



*Capital Southwest Corporation*

# *Q1 2023 Earnings Presentation*

August 2, 2022

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- This presentation contains forward-looking statements relating to, among other things, the business, market conditions, financial condition and results of operations of Capital Southwest, the anticipated investment strategies and investments of Capital Southwest, and future market demand. Any statements that are not statements of historical fact are forward-looking statements. Forward-looking statements are often, but not always, preceded by, followed by, or include words such as "believe," "expect," "intend," "plan," "should" or similar words, phrases or expressions or the negative thereof. These statements are made on the basis of the current beliefs, expectations and assumptions of the management of Capital Southwest and speak only as of the date of this presentation. There are a number of risks and uncertainties that could cause Capital Southwest's actual results to differ materially from the forward-looking statements included in this presentation.
- These risks include risks related to: changes in the markets in which Capital Southwest invests; changes in the financial, capital, and lending markets; changes in the interest rate environment; regulatory changes; tax treatment and general economic and business conditions; our ability to operate our wholly owned subsidiary, Capital Southwest SBIC I, LP, as a small business investment company ("SBIC"); and uncertainties associated with the continued impact from the COVID-19 pandemic, including its impact on the global and U.S. capital markets and the global and U.S. economy, the length and duration of the COVID-19 outbreak in the United States as well as worldwide and the magnitude of the economic impact of that outbreak, the effect of the COVID-19 pandemic on our business prospects and the operational and financial performance of our portfolio companies, including our and their ability to achieve their respective objectives, and the effects of the disruptions caused by the COVID-19 pandemic on our ability to continue to effectively manage our business.
- For a further discussion of some of the risks and uncertainties applicable to Capital Southwest and its business, see Capital Southwest's Annual Report on Form 10-K for the fiscal year ended March 31, 2022 and its subsequent filings with the SEC. Other unknown or unpredictable factors could also have a material adverse effect on Capital Southwest's actual future results, performance, or financial condition. As a result of the foregoing, readers are cautioned not to place undue reliance on these forward-looking statements. Capital Southwest does not assume any obligation to revise or to update these forward-looking statements, whether as a result of new information, subsequent events or circumstances, or otherwise, except as may be required by law.

# ***Conference Call Participants***

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***Bowen S. Diehl***

***President and Chief Executive Officer***

***Michael S. Sarner***

***Chief Financial Officer***

***Chris Rehberger***

***VP Finance / Treasurer***

# CSWC Company Overview

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*CSWC is a middle-market lending firm focused on supporting the acquisition and growth of middle-market companies across the capital structure*

- CSWC was formed in 1961, and elected to be regulated as a BDC in 1988
- Publicly-traded on Nasdaq: Common Stock (“CSWC”)
- Internally Managed BDC with RIC tax treatment for U.S. federal income tax purposes
- September 2015: completed tax free spin off of CSW Industrials (“Spin Off”) (NASDAQ: “CSWI”)
- April 2021: received SBIC license from the U.S. Small Business Administration
- 24 employees based in Dallas, Texas
- Total Balance Sheet Assets of \$1.1 B as of June 30, 2022
- Manage I-45 Senior Loan Fund (“I-45 SLF”) in partnership with Main Street Capital (NYSE: “MAIN”)

# Q1 2023 Highlights

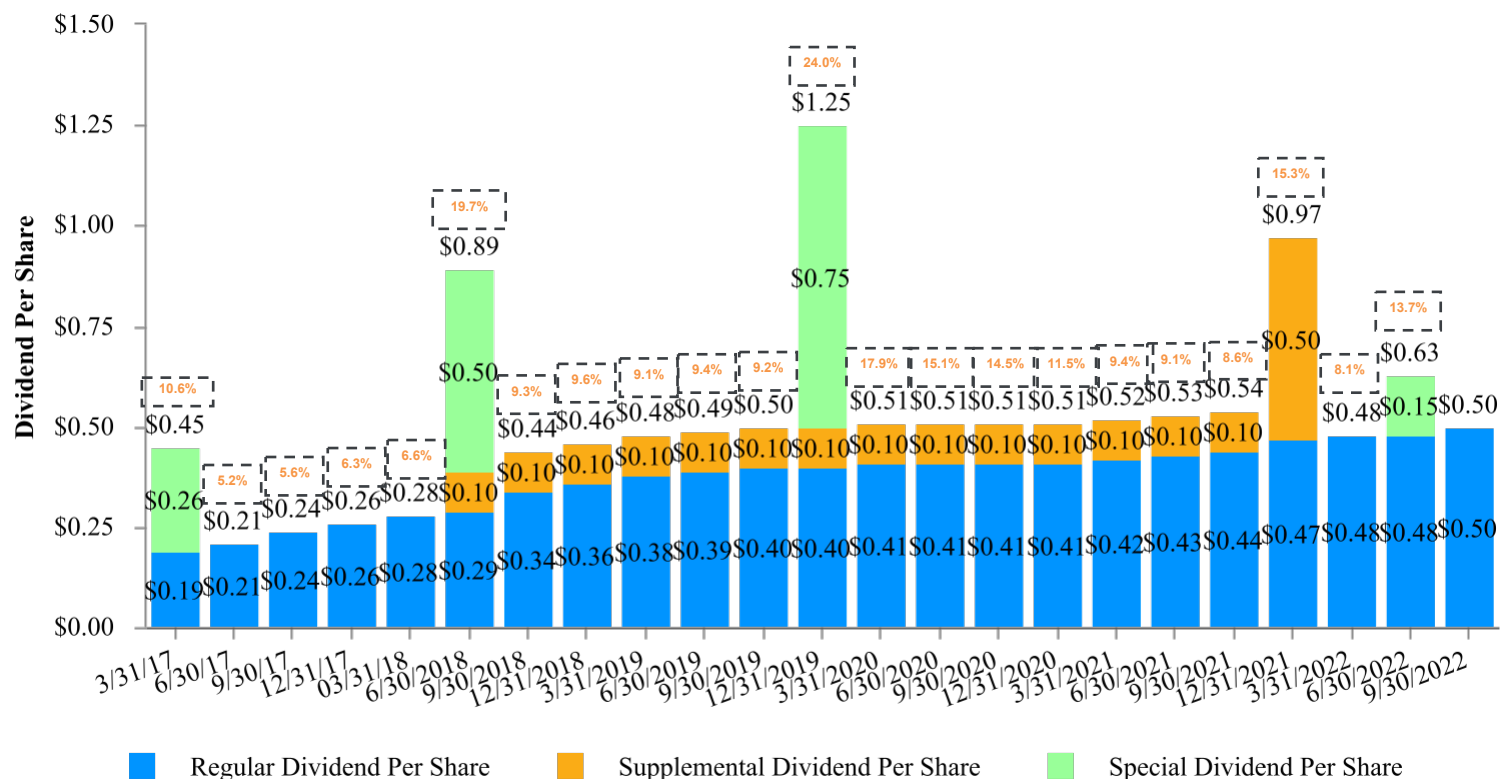
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## Financial Highlights

- Q1 2023 Pre-Tax Net Investment Income (“NII”) of \$12.6 MM or \$0.50 per share
- Paid \$0.48 per share Regular Dividend and \$0.15 per share Special Dividend for the quarter ended June 30, 2022
  - Increased Regular Dividend to \$0.50 per share for the quarter ending September 30, 2022, an increase of 4.2% compared to the prior quarter
- Investment Portfolio at Fair Value increased to \$1.0 B from \$937 MM in prior quarter
  - \$148.3 MM in total new committed investments
  - \$49.6 MM in total proceeds from three debt prepayments and one equity exit
    - Exits during the quarter generated realized gains of \$2.3 MM and an IRR of 19.6%
- Raised \$46.8 MM in gross proceeds through Equity ATM Program during the quarter
  - Sold shares at weighted-average price of \$20.66 per share, or 123% of the prevailing NAV per share
- Total commitments on Credit Facility increased \$45 MM to a total of \$380 MM from \$335 MM in prior quarter
- \$161.3 MM available on Credit Facility and \$18.8 MM in cash and cash equivalents as of quarter end

# Track Record of Consistent Dividends Continues

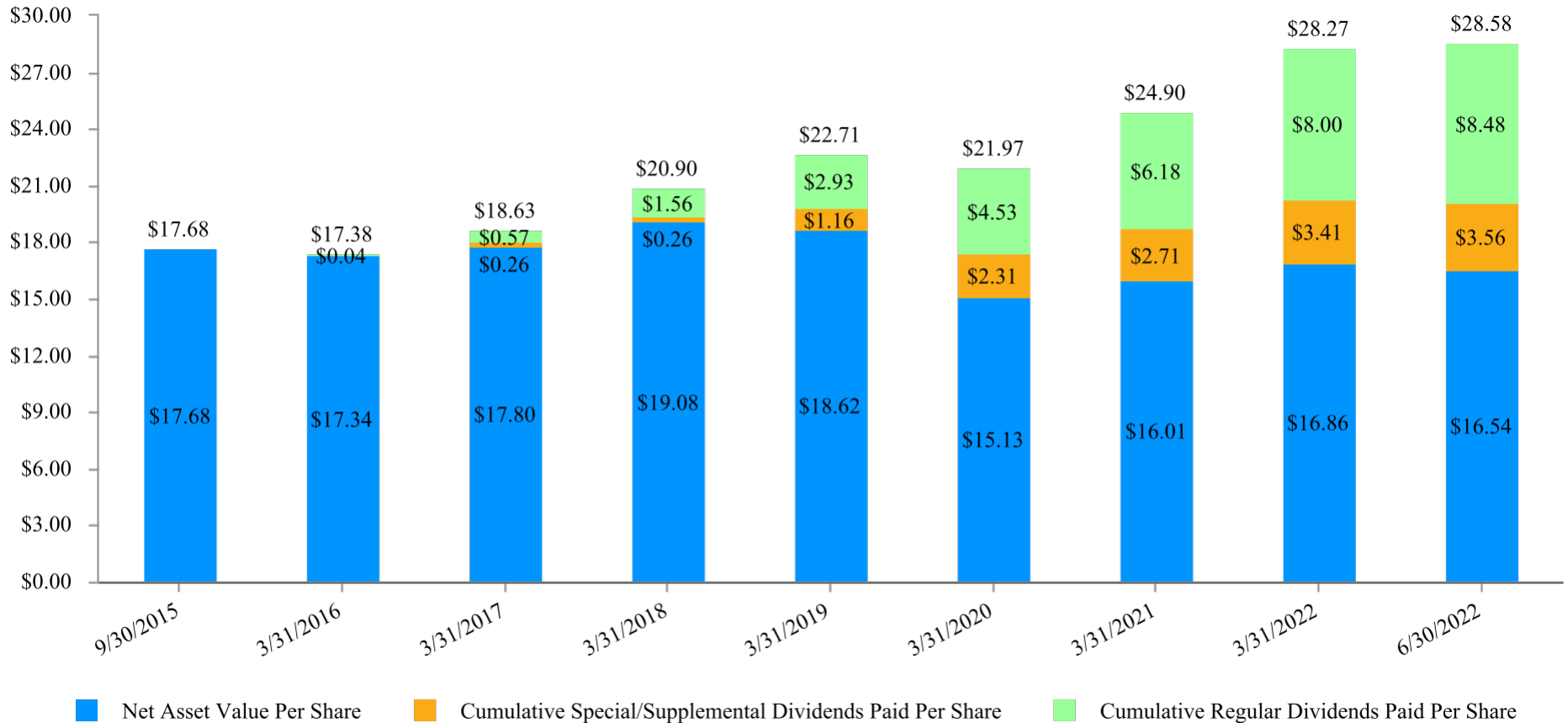
- In the last twelve months ended 6/30/2022, CSWC generated \$1.96 per share in Pre-Tax NII and paid out \$1.87 per share in Regular Dividends
- Cumulative Pre-Tax NII Regular Dividend Coverage of 106% since the 2015 Spin-Off
- Total Special and Supplemental Dividends of \$3.56 per share since the 2015 Spin-Off
- Undistributed Taxable Income ("UTI") of \$0.15 per share as of June 30, 2022



Dividend Yield – Quarterly Annualized Total Dividend / CSWC Share Price at Qtr. End

# History of Value Creation

**Total Value (Net Asset Value + Cumulative Dividends Paid) Increase of \$10.90 per share at 6/30/2022 from 9/30/2015 Spin-off of CSWI**





# Investment Strategy

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## **CORE: Lower Middle Market (“LMM”): CSWC led or Club Deals**

- Companies with EBITDA between \$3 MM and \$20 MM
- Typical leverage of 2.0x – 4.0x Debt to EBITDA through CSWC debt position
- Commitment size up to \$35 MM with hold sizes generally \$5 MM to \$35 MM
- Both Sponsored and Non-sponsored deals
- Securities include first lien, unitranche, and second lien
- Frequently make equity co-investments alongside CSWC debt

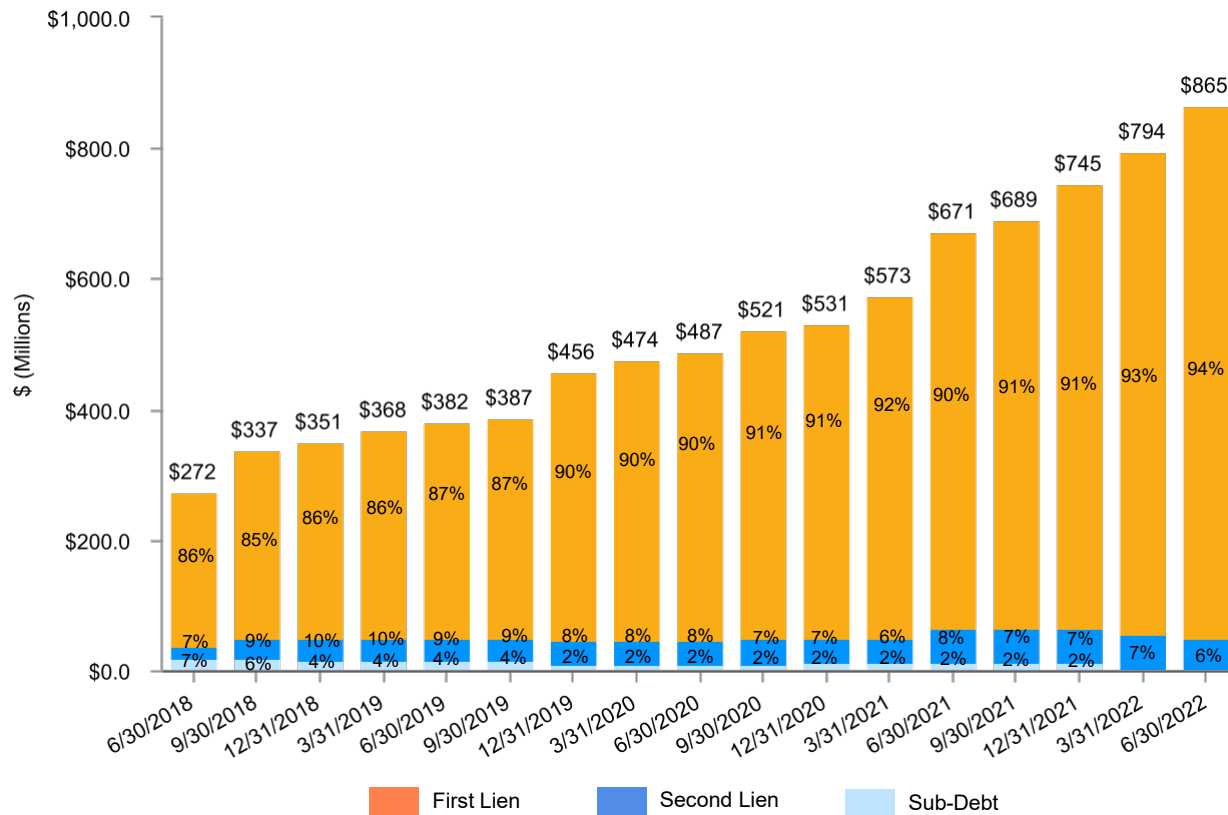
## **OPPORTUNISTIC: Upper Middle Market (“UMM”): Syndicated or Club, First and Second Lien**

- Companies typically have in excess of \$20 MM in EBITDA
- Typical leverage of 3.0x – 5.5x Debt to EBITDA through CSWC debt position
- Hold sizes generally \$5 MM to \$20 MM
- Floating rate first and second lien debt securities
- More liquid assets relative to LMM investments
- Provides flexibility to invest/divest opportunistically based on market conditions and liquidity position

# Credit Portfolio Heavily Weighted Towards First Lien Investments

94% of Credit Portfolio as of 6/30/2022 in first lien senior secured loans

## Credit Portfolio Heavily Weighted to First Lien



# Q1 2023 Originations

**\$148.3 MM in total new committed investments to six new portfolio companies and eight existing portfolio companies**

- \$121.0 MM funded at close

Portfolio Originations		Q1 2023				
Name	Industry	Type	Total Debt Funded at Close (\$000s)	Total Equity Funded at Close (\$000s)	Unfunded Commitments at Close (\$000s) <sup>(1)</sup>	Debt Yield to Maturity
Acceleration, LLC	Media, marketing & entertainment	First Lien / Equity	\$30,278	\$1,000	\$7,722	10.40%
360 Quote Topco, LLC	Media, marketing & entertainment	First Lien	\$25,000	\$—	\$3,250	8.77%
Lightning Intermediate II, LLC (DBA Vimergy)	Healthcare products	First Lien / Equity	\$23,472	\$600	\$1,528	9.19%
US CourtScript Holdings, Inc.	Business services	First Lien / Equity	\$6,800	\$1,000	\$10,000	8.89%
Microbe Formulas LLC	Healthcare products	First Lien	\$13,698	\$—	\$1,302	7.96%
Outerbox, LLC	Media, marketing & entertainment	First Lien / Equity	\$10,800	\$500	\$2,000	9.10%
Acceleration Partners, LLC	Media, marketing & entertainment	First Lien	\$3,000	\$—	\$—	10.46%
Air Conditioning Specialist, Inc.	Consumer services	First Lien / Equity	\$2,100	\$104	\$—	9.94%
Amware Fulfillment LLC	Distribution	First Lien	\$1,500	\$—	\$—	11.69%
ITA Holdings Group, LLC	Transportation & logistics	First Lien	\$—	\$—	\$1,500	11.69%

# Q1 2023 Originations cont.

Portfolio Originations		Q1 2023					
Name	Industry	Type	Total Debt Funded at Close (\$000s)	Total Equity Funded at Close (\$000s)	Unfunded Commitments at Close (\$000s)	Debt Yield to Maturity	
SIB Holdings, LLC	Business services	First Lien	\$561	\$—	\$—	8.69%	
SIMR, LLC	Healthcare services	First Lien	\$382	\$—	\$—	21.69%	
GammaTech, Inc.	Software & IT services	Equity	\$—	\$113	\$—	12.19%	
Delphi Behavioral Health Group, LLC	Healthcare services	First Lien	\$76	\$—	\$—	15.35%	
<b>Total / Wtd. Avg</b>			<b>\$117,667</b>	<b>\$3,317</b>	<b>\$27,302 <sup>(1)</sup></b>	<b>9.36%</b>	

(1) Unfunded Commitments consist of \$15.0 MM in delayed draw term loans and \$12.3 MM in revolvers

# Track Record of CSWC Exits Continues

## \$49.6 MM in total proceeds from three portfolio company exits

- During the quarter, CSWC exited three debt investments and one equity investment, generating total proceeds of \$49.6 MM and an IRR of 19.6%
- Cumulative IRR of 14.8% on 63 portfolio company exits generating \$745.2 MM in proceeds since launch of credit strategy in January 2015

Portfolio Exits		Q1 2023				
Name	Industry	Type	Net Proceeds (\$000s)	Realized Gain (\$000s)	IRR	
Klein Hersh, LLC	Business services	First Lien	\$23,821	\$411	13.0%	
CityVet, Inc.	Healthcare services	First Lien / Equity	\$14,726	\$1,592	24.5%	
GS Operating, LLC <sup>(1)</sup>	Distribution	First Lien	\$11,050	\$310	28.2%	
<b>Total / Weighted Average</b>			<b>\$49,597</b>	<b>\$2,313</b>	<b>19.6%</b>	

(1) The loan generated a cumulative IRR of 12.2% since the original investment in 2020

# CSWC Investment Portfolio Composition

Maintaining appropriate portfolio leverage while receiving attractive risk-adjusted returns

Investment Portfolio - Statistics		
(in \$000's)	3/31/2022	6/30/2022
	Total CSWC Portfolio	Total CSWC Portfolio
Number of Portfolio Companies	72	75
Total Cost	\$862,303	\$943,496
Total Fair Value	\$879,011	\$954,939
Average Hold Size Debt Investments (at Fair Value)	\$12,213	\$12,727
Average Hold Size Equity Investments (at Fair Value)	\$2,078	\$2,082
% First Lien Investments (at Fair Value)	84.2%	85.4%
% Second Lien Investments (at Fair Value)	6.0%	5.1%
% Subordinated Debt Investments (at Fair Value)	0.1%	0.1%
% Equity (at Fair Value) <sup>(1)</sup>	9.7%	9.4%
Wtd. Avg. Yield <sup>(2)</sup>	9.3%	9.3%
Wtd. Avg. EBITDA of Issuer (\$MM's) <sup>(3)</sup>	\$20.9	\$20.4
Wtd. Avg. Leverage through CSWC Security <sup>(4)</sup>	4.0x	4.0x

Note: All metrics above exclude the I-45 Senior Loan Fund

(1) At June 30, 2022 and March 31, 2022, we had equity ownership in approximately 59% and 57%, respectively, of our investments

(2) The weighted-average annual effective yields were computed using the effective interest rates during the quarter for all debt investments at cost as of June 30, 2022, including accretion of original issue discount but excluding fees payable upon repayment of the debt instruments. As of June 30, 2022, there were four investments on non-accrual status. As of March 31, 2022, there were three investments on non-accrual status. Weighted-average annual effective yield is not a return to shareholders and is higher than what an investor in shares in our common stock will realize on its investment because it does not reflect our expenses or any sales load paid by an investor

(3) Includes CSWC debt investments only. Weighted average EBITDA metric is calculated using investment cost basis weighting. For the quarter ended June 30, 2022, six portfolio companies are excluded from this calculation due to a reported debt to adjusted EBITDA ratio that was not meaningful. For the quarter ended March 31, 2022, three portfolio companies are excluded from this calculation due to a reported debt to adjusted EBITDA ratio that was not meaningful

(4) Includes CSWC debt investments only. Calculated as the amount of each portfolio company's debt (including CSWC's position and debt senior or pari passu to CSWC's position, but excluding debt subordinated to CSWC's position) in the capital structure divided by each portfolio company's adjusted EBITDA. Weighted average leverage is calculated using investment cost basis weighting. Management uses this metric as a guide to evaluate relative risk of its position in each portfolio debt investment. For the quarter ended June 30, 2022, six portfolio companies are excluded from this calculation due to a reported debt to adjusted EBITDA ratio that was not meaningful. For the quarter ended March 31, 2022, three portfolio companies are excluded from this calculation due to a reported debt to adjusted EBITDA ratio that was not meaningful

# Quarter-over-Quarter Investment Rating Migration

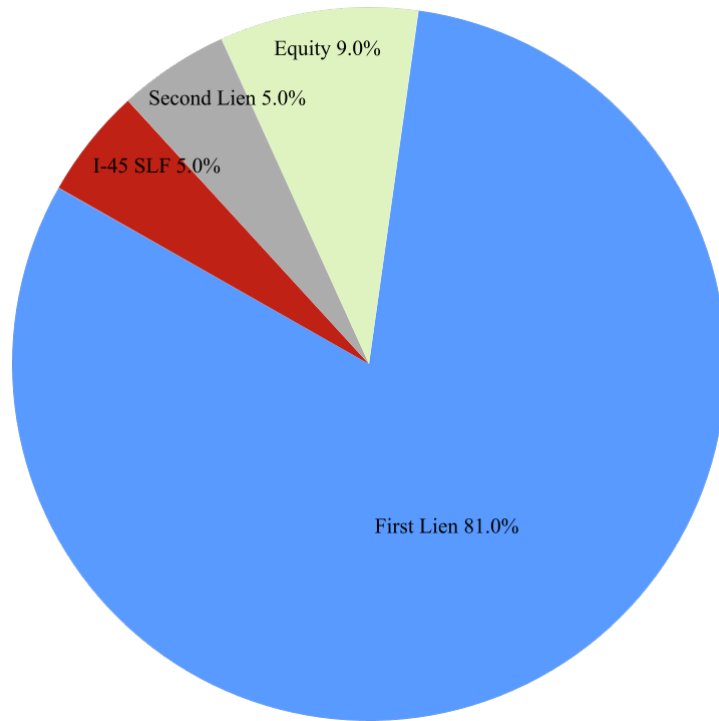
Approximately 95% of all debt investments are currently rated a "1" or "2" as credit portfolio continues to demonstrate strong performance

Investment Rating	3/31/2022			Investment Rating Upgrades			Investment Rating Downgrades			6/30/2022		
	# of Loans	Fair Value (\$MM)	% of Portfolio (FV)	# of Loans	Fair Value (\$MM)	% of Portfolio (FV)	# of Loans	Fair Value (\$MM)	% of Portfolio (FV)	# of Loans	Fair Value (\$MM)	% of Portfolio (FV)
1	7	\$124.2	15.6%	1	\$10.0	1.2%	—	\$—	—%	5	\$87.1	10.1%
2	64	\$632.7	79.7%	—	\$—	—%	—	\$—	—%	69	\$733.1	84.7%
3	6	\$36.6	4.6%	—	\$—	—%	3	\$10.0	1.2%	8	\$44.2	5.1%
4	1	\$0.3	—%	—	\$—	—%	1	\$0.7	0.1%	2	\$1.0	0.1%
<b>Wtd. Avg. Investment Rating (at Cost)</b>	<b>1.92</b>									<b>1.98</b>		

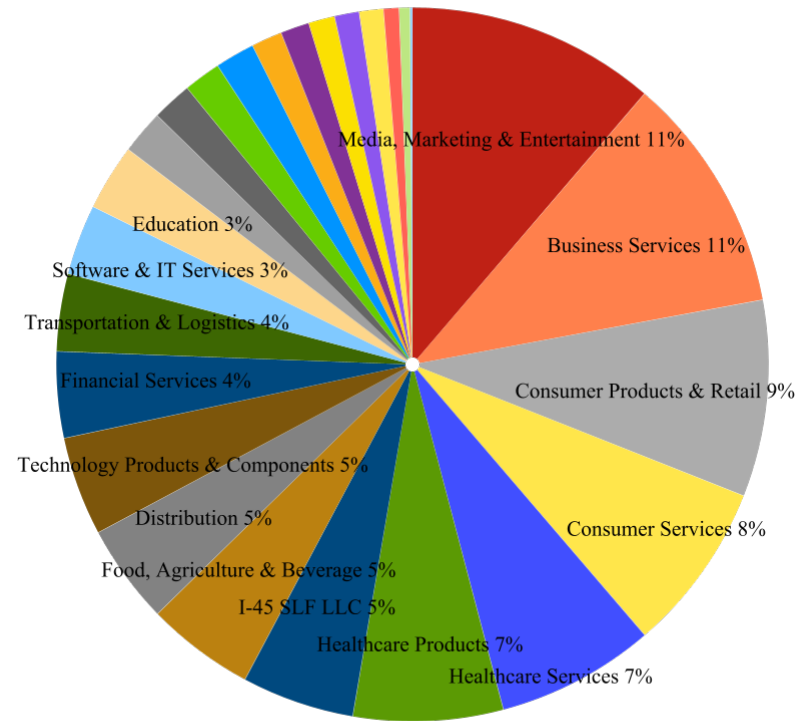
# CSWC Portfolio Mix as of June 30, 2022 at Fair Value

Current Investment Portfolio of \$1.0 B continues to be diverse across industries

Current Investment Portfolio (By Type)



Current Investment Portfolio (By Industry)



(Note 1) I-45 SLF consists of 95% first lien senior secured debt

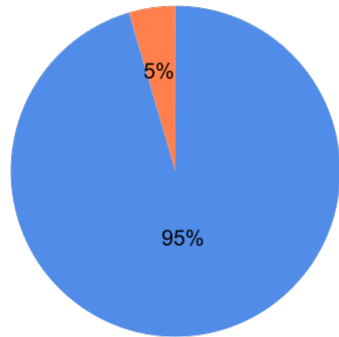
(Note 2) Equity represents equity co-investments across 44 portfolio companies



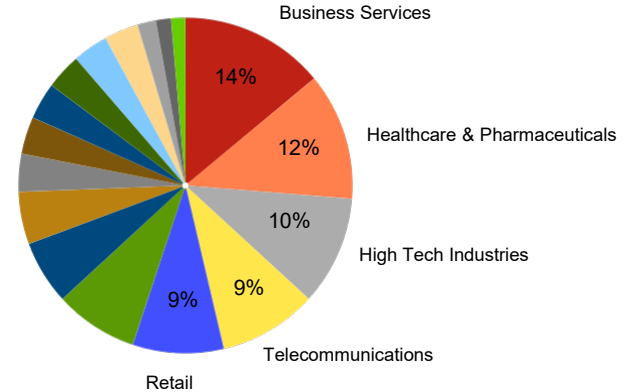
# I-45 SLF Portfolio Overview

I-45 SLF loan portfolio of \$173.5 MM is 95% first lien senior secured debt with average hold size of 2.6% of the I-45 portfolio

**Current I-45 Portfolio (By Type)**



**Current I-45 Portfolio (By Industry)**



■ First Lien    ■ Non-First Lien

<b>I-45 Portfolio Statistics</b>				
(In Thousands)	<u>9/30/2021</u>	<u>12/31/2021</u>	<u>3/31/2022</u>	<u>6/30/2022</u>
Total Investments at Fair Value	\$169,042	\$180,052	\$176,704	\$173,509
Fund Leverage (Debt to Equity) at Fair Value	1.30x	1.52x	1.59x	1.70x
Number of Issuers	38	42	42	39
Wtd. Avg. Issuer EBITDA <sup>(1)</sup>	\$75,025	\$72,800	\$71,857	\$78,190
Avg. Investment Size as a % of Portfolio	2.6%	2.4%	2.4%	2.6%
Wtd. Avg. Net Leverage on Investments <sup>(1)(2)</sup>	4.7x	5.0x	4.2x	4.7x
Wtd. Avg. Spread to LIBOR	5.9%	6.2%	6.2%	6.1%
Wtd. Avg. Duration (Yrs)	3.7	3.7	3.6	3.5

(1) For the quarter ended June 30, 2022, one portfolio company is excluded from this calculation due to a reported debt to adjusted EBITDA ratio that was not meaningful

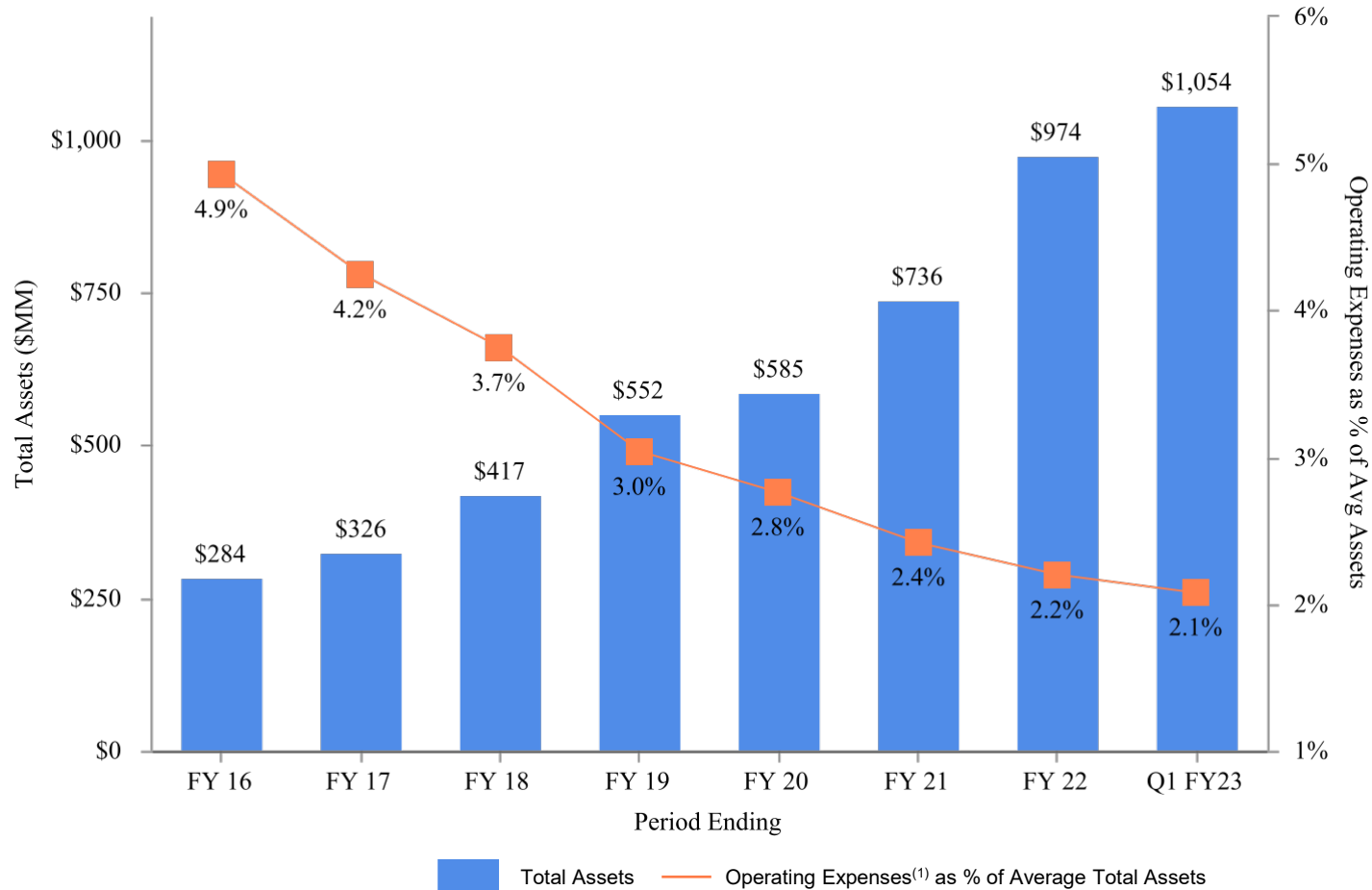
(2) Through I-45 SLF security

# Income Statement

<i>(In Thousands, except per share amounts)</i>	Quarter Ended 9/30/21	Quarter Ended 12/31/21	Quarter Ended 3/31/22	Quarter Ended 6/30/22
<b>Investment Income</b>				
Interest Income	\$16,100	\$16,921	\$17,611	\$18,260
PIK Interest Income	879	814	543	687
Dividend Income	2,070	1,714	1,961	2,186
Fees and Other Income	1,247	2,862	915	1,410
<b>Total Investment Income</b>	<b>\$20,296</b>	<b>\$22,311</b>	<b>\$21,030</b>	<b>\$22,543</b>
<b>Expenses</b>				
Cash Compensation	\$2,298	\$3,353	\$1,755	\$1,542
Share Based Compensation	923	849	737	821
General & Administrative	1,630	1,617	1,643	2,066
<b>Total Expenses (excluding Interest)</b>	<b>\$4,851</b>	<b>\$5,819</b>	<b>\$4,135</b>	<b>\$4,429</b>
Interest Expense	\$5,405	\$4,655	\$4,909	\$5,484
<b>Pre-Tax Net Investment Income</b>	<b>\$10,040</b>	<b>\$11,837</b>	<b>\$11,986</b>	<b>\$12,630</b>
<b>Gains / Losses and Taxes</b>				
Net Realized and Unrealized Gains on Investments	\$2,805	\$661	\$7,736	\$(9,928)
Realized Losses on Extinguishment of Debt	(17,087)	—	—	—
Realized Loss on Disposal of Fixed Assets	—	—	(86)	—
Income Tax (Expense) / Benefit	(314)	62	33	(192)
<b>Net increase (decrease) in Net Assets Resulting from Operations</b>	<b>(\$4,556)</b>	<b>\$12,560</b>	<b>\$19,669</b>	<b>\$2,510</b>
Weighted Average Diluted Shares Outstanding	22,534	23,433	24,202	25,514
<b>Pre-Tax NII Per Diluted Weighted Average Share</b>	<b>\$0.45</b>	<b>\$0.51</b>	<b>\$0.50</b>	<b>\$0.50</b>
<b>Net Increase (Decrease) in Net Assets Per Dil. Wtd. Average Share</b>	<b>\$(0.20)</b>	<b>\$0.54</b>	<b>\$0.82</b>	<b>\$0.10</b>

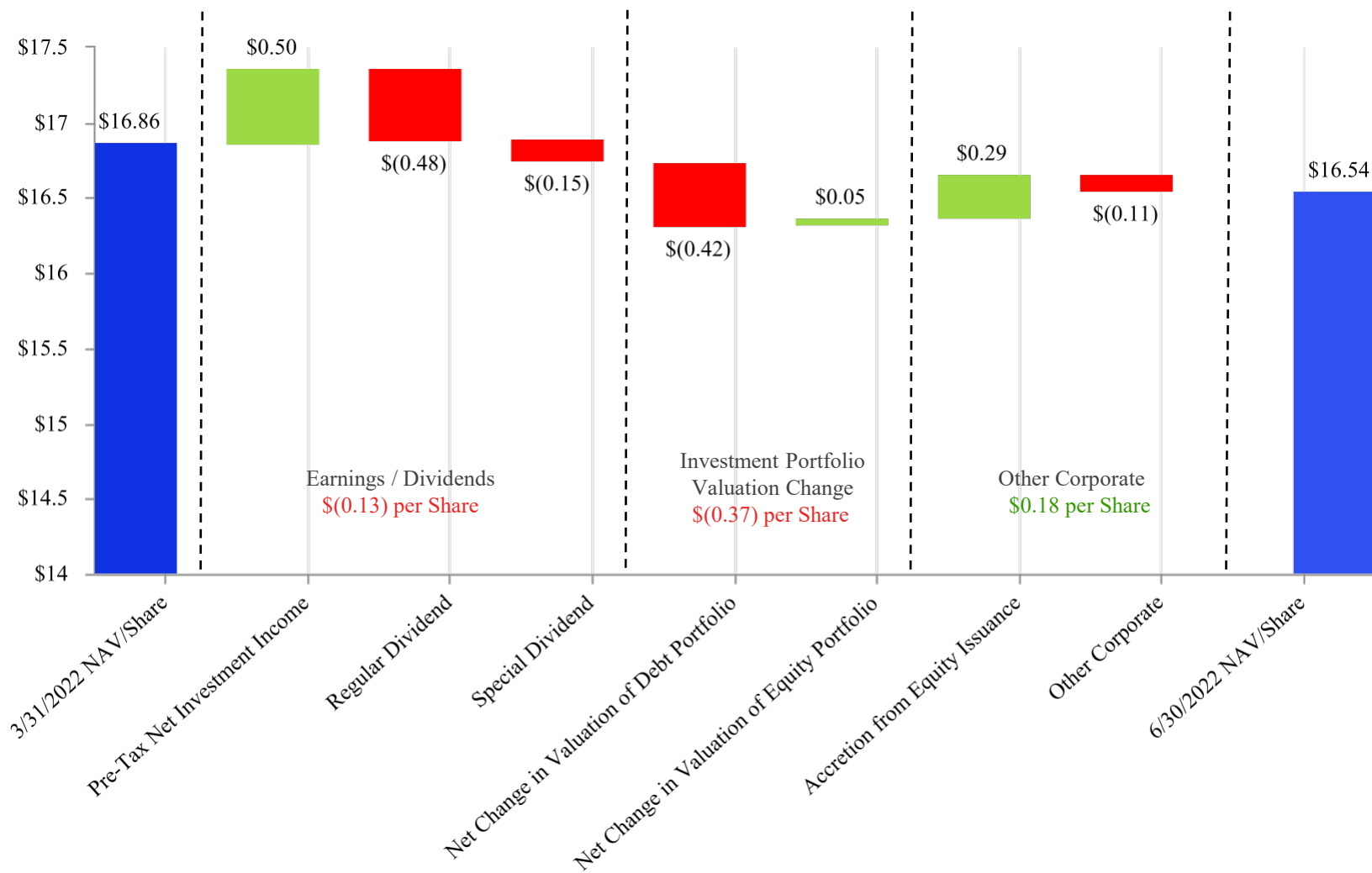
# Operating Leverage Trend

Continue to realize operating efficiencies of internally managed structure



Note: Operating Leverage calculated as last twelve months operating expenses (excluding interest expense) divided by average annual assets  
 (1) Operating expenses exclude interest expense

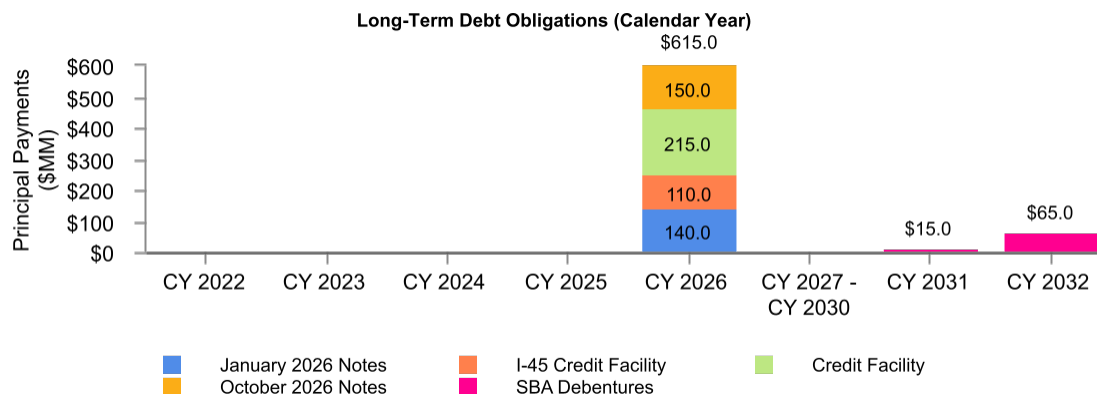
# NAV per Share Bridge for Quarter Ended 6/30/2022



# Significant Unused Debt Capacity with Long-Term Duration

## Earliest debt maturity occurs in January 2026

Facility	Total Commitments	Interest Rate	Maturity	Principal Drawn	Undrawn Commitment
January 2026 Notes <sup>(1)</sup>	\$140.0 MM	4.50%	January 2026	\$140.0 MM	N/A
I-45 Credit Facility <sup>(2)</sup>	\$150.0 MM	L + 2.15%	March 2026	\$110.0 MM	\$40.0 MM
Credit Facility <sup>(3)</sup>	\$380.0 MM	Term SOFR + 2.15% <sup>(4)</sup>	August 2026	\$215.0 MM	\$161.3 MM <sup>(5)</sup>
October 2026 Notes <sup>(6)</sup>	\$150.0 MM	3.375%	October 2026	\$150.0 MM	N/A
SBA Debentures	\$80.0 MM	2.39% <sup>(7)</sup>	September 2031 <sup>(8)</sup>	\$80.0 MM	\$0.0 MM <sup>(9)</sup>



(1) Redeemable in whole or in part at any time prior to October 31, 2025, at par plus a "make whole" premium, and thereafter at par

(2) CSWC owns 80% of the equity and 50% of the voting rights of I-45 SLF LLC with a joint venture partner

(3) The Credit Facility has an accordion feature that allows for an increase in total commitments up to \$400 MM

(4) Additional 0.10% adjustment for 1-month SOFR loans, and 0.15% adjustment for 3-month SOFR loans

(5) Net of \$3.7 MM in letters of credit outstanding

(6) Redeemable in whole or in part at any time prior to July 1, 2026, at par plus a "make whole" premium, and thereafter at par

(7) Weighted average interest rate of all pooled and non-pooled SBA Debentures for the three months ended June 30, 2022

(8) First pooled SBA Debentures mature on September 1, 2031

(9) Current statutes and regulations permit SBIC I to borrow up to \$175 million in SBA Debentures with at least \$87.5 million in regulatory capital, subject to SBA approval

# Balance Sheet

<i>(In Thousands, except per share amounts)</i>	Quarter Ended 9/30/21	Quarter Ended 12/31/21	Quarter Ended 3/31/22	Quarter Ended 6/30/22
<b>Assets</b>				
Portfolio Investments	\$818,218	\$876,765	\$936,614	\$1,006,640
Cash & Cash Equivalents	26,840	18,668	11,431	18,770
Other Assets	21,764	17,122	25,912	28,549
<b>Total Assets</b>	<b>\$866,822</b>	<b>\$912,555</b>	<b>\$973,957</b>	<b>\$1,053,959</b>
<b>Liabilities</b>				
SBA Debentures	\$16,709	\$27,965	\$38,352	\$77,461
January 2026 Notes	138,545	138,630	138,714	138,798
October 2026 Notes	97,264	146,357	146,522	146,708
Credit Facility	215,000	190,000	205,000	215,000
Other Liabilities	17,359	22,266	24,502	23,007
<b>Total Liabilities</b>	<b>\$484,877</b>	<b>\$525,218</b>	<b>\$553,090</b>	<b>\$600,974</b>
<b>Shareholders Equity</b>				
<b>Net Asset Value</b>	<b>\$381,945</b>	<b>\$387,337</b>	<b>\$420,867</b>	<b>\$452,985</b>
<b>Net Asset Value per Share</b>	<b>\$16.36</b>	<b>\$16.19</b>	<b>\$16.86</b>	<b>\$16.54</b>
<b>Regulatory Debt to Equity</b>	<b>1.18x</b>	<b>1.23x</b>	<b>1.16x</b>	<b>1.10x</b>

# Portfolio Statistics

*Continuing to build a well performing credit portfolio*

<i>(In Thousands)</i>	Quarter Ended 9/30/21	Quarter Ended 12/31/21	Quarter Ended 3/31/22	Quarter Ended 6/30/22
<b>Portfolio Statistics</b>				
Fair Value of Debt Investments	\$689,421	\$744,681	\$793,834	\$865,432
Average Debt Investment Hold Size	\$11,490	\$11,820	\$12,213	\$12,727
Fair Value of Debt Investments as a % of Par	97%	97%	97%	97%
% of Investment Portfolio on Non-Accrual (at Fair Value)	3.0%	1.6%	1.5%	1.6%
Weighted Average Investment Rating <sup>(1)</sup>	1.96	1.90	1.92	1.98
Weighted Average Yield on Debt Investments	9.66%	9.48%	9.30%	9.31%
Total Fair Value of Portfolio Investments	\$818,218	\$876,765	\$936,614	\$1,006,640
Weighted Average Yield on all Portfolio Investments	9.60%	9.35%	9.01%	9.11%
Investment Mix (Debt vs. Equity) <sup>(2)(3)</sup>	91% / 9%	91% / 9%	90% / 10%	91% / 9%

*(1) CSWC utilizes an internal 1 - 4 investment rating system in which 1 represents material outperformance and 4 represents material underperformance. All new investments are initially set to 2. Weighted average investment rating calculated at cost*

*(2) Excludes CSWC equity investment in I-45 SLF*

*(3) At Fair Value*

# Investment Income Detail

## Constructing a portfolio of investments with recurring cash yield

<i>(In Thousands)</i>	Quarter Ended 9/30/21	Quarter Ended 12/31/21	Quarter Ended 3/31/22	Quarter Ended 6/30/22
<b>Investment Income Breakdown</b>				
Cash Interest	\$15,370	\$16,164	\$16,785	\$17,414
Cash Dividends	2,069	1,714	1,962	2,186
PIK Income	879	814	543	687
Amortization of purchase discounts and fees	731	758	828	848
Management/Admin Fees	327	340	259	264
Prepayment Fees & Other Income	920	2,520	653	1,144
<b>Total Investment Income</b>	<b>\$20,296</b>	<b>\$22,310</b>	<b>\$21,030</b>	<b>\$22,543</b>
<b>Key Metrics</b>				
Cash Income as a % of Investment Income	92%	93%	93%	93%
% of Total Investment Income that is Recurring	95%	89%	96%	95%



# Key Financial Metrics

**Strong Pre-Tax Net Investment Income and Dividend Yield driven by net portfolio growth and investment performance**

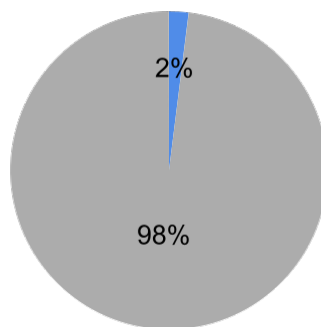
	Quarter Ended 9/30/21	Quarter Ended 12/31/21	Quarter Ended 3/31/22	Quarter Ended 6/30/22
<b>Key Financial Metrics</b>				
Pre-Tax Net Investment Income Per Wtd Avg Diluted Share	\$0.45	\$0.51	\$0.50	\$0.50
Pre-Tax Net Investment Income Return on Equity (ROE) <sup>(1)</sup>	10.75%	12.35%	12.24%	11.74%
Realized Earnings Per Wtd Avg Diluted Share	(\$0.17)	\$0.62	\$0.52	\$0.58
Realized Earnings Return on Equity (ROE) <sup>(1)(2)</sup>	(4.14)%	15.25%	12.86%	13.72%
Earnings Per Wtd Avg Diluted Share	\$(0.20)	\$0.54	\$0.81	\$0.10
Earnings Return on Equity (ROE) <sup>(1)(2)</sup>	(4.88)%	13.11%	20.08%	2.33%
Regular Dividends per Share	\$0.44	\$0.47	\$0.48	\$0.48
Supplemental / Special Dividends per Share	\$0.10	\$0.50	\$—	\$0.15
<b>Total Dividends per Share</b>	<b>\$0.54</b>	<b>\$0.97</b>	<b>\$0.48</b>	<b>\$0.63</b>

(1) Return on Equity is calculated as the quarterly annualized Pre-Tax NII, Realized Earnings, or Total Earnings, respectively, divided by equity at the end of the prior quarter

(2) Realized Earnings and Earnings include (\$17.1) MM or (\$0.76) per weighted average diluted share for realized losses on extinguishment of debt in the 9/30/21 quarter

# Interest Rate Sensitivity

## Fixed vs. Floating Credit Portfolio Exposure (1)



■ Fixed    ■ Floating

Change in Base Interest Rates	Illustrative Annual NII Change (\$'s)	Illustrative Annual NII Change (Per Share)
(100 bps)	(6,430,401)	(0.23)
(75 bps)	(4,869,369)	(0.18)
(50 bps)	(3,305,176)	(0.12)
(25 bps)	(1,704,585)	(0.06)
25 bps	1,704,585	0.06
50 bps	3,409,170	0.12
75 bps	5,113,755	0.19
100 bps	6,818,340	0.25

(1) Portfolio Exposure includes I-45 assets pro rata as a % of CSWC's equity investment in the fund

Note: Illustrative change in annual NII is based on a projection of CSWC's existing debt investments as of 6/30/2022, adjusted only for changes in Base Interest Rate. Base Interest Rate used in this analysis is 3-Month LIBOR of 2.29% at 6/30/2022. The results of this analysis include the I-45 Senior Loan Fund, which is comprised of 98% floating rate debt assets and 100% floating rate liabilities

# Corporate Information

## Board of Directors

### Inside Directors

Bowen S. Diehl

### Independent Directors

David R. Brooks

Christine S. Battist

Jack D. Furst

William R. Thomas

Ramona Rogers-Windsor

## Senior Management

Bowen S. Diehl

*President & Chief Executive Officer*

Michael S. Sarner

*Chief Financial Officer, Secretary & Treasurer*

Joshua S. Weinstein

*Senior Managing Director*

## Fiscal Year End

March 31

## Independent Auditor

RSM US LLP  
Chicago, IL

## Corporate Counsel

Eversheds Sutherland (US) LLP

## Corporate Offices & Website

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## Securities Listing

Nasdaq: "CSWC" (Common Stock)

## Transfer Agent

American Stock Transfer & Trust Company, LLC

800-937-5449

[www.amstock.com](http://www.amstock.com)

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