

- Prospect Capital Corporation (“Prospect”) with our \$7.9B total asset and over 120 employee business (as of 3/31/2024) is one of the oldest and largest publicly traded BDC with an established 20-year track record that predates the Global Financial Crisis
- Prospect’s strategy is focused on risk reduction, capital preservation, and avoidance of “yield chasing” investments
- Prospect has an intensive screening process (<2% book-to-look ratio) with a majority focus on senior and secured lending
- Prospect’s portfolio is comprised of 81% first lien, secured, or underlying secured assets
- Prospect’s net investment income exceeded distributions to common and preferred shareholders by 111% in the 12 months ended March 31, 2024
- In the March 2024 quarter, Prospect's net income of 27 cents per common share exceeded its dividend rate of 18 cents by 150%
- Taking into account past distributions and our current share count for declared distributions, since inception in 2004 through our August 2024 declared distribution, Prospect will have distributed \$4.3 billion and \$21 per share to all common shareholders
- Prospect’s net debt leverage has remained low at 0.46x as of March 31, 2024 (calculated as total principal debt minus cash and cash equivalents divided by total equity that includes preferred stock)
- Prospect has access to diversified funding sources across multiple investor bases with an emphasis on unsecured term debt, representing 64% of all Prospect’s indebtedness, as of March 31, 2024
- Prospect has multiple investment strategies, 122 portfolio companies, and 36 different industries (with a particular focus on less cyclical industries)
- Prospect’s non-accrual loans remain low at 0.4% as of March 31, 2024
- Prospect has been investment grade rated for 15 years and currently has 5 investment grade corporate credit ratings
- Prospect has retired multiple upcoming bond maturities and, as of today, has no debt maturing during calendar year 2024 and only \$160 million of remaining bond maturities until 2026
- Prospect has invested \$20.7 billion since inception across 421 investments, exiting 292 of these investments
- 91% of Prospect’s total investment income for the March 2024 quarter is from recurring interest income
- Prospect has only 0.3% of total assets as unfunded commitments as of March 31, 2024
- Prospect is an industry innovator with a long list of firsts in the market, including the first convertible bond, program notes, bond ATM, equity ATM, BDC acquisition, listed perpetual preferred, programmatic preferred, and many other innovations
- Prospect has a ladder liability structure with long-term matched-book funding
- Prospect has 48 bank lenders (which recently extended Prospect's credit facility 5 years out to 2029)
- Prospect has strong insider ownership of 27% (approximately \$1 billion of net asset value) as of March 31, 2024

- Prospect has generated superior total returns in comparison to the publicly-traded BDC median over the past five years (calculated as change in NAV per share plus dividends in the aggregate time period, PSEC analysis of S&P Capital IQ data for 41 listed BDC peers for which there is quarterly data for the five years ended 12/31/2023)
- Prospect’s payment-in-kind interest can be an efficient funding mechanism for certain portfolio companies where such companies are making accretive investments in their business with valuations substantially above Prospect’s cost basis
- Prospect has not used delayed draw “synthetic payment in kind” structures
- Prospect has successfully issued in an array of markets, including multiple institutional bond issuances in 2021 at 3.364-3.706% coupons when interest rates were lower, and choosing to wait for lower rates to potentially issue such paper (favoring other markets in the interim) with disciplined balance sheet management
- Prospect has low correlation investment strategies: middle-market lending (53%), middle-market lending / buyout (18%), real estate (18%), and subordinated structured notes (7%)
- Prospect’s real estate business at National Property REIT Corp. (“NPRC”) is diversified, with 64 properties with standalone non-recourse financing, strong rent and NOI growth
- NPRC focuses on various classes of developed and occupied real estate properties that generate current yields, including multi-family properties, student housing, and senior living, with a prioritization of properties that have historically attractive occupancy rates and recurring cash flow generation
- Since 2020, NPRC has invested \$381M to acquire 27 new properties; During the same period, NPRC has made additional investments to upgrade existing properties and drive increased NOI growth

FORWARD-LOOKING STATEMENTS AND DISCLAIMERS

Certain statements made by us herein that are not historical facts or that relate to future plans, events or performances are forward-looking statements within the meaning of the federal securities laws. Forward-looking statements predict or describe our future operations, business plans, business and investment strategies and portfolio management and the performance of our investments and our investment management business. Our actual results or actions may differ materially from those expressed in any forward-looking statements made by us. Forward-looking statements involve a number of risks of uncertainties including, but not limited to, the risks described under headings such as “Risk Factors” in our SEC filings. All forward-looking statements are qualified by those risk factors. All statements made by us herein are further qualified in all respects by the information disclosed in our SEC filings. We disclaim any obligation to update our forward-looking statements unless required by law.

Certain information discussed herein (including information relating to portfolio companies) was derived from third-party sources and has not been independently verified and, accordingly, Prospect Capital Corporation makes no representation or warranty in respect of this information.

The following slides contain summaries of certain financial and statistical information about Prospect Capital Corporation. The information contained herein is summary information that is intended to be considered in the context of our SEC filings and other public announcements that we may make, by press release or otherwise, from time to time. We undertake no duty or obligation to publicly update or revise the information contained herein. In addition, information related to past performance, while helpful as an evaluative tool, is not necessarily indicative of future results, the achievement of which cannot be assured. You should not view the past performance of Prospect Capital Corporation, or information about the market, as indicative of Prospect Capital Corporation’s future results. This does not constitute an offer to sell or the solicitation of an offer to buy any securities of Prospect Capital Corporation.

All data herein is as of 3/31/2024 unless noted.