
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): **February 8, 2016**

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.)

5400 Lyndon B. Johnson Freeway, Suite 1300
Dallas, Texas 75240
(Address of Principal Executive Offices) (Zip Code)

Registrant's telephone number, including area code: **(972) 233-8242**

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))
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Item 2.02 Results of Operations and Financial Condition.

On February 8, 2016, 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, nor shall it be deemed incorporated by reference in any filing under the Securities Act of 1934, 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 February 9, 2016. 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 Securities Exchange Act of 1934, nor shall it be deemed incorporated by reference in any filing under the Securities Act of 1933, 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 February 8, 2016
99.2	Investor presentation slides

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: February 8, 2016

By: /s/ Bowen S. Diehl

Name: Bowen S. Diehl

Title: Chief Executive Officer and President

EXHIBIT INDEX

<u>Exhibit No.</u>	<u>Description</u>
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Capital Southwest Announces Financial Results for Third Fiscal Quarter Ended December 31, 2015

CSWC Grows Portfolio to \$135 million in Invested Assets

Dallas, Texas – February 8, 2016 – Capital Southwest Corporation (“Capital Southwest” or the “Company”; Nasdaq: CSWC) today announced its financial results for the third fiscal quarter ended December 31, 2015.

Financial Highlights

- Total Investment Portfolio: \$134.9 million
 - Total Credit Portfolio: \$60.9 million
 - Total Legacy Equity Portfolio: \$45.6 million
 - Total Investment in I-45 Senior Loan Fund (“I-45 SLF”): \$28.4 million
 - ✓ I-45 SLF portfolio consists of \$84 million invested in 19 credits, predominantly 1st Lien
 - During the quarter, we completed the final stage of the planned divestitures of legacy Capital Southwest equity investments, which consisted of \$3.2 million in sale proceeds and a realization of \$8.2 million in capital losses.
 - Total divestitures of legacy Capital Southwest equity investments since June 2014 have generated sales proceeds of \$222 million and net capital gains of \$169 million
 - Total Cash: \$143.7 million
 - Total Net Assets: \$270.8 million
 - Net Asset Value per Share: \$17.22
 - Weighted Average Yield on Debt Investments: 10.3%
 - No investment assets currently on non-accrual
 - Net Investment Loss of (\$20) thousand
 - Net Investment Loss includes \$0.7 million of expenses associated with the spin-off
 - Adjusted for specific spin-off related expenses, Net Investment Income would have been \$0.7 million, or \$0.04 / share
-

In commenting on the Company's results, Bowen Diehl, President and Chief Executive Officer, stated, "This quarter marks the end of our transformation to a credit focused BDC. We have largely completed the immediately planned divestitures of our legacy Capital Southwest equity investments and have made significant progress towards building and managing a diverse portfolio of credit investments. We saw strong deal flow during 2015, allowing us to make some very interesting investments in high quality companies. We have also been pleased with the ramp of I-45 SLF, which allowed for positive earnings at the fund and a dividend to the I-45 SLF equity holders during its first quarter of operations. Finally, our sizeable liquidity position, between Capital Southwest and I-45 SLF, allowed us to benefit from the recent dislocation in the markets.

Portfolio and Investment Activities

During the quarter ended December 31, 2015, the Company originated four credit investments totaling \$18.6 million. The Company received proceeds related to the sales of certain equity securities in legacy investments totaling \$3.2 million and recognized net realized losses on such sales totaling \$8.2 million. New investment transactions which occurred during the quarter ended December 31, 2015 are summarized as follows:

360 Holdings III Corp., \$7.0 million 1st Lien Senior Secured Debt: Three Sixty Group is a provider of branded merchandising programs to retailers, offering high-velocity, value-priced, proprietary consumer products and accessories.

Argon Medical Devices, \$5.0 million 2nd Lien Senior Secured Debt: Argon is a global manufacturer of single-use specialty medical devices for interventional radiology and cardiology, vascular surgery, and critical care procedures.

Water Pik, Inc., \$4.8 million 2nd Lien Senior Secured Debt: Water Pik is the largest designer, marketer, and supplier of branded consumer and professional oral health products and replacement showerheads.

Prepaid Legal Services, Inc., \$1.8 million 2nd Lien Senior Secured Debt: Prepaid Legal is the largest provider of subscription-based legal and identity theft plans to the North American market.

Subsequent to quarter end, the Company originated three investments totaling \$15.6 million. New investment transactions subsequent to quarter end are summarized as follows:

Chandler Signs, L.P., \$6.0 million Senior Secured Subordinated Debt and Equity: Chandler Signs is a national, vertically integrated provider of exterior on premise signs for multi-site companies in a wide variety of end markets.

TaxAct, Inc., \$5.0 million 1st Lien Senior Secured Debt: TaxAct, Inc. is a US provider of internet-enabled tax solutions for consumers, tax professionals, and small business owners.

Digital River Inc., \$4.6 million 1st Lien Senior Secured Debt: Digital River is a leading provider of mission-critical, end-to-end outsourced e-commerce solutions to tier 1 and tier 2 enterprises across many industry verticals.

Third Fiscal Quarter 2016 Operating Results

For the quarter ended December 31, 2015, Capital Southwest reported total investment income of \$3.3 million, compared to \$1.1 million in the prior quarter. The increase in investment income was attributable to both an increase in debt investments outstanding and dividends paid from certain portfolio companies.

For the quarter ended December 31, 2015, total expenses (excluding tax expense) were \$3.9 million, compared to \$10.3 million in the prior quarter. The decrease in expenses was primarily due to one-time expenses related to the spin-off of CSW Industrials, Inc. (Nasdaq: CSWI) in the prior quarter, as well as the departure of certain employees that joined CSW Industrials. In the current quarter, there were \$0.7 million of spin-off expenses recorded.

For the quarter ended December 31, 2015, there was a tax benefit of \$0.6 million recorded compared to an expense of \$0.1 million in the prior quarter. The increase was due to tax losses at Capital Southwest Management Company, a wholly-owned management company subsidiary.

For the quarter ended December 31, 2015, total net investment loss was (\$20) thousand compared to a loss of \$(9.3) million in the prior quarter. Excluding specific spin-off related expenses, net investment income was \$0.7 million.

During the quarter ended December 31, 2015, Capital Southwest recorded net realized and unrealized losses on investments of \$(1.1) million. The net decrease in net assets resulting from operations was \$(1.1) million, compared to \$(9.0) million in the prior quarter. The prior quarter included \$7.9 million in one-time expenses related to the spin-off.

The company's net asset value, or NAV, at December 31, 2015 was \$17.22 per share, as compared to \$17.68 at September 30, 2015. The reduction in NAV was primarily due to the \$2.9 million tax paid on behalf of shareholders for net capital gains earned in 2015.

Liquidity and Capital Resources

At December 31, 2015 Capital Southwest had unrestricted cash and money market balances of approximately \$143.7 million, total assets of approximately \$286.6 million, and net assets of approximately \$270.8 million. As of December 31, 2015, Capital Southwest had no borrowings outstanding.

Remarking on the Company's liquidity position, Michael S. Sarnier, Chief Financial Officer of the Company, stated, "This quarter we have continued to execute on our strategy of deploying capital into granular credit investments. We are thoughtfully constructing a portfolio which will allow us to effectively leverage our balance sheet as we deploy our available capital. Additionally, we are pleased that we were able to produce positive Net Investment Income before spin-off related expenses in the first quarter post separation."

Share Repurchase Program

On January 25th, 2016, Capital Southwest announced that its board of directors authorized the repurchase of up to \$10 million of its common stock at prices below the Company's net asset value per share as reported in its most recent financial statements. The Board authorized the plan because it believes that the Company's common stock may be undervalued from time to time due to market volatility.

Third Fiscal Quarter 2016 Financial Results Conference Call and Webcast

Capital Southwest has scheduled a conference call on Tuesday, February 9, 2016, at 11:00 a.m. Eastern Time to discuss the third fiscal quarter 2016 financial results. You may access the call by dialing 1-855-835-4076 and using the passcode 32876449 at least 10 minutes before the call. The call can also be accessed using the Investor Relations section of Capital Southwest's website at www.capitalsouthwest.com, or by using <http://edge.media-server.com/m/p/crw7xbye>.

A telephonic replay will be available through February 16, 2016 by dialing 1-800-585-8367 and using the passcode 32876449. 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 Form 10-Q for the period ended December 31, 2015 to be filed with the Securities and Exchange Commission and Capital Southwest's Third Fiscal Quarter 2016 Investor 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 publicly traded business development company, with approximately \$271 million in net assets as of December 31, 2015. On September 30, 2015, Capital Southwest completed the spin-off to shareholders of its industrial businesses, CSW Industrials, Inc. Capital Southwest is a credit investment firm focused on supporting the acquisition and growth of middle market businesses with \$5 to \$20 million investments across the capital structure, including first lien, unitranche, second lien and subordinated debt, as well as non-control equity co-investments. Since Capital Southwest's formation in 1961, it has always sought to invest in companies with strong management teams and sound financial performance. As a public company with a permanent capital base, Capital Southwest is fortunate to have 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 within the meaning of The Private Securities Litigation Reform Act of 1995 with respect to the business and investments of Capital Southwest. 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 and lending markets and general economic and business conditions.

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, 2015 and subsequent filings with the Securities and Exchange Commission 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 Contacts:

Michael S. Sarner, Chief Financial Officer
214-884-3829



Capital Southwest Corporation

Q3 2016 Earnings Presentation

February 8, 2016

5400 Lyndon B. Johnson Freeway, Suite 1300 | Dallas, Texas 75240 | 214.238.5700 | capitalsouthwest.com

Forward-Looking Statements

- This presentation contains forward-looking statements within the meaning of The Private Securities Litigation Reform Act of 1995 relating to, among other things the business, financial condition and results of operations of Capital Southwest, the anticipated investment strategies and investments of Capital Southwest, and future market demand. Any statements preceded or followed by or that include the words "believe," "expect," "intend," "plan," "should" or similar words, phrases or expressions or the negative thereof, or any other statements that are not historical statements are forward-looking statements. These statements are made on the basis of the current beliefs, expectations and assumptions of the management of Capital Southwest. 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.
- In light of these risks, uncertainties, assumptions, and other factors inherent in forward-looking statements, actual results may differ materially from those discussed in this presentation. Other unknown or unpredictable factors could also have a material adverse effect on Capital Southwest's actual future results, performance, or achievements. For a further discussion of these and other 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, 2015 and its subsequent filings with the Securities and Exchange Commission. As a result of the foregoing, readers are cautioned not to place undue reliance on these forward-looking statements, which speak only as of the date of this presentation. Capital Southwest does not assume any obligation revise or to update these forward-looking statements to reflect any new information, subsequent events or circumstances, or otherwise, except as may be required by law.

Conference Call Participants

Bowen S. Diehl

Chief Executive Officer and President

Michael S. Sarner

Chief Financial Officer

Douglas M. Kelley

Managing Director

Chris Rehberger

VP Finance

CSWC Company Overview

CSWC has refocused its investment strategy to become a lender to middle-market companies across the capital structure

- CSWC was formed in 1961, and became a BDC in 1988
- Publicly-traded on Nasdaq under CSWC ticker
- Internally-managed BDC with RIC status for tax purposes
- Management transition over the last two years has resulted in a new Chairman, CEO, CFO, and credit team
- In December 2014, announced split into two separate companies with spin-off of industrial growth company (“CSW Industrials”; Nasdaq: CSWI) which was completed September 30th, 2015
- Over the past 18 months, CSWC has made significant strides towards rotating its investment portfolio from equity to credit

Asset Allocation & Investment Strategy

Investment strategy designed with the end game in mind....

- Build a BDC portfolio that pays shareholders attractive sustainable dividends, funded from investment income
- Achieve granularity and diversity across asset classes
- Establish balance between liquid and illiquid asset classes
- Maintain capital preservation as first priority
- Demonstrate consistent NAV per share growth
- Match of fixed/floating rates with financing sources

Investment Focus

Support the acquisition and growth of companies in the Lower Middle Market

- Companies range from \$3 to \$20 million in EBITDA
- Target leverage of 2x – 4x Debt to EBITDA
- Commitment size up to \$20 million with hold sizes of \$5 MM to \$15 MM
- Originate both Sponsored and Non-sponsored debt investments across the capital structure, including first lien, unitranche, second lien and subordinated debt
- Non-control equity co-investments alongside debt investments

Participate in First and Second Lien debt investments in the Upper Middle Market

- Companies typically have in excess of \$50 MM in EBITDA
- Target leverage of 3x – 5.5x Debt to EBITDA
- Hold sizes of \$5 MM to \$7 MM
- Floating Rate debt securities
- More liquid assets relative to Lower Middle Market investments
- Creates ability to invest/divest opportunistically based on market conditions and liquidity position

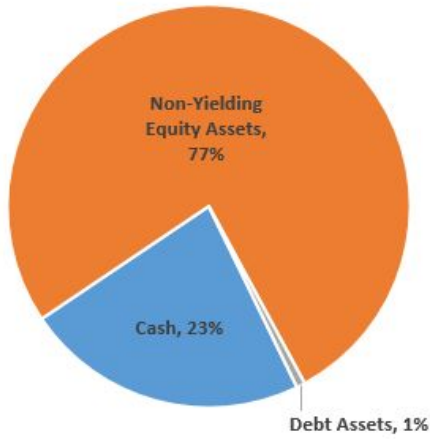
Maintaining Strict Investment Criteria

Experienced Management Team with Meaningful Equity Ownership	<ul style="list-style-type: none">• Relevant experience and track record of success• Significant economic interest in the future success of the company
Sustainable Business Model	<ul style="list-style-type: none">• Differentiated product and/or service that gives company a sustainable reason to exist• Consistent cash flow with ability to maintain margins
Strong Competitive Position	<ul style="list-style-type: none">• Market leader in its business segments• Quantifiable competitive advantage versus their competitors with barriers to entry
Diversification of Customers and Suppliers	<ul style="list-style-type: none">• Inability for any one customer to significantly affect the company's financial performance and ability to service debt• Sustainability of supply and cost of inputs
Ability of Capital Structure to Sustain Economic Cycles	<ul style="list-style-type: none">• Capital structure appropriate for business model and industry• Downside scenario modeling proves ability to sustain economic cycles while servicing debt with leverage inside enterprise value
Significant Equity Value Supporting Debt	<ul style="list-style-type: none">• Underlying equity value sufficient to support debt in case of idiosyncratic business risks or economic cycles

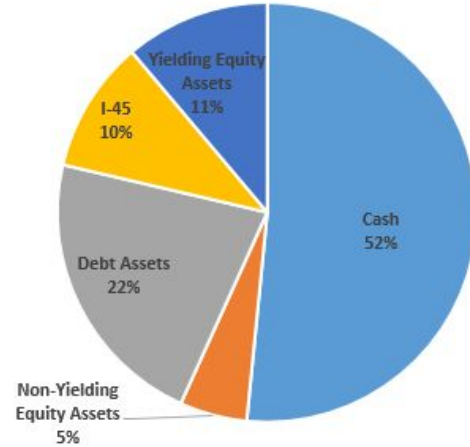
Portfolio Rotation Focused on Credit

- Since June 2014, CSWC has made significant strides towards rotating its investment assets from equity to credit
 - Exited 21 portfolio companies for \$222 MM in proceeds
 - Invested \$61 MM in 12 middle-market credit investments
 - Invested \$84 MM in 19 credits within I-45 Senior Loan Fund ("I-45"), a joint venture with Main Street Capital
- Below is a depiction of the asset rotation of the CSWC portfolio, excluding the businesses that were spun-off as CSW Industrials

6/30/2014 (excl. CSWI Companies)



12/31/2015 Investable Assets



Q3 2016 and Post-Quarter End Originations

In Thousands

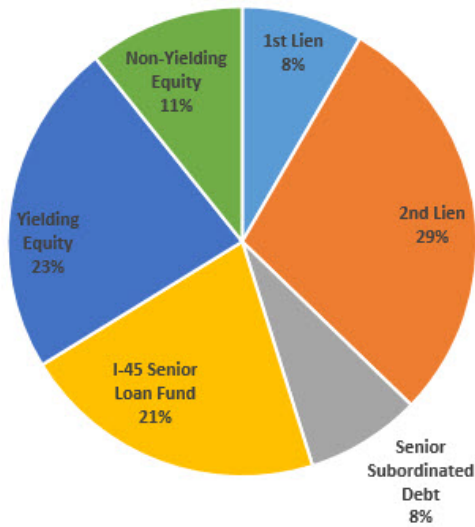
Q3 2016 Portfolio Originations					
Name	Industry	Type	Market Segment	Par Value	Yield
Three Sixty Group	Consumer Products & Retail	1st Lien	Upper Middle Market	\$7,000	L + 9.0% (1% Floor)
Argon Medical Devices	Healthcare Products	2nd Lien	Upper Middle Market	\$5,000	L + 9.5% (1% Floor)
Water PIK	Consumer Products & Retail	2nd Lien	Upper Middle Market	\$4,781	L + 8.75% (1% Floor)
Prepaid Legal Services	Consumer Services	2nd Lien	Upper Middle Market	\$1,750	L + 9.0% (1.25% Floor)
Total				\$18,531	

Portfolio Originations - Since Quarter End					
Name	Industry	Type	Market Segment	Par Value	Yield
Chandler Signs	Services: Business	Secured Subordinated Debt	Lower Middle Market	\$4,500	12% Fixed
Chandler Signs	Services: Business	Equity	Lower Middle Market	\$1,500	N/A
Tax Act / HD Vest	Financial Services	1st Lien	Upper Middle Market	\$5,000	L + 6.0% (1% Floor)
Digital River	Software & IT Services	1st Lien	Upper Middle Market	\$4,632	L + 6.0% (1% Floor)
Total				\$15,632	

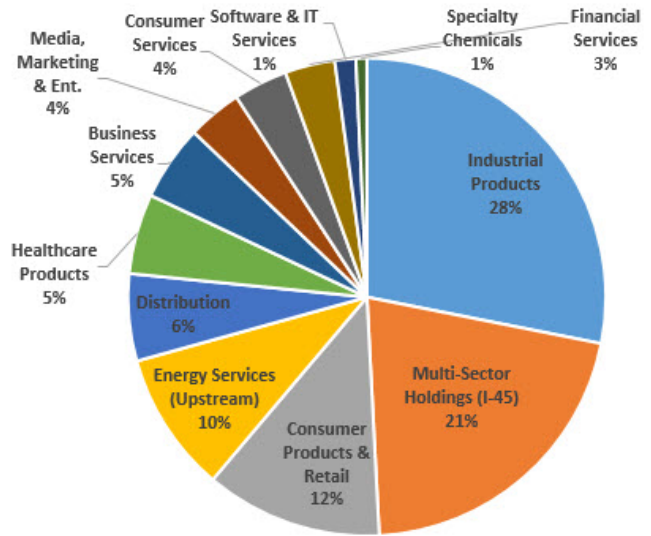
Portfolio Mix as of 12/31/15 at Fair Value

Continuing to build a diverse investment portfolio

By Investment Type



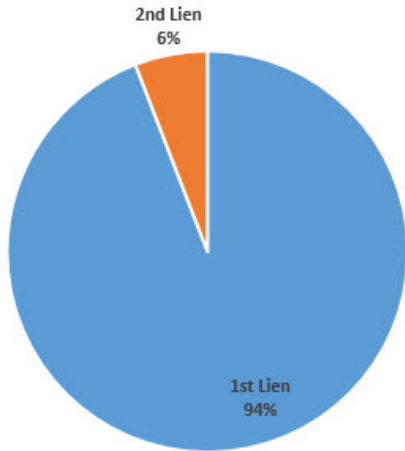
By Industry



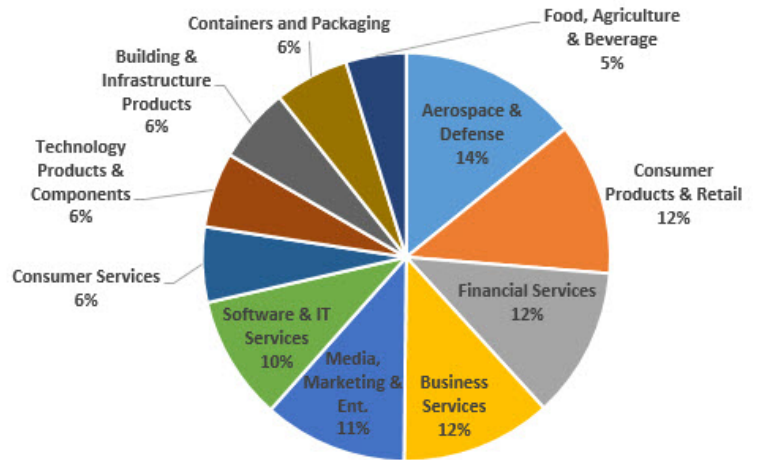
I-45 Senior Loan Fund Portfolio Detail

Invested \$28.8 MM of our \$68 MM commitment in I-45 SLF

By Investment Type



By Industry



I-45 Portfolio Statistics	
Total Principal Outstanding	\$83,864
Number of Issuers	19
Avg. Investment Size as a % of Portfolio	5.26%
Wtd. Avg. Leverage of Investments	3.3x
Wtd. Avg. Yield to Maturity	7.59%
Wtd. Avg. Duration (Years)	4.5

Q3 2016 Highlights

Financial Highlights

- Q3 2016 Net Investment Loss of (\$20 K) or (\$0.00) per weighted average share
 - Net Investment Income of \$0.7 MM or \$.04 per weighted average share excluding spin-off related expenses
- Grew investment portfolio to \$135 MM from \$93 MM
- Positive cash flow from operations excluding spin-off expenses
- No non-accruals or watch list companies within debt investment portfolio
- \$144 MM in cash available for investment activity

Key Updates

- Implemented \$10 MM Share Repurchase Plan
- Ramp of I-45 Senior Loan Fund ahead of plan due to opportunistic secondary purchases during the quarter
 - \$88 MM total assets, predominantly in first lien investments
 - Raised \$75 MM on Deutsche Bank Credit Facility (accordion up to 2x debt to equity)
 - I-45 produced a dividend to CSWC of \$265 K in first quarter of operations

Key Highlights

	Quarter Ended 9/30/2015	Quarter Ended 12/31/2015
Financial Highlights		
Net Investment Loss Per Share	(\$0.60)	(\$0.00)
NAV Per Share ¹	\$17.68	\$17.22
Cash & Cash Equivalents	\$184,111	\$143,680
Debt to Equity	0.0x	0.0x
Shares Outstanding	15,583	15,725
Weighted Average Shares Outstanding (Diluted)	15,680	15,751
Portfolio Statistics		
Fair Value of Debt Investments	\$45,115	\$60,929
Average Debt Investment Hold Size	\$5,013	\$5,077
Fair Value of Debt Investments as a % of Cost	100%	100%
% of Debt Portfolio on Non-Accrual (at Fair Value)	0.3%	0.0%
Weighted Average Investment Rating ²	N/A	2.0
Weighted Average Yield on Debt Investments	10.11%	10.31%
Total Fair Value of Investments	\$93,339	\$134,935
Weighted Average Yield on all Investments	4.83%	11.28%
Investment Mix (Debt vs. Equity) ³	47% / 53%	57% / 43%
Investment Mix (Yielding vs. Non-Yielding)	80% / 20%	89% / 11%

¹ NAV reduction attributed to \$2.9 MM tax payment on behalf of shareholders and \$1.1 MM of net portfolio depreciation.

² CSWC utilizes an internal 1 - 4 investment rating system in which 1 represents material outperformance and 4 represents material underperformance. All new investments are initially set to 2.

³ Excludes CSWC equity investment in I-45 Senior Loan Fund

Balance Sheet Highlights

<i>(In Thousands, except per share amounts)</i>	Quarter Ended 9/30/2015	Quarter Ended 12/31/2015
Assets		
Portfolio Investments	\$93,339	\$134,935
Cash & Cash Equivalents	\$184,111	\$143,680
Other Assets	\$8,200	\$7,965
Total Assets	\$285,650	\$286,580
Liabilities		
Payable for Unsettled Transaction	\$0	\$4,850
Income Tax Payable	\$0	\$2,948
Other Liabilities	\$10,059	\$7,997
Total Liabilities	\$10,059	\$15,795
Shareholders Equity		
Net Asset Value	\$275,591	\$270,785
Shares Outstanding at Period End	15,583	15,725
NAV per Share	\$17.68	\$17.22
Debt to Equity	0.0x	0.0x

Income Statement Highlights

<i>(In Thousands, except per share amounts)</i>	Quarter Ended 9/30/2015	Quarter Ended 12/31/2015
Investment Income		
Interest Income	\$945	\$1,415
Dividend Income	\$0	\$1,612
Fees and Other Income	\$133	\$280
Total Investment Income	\$1,078	\$3,307
Expenses		
Cash Compensation	\$3,411	\$1,675
Share Based Compensation	\$370	\$195
General & Administrative	\$1,070	\$1,354
Spin-off Related Expenses	\$5,474	\$710
Total Expenses	\$10,325	\$3,934
Income Tax Benefit (Expense)	(\$88)	\$607
Net Investment Loss	(\$9,335)	(\$20)
Gain / (Loss)		
Net realized gain (losses) on investments	(\$3,396)	(\$8,170)
Net increase (decrease) in unrealized appreciation of investments	\$3,783	\$7,060
Net increase (decrease) in net assets resulting from operations	(\$8,948)	(\$1,130)
Weighted Average Shares Outstanding	15,680	15,751
Net Investment Income Per Weighted Average Share	(\$0.60)	(\$0.00)

Investment Income Detail

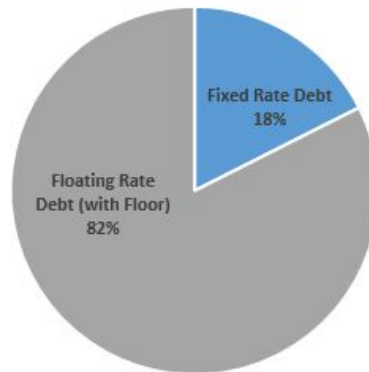
Constructing a portfolio of investments with recurring cash yield

<i>(In Thousands)</i>	Quarter Ended 9/30/2015	Quarter Ended 12/31/2015
Investment Income Breakdown		
Cash Interest	\$930	\$1,392
Amortization of purchase discounts and fees	\$15	\$23
Cash Dividends	\$0	\$1,612
Management Fees	\$133	\$275
Other Income (non-recurring)	\$0	\$5
Total Investment Income	\$1,078	\$3,307
Key Metrics		
Cash Income as a % of Investment Income	98.6%	99.3%
% of Total Investment Income that is Recurring	100.0%	99.8%

Interest Rate Sensitivity

Impact of Base Rate Changes on Net Investment Income

Debt Portfolio Composition



Change in Base Interest Rates	Illustrative NII Change (\$'s)	Illustrative NII Change (Per Share)
50 bps	(\$34,814)	(\$0.00)
100bps	\$333,308	\$0.02
150bps	\$732,988	\$0.05
200bps	\$1,132,667	\$0.07

Note: Illustrative change in NII is based on a projection of our existing debt investments as of 12/31/15, adjusted only for changes in Base Rates. The I-45 Senior Loan Fund is comprised of 100% floating rate assets and liabilities.

Corporate Information

Board of Directors

Inside Directors

Joseph B. Armes
Bowen S. Diehl

Independent Directors

John H. Wilson
William R. Thomas
T. Duane Morgan
David R. Brooks
Jack D. Furst

Corporate Offices & Website

5400 LBJ Freeway
13th Floor
Dallas, TX 75240

<http://www.capitalsouthwest.com>

Senior Management

Bowen S. Diehl
President & Chief Executive Officer

Michael S. Sarner
Chief Financial Officer, Secretary & Treasurer

Investor Relations

Michael S. Sarner
Capital Southwest
214-884-3829
msarner@capitalsouthwest.com

Securities Listing

NASDAQ: CSWC

Fiscal Year End

March 31

Independent Auditor

Grant Thornton
Dallas, TX

Corporate Counsel

Thompson & Knight / Jones Day
Dallas, TX

Transfer Agent

American Stock Transfer & Trust Company, LLC
800-937-5449
www.amstock.com

