# Business Development Companies

### At A Glance

Business development companies ("BDCs") are closed-end investment vehicles designed to provide financing for, and make investments in, small and middle-market companies. BDCs elect to be subject to Sections 55 through 65 of the Investment Company Act of 1940 and benefit from pass-through tax treatment. As traditional financing sources reduce exposure to and make fewer loans and investments in small and mid-sized businesses, BDCs can play an ever increasing role in addressing the unmet capital needs of these businesses.

#### Asset Class

30 BDCs focus on middle -market companies

4

BDCs focus on smaller companies

BDCs focus on lower middle-market companies





#### 1940 Act Co-investment Relief



Obtained relief for co-investment with SBIC subsidiary and/or other affiliated entities

Have applied for relief but have not obtained it

## 48 Public BDCs Listed On an Exchange







37
BDCs HAVE
REGISTERED DEBT

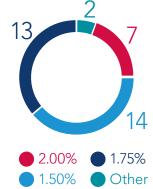
11 28 DO NOT DO NOT



41 BDCs HAVE EXTERNAL ADVISERS

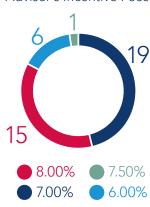
ARE INTERNALLY
MANAGED

# Base Management Fees for Adviser



1.00%

Hurdle Rate for Adviser's Incentive Fees



Catch-Up Rate for Adviser's Incentive Fees

