

Investor Presentation

May 2017

BLACKROCK CAPITAL
INVESTMENT CORPORATION

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The following slides contain summaries of certain financial and statistical information about the Company. The information contained in this presentation is summary information that is intended to be considered in the context of our SEC filings and other public announcements that we may make, by press release or otherwise, from time to time. In addition, information related to past performance, while helpful as an evaluative tool, is not necessarily indicative of future results, the achievement of which cannot be assured. You should not view the past performance of the Company, or information about the market, as indicative of the Company’s future results.

BlackRock Capital Investment Corporation Overview

BlackRock Capital Investment Corporation (NASDAQ: BKCC) is a publicly traded and externally-managed BDC (business development company).

- ▶ Provides middle-market companies with flexible financing solutions, including senior and junior secured and unsecured debt securities, as well as equity securities.
- ▶ Seeks and invests in opportunities which offer an attractive risk-adjusted return, while creating long-term partnerships with growing middle-market companies.
- ▶ 10+ year track record of delivering performance since our inception in 2005.
- ▶ Managed by BlackRock Advisors, LLC (“Advisor”), a wholly owned indirect subsidiary of BlackRock, Inc. (“BlackRock”) since March 6, 2015. BlackRock is the largest asset manager globally with \$5.4 trillion under management, as of March 31, 2017.
- ▶ Experienced investment team possesses strong sourcing capabilities and sponsor relationships, employs rigorous bottom-up investment analysis and possesses restructuring/M&A skill set.
- ▶ BlackRock’s scope and scale enhances sourcing channels and provides informational advantage via company, sector and macro level insights.
- ▶ Evaluated more than 3,800 investment opportunities since inception.
- ▶ Completed investments in 180 portfolio companies since inception.
- ▶ Approximately \$4.5 billion in capital provided to middle-market companies since inception.

Key Metrics as of March 31, 2017

Investment Portfolio⁶:
\$938.8 million

Dividend Yield⁹:
9.5%

Net Assets:
\$598.4 million or \$8.22 per share⁴

Share Price:
\$7.55

Quarterly Distribution Coverage¹⁰:
111%

Market Capitalization:
\$549.7 million

Please see Notes to the Investor Presentation on page 13.

Select Historical Financial Information

(\$ in Thousands, Except per Share Data)	Quarter Ended					Full Year Ended	
	3/31/16	6/30/16	9/30/16	12/31/16	3/31/17	12/31/15	12/31/16
Net Investment Income / (Loss)	\$ 17,478	\$ 21,607	\$ (2,131)	\$ 17,082	\$ 14,565	\$ 75,191	\$ 54,037
Net Investment Income / (Loss) per share ¹	0.24	0.30	(0.03)	0.24	0.20	1.01	0.74
Net Investment Income / (Loss), pre-incentive fee ³	17,478	21,607	(2,131)	17,082	14,565	72,002	54,037
Net Investment Income / (Loss) per share, pre-incentive fee ^{1,3}	0.24	0.30	(0.03)	0.24	0.20	0.97	0.74
Net Investment Income / (Loss), as adjusted ³	17,478	21,607	(2,131)	17,082	14,565	71,991	54,037
Net Investment Income / (Loss) per share, as adjusted ^{1,3}	0.24	0.30	(0.03)	0.24	0.20	0.97	0.74
Net Realized / Unrealized Gains (Losses)	(55,653)	(31,161)	(36,942)	(14,572)	(235)	(36,566)	(138,328)
Net Realized / Unrealized Gains (Losses) per share ¹	(0.76)	(0.43)	(0.51)	(0.20)	(0.00)	(0.49)	(1.90)
Net Increase / (Decrease) in Net Assets from Operations	(38,175)	(9,554)	(39,073)	2,510	14,330	38,625	(84,292)
Net Increase / (Decrease) in Net Assets from Operations per share ¹	(0.52)	(0.13)	(0.54)	0.03	0.20	0.52	(1.16)
Net Increase / (Decrease) in Net Assets from Operations, as adjusted ³	(38,175)	(9,554)	(39,073)	2,510	14,330	35,425	(84,292)
Net Increase / (Decrease) in Net Assets from Operations per share, as adjusted ^{1,3}	(0.52)	(0.13)	(0.54)	0.03	0.20	0.48	(1.16)
Net Assets	689,322	661,442	608,116	596,320	598,448	753,753	596,320
Net Asset Value per share ⁴	\$ 9.46	\$ 9.13	\$ 8.38	\$ 8.21	\$ 8.22	\$ 10.17	\$ 8.21
Distributions Declared	15,300	15,209	15,236	15,262	13,105	62,606	61,007
Distributions Declared per share	0.21	0.21	0.21	0.21	0.18	0.84	0.84
Weighted Average Shares Outstanding - Basic ¹	73,106,678	72,700,685	72,554,128	72,673,587	72,804,629	74,576,277	72,757,978
Shares Outstanding at End of Period	72,857,414	72,422,007	72,554,128	72,676,242	72,807,547	74,099,182	72,676,242
Distribution Coverage ¹⁰	114%	142%	101%	105%	111%	115%	115%
Net Leverage ⁵	0.63x	0.52x	0.55x	0.55x	0.56x	0.47x	0.55x

Items above may not foot due to rounding

Please see Notes to the Investor Presentation on page 13.

Portfolio Activity

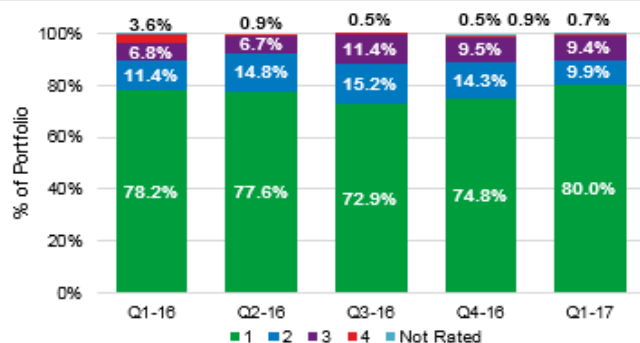
(\$ in Millions)	Quarter Ended				
	3/31/16	6/30/16	9/30/16	12/31/16	3/31/17
New Investments at Cost ^{2,11}	\$ 97.5	\$ 76.3	\$ 43.8	\$ 107.8	\$ 122.3
Proceeds from Sales, Repayments and Other Exits ¹¹	(32.9)	(161.4)	(73.6)	(109.2)	(114.4)
Net New Investments	\$ 64.6	\$ (85.1)	\$ (29.8)	\$ (1.4)	\$ 7.9
Number of New Portfolio Company Investments	3	1	-	1	-
Number of Portfolio Company Exits	1	8	2	1	3
<u>New Investments by Asset Class at Cost (\$):</u>					
Senior Secured 1st Lien Debt	\$ 0.2	\$ 28.4	\$ 1.0	\$ 33.6	\$ 97.1
Senior Secured 2nd Lien Debt	76.1	-	7.4	35.1	-
Subordinated / Unsecured Debt	18.2	21.0	10.4	6.4	5.4
Preferred Equity	0.7	16.4	3.2	0.2	0.2
Common Equity & Other	2.3	10.6	21.8	32.5	19.6
<u>New Investments by Asset Class at Cost (%):</u>					
Senior Secured 1st Lien Debt	0.2%	37.2%	2.3%	31.1%	79.4%
Senior Secured 2nd Lien Debt	78.0%	0.0%	16.9%	32.5%	0.0%
Subordinated / Unsecured Debt	18.7%	27.5%	23.7%	6.0%	4.4%
Preferred Equity	0.8%	21.5%	7.3%	0.2%	0.2%
Common Equity & Other	2.3%	13.8%	49.8%	30.2%	16.0%

Please see Notes to the Investor Presentation on page 13.

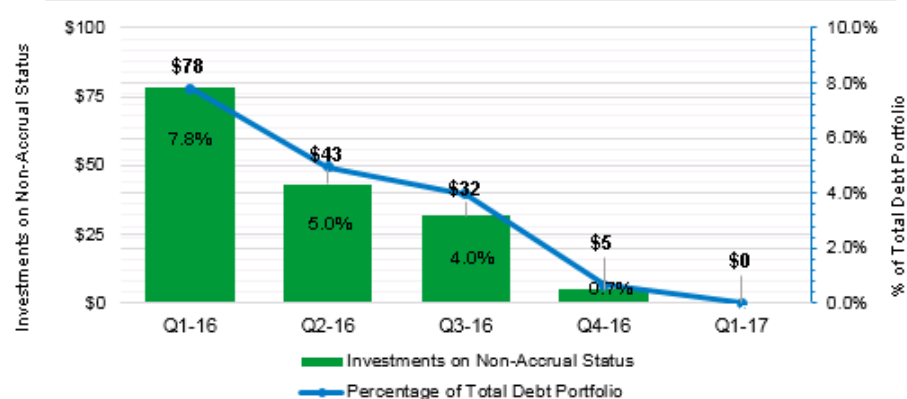
Portfolio Status

(\$ in Millions)	Quarter Ended				
	3/31/16	6/30/16	9/30/16	12/31/16	3/31/17
Investment Portfolio at Cost ⁶	\$ 1,219	\$ 1,105	\$ 1,050	\$ 1,022	\$ 978
Investment Portfolio at Fair Value ⁶	1,126	1,012	947	931	939
Fair Value % Cost	92.4%	91.6%	90.2%	91.1%	96.0%
Number of Portfolio Companies	47	40	38	38	35
Average Investment Size at Cost	\$ 25.9	\$ 27.6	\$ 27.6	\$ 26.9	\$ 27.9
Portfolio by Asset Class at Fair Value:					
Senior Secured 1st Lien Debt	\$ 387	\$ 392	\$ 367	\$ 295	\$ 312
Senior Secured 2nd Lien Debt	460	339	283	317	318
Subordinated / Unsecured Debt	157	142	151	156	157
Preferred Equity	51	64	61	58	52
Common Equity & Other	71	74	84	105	100
Yield on Income Producing Securities at Cost	9.8%	10.0%	10.0%	10.5%	10.7%
Yield on Senior Secured Loans at Cost	9.2%	9.6%	9.5%	10.5%	10.4%
Yield on Other Debt Securities at Cost	11.4%	11.0%	11.1%	10.8%	11.5%
Yield on Income Producing Securities at Fair Value	10.8%	11.1%	11.4%	11.7%	11.1%
Yield on Senior Secured Loans at Fair Value	10.1%	10.5%	10.7%	11.3%	10.5%
Yield on Other Debt Securities at Fair Value	13.4%	13.4%	12.6%	12.4%	12.5%

Portfolio by Internal Investment Rating (by FMV)



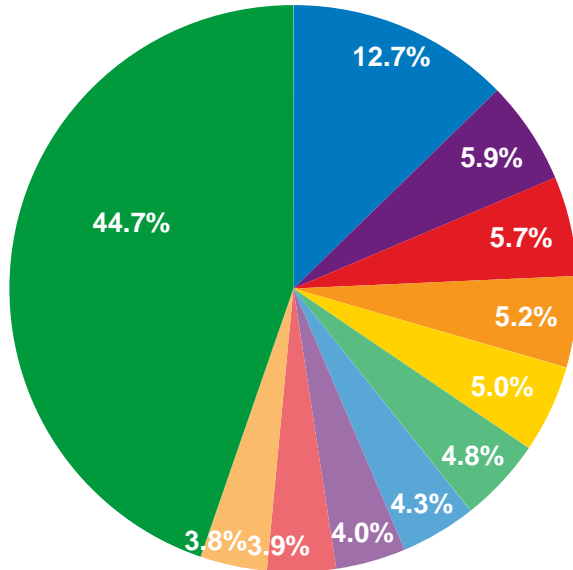
Portfolio by Non-Accrual Status (by FMV)



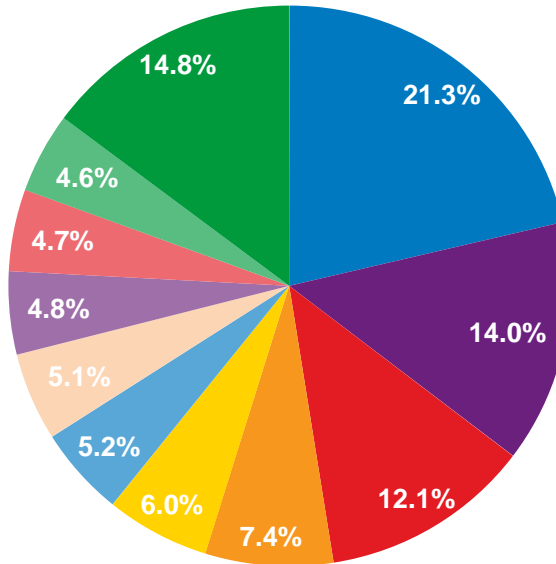
Please see Notes to the Investor Presentation on page 13.

Portfolio Composition at Fair Value at 3/31/17

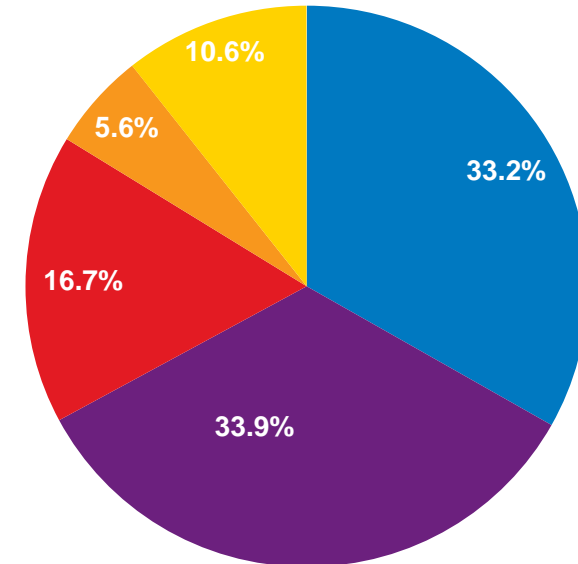
Portfolio Composition by Issuer



Portfolio Composition by Industry



Portfolio Composition by Asset Class



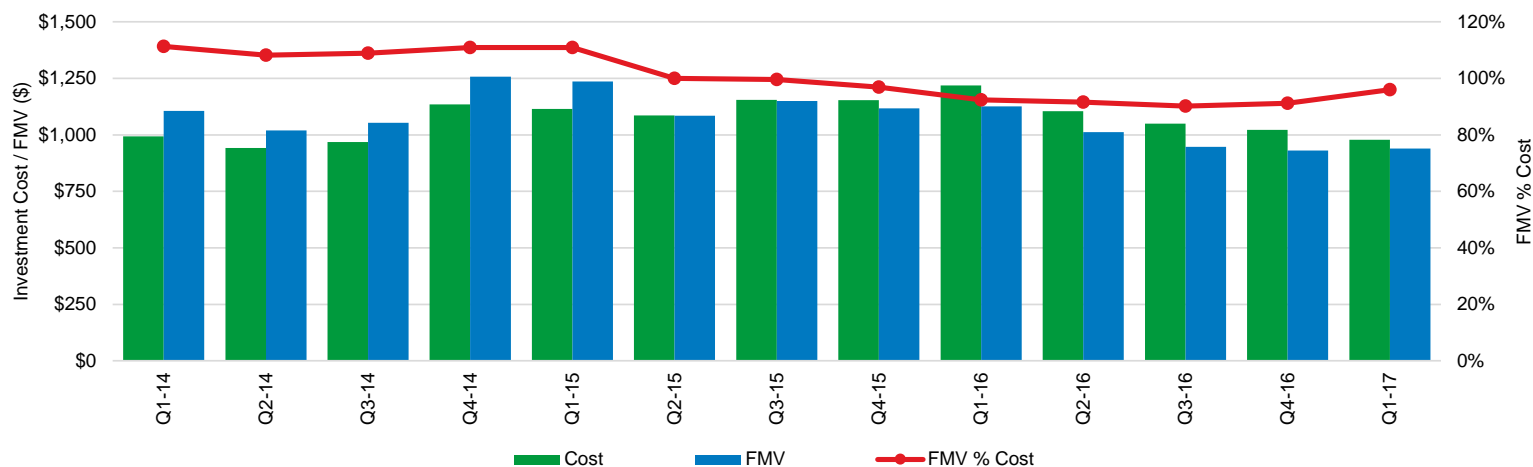
- Gordon Brothers Finance Company
- Bankruptcy Management Solutions, Inc.
- AGY Holding Corp.
- U.S. Well Services, LLC
- Vertellus Specialties Inc.
- BCIC Senior Loan Partners JV
- MBS Group Holdings Inc.
- Wink Holdco, Inc.
- GSE Environmental, Inc.
- First Boston Construction Holdings, LLC
- Other

- Finance
- Services: Business
- Chemicals, Plastics, & Rubber
- Consumer Goods: Durable
- Environmental Industries
- Energy: Oil & Gas
- Insurance
- Healthcare & Pharmaceuticals
- Aerospace & Defense
- Retail
- Other

- Senior Secured 1st Lien Debt
- Senior Secured 2nd Lien Debt
- Subordinated / Unsecured Debt
- Preferred Equity
- Common Equity & Other

Portfolio Evolution

Investment Cost / FMV



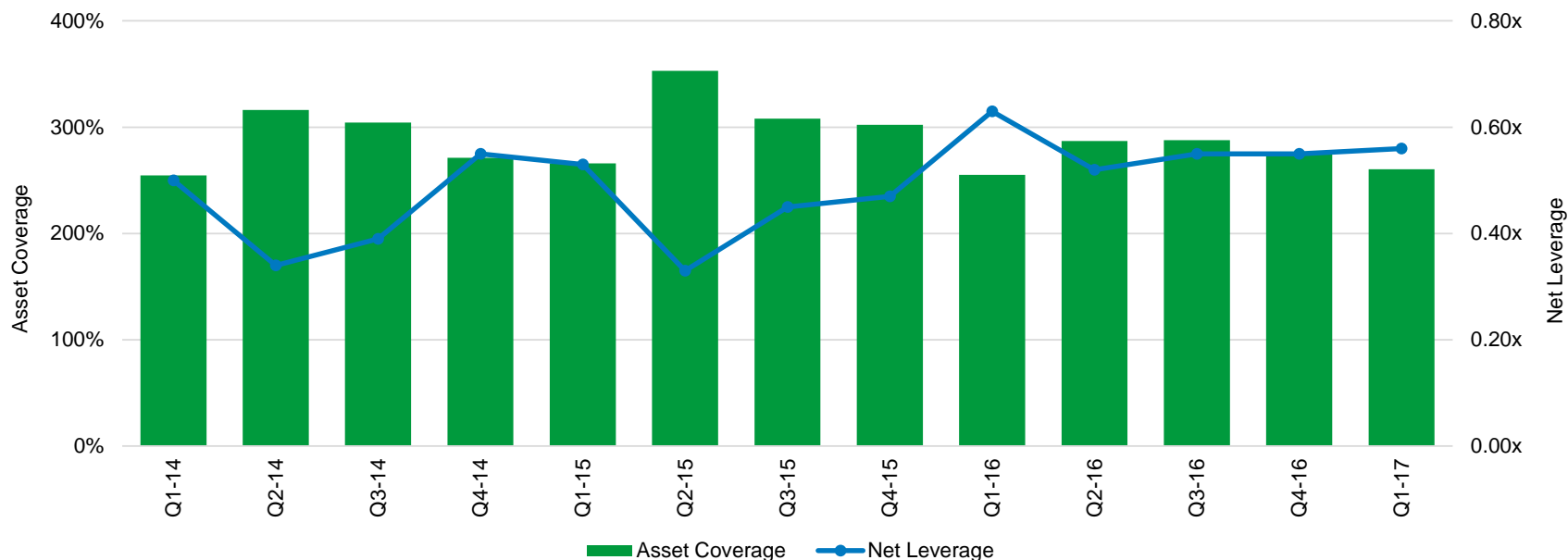
(\$ in Millions, Except per Share Data)

	Q1-14	Q2-14	Q3-14	Q4-14	Q1-15	Q2-15	Q3-15	Q4-15	Q1-16	Q2-16	Q3-16	Q4-16	Q1-17
Cost	\$994	\$942	\$968	\$1,134	\$1,114	\$1,085	\$1,154	\$1,153	\$1,219	\$1,105	\$1,050	\$1,022	\$978
FMV	1,106	1,019	1,054	1,258	1,236	1,085	1,150	1,117	1,126	1,012	947	931	939
FMV % Cost	111%	108%	109%	111%	111%	100%	100%	97%	92%	92%	90%	91%	96%
NAV per share ⁴	\$9.59	\$9.79	\$9.97	\$10.49	\$10.58	\$10.56	\$10.66	\$10.17	\$9.46	\$9.13	\$8.38	\$8.21	\$8.22

Please see Notes to the Investor Presentation on page 13.

Leverage Profile

Quarterly Leverage Metrics



(\$ in Millions)	Q1-14	Q2-14	Q3-14	Q4-14	Q1-15	Q2-15	Q3-15	Q4-15	Q1-16	Q2-16	Q3-16	Q4-16	Q1-17
FMV	\$1,106	\$1,019	\$1,054	\$1,258	\$1,236	\$1,085	\$1,150	\$1,117	\$1,126	\$1,012	\$947	\$931	\$939
Borrowings	459	329	360	448	472	304	376	364	443	350	323	337	372
Borrowings % FMV	42%	32%	34%	36%	38%	28%	33%	33%	39%	35%	34%	36%	40%
Asset Coverage Ratio⁷	255%	316%	304%	271%	266%	353%	308%	302%	255%	287%	288%	275%	260%
Net Leverage⁵	0.50x	0.34x	0.39x	0.55x	0.53x	0.33x	0.45x	0.47x	0.63x	0.52x	0.55x	0.55x	0.56x

▶ Asset coverage ratio⁷ of 260% represents a \$225 million cushion to the minimum required ratio of 200% per BDC regulations.

▶ Credit facility availability of \$215 million as of 3/31/17.

Please see Notes to the Investor Presentation on page 13.

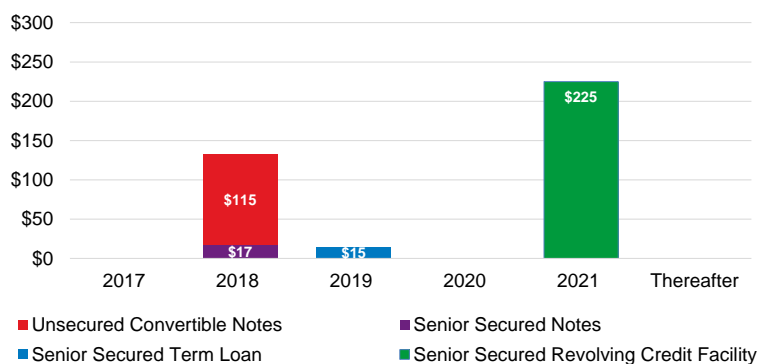
Debt Summary

Summary of Borrowings

(\$ in Millions)

Security	Amount as of 12/31/16		Amount as of 3/31/17		Rate	Maturity
	Available	Outstanding	Available	Outstanding		
Senior Secured Revolving Credit Facility ⁸	\$440	\$190	\$440	\$225	L + 1.75% - 2.00%	2021
Senior Secured Term Loan	15	15	15	15	L + 3.25%	2019
Senior Secured Notes ¹²	17	17	17	17	6.60%	2018
Unsecured Convertible Notes	115	115	115	115	5.50%	2018
Total	\$587	\$337	\$587	\$372		

Debt Maturity Profile



Comparison of Debt Investments and Borrowings

	Amount as of 3/31/17	
	Debt Investments	Borrowings
<i>Percentage of Total Amount Outstanding:</i>		
Fixed Rate Securities	25.9%	35.5%
Floating Rate Securities	74.1%	64.5%
Weighted Average Interest Rate	10.5%	4.2%
Weighted Average Years to Maturity	3.8	2.7

Please see Notes to the Investor Presentation on page 13.

Reconciliation of Net Investment Income / (Loss)

(\$ in Thousands, Except per Share Data)	Q1 2016		Q2 2016		Q3 2016		Q4 2016		Q1 2017		2015		2016	
	(\$)	Per Share	(\$)	Per Share	(\$)	Per Share	(\$)	Per Share	(\$)	Per Share	(\$)	Per Share	(\$)	Per Share
GAAP Basis:														
Net Investment Income / (Loss)	\$ 17,478	\$ 0.24	\$ 21,607	\$ 0.30	\$ (2,131)	\$ (0.03)	\$ 17,082	\$ 0.24	\$ 14,565	\$ 0.20	\$ 75,191	\$ 1.01	\$ 54,037	\$ 0.74
Net Increase / (Decrease) in Net Assets from Operations	(38,175)	(0.52)	(9,554)	(0.13)	(39,073)	(0.54)	2,510	0.03	14,330	0.20	38,625	0.52	(84,292)	(1.16)
Addback: GAAP incentive management fee expense based on Gains	-	-	-	-	-	-	-	-	-	-	(3,201)	(0.04)	-	-
Addback: GAAP incentive management fee expense based on income*	-	-	-	-	-	-	-	-	-	-	11	0.00	-	-
Pre-Incentive Fee ³														
Net Investment Income / (Loss)	17,478	0.24	21,607	0.30	(2,131)	(0.03)	17,082	0.24	14,565	0.20	72,002	0.97	54,037	0.74
Net Increase / (Decrease) in Net Assets from Operations	(38,175)	(0.52)	(9,554)	(0.13)	(39,073)	(0.54)	2,510	0.03	14,330	0.20	35,436	0.48	(84,292)	(1.16)
Less: Incremental incentive management fee expense based on Income	-	-	-	-	-	-	-	-	-	-	11	0.00	-	-
As Adjusted ³														
Net Investment Income / (Loss)	17,478	0.24	21,607	0.30	(2,131)	(0.03)	17,082	0.24	14,565	0.20	71,991	0.97	54,037	0.74
Net Increase / (Decrease) in Net Assets from Operations	(38,175)	(0.52)	(9,554)	(0.13)	(39,073)	(0.54)	2,510	0.03	14,330	0.20	35,425	0.48	(84,292)	(1.16)

*Note: The current period Net Investment Income amount is net of incentive management fees and a corresponding incentive management fee waiver in the amount of \$809,183.

Please see Notes to the Investor Presentation on page 13.

Internal Investment Rating System Overview

Advisor employs a grading system for its entire portfolio in which all loans are rated on a scale of 1 to 4. This system is intended to reflect the performance of the borrower's business, the collateral coverage of the loans and other factors considered relevant. The following is a description of the conditions associated with each investment rating:

- ▶ **Grade 1:** Investments in portfolio companies whose performance is substantially within Advisor's expectations and whose risk factors are neutral to favorable to those at the time of the original investment.
- ▶ **Grade 2:** Investments in portfolio companies whose performance is below Advisor's expectations and which require closer monitoring. However, no loss of investment return (interest and/or dividends) or principal is expected.
- ▶ **Grade 3:** Investments in portfolio companies whose performance is below Advisor's expectations and for which risk has increased materially since origination. Some loss of investment return is expected, but no loss of principal is expected. Companies graded 3 will generally be out of compliance with debt covenants and will be unlikely to make debt repayments on their original schedule.
- ▶ **Grade 4:** Investments in portfolio companies whose performance is materially below Advisor's expectations where business trends have deteriorated and risk factors have increased substantially since the original investment. Investments graded 4 are those for which some loss of principal is expected.

Notes to the Investor Presentation

1. Income statement data per share excludes the impact of diluted weighted average shares outstanding.
2. Includes PIK interest and dividends earned during the period presented.
3. As adjusted: Amounts are adjusted to remove the incentive management fee expense based on gains, as required by GAAP, and to include only the incremental incentive management fee expense based on income. The incremental incentive management fee is calculated based on the current quarter's incremental earnings, and without any reduction for incentive management fees paid during the prior calendar quarters. Amounts reflect the Company's ongoing operating results and reflect the Company's financial performance over time. The Company's investment advisor has agreed to waive the incentive fee based on income through December 31, 2018 (See Note 3 to the consolidated financial statements).

Pre-Incentive Fee: Amounts are adjusted to remove all incentive management fees. Such fees are calculated but not necessarily due and payable at this time.

4. Balance sheet per share data utilizes total shares outstanding at end of period.
5. Debt less available cash and receivable for investments sold, plus payable for investments purchased, unamortized debt issuance costs and legal settlement payable, if applicable.
6. Total investment portfolio excludes cash and cash equivalents.
7. Asset coverage ratio represents the ratio of total assets less non-debt liabilities to total indebtedness.
8. The Senior Secured Revolving Credit Facility commitment may increase in size, under certain circumstances, up to a total of \$750,000,000. The interest rate applicable to Eurocurrency borrowings is generally LIBOR plus an applicable margin of either 1.75% or 2.00% based on a pricing grid using the borrowing base as a multiple of the combined debt amount.
9. Dividend yield as of a date is calculated by annualizing the most recent quarterly dividend announced preceding such date as a percentage of the closing stock price on such date.
10. Distribution Coverage for any period represents the ratio of net investment income, as adjusted, for that period to distributions declared during the same period. Quarter ended 9/30/2016 ratio excludes a one-time \$17.5 million legal settlement expense, quarter ended 12/31/2016 excludes a one-time \$1.1 million insurance reimbursement, and full year 2016 excludes both.
11. Inclusive of amounts due to restructurings, if applicable.
12. Senior Secured Notes were subsequently paid off in full on April 17, 2017.

Note: Schedules may differ from public filings due to rounding.

Corporate Information

Corporate Information

Board of Directors*

James E. Keenan

Chairman of the Board
Global Head of Fundamental Credit, BlackRock

John R. Baron

Managing Partner of Crystal Ridge Partners, LP

Jerrold B. Harris

Former President and Chief Executive Officer of VWR Scientific Products Corporation

Mark S. Lies

Former Global Head of Loan Products and Co-Head of Leveraged Finance for Lehman Brothers Holdings

William E. Mayer

Co-founder & Partner at Park Avenue Equity Partners, L.P.

François de Saint Phalle**

Former Chief Operating Officer and Vice Chairman of Dillon, Read & Co. Inc.

Steven F. Sterling***

Former Chairman of the Board and Chief Executive Officer of BKCC

Maureen K. Usifer

Former Chief Financial Officer of Seventh Generation Inc.

Corporate Officers

Michael J. Zugay

Chief Executive Officer

Donna M. Milia

Chief Financial Officer and Treasurer

Laurence D. Paredes

General Counsel and Corporate Secretary

Senior BlackRock US Private Capital Professionals

Nik Singhal

Investor Relations & Business Strategy
nik.singhal@blackrock.com
212.810.5427

Other Information

Independent Registered Public Accounting Firm

Deloitte & Touche LLP
New York, NY

Exchange

NASDAQ Global Select Market

Listed Security

BKCC Common Stock

Transfer Agent

BNY Mellon c/o
Computershare
P.O. BOX 30170
College Station, TX 77842-3170

Corporate Headquarters

40 East 52nd Street
New York, NY 10022

Website

www.blackrockbkcc.com

* Full bios are available on the website.

**Mr. de Saint Phalle has resigned from the Board effective at the end of the day on May 5, 2017.

***Mr. Sterling's term as Director ends on May 5, 2017. He did not seek reelection to the Board.