

## Saratoga Investment Corp. Announces Fiscal Third Quarter 2018 Financial Results

NEW YORK, Jan. 10, 2018 /PRNewswire/ -- Saratoga Investment Corp. (NYSE: SAR) ("Saratoga Investment" or "the Company"), a business development company, today announced financial results for its 2018 fiscal third quarter.

### Summary Financial Information

The Company's summarized financial information is as follows:

	<u>For the quarter ended and as of November 30, 2017</u>	<u>For the quarter ended and as of August 31, 2017</u>	<u>For the quarter ended and as of November 30, 2016</u>
	(\$ in thousands except per share)		
AUM	338,838	332,970	277,570
NAV	138,846	133,460	127,680
NAV per share	22.58	22.37	22.21
Investment Income	9,526	10,254	8,442
Net Investment Income per share	0.50	0.49	0.60
Adjusted Net Investment Income per share	0.54	0.62	0.53
Earnings per share	0.71	1.15	0.27
Return on Equity - last twelve months	10.2%	8.3%	7.7%
- annualized quarter	12.9%	21.1%	4.9%

"During the fiscal third quarter of 2018, we continued to build on our core objectives of growing the size and improving the quality of our asset base by utilizing our highly effective originations team, and flexible and well-structured capital sources," said Christian L. Oberbeck, Chairman and Chief Executive Officer of Saratoga Investment. "Despite the competitive and challenging environment, our new deal pipeline remains robust and our credit quality is high. The strength and solidity of our performance is reflected in our performance metrics: - adjusted NII per share is \$0.54, five cents above our current \$0.49 dividend; adjusted NII Yield is 9.6%; LTM ROE is 10.2%, almost 200 basis points above the BDC industry mean; and NAV per share is \$22.58, up \$0.61 from year-end. NAV increased again to \$138.8 million, representing a 61% increase over the past 7 years. We increased our dividend for the thirteenth consecutive quarter, announcing a \$0.01 increase to \$0.49 per share, and continue to out-earn our dividend payments, a differentiator for us in the marketplace. We also remain well-structured for the current rising interest rate environment, with 84% of our investments having floating-rate interest rates and through their floors, and all of our debt, except for our revolving credit facility, being fixed-rate."

Michael J. Grisius, President and Chief Investment Officer, added, "This fiscal quarter has demonstrated both the continued attractiveness of our financial offerings and our relentless focus on credit quality, a combination that has allowed us to navigate a difficult sourcing environment and maintain high credit quality. As we always emphasize, quarterly originations can be lumpy and repayments unpredictable, but we remain confident that we can continue to grow our AUM steadily over the long-term, as demonstrated again this year with our 16% growth since year-end. We also continue to keep over 97% of our credits in our highest ratings category. We believe successful investing rests on sound judgment and steady, continuous discipline, taken one decision at a time."

As of November 30, 2017, Saratoga Investment increased its assets under management ("AUM") to \$338.8 million, an increase of 1.8% from \$333.0 million as of August 31, 2017, an increase of 15.8% from \$292.7 million as of February 28, 2017, and an increase of 22.1% from \$277.6 million as of November 30, 2016. The increase this quarter reflects originations of \$5.2 million, offset by repayments and amortizations of \$1.8 million. Including realized and unrealized gains, Saratoga Investment's portfolio has continued to grow this quarter and remains strong, with a continued high level of investment quality in loan investments, with 97.2% of our loans this quarter at our highest internal rating.

For the three months ended November 30, 2017, total investment income of \$9.5 million increased \$1.1 million, or 12.8%, compared to \$8.4 million for the three months ended November 30, 2016. This increased investment income was generated from an investment base that has grown significantly by 22.1% in total investments to \$338.8 million at November 30, 2017 from \$277.6 million at November 30, 2016, with the weighted average current coupon increasing from 10.8% to 11.3%. This increase was offset by other income reducing from \$0.6 million last year to \$0.05 million this year, reflecting the lower levels of originations this quarter. In addition, this quarter's investment income was also 7.1% down from \$10.3 million for the quarter ended August 31, 2017, primarily reflecting (i) the announced downsizing of our Easy Ice, LLC investment by \$10.2 million that was fully outstanding for the three months ended August 31, 2017, and (ii) the reduced other income discussed above.

As compared to the three months ended November 30, 2016, the investment income increase of \$1.1 million was offset by

(i) increased debt and financing expenses from higher outstanding Notes payable, revolving debt outstanding with Madison Capital Funding and SBA debentures this quarter, reflective of the growing investment and asset base, (ii) increased base management fees generated from the management of this larger pool of investments and (iii) increased total expenses, excluding interest and debt financing expenses, base management fees and incentive fees, reflecting primarily higher professional fees due to increased Sarbanes-Oxley ("SOX") activities now that the Company qualifies as an accelerated filer next year.

Net investment income on a weighted average per share basis was \$0.50 for the quarter ended November 30, 2017. Adjusted for the incentive fee accrual related to net unrealized capital gains, the net investment income on a weighted average per share basis was \$0.54. This compares to adjusted net investment income per share of \$0.62 for the quarter ended August 31, 2017 and \$0.53 for the quarter ended November 30, 2016, reflecting a decrease of 12.9% and an increase of 1.9%, respectively.

Net investment income yield as percentage of average net asset value ("Net Investment Income Yield") was 8.9% for the quarter ended November 30, 2017. Adjusted for the incentive fee accrual related to net unrealized capital gains, the Net Investment Income Yield was 9.6%. In comparison, Net Investment Income Yield was 8.9% and 10.7% for the quarters ended August 31, 2017 and November 30, 2016, respectively. Adjusted Net Investment Income Yield was 11.3% and 9.5% for the same quarters, respectively.

Net Asset Value ("NAV") was \$138.8 million as of November 30, 2017, an increase of \$5.3 million from \$133.5 million as of August 31, 2017, and an increase of \$11.5 million from \$127.3 million as of February 28, 2017.

- For the nine months ended November 30, 2017, \$2.7 million of net realized and unrealized gains and \$9.4 million of net investment income were earned, partially offset by \$8.3 million of dividends declared. In addition, \$1.8 million of stock dividend distributions were made through the Company's dividend reinvestment plan ("DRIP") and \$6.0 million of shares were sold through the Company's At-the-Market ("ATM") equity offering.

NAV per share was \$22.58 as of November 30, 2017, compared to \$22.37 as of August 31, 2017 and \$21.97 as of February 28, 2017.

- For the nine months ended November 30, 2017, NAV per share increased by \$0.61 per share, primarily reflecting the \$3.8 million, or \$0.62 per share increase in net assets (net of the \$1.41 dividend paid during the first nine months of fiscal year 2018). This was slightly offset by the \$0.01 dilutive impact of the quarter's share issuances, with the dilutive impact of the 88,869 shares issued under the DRIP almost entirely offset by the 266,113 shares issued under the Company's ATM offering above net asset value.

Return on equity for the last twelve months ended November 30, 2017 was 10.2%, compared to 7.7% for the comparable period last year.

Earnings per share for the quarter ended November 30, 2017 was \$0.71 (including \$1.2 million net gain on investments), compared to earnings per share of \$1.15 for the quarter ended August 31, 2017 and \$0.27 for the quarter ended on November 30, 2016.

Investment portfolio activity for the quarter ended November 30, 2017:

- Cost of investments made during the period: \$5.2 million
- Principal repayments during the period: \$1.8 million

#### Additional Financial Information

For the fiscal quarter ended November 30, 2017, Saratoga Investment reported net investment income of \$3.0 million, or \$0.50 on a weighted average per share basis, and a net gain on investments of \$1.2 million, or \$0.21 on a weighted average per share basis, resulting in a net increase in net assets from operations of \$4.3 million, or \$0.71 on a weighted average per share basis. The \$1.2 million net gain on investments was comprised of \$1.2 million in net unrealized appreciation on investments and \$0.02 million in net realized gain on investments. The net unrealized appreciation was due primarily to (i) \$0.8 million unrealized appreciation on Saratoga Investment's Elyria equity investment and (ii) \$0.5 million unrealized appreciation on Saratoga Investment's Courion Corporation second lien term loan. This compared to the fiscal quarter ended November 30, 2016 with net investment income of \$3.4 million, or \$0.60 on a weighted average per share basis, and a net loss on investments of \$1.8 million, or \$0.32 on a weighted average per share basis, resulting in a net increase in net assets from operations of \$1.6 million, or \$0.27 on a weighted average per share basis. The \$1.8 million net loss on investments consisted of \$0.3 million in net realized gains on investments and \$2.1 million in unrealized depreciation.

Adjusted for the incentive fee accrual related to net unrealized capital gains, the net investment income was \$3.3 million and \$3.1 million for the quarters ended November 30, 2017 and November 30, 2016, respectively - an increase of \$0.2 million

year-over-year, or 7.0%.

Total expenses, excluding interest and debt financing expenses, base management fees and incentive management fees, increased from \$1.0 million for the quarter ended November 30, 2016 to \$1.2 million for the quarter ended November 30, 2017, remaining unchanged at 1.4% of average total assets.

#### Portfolio and Investment Activity

As of November 30, 2017, the fair value of Saratoga Investment's portfolio was \$338.8 million (excluding \$8.7 million in cash and cash equivalents), principally invested in 32 portfolio companies and one collateralized loan obligation fund ("CLO"). The overall portfolio composition consisted of 54.8% of first lien term loans, 29.3% of second lien term loans, 4.8% of subordinated notes in a CLO, 2.7% of syndicated loans and 8.4% of common equity.

For the fiscal quarter ended November 30, 2017, Saratoga Investment invested \$5.2 million in new or existing portfolio companies and had \$1.8 million in aggregate amount of exits and repayments, resulting in net investment of \$3.4 million for the quarter.

As of November 30, 2017, the weighted average current yield on Saratoga Investment's portfolio for the twelve months ended was 11.3%, which was comprised of a weighted average current yield of 10.8% on first lien term loans, 11.9% on second lien term loans, 19.4% on CLO subordinated notes, 5.6% on syndicated loans and 3.6% on equity interests.

As of November 30, 2017, 84.0% of Saratoga Investment's portfolio is in floating rate debt, with many of these investments having floors. For all of these investments, the relevant 1-month or 3-month LIBOR rate is currently above the floors. Pursuant to the disclosure included in Item 3 of Saratoga Investment's Form 10-Q for the quarter ended November 30, 2017, assuming that the investments as of November 30, 2017 were to remain constant for a full fiscal year and no actions were taken to alter the existing interest rate terms, a hypothetical change of 1.0% in interest rates would cause a corresponding increase of approximately \$2.4 million to interest income over twelve months.

#### Liquidity and Capital Resources

As of November 30, 2017, Saratoga Investment had \$1.0 million in outstanding borrowings under its \$45 million senior secured revolving credit facility with Madison Capital Funding LLC. At the same time, Saratoga Investment had \$134.7 million SBA debentures outstanding, \$74.5 million of Baby Bonds (fair value of \$78.3 million) issued and an aggregate of \$8.7 million in cash and cash equivalents.

With \$44.0 million available under the credit facility and the \$15.3 million additional borrowing capacity at the SBIC subsidiary, as well as the \$8.7 million of cash and cash equivalents, Saratoga Investment has a total of \$68.0 million of undrawn borrowing capacity and cash and cash equivalents available as of November 30, 2017. The proceeds from the DRIP and ATM program totaled \$4.0 million of equity investments in the third fiscal quarter of 2018, for a total of \$7.8 million for the nine months ended November 30, 2017. Saratoga Investment also has the ability to issue additional baby bonds through the existing shelf registration statement.

On March 16, 2017, Saratoga Investment entered into an equity distribution agreement with Ladenburg Thalmann & Co. Inc., through which Saratoga may offer for sale, from time to time, up to \$30.0 million of its common stock through an ATM offering. As of November 30, 2017, the Company sold 266,113 shares for gross proceeds of \$6.0 million at an average price of \$22.49 for aggregate net proceeds of \$5.9 million (net of transaction costs).

#### Share Repurchase Plan

In fiscal year 2015, the Company announced the approval of an open market share repurchase plan that allows it to repurchase up to 200,000 shares of its common stock at prices below its NAV as reported in its then most recently published financial statements. During fiscal year 2017, this share repurchase plan was extended for another year through October 2017, and increased to 600,000 shares of common stock. On October 10, 2017, the Company's board of directors extended the open market share repurchase plan for another year to October 15, 2018, leaving the number of shares unchanged at 600,000 shares of its common stock.

As of November 30, 2017, the Company purchased 218,491 shares of common stock, at the average price of \$16.87 for approximately \$3.7 million pursuant to this repurchase plan. There were no share repurchases during the quarter ended November 30, 2017.

#### Dividend

During fiscal year 2017, Saratoga Investment declared and paid dividends of \$1.93 per share, composed of \$0.41 for the quarter ended February 29, 2016, \$0.43 per share for the quarter ended May 31, 2016, \$0.44 per share for the quarter

ended August 31, 2016, \$0.45 per share for the quarter ended November 30, 2016 and a special dividend of \$0.20 per share in the second quarter of fiscal year 2017.

Saratoga Investment has continued to pay quarterly dividends regularly throughout fiscal year 2018, including \$0.46 per share for the quarter ended February 28, 2017, \$0.47 per share for the quarter ended May 31, 2017 and \$0.48 per share for the quarter ended August 31, 2017. On November 29, 2017, the Company declared a dividend of \$0.49 per share payable December 27, 2017, to common stockholders of record on December 15, 2017. Shareholders had the option to receive payment of the dividend in cash, or receive shares of common stock, pursuant the Company's DRIP. Total dividends declared and paid during fiscal year 2018 thus far is \$1.90 per share.

### 2018 Fiscal Third Quarter Conference Call/Webcast Information

**When:** Thursday, January 11, 2018, 10:00 a.m. Eastern Time (ET)

**Call:** Interested parties may participate by dialing (877) 312-9208 (U.S. and Canada) or (678) 224-7872 (outside U.S. and Canada).

A replay of the call will be available from 1:00 p.m. ET on Thursday, January 11, 2018 through 1:00 p.m. ET on Thursday, January 18, 2018 by dialing (855) 859-2056 (U.S. and Canada) or (404) 537-3406 (outside U.S. and Canada), passcode for both replay numbers: 2689639.

**Webcast:** Interested parties may access a simultaneous webcast of the call and find the Q3 FY2018 presentation by going to the "Events & Presentations" section of Saratoga Investment's investor relations website, <http://ir.saratogainvestmentcorp.com/events.cfm>.

### About Saratoga Investment Corp.

Saratoga Investment Corp. is a specialty finance company that provides customized financing solutions to U.S. middle-market businesses. The Company invests primarily in senior and unitranche leveraged loans, mezzanine debt, and, to a lesser extent, equity to provide financing for change of ownership transactions, strategic acquisitions, recapitalizations and growth initiatives in partnership with business owners, management teams and financial sponsors. Saratoga Investment Corp.'s objective is to create attractive risk-adjusted returns by generating current income and long-term capital appreciation from its debt and equity investments. Saratoga Investment Corp. has elected to be regulated as a business development company ("BDC") under the Investment Company Act of 1940 and is externally-managed by Saratoga Investment Advisors, LLC, an SEC-registered investment advisor focusing on credit-driven strategies. Saratoga Investment Corp. owns an SBIC-licensed subsidiary and manages a \$300 million Collateralized Loan Obligation (CLO) fund. It also owns 100% of the subordinated notes of the CLO. These diverse funding sources, combined with a permanent capital base, enable Saratoga Investment Corp. to provide a broad range of financing solutions.

### Forward Looking Statements

This press release contains certain forward-looking statements. These forward-looking statements are subject to risks and uncertainties and other factors enumerated in this press release and the filings Saratoga Investment Corp. makes with the SEC. Saratoga Investment Corp. undertakes no obligation to publicly update or revise any forward-looking statements, whether as a result of new information, future events or otherwise.

### Financials

#### Saratoga Investment Corp.

#### Consolidated Statements of Assets and Liabilities

	As of	
	November 30, 2017	February 28, 2017
	(unaudited)	
ASSETS		
Investments at fair value		
Non-control/Non-affiliate investments (amortized cost of \$299,321,359 and \$251,198,896, respectively)	\$ 295,371,210	\$ 242,531,514
Control investments (amortized cost of \$38,943,193 and \$49,283,536, respectively)	43,466,477	50,129,799
Total investments at fair value (amortized cost of \$338,264,552 and \$300,482,432, respectively)	338,837,687	292,661,313
Cash and cash equivalents	680,065	9,306,543
Cash and cash equivalents, reserve accounts	8,037,715	12,781,425
Interest receivable (net of reserve of \$1,373,118 and \$157,560, respectively)	3,288,960	3,294,450
Management and incentive fee receivable	266,005	171,106
Other assets	706,648	183,346
Receivable from unsettled trades	97,041	253,041
Total assets	<u>\$ 351,914,121</u>	<u>\$ 318,651,224</u>
LIABILITIES		

Revolving credit facility	\$	1,000,000	\$	-
Deferred debt financing costs, revolving credit facility		(720,258)		(437,183)
SBA debentures payable		134,660,000		112,660,000
Deferred debt financing costs, SBA debentures payable		(2,666,620)		(2,508,280)
Notes payable		74,450,500		74,450,500
Deferred debt financing costs, notes payable		(2,414,200)		(2,689,511)
Base management and incentive fees payable		5,194,845		5,814,692
Accounts payable and accrued expenses		1,200,514		852,987
Interest and debt fees payable		1,982,347		2,764,237
Directors fees payable		-		51,500
Due to manager		380,770		397,505
Total liabilities	\$	<u>213,067,898</u>	\$	<u>191,356,447</u>
NET ASSETS				
Common stock, par value \$.001, 100,000,000 common shares authorized, 6,149,582 and 5,794,600 common shares issued and outstanding, respectively	\$	6,150	\$	5,795
Capital in excess of par value		198,211,630		190,483,931
Distribution in excess of net investment income		(26,649,881)		(27,737,348)
Accumulated net realized loss from investments and derivatives		(33,294,811)		(27,636,482)
Accumulated net unrealized appreciation (depreciation) on investments and derivatives		573,135		(7,821,119)
Total net assets		<u>138,846,223</u>		<u>127,294,777</u>
Total liabilities and net assets	\$	<u>351,914,121</u>	\$	<u>318,651,224</u>
NET ASSET VALUE PER SHARE	\$	<u>22.58</u>	\$	<u>21.97</u>
Asset Coverage Ratio		284.0%		271.0%

**Saratoga Investment Corp.**

**Consolidated Statements of Operations  
(unaudited)**

	<u>For the three months ended November 30, 2017</u>	<u>For the three months ended November 30, 2016</u>
INVESTMENT INCOME		
Interest from investments		
Non-control/Non-affiliate investments	\$ 7,036,743	\$ 6,787,898
Payment-in-kind interest income from Non-control/Non-affiliate investments	301,213	169,332
Control investments	1,017,821	498,599
Payment-in-kind interest income from Control investments	535,031	-
Total interest income	<u>8,890,808</u>	<u>7,455,829</u>
Interest from cash and cash equivalents	6,777	6,239
Management fee income	376,446	375,218
Incentive fee income	209,434	-
Other income	42,265	605,009
Total investment income	<u>9,525,730</u>	<u>8,442,295</u>
OPERATING EXPENSES		
Interest and debt financing expenses	2,758,900	2,369,108
Base management fees	1,485,415	1,219,916
Professional fees	388,210	330,197
Administrator expenses	437,500	341,667
Incentive management fees	1,054,618	394,509
Insurance	64,577	68,985
Directors fees and expenses	43,000	66,000
General & administrative	299,627	224,579
Excise tax expense (credit)	-	-
Other expense	(21,628)	8,460
Total operating expenses	<u>6,510,219</u>	<u>5,023,421</u>
NET INVESTMENT INCOME	<u>3,015,511</u>	<u>3,418,874</u>

REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS:

Net realized gain (loss) from investments		
Non-control/Non-affiliate investments	20,770	260,244
Control investments	166	-
Net realized gain (loss) from investments	20,936	260,244
Net change in unrealized appreciation (depreciation) on investments		
Non-control/Non-affiliate investments	1,624,685	(968,359)
Control investments	(398,142)	(1,136,983)
Net change in unrealized appreciation (depreciation) on investments	1,226,543	(2,105,342)
Net gain (loss) on investments	1,247,479	(1,845,098)
NET INCREASE IN NET ASSETS RESULTING FROM OPERATIONS	\$ 4,262,990	\$ 1,573,776
WEIGHTED AVERAGE - BASIC AND DILUTED EARNINGS PER COMMON SHARE	\$ 0.71	\$ 0.27
WEIGHTED AVERAGE COMMON SHARES OUTSTANDING - BASIC AND DILUTED	6,040,311	5,727,933

Saratoga Investment Corp.

Consolidated Statements of Operations  
(unaudited)

	For the nine months ended November 30, 2017	For the nine months ended November 30, 2016
INVESTMENT INCOME		
Interest from investments		
Non-control/Non-affiliate investments	\$ 20,140,933	\$ 19,969,849
Payment-in-kind interest income from Non-control/Non-affiliate investments	823,443	482,687
Control investments	3,849,287	1,587,925
Payment-in-kind interest income from Control investments	1,004,764	-
Total interest income	25,818,427	22,040,461
Interest from cash and cash equivalents	20,351	16,426
Management fee income	1,128,084	1,123,559
Incentive fee income	477,087	-
Other income	1,042,895	1,618,238
Total investment income	28,486,844	24,798,684
OPERATING EXPENSES		
Interest and debt financing expenses	8,245,350	7,106,869
Base management fees	4,358,230	3,649,867
Professional fees	1,179,913	991,723
Administrator expenses	1,208,333	991,667
Incentive management fees	2,940,350	2,331,241
Insurance	196,907	210,301
Directors fees and expenses	154,000	192,422
General & administrative	784,071	741,743
Excise tax expense (credit)	(14,738)	-
Other expense	23,417	21,647
Total operating expenses	19,075,833	16,237,480
NET INVESTMENT INCOME	9,411,011	8,561,204

REALIZED AND UNREALIZED GAIN (LOSS) ON INVESTMENTS:

Net realized gain (loss) from investments		
Non-control/Non-affiliate investments	(5,722,049)	12,299,899
Control investments	63,720	-
Net realized gain (loss) from investments	(5,658,329)	12,299,899
Net change in unrealized appreciation (depreciation) on investments		
Non-control/Non-affiliate investments	4,717,234	(11,019,005)
Control investments	3,677,020	290,883
Net change in unrealized appreciation (depreciation) on investments	8,394,254	(10,728,122)

Net gain (loss) on investments	2,735,925	1,571,777
NET INCREASE IN NET ASSETS RESULTING FROM OPERATIONS	\$ 12,146,936	\$ 10,132,981
WEIGHTED AVERAGE - BASIC AND DILUTED EARNINGS PER COMMON SHARE	\$ 2.04	\$ 1.77
WEIGHTED AVERAGE COMMON SHARES OUTSTANDING - BASIC AND DILUTED	5,952,086	5,735,443

### Supplemental Information Regarding Adjusted Net Investment Income, Adjusted Net Investment Income Yield and Adjusted Net Investment Income per share

On a supplemental basis, we provide information relating to adjusted net investment income, adjusted net investment income yield and adjusted net investment income per share, which are non-GAAP measures. These measures are provided in addition to, but not as a substitute for, net investment income, net investment income yield and net investment income per share. Adjusted net investment income represents net investment income excluding any capital gains incentive fee expense or reversal attributable to unrealized gains. The management agreement with our advisor provides that a capital gains incentive fee is determined and paid annually with respect to cumulative realized capital gains (but not unrealized capital gains) to the extent such realized capital gains exceed realized and unrealized losses for such year. In addition, we accrue, but do not pay, a capital gains incentive fee in connection with any unrealized capital appreciation, as appropriate. As such, we believe that adjusted net investment income, adjusted net investment income yield and adjusted net investment income per share is a useful indicator of operations exclusive of any capital gains incentive fee expense or reversal attributable to unrealized gains. The presentation of this additional information is not meant to be considered in isolation or as a substitute for financial results prepared in accordance with GAAP. The following table provides a reconciliation of net investment income to adjusted net investment income, net investment income yield to adjusted net investment income yield and net investment income per share to adjusted net investment income per share for the three and six months ended November 30, 2017 and November 30, 2016.

	For the three months ended November 30		For the nine months ended November 30	
	2017	2016	2017	2016
Net Investment Income	\$ 3,015,511	\$ 3,418,874	\$ 9,411,011	\$ 8,561,204
Changes in accrued capital gains incentive fee expense/reversal	249,027	(368,425)	478,003	133,937
Adjusted net investment income	3,264,538	3,050,449	9,889,014	8,695,141
Net investment income yield	8.9%	10.7%	9.5%	9.0%
Changes in accrued capital gains incentive fee expense/reversal	0.7%	(1.2)%	0.5%	0.0%
Adjusted net investment income yield <sup>(1)</sup>	9.6%	9.5%	10.0%	9.0%
Net investment income per share	\$ 0.50	\$ 0.60	\$ 1.58	\$ 1.49
Changes in accrued capital gains incentive fee expense/reversal	\$ 0.04	\$ (0.07)	\$ 0.08	\$ 0.03
Adjusted net investment income per share <sup>(2)</sup>	\$ 0.54	\$ 0.53	\$ 1.66	\$ 1.52

(1) Adjusted net investment income yield is calculated as adjusted net investment income divided by average net asset value.

(2) Adjusted net investment income per share is calculated as adjusted net investment income divided by weighted average common shares outstanding.

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View original content: <http://www.prnewswire.com/news-releases/saratoga-investment-corp-announces-fiscal-third-quarter-2018-financial-results-300581072.html>

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