UNITED STATES SECURITIES AND EXCHANGE COMMISSION Washington, D.C. 20549

FORM 8-K

CURRENT REPORT Pursuant to section 13 or 15(d) of the Securities Exchange Act of 1934

Date of Report (Date of Earliest Event Reported): March 10, 2009

BLACKROCK KELSO CAPITAL CORPORATION

(Exact name of registrant as specified in its charter)

Delaware (State or other jurisdiction of incorporation or organization) **001-33559** (Commission File Number) **20-2725151** (IRS Employer Identification Number)

40 East 52nd Street New York, NY 10022 (Address of principal executive offices)

(212) 810-5800

(Registrant's telephone number, including area code)

Not Applicable

(Former name or former address, if changed since last report)

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions:

[] Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)

[] Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)

[] Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))

[] Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))

ITEM 2.02. RESULTS OF OPERATIONS AND FINANCIAL CONDITION.

On March 10, 2009, the Registrant issued a press release announcing its financial results for the fourth quarter and fiscal year ended December 31, 2008. The text of the press release is included as Exhibit 99.1 to this Form 8-K.

The information disclosed under this Item 2.02, including Exhibit 99.1 hereto, is being furnished and shall not be deemed to be "filed" for purposes of Section 18 of the Securities Exchange Act of 1934 and shall not be deemed incorporated by reference into any filing made under the Securities Act of 1933, except as expressly set forth by specific reference in such filing.

ITEM 7.01. REGULATION FD DISCLOSURE.

The Registrant issued a press release, filed herewith as Exhibit 99.1, and by this reference incorporated herein, on March 10, 2009 announcing the declaration of a first quarter dividend of \$0.16 per share. The dividend is payable on April 3, 2009 to stockholders of record as of March 20, 2009.

The information disclosed under this Item 7.01, including Exhibit 99.1 hereto, is being furnished and shall not be deemed to be "filed" for purposes of Section 18 of the Securities Exchange Act of 1934 and shall not be deemed incorporated by reference into any filing made under the Securities Act of 1933, except as expressly set forth by specific reference in such filing.

ITEM 9.01. FINANCIAL STATEMENTS AND EXHIBITS.

(d) Exhibits.

ExhibitNumberDescription99.1Press Release, dated as of March 10, 2009

SIGNATURE

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

BLACKROCK KELSO CAPITAL CORPORATION

Date: March 10, 2009

By: /s/ Frank D. Gordon Name:Frank D. Gordon Title: Chief Financial Officer

EXHIBIT INDEX

| Exhibit <u>Number</u> | Description |
|--------------------------|-------------|
| | |

99.1 Press Release, dated as of March 10, 2009

Investor Contact: Frank Gordon 212.810.5858 Press Contact: Brian Beades 212.810.5596

BlackRock Kelso Capital Corporation Declares Regular First Quarter Dividend of \$0.16 per Share, Announces Financial Results for the Quarter and Year Ended December 31, 2008

New York, New York, March 10, 2009 - BlackRock Kelso Capital Corporation (NASDAQ:BKCC) ("BlackRock Kelso Capital" or the "Company") announced today that its Board of Directors has declared a first quarter dividend of \$0.16 per share payable on April 3, 2009 to stockholders of record as of March 20, 2009.

BlackRock Kelso Capital recognizes that the stability of its dividend is very important to its stockholders. However, we believe that the current economic environment is unprecedented and unpredictable. In light of the uncertain environment, we believe it is prudent to reduce our dividend until market conditions normalize. Retaining capital in this manner is a precautionary measure that will enable us to protect our balance sheet by reducing borrowings under our credit facility, to make additional investments and to preserve operating flexibility. At December 31, 2008, the Company was in compliance with regulatory coverage requirements with an asset coverage ratio of 220% and was in compliance with all financial covenants under its credit facility. The Company has made, and intends to continue to make, timely distributions sufficient to satisfy the annual distribution requirements to maintain its qualification as a regulated investment company under the Internal Revenue Code.

BlackRock Kelso Capital also announced financial results for the quarter and year ended December 31, 2008.

HIGHLIGHTS:

Investment Portfolio: \$943 million Net Assets: \$510 million Net Indebtedness (borrowings less cash and cash equivalents): \$411 million Net Asset Value per share: \$9.23

Portfolio Activity for the Quarter Ended December 31, 2008: Cost of investments during period: \$13.9 million Sales, repayments and other exits during period: \$8.2 million Number of new portfolio companies invested: 1

Portfolio Activity for the Year Ended December 31, 2008: Cost of investments during period: \$197.3 million Sales, repayments and other exits during period: \$120.3 million Number of new portfolio companies invested: 7 Number of portfolio company exits: 4 Number of portfolio companies at end of period: 63

Operating Results for the Quarter Ended December 31, 2008 (in thousands, except per share amounts): Net investment income: \$23,044 Net investment income per share: \$0.42 Dividends declared per share: \$0.43 Net realized and unrealized losses: (\$127,143) Net realized and unrealized losses per share: (\$2.30) Net decrease in net assets from operations: (\$104,100) Net decrease in net assets from operations per share: (\$1.88)

Operating Results for the Year Ended December 31, 2008 (in thousands, except per share amounts): Net investment income: \$95,103 Net investment income per share: \$1.76 Dividends declared per share: \$1.72 Net realized and unrealized losses: (\$245,610) Net realized and unrealized losses per share: (\$4.54) Net decrease in net assets from operations: (\$150,507) Net decrease in net assets from operations per share: (\$2.78)

Portfolio and Investment Activity

During the quarter ended December 31, 2008, we invested \$13.9 million across one new and two existing portfolio companies. This compares to investing \$76.2 million across two new and three existing portfolio companies for the quarter ended December 31, 2007. Sales and repayments of investment principal totaled \$8.2 million during the quarter ended December 31, 2008 versus \$36.5 million during the quarter ended December 31, 2007.

During the year ended December 31, 2008, we invested \$197.3 million across 7 new and 10 existing portfolio companies. This compares to investing \$711.3 million across 26 new and 12 existing portfolio companies for the year ended December 31, 2007. Additionally, we received proceeds from sales/repayments of investment principal of approximately \$120.3 million and \$310.4 million for the years ended December 31, 2008 and 2007, respectively.

At December 31, 2008, our portfolio consisted of 63 portfolio companies and was invested 61% in senior secured loans, 28% in unsecured or subordinated debt securities, 6% in senior secured notes, 3% in equity investments and 2% in cash, cash equivalents and foreign currency. This compares to 64% in senior secured loans, 26% in unsecured or subordinated debt securities, 5% in equity investments, 4% in senior secured notes and approximately 1% in cash, cash equivalents and foreign currency at December 31, 2007. Our average portfolio company investment at amortized cost was approximately \$19.6 million at December 31, 2008, versus \$19.3 million at December 31, 2007. At December 31, 2008, 1.8% of our total debt investments at fair value (or 6.6% at amortized cost) were on non-accrual status.

The weighted average yields of the debt and income producing equity securities in our portfolio at their current cost basis were 11.0% at December 31, 2008 and 12.4% at December 31, 2007. The weighted average yields on our senior secured loans and other debt securities at their current cost basis were 10.2% and 12.2%, respectively, at December 31, 2008, versus 11.9% and 13.3% at December 31, 2007. Yields exclude common equity investments, preferred equity investments with no stated dividend rate, short-term investments, cash, cash equivalents and foreign currency.

At December 31, 2008, we had \$15 million in cash and cash equivalents and \$119 million available under our senior secured, multi-currency credit facility.

Since our inception of operations in July 2005, we have invested in excess of \$1.7 billion across more than 105 portfolio companies in transactions involving more than 65 financial sponsors.

Results of Operations

Results comparisons are for the quarters and years ended December 31, 2008 and 2007.

Investment Income

Investment income totaled \$35.2 million and \$35.4 million for the quarters ended December 31, 2008 and 2007, respectively, and \$143.2 million and \$127.8 million for the years ended December 31, 2008 and 2007, respectively. The increase in investment income for the year ended December 31, 2008 reflects the growth of our portfolio as a result of the deployment of debt capital under our credit facility and equity capital from our initial public offering in July 2007. Total investments at their current cost and borrowings were \$1.24 billion and \$426.0 million at December 31, 2008, compared to \$1.16 billion and \$381.3 million at December 31, 2007, respectively. Many of our floating rate debt investments bear interest based on LIBOR. Investment income for the year ended December 31, 2008 increased despite lower prevailing levels of LIBOR, as fixed rate instruments as a percentage of our debt investments increased to 53% at December 31, 2008 from 40% at December 31, 2007.

Expenses

Net expenses including taxes for the quarters ended December 31, 2008 and 2007 were \$12.1 million and \$13.2 million, respectively. Of these totals, \$4.8 million and \$5.8 million, respectively, were interest and other credit facility expenses. Expenses net of performance-based incentive fees and interest and other credit facility expenses for the quarters ended December 31, 2008 and 2007 were \$7.3 million and \$7.4 million, respectively.

Net expenses including taxes for the years ended December 31, 2008 and 2007 were \$48.1 million and \$51.9 million, respectively. Of these totals, \$18.7 million and \$20.3 million, respectively, were interest and other credit facility expenses. Expenses net of performance-based incentive fees and interest and other credit facility expenses for the years ended December 31, 2008 and 2007 were \$29.4 million and \$24.3 million, respectively. Net expenses for the years ended December 31, 2008 and 2007 were net of base management fee waivers of zero and \$2.1 million, respectively. All such fee waivers terminated upon the completion of our initial public offering.

These net expenses consist of base management fees (net of waivers), professional fees, administrative services expenses, investment advisor expenses, amortization of debt issuance costs, insurance expenses, director fees, miscellaneous other expenses and excise tax expense. The increase in base management fees for the year ended December 31, 2008 reflects the growth of the quarterly portfolio values on which the fees are paid (in arrears). No incentive management fees were incurred during 2008 due primarily to the increase in unrealized depreciation on investments. The decrease in interest expense and fees related to the credit facility in 2008 is a result of reduced borrowing costs from lower prevailing levels of LIBOR, partially offset by higher average borrowings outstanding. Professional fees and insurance expenses increased as a result of our becoming a publicly-traded company in 2007.

Net Investment Income

Net investment income totaled \$23.0 million and \$22.1 million, or \$0.42 per share and \$0.43 per share, for the quarters ended December 31, 2008 and 2007, respectively. For the years ended December 31, 2008 and 2007, net investment income totaled \$95.1 million and \$75.8 million, or \$1.76 per share and \$1.66 per share, respectively. The increases were primarily due to portfolio growth and the benefits of leverage from increased borrowings under our credit facility.

Net Realized Gain or Loss

Total net realized gain or loss for the quarters ended December 31, 2008 and 2007 was a gain of \$7.4 million and a loss of (\$1.3) million, respectively, and a gain of \$6.1 million and a loss of (\$0.6) million for the years ended December 31, 2008 and 2007, respectively. Net realized gains during the 2008 periods primarily reflect the appreciation of the U.S. dollar relative to the Euro and Canadian dollar, which resulted in gains on our foreign currency contracts used to hedge investments denominated in such currencies.

Net Unrealized Depreciation

The net change in unrealized depreciation on the Company's investments and foreign currency translation was (\$134.6) million and (\$36.8) million for the quarters ended December 31, 2008 and 2007, respectively, and (\$251.7) million and (\$59.0) million for the years ended December 31, 2008 and 2007, respectively. Net unrealized depreciation was (\$309.3) million and (\$57.6) million at December 31, 2008 and 2007, respectively. The net change in unrealized depreciation for the 2008 periods was a result of a reduction in multiples used to estimate the fair value of our investments and the underperformance of some portfolio companies. Another contributing factor to the increase in unrealized depreciation was market-wide increases in interest yields. Market-wide movements are not necessarily indicative of any fundamental change in the condition or prospects of our portfolio companies.

Net Change in Net Assets from Operations

For the quarters ended December 31, 2008 and 2007, the net decrease in net assets from operations was (\$104.1) million and (\$15.9) million, or (\$1.88) per share and (\$0.31) per share, respectively. For the years ended December 31, 2008 and 2007, the net (decrease) increase in net assets from operations was (\$150.5) million and \$16.2 million, or (\$2.78) per share and \$0.35 per share, respectively. The decreases in net assets from operations since December 31, 2007 primarily reflect the increase in net unrealized depreciation on investments in excess of net investment income.

Liquidity and Capital Resources

At December 31, 2008, we had \$15 million in cash and cash equivalents, \$426 million in borrowings outstanding and, subject to leverage restrictions, \$119 million available for use under our \$545 million credit facility, which matures in December 2010. Since December 31, 2008, conditions in the public debt and equity markets have continued to be volatile and our net asset value may decline. While these conditions persist, we expect to meet our liquidity needs through use of the remaining availability under our credit facility and continued cash flows from operations and investment sales. The primary use of existing funds is currently expected to be investments in portfolio companies, cash distributions to our stockholders, repayment of indebtedness and other general corporate purposes.

In the future, we may raise additional equity or debt capital off our shelf registration or may securitize a portion of our investments, among other considerations. However, we face and expect to continue to face liquidity constraints under current market conditions, and if such conditions worsen substantially, we may be unable to raise capital at all.

On October 23, 2008, our Form N-2 shelf registration statement was declared effective by the Securities and Exchange Commission ("SEC"), which permits us to offer, from time to time, up to \$1 billion of our common stock, preferred stock, debt securities, warrants representing rights to purchase shares of our common stock, preferred stock or debt securities and subscription rights.

As a closed-end investment company regulated as a business development company under the Investment Company Act of 1940 (the "1940 Act"), we are prohibited from selling shares of our common stock at a price below the current net asset value of the stock, or NAV, unless our stockholders approve such a sale and our Board of Directors makes certain determinations. On April 24, 2008, our stockholders approved a proposal authorizing us to issue shares of our common stock at a price below the then-current NAV, with the approval of our Board of Directors. The approval expires on the earlier of April 23, 2009 or on the date of our 2009 Annual Meeting of Stockholders. Our Board of Directors has adopted a policy to limit our ability to sell common stock at a price below NAV to circumstances in which the price per share of the common stock is equal to 95% or greater of its NAV in effect on the date any such sale is priced. Any sale of our common stock at a price below NAV would have a dilutive effect on our NAV.

Certain institutional shareholders beneficially owned, in the aggregate, approximately 76.9% of the outstanding shares of our common stock at December 31, 2008. The outstanding shares of our common stock owned by such institutions are eligible for immediate sale, subject to compliance with applicable securities laws. Sales of substantial amounts of our common stock, or the availability of common stock for sale, could adversely affect the prevailing market price of our common stock. If this occurs and continues, it could impair our ability to raise additional capital through the sale of common stock should we desire to do so.

Dividends

Dividends paid to stockholders for the quarters ended December 31, 2008 and 2007 totaled \$23.8 million or \$0.43 per share and \$22.4 million or \$0.43 per share, respectively. For the years ended December 31, 2008 and 2007, dividends totaled \$92.9 million or \$1.72 per share and \$77.0 million or \$1.69 per share, respectively. Tax characteristics of all dividends will be reported to stockholders on Form 1099 after the end of the calendar year.

We have elected to be taxed as a regulated investment company, or RIC, under Subchapter M of the Internal Revenue Code. To maintain our status as a RIC, we must distribute annually to our stockholders at least 90% of our investment company taxable income and at least 98% of our income (both ordinary income and net capital gains) to avoid an excise tax. We currently intend to make distributions of net realized capital gains, if any, at least annually. We may, at our discretion, carry forward taxable income in excess of calendar year distributions and pay a 4% excise tax on this income. We will accrue excise tax on estimated excess taxable income as required. For the years ended December 31, 2008 and 2007, we recorded a provision for federal excise taxes of approximately \$437,000 and \$24,000, respectively. Excise taxes increased in 2008 due to higher than expected amounts of fees from investments and realized gains on forward foreign currency contracts that were not distributed to stockholders in 2008. These amounts, currently estimated to be approximately \$13.0 million or \$0.23 per share, will be paid out as dividends to stockholders in 2009.

We may not be able to achieve operating results that will allow us to make dividends and distributions at a specific level or to increase the amount of these dividends and distributions from time to time. In addition, we may be limited in our ability to make dividends and distributions due to the asset coverage test for borrowings applicable to us as a business development company under the 1940 Act and due to provisions in our credit facilities. If we do not distribute a certain percentage of our income annually, we will suffer adverse tax consequences, including possible loss of our status as a RIC. We cannot assure stockholders that they will receive dividends and distributions at any particular level or at all.

With respect to the dividends paid to stockholders, income we receive from origination, structuring, closing, commitment and other upfront fees associated with investments in portfolio companies is treated as taxable income when received and accordingly, distributed to stockholders. For the quarters ended December 31, 2008 and 2007, these fees totaled zero and \$1.2 million, respectively. For the years ended December 31, 2008 and 2007, such fees totaled \$2.6 million and \$6.5 million, respectively.

A new tax rule for 2009 permits publicly-traded RICs to distribute stock to satisfy their taxable income distribution requirements if stated conditions are met, including that at least 10% of the aggregate declared distribution be paid in cash and that stockholders be permitted to elect whether to receive cash or stock subject to the limit set by the RIC on the cash to be distributed in the aggregate to all stockholders. Our Board of Directors has not yet made a determination whether to utilize the new rule.

Dividend Reinvestment and Amended and Restated Dividend Reinvestment Plan

We maintain an "opt out" dividend reinvestment plan for our common stockholders. As a result, if we declare a dividend, stockholders' cash dividends will be automatically reinvested in additional shares of our common stock, unless they specifically "opt out" of the dividend reinvestment plan so as to receive cash dividends. For the years ended December 31, 2008 and 2007, dividends reinvested pursuant to our dividend reinvestment plan totaled \$28.7 million and \$72.9 million, respectively.

Under the terms of our amended and restated dividend reinvestment plan adopted on March 4, 2009, dividends may be paid in newly issued or treasury shares of our common stock at a price equal to 95% of the market price on the dividend payment date. This feature of the plan means that, under certain circumstances, we may issue shares of our common stock at a price below net asset value per share, which could cause our stockholders to experience dilution. Reinvestment at such prices resulted in dilution of our net asset value of approximately \$0.11 per share for the year ended December 31, 2008.

Share Repurchase Plan

In August 2008, our Board of Directors approved a share repurchase plan under which we may repurchase up to 2.5% of our outstanding shares of common stock from time to time in open market or privately negotiated transactions. During the year ended December 31, 2008, we purchased a total of 378,107 shares of our common stock on the open market for \$3.2 million, including brokerage commissions. We are currently holding the shares we repurchased in treasury.

Notice is hereby given in accordance with Section 23(c) of the 1940 Act that from time to time we may purchase shares of our common stock in the open market at prevailing market prices.

Conference Call

BlackRock Kelso Capital will host a webcast/teleconference call at 4:30 p.m. (Eastern Time) on Tuesday, March 10, 2009 to discuss its fourth quarter and annual 2008 financial results. All interested parties are welcome to participate. You can access the teleconference by dialing, from the United States, (800) 374-0176, or from outside the United States, (706) 679-3431, shortly before 4:30 p.m. and referencing the BlackRock Kelso Capital Corporation Conference Call (ID Number 88624429). A live, listen-only webcast will also be available via the investor relations section of www.blackrockkelso.com.

Both the teleconference and webcast will be available for replay by 8:00 p.m. on Tuesday, March 10, 2009 and ending at midnight on Tuesday, March 17, 2009. To access the replay of the teleconference, callers from the United States should dial (800) 642-1687 and callers from outside the United States should dial (706) 645-9291 and enter the Conference ID Number 88624429. To access the webcast, please visit the investor relations section of www.blackrockkelso.com.

BlackRock Kelso Capital Corporation

Statements of Assets and Liabilities

| Assets: | December 31, 2008 | December 31, 2007* |
|--|----------------------|-----------------------|
| Investments at fair value: | | |
| Non-controlled, non-affiliated investments (amortized cost of \$1,115,354,825 and \$1,049,585,229) | \$ 875,633,291 | \$1,018,013,709 |
| Non-controlled, affiliated investments (amortized cost of \$64,268,941 and \$66,907,657) | 40,015,080 | 65,412,682 |
| Controlled investments (amortized cost of \$56,207,945 and \$38,881,854) | 11,196,555 | 14,834,395 |
| Total investments at fair value (amortized cost of \$1,235,831,711 and \$1,155,374,740) | 926,844,926 | 1,098,260,786 |
| Cash and cash equivalents | 15,024,972 | 5,077,695 |
| Foreign currency at fair value (cost of \$764,413 and \$10,291) | 761,299 | 10,864 |
| Unrealized appreciation on forward foreign currency contracts | 717,972 | 121,021 |
| Interest receivable | 16,300,537 | 14,260,266 |
| Dividends receivable | 4,161,246 | 1,796,615 |
| Prepaid expenses and other assets | 2,380,988 | 2,414,954 |
| | 2,500,500 | 2,414,334 |
| Total Assets | \$ 966,191,940 | \$1,121,942,201 |
| | | |
| Liabilities: | | |
| Payable for investments purchased | \$ 1,005,101 | \$ — |
| Unrealized depreciation on forward foreign currency contracts | 1,054,165 | 572,965 |
| Credit facility payable | 426,000,000 | 381,300,000 |
| Interest payable on credit facility | 835,491 | 1,508,277 |
| Dividend distributions payable | 19,463,166 | 3,310,606 |
| Base management fees payable | 5,725,029 | 5,606,213 |
| Accrued administrative services | 170,445 | 361,118 |
| Other accrued expenses and payables | 1,643,042 | 1,091,153 |
| o liter acci aca elipelises ana pujusies | 1,0 10,0 1 | 1,001,100 |
| Total Liabilities | 455,896,439 | 393,750,332 |
| | | |
| Net Assets: | | |
| Common stock, par value \$.001 per share, 100,000,000 common shares authorized, 55,670,594 and 52,825,109 issued | | |
| and 55,292,487 and 52,825,109 outstanding | 55,671 | 52,825 |
| Paid-in capital in excess of par | 818,627,914 | 790,378,102 |
| Undistributed (distributions in excess of) net investment income | 3,855,016 | (5,411,353) |
| Accumulated net realized gain | 243,475 | 729,635 |
| Net unrealized depreciation | (309,295,567) | (57,557,340) |
| Treasury stock at cost, 378,107 and zero shares held | (3,191,008) | |
| Total Net Assets | 510,295,501 | 728,191,869 |
| Total Liabilities and Net Assets | \$ 966,191,940 | \$1,121,942,201 |
| Net Asset Value Per Share | \$ 9.23 | \$ 13.78 |
| | ψ J.2J | ψ 13.70 |

* Certain amounts have been reclassified to conform to the current year's presentation.

| Dividends 502,866 17,80,131 9400 Other income 148,339 20,700 166,777 55.45 Prom non-controlled, affiliated investments: 280,062 537,509 1,262,730 1,191, Dividends 280,062 537,509 1,262,730 1,191, 3000 — 50,000 3000 From controlled investments: 1 131,991 353,308 1,217,668 3,808,0 122,776,62 3,808,0 122,776,62 19,152,1 12,776,62 19,152,1 12,776,62 19,152,1 122,776,62 19,152,1 122,776,62 19,152,1 122,776,62 19,152,1 122,776,62 19,152,1 122,776,62 19,152,1 122,776,62 | BlackRock Kelso Capital Corporation Statements of Operations | Three months ended December 31, 2008 | Three months ended December 31, 2007 | Year ended December 31, 2008 | Year ended December 31, 2007 |
|---|---|---|--|------------------------------------|------------------------------------|
| From non-controlled, non-affiliated investments: 5 32,358,76 5 124,401,870 5 118,219 Dividends 30,266 33,258,765 1,760,131 914,001,707 55,00 From non-controlled, affiliated investments: 71,505 12,276,088 4,246,547 32,587,708 Dividends 260,062 537,309 1,202,730 1,101 Other income 250,000 57,309 1,207,730 1,207,730 Interest 131,991 353,300,01 1,217,658 3,309,01 Tool investment income 35,181,548 35,352,447 143,195,713 1,227,750, Expense: 5,725,029 5,606,214 22,716,602 19,152,1 Inconsive management fees 5,725,029 5,606,214 22,716,602 19,152,1 Inconsive management fees 12,41,43 45,6745 1,227,153 1,220,716,127 1,444,4573 5,801,673 18,667,007 22,272,716,027 1,217,638 3,518,154 35,301,01 1,327,128 1,212,153 34,04,143 45,745 1,220,115,33 2,244,04 | Investment Income: | | | | |
| Interest Dividends Other income \$ 33,38,785 \$ 32,38,785 \$ 32,38,785 \$ 32,38,785 \$ 32,38,785 \$ 32,38,785 \$ 32,38,785 \$ 32,38,785 \$ 32,38,785 \$ 32,38,785 \$ 32,38,785 \$ 32,38,785 \$ 32,38,785 \$ 32,38,785 \$ 32,38,785 \$ 32,30,700 116,777 55,57 From non-controlled investments: Interest and dividends 721,505 1,247,698 4,246,547 3,259,700 1,101 Other income 50,000 | | | | | |
| Ober income 148,339 20,700 166,777 53,47 From non-controlled, affiliated investments: 1,275,008 4,246,547 3,259,00 Dividends 20,000 - 50,000 - 50,000 300,000 From controlled investments: 113,191 353,308 1,217,668 3,806,01 Total investment income 353,181,548 35,352,447 143,195,713 127,776,02 19,172,776,02 Base management fees 5,725,002 5,606,214 22,716,602 19,152,93 Interest and credit facility fees 4,848,773 5,001,778 18,867,097 20,2729,776,715 Investment income 33,41,43 445,745 1,775,146 12,2776,61 19,172,31 Intrest and credit facility fees 4,848,773 5,001,678 18,867,097 20,2729,775,400 11,144,133 445,745 1,775,146 12,279,60 11,144,133 10,377,113 11,454 11,973,113 676,730 11,973,113 676,74 33,130,10 10,377,113 11,454 11,973,113 676,740 334,143 445,745 <td>•</td> <td>\$ 33,358,785</td> <td>\$ 32,809,190</td> <td>\$ 134,491,870</td> <td>\$ 118,219,979</td> | • | \$ 33,358,785 | \$ 32,809,190 | \$ 134,491,870 | \$ 118,219,979 |
| From one-controlled, affiliated investments: 71,505 1,276,008 4,46,547 3,230,00 Dividends 268,062 537,509 1,262,730 1,191, Other income 30,000 — 50,000 300,000 Form controlled investments: 11,911 333,208 1,217,658 3,806,00 Tool investment income 351,81,548 35,522,447 143,1957,13 12,77,66 Expenses: | | 502,866 | 355,652 | 1,760,131 | 940,969 |
| Interest 721,505 1,276,088 4,246,547 3,259 Dividends 50,000 - 50,000 300 From controlled investments: - 50,000 - 50,000 300 Total investments: - - 50,000 - 50,000 300 Expenses: - - - - 9,412 127,756 3,801,47 143,195,713 122,726 Interest and dividends - - - - 9,412 127,756 3,000,78 18,660,797 202,272 Professional fees - - - 9,412 1,751,46 1,247,45 1,247,45 1,247,45 1,247,45 1,247,45 1,247,45 1,248,45 1,247,45 1,248,45 1,217,553 3,00,101,017,712 1,144 1,144 1,027,135 3,010 1,007,712 1,144 1,027,135 876,400 337,400 3,011 1,017,135 876,400 337,200 3,011 1,017,135 876,400 337,200 3,040 3,040,11 | Other income | 148,339 | 20,700 | 166,777 | 55,695 |
| Interest 721,505 1,276,088 4,246,547 3,259 Dividends 50,000 - 50,000 300 From controlled investments: - 50,000 - 50,000 300 Total investments: - - 50,000 - 50,000 300 Expenses: - - - - 9,412 127,756 3,801,47 143,195,713 122,726 Interest and dividends - - - - 9,412 127,756 3,000,78 18,660,797 202,272 Professional fees - - - 9,412 1,751,46 1,247,45 1,247,45 1,247,45 1,247,45 1,247,45 1,247,45 1,248,45 1,247,45 1,248,45 1,217,553 3,00,101,017,712 1,144 1,144 1,027,135 3,010 1,007,712 1,144 1,027,135 876,400 337,400 3,011 1,017,135 876,400 337,200 3,011 1,017,135 876,400 337,200 3,040 3,040,11 | From non-controlled, affiliated investments: | | | | |
| Other income 50,000 — 50,000 300,0 From controlled investments: 131,991 353,308 1,217,658 3,008,0 Total investment income 35,181,548 355,352,447 143,195,713 127,776,000 Expenses: - - - 9,412,0 Increst and credit facility fees 4,846,573 5,606,214 22,716,602 20,772,12 Interest and credit facility fees 4,846,573 5,801,678 18,667,007 20,222, Professional fees 314,143 445,745 1,775,146 1,249, Administrative services 170,535 340,310 1,037,712 1,144, Investment advisor expenses 204,995 267,941 1,027,135 876,6 Amorization of debi issuance costs 117,067 179,918 654,460 397,11 Insurance 133,203 139,095 555,429 341,43 Director fees 11,701,304 132,210,086 47,655,991 51,996,239 Net expenses 11,701,304 132,210,806 47,655,991 <td>•</td> <td>721,505</td> <td>1,276,088</td> <td>4,246,547</td> <td>3,259,182</td> | • | 721,505 | 1,276,088 | 4,246,547 | 3,259,182 |
| From controlled investments: 131.991 353.308 1.217.658 3.009,4 Total investment income 35,181.548 35,352.447 143,195,713 3.009,4 Expenses: 5 - - - 9.412,716,602 19,152,7 Investment management fees 5.725,029 5.606,214 22,716,602 19,152,7 Investment management fees - - - 9.412,9 Investment advisor expenses 170,335 340,310 127,751,46 1.249,6 Addministrative services 170,335 340,310 102,7112 1144,9 Investment advisor expenses 204,905 267,941 102,7135 876,4 Autorization of debt issuance costs 171,967 179,918 654,460 397,7 Instrance 113,203 144,755 286,834 399,05 53,420 341,0 Director fees 11,701,304 13,210,808 47,655,591 53,962,72 75,869,1 Ket investment fee waiver 1 - - - (2,066,2) Ket investment income before excise taxes 23,400,244 22,141,639 9 | Dividends | 268,062 | 537,509 | 1,262,730 | 1,191,434 |
| Interest and dividends 131.991 353.308 $1.217.688$ 3.3094 Total investment income 35.181.548 35.352.447 143.195.713 127.776, Expenses: 5 - - 9.412, Incentive management fees 5.725.029 5.606.214 22.716.602 20.272, Incentive management fees - - 9.412, 1.43, 445,745 1.775,146 1.289, Administrative services 170,535 340,310 1.037,712 1.144, 1.99,033 130.905 535,420 344,64 387, Insurance 139,203 130.905 535,420 344,64 387, 1.91,013,04 13210,808 47,655,991 53,963,20 344,94 399,03 130,905 553,722 75,864,3 399,03 130,905 535,420 344,94 399,03 130,905 536,722 35,983,30 0.43,733 (24,406,733) (24,406,733) (24,406,733) (24,406,733) (24,405) (26,55,991 53,963,722 75,8643 399,55,539,722 75,8645,736 | Other income | 50,000 | — | 50,000 | 300,000 |
| Total investment income $35,181,548$ $35,322,447$ $143,195,713$ $127,776,1776,1776,1776,17776,1776,17776,1776,17776,17776,17776,17776,17776,17776,17776,17776,17776,17776,17776,17776,17776,17776,17776,17776,17776,17776,17779,18 16,667,0077 202,727,66,022 19,1522 Professional fees -$ | From controlled investments: | | | | |
| Expense: 5,725,029 5,606,214 22,716,602 19,152,1 Increative management fees - - - 9,412,1 Increative management fees - - - 9,412,1 Increative management fees - - - 9,412,1 Increative drait credit facility fees 4,844,573 5,01,678 18,667,097 20,272,2 Professional fees 13,1413 445,745 1,775,146 1,249, Administrative services 10,037,712 1,1444 10,037,121 1,144, Investment advisor expenses 11,92,03 139,095 535,420 341,1 Director fees 11,619 147,223 266,834 399,20 319,095 535,420 341,0 Director fees 11,701,304 13,210,808 47,655,991 53,963,72 75,869,726 75,869,726 75,869,726 75,869,726 75,869,726 75,869,726 75,869,726 75,869,726 75,869,726 75,869,726 75,869,726 75,869,726 75,869,726 75,869,726 75,869,726 | Interest and dividends | 131,991 | | 1,217,658 | 3,808,869 |
| Base management fees $5,725,029$ $5,606,214$ $22,716,602$ $19,152$ Incentive management fees - - 9,412 Interest and credit facility fees $314,413$ $445,745$ $1,775,146$ $12,272,272,272,272,272,272,272,272,272,2$ | Total investment income | 35,181,548 | 35,352,447 | 143,195,713 | 127,776,128 |
| $\begin{array}{c c c c c c c c c c c c c c c c c c c $ | Expenses: | | | | |
| $\begin{array}{cccccccccccccccccccccccccccccccccccc$ | Base management fees | 5,725,029 | 5,606,214 | 22,716,602 | 19,152,889 |
| Professional fees $314,143$ $445,745$ $1,775,146$ $1,202$ Administrative services $170,535$ $340,310$ $1.037,712$ $1,144$ Investment advisor expenses $204,995$ $267,941$ $1.027,135$ 876.6 Amortization of debt issuance costs $171,907$ $179,918$ $654,460$ 387.7 Insurance $131,203$ $139,095$ $535,420$ $331,413$ $445,735$ $286,334$ $390,905$ Other $115,220$ $282,382$ $955,585$ $726,997$ $76,969,106,997$ $75,969,106,997$ $75,969,106,997$ $75,969,106,997$ $75,969,106,997$ $75,969,106,997,107,999$ $75,969,106,997,107,999,106,997,109,999$ $75,986,106,997,107,999,106,997,109,999,100,99,100,$ | Incentive management fees | — | — | — | 9,412,097 |
| Administrative services 170,535 340,310 1.037,712 1.144.3 Investment advisor expenses 204,985 267,941 1.027,135 876.6 Amontization of debt issuance costs 171,967 179,918 654,460 387.7 Insurance 133,203 139,005 533,420 341,1 Director fees 116,49 147,525 286,834 390.90 Other 115,220 282,382 955,585 726.9 Expenses before management fee waiver 11,701,304 13,210,808 47,655,991 51,906.5 Net expenses 117,01,304 13,210,808 47,655,991 51,906.5 Net investment income before excise taxes 23,480,244 22,141,639 95,539,722 75,869.97 Excise tax expense (436,733) (24,035) (436,733) (24,035) (436,733) (24,047) Net investment Income 107,007 112,783 107.7 5,869.599 (25,845) (26,857) Non-controlled, non-affiliated investments (166,876) (13,023) 145,474 1,516. Non-controlled, non-affiliated investments (113,634,154) | | | | | 20,272,906 |
| Investment advisor expenses 204,985 267,941 1,027,135 876, Amortization of debt issuance costs 171,967 179,918 654,460 387, Insurance 133,035 535,420 341,1 Director fees 11,649 147,525 286,834 399,0 Other 115,220 282,382 955,565 726,6 Expenses before management fee waiver - - - - (2,056,3) Net expenses 11,701,304 13,210,808 47,655,991 53,963,3 (24,053) Net investment income before excise taxes 23,480,244 22,141,639 95,539,727 75,866,90 Excise tax expense (436,733) (24,035) (436,733) (24,035) Ket investment income 23,043,511 22,117,604 95,102,989 75,845,7 Realized gain (loss): - 107,007 112,783 (107,77,980,460) Non-controlled, non-affiliated investments (168,876) (13,023) 145,474 1,516, Non-controlled, non-affiliated investments - 107,007 112,783 (107,75,780,460) (13,249,917) 5,669,599 | | | | | 1,249,491 |
| $\begin{array}{cccccccccccccccccccccccccccccccccccc$ | | - | | | 1,144,394 |
| $\begin{array}{cccccccccccccccccccccccccccccccccccc$ | • | | | | 876,429 |
| $\begin{array}{c ccccc} \text{Director fees} & 11,649 & 147,525 & 286,834 & 399, 000 \\ \hline \text{Other} & 115,220 & 282,382 & 955,585 & 726,000 \\ \hline \text{Expenses before management fee waiver} & 11,701,304 & 13,210,808 & 47,655,991 & 53,963, 000 \\ \hline \text{Base management fee waiver} & - & - & - & - & (2,056,000 \\ \hline \text{Net expenses} & 11,701,304 & 13,210,808 & 47,655,991 & 51,906, 000 \\ \hline \text{Net investment income before excise taxes} & 23,480,244 & 22,141,639 & 95,539,722 & 75,863, 000 \\ \hline \text{Ket investment income before excise taxes} & 23,480,244 & 22,141,639 & 95,539,722 & 75,863, 000 \\ \hline \text{Ket investment income} & 23,403,2511 & 22,117,604 & 95,502,989 & 75,845, 000 \\ \hline \text{Ket investment income} & 23,043,511 & 22,117,604 & 95,102,989 & 75,845, 000 \\ \hline \text{Realized and Unrealized Gain (Loss):} & & & & & & & & & & \\ \hline \text{Non-controlled, non-affiliated investments} & (168,876) & (13,023) & 145,474 & 1,516, 000 \\ \hline \text{Non-controlled, non-affiliated investments} & (168,876) & (13,023) & 145,474 & 1,516, 000,000 \\ \hline \text{Net realized gain (loss)} & & & & & & & & & & & & & & & & & & &$ | | - | - | | |
| Other 115,220 282,382 955,585 726,5 Expenses before management fee waiver 11,701,304 13,210,808 47,655,991 53,963,7 Base management fee waiver $ -$ (2,056,9) Net expenses 11,701,304 13,210,808 47,655,991 51,906,7 Net investment income before excise taxes 23,480,244 22,141,639 95,539,722 75,869,1 Excise tax expense (436,733) (24,035) (436,733) (24,035) (436,733) (24,035) Net Investment Income 23,043,511 22,117,604 95,102,989 75,845,1 Realized gain (loss): Non-controlled, affiliated investments (168,876) (13,023) 145,474 1,516,5 Non-controlled, affiliated investments (168,876) (13,023) 6,127,856 (645,25) Net realized gain (loss) 7,411,584 (1,250,933) 6,127,856 (645,25) Net realized gain (loss) 7,411,584 (12,278,886) (14,494,197) 5,869,599 (2,268,45) (2,268,45) (2,4047,64) <td></td> <td></td> <td></td> <td>-</td> <td></td> | | | | - | |
| Expenses before management fee waiver $11,701,304$ $13,210,808$ $47,655,991$ $53,963,722$ Base management fee waiver $ (2,056,9)$ Net expenses $11,701,304$ $13,210,808$ $47,655,991$ $53,963,722$ $75,869,1$ Net investment income before excise taxes $23,480,244$ $22,141,639$ $95,539,722$ $75,869,1$ Excise tax expense $(436,733)$ $(24,035)$ $(436,733)$ $(24,035)$ $(436,733)$ $(24,035)$ Realized and Unrealized Gain (Loss): $23,043,511$ $22,117,604$ $95,102,989$ $75,845,73$ Non-controlled, non-affiliated investments $(168,876)$ $(13,023)$ $145,474$ $1,516,79,738,722$ $75,869,599$ $(2,268,59,79,722)$ $75,869,599$ $(2,268,59,79,722)$ $75,869,599$ $(2,268,59,79,722)$ $75,869,599$ $(2,268,59,79,722)$ $75,869,599$ $(2,268,59,79,78,86)$ $(13,23)$ $145,474$ $1,516,73,78,79$ $(36,72,85,99,99)$ $(2,268,59,79,78,86)$ $(14,79,2,839)$ $(5,380,497)$ $(22,758,886)$ $(14,494,52,79,73,89)$ $(5,380,497)$ $(22,758,886)$ $(14,494,52,479,9)$ | | | | | |
| Base management fee waiver $ (2,056,3)$ Net expenses 11,701,304 13,210,808 47,655,991 51,906, Net investment income before excise taxes 23,480,244 22,141,639 95,539,722 75,869,0 Excise tax expense (436,733) (24,035) (436,733) (24,035) (436,733) (24,035) Net Investment Income 23,043,511 22,117,604 95,102,989 75,845,7 Realized and Unrealized Gain (Loss): Non-controlled, non-affiliated investments (168,876) (13,023) 145,474 1,516,7 Non-controlled, non-affiliated investments - 107,007 112,783 107,07 Foreign currency 7,580,460 (1,344,917) 5,869,599 (2,268,50) Net change in unrealized appreciation or depreciation on: - - 107,007 112,783 107,07 Non-controlled, non-affiliated investments (14,792,839) (5,380,497) (2,2758,866) (1,494,57,50,99) (2,264,56,99) (2,2758,866) (1,494,57,99) (2,544,260) (13,254,496) (20,963,931) (2,404,7,47,479,99) <t< td=""><td>Otner</td><td>115,220</td><td>202,302</td><td>333,303</td><td>/20,314</td></t<> | Otner | 115,220 | 202,302 | 333,303 | /20,314 |
| Net expenses $11,701,304$ $13,210,808$ $47,655,991$ $51,906,91$ Net investment income before excise taxes $23,480,244$ $22,141,639$ $95,539,722$ $75,869,91$ Excise tax expense $(436,733)$ $(24,035)$ $(436,733)$ $(24,035)$ Net Investment Income $23,043,511$ $22,117,604$ $95,102,989$ $75,845,733$ Realized and Unrealized Gain (Loss):Net realized gain (loss): $11,701,304$ $13,201,808$ $75,845,733$ Non-controlled, non-affiliated investments $(168,876)$ $(13,023)$ $145,474$ $1,516,733$ Non-controlled, affiliated investments $-107,007$ $112,783$ $107,767$ Foreign currency $7,580,460$ $(1,344,917)$ $5,869,599$ $(2,268,97,918)$ Net change in unrealized appreciation or depreciation on: $(113,634,154)$ $(19,119,450)$ $(208,150,014)$ $(33,457,4)$ Non-controlled, affiliated investments $(14,792,839)$ $(5,380,497)$ $(22,758,886)$ $(1,494,97,78,98,99)$ Non-controlled, affiliated investments $(13,634,154)$ $(19,119,450)$ $(208,150,014)$ $(33,457,4)$ Non-controlled, affiliated investments $(13,634,154)$ $(19,119,450)$ $(208,150,014)$ $(33,457,4)$ Non-controlled, affiliated investments $(13,634,154)$ $(19,119,450)$ $(208,150,014)$ $(33,457,4)$ Non-controlled, affiliated investments $(12,714,3195)$ $(38,015,522)$ $(24,501,371)$ $(24,047,79)$ Non-controlled, affiliated investments $(127,143,195)$ $(38,015,522)$ $(24,501,371)$ | Expenses before management fee waiver | 11,701,304 | 13,210,808 | 47,655,991 | 53,963,227 |
| Net investment income before excise taxes $23,480,244$ $22,141,639$ $95,539,722$ $75,669,4$ Excise tax expense $(436,733)$ $(24,035)$ $(436,733)$ $(24,035)$ Net Investment Income $23,043,511$ $22,117,604$ $95,102,989$ $75,845,7$ Realized and Unrealized Gain (Loss):Non-controlled, non-affiliated investments $(168,876)$ $(13,023)$ $145,474$ $1,516,7$ Non-controlled, affiliated investments $(168,876)$ $(13,023)$ $145,474$ $1,516,7$ Non-controlled, affiliated investments $(107,007)$ $112,783$ $107,47$ Foreign currency $7,580,460$ $(1,344,917)$ $5,869,599$ $(2,268,4)$ Net realized gain (loss) $7,411,584$ $(1,250,933)$ $6,127,856$ $(645,5)$ Net change in unrealized appreciation or depreciation on: $(113,634,154)$ $(19,119,450)$ $(208,150,014)$ $(33,457,4)$ Non-controlled, investments $(113,634,154)$ $(19,119,450)$ $(22,758,886)$ $(1,494,6)$ Controlled investments $(2,544,260)$ $(13,254,496)$ $(20,963,931)$ $(24,047,4)$ Foreign currency translation $(3,583,526)$ $98,854$ $134,604$ $134,604$ Net change in unrealized appreciation or depreciation $(127,143,195)$ $(38,015,522)$ $(245,610,371)$ $(59,626,610,371)$ Net realized and unrealized gain (loss) $(127,143,195)$ $(38,015,522)$ $(245,610,371)$ $(59,626,61,629)$ Net Investment Income Per Share $$0,42$ $$0,43$ $$1,76$ $$16,219,57$ <td>Base management fee waiver</td> <td>—</td> <td>—</td> <td></td> <td>(2,056,906)</td> | Base management fee waiver | — | — | | (2,056,906) |
| Excise tax expense $(436,733)$ $(24,035)$ $(436,733)$ $(24,035)$ Net Investment Income $23,043,511$ $22,117,604$ $95,102,989$ $75,845,756$ Realized and Unrealized Gain (Loss):Net realized gain (loss):Non-controlled, non-affiliated investments $(168,876)$ $(13,023)$ $145,474$ $1,516,766,766,766,766,766,766,766,766,766,7$ | Net expenses | 11,701,304 | 13,210,808 | | 51,906,321 |
| Net Investment Income $23,043,511$ $22,117,604$ $95,102,989$ $75,845,512$ Realized and Unrealized Gain (Loss): Non-controlled, non-affiliated investments $(168,876)$ $(13,023)$ $145,474$ $1,516,516,516,516,516,516,516,516,516,51$ | Net investment income before excise taxes | 23,480,244 | 22,141,639 | 95,539,722 | 75,869,807 |
| Realized and Unrealized Gain (Loss): Net realized gain (loss): Non-controlled, non-affiliated investments $(168,876)$ $(13,023)$ $145,474$ $1,516,516,516,516,516,516,516,516,516,51$ | Excise tax expense | (436,733) | | (436,733) | (24,035) |
| Net realized gain (loss): Non-controlled, non-affiliated investments $(168,876)$ $(13,023)$ $145,474$ $1,516,516,707,707,700,700,700,700,700,700,700,70$ | Net Investment Income | 23,043,511 | 22,117,604 | 95,102,989 | 75,845,772 |
| Non-controlled, non-affiliated investments $(168,876)$ $(13,023)$ $145,474$ $1,516,516,516,516,516,516,516,516,516,51$ | Realized and Unrealized Gain (Loss): | | | | |
| Non-controlled, affiliated investments $ 107,007$ $112,783$ $107,07$ Foreign currency $7,580,460$ $(1,344,917)$ $5,869,599$ $(2,268,9)$ Net realized gain (loss) $7,411,584$ $(1,250,933)$ $6,127,856$ $(645,57)$ Net change in unrealized appreciation or depreciation on: $113,634,154$ $(19,119,450)$ $(208,150,014)$ $(33,457,4)$ Non-controlled, non-affiliated investments $(114,792,839)$ $(5,380,497)$ $(22,758,886)$ $(1,494,96)$ Controlled investments $(2,544,260)$ $(13,254,496)$ $(20,963,931)$ $(24,047,460)$ Net change in unrealized appreciation or depreciation $(3,583,526)$ $989,854$ $134,604$ $190,000$ Net change in unrealized appreciation or depreciation $(13,254,496)$ $(251,738,227)$ $(58,980,000)$ Net change in unrealized appreciation or depreciation $(13,254,779)$ $(36,764,589)$ $(251,738,227)$ $(58,980,000)$ Net realized and unrealized gain (loss) $(1127,143,195)$ $(38,015,522)$ $(245,610,371)$ $(59,626,42)$ Net Investment Income Per Share $$0,422$ $$0,433$ $$1.76$ $$10,219,219,219,219,219,219,219,219,219,219$ | Net realized gain (loss): | | | | |
| Foreign currency 7,580,460 (1,344,917) 5,869,599 (2,268,5 Net realized gain (loss) 7,411,584 (1,250,933) 6,127,856 (645,7) Net change in unrealized appreciation or depreciation on: (113,634,154) (19,119,450) (208,150,014) (33,457,4) Non-controlled, non-affiliated investments (114,792,839) (5,380,497) (22,758,886) (1,494,5) Controlled investments (14,792,839) (5,380,497) (22,758,886) (1,494,5) Controlled investments (13,583,526) 989,854 134,604 19,0 Net change in unrealized appreciation or depreciation (134,554,779) (36,764,589) (251,738,227) (58,980,0) Net change in unrealized gain (loss) (127,143,195) (38,015,522) (245,610,371) (59,626,4) Net realized and unrealized gain (loss) (104,099,684) \$ (15,897,918) \$ (15,0507,382) \$ 16,219,7 Net Investment Income Per Share \$ 0.42 \$ 0.43 \$ 1.76 \$ 1 | Non-controlled, non-affiliated investments | (168,876) | (13,023) | 145,474 | 1,516,109 |
| Net realized gain (loss) 7,411,584 (1,250,933) 6,127,856 (645,100) Net change in unrealized appreciation or depreciation on: Non-controlled, non-affiliated investments (113,634,154) (19,119,450) (208,150,014) (33,457,400) Non-controlled, affiliated investments (14,792,839) (5,380,497) (22,758,886) (1,494,90) Controlled investments (14,792,839) (5,380,497) (22,758,886) (1,494,90) Controlled investments (2,544,260) (13,254,496) (20,963,931) (24,047,90) Foreign currency translation (3,583,526) 989,854 134,604 19,00 Net change in unrealized appreciation or depreciation (127,143,195) (38,015,522) (245,610,371) (59,626,42) Net Increase (Decrease) in Net Assets Resulting from Operations \$ (104,099,684) \$ (15,897,918) \$ (150,507,382) \$ 16,219,73) Net Investment Income Per Share \$ 0,42 \$ 0,43 \$ 1,76 \$ 1 | Non-controlled, affiliated investments | — | 107,007 | 112,783 | 107,007 |
| Net change in unrealized appreciation or depreciation on: Non-controlled, non-affiliated investments (113,634,154) (19,119,450) (208,150,014) (33,457,400) Non-controlled, affiliated investments (14,792,839) (5,380,497) (22,758,886) (1,494,900) Controlled investments (2,544,260) (13,254,496) (20,963,931) (24,047,400) Foreign currency translation (3,583,526) 989,854 134,604 19,000 Net change in unrealized appreciation or depreciation (134,554,779) (36,764,589) (251,738,227) (58,980,000) Net realized and unrealized gain (loss) (127,143,195) (38,015,522) (245,610,371) (59,626,420) Net Increase (Decrease) in Net Assets Resulting from Operations \$ (104,099,684) \$ (15,897,918) \$ (150,507,382) \$ 16,219,730 Net Investment Income Per Share \$ 0,42 \$ 0,43 \$ 1,76 \$ 10,219,730 | | | | | (2,268,909) |
| Non-controlled, non-affiliated investments (113,634,154) (19,119,450) (208,150,014) (33,457,40) Non-controlled, affiliated investments (14,792,839) (5,380,497) (22,758,886) (1,494,90) Controlled investments (2,544,260) (13,254,496) (20,963,931) (24,047,40) Foreign currency translation (3,583,526) 989,854 134,604 19,000 Net change in unrealized appreciation or depreciation (134,554,779) (36,764,589) (251,738,227) (58,980,000) Net realized and unrealized gain (loss) (127,143,195) (38,015,522) (245,610,371) (59,626,420) Net Increase (Decrease) in Net Assets Resulting from Operations \$ (104,099,684) \$ (15,897,918) \$ (150,507,382) \$ 16,219,520 Net Investment Income Per Share \$ 0.42 \$ 0.43 \$ 1.76 \$ 10,219,520 | Net realized gain (loss) | 7,411,584 | (1,250,933) | 6,127,856 | (645,793) |
| Non-controlled, affiliated investments (14,792,839) (5,380,497) (22,758,886) (1,494,92,939) Controlled investments (2,544,260) (13,254,496) (20,963,931) (24,047,42,92,939) Foreign currency translation (3,583,526) 989,854 134,604 19,01,02,02,03,031 Net change in unrealized appreciation or depreciation (134,554,779) (36,764,589) (251,738,227) (58,980,04,02,03,03,01,03,02,03,03,03,03,03,03,03,03,03,03,03,03,03, | | | | | |
| Controlled investments (2,544,260) (13,254,496) (20,963,931) (24,047,496) Foreign currency translation (3,583,526) 989,854 134,604 19,00 Net change in unrealized appreciation or depreciation (134,554,779) (36,764,589) (251,738,227) (58,980,00 Net realized and unrealized gain (loss) (127,143,195) (38,015,522) (245,610,371) (59,626,420) Net Increase (Decrease) in Net Assets Resulting from Operations \$ (104,099,684) \$ (15,897,918) \$ (150,507,382) \$ 16,219,500 Net Investment Income Per Share \$ 0.42 \$ 0.43 \$ 1.76 \$ 10,219,500 | Non-controlled, non-affiliated investments | | (19,119,450) | (208,150,014) | (33,457,861) |
| Foreign currency translation (3,583,526) 989,854 134,604 19,0 Net change in unrealized appreciation or depreciation (134,554,779) (36,764,589) (251,738,227) (58,980,0 Net realized and unrealized gain (loss) (127,143,195) (38,015,522) (245,610,371) (59,626,4) Net Increase (Decrease) in Net Assets Resulting from Operations \$ (104,099,684) \$ (15,897,918) \$ (150,507,382) \$ 16,219,500 Net Investment Income Per Share \$ 0.42 \$ 0.43 \$ 1.76 \$ 10,219,500 | | | · · / | · · · · · | (1,494,975) |
| Net change in unrealized appreciation or depreciation (134,554,779) (36,764,589) (251,738,227) (58,980,0) Net realized and unrealized gain (loss) (127,143,195) (38,015,522) (245,610,371) (59,626,2) Net Increase (Decrease) in Net Assets Resulting from Operations \$ (104,099,684) \$ (15,897,918) \$ (150,507,382) \$ 16,219,5 Net Investment Income Per Share \$ 0.42 \$ 0.43 \$ 1.76 \$ 1 | | | | • • • | (24,047,459) |
| Net realized and unrealized gain (loss) (127,143,195) (38,015,522) (245,610,371) (59,626,40,10,10,10,10,10,10,10,10,10,10,10,10,10 | | | | | 19,681 |
| Net Increase (Decrease) in Net Assets Resulting from Operations \$ (104,099,684) \$ (15,897,918) \$ (150,507,382) \$ 16,219,333 Net Investment Income Per Share \$ 0.42 \$ 0.43 \$ 1.76 \$ 16,219,333 | | | | | (58,980,614) |
| Net Investment Income Per Share \$ 0.42 \$ 1.76 \$ 1 | | / | | | (59,626,407) |
| | Net Increase (Decrease) in Net Assets Resulting from Operations | | | | |
| $\frac{1}{2}$ | Net Investment Income Per Share | \$ 0.42 | \$ 0.43 | \$ 1.76 | \$ 1.66 |
| Earnings (Loss) Per Share 5 (1.88) 5 (0.31) 5 (2.78) 5 0 | Earnings (Loss) Per Share | \$ (1.88) | \$ (0.31) | \$ (2.78) | \$ 0.35 |
| Basic and Diluted Weighted-Average Shares Outstanding55,398,25851,987,52954,043,06945,714,1 | Basic and Diluted Weighted-Average Shares Outstanding | 55,398,258 | 51,987,529 | 54,043,069 | 45,714,141 |

About BlackRock Kelso Capital Corporation

BlackRock Kelso Capital Corporation is a business development company formed in early 2005 by its management team, BlackRock, Inc. and principals of Kelso & Company, to provide debt and equity capital to middle-market companies.

The Company's investment objective is to generate both current income and capital appreciation through debt and equity investments. The Company invests primarily in middle-market companies in the form of senior and junior secured and unsecured debt securities and loans, each of which may include an equity component, and by making direct preferred, common and other equity investments in such companies.

Forward-Looking Statements

This press release, and other statements that BlackRock Kelso Capital may make, may contain forward-looking statements within the meaning of the Private Securities Litigation Reform Act, with respect to BlackRock Kelso Capital's future financial or business performance, strategies or expectations. Forward-looking statements are typically identified by words or phrases such as "trend," "potential," "opportunity," "pipeline," "believe," "comfortable," "expect," "anticipate," "current," "intention," "estimate," "position," "assume," "outlook," "continue," "remain," "maintain," "sustain," "seek," "achieve," and similar expressions, or future or conditional verbs such as "will," "would," "should," "could," "may" or similar expressions. The information contained on our website is not a part of this press release.

BlackRock Kelso Capital cautions that forward-looking statements are subject to numerous assumptions, risks and uncertainties, which change over time. Forward-looking statements speak only as of the date they are made, and BlackRock Kelso Capital assumes no duty to and does not undertake to update forward-looking statements. Actual results could differ materially from those anticipated in forward-looking statements and future results could differ materially from historical performance.

In addition to factors previously disclosed in BlackRock Kelso Capital's SEC reports and those identified elsewhere in this press release, the following factors, among others, could cause actual results to differ materially from forward-looking statements or historical performance: (1) our future operating results; (2) our business prospects and the prospects of our portfolio companies; (3) the impact of investments that we expect to make; (4) our contractual arrangements and relationships with third parties; (5) the dependence of our future success on the general economy and its impact on the industries in which we invest; (6) the ability of our portfolio companies to achieve their objectives; (7) our expected financings and investments; (8) the adequacy of our cash resources and working capital, including our ability to obtain continued financing on favorable terms; (9) the timing of cash flows, if any, from the operations of our portfolio companies; (10) the ability of our investment advisor to locate suitable investments for us and to monitor and administer our investments; (11) the ability of our investment advisor to attract and retain highly talented professionals; (12) fluctuations in foreign currency exchange rates; and (13) the impact of changes to tax legislation and, generally, our tax position.

BlackRock Kelso Capital's Annual Report on Form 10-K for the year ended December 31, 2008 to be filed with the SEC identifies additional factors that can affect forward-looking statements.

Available Information

BlackRock Kelso Capital will make available on its website its Annual Report on Form 10-K, which also serves as its annual report to stockholders. The Company intends to file its Annual Report on Form 10-K with the SEC by no later than March 16, 2009 and stockholders may access the report after it is filed at <u>www.blackrockkelso.com</u>. Stockholders may receive a hard copy of the annual report free of charge by submitting a written request to the Company.

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