

Non-GAAP Measures

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On a supplemental basis, we disclose adjusted net investment income ("Adjusted Net Investment Income") (including on a per share basis), which is a financial measure calculated and presented on a basis of accounting other than in accordance with generally accepted accounting principles of the United States of America ("GAAP"). GAAP states losses on debt extinguishment are measured as the "difference between the reacquisition price of debt and the net carrying amount of the extinguished debt", which for our Unsecured Notes Due April 2025 and our Unsecured Notes Due October 2025 (together, the "Extinguished Debt") equaled the call price of \$98.5 million less the balance sheet carrying amount on the date of extinguishment of \$96.3 million but does not include other costs necessary to complete such extinguishment. We issued the redemption notices for the Extinguished Debt on February 10, 2021, the date our Unsecured Notes Due February 2026 closed and funds to redeem the extinguished debt became available. Moreover, the indentures of the Extinguished Debt required a 30-day notice period prior to their extinguishment (the "Redemption Period"). Consequently, the Company incurred interest expense for the new Unsecured Notes Due February 2026, a duplication of interest cost management believes was necessary to affect the extinguishment of the debt. Adjusted Net Investment Income reflects the exclusion of duplicate interest expense during the Redemption Period from interest expense (a component of net investment income). Management believes that Adjusted Net Investment Income is a useful indicator of future operations and that providing this measure may facilitate a more complete analysis and greater transparency into our ongoing operations, particularly in comparing underlying results from period to period, and afford investors a view of results that may be more easily compared to those of other companies. The presentation of this additional information, however, is not meant to be considered in isolation or as a substitute for financial results prepared in accordance with GAAP. A reconciliation of net investment income to Adjusted Net Investment Income is presented to the right.

	Three months ended March 31, 2021	
	(000's)	Per Share
Net investment income	\$ 2,550	\$ 0.19
Duplicate interest costs	564	0.04
Adjusted Net Investment Income	<u>\$ 3,114</u>	<u>\$ 0.23</u>

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