

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): **November 3, 2025**

CAPITAL SOUTHWEST CORPORATION

(Exact Name Of Registrant As Specified In Charter)

Texas
(State or Other Jurisdiction of Incorporation)

814-00061
(Commission File Number)

75-1072796
(IRS Employer Identification No.)

8333 Douglas Avenue, Suite 1100
Dallas, Texas 75225
(Address of Principal Executive Offices) (Zip Code)

Registrant's telephone number, including area code: **(214) 238-5700**

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 (*see* General Instruction A.2. below):

- 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))

Securities registered pursuant to Section 12(b) of the Act:

Title of Each Class
Common Stock, \$0.25 par value per share

Trading Symbol(s)
CSWC

Name of Each Exchange on Which Registered
The Nasdaq Global Select Market

Indicate by check mark whether the registrant is an emerging growth company as defined in Rule 405 of the Securities Act of 1933 (§230.405 of this chapter) or Rule 12b-2 of the Securities Exchange Act of 1934 (§240.12b-2 of this chapter).

Emerging growth company

If an emerging growth company, indicate by check mark if the registrant has elected not to use the extended transition period for complying with any new or revised financial accounting standards provided pursuant to Section 13(a) of the Exchange Act.

Item 2.02 Results of Operations and Financial Condition.

On November 3, 2025, Capital Southwest Corporation (the "Company") issued a press release, a copy of which has been furnished as Exhibit 99.1 hereto.

The information furnished in this Current Report on Form 8-K under Item 2.02, including Exhibit 99.1, shall not be deemed "filed" for purposes of Section 18 of the Securities Exchange Act of 1934, as amended (the "Exchange Act"), nor shall it be deemed incorporated by reference into any filing under the Securities Act of 1933, as amended (the "Securities Act"), except as shall be expressly set forth by reference in a future filing.

Item 7.01 Regulation FD Disclosure.

The Company expects to hold a conference call with analysts and investors on November 4, 2025. A copy of the investor presentation slides to be used by the Company on such conference call is furnished as Exhibit 99.2 to this Form 8-K and incorporated herein by reference.

The information set forth under this Item 7.01, including Exhibit 99.2, is being furnished and shall not be deemed "filed" for purposes of Section 18 of the Exchange Act, nor shall it be deemed incorporated by reference into any filing under the Securities Act, except as shall be expressly set forth by specific reference in such filing.

Item 9.01 Financial Statements and Exhibits

(d) Exhibits	
<u>Exhibit No.</u>	<u>Description</u>
99.1	Press release issued by Capital Southwest Corporation on November 3, 2025
99.2	Investor presentation slides
104	Cover Page Interactive Data File (embedded within the Inline XBRL document)

SIGNATURES

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 hereunto duly authorized.

Dated: November 3, 2025

By: /s/ Michael S. Sarner
Name: Michael S. Sarner
Title: President and Chief Executive Officer

Capital Southwest Announces Financial Results for Second Fiscal Quarter Ended September 30, 2025

Dallas, Texas – November 3, 2025 – Capital Southwest Corporation (“Capital Southwest,” “CSWC” or the “Company”) (Nasdaq: CSWC), an internally managed business development company focused on providing flexible financing solutions to support the acquisition and growth of middle market businesses, today announced its financial results for the second fiscal quarter ended September 30, 2025.

Second Quarter Fiscal Year 2026 Financial Highlights

- Total Investment Portfolio: \$1.9 billion
 - Credit Portfolio of \$1.7 billion
 - 99% 1st Lien Senior Secured Debt
 - \$241.5 million in new committed credit investments during the quarter
 - Weighted Average Yield on Debt Investments: 11.5%
 - Current non-accruals with a fair value of \$18.7 million, representing 1.0% of the total investment portfolio
 - Equity Portfolio of \$171.7 million
 - \$4.0 million in new equity co-investments during the quarter
- Pre-Tax Net Investment Income: \$34.0 million, or \$0.61 per weighted average common share outstanding
- Estimated Undistributed Taxable Income (“UTI”): \$1.13 per share as of September 30, 2025
 - Increase primarily due to realized gains of \$3.5 million from the exit of one equity investment during the quarter
- LTM Operating Leverage: 1.6% for the quarter ended September 30, 2025
- Dividends: Paid Regular Monthly Dividends of \$0.1934 per share for each of July, August and September 2025 and \$0.06 per share Supplemental Dividend in September 2025
 - 104% LTM Pre-Tax NII Regular Dividend Coverage
 - Total Dividends for the quarter ended September 30, 2025 of \$0.6402 per share
- Net Realized and Unrealized Depreciation: \$6.4 million, or 0.3% of total investments at fair value
 - \$5.7 million of net appreciation related to the equity portfolio
 - \$10.3 million of net depreciation related to the credit portfolio
 - \$1.8 million net realized and unrealized income tax provision
- Balance Sheet:
 - Cash and Cash Equivalents: \$87.4 million
 - Total Net Assets: \$947.0 million
 - Net Asset Value (“NAV”) per Share: \$16.62

In commenting on the Company's results, Michael Sarner, President and Chief Executive Officer, stated, "The September quarter was an incredibly active quarter on the origination front for Capital Southwest, with approximately \$245 million of originations in seven new and ten existing portfolio companies. Additionally, we have continued to successfully harvest realized gains with the exit of one equity investment this quarter, increasing our undistributable taxable income balance to \$1.13 per share. During the quarter, the Board of Directors again declared a regular monthly dividend of \$0.1934 for each of October, November and December 2025 and a quarterly supplemental dividend of \$0.06 to be paid in December 2025. On the capitalization front, we successfully raised \$350 million at 5.950% in our inaugural index-eligible unsecured bond transaction. Subsequent to quarter end, we used a portion of the proceeds from this issuance to redeem both our October 2026 Notes and August 2028 Notes. Importantly, there was no make-whole premium due on either of our note redemptions. We also continued to efficiently raise equity capital during the quarter, raising approximately \$40 million through our Equity ATM Program. Additionally, SBIC II received an initial leverage commitment from the SBA for \$40 million."

Second Quarter Fiscal Year Investment Activities

During the quarter ended September 30, 2025, the Company originated \$245.5 million in new commitments, consisting of investments in seven new portfolio companies totaling \$165.8 million and add-on commitments in ten portfolio companies totaling \$79.7 million. New portfolio company originations were comprised of \$162.5 million in first lien senior secured debt and \$3.3 million in equity investments.

During the quarter ended September 30, 2025, the Company received proceeds of \$25.2 million from three portfolio company prepayments and exits, generating net realized gains of \$3.5 million. Total proceeds were comprised of \$20.6 million from debt investments and \$4.6 million from equity investments.

Second Fiscal Quarter 2026 Operating Results

For the quarter ended September 30, 2025, Capital Southwest reported total investment income of \$56.9 million, compared to \$55.9 million in the prior quarter. The increase in investment income was primarily attributable to an increase in cash interest income due to an increase in the average cost basis of investments held and an increase in amendment fees and arranger fees received during the quarter, partially offset by a decrease in PIK interest income.

For the quarter ended September 30, 2025, total operating expenses (excluding interest expense) were \$6.9 million, compared to \$8.0 million in the prior quarter. The decrease was primarily attributable to a decrease in total employee compensation due to a decrease in accrued bonus compensation.

For the quarter ended September 30, 2025, interest expense was \$16.0 million, compared to \$15.3 million in the prior quarter. The increase is primarily attributable to an increase in average borrowings.

For the quarter ended September 30, 2025, total pre-tax net investment income was \$34.0 million, compared to \$32.7 million in the prior quarter.

For the quarter ended September 30, 2025, there was a tax provision of \$2.0 million, compared to a tax provision of \$0.8 million in the prior quarter. The provision includes a \$0.9 million deferred tax expense, which is primarily attributable to a decrease in the tax basis of investments held at Capital Southwest Equity Investments, Inc., our wholly owned subsidiary that has elected to be treated as a corporation for U.S. federal income tax purposes, resulting in an increase in tax expense.

During the quarter ended September 30, 2025, Capital Southwest recorded total net realized and unrealized losses on investments of \$6.4 million, compared to \$4.9 million of total net realized and unrealized losses in the prior quarter. For the quarter ended September 30, 2025, the total net realized and unrealized losses on investments reflected net realized and unrealized gains on equity investments of \$5.7 million, net realized and unrealized losses on debt investments of \$10.3 million and net realized and unrealized income tax provision of \$1.8 million. The net increase in net assets resulting from operations was \$25.6 million for the quarter, compared to \$27.0 million in the prior quarter.

The Company's NAV at September 30, 2025 was \$16.62 per share, compared to \$16.59 per share in the prior quarter. The increase in NAV per share from the prior quarter is primarily due to the issuance of common stock at a premium to NAV per share through the Equity ATM Program (as described below), partially offset by net realized and unrealized losses on investments.

Liquidity and Capital Resources

At September 30, 2025, Capital Southwest had approximately \$87.4 million in unrestricted cash and money market balances and \$632.2 million of unused capacity under the Corporate Credit Facility (as defined below) and the SPV Credit Facility (as defined below). The regulatory debt to equity ratio at the end of the quarter was 0.91 to 1.

As of September 30, 2025, Capital Southwest had the following borrowings outstanding:

- \$77.0 million of total debt outstanding on the SPV Credit Facility
- \$149.2 million, net of unamortized debt issuance costs, of the 3.375% Notes due October 2026
- \$70.4 million, net of unamortized debt issuance costs, of the 7.75% Notes due August 2028
- \$223.8 million, net of amortized debt issuance costs, of the 5.125% convertible notes due November 2029
- \$343.3 million, net of amortized debt issuance costs, of the 5.950% Notes due 2030
- \$170.9 million, net of unamortized debt issuance costs, of SBA Debentures (as defined below)

In August 2016, CSWC entered into a senior secured credit facility (the "Corporate Credit Facility") to provide additional liquidity to support its investment and operational activities. Borrowings under the Corporate Credit Facility accrue interest on a per annum basis at a rate equal to the applicable SOFR rate plus 2.15%. On August 2, 2023, CSWC entered into the Third Amended and Restated Senior Secured Revolving Credit Agreement that (1) increased commitments under the Corporate Credit Facility from \$400 million to \$435 million; (2) added an uncommitted accordion feature that could increase the maximum commitments up to \$750 million; (3) extended the end of the Corporate Credit Facility's revolving period from August 9, 2025 to August 2, 2027 and extended the final maturity from August 9, 2026 to August 2, 2028; and (4) amended several financial covenants. As of September 30, 2025, the total commitments under the Corporate Credit Facility were \$510 million provided by 11 lenders.

Capital Southwest SPV LLC ("SPV") is a wholly owned special purpose vehicle that was formed to hold investments for the SPV Credit Facility (as defined below) to support our investment and operating activities. On March 20, 2024, SPV entered into a special purpose vehicle financing credit facility (the "SPV Credit Facility"). The SPV Credit Facility included an initial commitment of \$150 million. Pursuant to the terms of the loan agreement, on June 20, 2024, total commitments automatically increased from \$150 million to \$200 million. The SPV Credit Facility also includes an accordion feature that allows increases up to \$400 million of total commitments from new and existing lenders on the same terms and conditions as the existing commitments. Borrowings under the SPV Credit Facility bear interest at three-month Term SOFR plus 2.50% per annum during the revolving period ending on March 20, 2027 and three-month Term SOFR plus an applicable margin of 2.85% thereafter. SPV (i) paid unused commitment fees of 0.10% through April 20, 2024 and (ii) pays unused commitment fees of 0.35% thereafter, on the unused lender commitments under the SPV Credit Facility, in addition to other customary fees. Under the SPV Credit Facility, SPV also pays a utilization fee based on the amount of borrowings utilized. The SPV Credit Facility matures on March 20, 2029.

In September 2025, the Company issued \$350 million in aggregate principal amount of 5.950% Notes due 2030 (the "September 2030 Notes"). The September 2030 Notes were issued at a price of 99.345% of the aggregate principal amount of the September 2030 Notes, resulting in yield-to-maturity of 6.104%. The September 2030 Notes mature on September 18, 2030 and may be redeemed in whole or in part at any time prior to August 18, 2030, at par plus a "make-whole" premium, and thereafter at par. The September 2030 Notes bear interest at a rate of 5.950% per year, payable semi-annually in arrears on March 18 and September 18 of each year, beginning on March 18, 2026.

On October 13, 2025, the Company redeemed, in full, \$150 million in aggregate principal amount of the issued and outstanding October 2026 Notes and redeemed, in full, \$71.9 million in aggregate principal amount of the issued and outstanding August 2028 Notes. Each of the October 2026 Notes and the August 2028 Notes were redeemed at 100% of their principal amount, plus the accrued and unpaid interest thereon, through, but excluding, the redemption date. There was no "make-whole" premium required to be paid in connection therewith. The Company will recognize a realized loss on extinguishment of debt, equal to the write-off of the related unamortized debt issuance costs, of approximately \$2.2 million during the quarter ending December 31, 2025.

The Company has an "at-the-market" offering (the "Equity ATM Program"), pursuant to which the Company may offer and sell, from time to time through sales agents, up to \$1 billion of shares of its common stock. During the quarter ended September 30, 2025, the Company sold 1,766,975 shares of its common stock under the Equity ATM Program at a weighted-average price of \$22.81 per share, raising \$40.3 million of gross proceeds. Net proceeds were \$39.7 million.

after commissions to the sales agents on shares sold. As of September 30, 2025, the Company has \$208.0 million available under the Equity ATM Program.

Our wholly owned subsidiaries, Capital Southwest SBIC I, LP ("SBIC I") and Capital Southwest SBIC II, LP ("SBIC II" and together with SBIC I, the "SBIC Subsidiaries"), each received a license from the Small Business Administration (the "SBA") to operate as a Small Business Investment Company ("SBIC") under Section 301(c) of the Small Business Investment Act of 1958, as amended, on April 20, 2021 and April 17, 2025, respectively. The SBIC licenses allow the SBIC Subsidiaries to obtain leverage by issuing SBA-guaranteed debentures ("SBA Debentures"), subject to the issuance of a leverage commitment by the SBA. SBA Debentures are loans issued to an SBIC that have interest payable semi-annually and a ten-year maturity. The interest rate is fixed shortly after issuance at a market-driven spread over U.S. Treasury Notes with ten-year maturities. For two or more SBICs under common control, the maximum amount of outstanding SBA Debentures cannot exceed \$350 million. As of September 30, 2025, SBIC I had a total leverage commitment from the SBA in the amount of \$175.0 million, all of which was drawn, and SBIC II had a total leverage commitment from the SBA in the amount of \$40.0 million, none of which was drawn.

Share Repurchase Program

On July 28, 2021, the Company's Board of Directors (the "Board") approved a share repurchase program authorizing the Company to repurchase up to \$20 million of its outstanding shares of common stock in the open market at certain thresholds below its NAV per share, in accordance with guidelines specified in Rules 10b5-1(c)(1)(i)(B) and 10b-18 under the Securities Exchange Act of 1934, as amended. On August 31, 2021, the Company entered into a share repurchase agreement, which became effective immediately, and the Company will cease purchasing its common stock under the share repurchase program upon the earlier of, among other things: (1) the date on which the aggregate purchase price for all shares equals \$20 million including, without limitation, all applicable fees, costs and expenses; or (2) upon written notice by the Company to the broker that the share repurchase agreement is terminated. During the quarter ended September 30, 2025, the Company did not repurchase any shares of the Company's common stock under the share repurchase program.

Regular Monthly Dividend of \$0.1934 Per Share and Quarterly Supplemental Dividend of \$0.06 Per Share for Quarter Ended December 31, 2025

On August 27, 2025, the Board declared monthly regular dividends of \$0.1934 per share for each of October, November and December 2025 and a quarterly supplemental dividend of \$0.06 per share payable in December 2025, each of which is detailed in the table below.

The Company's regular monthly dividends for the quarter ending September 30, 2025 will be payable as follows:

Declared	Ex-Dividend Date	Record Date	Payment Date	Amount Per Share
8/27/2025	10/15/2025	10/15/2025	10/31/2025	\$0.1934
8/27/2025	11/14/2025	11/14/2025	11/28/2025	\$0.1934
8/27/2025	12/15/2025	12/15/2025	12/31/2025	\$0.1934

The Company's quarterly supplemental dividend for the quarter ending September 30, 2025 will be payable as follows:

Declared	Ex-Dividend Date	Record Date	Payment Date	Amount Per Share
8/27/2025	12/15/2025	12/15/2025	12/31/2025	\$0.06

Total Regular Dividends per Share for Quarter Ending December 31, 2025: **\$0.58**
Total Supplemental Dividend per Share for Quarter Ending December 31, 2025: **\$0.06**
Total Dividends per Share for Quarter Ending December 31, 2025: **\$0.64**

When declaring dividends, the Board of Directors reviews estimates of taxable income available for distribution, which may differ from net investment income under generally accepted accounting principles. The final determination of

taxable income for each year, as well as the tax attributes for dividends in such year, will be made after the close of the tax year.

Capital Southwest maintains a dividend reinvestment plan ("DRIP") that provides for the reinvestment of dividends on behalf of its registered stockholders who hold their shares with Capital Southwest's transfer agent and registrar, Equiniti Trust Company. Under the DRIP, if the Company declares a dividend, registered stockholders who have opted into the DRIP by the dividend record date will have their dividend automatically reinvested into additional shares of Capital Southwest's common stock.

Second Quarter 2026 Earnings Results Conference Call and Webcast

Capital Southwest has scheduled a conference call on Tuesday, November 4, 2025, at 11:00 a.m. Eastern Time to discuss the second quarter 2026 financial results. You may access the call by using the Investor Relations section of Capital Southwest's website at www.capitalsouthwest.com, or by using <http://edge.media-server.com/mmc/p/7mq36zoy>.

An audio archive of the conference call will also be available on the Investor Relations section of Capital Southwest's website.

For a more detailed discussion of the financial and other information included in this press release, please refer to the Capital Southwest's Form 10-Q for the period ended September 30, 2025 to be filed with the Securities and Exchange Commission (the "SEC") and Capital Southwest's Second Fiscal Quarter 2026 Earnings Presentation to be posted on the Investor Relations section of Capital Southwest's website at www.capitalsouthwest.com.

About Capital Southwest

Capital Southwest Corporation (Nasdaq: CSWC) is a Dallas, Texas-based, internally managed business development company with approximately \$1.9 billion in investments at fair value as of September 30, 2025. Capital Southwest is a middle market lending firm focused on supporting the acquisition and growth of middle market businesses with \$5 million to \$50 million investments across the capital structure, including first lien, second lien and non-control equity co-investments. As a public company with a permanent capital base, Capital Southwest has the flexibility to be creative in its financing solutions and to invest to support the growth of its portfolio companies over long periods of time.

Forward-Looking Statements

This press release contains historical information and forward-looking statements with respect to the business and investments of Capital Southwest, including, but not limited to, the statements about Capital Southwest's future performance and financial performance and financial condition, and the timing, form and amount of any distributions or supplemental dividends in the future. Forward-looking statements are statements that are not historical statements and can often be identified by words such as "will," "believe," "expect" and similar expressions and variations or negatives of these words. These statements are based on management's current expectations, assumptions and beliefs. They are not guarantees of future results and are subject to numerous risks, uncertainties and assumptions that could cause actual results to differ materially from those expressed in any forward-looking statement. These risks include risks related to: changes in the markets in which Capital Southwest invests; changes in the financial, capital, and lending markets; changes in the interest rate environment and its impact on our business and our portfolio companies; regulatory changes; tax treatment; our ability to operate the SBIC Subsidiaries as small business investment companies; the uncertainty associated with the imposition of tariffs and trade barriers and changes in trade policy and its impact on our portfolio companies and our financial condition; an economic downturn or recession and its impact on the ability of our portfolio companies to operate and the investment opportunities available to us; the impact of supply chain constraints on our portfolio companies; and the elevated levels of inflation and its impact on our portfolio companies and the industries in which we invests.

Readers should not place undue reliance on any forward-looking statements and are encouraged to review Capital Southwest's Annual Report on Form 10-K for the year ended March 31, 2025 and any subsequent filings with the SEC, including the "Risk Factors" sections therein, for a more complete discussion of the risks and other factors that could affect any forward-looking statements. Except as required by the federal securities laws, Capital Southwest does not undertake any obligation to publicly update or revise any forward-looking statements, whether as a result of new information, future events, changing circumstances or any other reason after the date of this press release.

Investor Relations Contact:

Michael S. Sarnier, President and Chief Executive Officer
214-884-3829

CAPITAL SOUTHWEST CORPORATION AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF ASSETS AND LIABILITIES
(In thousands, except shares and per share data)

	September 30, 2025 (Unaudited)	March 31, 2025
Assets		
Investments at fair value:		
Non-control/Non-affiliate investments (Cost: \$1,490,045 and \$1,403,623, respectively)	\$ 1,488,403	\$ 1,436,316
Affiliate investments (Cost: \$334,800 and \$304,824, respectively)	334,811	292,891
Control investments (Cost: \$71,681 and \$70,913, respectively)	54,693	56,092
Total investments (Cost: \$1,896,526 and \$1,779,360, respectively)	1,877,907	1,785,299
Cash and cash equivalents	87,429	43,221
Restricted cash	1,650	1,650
Receivables:		
Dividends and interest	33,031	30,303
Escrow	1,855	1,926
Other	2,698	2,018
Income tax receivable	48	94
Debt issuance costs (net of accumulated amortization of \$11,764 and \$10,357, respectively)	8,277	9,266
Other assets	8,429	9,063
Total assets	<u>\$ 2,021,324</u>	<u>\$ 1,882,840</u>
Liabilities		
SBA Debentures (net of \$4,088 and \$4,082, respectively, of unamortized debt issuance costs)	\$ 170,912	\$ 170,918
October 2026 Notes (net of \$769 and \$1,154, respectively, of unamortized debt issuance costs)	149,231	148,846
August 2028 Notes (net of \$1,429 and \$1,681, respectively, of unamortized debt issuance costs)	70,446	70,194
2029 Convertible Notes (net of \$6,153 and \$6,893, respectively, of unamortized debt issuance costs)	223,847	223,107
September 2030 Notes (net of \$6,678 and \$0, respectively, of unamortized debt issuance costs)	343,322	—
Credit Facilities	77,000	343,000
Other liabilities	21,079	23,038
Accrued restoration plan liability	545	555
Income tax payable	3,077	2,769
Deferred tax liability	14,861	16,780
Total liabilities	<u>1,074,320</u>	<u>999,207</u>
Commitments and contingencies (Note 11)		
Net Assets		
Common stock, \$0.25 par value: authorized, 75,000,000 shares at September 30, 2025 and March 31, 2025; issued, 56,966,998 shares at September 30, 2025 and 52,912,796 shares at March 31, 2025	14,242	13,228
Additional paid-in capital	1,040,244	959,123
Total distributable (loss) earnings	(107,482)	(88,718)
Total net assets	947,004	883,633
Total liabilities and net assets	<u>\$ 2,021,324</u>	<u>\$ 1,882,840</u>
Net asset value per share (56,966,998 shares outstanding at September 30, 2025 and 52,912,796 shares outstanding at March 31, 2025)	<u>\$ 16.62</u>	<u>\$ 16.70</u>

CAPITAL SOUTHWEST CORPORATION AND SUBSIDIARIES
CONSOLIDATED STATEMENTS OF OPERATIONS
(Unaudited)

(In thousands, except shares and per share data)

	Three Months Ended		Six Months Ended	
	September 30,		September 30,	
	2025	2024	2025	2024
Investment income:				
Interest income:				
Non-control/Non-affiliate investments	\$ 40,746	\$ 38,621	\$ 81,984	\$ 76,557
Affiliate investments	6,831	4,727	12,087	9,486
Control investments	681	350	1,302	642
Payment-in-kind interest income:				
Non-control/Non-affiliate investments	1,673	1,835	3,749	4,308
Affiliate investments	912	563	1,865	1,141
Control investments	209	—	440	—
Dividend income:				
Non-control/Non-affiliate investments	52	572	1,660	2,939
Affiliate investments	2,690	—	4,735	51
Control investments	—	—	24	—
Fee income:				
Non-control/Non-affiliate investments	1,740	954	3,136	2,918
Affiliate investments	770	584	959	918
Control investments	23	9	46	67
Other income	618	491	905	1,033
Total investment income	<u>56,945</u>	<u>48,706</u>	<u>112,892</u>	<u>100,060</u>
Operating expenses:				
Compensation	2,631	1,990	6,587	5,456
Share-based compensation	1,270	1,538	2,413	2,762
Interest	16,020	12,587	31,284	25,034
Professional fees	1,341	1,095	2,551	2,452
General and administrative	1,666	1,482	3,323	3,056
Total operating expenses	<u>22,928</u>	<u>18,692</u>	<u>46,158</u>	<u>38,760</u>
Income before taxes	34,017	30,014	66,734	61,300
Federal income, excise and other taxes	1,149	325	2,248	542
Deferred taxes	884	(1,476)	613	734
Total income tax provision (benefit)	<u>2,033</u>	<u>(1,151)</u>	<u>2,861</u>	<u>1,276</u>
Net investment income	<u>\$ 31,984</u>	<u>\$ 31,165</u>	<u>\$ 63,873</u>	<u>\$ 60,024</u>
Realized (loss) gain				
Non-control/Non-affiliate investments	\$ 3,485	\$ (10,289)	\$ 21,331	\$ (9,485)
Affiliate investments	(7,652)	—	(3,565)	167
Control investments	—	—	—	(260)
Income tax provision	(759)	—	(6,988)	—
Total net realized (loss) gain on investments, net of tax	<u>(4,926)</u>	<u>(10,289)</u>	<u>10,778</u>	<u>(9,578)</u>
Net unrealized (depreciation) appreciation on investments				
Non-control/Non-affiliate investments	(12,146)	(1,866)	(34,208)	(14,226)
Affiliate investments	10,757	3,669	11,815	(552)
Control investments	1,010	(8)	(2,166)	762
Income tax (provision) benefit	(1,058)	13	2,530	289
Total net unrealized (depreciation) appreciation on investments, net of tax	<u>(1,437)</u>	<u>1,808</u>	<u>(22,029)</u>	<u>(13,727)</u>
Net realized and unrealized (losses) gains on investments	<u>(6,363)</u>	<u>(8,481)</u>	<u>(11,251)</u>	<u>(23,305)</u>
Realized loss on disposal of fixed assets	<u>(2)</u>	<u>—</u>	<u>(2)</u>	<u>—</u>
Net increase in net assets from operations	<u>\$ 25,619</u>	<u>\$ 22,684</u>	<u>\$ 52,620</u>	<u>\$ 36,719</u>
Pre-tax net investment income per share - basic	<u>\$ 0.61</u>	<u>\$ 0.64</u>	<u>\$ 1.21</u>	<u>\$ 1.32</u>
Net investment income per share - basic	<u>\$ 0.57</u>	<u>\$ 0.66</u>	<u>\$ 1.16</u>	<u>\$ 1.29</u>
Net increase in net assets from operations - basic	<u>\$ 0.46</u>	<u>\$ 0.48</u>	<u>\$ 0.95</u>	<u>\$ 0.79</u>
Net increase in net assets from operations - diluted	<u>\$ 0.44</u>	<u>\$ 0.48</u>	<u>\$ 0.92</u>	<u>\$ 0.79</u>
Weighted average common shares outstanding - basic	<u>55,544,095</u>	<u>47,242,863</u>	<u>54,536,084</u>	<u>46,458,435</u>
Weighted average common shares outstanding - diluted	<u>64,830,413</u>	<u>47,242,863</u>	<u>63,809,345</u>	<u>46,458,435</u>



Capital Southwest Corporation

Q2 2026 Earnings Presentation

November 4, 2025

8333 Douglas Avenue, Suite 1100 | Dallas, Texas 75225 | 214.238.5700 | capitalsouthwest.com

Important Notices

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- The information contained herein has been derived from financial statements and other documents provided by the portfolio companies unless otherwise stated.
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Forward-Looking Statements

- This presentation contains forward-looking statements relating to, among other things, the business, market conditions, financial condition and results of operations of Capital Southwest, the anticipated investment strategies and investments of Capital Southwest, and future market demand. Any statements that are not statements of historical fact are forward-looking statements. Forward-looking statements are often, but not always, preceded by, followed by, or include words such as "believe," "expect," "intend," "plan," "should" or similar words, phrases or expressions or the negative thereof. These statements are made on the basis of the current beliefs, expectations and assumptions of the management of Capital Southwest and speak only as of the date of this presentation. There are a number of risks and uncertainties that could cause Capital Southwest's actual results to differ materially from the forward-looking statements included in this presentation.
- These risks include risks related to: changes in the markets in which Capital Southwest invests; changes in the financial, capital, and lending markets; changes in the interest rate environment and its impact on our business and our portfolio companies; the impact of supply chain constraints on our portfolio companies; elevated levels of inflation and its impact on Capital Southwest's portfolio companies and the industries in which it invests; regulatory changes; tax treatment and general economic and business conditions; our ability to operate our wholly owned subsidiaries, Capital Southwest SBIC I, LP and Capital Southwest SBIC II, LP, as small business investment companies ("SBIC"); the uncertainty associated with the imposition of tariffs and trade barriers and changes in trade policy and its impact on our portfolio companies and our financial condition; and an economic downturn or recession and its impact on the ability of our portfolio companies to operate and the investment opportunities available to us.
- For a further discussion of some of the risks and uncertainties applicable to Capital Southwest and its business, see Capital Southwest's Annual Report on Form 10-K for the fiscal year ended March 31, 2025 and its subsequent filings with the SEC. Other unknown or unpredictable factors could also have a material adverse effect on Capital Southwest's actual future results, performance, or financial condition. As a result of the foregoing, readers are cautioned not to place undue reliance on these forward-looking statements. Capital Southwest does not assume any obligation to revise or to update these forward-looking statements, whether as a result of new information, subsequent events or circumstances, or otherwise, except as may be required by law.

CSWC Senior Management



Michael S. Sarner
President and Chief Executive Officer

- Joined Capital Southwest in June 2015
- Former SVP Treasurer at American Capital
- 30+ years of financial, treasury and BDC experience
- BA – James Madison | MBA – George Washington University



Chris T. Rehberger
Chief Financial Officer, Treasurer and Secretary

- Joined Capital Southwest in September 2015
- Former VP at American Capital
- 20+ years of BDC experience
- BS – University of Virginia | MBA – University of Virginia



Josh S. Weinstein
Senior Managing Director and Chief Investment Officer

- Joined Capital Southwest in June 2015
- Former Principal at H.I.G. WhiteHorse
- 20+ years of investment experience in middle market debt and equity
- BA – Columbia University | MBA – University of Southern California
- Chartered Financial Analyst



Ryan P. Kelly
Managing Director and Investment Committee Member

- Joined Capital Southwest in August 2010
- Previous experience at Houlihan Lokey
- 15+ years of BDC experience
- BBA – University of Texas



Amy L. Baker
Executive Vice President of Accounting

- Joined Capital Southwest in August 2017
- Former Assistant Controller at MoneyGram and former Senior Manager at Deloitte
- 20+ years of accounting experience
- BS – University of Illinois | MSA – University of Illinois
- Certified Public Accountant



Tabitha D. Geiger
Chief Compliance Officer

- Joined Capital Southwest in April 2024
- Former Senior MD at IQ-EQ
- 8+ years of compliance experience
- BAsc – Texas A&M University | JD – South Texas College

Conference Call Participants

Michael S. Sarner
President and Chief Executive Officer

Chris T. Rehberger
Chief Financial Officer, Treasurer and Secretary

Josh S. Weinstein
Senior Managing Director and Chief Investment Officer

Amy L. Baker
Executive Vice President of Accounting

CSWC Company Overview

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

- CSWC was formed in 1961, and elected to be regulated as a BDC in 1988
- Publicly-traded on Nasdaq: Common Stock (“CSWC”)
- Internally Managed BDC with RIC tax treatment for U.S. federal income tax purposes
- 32 employees based in Dallas, Texas
- Total Balance Sheet Assets of \$2.0 B as of September 30, 2025
- Operate Capital Southwest SBIC I, LP and Capital Southwest SBIC II, LP as wholly-owned subsidiaries
- Maintain investment grade issuer ratings of Baa3 from Moody's and BBB- from Fitch

Lower Middle Market Credit Strategy

CSWC leads financing transactions, primarily backing private equity firms that generally fit the following parameters

- Flexible financing solutions to fund growth, changes of control, or other corporate events
- Investments are diverse among industries, geographic regions, and end markets
- Companies with EBITDA between \$3 MM and \$25 MM
- Typical leverage of 2.5x – 4.5x Debt to EBITDA through CSWC debt position and Loan-to-Value of 25% - 50%
- Investments generally range in size from \$5 MM to \$50 MM
- Both sponsored and non-sponsored deals
- Floating rate first lien debt securities
- Frequently make equity co-investments alongside CSWC debt

Q2 2026 Highlights

Financial Highlights

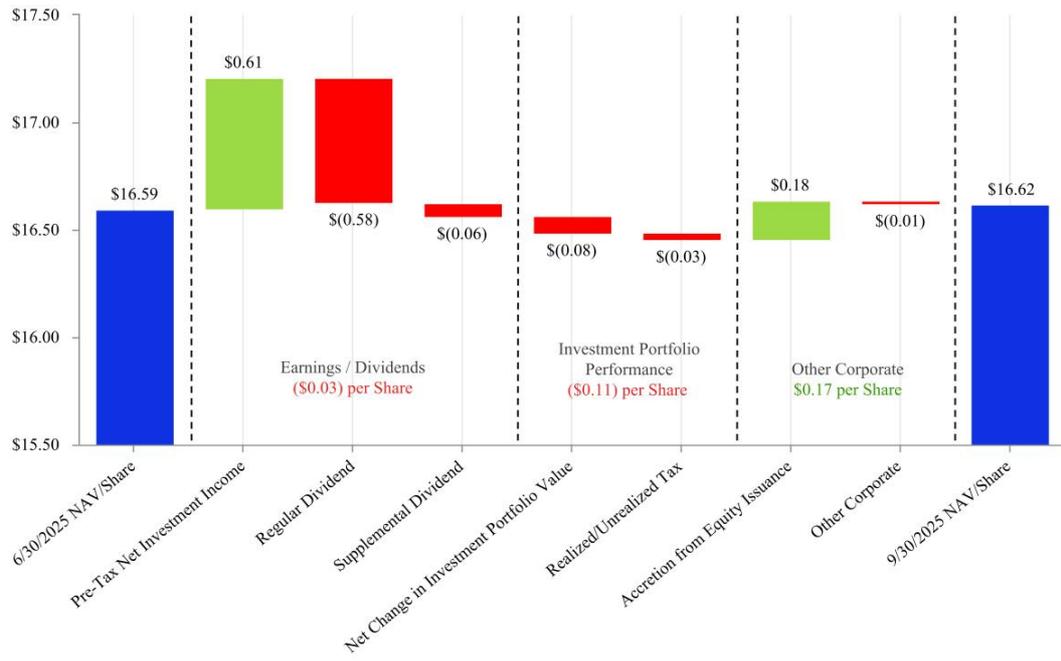
- Q2 2026 Pre-Tax Net Investment Income ("NII") of \$34.0 MM or \$0.61 per share
- Declared monthly regular dividend of \$0.1934 per share for each of October, November, and December 2025 (\$0.58 per share quarterly)
 - In addition, declared a quarterly supplemental dividend of \$0.06 per share for the quarter ending December 31, 2025
- Increased Undistributed Taxable Income ("UTI") to \$1.13 per share as of September 30, 2025 from \$1.00 per share as of June 30, 2025
- Investment Portfolio at Fair Value of approximately \$1.9 B
- Net Asset Value per share of \$16.62
- Issued \$350 MM in aggregate principal of 5.950% notes due 2030 ("September 2030 Notes")
 - Subsequent to quarter end, proceeds were partially used to redeem outstanding \$150 MM October 2026 Notes and \$71.9 MM August 2028 Notes
- Raised \$40.3 MM in gross proceeds through Equity ATM Program during the quarter
 - Sold shares at weighted-average price of \$22.81 per share, or 137% of the prevailing NAV per share
- Regulatory Debt to Equity ended at 0.91x for the quarter
- \$632 MM of total availability under credit facilities and \$87 MM in cash and cash equivalents
- Fitch affirmed BBB- corporate rating and BBB secured debt rating during the quarter

Q2 2026 Investment Activity

Investment Activity Highlights

- During the quarter, CSWC originated \$245.5 MM in total new committed investments (\$94.1 MM funded at close) to seven new portfolio companies and ten existing portfolio companies
 - Committed investments to new portfolio companies consisted of \$162.5 MM in first lien debt and \$3.3 MM in equity
- During the quarter, CSWC exited three debt investments and one equity investment generating total proceeds of \$25.2 MM and net realized gains of \$3.5 MM
 - Total proceeds were comprised of \$20.6 MM from debt investments and \$4.6 MM from equity investments
- In the last twelve months, CSWC originated \$828.1 MM in total new committed investments and generated \$173.1 MM in proceeds from portfolio investment exits
 - In the last twelve months, CSWC has generated net realized gains of \$44.8 MM on exits of equity investments
- Cumulative weighted average IRR of 13.0% on 105 portfolio company exits, generating \$1.3 B in proceeds since launch of credit strategy in January 2015

NAV per Share Bridge for Quarter Ended 9/30/25



CSWC Investment Portfolio Composition

Maintaining appropriate portfolio leverage while receiving attractive risk-adjusted returns

Investment Portfolio - Statistics		
(in \$000's)	6/30/2025	9/30/2025
	Total CSWC Portfolio	Total CSWC Portfolio
Number of Portfolio Companies	122	126
Total Cost	\$1,798,438	\$1,896,526
Total Fair Value	\$1,780,198	\$1,877,907
Average Hold Size Debt Investments (at Fair Value)	\$14,944	\$15,511
Average Hold Size Equity Investments (at Fair Value)	\$2,078	\$2,068
% First Lien Investments (at Fair Value)	89.6%	89.9%
% Second Lien Investments (at Fair Value)	1.0%	0.9%
% Subordinated Debt Investments (at Fair Value)	0.1%	0.1%
% Equity (at Fair Value) ⁽¹⁾	9.3%	9.1%
Wtd. Avg. Yield on Debt Investments ⁽²⁾	11.8%	11.5%
Wtd. Avg. Yield on Total Investments ⁽³⁾	12.2%	12.0%
Wtd. Avg. EBITDA of Issuer (\$MM's) ⁽⁴⁾	\$19.6	\$19.6
Wtd. Avg. Leverage through CSWC Security ⁽⁵⁾	3.4x	3.5x

⁽¹⁾ At both September 30, 2025 and June 30, 2025, we had equity ownership in approximately 66% of our investments

⁽²⁾ The weighted-average annual effective yields were computed using the effective interest rates during the quarter for all debt investments at cost as of September 30, 2025, including accretion of original issue discount but excluding fees payable upon repayment of the debt instruments

⁽³⁾ The weighted average annual effective yields on total investments were calculated by dividing total investment income, exclusive of non-recurring fees, by average total investments at fair value

⁽⁴⁾ Includes CSWC debt investments only. Weighted average EBITDA metric is calculated using investment cost basis weighting. For the quarters ended September 30, 2025 and June 30, 2025, thirteen portfolio companies and fifteen portfolio companies, respectively, are excluded from this calculation due to a reported debt to adjusted EBITDA ratio that was not meaningful.

⁽⁵⁾ Includes CSWC debt investments only. Calculated as the amount of each portfolio company's debt (including CSWC's position and debt senior or pari passu to CSWC's position, but excluding debt subordinated to CSWC's position) in the capital structure divided by each portfolio company's adjusted EBITDA. Weighted average leverage is calculated using investment cost basis weighting. For the quarters ended September 30, 2025 and June 30, 2025, thirteen portfolio companies and fifteen portfolio companies, respectively, are excluded from this calculation due to a reported debt to adjusted EBITDA ratio that was not meaningful.

Quarter-over-Quarter Investment Rating Migration

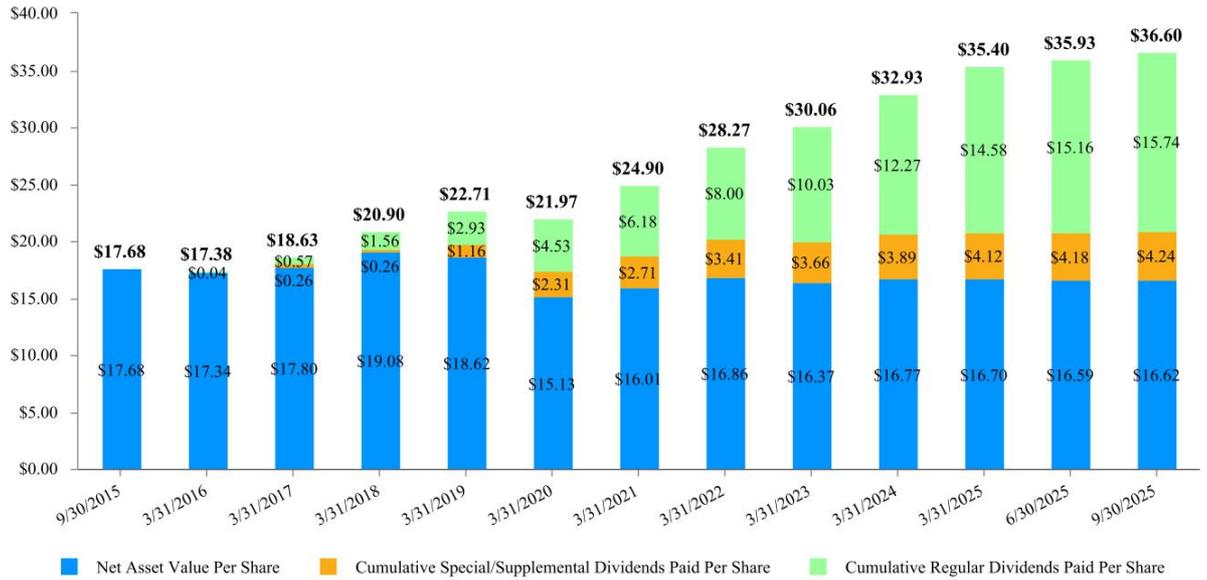
Approximately 91% of all debt investments are currently rated a "1" or "2" as credit portfolio continues to demonstrate solid performance

Investment Rating	6/30/2025			9/30/2025		
	# of Companies	Fair Value (\$MM)	% of Portfolio (FV)	# of Companies	Fair Value (\$MM)	% of Portfolio (FV)
1	19	\$336.9	20.9%	18	\$340.9	20.0%
2	72	\$1,142.2	70.8%	75	\$1,214.2	71.2%
3	13	\$113.6	7.0%	13	\$126.2	7.4%
4	2	\$17.5	1.1%	3	\$21.2	1.2%
5	2	\$3.8	0.2%	1	\$3.8	0.2%
Total	108	\$1,614.0	100.0%	110	\$1,706.3	100.0%

Note: We utilize an internally developed investment rating system to rate the performance and monitor the expected level of returns for each debt investment in our portfolio. The investment rating system takes into account both quantitative and qualitative factors of the portfolio company and the investments held therein. Investment Ratings range from a rating of 1, which represents the least amount of risk in our portfolio, to 5, which indicates that the investment is performing materially below underwriting expectations.

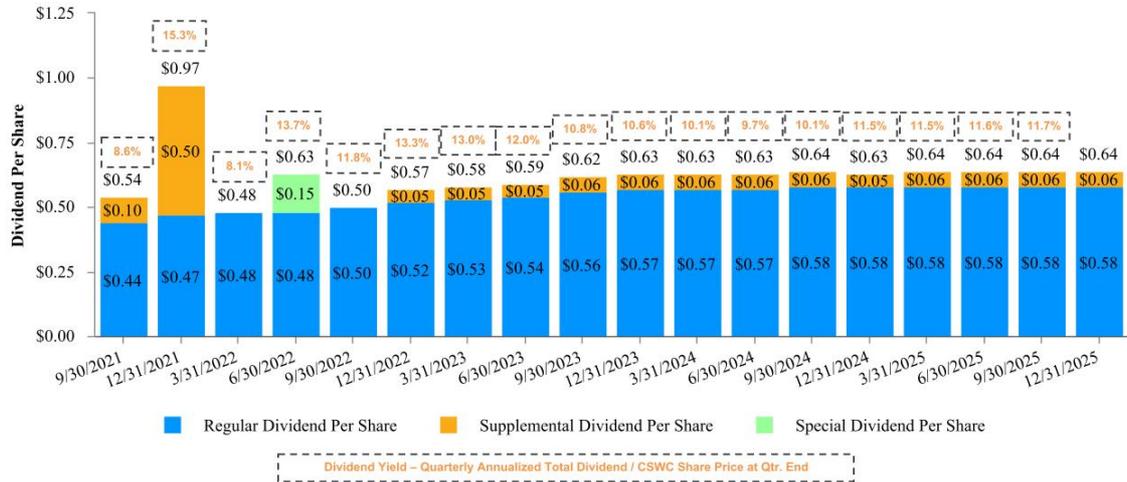
History of Value Creation

Total Value (Net Asset Value + Cumulative Dividends Paid) Increase from Credit Strategy of \$18.92 per share through 9/30/2025



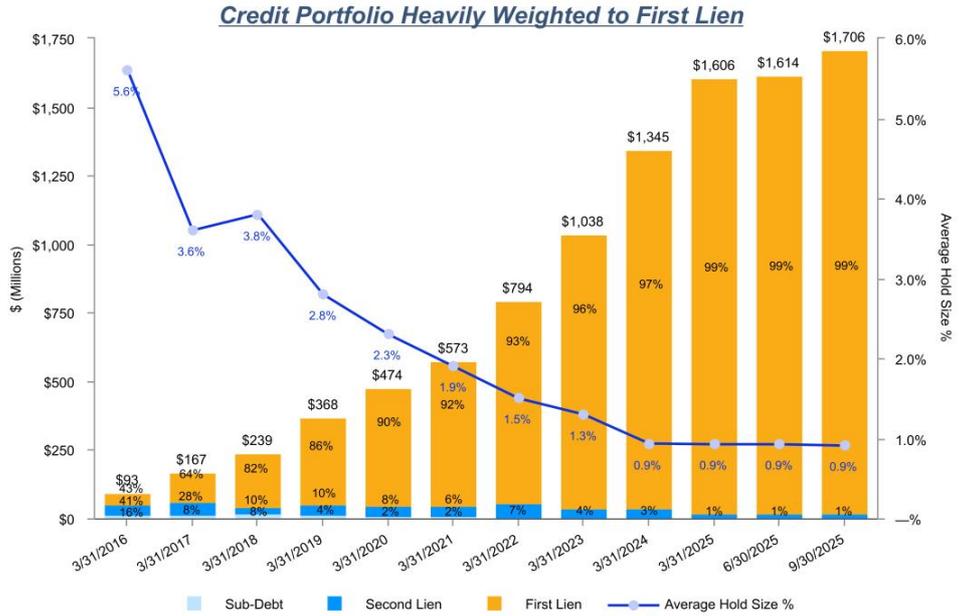
Track Record of Consistent Dividends Continues

- In the last twelve months ended 9/30/2025, CSWC generated \$2.42 per share in Pre-Tax NII and paid out \$2.32 per share in Regular Dividends
 - LTM Pre-Tax NII Regular Dividend Coverage of 104%
- Cumulative Pre-Tax NII Regular Dividend Coverage of 110% since launch of credit strategy in 2015
- Total of \$4.30 per share Special and Supplemental Dividends declared since launch of credit strategy in 2015
- Estimated UTI of \$1.13 per share as of September 30, 2025



Granular Credit Portfolio Heavily Weighted Towards First Lien Investments

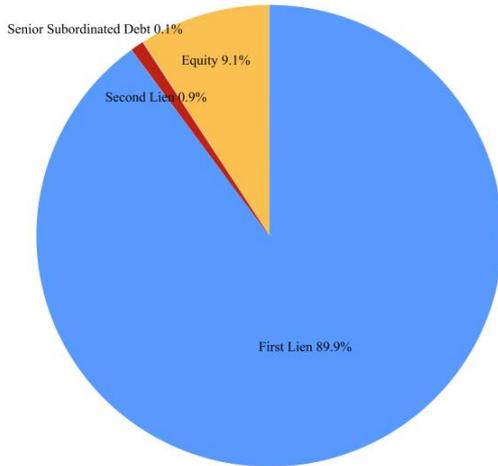
99% of credit portfolio in first lien senior secured loans with an average investment hold size of 0.9% as of 9/30/2025



CSWC Portfolio Mix as of September 30, 2025 at Fair Value

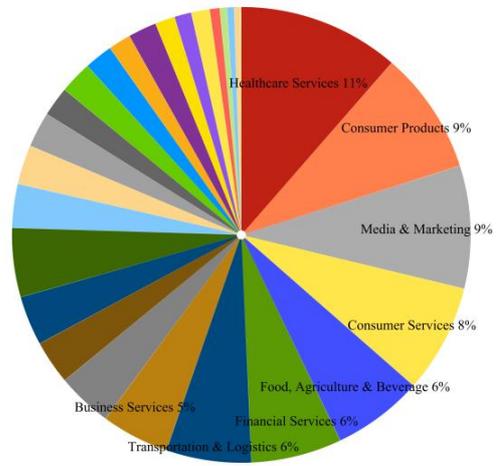
Current Investment Portfolio of approximately \$1.9 B continues to be heavily weighted towards first lien loans and diversified across industries

Current Investment Portfolio (By Type)



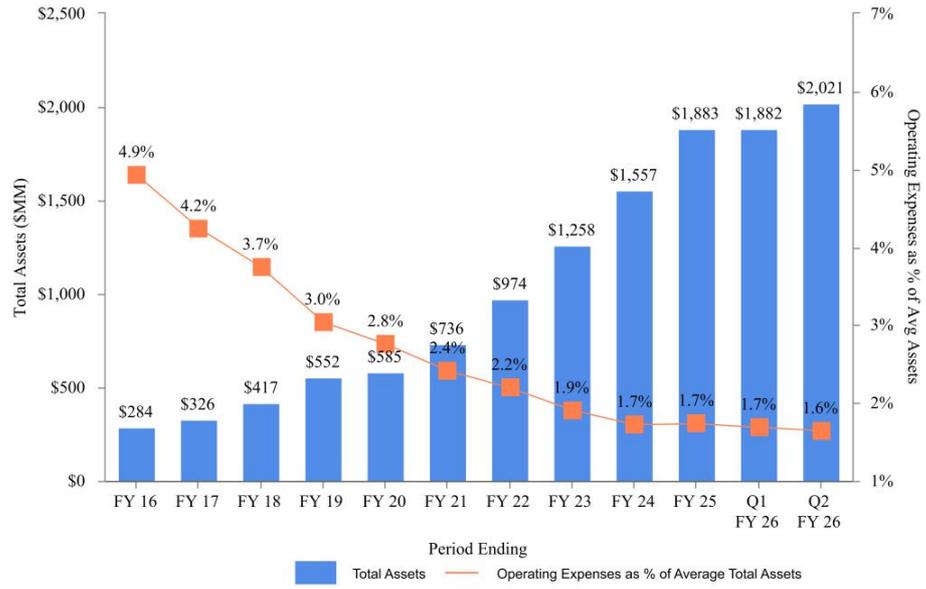
Note: Equity represents equity co-investments across 83 portfolio companies.

Current Investment Portfolio (By Industry)



Operating Leverage Trend

Driving exceptional Operating Leverage through benefits of internally-managed structure



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

Significant Unused Debt Capacity with Long-Term Duration

Subsequent to quarter end, CSWC redeemed in full the October 2026 Notes and the August 2028 Notes with no "make-whole" premium required

Debt Obligations	Total Commitments	Interest Rate	Maturity	Principal Drawn	Undrawn Commitment
October 2026 Notes ⁽¹⁾	\$150.0 MM	3.375%	October 2026	\$150.0 MM	N/A
Corporate Credit Facility	\$510.0 MM	Term SOFR + 2.15%	August 2028	\$0.0 MM	\$509.1 MM ⁽²⁾
August 2028 Notes ⁽¹⁾	\$71.9 MM	7.75%	August 2028	\$71.9 MM	N/A
SPV Credit Facility	\$200.0 MM	Term SOFR + 2.50%	March 2029	\$77.0 MM	\$123.0 MM
2029 Convertible Notes ⁽³⁾	\$230.0 MM	5.125%	November 2029	\$230.0 MM	N/A
September 2030 Notes ⁽⁴⁾	\$350.0 MM	5.950%	September 2030	\$350.0 MM	N/A
SBA Debentures	\$215.0 MM	4.42% ⁽⁵⁾	September 2031 ⁽⁶⁾	\$175.0 MM	\$40.0 MM

Long-Term Debt Obligations (Calendar Year)



(1) Subsequent to quarter end, Capital Southwest redeemed the notes in full with no "make-whole" premium required

(2) Net of \$0.9 MM in letters of credit outstanding

(3) Redeemable in whole or in part at Capital Southwest's option on or after November 20, 2027 or before the 45th scheduled trading day immediately prior to the maturity date if the price of CSWC common stock has been at least 130% of the conversion price then in effect for at least 20 trading days (whether or not consecutive) during any 30 consecutive trading day period

(4) Redeemable in whole or in part at Capital Southwest's option any time prior to August 18, 2030, at par plus a "make-whole" premium, and thereafter at par

(5) Weighted average interest rate of all SBA Debentures for the three months ended September 30, 2025

(6) First SBA Debentures mature on September 1, 2031

Balance Sheet

<i>(In Thousands, except per share amounts)</i>	Quarter Ended 12/31/2024	Quarter Ended 3/31/2025	Quarter Ended 6/30/2025	Quarter Ended 9/30/2025
Assets				
Portfolio Investments	\$1,701,286	\$1,785,299	\$1,780,198	\$1,877,907
Cash & Cash Equivalents	36,013	43,221	46,889	87,429
Restricted Cash	—	1,650	1,650	1,650
Other Assets	51,766	52,670	53,675	54,338
Total Assets	\$1,789,065	\$1,882,840	\$1,882,412	\$2,021,324
Liabilities				
SBA Debentures	\$170,721	\$170,918	\$171,115	\$170,912
October 2026 Notes	148,654	148,846	149,038	149,231
August 2028 Notes	70,075	70,194	70,320	70,446
2029 Convertible Notes	222,744	223,107	223,477	223,847
September 2030 Notes	—	—	—	343,322
Credit Facilities	308,000	343,000	312,000	77,000
Other Liabilities	38,429	43,142	39,988	39,562
Total Liabilities	\$958,623	\$999,207	\$965,938	\$1,074,320
Shareholders Equity				
Net Asset Value	\$830,442	\$883,633	\$916,474	\$947,004
Net Asset Value per Share	\$16.59	\$16.70	\$16.59	\$16.62
Regulatory Debt to Equity	0.90x	0.89x	0.82x	0.91x

Income Statement

<i>(In Thousands, except per share amounts)</i>	Quarter Ended 12/31/2024	Quarter Ended 3/31/2025	Quarter Ended 6/30/2025	Quarter Ended 9/30/2025
Investment Income				
Interest Income	\$42,889	\$44,619	\$47,115	\$48,258
PIK Interest Income	3,246	3,982	3,260	2,794
Dividend Income	586	970	3,677	2,742
Fees and Other Income	5,252	2,835	1,895	3,151
Total Investment Income	\$51,973	\$52,406	\$55,947	\$56,945
Expenses				
Cash Compensation	\$2,388	\$3,299	\$3,956	\$2,631
Share Based Compensation	1,544	2,657	1,143	1,270
General & Administrative	2,641	2,778	2,867	3,007
Total Expenses (excluding Interest)	\$6,573	\$8,734	\$7,966	\$6,908
Interest Expense	\$14,717	\$15,208	\$15,264	\$16,020
Pre-Tax Net Investment Income	\$30,683	\$28,464	\$32,717	\$34,017
Income Tax (Expense) / Benefit	(367)	(622)	(828)	(2,033)
Net Investment Income	\$30,316	\$27,842	\$31,889	\$31,984
Net Realized and Unrealized Losses	\$(14,048)	\$(10,281)	\$(4,888)	\$(6,365)
Net increase in Net Assets Resulting from Operations	\$16,268	\$17,561	\$27,001	\$25,619
Weighted Average Basic Shares Outstanding	48,315	50,654	53,517	55,544
Pre-Tax NII Per Basic Weighted Average Share	\$0.64	\$0.56	\$0.61	\$0.61
NII per Basic Weighted Average Share	\$0.63	\$0.54	\$0.59	\$0.57
Net Increase in Net Assets Per Basic Wtd. Average Share	\$0.34	\$0.34	\$0.50	\$0.46

Note: For the quarter ended 3/31/2025, Total Expenses include one-time net expenses of \$2.8 million, or \$0.05 per share, related to the departure of the former President and Chief Executive Officer

Portfolio Statistics

Continuing to build a well performing credit portfolio

<i>(In Thousands)</i>	Quarter Ended 12/31/2024	Quarter Ended 3/31/2025	Quarter Ended 6/30/2025	Quarter Ended 9/30/2025
Portfolio Statistics				
Fair Value of Debt Investments	\$1,542,524	\$1,605,906	\$1,613,985	\$1,706,251
Average Debt Investment Hold Size	\$13,897	\$14,870	\$14,807	\$15,372
Fair Value of Debt Investments as a % of Par	95%	96%	96%	96%
% of Investment Portfolio on Non-Accrual at Fair Value	2.7%	1.7%	0.8%	1.0%
Weighted Average Yield on Debt Investments	12.08%	11.68%	11.83%	11.54%
Fair Value of All Portfolio Investments	\$1,701,286	\$1,785,299	\$1,780,198	\$1,877,907
Weighted Average Yield on all Portfolio Investments	12.06%	11.50%	12.16%	12.00%
Investment Mix (Debt vs. Equity) at Fair Value	91% / 9%	90% / 10%	91% / 9%	91% / 9%

Investment Income Detail

Constructing a portfolio of investments with recurring cash yield

(In Thousands)	Quarter Ended 12/31/2024	Quarter Ended 3/31/2025	Quarter Ended 6/30/2025	Quarter Ended 9/30/2025
Investment Income Breakdown				
Cash Interest	\$42,294	\$42,985	\$44,689	\$46,823
Cash Dividends	586	970	3,677	2,742
PIK Income	3,246	3,982	3,260	2,794
Amortization of Purchase Discounts and Fees	1,641	1,922	2,712	2,053
Management/Admin Fees	491	535	525	584
Fees & Other Income	3,715	2,013	1,084	1,949
Total Investment Income	\$51,973	\$52,407	\$55,947	\$56,945
Key Metrics				
Cash Income as a % of Investment Income ⁽¹⁾	94%	92%	94%	95%
% of Total Investment Income that is Recurring	92%	96%	95%	92%

(1) Includes Purchase Discounts and Fees previously received in cash

Key Financial Metrics

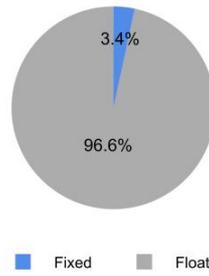
Strong Pre-Tax Net Investment Income and Dividend Yield driven by net portfolio growth and investment performance

	Quarter Ended 12/31/2024	Quarter Ended 3/31/2025	Quarter Ended 6/30/2025	Quarter Ended 9/30/2025
Key Financial Metrics				
Pre-Tax Net Investment Income Per Wtd Avg Basic Share	\$0.64	\$0.56	\$0.61	\$0.61
Pre-Tax Net Investment Income Return on Equity (ROE) ⁽¹⁾	15.31%	13.30%	14.59%	14.57%
Realized Earnings Per Wtd Avg Basic Share	\$0.35	\$0.01	\$0.88	\$0.48
Realized Earnings Return on Equity (ROE) ⁽¹⁾	8.55%	0.27%	21.22%	11.59%
Earnings Per Wtd Avg Basic Share	\$0.34	\$0.34	\$0.50	\$0.46
Earnings Return on Equity (ROE) ⁽¹⁾	8.12%	8.20%	12.04%	10.97%
Regular Dividends per Share	\$0.58	\$0.58	\$0.58	\$0.58
Supplemental / Special Dividends per Share	\$0.05	\$0.06	\$0.06	\$0.06
Total Dividends per Share	\$0.63	\$0.64	\$0.64	\$0.64

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

Interest Rate Sensitivity

Fixed vs. Floating Credit Portfolio Exposure



Change in Base Interest Rates	Illustrative Annual NII Change (\$'s)	Illustrative Annual NII Change (\$ Per Share)
(200 bps)	(31,891,677)	(0.56)
(150 bps)	(24,151,534)	(0.42)
(100 bps)	(16,110,053)	(0.28)
(50 bps)	(8,055,026)	(0.14)
50 bps	8,055,026	0.14

Note: Illustrative change in annual NII does not adjust for potential changes in the credit market, credit quality, size and composition of the assets in the portfolio. It also does not adjust for other business developments, including future originations and repayments. Accordingly, no assurances can be given that actual results would not differ materially from the table above.

Corporate Information

Board of Directors
Inside Director Michael S. Sarnar
Independent Directors David R. Brooks Christine S. Battist Jack D. Furst William R. Thomas Ramona Rogers-Windsor

Corporate Offices & Website
8333 Douglas Avenue Suite 1100 Dallas, TX 75225 http://www.capitalsouthwest.com

Investor Relations
Michael S. Sarnar Capital Southwest 214-884-3829 msarnar@capitalsouthwest.com

Senior Management
Michael S. Sarnar <i>President & Chief Executive Officer</i>
Chris T. Rehberger <i>Chief Financial Officer, Secretary & Treasurer</i>
Josh S. Weinstein <i>Senior Managing Director & Chief Investment Officer</i>
Ryan P. Kelly <i>Managing Director & Investment Committee Member</i>
Amy L. Baker <i>Executive Vice President of Accounting</i>
Tabitha D. Geiger <i>Chief Compliance Officer</i>

Fiscal Year End
March 31

Independent Auditor
RSM US LLP Chicago, IL

Corporate Counsel
Eversheds Sutherland (US) LLP

Transfer Agent
Equiniti Trust Company, LLC www.equiniti.com

Securities Listing
Nasdaq: "CSWC" (Common Stock)

Industry Analyst Coverage		
Firm	Analyst	Contact Information
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Lucid Capital Markets, LLC	Erik Zwick	Direct: 917-658-3982
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