# 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): May 4, 2023

# **Barings BDC, Inc.**

(Exact name of registrant as specified in its charter)

Maryland (State or Other Jurisdiction of Incorporation) 814-00733 (Commission File Number)

300 South Tryon Street, Suite 2500 Charlotte, North Carolina (Address of Principal Executive Offices) 06-1798488 (IRS Employer Identification No.)

> 28202 (Zip Code)

Registrant's telephone number, including area code: (704) 805-7200

N/A

(Former name or former address, if changed since last report.)

| Securities registered pursuant to Section 12(b) of the Act: |                |   |
|---|----------------|---|
| Title of Each Class   | Trading Symbol | Name of Each Exchange on Which Registered |
| Common Stock, par value \$0.001 per share                   | BBDC           | The New York Stock Exchange               |
|   |                |   |

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: 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))

Indicate by check mark whether the registrant is an emerging growth company as defined in Rule 405 of the Securities Act of 1933 (17 CFR §230.405) or Rule 12b-2 of the Securities Exchange Act of 1934 (17 CFR §240.12b-2).

Emerging growth company  $\Box$ 

If an emerging growth company, indicate by check mark if the registrant has elected not to use the extended transition period for complying with any new or revised financial accounting standards provided pursuant to Section 13(a) of the Exchange Act.

#### Item 2.02. Results of Operations and Financial Condition.

On May 4, 2023, Barings BDC, Inc. (the "Company" or "Barings BDC") issued a press release announcing its financial results for the quarter ended March 31, 2023. A copy of the press release is furnished as Exhibit 99.1 to this Current Report on Form 8-K and is incorporated herein by reference.

The information in this Item 2.02 of this Current Report on Form 8-K, and Exhibit 99.1 attached hereto, is being furnished by the Company in satisfaction of the public disclosure requirements of Item 2.02 of Form 8-K.

In accordance with General Instruction B.2 of Form 8-K, the information included in this Item 2.02 and Exhibit 99.1 attached hereto shall not be deemed to be "filed" for purposes of Section 18 of the Securities Exchange Act of 1934, as amended (the "Exchange Act"), or otherwise subject to the liabilities of that Section, nor shall such information be deemed incorporated by reference into any filing made by the Company under the Exchange Act or the Securities Act of 1933, as amended.

#### Item 5.07. Submission of Matters to a Vote of Security Holders.

The Company held its 2023 Annual Meeting of Stockholders (the "Annual Meeting") on May 4, 2023. Stockholders were asked to consider and act upon the following proposals, each of which was described in the Company's definitive proxy statement filed with the Securities and Exchange Commission (the "SEC") on March 10, 2023 (the "Proxy Statement"):

- Proposal No. 1 to elect three Class II directors to serve for a three-year term and until their successors have been duly elected and qualify (the "Director Election Proposal"); and
- Proposal No. 2 to approve a proposal to authorize the Company, pursuant to subsequent approval of its Board of Directors, to issue and sell shares of its common stock (during the 12 months following such authorization) at a price below the Company's then-current net asset value per share in one or more offerings, subject to certain limitations set forth in the Proxy Statement (including, without limitation, that the number of shares issued and sold pursuant to such authority does not exceed 30% of the Company's then-outstanding common stock immediately prior to each such offering) (the "Below-NAV Share Issuance Proposal").

All director nominees listed in the Director Election Proposal were elected by the Company's stockholders at the Annual Meeting as Class II directors to serve until the Company's 2026 annual meeting of stockholders and until their successors have been duly elected and qualified. The final voting results for each director nominee are set forth below:

| Director               | For        | Against   | Abstain   | Broker Non-Votes |
|------------------------|------------|-----------|-----------|------------------|
| Steve Byers            | 57,036,322 | 9,745,626 | 1,676,560 | —                |
| Valerie Lancaster-Beal | 57,161,139 | 9,696,676 | 1,600,693 | _                |
| John A. Switzer        | 57,054,378 | 9,768,500 | 1,635,630 | —                |

The final voting results for the Below-NAV Share Issuance Proposal, which was approved by the Company's stockholders, are set forth below:

| For        | Against    | Abstain   | Broker Non-Votes |
|------------|------------|-----------|------------------|
| 56,358,896 | 10,160,012 | 1,939,600 | —                |

This proposal was also approved by the Company's non-affiliated stockholders by a vote of 42,578,696 shares for, and 10,160,012 shares against, with 1,939,600 shares abstaining and no broker non-votes. The number of votes cast in favor of this proposal represents both (1) a majority of the outstanding shares of the Company's common stock; and (2) a majority of the outstanding shares of the Company's common stock that are not held by affiliated persons of the Company. For purposes of this proposal, the Investment Company Act of 1940, as amended, defines a "majority of the outstanding shares" as the vote of the lesser of: (1) 67% or more of the voting securities of the Company present at the Annual Meeting, if the holders of more than 50% of the outstanding voting securities of the Company are present or represented by proxy; or (2) more than 50% of the outstanding voting securities of the Company.

## Item 9.01. Financial Statements and Exhibits.

(d) Exhibits

| <u>Exhibit</u> |   |
|----------------|---|
| No.            | Description   |
| 99.1           | Press Release, dated May 4, 2023  |
| 104            | Cover Page Interactive Data File (embedded within the Inline XBRL document) |

#### 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.

Barings BDC, Inc.

Date: May 4, 2023

By:

/s/ Elizabeth A. Murray

Elizabeth A. Murray Chief Financial Officer and Chief Operating Officer



## BARINGS BDC, INC. REPORTS FIRST QUARTER 2023 RESULTS AND ANNOUNCES QUARTERLY CASH DIVIDEND OF \$0.25 PER SHARE

CHARLOTTE, N.C., May 4, 2023 - Barings BDC, Inc. (NYSE: BBDC) ("Barings BDC" or the "Company") today reported its financial and operating results for the first quarter of 2023 and announced that the Company's Board of Directors (the "Board") declared a quarterly cash dividend of \$0.25 per share.

#### **Highlights**

| Income Statement  |                     | Three Months Ended<br>March 31, 2023 |              | s Ended<br>1, 2022          |
|---|---------------------|--------------------------------------|--------------|-----------------------------|
| (dollars in millions, except per share data)                    | <b>Total Amount</b> | Per<br>Share <sup>(1)</sup>          | Total Amount | Per<br>Share <sup>(2)</sup> |
| Net investment income   | \$27.5              | \$0.25                               | \$37.0       | \$0.34                      |
| Net realized gains (losses)                                     | \$(9.7)             | \$(0.09)                             | \$16.7       | \$0.15                      |
| Net unrealized appreciation (depreciation)                      | \$22.0              | \$0.20                               | \$(55.7)     | \$(0.51)                    |
| Net increase (decrease) in net assets resulting from operations | \$39.7              | \$0.37                               | \$(1.3)      | \$(0.01)                    |
| Dividends paid  |                     | \$0.25                               |              | \$0.24                      |

Based on weighted average shares outstanding during the period of 107,916,166.
Based on weighted average shares outstanding during the period of 108,604,645.

#### Investment Portfolio and Balance Sheet

| (dollars in millions, except per share data)   | As of<br>March 31, 2023 | As of<br>December 31, 2022 |
|--|-------------------------|----------------------------|
| Investment portfolio at fair value   | \$2,556.1               | \$2,448.9                  |
| Weighted average yield on performing debt investments (at principal amount)              | 10.2 %                  | 9.7 %                      |
|  |                         |                            |
| Total assets   | \$2,726.9               | \$2,710.0                  |
| Debt outstanding (principal)   | \$1,494.1               | \$1,454.1                  |
| Total net assets (equity)  | \$1,205.0               | \$1,192.3                  |
| Net asset value per share  | \$11.17                 | \$11.05                    |
| Debt-to-equity ratio   | 1.24x                   | 1.22x                      |
| Net debt-to-equity ratio (adjusted for unrestricted cash and net unsettled transactions) | 1.19x                   | 1.12x                      |

#### First Quarter 2023 Results

Commenting on the quarter, Eric Lloyd, Chief Executive Officer of Barings BDC, stated, "Despite ongoing uncertainty related to inflation, interest rates, and the broader economy, Barings BDC's portfolio continues to deliver strong returns for our investors. Our team's results highlight the importance of conservative underwriting, diversification, and proprietary origination. The fundamentals of our underlying portfolio remain solid as net asset value per share increased from the previous quarter, and we continue to see revenue growth driven by higher base rates."

During the three months ended March 31, 2023, the Company reported total investment income of \$67.2 million, net investment income of \$27.5 million, or \$0.25 per share, and a net increase in net assets resulting from operations of \$39.7 million, or \$0.37 per share.

Net asset value ("NAV") per share as of March 31, 2023 was \$11.17, as compared to \$11.05 as of December 31, 2022. The increase in NAV per share from December 31, 2022 to March 31, 2023 was primarily attributed to net unrealized appreciation

on the Company's investment portfolio, credit support agreements and foreign currency transactions of approximately \$0.20 per share, partially offset by a net realized loss on investments and foreign currency transactions of \$0.09 per share.

Elizabeth Murray, Chief Financial Officer of Barings BDC, stated, "In the first quarter, we took advantage of the more

lender-friendly environment and sourced \$145 million of new originations as net leverage increased modestly from 1.12x to 1.19x. Net investment income covered the dividend as our largely floating-rate portfolio yield increased on the heels of broad credit stability within our portfolio. Going forward, we remain committed to re-commencing share repurchases as we believe there is a clear opportunity for accretive deployment at current trading levels."

#### **Recent Portfolio Activity**

During the three months ended March 31, 2023, the Company made 11 new investments totaling \$65.8 million, made investments in existing portfolio companies totaling \$33.9 million and made a \$45.0 million equity co-investment alongside certain affiliates in a portfolio company that specializes in providing financing to plaintiff law firms engaged in mass tort and other civil litigation. The Company had four loans repaid totaling \$26.6 million, received \$12.7 million of portfolio company principal payments and received \$9.1 million of return of capital from its joint ventures. In addition, the Company sold \$1.0 million of loans, recognizing a net realized loss on these transactions of \$0.3 million. Lastly, the Company received proceeds related to the sale of equity investments totaling \$4.3 million and recognized a net realized gain on such sales totaling \$1.0 million.

During the three months ended March 31, 2023, the Company recorded net unrealized appreciation totaling \$22.0 million, consisting of net unrealized appreciation on our current portfolio of \$11.8 million, unrealized appreciation of \$0.9 million on the MVC credit support agreement with Barings, unrealized appreciation of \$4.7 million on the Sierra credit support agreement with Barings, net unrealized appreciation related to foreign currency transactions of \$5.4 million, net of unrealized appreciation reclassification adjustments of \$0.7 million related to the net realized gains on the sales / repayments of certain investments and \$0.1 million of deferred taxes. The net unrealized appreciation on the Company's current portfolio of \$11.8 million was driven primarily by broad market moves for investments of \$4.0 million, credit or fundamental performance of investments of \$0.9 million and the impact of foreign currency exchange rates on investments of \$6.9 million.

#### Liquidity and Capitalization

As of March 31, 2023, the Company had cash and foreign currencies of \$55.4 million, \$769.1 million of borrowings outstanding under its \$1.1 billion senior secured revolving credit agreement, \$725.0 million aggregate principal amount of unsecured notes outstanding and a net receivable from unsettled transactions of \$0.9 million.

#### Share Repurchase Program

On February 23, 2023, the Board authorized a new 12-month share repurchase program. Under the program, the Company may repurchase, during the 12-month period that commenced on March 1, 2023, up to \$30.0 million in the aggregate of its outstanding common stock in the open market at prices below the then-current NAV per share. The timing, manner, price and amount of any share repurchases will be determined by the Company, in its discretion, based upon the evaluation of economic and market conditions, the Company's stock price, applicable legal, contractual and regulatory requirements and other factors. The program is expected to be in effect until March 1, 2024, unless extended or until the aggregate repurchase amount that has been approved by the Board has been expended. The program does not require the Company to repurchase any specific number of shares, and the Company cannot assure stockholders that any shares will be repurchased under the program. The program may be suspended, extended, modified or discontinued at any time. During the three months ended March 31, 2023, the Company did not repurchase any shares under the program.

#### **Dividend Information**

The Board declared a quarterly cash dividend of \$0.25 per share.

The Company's second quarter dividend is payable as follows:

Second Quarter 2023 Dividend: Amount per share: \$0.25 Record date: June 7, 2023 Payment date: June 14, 2023

#### Dividend Reinvestment Plan

Barings BDC has adopted a dividend reinvestment plan ("DRIP") that provides for reinvestment of dividends and distributions on behalf of its stockholders, unless a stockholder elects to receive cash. As a result, when the Company declares a cash dividend or distribution, stockholders who have not opted out of the DRIP will have their cash dividends or distributions automatically reinvested in additional shares of the Company's common stock, rather than receiving cash.

When the Company declares and pays dividends and distributions, it determines the allocation of the distribution between current income, accumulated income, capital gains and return of capital on the basis of accounting principles generally accepted in the United States ("GAAP"). At each year end, the Company is required for tax purposes to determine the allocation based on tax accounting principles. Due to differences between GAAP and tax accounting principles, the portion of each dividend distribution that is ordinary income, capital gain or return of capital may differ for GAAP and tax purposes. The tax status of the Company's distributions can be found on the Investor Relations page of its website.

#### Subsequent Events

Subsequent to March 31, 2023, the Company made approximately \$2.7 million of new commitments, of which \$2.2 million closed and funded. The \$2.2 million of investments consists of \$1.9 million of first lien senior secured debt investments and \$0.3 million of subordinated debt investments. The weighted average yield of the debt investments was 11.2%. In addition, the Company funded \$15.5 million of previously committed debt and equity facilities.

#### Conference Call to Discuss First Quarter 2023 Results

Barings BDC has scheduled a conference call to discuss first quarter 2023 financial and operating results for Friday, May 5, 2023, at 9:00 a.m. ET.

To listen to the call, please dial 877-407-8831 or 201-493-6736 approximately 10 minutes prior to the start of the call. A taped replay will be made available approximately two hours after the conclusion of the call and will remain available until May 12, 2023. To access the replay, please dial 877-660-6853 or 201-612-7415 and enter conference ID 13737798.

This conference call will also be available via a live webcast on the investor relations section of Barings BDC's website at https://ir.barings.com/ir-calendar. Access the website 15 minutes prior to the start of the call to download and install any necessary audio software. An archived webcast replay will be available on the Company's website until May 12, 2023.

#### **Forward-Looking Statements**

Statements included herein or on the webcast/conference call may constitute "forward-looking statements," which relate to future events or Barings BDC's future performance or financial condition. Investors are cautioned not to place undue reliance on forward-looking statements, which speak only as of the date on which they are made, which reflect management's current estimates, projections, expectations or beliefs, and which are subject to risks and uncertainties that may cause actual results to differ materially. Forward-looking statements include, but are not limited to, the Company's projected net investment income and earnings, the Company's distribution levels and frequency of distributions, the Company's share repurchase activity, and the ability of Barings LLC to manage Barings BDC and identify investment opportunities, all of which are subject to change at any time based upon economic, market or other conditions, and may not be relied upon as investment advice or an indication of Barings BDC's trading intent. More information on the risks and other potential factors that could affect Barings BDC's financial results and future events, including important factors that could cause actual results or events to differ materially from plans, estimates or expectations included herein or discussed on the webcast/conference call, is included in Barings BDC's filings with the SEC, including in the "Risk Factors" and "Management's Discussion and Analysis of Financial Condition and Results of Operations" sections of Barings BDC's most recently filed annual report on Form 10-K, as well as in subsequent filings, including Barings BDC's quarterly reports on Form 10-Q. In addition, there is no assurance that the market price of Barings BDC's shares, either absolutely or relative to NAV, will increase as a result of any share repurchases, or that any repurchase plan will enhance stockholder value over the long term.

#### **Non-GAAP Financial Measures**

To provide additional information about the Company's results, the Company's management has discussed in this press release the Company's net debt (calculated as (i) total debt less (ii) unrestricted cash and foreign currencies (excluding restricted cash) net of net payables/receivables from unsettled transactions) and its net debt-to-equity ratio (calculated as net debt divided by total net assets), which are not prepared in accordance with GAAP. These non-GAAP measures are included to supplement the Company's financial information presented in accordance with GAAP and because the Company uses such measures to monitor and evaluate its leverage and financial condition and believes the presentation of these measures enhances investors' ability to analyze trends in the Company's business and to evaluate the Company's financial results as reported under GAAP.

These non-GAAP measures are not in accordance with, or an alternative to, measures prepared in accordance with GAAP and may be different from non-GAAP measures used by other companies. In addition, these non-GAAP measures are not based on any comprehensive set of accounting rules or principles. These measures should only be used to evaluate the Company's results of operations in conjunction with their corresponding GAAP measures. Pursuant to the requirements of Item 10(e) of Regulation S-K, as promulgated under the Securities Exchange Act of 1934, as amended, the Company has provided a reconciliation of these non-GAAP measures in the last table included in this press release.

#### About Barings BDC

Barings BDC, Inc. (NYSE: BBDC) is a publicly traded, externally managed investment company that has elected to be treated as a business development company under the Investment Company Act of 1940. Barings BDC seeks to invest primarily in senior secured loans in middle-market companies that operate across a wide range of industries. Barings BDC's investment activities are managed by its investment adviser, Barings LLC, a leading global asset manager based in Charlotte, NC with \$362+ billion\* of AUM firm-wide. For more information, visit <u>www.baringsbdc.com</u>.

#### About Barings LLC

Barings is a \$362+ billion\* global investment manager sourcing differentiated opportunities and building long-term portfolios across public and private fixed income, real estate, and specialist equity markets. With investment professionals based in North America, Europe and Asia Pacific, the firm, a subsidiary of MassMutual, aims to serve its clients, communities and employees, and is committed to sustainable practices and responsible investment. Learn more at www.barings.com.

\*Assets under management as of March 31, 2023

Media Contact: MediaRelations@barings.com

Investor Relations: BDCinvestorrelations@barings.com, 888-401-1088

## Barings BDC, Inc. Consolidated Balance Sheets (in thousands, except share and per share data)

| (in thousands, except share and per share data)  |         |                   |     |                |
|--|---------|-------------------|-----|----------------|
|  |         | March 31,<br>2023 | Dec | ember 31, 2022 |
|  |         | (Unaudited)       | -   |                |
| Assets:  |         |                   |     |                |
| Investments at fair value:   |         |                   |     |                |
| Non-Control / Non-Affiliate investments (cost of \$2,251,986 and \$2,191,345 as of March 31, 2023 and December 31, 2022 respectively)                                | ,<br>\$ | 2,120,776         | \$  | 2,052,614      |
| Affiliate investments (cost of \$310,781 and \$275,482 as of March 31, 2023 and December 31, 2022, respectively)   |         | 336,133           |     | 289,993        |
| Control investments (cost of \$95,717 and \$95,571 as of March 31, 2023 and December 31, 2022, respectively)   |         | 99,205            |     | 106,328        |
| Total investments at fair value  |         | 2,556,114         |     | 2,448,935      |
| Cash   |         | 46,823            |     | 96,160         |
| Foreign currencies (cost of \$8,560 and \$42,627 as of March 31, 2023 and December 31, 2022, respectively)   |         | 8,572             |     | 43,255         |
| Interest and fees receivable   |         | 50,373            |     | 42,738         |
| Prepaid expenses and other assets  |         | 732               |     | 1,079          |
| Credit support agreements (cost of \$58,000 as of both March 31, 2023 and December 31, 2022, respectively)   |         | 58,672            |     | 53,086         |
| Derivative assets  |         | 1,262             |     | 1,508          |
| Deferred financing fees  |         | 2,854             |     | 3,224          |
| Receivable from unsettled transactions   |         | 1,519             |     | 19,972         |
| Total assets   | \$      | 2,726,921         | \$  | 2,709,957      |
| Liabilities:   |         |                   |     |                |
| Accounts payable and accrued liabilities   | \$      | 543               | \$  | 971            |
| Interest payable   |         | 11,209            |     | 7,635          |
| Administrative fees payable  |         | 670               |     | 677            |
| Base management fees payable   |         | 7,853             |     | 7,981          |
| Incentive management fees payable  |         | 9,604             |     | —              |
| Derivative liabilities   |         | 2,929             |     | 16,677         |
| Payable from unsettled transactions  |         | 649               |     | 35,565         |
| Borrowings under credit facilities   |         | 769,112           |     | 729,144        |
| Notes payable (net of deferred financing fees)   |         | 719,351           |     | 718,978        |
| Total liabilities  |         | 1,521,920         |     | 1,517,628      |
| Commitments and contingencies  |         |                   |     |                |
| Net Assets:  |         |                   |     |                |
| Common stock, \$0.001 par value per share (150,000,000 shares authorized, 107,916,166 shares issued and outstanding as of both March 31, 2023 and December 31, 2022) |         | 108               |     | 108            |
| Additional paid-in capital   |         | 1,855,975         |     | 1,855,975      |
| Total distributable earnings (loss)  |         | (651,082)         |     | (663,754)      |
| Total net assets   |         | 1,205,001         |     | 1,192,329      |
| Total liabilities and net assets   | \$      | 2,726,921         | \$  | 2,709,957      |
| Net asset value per share  | \$      | 11.17             | \$  | 11.05          |

## Barings BDC, Inc. Unaudited Consolidated Statements of Operations (in thousands, except share and per share data)

|  | Three Months<br>Ended<br>March 31,<br>2023 | Three Months<br>Ended<br>March 31,<br>2022 |
|--|--|--|
| Investment income:                         |  | 2022                                       |
| Interest income:                           |  |  |
| Non-Control / Non-Affiliate investments    | \$ 51,168                                  | \$ 31,624                                  |
| Affiliate investments                      | 380  | 172  |
| Control investments                        | 342  | 273  |
| Total interest income                      | 51,890                                     | 32,069                                     |
| Dividend income:                           |  |  |
| Non-Control / Non-Affiliate investments    | 826  | 123  |
| Affiliate investments                      | 7,048                                      | 7,570                                      |
| Total dividend income                      | 7,874                                      | 7,693                                      |
| Fee and other income:                      |  |  |
| Non-Control / Non-Affiliate investments    | 3,082                                      | 2,223                                      |
| Affiliate investments                      | 167  | 13   |
| Control investments                        | 51   | (1,039)                                    |
| Total fee and other income                 | 3,300                                      | 1,197                                      |
| Payment-in-kind interest income:           |  |  |
| Non-Control / Non-Affiliate investments    | 3,535                                      | 2,287                                      |
| Affiliate investments                      | 203  | 44   |
| Control investments                        | 204  | 467  |
| Total payment-in-kind interest income      | 3,942                                      | 2,798                                      |
| Interest income from cash                  | 198  |  |
| Total investment income                    | 67,204                                     | 43,757                                     |
| Operating expenses:                        |  |  |
| Interest and other financing fees          | 19,316                                     | 11,661                                     |
| Base management fee                        | 7,853                                      | 5,872                                      |
| Incentive management fees                  | 9,604                                      | 4,754                                      |
| General and administrative expenses        | 2,736                                      | 2,455                                      |
| Total operating expenses                   | 39,509                                     | 24,742                                     |
| Net investment income before taxes         | 27,695                                     | 19,015                                     |
| Income taxes, including excise tax expense | 195  | 6  |
| Net investment income after taxes          | 27,500                                     | 19,009                                     |
|  |  |  |

#### Barings BDC, Inc. Unaudited Consolidated Statements of Operations — (Continued) (in thousands, except share and per share data)

|  | hree Months<br>Ended<br>March 31,<br>2023 | Three Months<br>Ended<br>March 31,<br>2022 |
|--|---|--|
| Realized gains (losses) and unrealized appreciation (depreciation) on investments, credit support agreements and foreign currency transactions:    |   |  |
| Net realized gains (losses):   |   |  |
| Non-Control / Non-Affiliate investments  | 771                                       | (250)                                      |
| Affiliate investments  | <br>                                      | <br>101                                    |
| Net realized gains (losses) on investments   | 771                                       | (149)                                      |
| Foreign currency transactions  | <br>(10,517)                              | <br>(1,293)                                |
| Net realized gains (losses)  | (9,746)                                   | (1,442)                                    |
| Net unrealized appreciation (depreciation):  |   |  |
| Non-Control / Non-Affiliate investments  | 7,437                                     | (28,587)                                   |
| Affiliate investments  | 10,841                                    | 12,996                                     |
| Control investments  | <br>(7,269)                               | <br>14,644                                 |
| Net unrealized appreciation (depreciation) on investments  | 11,009                                    | (947)                                      |
| Credit support agreements  | 5,586                                     | (400)                                      |
| Foreign currency transactions  | <br>5,375                                 | <br>4,812                                  |
| Net unrealized appreciation (depreciation)   | 21,970                                    | 3,465                                      |
| Net realized gains (losses) and unrealized appreciation (depreciation) on investments, credit support agreements and foreign currency transactions | 12,224                                    | 2,023                                      |
| Benefit from (provision for) income taxes  | <br>(73)                                  | <br>                                       |
| Net increase (decrease) in net assets resulting from operations  | \$<br>39,651                              | \$<br>21,032                               |
| Net investment income per share—basic and diluted  | \$<br>0.25                                | \$<br>0.23                                 |
| Net increase (decrease) in net assets resulting from operations per share—basic and diluted  | \$<br>0.37                                | \$<br>0.25                                 |
| Dividends/distributions per share:   |   |  |
| Total dividends/distributions per share  | \$<br>0.25                                | \$<br>0.23                                 |
| Weighted average shares outstanding-basic and diluted  | <br>107,916,166                           | <br>82,656,326                             |

## Barings BDC, Inc. Unaudited Consolidated Statements of Cash Flows (in thousands)

| Net cash acquired from mergers (cash consideration paid)—101,896Transaction costs from mergers—(2,802Repayments received/sales of portfolio investments(69,515210,493Loan origination and other fees received2,4205,314Net realized (gain) loss on investments(771)149Net realized (appreciation) depreciation on investments(11,009)947Net unrealized (appreciation) depreciation on investments(11,009)947Net unrealized (appreciation) depreciation on foreign currency transactions(5,586)400Net unrealized (appreciation) depreciation on foreign currency transactions(5,575)(4,812)Payment-in-kind interest / dividends(5,475)(4,812)Accretion of loan origination and other fees(2,017)(1,523)Amortization / accretion of purchased loan premium / discount(303)(339)Payments for derivative contracts(15,482)(4486)Proceeds from derivative contracts(14,24)(11,134)Propared expenses and other assets3,356(2,476)Interest and fiabilities:(3,424)(11,134)Prepaid expenses and other assets3,566(4,746)Interest and fiabilities:(92,020)(18,832)Cash drows from financing activities(2,017)(1,134)Prepaid expenses and other assets3,566(4,746)Interest and fiabilities(2,020)(18,832)Cash drows from financing activities(2,010)(18,832)Cash drows from financing activities   |   |    | Months Ended<br>rch 31, 2023            | Three Months Ended<br>March 31, 2022  |  |  |
|--|---|----|---|---------------------------------------|--|--|
| Adjustments to reconcile net increase (decrease) in net assets resulting from operations to net eash provided by (nose iii) operating activities:   (179,631)   (335,519)     Purchases of portfolio investments   (179,631)   (179,631)   (135,519)     Net eash acquired from mergers  |   |    |   |                                       |  |  |
| activities:     (179.634)     (335.519)       Port cases of portfolio investments (and consideration paid)   |   | \$ | 39,651 \$                               | \$ 21,032                             |  |  |
| Net cash acquired from megres (cash consideration paid)Net cash acquired from megresCasedRepayments received/sales of portfolio investmentsNet realized (gain) loss on investmentsNet trailized (gain) loss on investmentsNet trailized (gain) loss on foreign currency transactionsNet turnelized (appreciation) depreciation on foreign currency transactionsNet turnelized (appreciation) depreciation on foreign currency transactions </td <td></td> <td></td> <td></td> <td></td>  |   |    |   |                                       |  |  |
| Transaction costs from mergers—C.2.86Response tree cive dives for portfoli on sversments69.515210.403Lean origination and other fers received2,4205.114Net treadized (gain) ison investments(711)1.93Net treadized (gain) ison investments(1100)9.947Net turnelized (appreciation) depreciation on free insersments(1100)9.947Net turnelized (appreciation) depreciation on foreign currency transactions(3.535)(4.842)Prymeent-in-kind interest / divideds(3.637)(4.812)Prymeent-in-kind interest / divideds(3.637)(3.638)Ancotization of deferred financing fees(2.017)(1.523)Ancotization of deferred financing fees(2.017)(1.523)Ancotization in durbated lean premium / discount(3.633)(3.639)Prymeent for derivative contracts(2.017)(1.523)Ancotization in deferred financing fees(2.017)(1.523)Ancotization in deferred financing fees(2.017)(1.523)Ancotization in deferred financing fees(2.017)(1.523)Ancotization in deferred financing fees(2.017)(1.523)Ancotization in deferred financing atomities(2.017)(1.523)Ancotization and other fees(2.017)(1.523)Ancotization and other fees(2.017)(1.523)Ancotization and other fees(2.017)(1.523)Ancotization and other fees(2.017)(1.523)Ancotization and other fees(2.017)(1.523)Ancot   |   |    | (179,634)                               | (335,519)                             |  |  |
| Repayments received/alse of portfolio investments00.51521.0.03Lean origination and other fees received2.4205.514Net realized (gain) loss on investments(71)1.493Net realized (gain) loss on foreign currency transactions(10.50)9.471Net turnelized (appreciation) depreciation on freestments(10.00)9.471Net turnelized (appreciation) depreciation or foreign currency transactions(5.575)(4.812Payment-in-kind interest / dividends(5.475)(7447.232Accretion of lass of purchased loss premium / discount(303)(333)(333)Payments for derivative contracts(15.452)(486Presents for derivative contracts(15.452)(486Payments for derivative contracts348(2.505Accounts payable an accred liabilities8.955(2.476Payments for derivative contracts3.466(3.420)Payments for derivative contracts3.466(3.420)Payments for derivative contracts3.466(3.420)Payments for derivative contracts3.48(2.505Accounts payable an accred liabilities8.955(2.476)Payments for derivative contracts3.48(2.505Parchaese and other seestive3.566(3.424)Payme   | Net cash acquired from mergers (cash consideration paid)                    |    | —                                       | 101,896                               |  |  |
| Lan origination and other few received2,205.514Net realized (gain) lows on foreign currency transactions(71)1.493Net turnelized (gain) lows on foreign currency transactions(10,51)1.293Net turnelized (appreciation) depreciation on investments(10,09)947Net turnelized (appreciation) depreciation on foreign currency transactions(5,58)(4,600)Net turnelized (appreciation) depreciation on foreign currency transactions(5,58)(4,600)Net turnelized (appreciation) depreciation on foreign currency transactions(5,58)(4,600)Net turnelized (appreciation) and other fees(2,017)(1,523)A corection of loan origination and other fees(2,017)(1,523)A corection of purchased loan premium / discount(3,03)(3,33)Payments for derivative contracts(1,545)(4,646)Proceeds from derivative contracts(1,545)(4,646)Propid expenses and other assets3,48(2,805)A corection liabilities8,955(2,476)Interest targe reservable(3,12)(1,545)A teach porvided by (used in operating activities35,000(10,700)Propid expands35,000(10,700)A teach porvided by (used in operating activities35,000(10,700)Propid expands(3,612)(1,648)(1,648)Propid expands(3,619)(1,615)(1,618)Propid expenses and obreign currencies(1,610)(1,615)Propid expenses and obreign currencies(1,610)(1,615)<  |   |    |   | (2,866)                               |  |  |
| Net realized (guin) loss on investments(71)149Net realized (guin) loss on foreign currency transactions(0.5)71,293Net unrealized (appreciation) depreciation on investments(11,009)947Net unrealized (appreciation) depreciation on foreign currency transactions(5,586)4400Net unrealized (appreciation) depreciation on foreign currency transactions(5,375)(4,812)Payment-in-kind interest / dividends(5,419)(2,798A motrization of defered financing fees764722A ceretion of loan origination and other fees(2,017)(1,523A motrization / accretion of purchased loan premium / discount(33)(339Payments for dirivative contracts(12,44924Changes in operating assets and liabilities:348(2,205A contrast and fees receivable(3,424)(13,134)Prepsid expenses and other assets3,4362,356A contrast payable and accred liabilities8,955(2,476Interest and fees receivable(2,107)(1,582Cash four sford financing activities(2)(1,582Prepsid expenses and other assets3,5664,744Not cash provided by (used in infrancing activities(2)(1,582Cash four sford financing activities(2)(1,582Prepsid expenses and other assets(2)(1,582Cash divided of y functions pield(2)(1,582Prepsid expenses and other assets(2)(1,692Not cash provided by (used in financing activities(2) </td <td>Repayments received/sales of portfolio investments</td> <td></td> <td>,</td> <td></td>  | Repayments received/sales of portfolio investments                          |    | ,                                       |                                       |  |  |
| Net realized (appreciation) depreciation on investments10,5171,293Net unrealized (appreciation) depreciation on investments(11,009)947Net unrealized (appreciation) depreciation on CSAs(5,586)400Net unrealized (appreciation) depreciation on foreign currency transactions(5,375)(4,812Payment-in-kin dinterst dividends(5,475)(2,737)Payment-in-kin dinterst dividends(2,017)(1,523)A coretion of loan origination and other fees(2,017)(1,523)A coretion of our prinated loan premium / discount(303)(339)Payments for derivative contracts(1,484)(484)Proceeds from derivative contracts(1,424)(13,134)Presed appreciation and other fees(1,424)(13,134)Presed appreciation and enter diabilities:   |   |    |   |                                       |  |  |
| Net unrealized (appreciation) depreciation on investments(11,009)947Net unrealized (appreciation) depreciation on foreign currency transactions(5,586)400Net unrealized (appreciation) depreciation on foreign currency transactions(5,375)(4,812Payment-in-kind interest / dividends(5,419)(2,798Amotrization of defrencing fees(2,017)(1,523Accretion of loan origination and other fees(2,017)(1,523Amotrization / accretion of purchased loap reminur / discount(303)(339Payments for derivative contracts(15,482)(466Proceeds from derivative contracts(15,482)(466Changes in operating assets and liabilities:(1,244)924Prepresid expenses and other assets348(2,805Accounds payable and accrued liabilities(9,2020)(18,832Changes in operating activities(2,905)(2,476Interest payable35,000(07,704Financing fees paid(2)(1,502)Net cash provided by (used in) operating activities(2)(1,502)Stone financing activities(2)(1,502)Net cash provided by (used in) operating activities(2,6979)(1,502)Net cash provided by (used in) operating activities(2,6979)(1,502)Net cash provided by (used in) operating activities(8,602)70,178Cash and foreign currencies, heginning of period\$ 5,895\$ 5,996Cash and foreign currencies, heginning of period\$ 5,895\$ 5,966Supplemental I   |   |    | ( )                                     | 149                                   |  |  |
| Net unrealized (appreciation) depreciation of CSAs     (5,586)     400       Net unrealized (appreciation) depreciation on foreign currency transactions     (3,375)     (4,812)       Payment-in-kind intervet (Avidends     (2,798)     764     7323       Amortization of defered financing fees     (2,017)     (1,523)       Accretion of loan origination and other fees     (2,017)     (1,523)       Amortization of defered financing fees     (2,017)     (1,523)       Amortization of accretion of purchased loan premium / discount     (303)     (339)       Payments for derivative contracts     (1,542)     (486)       Proceeds from derivative contracts     (1,3,124)     924       Changes in operating assets and liabilities:   | Net realized (gain) loss on foreign currency transactions                   |    | 10,517                                  | 1,293                                 |  |  |
| Net unrealized (appreciation) depreciation on foreign currency transactions     (5.37)     (4.812)       Payment-in-kind interest / dividends     (5.419)     (2,798)       Anortization of dietered financing fees     764     732       Accretion of loan origination and other fees     (2,017)     (1,523)       Anortization / accretion of purchased consponting/discount     (303)     (339)       Payments for derivative contracts     (15,482)     (468)       Proceeds from derivative contracts     (15,482)     (468)       Proceeds from derivative contracts     (13,134)     (13,134)       Prepaid express and other asets     348     (2,805)       Accounts payable and accrued liabilities     8,955     (2,476)       Interest payable     3,566     4,744       Net eash provided by (used in) operating activities     (20,000)     (18,832)       Cash flows from financing activities     (20,000)     (18,832)       Cash dividends / distributions paid     (20,000)     (18,832)       Parchases of shares in repurchase plan     -     (21,000)       Net ash provided by (used in) financing activities     (26,979)     (15,023)       S  | Net unrealized (appreciation) depreciation on investments                   |    | (11,009)                                | 947                                   |  |  |
| Pyment-in-kind intervet / dividends(5,419)(2,798)A Amoritzation of learned financing fees7647732A Accretion of loan origination and other fees(2,017)(1,523)A Monitzation / accretion of purchased loan premium / discount(303)(309)Payments for derivative contracts(15,482)(4486)Proceeds from derivative contracts1,264924Changes in operating assets and liabilities:1,264924Changes in operating assets and liabilities:348(2,805)Accounts payhole and accred liabilities8,955(2,476)Interest and fees receivable3,5664,446Net cash provided by (used in) operating activities3500107,704Borrowings under credit facilities35,000107,704Financing fees paid(26,979)(15,023)Net cash provided by (used in) operating activities:26,979)(15,023)Borrowings under credit facilities8,0008,90,010Cash dividends / distributions paid(26,979)(15,023)Net cash provided by (used in) financing activities88,000Suphenetial Information:   | Net unrealized (appreciation) depreciation of CSAs                          |    | (5,586)                                 | 400                                   |  |  |
| Amortization of deferred financing fees764732Accretion of oun origination and other fees(2,017)(1,523Accretion of purchased loan premium / discount(303)(339Payments for derivative contracts(15,482)(486Proceeds from derivative contracts1,264924Changes in operating assets and liabilities:(3,424)(13,134)Preprid expenses and other assets348(2,805)Accenting payable and accrued liabilities8,955(2,476)Interest payable3,5664,746Net cash provided by (used in) operating activities(200)(18,832)Cash dows from financing activities35,000107,774Borrowing fees paid(21)(1,565)Purchases of shares in repurchase plan(2,106)Cash dividens/ distributions paid(26,577)(15,052)Net ash provided by (used in) financing activities8,00089,010Net increase (accrase) in cash and foreign currencies(84,020)70,178Cash and foreign currencies, sequining of period139,41584,225Cash and foreign currencies, end of period\$8,000\$Supplemental laformation:Cash and foreign currencies, end of period\$9,010\$Cash and foreign currencies, end of period\$9,010\$Supplemental laformation:Cash and foreign currencies, end of period\$8,000\$-Cash and foreign currenci  | Net unrealized (appreciation) depreciation on foreign currency transactions |    | (5,375)                                 | (4,812)                               |  |  |
| Accretion of loan origination and other fees(2,017)(1,523Annotization 1 secretion of purchased loan premium / discount(303)(339)Payments for derivative contracts(15,482)(486)Proceeds from derivative contracts1,264924Changes in operating sests and liabilities:(13,134)924Interest and fees receivable(13,134)(13,134)Prepaid expenses and other assets3,48(2,805)Accounts payable and accred liabilities8,955(2,476)Interest payable3,566(4,744)Net cash provided by (used in) operating activities(12,525)(18,832)Cash flows from financing activities35,000(10,704)Borrowings under credit ficilities35,000(10,704)Financing fices paid(26,979)(15,055)Purchases of shares in repurchase plan(26,979)(15,055)Net cash provided by (used in) financing activities880,010Net cash provided by (used in) financing activities139,4158,4235Cash and foreign currencies, expliming of period\$515,460Supplemental Information:139,4158,42355,966Excise taxes paid during the period\$15,44518,4235Supplemental Information:5,966Excise taxes paid during the period\$-5,966Excise taxes paid during the period\$-5,966Excise taxes paid during the period\$Acquisitions:-  | Payment-in-kind interest / dividends  |    | (5,419)                                 | (2,798)                               |  |  |
| Amorization / accretion of purchased loan premium / discount(33)Payments for derivative contracts $(15,482)$ (486Proceeds from derivative contracts $1,264$ 924Changes in operating assets and liabilities: $(3,424)$ $(13,134)$ Prepaid expenses and other asets $348$ $(2,805)$ Accounts payable and accrued liabilities $8,955$ $(2,476)$ Interest payable $35,666$ $4,746$ Net cash provided by (used in) operating activities $(22,020)$ $(18,832)$ Cash more frame free spind $(21)$ $(1,565)$ Purchases of shares in repurchase plan $(26,979)$ $(15,023)$ Net cash provided by (used in) financing activities $8,000$ $89,010$ Net increase (accrase) in cash and foreign currencies, beginning of period $89,000$ $89,010$ Net increase (accrase), in currencies, beginning of period $139,415$ $84,253$ Supplemental Information: $139,415$ $84,253$ $53,966$ Exist and foreign currencies, end of period $$14,662$ $$5,966$ $53,6966$ Exist and foreign currencies, beginning of period $$14,662$ $$5,9666$ $$25,995$ $$14,662$ $$5,9666$ Exist and foreign currencies $$14,662$ $$5,9666$ $$5,9666$ $$5,9666$ $$5,9666$ $$5,9666$ $$5,9666$ $$5,9666$ $$5,9666$ $$5,9666$ $$5,9666$ $$5,9666$ $$5,9666$ $$5,9666$ $$5,9666$ $$5,9666$ $$5,9666$ $$5,9666$ $$5,9666$ $$5,96666$ $$5,96666$ $$5,96666$ $$5,966666$   | Amortization of deferred financing fees                                     |    | 764                                     | 732                                   |  |  |
| Payments for derivative contracts   (15,482)   (486)     Proceeds from derivative contracts   1,264   924     Changes in operating assets and liabilities:   (13,134)     Interest and fees receivable   (3,424)   (13,134)     Prepaid expenses and other assets   348   (2,805)     Accounts payable and accrued liabilities   8,955   (2,476)     Interest payable and accrued liabilities   (92,020)   (18,832)     Cash flows from financing activities   (20,100)   (15,082)     Borrowings under credit facilities   35,060   107,704     Financing fees paid   (21)   (1,562)     Purchases of shares in repurchase plan   -   (2,100)     Cash dividends / distributions paid   (26,979)   (15,023)     Net cash provided by (used in) financing activities   (84,000)   70,178     Cash and foreign currencies, beginning of period   \$   \$   \$     Net cash provided by (used in) financing activities   (84,000)   70,178     Cash and foreign currencies, edd proid   \$   \$   \$     Cash and foreign currencies, edd proid   \$   \$   \$     Cash paid for interes   | Accretion of loan origination and other fees                                |    | (2,017)                                 | (1,523)                               |  |  |
| Proceeds from derivative contracts1,264924Changes in operating assets and liabilities:Interest and foces receivable(3,424)(11,144)Prepaid expenses and other assets348(2,805)Accounts payable and accrued liabilities8,955(2,476)Interest payable3,556(4,744)Net cash provided by (used in) operating activities(92,020)(18,832)Cash flows from financing activities(21)(1,565)Borrowings under credit facilities(21)(1,565)Purchases of shares in repurchase plan-(2,106)Cash dividends / distributions paid(26,979)(15,023)Net cash provided by (used in) financing activities(84,020)70,178)Cash and foreign currencies(84,020)70,178)Cash and foreign currencies, end of periodS5154,431Supplemental Information:S14,662\$Cash paid for intrestS14,662\$.Acquisitions:S14,662\$.Cash paid for intrestS-\$.Acquisitions:S-\$Cash paid for interest acquired, net of cashS-\$.Acquisitions:Cash and foreign currenciesS-\$Cash paid for interest acquired, net of cashS-\$Acquisitions: <t< td=""><td>Amortization / accretion of purchased loan premium / discount</td><td></td><td>(303)</td><td>(339)</td></t<>   | Amortization / accretion of purchased loan premium / discount               |    | (303)                                   | (339)                                 |  |  |
| Changes in operating assets and liabilities:   (3,42)   (13,134)     Interest and fees receivable   348   (2,035)     Accounts payable and accrued liabilities   8,955   (2,476)     Interest payable   3,366   4,746     Net cash provided by (used in) operating activities   (3,00)   (18,832)     Cash flows from financing activities   35,000   107,704     Borrowings under credit facilities   35,000   107,704     Financing fees paid   (21)   (1,5023)     Net cash provided by (used in) financing activities   8,000   89,000     Ste cash provided by (used in) financing activities   8,000   89,000     Net cash provided by (used in) financing activities   8,000   89,000     Net cash provided by (used in) financing activities   8,000   89,000     Net cash provided by (used in) financing activities   8,000   89,000     Stepplemental Information   139,415   84,253     Cash and foreign currencies, beginning of period   \$ 5,395   \$ 14,662   \$ 5,966     Excise taxes paid during the period   \$ 4,662   \$ 5,966   \$ 5,966   \$ 5,966   \$ 5,966   \$ 5,966   \$ 5,966 <t< td=""><td>Payments for derivative contracts</td><td></td><td>(15,482)</td><td>(486)</td></t<>  | Payments for derivative contracts   |    | (15,482)                                | (486)                                 |  |  |
| Interest and fees receivable     (3,424)     (13,134)       Prepaid expenses and other assets     348     (2,805)       Accounts payable and accrued liabilities     8,955     (2,476)       Interest payable     3,566     4,746       Net cash provided by (used in) operating activities     (92,020)     (18,832)       Cash mows from financing activities     35,000     107,704       Borrowings under credit facilities     35,000     107,704       Financing fees paid     (21)     (1,565)       Purchases of shares in repurchase plan      (2,100)       Cash dividends / distributions paid     (26,779)     (15,033)       Net cash provided by (used in) financing activities     8,000     89,010       Net cash provided by (used in) financing activities     8,000     89,010       Net cash provided by (used in) financing activities     8,000     89,010       Storage currencies, experimention of period     1139,415     84,253       Cash and foreign currencies, end of period     \$     5,596       Supplemental Information:     -     -     -       Cash and foreign currencies, exe paid during the period   | Proceeds from derivative contracts  |    | 1,264                                   | 924                                   |  |  |
| Prepaid expenses and other assets     348     (2,805       Accounts payable and accrued liabilities     8,955     (2,476       Interest payable     3,566     4,746       Net cash provided by (used in) operating activities     (92,020)     (18,832       Borrowings under credit facilities     35,000     107,704       Financing fees paid     (21)     (1,565       Purchases of shares in repurchase plan     -     (2,000       Cash dividends/ distributions paid     (26,979)     (15,023       Net cash provided by (used in) financing activities     8,000     89,000       Net ash rovided by (used in) foreign currencies     (84,020)     70,178       Cash and foreign currencies, beginning of period     139,415     84,253       Cash and foreign currencies, end of period     \$     5,966       Excise taxes paid during the period     \$     14,662     \$       Supplemental Information:     -     7,520       Cash paid for interest     \$     14,662     \$     436,53,811       Transaction costs     -     \$     7,520       Common stock issued in acquisition of net assets  | Changes in operating assets and liabilities:                                |    |   |                                       |  |  |
| Accounts payable and accrued liabilities8,955(2,476Interest payable3,5664,746Net cash provided by (used in) operating activities(92,020)(18,832Borrowings under credit facilities35,000107,704Financing fees paid(21)(1,565Quest of shares in repurchase plan(2,106Cash dividends / distributions paid(26,979)(15,023)Net cash provided by (used in) financing activities8,00089,010Cash adi foreign currencies, beginning of period8,00089,010Net increase (decrease) in cash and foreign currencies(84,020)70,178Cash and foreign currencies, end of period\$\$\$Supplemental Information:   | Interest and fees receivable  |    | (3,424)                                 | (13,134)                              |  |  |
| Interest payable     3,566     4,746       Net cash provided by (used in) operating activities     (92,020)     (18,832)       Cash flows from financing activities     55,000     107,704       Borrowings under credit facilities     55,000     107,704       Financing fees paid     (21)     (1,565)       Purchases of shares in repurchase plan     -     (2,607)       Cash dividends / distributions paid     (26,979)     (15,023)       Net cash provided by (used in) financing activities     8,000     8,0000       Net cash provided by (used in) financing activities     (84,020)     70,178       Cash and foreign currencies, beginning of period     139,415     84,253       Cash and foreign currencies, end of period     \$     5,966       Excise taxes paid during the period     \$     14,662     \$       Supplemental nor-cash information     -     -     7,520       Supplemental nor-cash information     -     7,520     -       Acquisitions:     -     -     7,520       Common stock issued in acquisition of net assets     -     -     9,94,40       Credit suppor  | Prepaid expenses and other assets   |    | 348                                     | (2,805)                               |  |  |
| Net cash provided by (used in) operating activities(92,020)(18,832)Cash flows from financing activities:35,000107,704Borrowings under credit facilities35,000(10,565)Purchases of shares in repurchase plan(21)(1,565)Cash dividends / distributions paid(26,979)(15,023)Net cash provided by (used in) financing activities8,00089,010Net cash provided by (used in financing activities8,00089,010Net cash provided by (used in financing activities8,00089,010Net increase (decrease) in cash and foreign currencies(84,020)70,178Cash and foreign currencies, beginning of period139,41584,253Cash and foreign currencies, end of period\$5,000\$Supplemental Information:\$14,662\$\$,966Excise taxes paid during the period\$800\$-Supplemental non-cash information\$-\$\$,966Fair value of net assets acquired, net of cash\$-\$\$,966Fair value of net assets acquired, net of cash\$-\$\$,921Transaction costs-\$\$,921\$,921Common stock issued in acquisition of net assets-\$,924\$,924Credit support agreement\$,920\$,920Deemed contribution - from Adviser-27,904\$,920  | Accounts payable and accrued liabilities                                    |    | 8,955                                   | (2,476)                               |  |  |
| Cash flows from financing activities:Borrowings under credit facilities35,000107,704Financing fees paid(21)(1,5023)Purchases of shares in repurchase plan—(26,979)Cash dividends / distributions paid(26,979)(1,5023)Net cash provided by (used in) financing activities8,00089,010Net cash provided by (used in) financing activities(84,020)70,178Cash and foreign currencies, beginning of period139,41584,253Cash and foreign currencies, end of period\$5154,431Supplemental Information:\$14,662\$5,966Excise taxes paid during the period\$14,662\$5,966Supplemental non-cash information:\$7,520Fair value of net assets acquired, net of cash\$-7,520-Common stock issued in acquisition of net assets499,418Credit support agreement499,418Credit support agreement499,418Credit support agreement27,904Deemed contribution - from Adviser27,904   | Interest payable  |    | 3,566                                   | 4,746                                 |  |  |
| Borrowings under credit facilities     35,000     107,704       Financing fees paid     (21)     (1,565       Purchases of shares in repurchase plan     —     (2,106       Cash dividends / distributions paid     (26,979)     (15,023)       Net cash provided by (used in) financing activities     8,000     89,010       Net increase (decrease) in cash and foreign currencies     (84,020)     70,178       Cash and foreign currencies, beginning of period     139,415     84,253       Cash and foreign currencies, end of period     \$     5     \$       Supplemental Information:   | Net cash provided by (used in) operating activities                         |    | (92,020)                                | (18,832)                              |  |  |
| Financing fees paid(21)(1,565Purchases of shares in repurchase plan(2,106Cash dividends / distributions paid(26,979)(15,023Net cash provided by (used in) financing activities $8,000$ $89,000$ Net increase (decrease) in cash and foreign currencies(84,020) $70,178$ Cash and foreign currencies, beginning of period $139,415$ $84,253$ Cash and foreign currencies, end of period $$$$$55,395$$$$$14,662$$$$$,966Excise taxes paid during the period$$$$$800$Supplemental Information:$$$$$$$$$$$$$$$$$$$$$$$$$$$$$$$$$$  | Cash flows from financing activities:                                       |    |   |                                       |  |  |
| Purchases of shares in repurchase plan—(2,106Cash dividends / distributions paid(26,979)(15,023)Net cash provided by (used in) financing activities8,00089,010Net cash provided by (used in) financing activities(84,020)70,178Cash and foreign currencies, beginning of period139,41584,253Cash and foreign currencies, end of period139,41584,253Cash and foreign currencies, end of period\$ 55,395\$ 154,431Supplemental Information:  | Borrowings under credit facilities  |    | 35,000                                  | 107,704                               |  |  |
| Purchases of shares in repurchase plan—(2,106Cash dividends / distributions paid(26,979)(15,023)Net cash provided by (used in) financing activities8,00089,010Net cash provided by (used in) financing activities(84,020)70,178Cash and foreign currencies, beginning of period139,41584,253Cash and foreign currencies, end of period139,41584,253Cash and foreign currencies, end of period\$ 55,395\$ 154,431Supplemental Information:  | Financing fees paid   |    | (21)                                    | (1,565)                               |  |  |
| Net cash provided by (used in) financing activities8,00089,010Net increase (decrease) in cash and foreign currencies(84,020)70,178Cash and foreign currencies, beginning of period139,41584,253Cash and foreign currencies, end of period\$ 55,395\$ 154,431Supplemental Information:  |   |    | _                                       | (2,106)                               |  |  |
| Net cash provided by (used in) financing activities8,00089,010Net increase (decrease) in cash and foreign currencies(84,020)70,178Cash and foreign currencies, beginning of period139,41584,253Cash and foreign currencies, end of period\$ 55,395\$ 154,431Supplemental Information:  | Cash dividends / distributions paid   |    | (26,979)                                | (15,023)                              |  |  |
| Net increase (decrease) in cash and foreign currencies(84,020)70,178Cash and foreign currencies, beginning of period139,41584,253Cash and foreign currencies, end of period\$55,395\$Supplemental Information:<br>Cash paid for interest\$14,662\$5,966Excise taxes paid during the period\$800\$  |   |    |   | 89.010                                |  |  |
| Cash and foreign currencies, beginning of period133,41584,253Cash and foreign currencies, end of periodS55,395SSupplemental Information:S14,662S5,966Cash paid for interestS14,662S5,966Excise taxes paid during the periodS800SSupplemental non-cash informationS0SAcquisitions:SS(435,811)Fair value of net assets acquired, net of cashSS(435,811)Transaction costsSSCommon stock issued in acquisition of net assetsSSOrmon stock issued in acquisition of net assetsSSDeemed contribution - from Adviser27,904  | Net increase (decrease) in cash and foreign currencies                      |    | (84 020)                                | 70.178                                |  |  |
| Cash and foreign currencies, end of period\$55,395\$154,431Supplemental Information:Cash paid for interest\$14,662\$5,966Excise taxes paid during the period\$800\$Supplemental non-cash informationAcquisitions:Fair value of net assets acquired, net of cash\$\$(435,811)Transaction costs7,520Common stock issued in acquisition of net assets499,418499,418Credit support agreement(44,400)Deemed contribution - from Adviser   |   |    | ( , , , , , , , , , , , , , , , , , , , | ,                                     |  |  |
| Supplemental Information:Image: Cash paid for interestS14,662S5,966Excise taxes paid during the periodS800SSupplemental non-cash informationSSAcquisitions:S(435,811)Transaction costs7,520Common stock issued in acquisition of net assets499,418Credit support agreement(44,400)Deemed contribution - from Adviser27,904   |   | \$ |   |                                       |  |  |
| Cash paid for interest\$14,662\$5,966Excise taxes paid during the period\$800\$Supplemental non-cash informationAcquisitions:Acquisitions:\$\$Fair value of net assets acquired, net of cash\$\$Transaction costs\$(435,811)Common stock issued in acquisition of net assets499,418Credit support agreement(44,400)Deemed contribution - from Adviser27,904  |   |    | 55,575 4                                | 134,431                               |  |  |
| Excise taxes paid during the period\$800\$   | **  | ¢  | 14.662                                  | 5 Off                                 |  |  |
| Supplemental non-cash information<br>Acquisitions:<br>Fair value of net assets acquired, net of cash<br>Transaction costs<br>Common stock issued in acquisition of net assets<br>Credit support agreement<br>Deemed contribution - from Adviser<br>Acquisition of the asset<br>Credit support agreement<br>Deemed contribution - from Adviser<br>Credit support agreement<br>Deemed contribution - from Adviser<br>Credit support agreement<br>Deemed contribution - from Adviser<br>Credit support agreement<br>Credit Support agre |   |    |   |                                       |  |  |
| Acquisitions:   \$   - \$   (435,811)     Fair value of net assets acquired, net of cash   \$   - \$   (435,811)     Transaction costs   -   7,520     Common stock issued in acquisition of net assets   -   499,418     Credit support agreement   -   (44,400)     Deemed contribution - from Adviser   -   27,904  |   | ъ  | 800 3                                   | -                                     |  |  |
| Fair value of net assets acquired, net of cash\$\$(435,811)Transaction costs7,520Common stock issued in acquisition of net assets499,418Credit support agreement(44,400)Deemed contribution - from Adviser27,904   | **  |    |   |                                       |  |  |
| Transaction costs—7,520Common stock issued in acquisition of net assets—499,418Credit support agreement—(44,400)Deemed contribution - from Adviser—27,904  |   | ¢  |   | (405.011)                             |  |  |
| Common stock issued in acquisition of net assets499,418Credit support agreement(44,400)Deemed contribution - from Adviser27,904  |   | 2  | - 1                                     |                                       |  |  |
| Credit support agreement(44,400)Deemed contribution - from Adviser27,904   |   |    | —                                       |                                       |  |  |
| Deemed contribution - from Adviser - 27,904  |   |    | _                                       | · · · · · · · · · · · · · · · · · · · |  |  |
|  |   |    | _                                       |                                       |  |  |
| Deemed contributions - CSA — 44,400  |   |    | _                                       | · j. ·                                |  |  |
|  | Deemed contributions - USA  |    | _                                       | 44,400                                |  |  |

## Barings BDC, Inc. Unaudited Reconciliation of Debt to Net Debt and Calculation of Net Debt-to-Equity Ratio (in thousands, except ratios)

|  | M  | arch 31, 2023 | Dec | ember 31, 2022 |
|--|----|---------------|-----|----------------|
| Total debt (principal)   | \$ | 1,494,112     | \$  | 1,454,144      |
| minus: Cash and foreign currencies (excluding restricted cash) |    | (55,395)      |     | (139,415)      |
| plus: Payable from unsettled transactions                      |    | 649           |     | 35,565         |
| minus: Receivable from unsettled transactions                  |    | (1,519)       |     | (19,972)       |
| Total net deb(1)   | \$ | 1,437,847     | \$  | 1,330,322      |
|  |    |               |     |                |
| Total net assets   | \$ | 1,205,001     | \$  | 1,192,329      |
|  |    |               |     |                |
| Total net debt-to-equity ratio <sup>(1)</sup>                  |    | 1.19 x        |     | 1.12 x         |

(1) See the "Non-GAAP Financial Measures" section of this press release.