

Great Elm Capital Corp. (NASDAQ: GECC)

Investor Presentation – Quarter Ended December 31, 2018

March 13, 2019

Disclaimer

Statements in this communication that are not historical facts are “forward-looking” statements within the meaning of the federal securities laws. These statements are often, but not always, made through the use of words or phrases such as “believe,” “expect,” “anticipate,” “should,” “planned,” “will,” “may,” “intend,” “estimated,” “aim,” “target,” “opportunity,” “sustained,” “positioning,” “designed,” “create,” “seek,” “would,” “could”, “continue,” “ongoing,” “upside,” “increases,” and “potential,” and similar expressions. All such forward-looking statements involve estimates and assumptions that are subject to risks, uncertainties and other factors that could cause actual results to differ materially from the results expressed in the statements. Among the key factors that could cause actual results to differ materially from those projected in the forward-looking statements are: conditions in the credit markets, the price of Great Elm Capital Corp. (“GECC”) common stock, and performance of GECC’s portfolio and investment manager. Additional information concerning these and other factors can be found in GECC’s Form 10-K and other reports filed with the Securities and Exchange Commission (the “SEC”). GECC assumes no obligation to, and expressly disclaims any duty to, update any forward-looking statements contained in this communication or to conform prior statements to actual results or revised expectations, except as required by law. Readers are cautioned not to place undue reliance on these forward-looking statements that speak only as of the date hereof.

You should consider the investment objective, risks, charges and expenses of GECC carefully before investing. GECC’s filings with the SEC contain this and other information about GECC and are available by contacting GECC at the phone number and address at the end of this presentation. The SEC also maintains a website that contains the aforementioned documents. The address of the SEC’s website is <http://www.sec.gov>. These documents should be read and considered carefully before investing.

The performance, distributions and financial data contained herein represent past performance, distributions and results and neither guarantees nor is indicative of future performance, distributions or results. Investment return and principal value of an investment will fluctuate so that an investor’s shares may be worth more or less than the original cost. GECC’s market price and net asset value will fluctuate with market conditions. Current performance may be lower or higher than the performance data quoted. All information and data, including portfolio holdings and performance characteristics, is as of December 31, 2018, unless otherwise noted, and is subject to change.

This presentation does not constitute an offer of any securities for sale.

GECC

- Externally managed, special situations-focused BDC
- Common stock trades as “GECC” and baby bonds as “GECCL” and “GECCM” on NASDAQ
- \$0.083 per share monthly distribution¹
- Insiders own greater than 20% of GECC’s outstanding shares

Investment Objective

- To generate both current income and capital appreciation, while seeking to protect against the risk of capital loss

Investment Strategy

- To apply the key principles of value investing to the capital structures of predominantly middle-market companies

Portfolio (as of 12/31/2018)

- \$281.6 million of total assets; \$184.2 million of portfolio fair value; \$110.1 million of net asset value
- Weighted average current yield of 12.0%²
- Invested in 21 companies across 18 industries and 30 investments (26 debt, four equity)

(1) Based on distributions that have been declared and / or set through June 2019. Past distributions are not indicative of future distributions. Distributions are declared by the Board by the funds legally available therefor. Though GECC intends to pay distributions monthly, it is not obligated to do so. Please refer to “Distribution Policy & Declared Distributions” later in this presentation.

(2) Weighted average current yield is based upon the stated coupon rate and fair value of outstanding debt securities at the measurement date.

Highlights and Recent Achievements

Distributions & Coverage

- NII in excess of declared distributions in each quarter of 2016¹, 2017 and 2018
- Special distribution of \$0.24 per share that was declared in December 2018
- 2018 annual distribution yield of 12.0% (on 12/31/2018 NAV) and 15.7% (on 12/31/2018 market value)

Deployment of Capital

- During Q4 2018, deployed \$34.8 million of capital into 10 investments at a weighted average current yield of 11.2% and a weighted average price of \$0.92
- Substantially all capital deployed into senior secured investments

Monetization of Investments

- During Q4 2018, monetized \$40.0 million across 19 investments, in whole or in part, at a weighted average current yield of 11.3% and a weighted average price of \$0.99
- This includes the complete exit of three positions, each exhibiting a positive return

Attractive Fixed Rate Debt

- Asset coverage ratio of 239% and debt to equity ratio of 72%
- GECCL 6.50% Senior Notes due September 2022
- GECCM 6.75% Senior Notes due January 2025

¹Partial period

Realized Investments

(through March 12, 2019)

Past performance is not indicative of future results. It should not be assumed that the realization of other positions will be profitable or equal to the performance of the positions realized in the quarter ended December 31, 2018 and the partial quarter reported through March 12, 2019. Results will vary from period to period and it should not be assumed that results attained in any one period will be replicated. Please refer to "Disclaimer" at the beginning of this presentation.

The Performance of Realized Investments (through March 12, 2019)

The IRR on the pool of realized investments is approximately 22.5%

The cash-on-cash return on the pool of realized investments is approximately 1.12x

Company Name	Position Type	Initial Investment	Initial Cost	IRR ^{1,2}	Cash-on-Cash Return
Optima Specialty Steel	Initially Contributed / Post-Merger	11/3/2016	26,818,931	21.95%	1.10x
International Wire Group Inc.	Post-Merger	9/19/2017	16,618,149	18.60%	1.24x
Sungard Availability Services, Inc.	Post-Merger	12/2/2017	15,752,500	6.73%	1.05x
Everi Payments Inc.	Initially Contributed	11/3/2016	11,705,273	36.80%	1.13x
Pristine Environments	Full Circle	11/3/2016	10,574,124	10.64%	1.02x
Trilogy International	Initially Contributed	11/3/2016	10,000,000	27.60%	1.06x
GEO Specialty Chemicals Inc.	Post-Merger	9/28/2017	10,273,302	13.83%	1.14x
Open Mobile (Term Loan & Warrants)	Full Circle / Post-Merger	11/3/2016	9,050,709	17.96%	1.25x
Nana Development Corp.	Post-Merger	1/10/2017	8,055,569	12.26%	1.15x
Aptean Inc	Full Circle	11/3/2016	7,162,500	15.92%	1.02x
Sundberg America LLC	Full Circle	11/3/2016	6,492,650	21.01%	1.02x
Tru Taj LLC	Post-Merger	3/26/2018	6,459,809	5.96%	1.03x
Chester Downs & Marina LLC	Post-Merger	11/22/2016	5,991,236	30.26%	1.09x
310E53RD, LLC	Full Circle	11/3/2016	5,976,000	12.60%	1.06x
Sonifi Solutions	Post-Merger	12/6/2016	5,947,692	144.36%	1.89x
Almonde, Inc.	Post-Merger	12/14/2017	5,037,500	-1.08%	1.00x
Foresight Energy	Post-Merger	3/22/2018	4,592,870	11.28%	1.04x
The Selling Source	Full Circle	11/3/2016	4,248,660	14.23%	1.26x
Rice Bran	Full Circle	11/3/2016	3,564,154	91.58%	1.08x
GC Pivotal	Full Circle	11/3/2016	3,112,585	202.13%	1.02x
California Pizza Kitchen	Post-Merger	8/3/2018	1,953,750	6.70%	1.02x
JN Medical	Full Circle	11/3/2016	1,750,000	473.53%	1.38x
Attention Transit	Full Circle	11/3/2016	1,736,444	24.03%	1.02x
Viasat Inc.	Post-Merger	10/29/2018	1,699,999	538.36%	1.18x
Tallage Adams, LLC	Initially Contributed	11/3/2016	1,583,022	17.04%	1.06x
Ads Direct Media, Inc.	Full Circle	11/3/2016	744,899	-100.00%	0.00x
Background Images	Full Circle	11/3/2016	538,687	39.44%	1.03x
US Shale	Full Circle	11/3/2016	385,969	303.21%	1.30x
Texas Westchester Financial, LLC	Full Circle	11/3/2016	68,045	-12.83%	0.88x
Aventine	Post-Merger	12/8/2016	-	N/A	N/A
Infinite Aegis Group, LLC	Full Circle	11/3/2016	-	N/A	N/A
Modular Process Control, LLC	Full Circle	11/3/2016	-	N/A	N/A
Total			187,895,030	22.47%	1.12x

(1) IRR information is presented at the issuer level. (2) IRR based on 11/3/2016 or acquisition date fair value as purchase price, income and principal cash flows.

The Performance of Realized Investments: Legacy Full Circle Investments

- Since the Full Circle merger closed, we have been working diligently to monetize what was largely viewed as a “challenged” legacy portfolio, as evidenced by the steep discount to NAV at which Full Circle’s shares were trading prior to the merger*
- To date, we have monetized 24 positions across 16 portfolio companies, realizing an aggregate total return of approximately 109% of NAV*
- As of March 12, 2019, we have monetized approximately 73% of the fair value of the legacy Full Circle portfolio*

Issuer	Description	Initial Cost	IRR	Cash-On-Cash
Pristine Environments Inc.	Secured Revolver	\$6,115	22.4%	1.02x
Pristine Environments Inc.	Secured Term Loan (A)	1,569	27.7%	1.08x
Pristine Environments Inc.	Secured Term Loan (B)	2,890	-26.0%	0.91x
PR Wireless, Inc.	Secured Term Loan	7,515	16.7%	1.29x
PR Wireless, Inc.	Warrant	313	-100.0%	N/A
Aptean, Inc.	Secured Revolver	7,163	15.9%	1.02x
Sundberg America LLC	Secured Term Loan	6,493	21.0%	1.02x
310E53RD, LLC	Secured Term Loan	5,976	12.6%	1.06x
The Selling Source	Secured Term Loan	4,249	14.2%	1.26x
RiceBran Technologies	Secured Revolver	2,059	172.7%	1.24x
RiceBran Technologies	Secured Term Loan	1,361	26.5%	1.06x
RiceBran Technologies	Warrant	145	63.1%	2.31x
GC Pivotal LLC	Unsecured Note	3,113	202.1%	1.02x
JN Medical Corporation	Secured Term Loan	1,750	473.5%	1.38x
Attention Transit Advertising Systems	Secured Term Loan	1,736	24.0%	1.02x
Ads Direct Media	Secured Term Loan	745	-100.0%	0.00x
Background Images	Secured Term Loan (A)	539	39.4%	1.03x
Background Images	Secured Term Loan (B)	0	N/A	N/A
US Shale Solutions, LLC	Secured Term Loan	386	303.2%	1.30x
US Shale Solutions, LLC	Secured Term Loan	0	N/A	N/A
US Shale Solutions, LLC	Warrant	0	N/A	N/A
Texas Westchester Financial	Common Equity	68	-12.8%	0.88x
Infinite Aegis Group, LLC	Warrant	0	N/A	N/A
Modular Process Control, LLC	Unsecured Term Loan	0	N/A	N/A
Total		\$54,185	18.2%	1.09x

(1) IRR information is presented at the issuer level. (2) IRR based on 11/3/2016 or acquisition date fair value as purchase price, income and principal cash flows. *All amounts in (\$000's)

Individual Realized Investments

(through March 12, 2019)

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Background

- CPK is a casual dining restaurant chain and provider of prepared foods, specializing in pizza
- CPK has a senior secured term loan that carries a LIBOR + 600 basis point coupon and matures in 2022
- GECC purchased \$2 million par value of CPK’s senior secured term loan at approximately \$0.98 in Q3 / 2018

Catalyst

- Encouraging business trends, healthy free cash flow generation, and a rich collateral package bolstered our thesis that this loan was undervalued and would likely be refinanced prior to maturity

Outcome

- GECC sold its investment in CPK in November 2018 at approximately \$0.98, resulting in an IRR of 6.7% and a cash-on-cash return of 1.02x

Background

- GEO is a leading developer and manufacturer of specialty and performance chemicals
- GEO had a senior secured revolver and term loan that each carried a LIBOR + 475 basis points coupon and matured in 2019
- GECC purchased approximately \$10.9 million par value of the combined facility at approximately \$0.95 in 3Q / 2017

Catalyst

- An improved earnings profile, upcoming asset sales, and a restrictive covenant package in the loan agreements led us to believe the loans were likely to be refinanced in 1Q / 2019

Outcome

- GEO refinanced both the revolver and term loan at par in January 2019, resulting in GECC realizing an IRR of 13.8% and a cash-on-cash return of 1.14x

Background

- ITWG is the largest bare copper wire and copper wire products manufacturer in the US
- ITWG has a senior secured note that carries a fixed 10.75% coupon and matures in 2021
- GECC purchased \$17.5 million par value of the note at approximately \$0.93 in 2017 and 2018

Catalyst

- Through years of analysis and diligence, GECC believed that the value of ITWG’s assets exceeded the value of its secured debt and that the secured notes were likely to be refinanced prior to maturity, possibly in connection with a merger or acquisition

Outcome

- GECC sold the entirety of its investment at a price of approximately \$1.02 in March 2019, resulting in GECC realizing an IRR of 18.6% and a cash-on-cash return of 1.24x

Sungard Availability Services Capital, Inc. (“Sungard”)

Background

- Sungard provides custom enterprise cloud and technology services
- Sungard has a senior secured term loan that carries a LIBOR + 700 basis point coupon and matures in 2021 and a senior secured term loan that carries a LIBOR + 1,000 basis point coupon and matures in 2022
- GECC purchased a combined \$16.5 million par value of the term loans at approximately \$0.95 in 2017 and 2018

Catalyst

- Valuable business lines and substantial interest rates on the loans led us to believe that the loans would be refinanced prior to maturity

Outcome

- GECC sold the entirety of its investment at approximately \$0.92 in 4Q / 2018 and 1Q / 2019, resulting in an IRR of 6.7% and a cash-on-cash return of 1.05x, net of accrued interest and amortization

Background

- TRU Taj is a leading global retailer of toys and juvenile products, focused predominantly in Asia
- TRU Taj had a senior secured DIP note that carried an 1,100 basis point coupon and matured in January 2019
- GECC purchased approximately \$6.2 million par value at approximately \$1.04 in 2018

Catalyst

- Encouraging business trends coupled with the senior most position in TRU Taj’s capital structure made this an attractive investment that we believed would be refinanced circa the maturity date

Outcome

- GECC’s investment in TRU Taj’s senior secured DIP note was refinanced at \$1.02 upon the company’s emergence from bankruptcy in January 2019, resulting in an IRR of 6.0% and a cash-on-cash return of 1.03x

Background

- Viasat is an international provider of high-speed satellite broadband services
- Viasat owed Avanti Communications plc. (“Avanti”) approximately \$2 million in the form of a receivable that Avanti was interested in having factored
- GECC purchased the \$2 million Viasat receivable at approximately \$0.85 in October 2018

Catalyst

- The secured receivable matured in 1Q / 2019 and we believed it would be repaid prior to maturity

Outcome

- The receivable was repaid in full in November 2019, resulting in an impressive IRR of 538.4% and a cash-on-cash return of 1.18x

Portfolio Review

(Quarter Ended 12/31/2018)

Portfolio Review

12.0%

Weighted average current yield on portfolio¹

\$0.88

Weighted average dollar price of debt investments in the portfolio, representative of our special situations investment approach²

96.6%

Percentage of the portfolio (based on fair value of investments) invested in 1st lien and/or senior secured instruments

As of December 31, 2018, approximately 82% of the portfolio was comprised of ideas that are representative of the manner in which we intend to invest going forward³

(1) Weighted average current yield is based upon the stated coupon rate and fair value of outstanding debt securities at the measurement date.

(2) Weighted average dollar price is based on the stated par value and fair value of outstanding debt securities at the measurement date.

(3) As measured by the fair value of investments. The balance of the portfolio remains in legacy Full Circle positions that were acquired in the merger with Full Circle.

Portfolio Review (Continued)

Debt Investments:

26	\$178.0 million	96.6%	12.0%¹	58.0%
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Debt Investments	Fair Value Invested in Debt Instruments	Of Invested Capital in Debt Instruments (100% of fair value in first lien / senior secured)	Weighted Average Current Yield	in Floating Rate Instruments (Based on % of Fair Value)
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Equity Investments:

4	\$6.2 million	3.4%
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Equity Investments	Fair Value Invested in Equity Instruments	Of Invested Capital in Equity Investments
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(1) Weighted average current yield is based upon the stated coupon rate and fair value of outstanding debt securities at the measurement date. Amounts in the above tables do not include investments in short-term securities, including United States Treasury Bills and money market mutual funds.

**\$34.8
million**

Capital deployed into 10 investments, including one new issuer, with a weighted average dollar price of **\$0.92** and a weighted average current yield of **11.2%**¹

**\$40.0
million**

Monetized (in part or full) 19 investments at a weighted average dollar price of **\$0.99** and a weighted average current yield of **11.3%**²

(1) This includes new deals, additional fundings (inclusive of those on revolving credit facilities), refinancings and PIK interest. Amounts included herein are exclusive of investments in short-term securities, including United States Treasury Bills and money market mutual funds. Weighted average dollar price is based upon the stated par value and fair value of outstanding debt securities at the measurement date. Weighted average current yield is based upon the stated coupon rate and fair value of outstanding debt securities at the measurement date.

(2) This includes scheduled principal payments, prepayments, sales and repayments (inclusive of those on revolving credit facilities). Amounts included herein are exclusive of investments in short-term securities, including United States Treasury Bills and money market mutual funds. Weighted average dollar price is based upon the stated par value and fair value of outstanding debt securities at the measurement date. Weighted average current yield is based upon the stated coupon rate and fair value of outstanding debt securities at the measurement date.

Portfolio Review: New & Additional Investments

During Q4/2018, we purchased investments in four companies (one new, three existing), deploying approximately \$14.7 million. A brief snapshot of these investments is as follows:

New Investment

- **Viasat, Inc.** – Purchased approximately \$2.0 million face value of this receivable at a price of approximately \$0.85 from Avanti Communications plc.
 - GECC realized the investment at a price of \$1.00 in the following month

Additional Investment

- **Commercial Barge Line Co.** – Purchased \$3.0 million face value of this senior secured loan of 2020 in the secondary market at a price of approximately \$0.73
 - Interest rate: LIBOR + 8.75%

Additional Investment

- **Finastra USA, Inc.** – Purchased \$8.0 million face value of this senior secured loan of 2025 in the secondary market at a price of approximately \$0.93
 - Interest rate: LIBOR + 7.25%

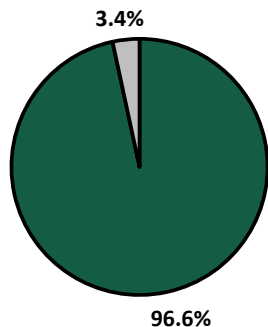
Additional Investment

- **PFS Holdings Corp.** – Purchased approximately \$5.8 million face value of this senior secured loan of 2021 in the secondary market at a price of approximately \$0.60
 - Interest rate: LIBOR + 3.50%

This deployment activity does not include revolver draws or PIK interest.

Portfolio Review: Asset Type and Interest Rate Type (\$ in Thousands)

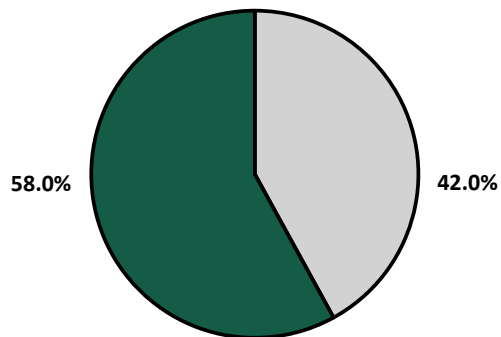
Portfolio by Asset Type



■ 1st Lien / Senior Secured Debt ■ Equity / Other

Investments	Investments at Fair Value	Percentage of Total Portfolio
1st Lien / Senior Secured Debt	\$ 177,955	96.6%
Equity / Other	\$ 6,231	3.4%
Total	\$ 184,186	100%

Portfolio by Interest Rate Type



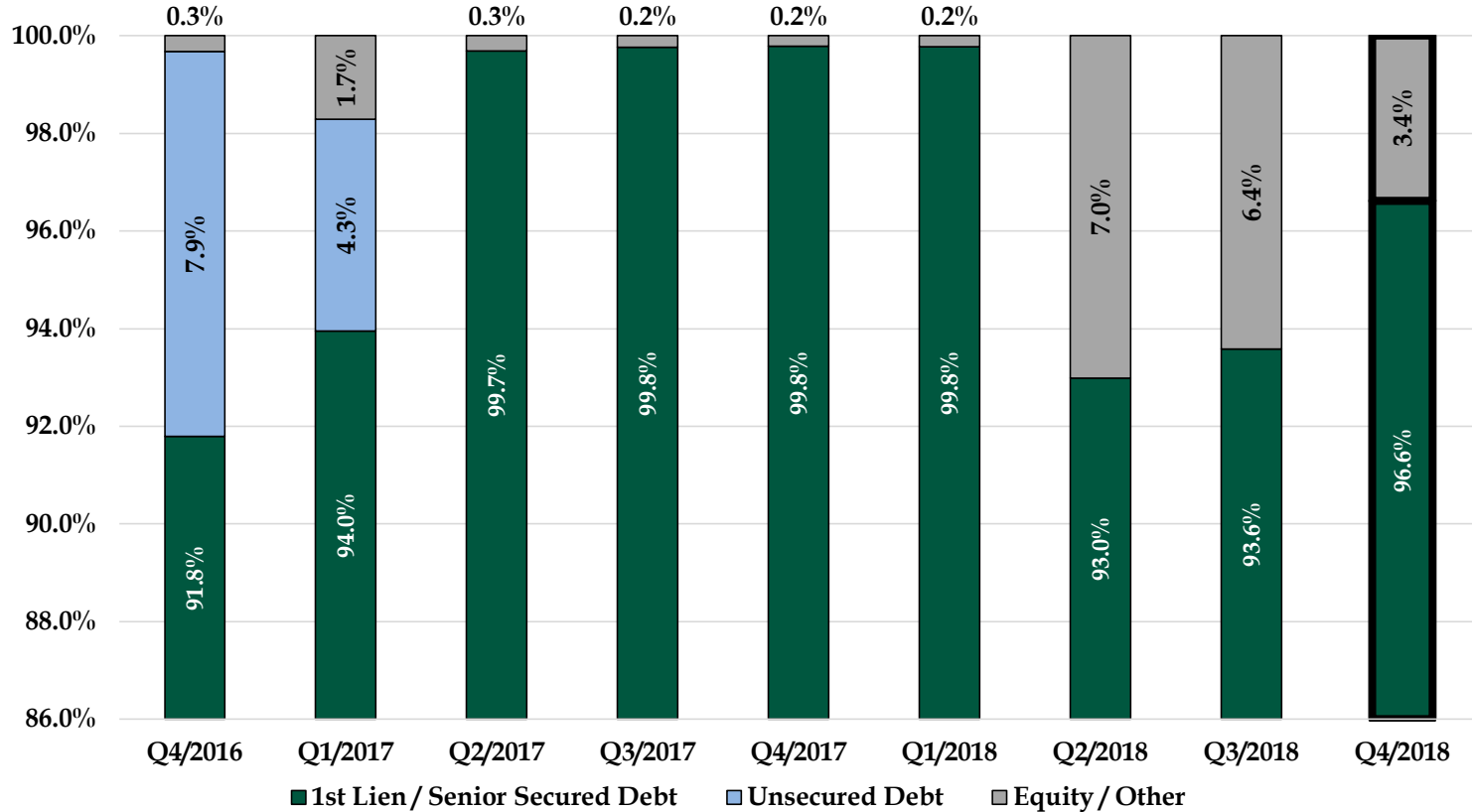
■ Fixed Rate ■ Floating Rate

Investments	Count	Debt at Fair Value	Percentage of Debt Holdings
Fixed Rate	6	\$ 74,761	42.0%
Floating Rate	20	\$ 103,194	58.0%
Total	26	\$ 177,955	100%

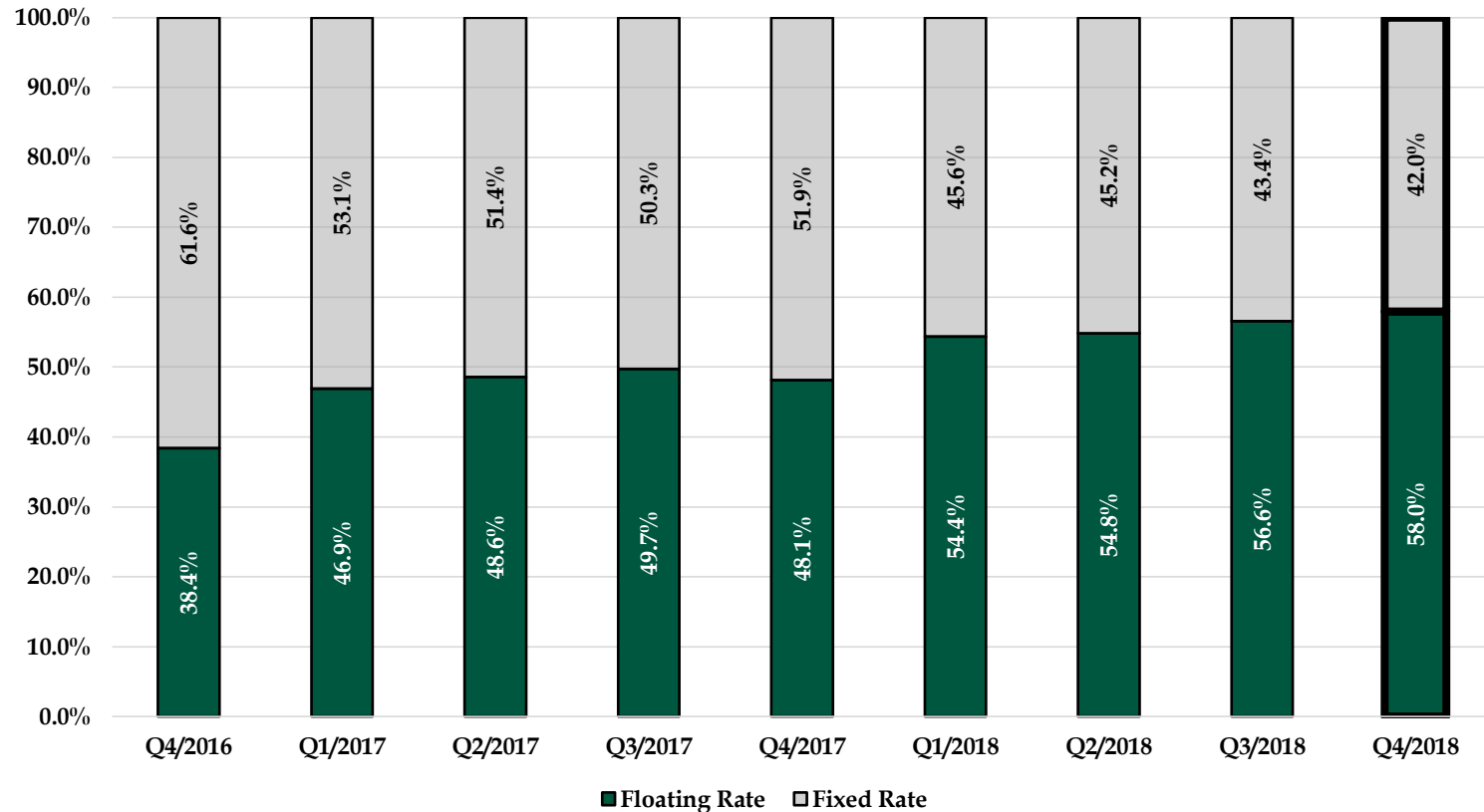
- *Weighted average fixed rate yield of 12.4%¹*
- *Weighted average floating rate yield of 11.7%*

(1) Weighted average fixed rate current yield is based upon the stated coupon rate and fair value of outstanding fixed rate debt securities at the measurement date. Amounts in the above tables do not include investments in short-term securities, including United States Treasury Bills and money market mutual funds.

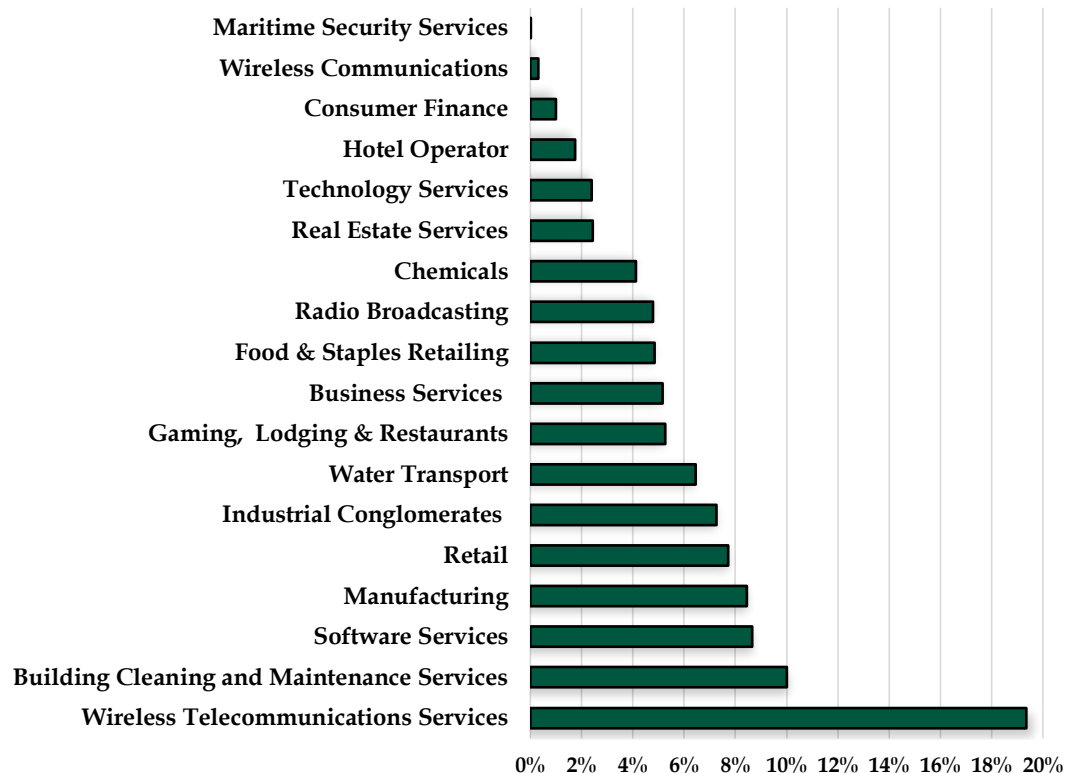
Portfolio Review: Asset Type (End of Period Investments - % of FMV)



Portfolio Review: Interest Rate (End of Period Investments - % of FMV)



Portfolio Review: Industry Breakdown

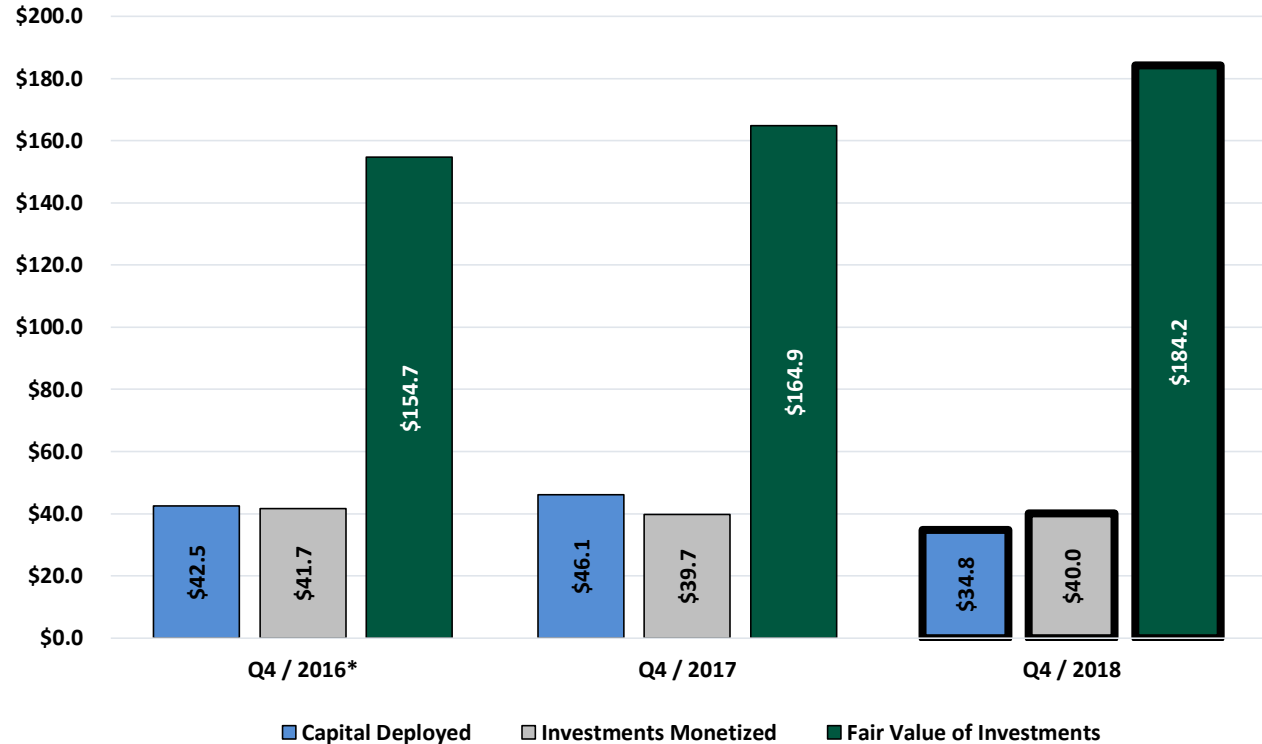


Industry	December 31, 2018	
	Investments at Fair Value	Percentage of Fair Value
Wireless Telecommunications Services	\$ 35,631	19.35%
Building Cleaning and Maintenance Services	18,443	10.01%
Software Services	15,942	8.66%
Manufacturing	15,575	8.46%
Retail	14,227	7.72%
Industrial Conglomerates	13,365	7.26%
Water Transport	11,889	6.45%
Gaming, Lodging & Restaurants	9,687	5.26%
Business Services	9,505	5.16%
Food & Staples Retailing	8,935	4.85%
Radio Broadcasting	8,807	4.78%
Chemicals	7,601	4.13%
Real Estate Services	4,479	2.43%
Technology Services	4,428	2.40%
Hotel Operator	3,212	1.74%
Consumer Finance	1,830	0.99%
Wireless Communications	596	0.32%
Maritime Security Services	34	0.02%
Total	\$ 184,186	100.00%

Amounts in the above table do not include investments in short-term securities, including United States Treasury Bills and money market mutual funds.

Portfolio Review: Portfolio Growth (\$ in Millions)

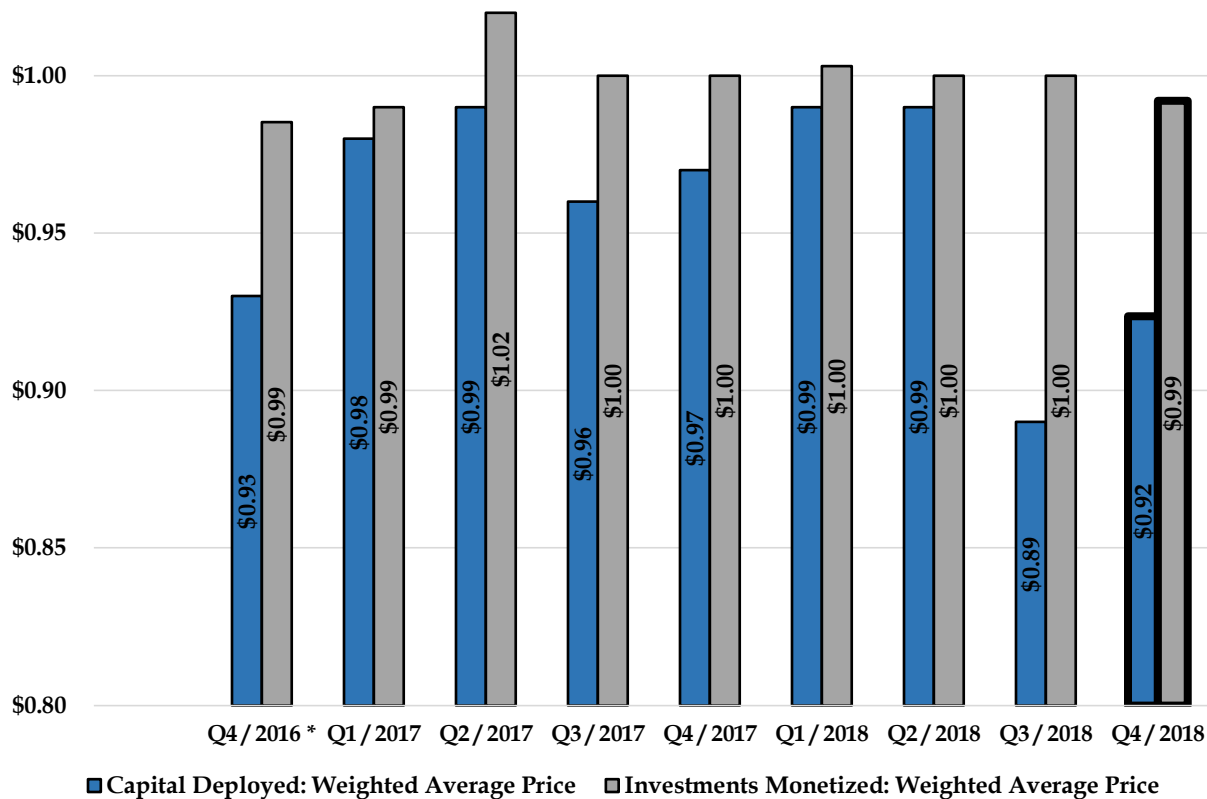
- *Portfolio growth of approximately 19% over the past two years*
- *Capital deployment generally in excess of investments monetized as the portfolio grows*



*Partial period

Portfolio Review: Portfolio Rotation

- During the past nine quarters, we have consistently monetized higher dollar priced investments and deployed capital into lower dollar priced investments, building total return*
- In addition, substantially all new debt investments since inception have been 1st lien and/or senior secured*



*Partial period

Portfolio Review: Portfolio Rotation (Continued)

Portfolio Rotation: New Investments vs. Monetized Investments

	Q4/2017	Q1/2018	Q2/2018	Q3/2018	Q4/2018
Dollar Value of New Investments ¹	\$49.1 million	\$63.2 million	\$37.9 million	\$39.0 million	\$34.8 million
Weighted Average Price of New Debt Investments	\$0.97	\$0.99	\$0.99	\$0.89	\$0.92
Weighted Average Current Yield of New Debt Investments	11.4%	10.2%	10.9%	11.0%	11.2%
% of New Debt Investments - 1 st Lien / Senior Secured Instruments	100%	100%	100%	100%	100%
Dollar Value of Monetized Investments ²	\$39.7 million	\$29.1 million	\$27.7 million	\$38.0 million	\$40.0 million
Weighted Average Price of Monetized Debt Investments	\$1.00	\$1.00	\$1.00	\$1.00	\$0.99
Weighted Average Current Yield of Monetized Debt Investments	10.4%	11.1%	10.4%	9.0%	11.3%
% of Monetized Debt Investments - 1 st Lien / Senior Secured Instruments	100%	100%	100%	100%	100%

(1) This includes new deals, additional fundings (inclusive of those on revolving credit facilities), refinancings and PIK interest. Amounts included herein are exclusive of investments in short-term securities, including United States Treasury Bills and money market mutual funds. Weighted average dollar price is based upon the stated par value and fair value of outstanding debt securities at the measurement date. Weighted average current yield is based upon the stated coupon rate and fair value of outstanding debt securities at the measurement date.

(2) This includes scheduled principal payments, prepayments, sales and repayments (inclusive of those on revolving credit facilities). Amounts included herein are exclusive of investments in short-term securities, including United States Treasury Bills and money market mutual funds. Weighted average dollar price is based upon the stated par value and fair value of outstanding debt securities at the measurement date. Weighted average current yield is based upon the stated coupon rate and fair value of outstanding debt securities at the measurement date.

Portfolio Review: Avanti: Update

The fair value of Avanti senior secured notes and common shares continues to diverge from the significant fundamental company progress

- Since GECC was formed, it has worked with other key Avanti creditors to:
 - Identify and recruit Kyle Whitehill as CEO
 - Restructure Avanti's balance sheet, eliminating over \$500 million of indebtedness
 - Fund and launch HYLAS 4, Avanti's biggest satellite, more than doubling capacity (and at lower unit costs)
 - Identify and recruit new board members who have provided stability and strategic insight
- Since Kyle Whitehill took over in April 2018, Avanti has:
 - Dramatically overhauled its sales and marketing effort resulting in large contract wins, both in number and in dollar value
 - Rapidly grown recurring core bandwidth revenue
- Despite all of this progress, GECC's investment has suffered "mark-to-market" declines of approximately \$55 million
- **In 2019, GECC expects Avanti to:**
 - **Continue to rapidly grow recurring core bandwidth revenue**
 - **Reduce operating costs**
 - **Grow EBITDA in excess of revenue growth**
 - Gain visibility into unleveraged free cash flow generation (Adj. EBITDA less maintenance capex)

Subsequent Events

Subsequent Events (through March 12, 2019)

- In January and February 2019, we sold an aggregate \$6 million par value of Michael Baker International, LLC senior secured bond at a price of approximately \$1.00
- In January 2019, we sold approximately \$4.8 million par value of Sungard Availability Services Capital, Inc. senior secured loan at a price of approximately \$0.78
- In January 2019, approximately \$3.8 million par value of Geo Specialty Chemicals, Inc. senior secured revolving loan was paid down at a price of approximately \$1.00
- In January 2019, approximately \$3.9 million par value of Geo Specialty Chemicals, Inc. senior secured term loan was paid down at a price of approximately \$1.00
- In January 2019, approximately \$5.0 million par value of TRU Taj LLC senior debtor in possession notes was paid down at a price of approximately \$1.02
- In January 2019, \$16.0 million par value of TRU Taj LLC senior secured bonds was exchanged for 58,054 shares of common stock of TRU Taj LLC and 16,000 shares of TRU Taj LLC Liquidating Trust

This deployment and monetization activity does not include revolver draws, ordinary course amortization payments, and government bond trading activity.

Subsequent Events (through March 12, 2019) (Continued)

- In January 2019, we received and exercised the right to purchase 718,900 shares of common stock of TRU Taj at a price of \$13.94 per share.
- In January 2019, we purchased \$10.0 million par value senior secured revolving commitment of Research Now (“Dynata”) senior secured revolving loan at a price of approximately \$0.93
- In February 2019, we purchased 80% of the capital stock of Prestige Capital Corporation for aggregate cash consideration of approximately \$7.4 million
- In March 2019, we sold \$17.5 million par value of International Wire Group, Inc.’s senior secured note at a price of approximately \$1.02
- In March 2019, we sold approximately \$1.2 million par value of PR Wireless, Inc.’s senior secured term loan at a price of approximately \$0.99
- In March 2019, we purchased approximately \$2.0 million of a Viasat, Inc. receivable at a price of approximately \$0.90

This deployment and monetization activity does not include revolver draws, ordinary course amortization payments, and government bond trading activity.

Subsequent Events: Acquisition of Prestige Capital Corporation

- **On February 8, 2019, GECC acquired 80.0% of the outstanding equity interests in Prestige Capital Corporation (“PCC”) for aggregate cash consideration of approximately \$7.4 million**
 - In 2017, PCC generated Revenue of approximately \$6.4 million and Adjusted Net Income of \$2.0 million¹
 - Management currently expects that the audited 2018 results will be equal to or higher than the comparable 2017 figures
- Headquartered in Fort Lee, NJ, PCC specializes in providing liquidity solutions to early stage and small-to-mid sized businesses through the purchase of their invoices
 - A tenured and aligned management team in Alan Eliasof (CEO) and Stuart Rosenthal (President) will maintain a 20.0% minority stake in the business
- GECC believes that its PCC equity interests will be among the highest yielding investments in its portfolio
- In addition to PCC’s attractive dividend yield, GECC intends to participate directly in factoring transactions that PCC originates, for an anticipated low-to-mid teens annual yield
- GECC may provide ABL loans to successful PCC clients who “graduate” to less expensive ABL financing from more expensive factor financing

(1) Please refer to the GAAP reconciliation table in the Appendix

Financial Review

(Quarter Ended 12/31/2018)

Financial Review: Per Share Data

Financial Highlights – Per Share Data					
	Q4/2017 ¹	Q1/2018 ¹	Q2/2018 ¹	Q3/2018 ¹	Q4/2018 ¹
Earnings Per Share (“EPS”)	\$0.47	(\$0.38)	\$0.25	\$0.46	(\$1.18)
Net Investment Income (“NII”) Per Share	\$0.60	\$0.36	\$0.57	\$0.25	\$0.25
Net Realized Gains / (Losses) Per Share	\$0.02	\$0.03	\$0.08	\$0.08	\$0.04
Net Unrealized Gains / (Losses) Per Share	(\$0.16)	(\$0.77)	(\$0.40)	\$0.12	(\$1.46)
Net Asset Value Per Share at Period End	\$12.42	\$11.79	\$11.79	\$12.00	\$10.34
Distributions Paid / Declared Per Share	\$0.449	\$0.249	\$0.249	\$0.249	\$0.489

(1) The per share figures are based on a weighted average of outstanding shares for the preceding quarter, except where such amounts need to be adjusted to be consistent with the financial highlights of our consolidated financial statements.

Financial Review: Portfolio

Financial Highlights - Portfolio

	Q4/2017	Q1/2018	Q2/2018	Q3/2018	Q4/2018
Capital Deployed	\$46.1 million	\$63.2 million	\$37.9 million	\$39.0 million	\$34.8 million
Investments Monetized	\$39.7 million	\$29.1 million	\$27.7 million	\$38.0 million	\$40.0 million
Total Fair Value of Investments at Period End ¹	\$164.9 million	\$194.8 million	\$199.3 million	\$203.3 million	\$184.2 million
Net Asset Value at Period End	\$132.3 million	\$125.6 million	\$125.6 million	\$127.8 million	\$110.1 million
Total Assets at Period End	\$239.9 million	\$257.1 million	\$286.6 million	\$288.5 million	\$281.6 million
Total Debt Outstanding at Period End (Par Value)	\$32.6 million	\$79.0 million	\$79.0 million	\$79.0 million	\$79.0 million
Debt to Equity Ratio at Period End	0.25x	0.63x	0.63x	0.62x	0.72x
Cash and Money Market Investments at Period End ²	\$18.9 million	\$29.9 million	\$8.5 million	\$5.3 million	\$7.7 million

(1) Total Fair Value of Investments does not include investments in short-term securities, including United States Treasury Bills and money market mutual funds.

(2) Cash and money market investments does not include our holdings in United States Treasury Bills.

Financial Review: Quarter Ended 12/31/2018

- **Total investment income** for the quarter ended December 31, 2018 was approximately \$6.9 million, or \$0.65 per share
- **Net expenses** for the quarter ended December 31, 2018 were approximately \$4.2 million, or \$0.40 per share
- **Net investment income** for the quarter ended December 31, 2018 was approximately \$2.7 million, or \$0.25 per share
- **Net realized gains** for the quarter ended December 31, 2018 were approximately \$394 thousand, or \$0.04 per share
- **Net unrealized depreciation** of investments for the quarter ended December 31, 2018 was approximately \$15.6 million, or \$1.46 per share

The per share figures are based on a weighted average of shares outstanding for the preceding quarter, except where such amounts need to be adjusted to be consistent with the financial highlights of our consolidated financial statements.

Financial Review: Quarter Ended 12/31/2018 - Unrealized Loss Detail

- The secondary markets were particularly volatile in the fourth quarter of 2018
 - **Consequently, the fair value of certain of GECC's significant investments was depressed and GECC experienced an unrealized loss of approximately \$15.6 million during the quarter**
- Below is a breakdown of GECC's fourth quarter unrealized loss:

(\$000,000s)

GECC Investment	Unrealized Loss
Avanti equity	\$ (6.8)
Avanti 2nd lien notes	(2.3)
Avanti subtotal	(9.1)
All other positions, net	(6.5)
Total	\$ (15.6)

- Thus far in the first quarter of 2019, volatility in the secondary markets has subsided
 - **GECC's unrealized losses have partially reversed**

Financial Review: Quarterly Operating Results

(\$ in Thousands)	Q4/2017		Q1/2018		Q2/2018		Q3/2018		Q4/2018	
	Per Share ¹		Per Share ¹		Per Share ¹		Per Share ¹		Per Share ¹	
Total Investment Income²	\$9,710	\$0.92	\$7,498	\$0.70	\$7,162	\$0.67	\$6,180	\$0.58	\$6,913	\$0.65
Interest Income	9,613	0.91	7,365	0.69	6,982	0.66	6,149	0.58	6,860	0.64
Dividend & Other Income	97	0.01	133	0.01	180	0.01	31	0.00	53	0.00
Net Operating Expenses	3,277	0.32	3,632	0.34	1,084	0.10	3,495	0.33	4,208	0.40
Management fees	612	0.06	693	0.07	754	0.07	768	0.07	740	0.07
Incentive fees	1,610	0.15	966	0.09	(2,149)	(0.20)	576	0.05	772	0.07
Total Investment Management fees	2,222	0.21	1,659	0.16	(1,395)	(0.13)	1,344	0.13	1,512	0.14
Administration fees	308	0.03	310	0.03	487	0.05	202	0.02	417	0.04
Directors' fees	48	0.01	49	0.00	50	0.00	51	0.00	45	0.00
Interest expense	60	0.01	1,275	0.12	1,456	0.14	1,457	0.14	1,457	0.14
Professional services (incl. merger expenses)	294	0.03	171	0.02	294	0.03	325	0.03	414	0.04
Custody fees	28	0.00	14	0.00	15	0.00	15	0.00	14	0.00
Other	193	0.02	154	0.01	177	0.02	101	0.01	169	0.02
Fees Waivers and Expense Reimbursement	0	0.00	0	0.00	0	0.00	0	0.00	0	0.00
Income Tax, Including Excise Tax	124	0.01	0	0.00	0	0.00	0	0.00	180	0.02
Net Investment Income	\$6,433	\$0.60	\$3,866	\$0.36	\$6,078	\$0.57	\$2,685	\$0.25	\$2,705	\$0.25

(1) The per share figures are based on a weighted average of the shares outstanding for the preceding quarter, except where such amounts need to be adjusted to be consistent with the financial highlights of our consolidated financial statements.

(2) Total investment income includes PIK income and net accretion of OID and market discount.

Capital Activity

Capital Activity: Distribution Policy & Declared Distributions

- In October 2018, our Board set our monthly Q1/2019 distribution amount. The distribution schedule, including record date and payment date, was established by GECC pursuant to authority granted by the Board and communicated to stockholders in December 2018

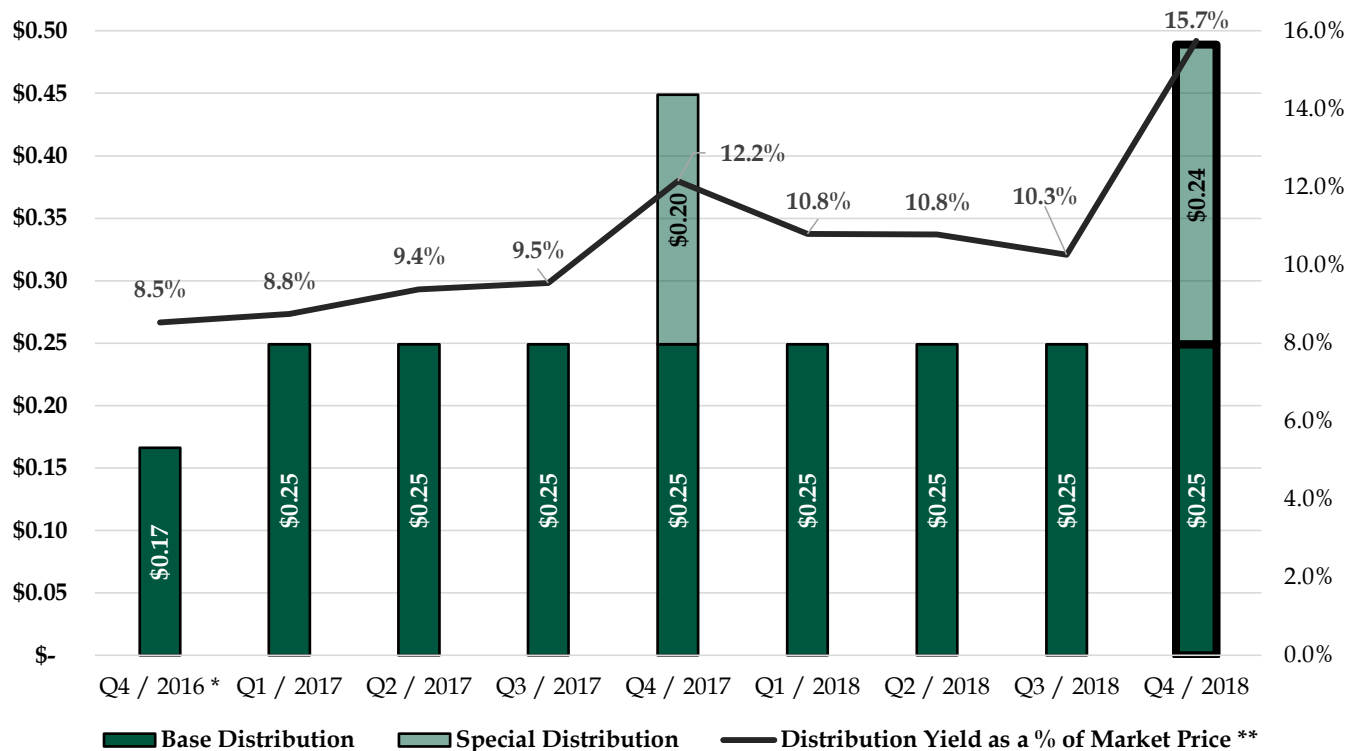
Month	Rate	Record Date	Payable Date
January	\$0.083	January 31, 2019	February 15, 2019
February	\$0.083	February 28, 2019	March 15, 2019
March	\$0.083	March 29, 2019	April 15, 2019

- In December 2018, we announced a special distribution of \$0.24 per share. Including the base distributions, our declared distributions to stockholders in 2018 totaled \$1.24 per share, representing 12.0% on our December 31, 2018 NAV or 15.7% on the market value at year-end (based on closing price on 12/31/2018)
- In March 2019, our Board set our Q2/2019 distribution amount of \$0.083 per share per month. The distribution schedule, including record date and payment date, will be established by GECC pursuant to authority granted by the Board and communicated to stockholders later this month
- **We intend to continue to supplement these base distributions with special distributions from NII in excess of the declared distribution and as catalyst-driven investments are realized¹**

(1) There can be no assurance that any such supplemental amounts will be received or realized, or even if received and realized, distributed or available for distribution. Past distributions are not indicative of future distributions. Distributions are declared by the Board out of the funds legally available therefor. Though GECC intends to pay distributions monthly, it is not obligated to do so.

Capital Activity: Distribution Yield as a Percentage of Market Value

- Declared/set 32 consecutive monthly distributions of \$0.083 per share¹
- Special distributions of \$0.20 per share declared in December 2017 and \$0.24 per share in December 2018
- Cumulative distributions declared/set to date total approximately \$3.10 per share¹



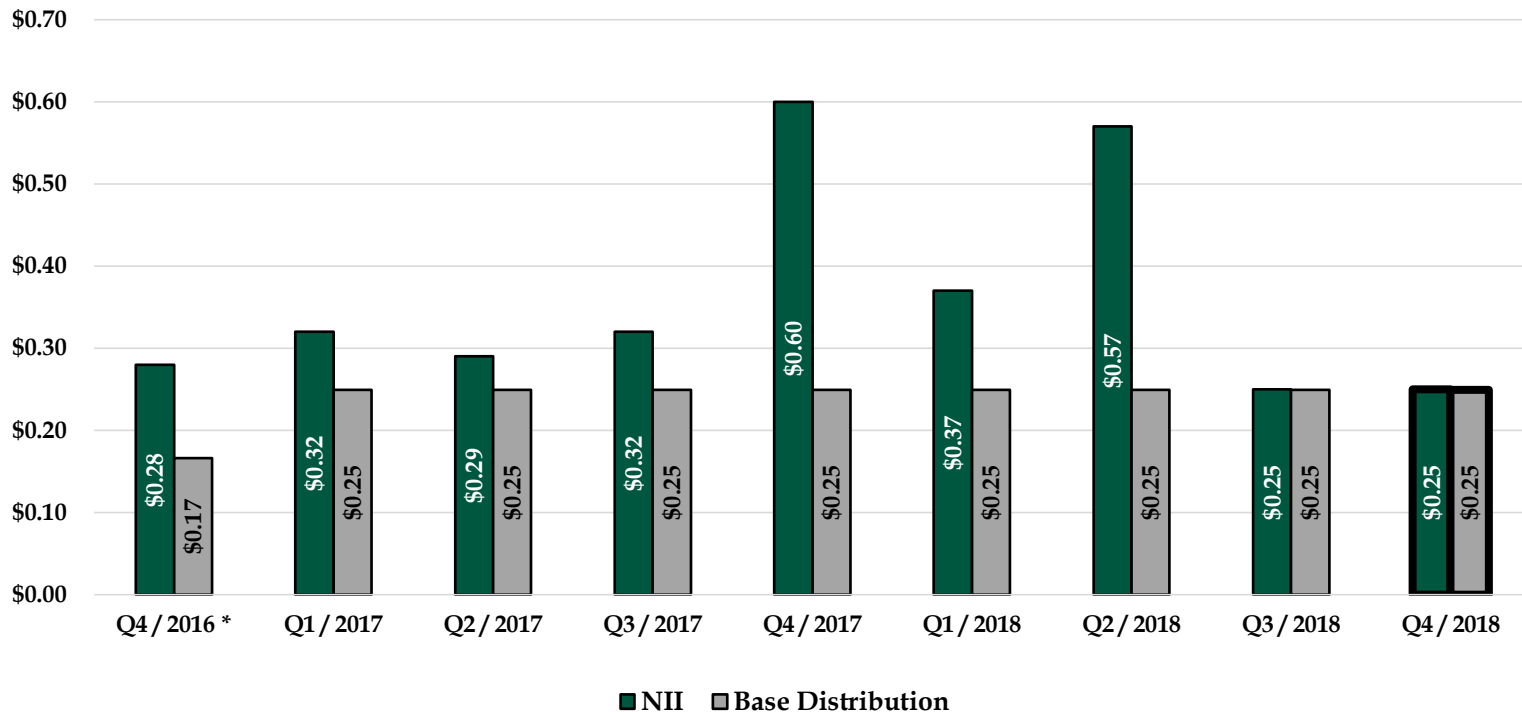
* Partial period

** Annualized distribution yield is calculated by dividing the declared distribution by the closing price at quarter end and annualizing over four periods. The special distribution is added as applicable.

(1) Through June 2019.

Capital Activity: Historical Distribution Coverage

NII has covered the base distribution every quarter since inception



* Partial period ended December 31, 2016; Adjusted NII excludes one-time merger / formation costs.

Summary

Summary

Distributions & Coverage

- Earned or out-earned declared distributions in each quarter of 2016¹, 2017 and 2018
- Declared a special distribution of \$0.24 per share in December 2018, resulting in an annual distribution yield of 12.0% (based on 12/31/2018 NAV) and 15.7% (based on 12/31/2018 closing market value)
- To date, 32 consecutive monthly distributions of \$0.083 per share and two special distributions, totaling \$3.10 in total distributions paid, declared or set

Alignment of Interest

- Insiders own greater than 20% of GECC's outstanding shares
- GECC has repurchased greater than 2.2 million shares, representing approx. 17% of its initial share count

The Portfolio

- A growing portfolio composed primarily of senior secured loans and bonds
 - Weighted average current yield of 12.0%²

Realized Performance

- IRR on all realized investments is approximately 22.5%
- Approximately 73% of the legacy Full Circle investments realized at 109% of NAV
- Monetization of investments consistently at higher prices than capital deployment

(1) Partial period; (2) Weighted average current yield is based upon the stated coupon rate and fair value of outstanding debt securities at the measurement date

Appendix

Appendix: General Risks

Debt instruments are subject to credit and interest rate risks.

Credit risk refers to the likelihood that an obligor will default in the payment of principal or interest on an instrument. Financial strength and solvency of an obligor are the primary factors influencing credit risk. In addition, lack or inadequacy of collateral or credit enhancement for a debt instrument may affect its credit risk. Credit risk may change over the life of an instrument, and debt instruments that are rated by rating agencies are often reviewed and may be subject to downgrade. Our debt investments either are, or if rated would be, rated below investment grade by independent rating agencies. These “junk bonds” and “leveraged loans” are regarded as having predominantly speculative characteristics with respect to the issuer’s capacity to pay interest and repay principal. They may be illiquid and difficult to value and typically do not require repayment of principal before maturity, which potentially heightens the risk that we may lose all or part of our investment.

Interest rate risk refers to the risks associated with market changes in interest rates. Interest rate changes may affect the value of a debt instrument indirectly (especially in the case of fixed rate obligations) or directly (especially in the case of an instrument whose rates are adjustable). In general, rising interest rates will negatively impact the price of a fixed rate debt instrument and falling interest rates will have a positive effect on price. Adjustable rate instruments also react to interest rate changes in a similar manner although generally to a lesser degree (depending, however, on the characteristics of the reset terms, including the index chosen, frequency of reset and reset caps or floors, among other factors).

GECC utilizes leverage to seek to enhance the yield and net asset value of its common stock. These objectives will not necessarily be achieved in all interest rate environments. The use of leverage involves risk, including the potential for higher volatility and greater declines of GECC’s net asset value, fluctuations of dividends and other distributions paid by GECC and the market price of GECC’s common stock, among others. The amount of leverage that GECC may employ at any particular time will depend on, among other things, our Board’s and our adviser’s assessment of market and other factors at the time of any proposed borrowing.

As part of our lending activities, we may purchase notes or make loans to companies that are experiencing significant financial or business difficulties, including companies involved in bankruptcy or other reorganization and liquidation proceedings. Although the terms of such financings may result in significant financial returns to us, they involve a substantial degree of risk. The level of analytical sophistication, both financial and legal, necessary for successful financing to companies experiencing significant business and financial difficulties is unusually high. We cannot assure you that we will correctly evaluate the value of the assets collateralizing our investments or the prospects for a successful reorganization or similar action. In any reorganization or liquidation proceeding relating to a portfolio company, we may lose all or part of the amounts advanced to the borrower or may be required to accept collateral with a value less than the amount of the investment advanced by us to the borrower.

Appendix: Acquisition of Prestige Capital Corporation

Non-GAAP Reconciliation:

<i>(in thousands)</i>	FY2017
GAAP Net Income	\$ 1,125
Adjustments:	
Owner's compensation & expenses	613
Other compensation	164
Transaction fees	88
Total Adjustments	865
Adjusted Net Income	<u>\$ 1,990</u>

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