our sales agents. Sales of our common stock, if any, may be made in negotiated transactions or transactions that are deemed to be “at the market,” as defined in Rule 415 under the Securities Act, including sales made directly on the NYSE or similar securities exchange or sales made to or through a market maker other than on an exchange, at prices related to the prevailing market prices or at negotiated prices. We generally use net proceeds from these offerings to make investments, to repurchase or pay down liabilities and for general corporate purposes. As of June 30, 2024, approximately 13.6 million shares remain available for issuance and sale under the current equity distribution agreement.

During the three and six months ended June 30, 2024, we issued and sold zero and 3.7 million shares of our common stock receiving total accumulated net proceeds of approximately zero and \$66.4 million, respectively. This is a decrease from the approximately \$65.4 million and \$130.7 million of accumulated net proceeds received from the issuance and sale of 5.1 million shares and 9.7 million shares, respectively, during the three and six months ended June 30, 2023.

### *Commitments and Obligations*

Our significant cash requirements generally relate to our debt obligations. As of June 30, 2024, we had \$1,760.0 million of debt outstanding, \$275.0 million within the next year, \$1,120.0 million within 1 to 3 years, and \$365.0 million beyond 3 years.

In addition to our debt obligations, in the normal course of business, we are party to financial instruments with off-balance sheet risk. These consist primarily of unfunded contractual commitments to extend credit, in the form of loans, to our portfolio companies. Unfunded contractual commitments to provide funds to portfolio companies are not reflected on our balance sheet.

Our unfunded contractual commitments may be significant from time to time. A portion of these unfunded contractual commitments are dependent upon the portfolio company reaching certain milestones before the debt commitment becomes available. Furthermore, our credit agreements contain customary lending provisions which allow us relief from funding obligations for previously made unfunded commitments in instances where the underlying company experiences materially adverse events that affect the financial condition or business outlook for the company. These commitments will be subject to the same underwriting and ongoing portfolio maintenance as are the on-balance sheet financial instruments that we hold. Since these commitments may expire without being drawn upon, the total commitment amount does not necessarily represent future cash requirements. As such, our disclosure of unfunded contractual commitments includes only those which are available at the request of the portfolio company and unencumbered by milestones. Refer to “Note 11 –



Commitments and Contingencies” included in the notes to our consolidated financial statements appearing elsewhere in this report for additional discussion of our unfunded commitments.

As of June 30, 2024, we had approximately \$479.5 million of available unfunded commitments, including undrawn revolving facilities, which were available at the request of the portfolio company and unencumbered by future or unachieved milestones, as well as uncalled capital commitments to make investments in private equity funds. In order to draw a portion of the Company's available unfunded commitments, a portfolio company must submit to the Company a formal funding request that complies with the applicable advance notice and other operational requirements. The available unfunded commitments excludes unfunded commitments (i) for which, with respect to a portfolio company's agreement, a milestone was achieved after the last day on which the portfolio company could have requested a drawdown funding to be completed within the reporting period; and (ii) \$125.6 million of unfunded commitments which represent the portion of portfolio company commitments assigned to or directly committed by the Adviser Funds.

Additionally, we had approximately \$28.1 million of non-binding term sheet outstanding to one new company, which generally convert to contractual commitments within approximately 90 days of signing. Non-binding outstanding term sheets are subject to completion of our due diligence and final investment committee approval process, as well as the negotiation of definitive documentation with the prospective portfolio companies. Not all non-binding term sheets are expected to close and do not necessarily represent future cash requirements.

The fair value of our unfunded commitments is considered to be immaterial as the yield determined at the time of underwriting is expected to be materially consistent with the yield upon funding, given that interest rates are generally pegged to market indices and given the existence of milestones, conditions and/or obligations embedded in the borrowing agreements.

### ***Critical Accounting Policies and Estimates***

The preparation of consolidated financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, and disclosure of contingent assets and liabilities at the date of the consolidated financial statements, and revenues and expenses during the period reported. On an ongoing basis, our management evaluates its estimates and assumptions, which are based on historical experience and on various other assumptions that we believe to be reasonable under the circumstances. Actual results could differ from those estimates. Changes in our estimates and assumptions could materially impact our results of operations and financial condition.

For a description of our critical accounting policies, refer to “Note 2 – Summary of Significant Accounting Policies” included in the notes to our consolidated financial statements appearing elsewhere in this report. We consider the most significant accounting policies to be those related to our Valuation of Investments, Fair Valuation Measurements, Income Recognition, and Income Taxes. The valuation of investments is our most significant critical estimate. The most significant input to this estimate is the yield interest rate, which includes the hypothetical market yield plus premium or discount adjustment, used in determining the fair value of our debt investments. The following table shows the approximate increase (decrease) to the fair value of our debt investments from hypothetical change to the yield interest rates used for each valuation, assuming no other changes:

(in thousands)	Change in unrealized	
Basis Point Change	appreciation (depreciation)	
(100)	\$	36,161
(50)	\$	20,253
50	\$	(22,247)
100	\$	(45,561)

For a further discussion and disclosure of key inputs and considerations related to this estimate, refer to “Note 3 – Fair Value of Financial Instruments” included in the notes to our consolidated financial statements appearing elsewhere in this report.

**ITEM 3. QUANTITATIVE AND QUALITATIVE DISCLOSURES ABOUT MARKET RISK**

We are subject to financial market risks, including changes in interest rates. Interest rate risk is defined as the sensitivity of our current and future earnings to interest rate volatility, variability of spread relationships, the difference in re-pricing intervals between our assets and liabilities and the effect that interest rates may have on our cash flows. Changes in interest rates may affect both our cost of funding and our interest income from portfolio investments, cash and cash equivalents and idle fund investments. Our investment income will be affected by changes in various interest rates, including Prime, SOFR, and BSBY rates, to the extent our debt investments include variable interest rates. As of June 30, 2024, approximately 97.4% of the loans in our portfolio had variable rates based on floating Prime, SOFR, or BSBY rates with a floor. The majority of our loans are linked to the Prime rate and comprise 75.7% of the loan portfolio as of June 30, 2024. Our debt borrowings under the Credit Facilities bear interest at a floating rate, all other outstanding debt borrowings bear interest at a fixed rate. Changes in interest rates can also affect, among other things, our ability to acquire and originate loans and securities and the value of our investment portfolio.

Based on our Consolidated Statements of Assets and Liabilities as of June 30, 2024, the following table shows the approximate annualized increase (decrease) in components of net assets resulting from operations of hypothetical base rate changes in interest rates, assuming no changes in our investments and debt:

(in thousands)					
Basis Point Change	Interest Income	Interest Expense	Net Income	EPS	
(200)	\$ (39,286)	\$ (6,022)	\$ (33,264)	\$ (0.21)	
(100)	\$ (22,292)	\$ (3,011)	\$ (19,281)	\$ (0.12)	
(75)	\$ (17,612)	\$ (2,258)	\$ (15,354)	\$ (0.10)	
(50)	\$ (12,317)	\$ (1,505)	\$ (10,812)	\$ (0.07)	
(25)	\$ (6,370)	\$ (753)	\$ (5,617)	\$ (0.03)	
25	\$ 7,407	\$ 753	\$ 6,654	\$ 0.04	
50	\$ 14,629	\$ 1,505	\$ 13,124	\$ 0.08	
75	\$ 21,813	\$ 2,258	\$ 19,555	\$ 0.12	

We generally do not engage in hedging activities. From time-to-time, we may hedge against interest rate fluctuations and foreign currency by using standard hedging instruments such as futures, options, and forward contracts. While hedging activities may insulate us against changes in interest rates and foreign currency, they may also limit our ability to participate in the benefits of lower interest rates with respect to our borrowed funds and higher interest rates with respect to our portfolio of investments. During the six months ended June 30, 2024, we have entered into a foreign currency forward to limit our foreign currency exposure with respect to the British Pound. For additional information refer to “Note 4 – Investments”, included in the notes to our consolidated financial statements appearing elsewhere in this report.

Although we believe that the foregoing analysis is indicative of our sensitivity to interest rate changes, it does not adjust for potential changes in the credit market, credit quality, size and composition of the assets in our portfolio. It also does not adjust for other business developments, including our debt borrowings and use of our Credit Facilities that could affect the net increase in net assets resulting from operations, or net income. It also does not assume any repayments from our portfolio companies. Accordingly, no assurances can be given that actual results would not differ materially from the statement above.

Because we currently borrow, and plan to borrow in the future, money to make investments, our net investment income is dependent upon the difference between the rate at which we borrow funds and the rate at which we invest the funds borrowed. Accordingly, there can be no assurance that a significant change in market interest rates will not have a material adverse effect on our net investment income. In periods of rising interest rates, our cost of funds would increase, which could reduce our net investment income if there is not a corresponding increase in interest income generated by variable rate assets in our investment portfolio. For additional information regarding the interest rate associated with each of our debt borrowings, refer to Item 2 - “Financial Condition, Liquidity and Capital Resources” in this quarterly report on Form 10-Q and “Note 5 – Debt” included in the notes to our consolidated financial statements appearing elsewhere in this report.

## **ITEM 4. CONTROLS AND PROCEDURES**

### **Disclosure Controls and Procedures**

The Company's chief executive and chief financial officers, under the supervision and with the participation of the Company's management, conducted an evaluation of the Company's disclosure controls and procedures, as defined in Rules 13a-15(e) and 15d-15(e) under the Exchange Act. As of the end of the period covered by this quarterly report on Form 10-Q, the Company's chief executive and chief financial officers have concluded that the Company's disclosure controls and procedures were effective to ensure that information required to be disclosed by the Company in reports that the Company files or submits under the Exchange Act is recorded, processed, summarized, and reported within the time periods specified in SEC rules and forms, and that information required to be disclosed by the Company in the reports that the Company files or submits under the Exchange Act is accumulated and communicated to the Company's management, including the Company's chief executive and chief financial officers, as appropriate to allow timely decisions regarding required disclosure.

### **Changes in Internal Control over Financial Reporting**

There have been no changes in our internal control over financial reporting, as defined in Rules 13a-15(f) and 15d-15(f) under the Exchange Act that occurred during our most recently completed fiscal quarter that has materially affected, or is reasonably likely to materially affect, our internal control over financial reporting.

## PART II: OTHER INFORMATION

### ITEM 1. LEGAL PROCEEDINGS

We may, from time to time, be involved in litigation arising out of our operations in the normal course of business or otherwise. Furthermore, third parties may try to seek to impose liability on us in connection with the activities of our portfolio companies. While the outcome of any current legal proceedings cannot at this time be predicted with certainty, we do not expect any current matters will materially affect our financial condition or results of operations; however, there can be no assurance whether any pending legal proceedings will have a material adverse effect on our financial condition or results of operations in any future reporting period.

### ITEM 1A. RISK FACTORS

In addition to the risks discussed below, important risk factors that could cause results or events to differ from current expectations are described in Part I, Item 1A “Risk Factors” of the Company’s Annual Report on Form 10-K for the year ended December 31, 2023 filed with the SEC on February 15, 2024 (the “Annual Report”).

***Our financial results could be negatively affected if a significant portfolio investment fails to perform as expected.***

Our total investment in companies may be significant individually or in the aggregate. As a result, if a significant investment in one or more companies fails to perform as expected, our financial results could be more negatively affected, and the magnitude of the loss could be more significant than if we had made smaller investments in more companies. The following table shows the fair value of the totals of investments held in portfolio companies as of June 30, 2024 that represent greater than 5% of our net assets:

(in thousands)	June 30, 2024	
	Fair Value	Percentage of Net Assets
Axsome Therapeutics, Inc.	\$ 163,393	8.8 %
Phathom Pharmaceuticals, Inc.	\$ 156,642	8.4 %
Marathon Health, LLC	\$ 154,761	8.3 %
Corium, Inc.	\$ 110,273	5.9 %
SeatGeek, Inc.	\$ 107,201	5.8 %

- Axsome Therapeutics, Inc. is a biopharmaceutical company developing novel therapies for the management of central nervous system disorders for which there are limited treatment options.
- Phathom Pharmaceuticals, Inc. is a biopharmaceutical company focused on the development and commercialization of novel treatments for gastrointestinal diseases and disorders.
- Marathon Health, LLC is a provider of employer-sponsored healthcare platform intended to provide convenient and unhurried patient-centered care services.
- Corium, Inc. develops, engineers, and manufactures drug delivery products and devices that utilize the skin and mucosa as a primary means of transport.
- SeatGeek, Inc. is a mobile-focused ticket platform that enables users to buy and sell tickets for live sports, concerts and theater events.

Our financial results could be materially adversely affected if these portfolio companies or any of our other significant portfolio companies encounter financial difficulty and fail to repay their obligations or to perform as expected.

**ITEM 2. UNREGISTERED SALES OF EQUITY SECURITIES, USE OF PROCEEDS, AND ISSUER PURCHASES OF EQUITY SECURITIES**

***Dividend Reinvestment Plan***

During the six months ended June 30, 2024, we issued 205,697 shares of common stock to stockholders in connection with the dividend reinvestment plan. These issuances were not subject to the registration requirements of the Securities Act. The aggregate value of the shares of our common stock issued under our dividend reinvestment plan was approximately \$3.8 million.

**ITEM 3. DEFAULTS UPON SENIOR SECURITIES**

None

**ITEM 4. MINE SAFETY DISCLOSURES**

Not Applicable

**ITEM 5. OTHER INFORMATION**

***Rule 10b5-1 Trading Plans***

On June 27, 2024, Scott Bluestein, chief executive officer and director, adopted a written plan for the sale of our common stock that is intended to satisfy the affirmative defense conditions of Rule 10b5-1(c) under the Exchange Act. The plan covers the sale of up to 100,000 shares of the Company's common stock over a period commencing after the later of (1) 91 days from the adoption date or (2) the earlier of (a) the third business day following the public disclosure of the Company's financial results on Form 10-Q for the quarter ended June 30, 2024 or (b) 121 days after the adoption date, and will terminate on December 15, 2024 or upon the earlier completion of all authorized transactions under the plan.

During the second quarter ended June 30, 2024, no other directors or executive officers adopted or terminated any contract, instruction or written plan for the purchase or sale of our securities to satisfy the affirmative defense conditions of Rule 10b5-1(c) or any "non-Rule 10b5-1 trading arrangement."

**ITEM 6. EXHIBITS**

<b>Exhibit Number</b>	<b>Description</b>
3(a)	Articles of Amendment and Restatement. <sup>(1)</sup>
3(b)	Articles of Amendment, dated March 6, 2007. <sup>(2)</sup>
3(c)	Articles of Amendment, dated April 5, 2011. <sup>(3)</sup>
3(d)	Articles of Amendment, dated April 3, 2015. <sup>(4)</sup>
3(e)	Articles of Amendment, dated February 23, 2016. <sup>(5)</sup>
3(f)	Amended and Restated Bylaws of Hercules Capital, Inc. <sup>(5)</sup>
10.1*	Second Amendment to Letter of Credit Facility Agreement, dated as of June 28, 2024, between Hercules Capital, Inc. and Sumitomo Mitsui Banking Corporation, as issuing bank.
10.2*	Fourth Amendment to Revolving Credit Agreement, dated of June 28, 2024, among Hercules Capital Inc., the lenders party thereto and Sumitomo Mitsui Banking Corporation, as administrative agent.
31.1*	Chief Executive Officer Certification Pursuant to Exchange Act Rule 13a-14(a), as adopted pursuant to Section 302 of the Sarbanes-Oxley Act of 2002.
31.2*	Chief Financial Officer Certification Pursuant to Exchange Act Rule 13a-14(a), as adopted pursuant to Section 302 of the Sarbanes-Oxley Act of 2002.
32.1*	Chief Executive Officer Certification pursuant to 18 U.S.C. Section 1350, as adopted pursuant to Section 906 of the Sarbanes-Oxley Act of 2002.
32.2*	Chief Financial Officer Certification pursuant to 18 U.S.C. Section 1350, as adopted pursuant to Section 906 of the Sarbanes-Oxley Act of 2002.
101.INS*	Inline XBRL Instance Document - the instance document does not appear in the Interactive Data File because its XBRL tags are embedded within the Inline XBRL document
101.SCH*	Inline XBRL Taxonomy Extension Schema Document.
101.CAL*	Inline XBRL Taxonomy Extension Calculation Linkbase Document.
101.DEF*	Inline XBRL Taxonomy Extension Definition Linkbase Document.
101.LAB*	Inline XBRL Taxonomy Extension Label Linkbase Document.
101.PRE*	Inline XBRL Taxonomy Extension Presentation Linkbase Document.
104	The cover page from the Company's Quarterly Report on Form 10-Q for the quarter ended June 30, 2024, has been formatted in Inline XBRL

\* Filed herewith.

- (1) Previously filed as part of Pre-Effective Amendment No. 1, as filed on May 17, 2005 (File No. 333-122950) to the Registration Statement on Form N-2 of the Company.
- (2) Previously filed as part of the Current Report on Form 8-K of the Company, as filed on March 9, 2007.
- (3) Previously filed as part of the Current Report on Form 8-K of the Company, as filed on April 11, 2011.
- (4) Previously filed as part of the Registration Statement on Form N-2 of the Company, as filed on April 20, 2015 (File No. 333-203511).
- (5) Previously filed as part of the Current Report on Form 8-K of the Company, as filed on March 20, 2020.

## Schedule 12 – 14

**HERCULES CAPITAL, INC.**  
**CONSOLIDATED SCHEDULE OF INVESTMENTS IN AND ADVANCES TO AFFILIATES**  
**For the Six Months Ended June 30, 2024 (unaudited)**

(in thousands)		Amount of Interest, Dividends, and Fees Credited to Income <sup>(2)</sup>	Realized Gain (Loss)	Fair Value as of December 31, 2023	Gross Additions <sup>(3)</sup>	Gross Reductions <sup>(4)</sup>	Net Change in Unrealized Appreciation/ (Depreciation)	Fair Value as of June 30, 2024
Portfolio Company	Investment <sup>(1)</sup>							
<b>Control Investments</b>								
Majority Owned Control Investments								
Coronado Aesthetics, LLC <sup>(8)</sup>	Preferred Stock	\$ —	\$ —	\$ 260	\$ —	\$ —	\$ (75)	\$ 185
	Common Stock	—	—	2	—	—	(1)	1
Gibraltar Acquisition LLC (p.k.a. Gibraltar Business Capital, LLC) <sup>(5)</sup>	Unsecured Debt	2,639	—	34,478	590	—	—	35,068
	Member Units	—	—	28,034	—	—	(6,291)	21,743
Hercules Adviser LLC <sup>(6)</sup>	Unsecured Debt	3,503	—	12,000	—	—	—	12,000
	Member Units	—	—	28,713	—	—	2,015	30,728
Total Majority Owned Control Investments		\$ 6,142	\$ —	\$ 103,487	\$ 590	\$ —	\$ (4,352)	\$ 99,725
Other Control Investments								
Tectura Corporation <sup>(7)</sup>	Senior Debt	\$ 344	\$ —	\$ 8,250	\$ —	\$ —	\$ —	\$ 8,250
	Preferred Stock	—	—	3,263	—	—	16	3,279
	Common Stock	—	—	4	—	—	1	5
Total Other Control Investments		\$ 344	\$ —	\$ 11,517	\$ —	\$ —	\$ 17	\$ 11,534
<b>Total Control Investments</b>		<b>\$ 6,486</b>	<b>\$ —</b>	<b>\$ 115,004</b>	<b>\$ 590</b>	<b>\$ —</b>	<b>\$ (4,335)</b>	<b>\$ 111,259</b>

(1) Stock and warrants are generally non-income producing and restricted.

(2) Represents the total amount of interest, fees, or dividends credited to income for the period an investment was an affiliate or control investment.

(3) Gross additions include increases in the cost basis of investments resulting from new portfolio investments, paid-in-kind interest or dividends, the amortization of discounts and closing fees and the exchange of one or more existing securities for one or more new securities.

(4) Gross reductions include decreases in the cost basis of investments resulting from principal repayments or sales and the exchange of one or more existing securities for one or more new securities. Gross reductions also include previously recognized depreciation on investments that become control or affiliate investments during the period.

(5) As of March 31, 2018, the Company's investment in Gibraltar Acquisition LLC (p.k.a. Gibraltar Business Capital, LLC) became classified as a control investment as a result of obtaining a controlling financial interest. Gibraltar Acquisition LLC is a wholly-owned subsidiary, which is the holding company for their wholly-owned affiliated portfolio companies, Gibraltar Business Capital, LLC and Gibraltar Equipment Finance, LLC. The subsidiary has no significant assets or liabilities, other than their equity and debt investments and equity interest in Gibraltar Business Capital, LLC and Gibraltar Equipment Finance, LLC, respectively.

(6) Hercules Adviser LLC is owned by Hercules Capital Management LLC and presented with Hercules Partner Holdings, LLC which are both wholly owned by the Company. Please refer to "Note 1 - Description of Business" for additional disclosure.

(7) As of March 31, 2017, the Company's investment in Tectura Corporation became classified as a control investment as of result of obtaining more than 50% representation on the portfolio company's board. In May 2018, the Company purchased common shares, thereby obtaining greater than 25% of voting securities of Tectura as of June 30, 2018.

(8) As of December 31, 2021, the Company's investment in Coronado Aesthetics, LLC became classified as a control investment as a result of obtaining more than 25% of the voting securities of the portfolio company

## Schedule 12 – 14

**HERCULES CAPITAL, INC.**  
**CONSOLIDATED SCHEDULE OF INVESTMENTS IN AND ADVANCES TO AFFILIATES**  
**For the Six Months Ended June 30, 2023 (unaudited)**

(in thousands)									
	Investment <sup>(1)</sup>	Amount of Interest and Fees Credited to Income <sup>(2)</sup>	Realized Gain (Loss)	Fair Value as of December 31, 2022	Gross Additions <sup>(3)</sup>	Gross Reductions <sup>(4)</sup>	Net Change in Unrealized Appreciation/ (Depreciation)	Fair Value as of June 30, 2023	
Portfolio Company									
<b>Control Investments</b>									
Majority Owned Control Investments									
Coronado Aesthetics, LLC <sup>(8)</sup>	Preferred Stock	\$ —	\$ —	\$ 313	\$ —	\$ —	\$ (21)	\$ 292	
	Common Stock	—	—	6	—	—	(1)	5	
Gibraltar Acquisition, LLC (p.k.a. Gibraltar Business Capital, LLC) <sup>(5)</sup>	Unsecured Debt	1,565	—	21,700	46	—	2,867	24,613	
	Member Units	—	—	15,244	1,000	—	3,535	19,779	
Hercules Adviser LLC <sup>(6)</sup>	Unsecured Debt	302	—	12,000	—	—	—	12,000	
	Member Units	—	—	19,153	—	—	8,008	27,161	
Total Majority Owned Control Investments		\$ 1,867	\$ —	\$ 68,416	\$ 1,046	\$ —	\$ 14,388	\$ 83,850	
Other Control Investments									
Tectura Corporation <sup>(7)</sup>	Senior Debt	\$ 342	\$ —	\$ 8,042	\$ —	\$ —	\$ (969)	\$ 7,073	
	Preferred Stock	—	—	—	—	—	—	—	
	Common Stock	—	—	—	—	—	—	—	
Total Other Control Investments		\$ 342	\$ —	\$ 8,042	\$ —	\$ —	\$ (969)	\$ 7,073	
<b>Total Control Investments</b>		<b>\$ 2,209</b>	<b>\$ —</b>	<b>\$ 76,458</b>	<b>\$ 1,046</b>	<b>\$ —</b>	<b>\$ 13,419</b>	<b>\$ 90,923</b>	

(1) Stock and warrants are generally non-income producing and restricted.

(2) Represents the total amount of interest, fees, or dividends credited to income for the period an investment was an affiliate or control investment.

(3) Gross additions include increases in the cost basis of investments resulting from new portfolio investments, paid-in-kind interest or dividends, the amortization of discounts and closing fees and the exchange of one or more existing securities for one or more new securities.

(4) Gross reductions include decreases in the cost basis of investments resulting from principal repayments or sales and the exchange of one or more existing securities for one or more new securities. Gross reductions also include previously recognized depreciation on investments that become control or affiliate investments during the period.

(5) As of March 31, 2018, the Company's investment in Gibraltar Acquisition LLC (p.k.a. Gibraltar Business Capital, LLC) became classified as a control investment as a result of obtaining a controlling financial interest.

(6) Hercules Adviser LLC is a wholly-owned subsidiary providing investment management and other services to the Adviser Funds and other External Parties.

(7) As of March 31, 2017, the Company's investment in Tectura Corporation became classified as a control investment as of result of obtaining more than 50% representation on the portfolio company's board. In May 2018, the Company purchased common shares, thereby obtaining greater than 25% of voting securities of Tectura as of June 30, 2018.

(8) As of December 31, 2021, the Company's investment in Coronado Aesthetics, LLC became classified as a control investment as a result of obtaining more than 25% of the voting securities of the portfolio company.



## Schedule 12 – 14

**HERCULES CAPITAL, INC.**  
**CONSOLIDATED SCHEDULE OF INVESTMENTS IN AND ADVANCES TO AFFILIATES**  
**As of June 30, 2024 (unaudited)**

(in thousands)	Industry	Type of Investment <sup>(1)</sup>	Maturity Date	Interest Rate and Floor	Principal or Shares	Cost	Value <sup>(2)</sup>
Portfolio Company							
<b>Control Investments</b>							
Majority Owned Control Investments							
Coronado Aesthetics, LLC	Medical Devices & Equipment	Preferred Series A Equity			5,000,000	\$ 250	\$ 185
	Medical Devices & Equipment	Common Stock			180,000	—	1
Total Coronado Aesthetics, LLC						\$ 250	\$ 186
Gibraltar Acquisition LLC (p.k.a. Gibraltar Business Capital, LLC) <sup>(3)</sup>	Diversified Financial Services	Unsecured Debt	September 2026	FIXED 3.45%, PIK Interest 8.05%	\$ 25,509	25,224	25,224
	Diversified Financial Services	Unsecured Debt	September 2026	FIXED 11.95%	\$ 10,000	9,844	9,844
	Diversified Financial Services	Member Units			1	34,006	21,743
Total Gibraltar Acquisition, LLC						\$ 69,074	\$ 56,811
Hercules Adviser LLC <sup>(4)</sup>	Diversified Financial Services	Unsecured Debt	June 2025	FIXED 5.00%	\$ 12,000	12,000	12,000
	Diversified Financial Services	Member Units			1	35	30,728
Total Hercules Adviser LLC						\$ 12,035	\$ 42,728
Total Majority Owned Control Investments (5.37%)*						\$ 81,359	\$ 99,725
Other Control Investments							
Tectura Corporation	Consumer & Business Services	Senior Secured Debt	July 2024	FIXED 8.25%	\$ 8,250	\$ 8,250	\$ 8,250
	Consumer & Business Services	Common Stock			414,994,863	900	5
	Consumer & Business Services	Preferred Series BB Equity			1,000,000	—	12
	Consumer & Business Services	Preferred Series C Equity			3,235,298	13,263	3,267
Total Tectura Corporation						\$ 22,413	\$ 11,534
Total Other Control Investments (0.62%)*						\$ 22,413	\$ 11,534
<b>Total Control Investments (5.99%)*</b>						<b>\$ 103,772</b>	<b>\$ 111,259</b>

\* Value as a percent of net assets

(1) Stock and warrants are generally non-income producing and restricted.

(2) All of the Company's control and affiliate investments are Level 3 investments valued using significant unobservable inputs.

(3) Gibraltar Acquisition LLC is a wholly-owned subsidiary, which is the holding company for their wholly-owned affiliated portfolio companies, Gibraltar Business Capital, LLC and Gibraltar Equipment Finance, LLC. The subsidiary has no significant assets or liabilities, other than their equity and debt investments and equity interest in Gibraltar Business Capital, LLC and Gibraltar Equipment Finance, LLC, respectively.

(4) Hercules Adviser LLC is owned by Hercules Capital Management LLC and presented with Hercules Partner Holdings, LLC which are both wholly owned by the Company. Please refer to "Note 1 - Description of Business" for additional disclosure.

## Schedule 12 – 14

**HERCULES CAPITAL, INC.**  
**CONSOLIDATED SCHEDULE OF INVESTMENTS IN AND ADVANCES TO AFFILIATES**  
**As of and for the year ended December 31, 2023**

(in thousands)	Industry	Type of Investment <sup>(1)</sup>	Maturity Date	Interest Rate and Floor	Principal or Shares	Cost	Value <sup>(2)</sup>
<b>Portfolio Company</b>							
<b>Control Investments</b>							
Majority Owned Control Investments							
Coronado Aesthetics, LLC	Medical Devices & Equipment	Preferred Series A Equity			5,000,000	\$ 250	\$ 260
	Medical Devices & Equipment	Common Stock			180,000	—	2
Total Coronado Aesthetics, LLC						\$ 250	\$ 262
Gibraltar Acquisition, LLC (p.k.a. Gibraltar Business Capital, LLC) <sup>(3)</sup>	Diversified Financial Services	Unsecured Debt	September 2026	Interest rate FIXED 11.50%	\$ 25,000	24,663	24,663
	Diversified Financial Services	Unsecured Debt	September 2026	Interest rate FIXED 11.95%	\$ 10,000	9,815	9,815
	Diversified Financial Services	Member Units			1	34,006	28,034
Total Gibraltar Acquisition, LLC						\$ 68,484	\$ 62,512
Hercules Adviser LLC <sup>(4)</sup>	Diversified Financial Services	Unsecured Debt	June 2025	Interest rate FIXED 5.00%	\$ 12,000	12,000	12,000
	Diversified Financial Services	Member Units			1	35	28,713
Total Hercules Adviser LLC						\$ 12,035	\$ 40,713
Total Majority Owned Control Investments (5.74%)*						\$ 80,769	\$ 103,487
Other Control Investments							
Tectura Corporation	Consumer & Business Services	Senior Secured Debt	July 2024	Interest rate FIXED 8.25%	\$ 8,250	\$ 8,250	\$ 8,250
	Consumer & Business Services	Common Stock			414,994,863	900	4
	Consumer & Business Services	Preferred Series BB Equity			1,000,000	—	12
	Consumer & Business Services	Preferred Series C Equity			3,235,298	13,263	3,251
Total Tectura Corporation						\$ 22,413	\$ 11,517
Total Other Control Investments (0.64%)*						\$ 22,413	\$ 11,517
<b>Total Control Investments (6.38%)*</b>						<b>\$ 103,182</b>	<b>\$ 115,004</b>

\* Value as a percent of net assets

- (1) Stock and warrants are generally non-income producing and restricted.
- (2) All of the Company's control and affiliate investments are Level 3 investments valued using significant unobservable inputs.
- (3) Gibraltar Acquisition LLC is a wholly-owned subsidiary, which is the holding company for their wholly-owned affiliated portfolio companies, Gibraltar Business Capital, LLC and Gibraltar Equipment Finance, LLC. The subsidiary has no significant assets or liabilities, other than their equity and debt investments and equity interest in Gibraltar Business Capital, LLC and Gibraltar Equipment Finance, LLC, respectively.
- (4) Hercules Adviser LLC is owned by Hercules Capital Management LLC and presented with Hercules Partner Holdings, LLC which are both wholly owned by the Company. Please refer to "Note 1 - Description of Business" for additional disclosure.

**SIGNATURES**

Pursuant to the requirements of the Exchange Act of 1934, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

HERCULES CAPITAL, INC. (Registrant)

Dated: August 1, 2024

/S/ SCOTT BLUESTEIN

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**Scott Bluestein**  
**President, Chief Executive Officer, and**  
**Chief Investment Officer**

Dated: August 1, 2024

/S/ SETH H. MEYER

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**Seth H. Meyer**  
**Chief Financial Officer, and**  
**Chief Accounting Officer**