

Summit Non-Listed BDC Return Index

1st Quarter 2016

Quarterly Returns	2012	2013	2014	2015	2016
1st Quarter	4.82%	3.42%	2.81%	2.00%	-0.48%
2nd Quarter	1.68%	1.24%	2.29%	1.52%	
3rd Quarter	4.16%	2.60%	0.96%	-3.88%	
4th Quarter	2.89%	2.52%	-2.78%	-4.88%	
Full Year	13.55%	9.78%	3.28%	-5.24%	-0.48%
Three-Year Average			8.87%	2.61%	

Note: Quarterly returns are weighted averages based on quarterly distributions and quarterly changes in net asset value for non-listed BDCs.

In 1Q16, non-listed BDCs reported their third consecutive quarter of losses with a negative 0.48% quarterly return following a 3.88% loss in 3Q15 and a 4.88% loss in 4Q15. Non-listed BDCs have faced declining returns over the last four years. Non-listed BDC returns peaked at 13.55% in 2012. For the three-year period ended 12/31/15, non-listed BDCs had a 2.61% average annual return, which was pulled down by the 5.24% reported loss in 2015. Subsequent to 1Q16, several non-listed BDCs have started to report higher net asset values, which could indicate positive but low returns for non-listed BDCs in the next few quarters of 2016.