



Runway Growth Finance Corp.

First Quarter 2025 Investor Presentation

NASDAQ Listed | [RWAY](#) | [RWAYL](#) | [RWAYZ](#)



May 2025

Forward-looking Statements

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The performance information contained herein has not been examined by any independent third party, including any independent accounting firm.

There is no guarantee that any of the estimates, targets or projections illustrated in this presentation will be achieved. The case studies, and any other references herein to any of the Company's past or present investments or its past or present performance, have been provided for illustrative purposes only. It should not be assumed that these investments were or will be profitable or that any future investments by the Company will be profitable or will equal the performance of these investments.

This presentation contains "forward looking statements" that are subject to risks and uncertainties. Forward-looking statements can be identified by terminology such as "anticipate," "believe," "could," "could increase the likelihood," "estimate," "expect," "intend," "is planned," "may," "should," "will," "will enable," "would be expected," "look forward," "may provide," "would" or similar terms, variations of such terms or the negative of those terms. Forward-looking statements are subject to risks and uncertainties that could cause actual results to differ materially from those in such statements. As a result of such risks, uncertainties and factors, actual results may differ materially from those expressed or implied in the Company's forward-looking statements and reflect numerous assumptions, which may or may not materialize as projected. The Company makes no express or implied representation of warranty with respect to such projections, and expressly disclaims any and all liability for representations, expressed or implied, contained in, or omissions from, this presentation.

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Our Investment Opportunity



Representing a Compelling Entry Point for Investors:



Attractive Yield with Potential Equity Upside

- High dividend yield with potential for capital growth relative to industry peers
- Attractive dividend yield with potential for equity upside with narrowing of Price/NAV discount



Industry Leading Loss Rates

- Disciplined investment approach has kept our **annualized loss rate at 7 bps**, which has historically been offset by ongoing realized gains on warrant and equity investments
- We are proud of our low loss rates — **56 bps cumulative net loss rate¹ since inception** and maintaining this standing is our primary focus



Strong & Experienced Team

- Senior executive team has average of 30+ years of experience
- Demonstrated by 28 consecutive quarterly distributions since inception
- Expansive network of contacts within the venture capital industry across equity providers, lenders, advisers, etc.



Dry Powder for Portfolio Expansion

- Relatively low leverage ratio provides dry powder for growth
- Non-sponsored deals provide unique portfolio expansion opportunity, facing less competition and favorable terms

Part of a Scaled & Diversified Credit Platform

Our investment adviser’s transaction with the BC Partners platform enables us to capture a larger portion of the venture growth ecosystem by providing a full-service credit platform of best-in-class financing solutions with the capability to move across the entire borrower value chain.



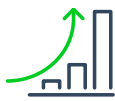
A Combined, Fully-Scaled Credit Platform¹

Fully Scaled Platform	Combined Platform AUM³ ~\$10B Over 2x the closest standalone venture debt peer	Global Investment Exposure 8 Offices Across US, UK, and Canada	Combined Team of 165 Professionals² Across BC Partners and Runway Growth Capital LLC
	Disciplined Venture Debt Manager <small>* Stats pertain to Runway Growth Finance Corp.</small>	Funded Capital \$2.5B Across 87 Investments (Since Inception)	Weighted Average Runway Borrower LTV 20.9% At Origination



Runway Growth Overview

Runway is Providing Access to Venture Debt with a Fully-Scaled Platform



Leading Growth Capital Capabilities Underpinned by a Full-Service Credit Platform



Disciplined Investment Process with Focus on Deep Credit Analysis



Scaled, Diverse Portfolio with Centralized Portfolio Management Team



Strong Balance Sheet Optimized for Flexibility and Disciplined Growth



Experienced Management Team with Solid Track Record

Near-term Growth Levers Post-BC Partners Combination:



Enhanced financing solutions:

Our investment adviser, Runway Growth Capital LLC ("Runway"), seeks to deliver more comprehensive financing solutions for a wider range of borrowers and execute larger deals with the backing of BC Partners' resources and scale.



Expanded origination channels:

BC Partners' investment platform allows Runway to expand origination channels, strengthen sourcing capabilities and capture a broader range of investment opportunities designed to enhance stockholder value.



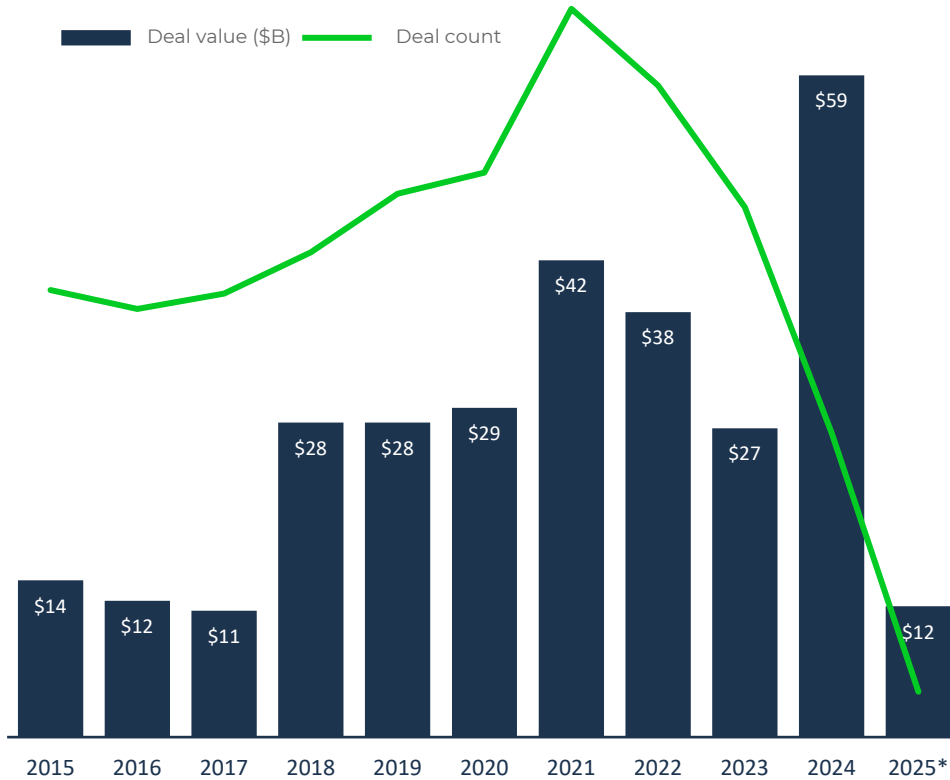
Augmented access to capital:

The expanded platform deepens Runway Growth's ability to invest across the liquidity spectrum and provides capacity for Runway Growth to deploy additional leverage and participate in larger deals which will grow AUM and generate additional origination activities.

Venture Debt is Leading Growth in Direct Lending

Venture Debt growth accelerated in 2024, showing that Runway is positioned in the fastest growth subsector, of the fastest growing asset class in Private Credit.

Venture Debt Deal Volume Trends¹



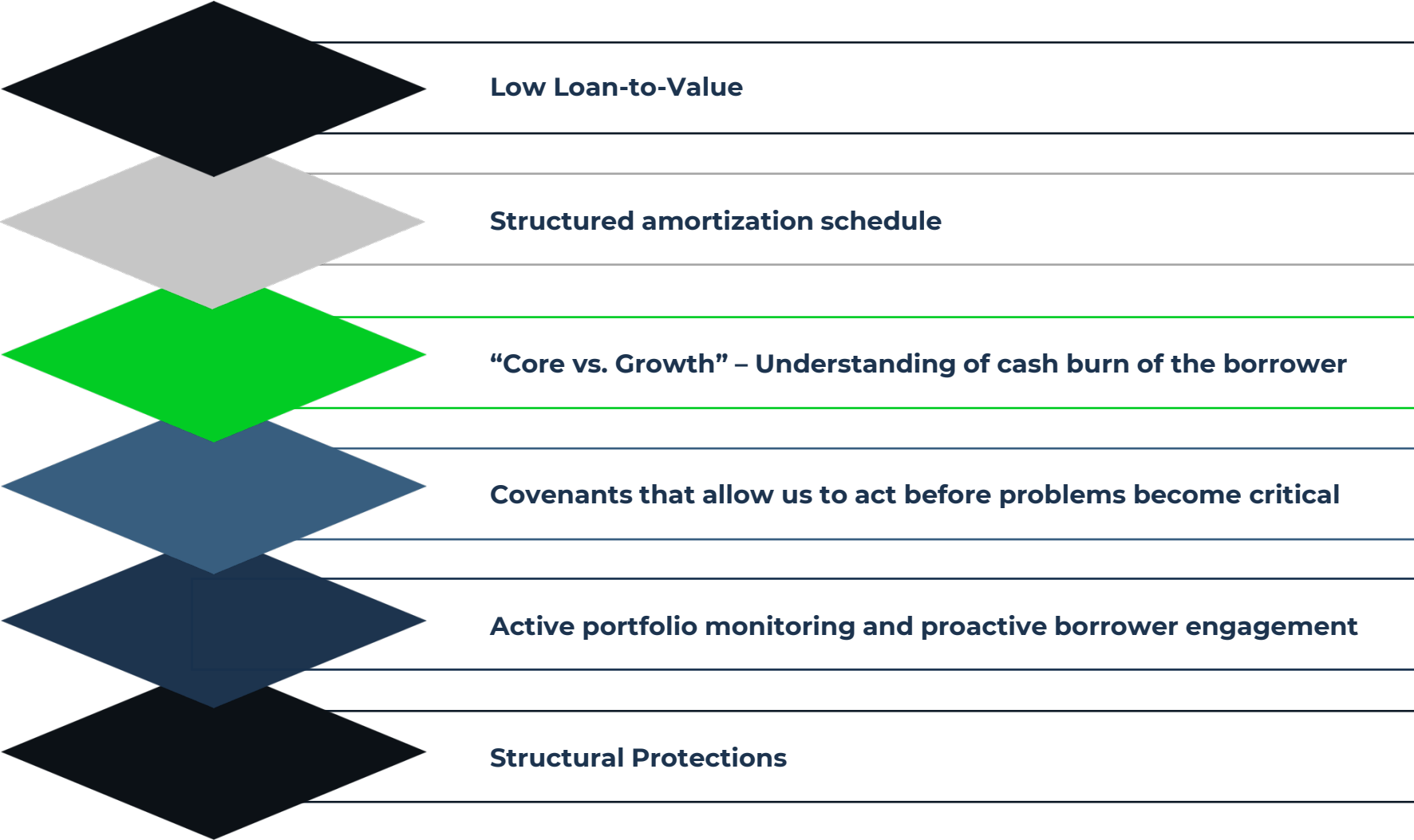
While Q1 lending was strong, it was concentrated among AI, significantly larger deals than in the past and more than 80% in the venture growth category. Median and late-stage deal sizes down and healthcare lending low.

Runway's Investment Focus & Process

- ❑ **Low loan-to-value** in the sub 30% area provides a margin of safety for venture debt investors
- ❑ **Predictable cash flow** enable differentiated return profiles with a shorter time duration
- ❑ **First lien focus** given the attractive senior secured position and collateral
- ❑ **Enhanced control** through covenants and milestones included in venture debt agreements
- ❑ **Robust Origination pipeline** of high-growth companies in select sectors weighted toward growth and late-stage
- ❑ **Insulation from volatility** through the venture ecosystem which offers portfolio diversification and hedges against public market activity

Runway Has an Edge in Pricing Risk and Ascribing Company Value

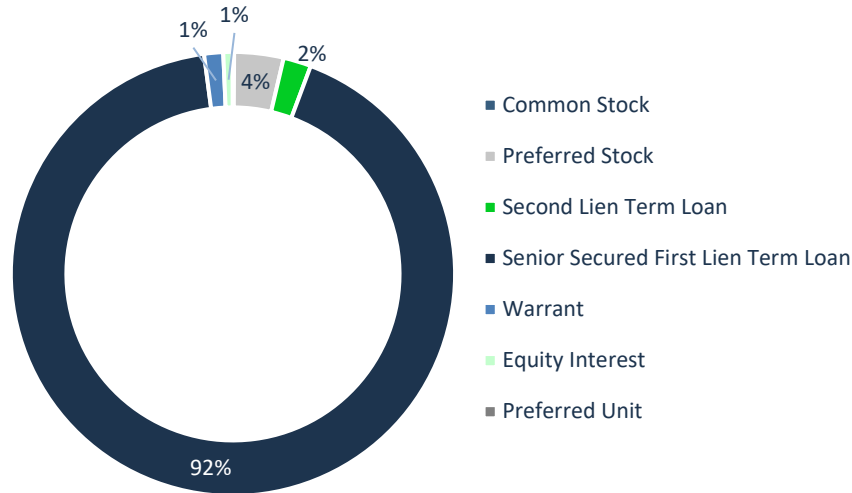
APPROACH TO UNDERWRITING



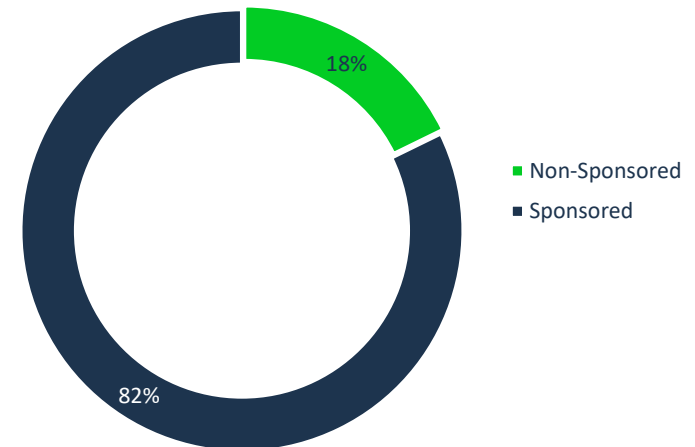
Portfolio Overview

Portfolio at Fair Value: \$1,004 million

Current Investments by Security Type (by FMV)¹



Current Investments by Origination Channel (by FMV)



Cumulative since inception²

Total Loan Commitments	\$3.0B
Average Loan Commitment	\$34.8M
Number of Investments Made	87
Number of Realized Investments ⁴	50
Cumulative Gross/Net Loss Rate	0.92%/0.56%

Current portfolio at origination

Average Operating History ³	15.3 Years
Average Enterprise Value ³	\$347.8M
Average Revenue ³	\$86.1M
Average LTV ³	20.5%
Loan Structure	98% First Lien

Past performance is not an indication of future results

1. Common Stock and Preferred Units comprises less than 1%

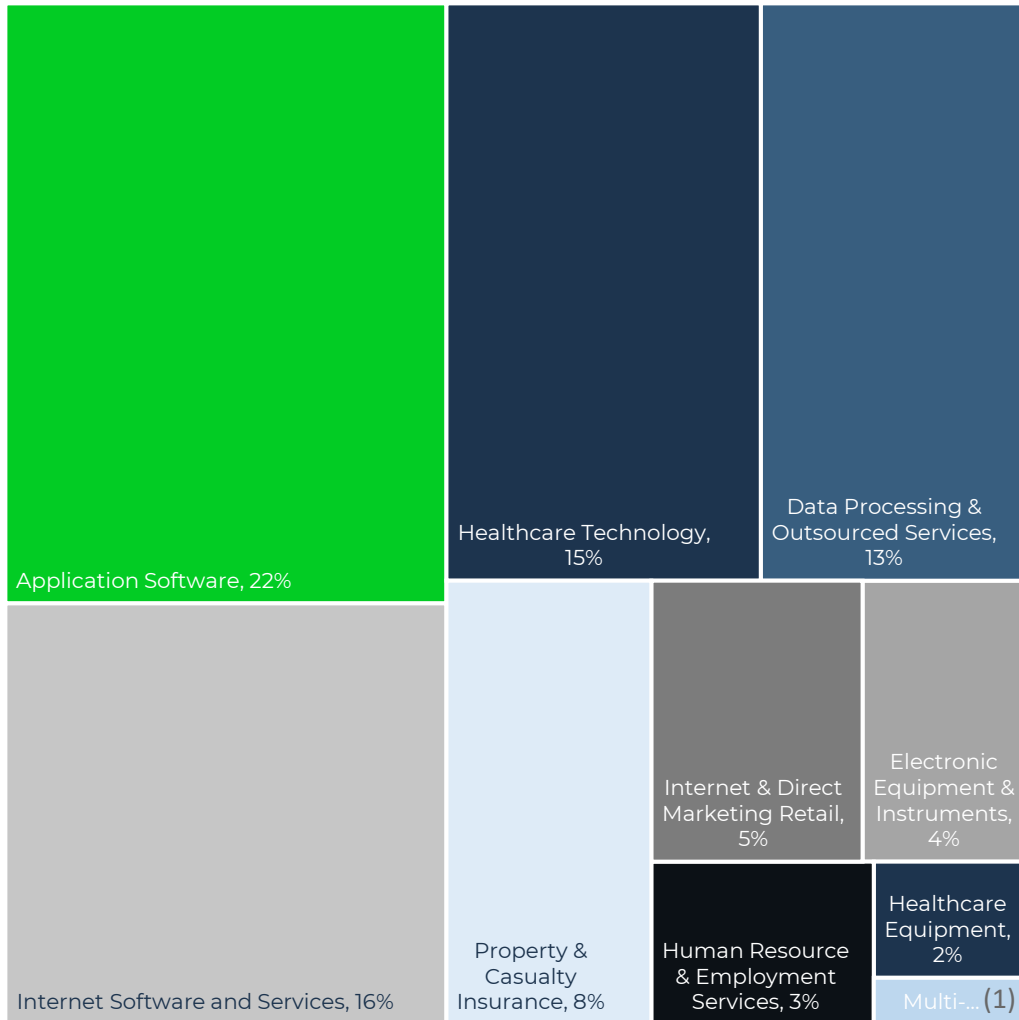
2. Cumulative since inception – from December 2016 to March 2025

3. Weighted average on funded at origination for current investment portfolio as of March 31, 2025

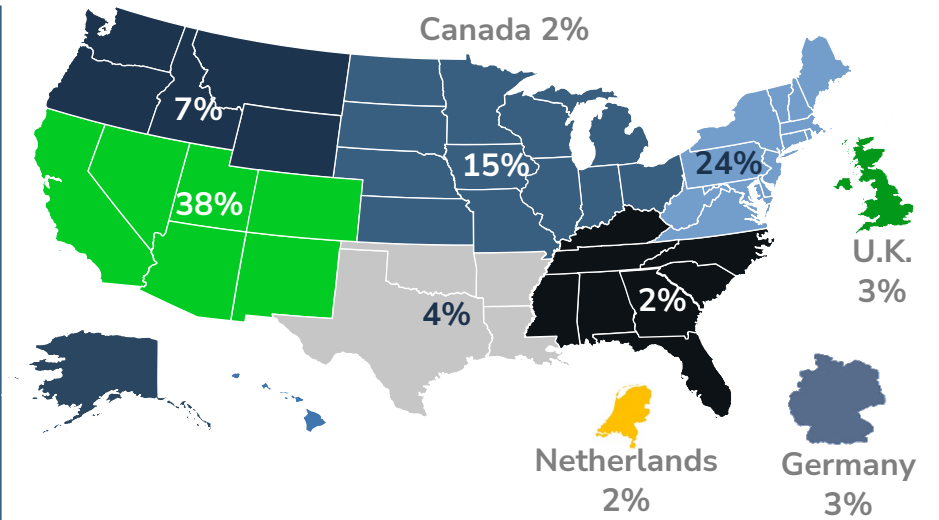
4. Excludes 6 active investments that have refinanced with Runway Growth

Highly Diversified Portfolio

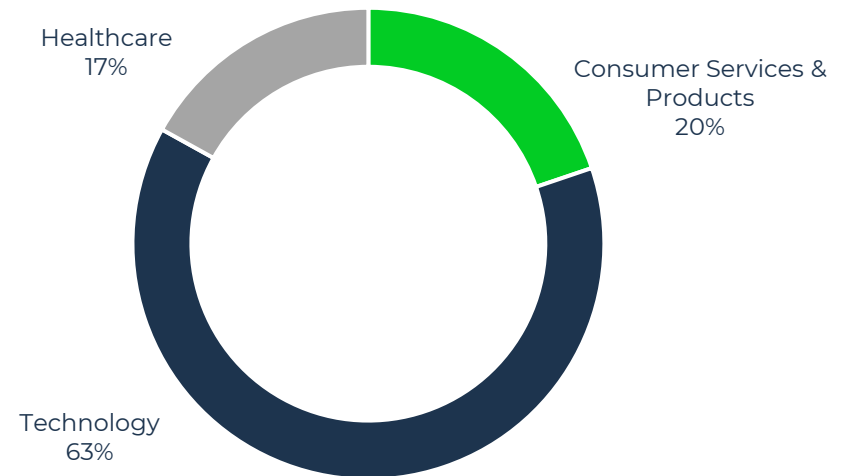
Portfolio at Fair Value by Industry



Portfolio Fair Value by Geography

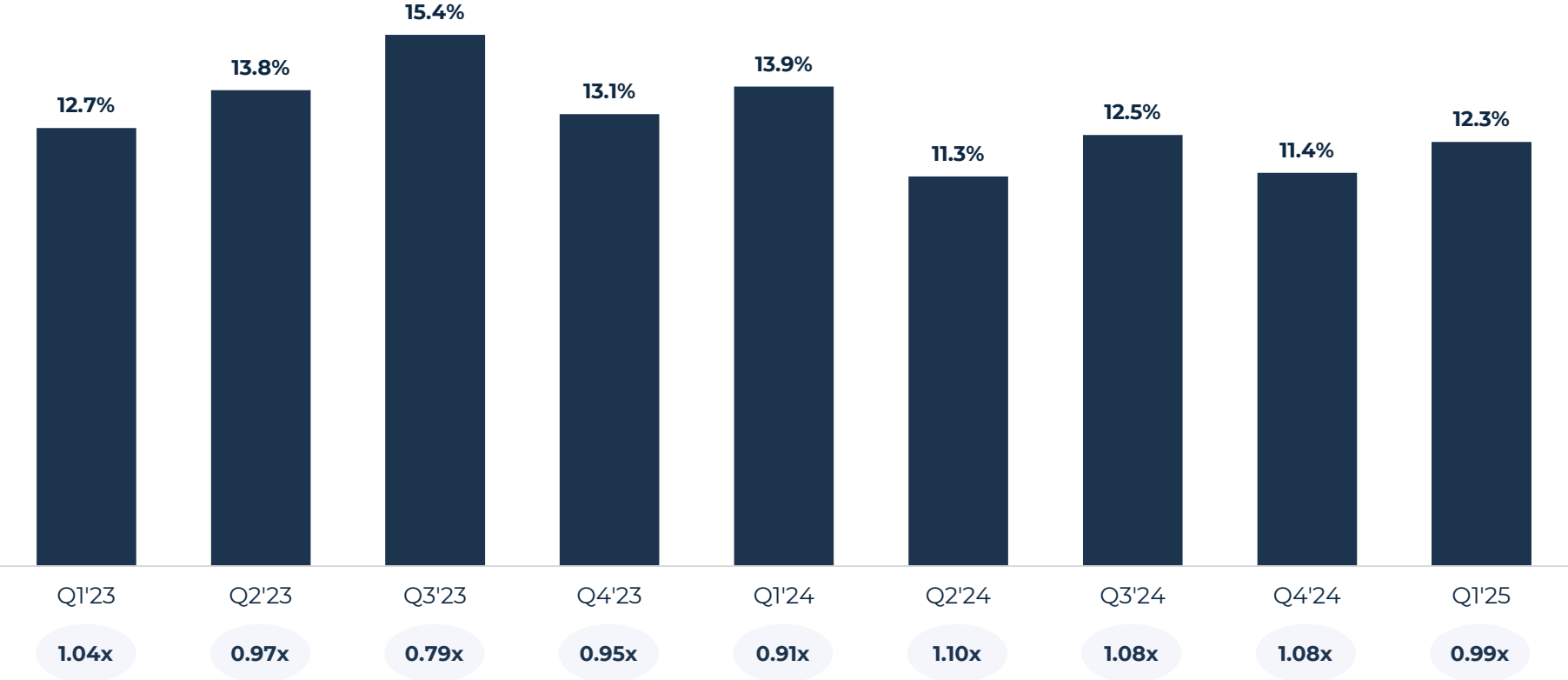


Breakout Across Verticals



Strong Balance Sheet Provides For Flexibility & Growth

Historical ROE¹ and Leverage



Relatively low leverage ratio provides dry powder for growth

Past performance is not an indication of future results
1. ROE calculated by dividing NII for the quarter by average of EOP and BOP equity balance for the period and annualizing

Experienced Management Team with Solid Track Record

Our investment adviser’s highly experienced leadership team with strong venture-related backgrounds is equipped to deliver Runway’s vision and execute across multiple economic cycles.

Runway’s Leadership.



David Spreng
Founder, CEO

Prior Experiences



Tom Raterman
CFO, COO

Prior Experiences



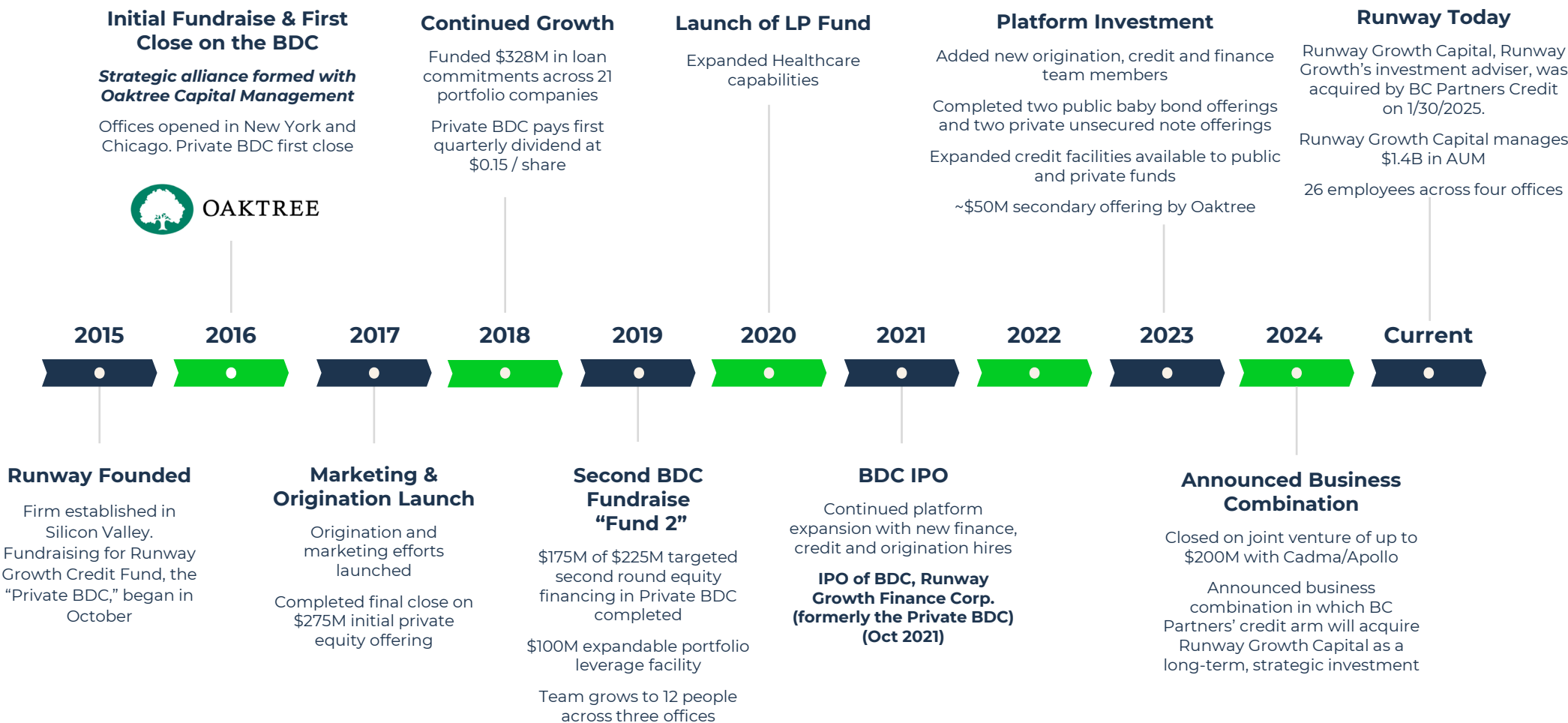
Greg Greifeld
CIO

Prior Experiences



Runway's Story – Company History

Demonstrated track record of growth and ability to attract top tier institutional partners



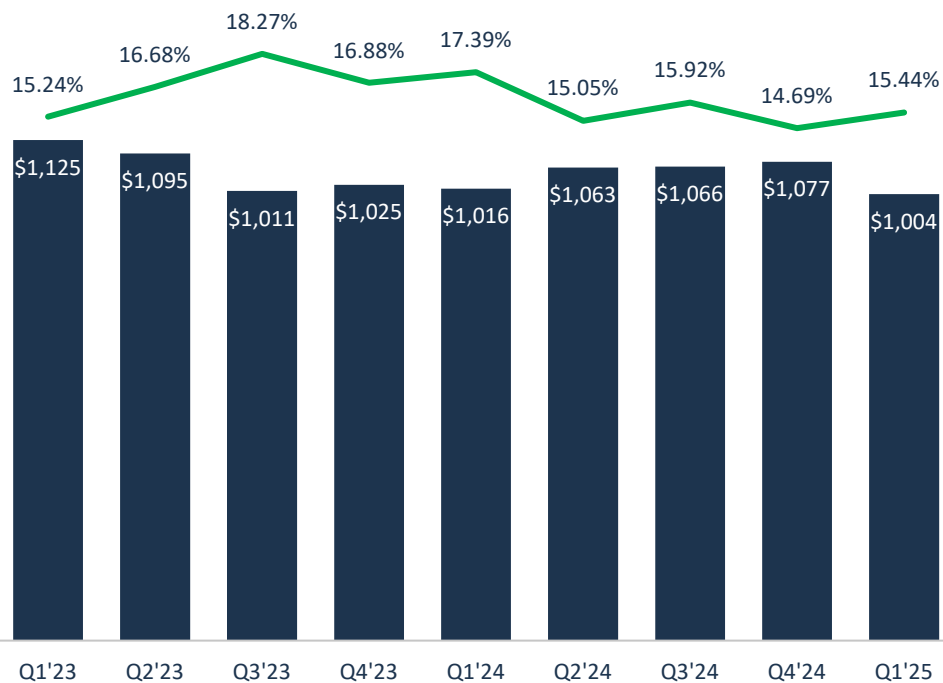


FIRST QUARTER 2025

Portfolio & Financial Highlights

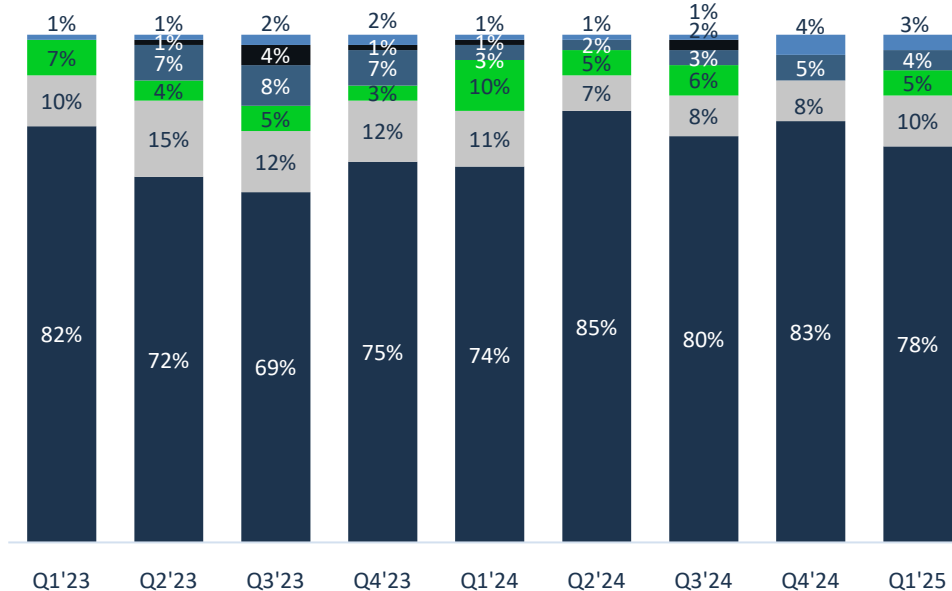
Key Portfolio Metrics

Portfolio at FV & Investment Yield



■ Portfolio at FV (\$M)¹ — W.A. Debt Investment Yield²

Sources of Investment Income



■ Interest income (cash) ■ Interest income (PIK) ■ OID accretion
 ■ End of term payments ■ Prepayment fees ■ Other income³

31 debt and 84 equity investments to 52 portfolio companies as of 3/31/2025

Past performance is not an indication of future results

1. Excludes investments in U.S. Treasury Bills

2. Calculated by taking total debt-related income during the quarter divided by the average fair value of debt investments outstanding during the period, annualized; Includes prepayments

3. "Other" consists of U.S. Treasury Bills, dividend income, interest income on money market funds, and other sources of income

Key Portfolio Metrics

Committed Capital (\$M)



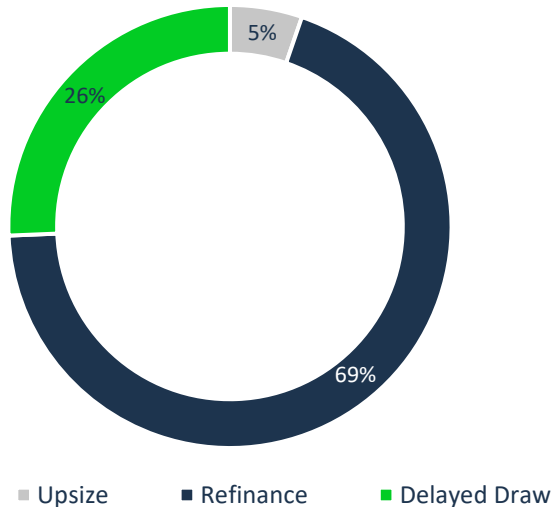
Inception-to-Date:

- 30% Portfolio Companies Upsized (22 Portfolio Companies, 34 Upsize Transactions)
- 13 Refinances or 18% of Portfolio Companies

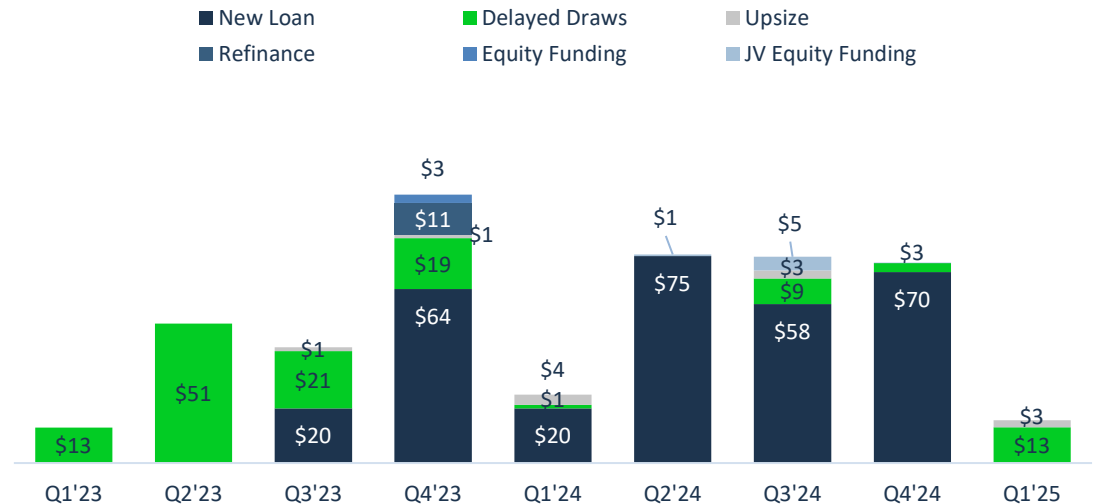
Trailing 12 Months:

- \$43.2M average new deal commitment
- \$35.5M average funding at origination

Q1-2025 Gross Fundings by Type (%)

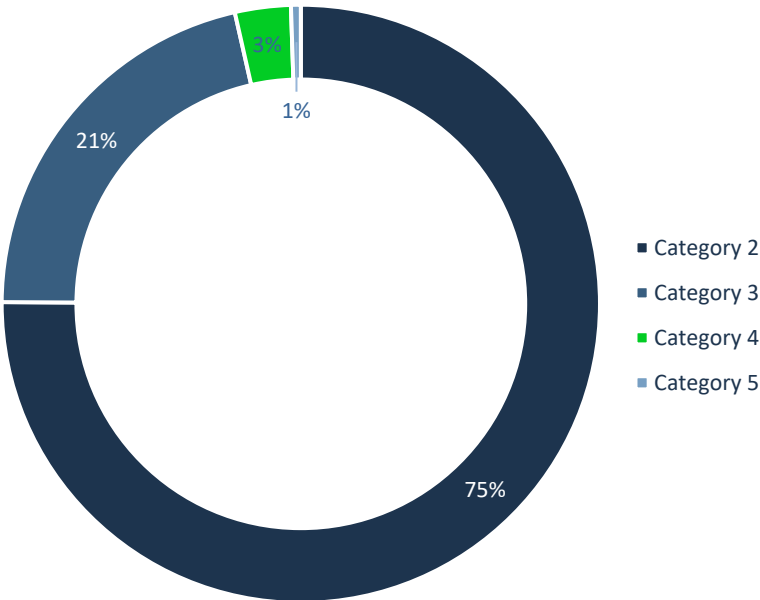


Net Quarterly Fundings by Type (\$M)

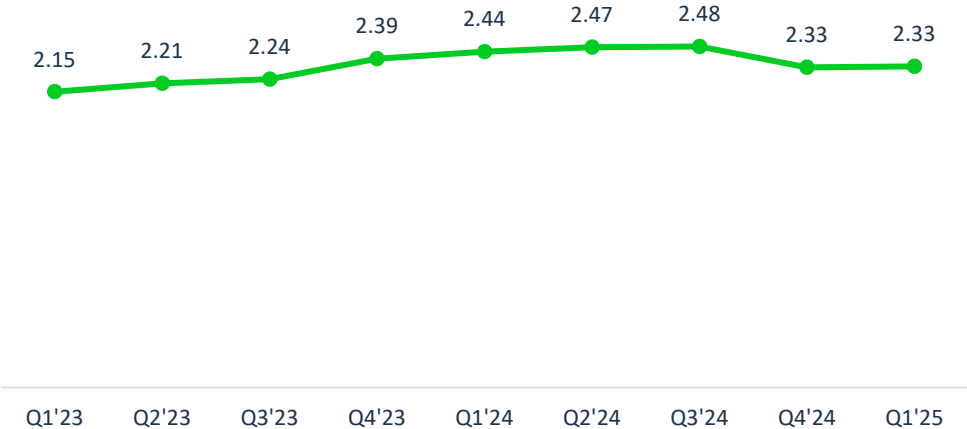


Portfolio Risk Ratings

Investments at Fair Value by Risk Rating Category¹



Weighted Average Risk Rating¹



96% Of The Portfolio Has A Weighted Average Risk Rating Of 3 Or Better

1. 1-5 rating scale with a lower number reflecting a higher credit quality rating

Warrants & Equity Portfolio

Warrants and Other Equity (\$M)



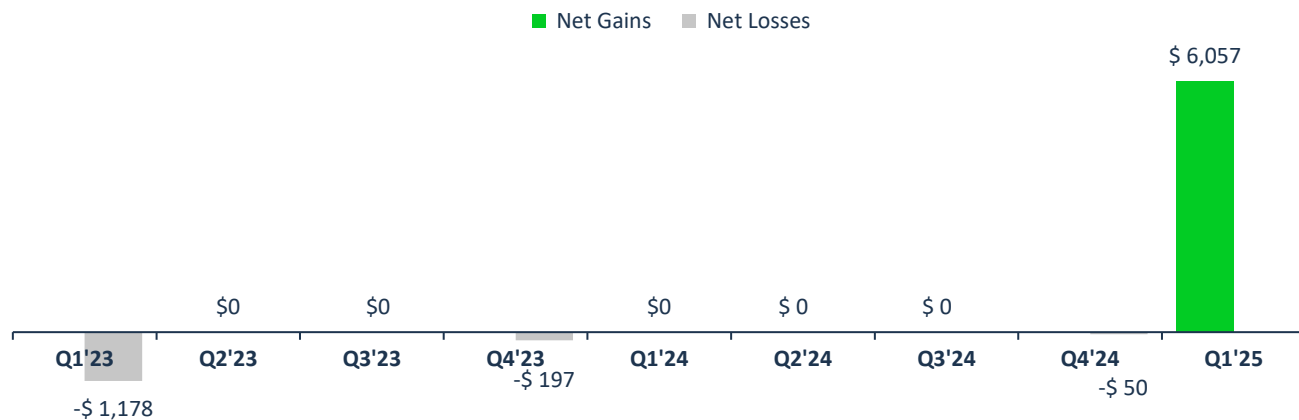
Warrant and Other Equity Holdings

- **23** Companies with both loan and warrant investments
- **13** Companies with warrant investments only
- **6** Companies with shares of common or preferred stock only or a combination with warrants
- **3** Companies with a loan, warrant, and shares of common or preferred stock
- **2** Companies with 100% equity interest

84 WARRANTS AND/OR EQUITY INVESTMENTS IN 47 COMPANIES

Net Realized Gains (Losses) on Equity Investments (\$K)

Inception-to-date:
 Net equity gains of \$26.4M offsetting \$43.4M in debt and equity losses



Past performance is not an indication of future results

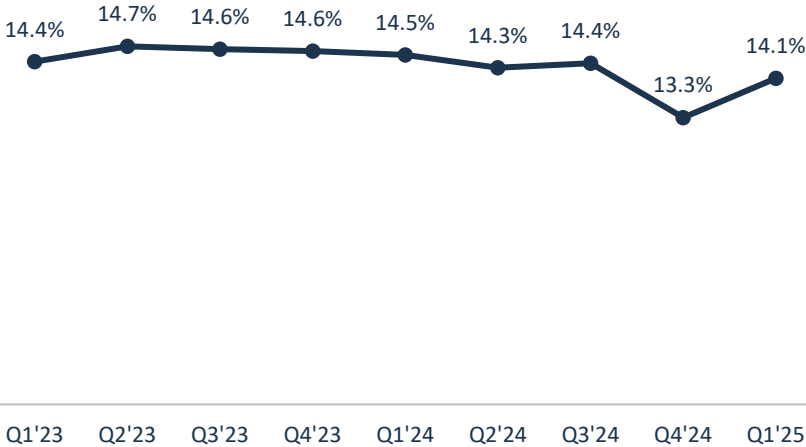
Leverage & Liquidity

	Liquidity												
	2022				2023				2024				2025
	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q	1Q	2Q	3Q	4Q	1Q
Cash & Equivalents	\$3.5	\$6.8	\$5.8	\$5.8	\$3.3	\$37.7	\$15.0	\$3.0	\$6.9	\$8.8	\$3.6	\$5.8	\$18.4
Credit Facility Availability	\$129.0	\$117.7	\$250.0	\$88.0	\$128.0	\$190.0	\$297.0	\$278.0	\$313.0	\$241.0	\$248.0	\$239.0	\$297.0
Net Assets	\$597.5	\$579.4	\$573.7	\$576.1	\$569.8	\$573.9	\$570.5	\$547.1	\$529.5	\$506.4	\$507.4	\$514.9	\$503.3

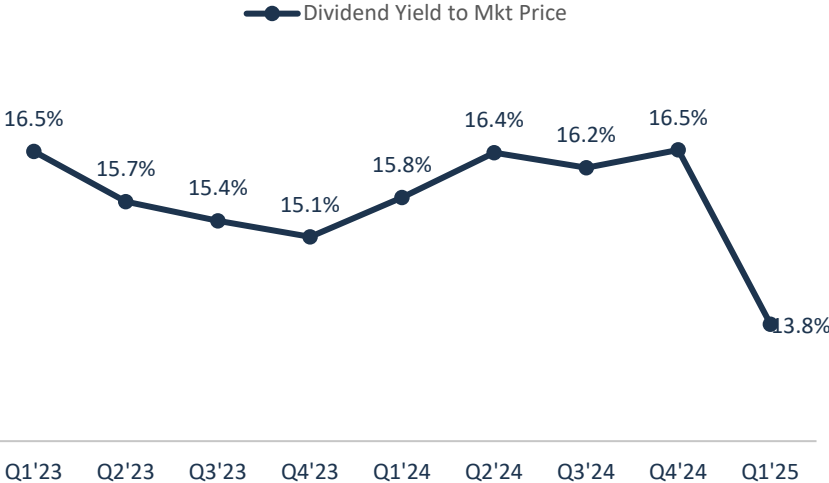
Debt Capital Structure ¹			
KeyBank Credit Facility	\$253M Revolver outstanding	\$550M Revolving Credit Facility	\$600M Maximum accordion commitment
2026 8.54% Notes	\$25M Aggregate principal	8.54% Interest Rate	April 13, 2026 Stated Maturity
2026 4.25% Notes	\$70M Aggregate principal	4.25% Interest Rate	December 10, 2026 Stated Maturity
2027 7.50% Notes	\$80.5M Aggregate principal	7.50% Interest Rate	July 21, 2027 Stated Maturity
2027 7.00% Notes	\$20M Aggregate principal	7.00% Interest Rate	August 31, 2027 Stated Maturity
2027 8.00% Notes	\$51.8M Aggregate principal	8.00% Interest Rate	December 28, 2027 Stated Maturity

Portfolio Highlights

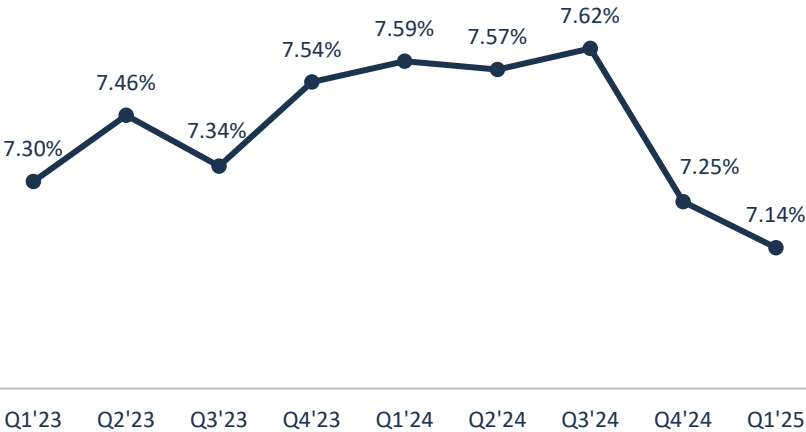
Average Accounting Yield¹



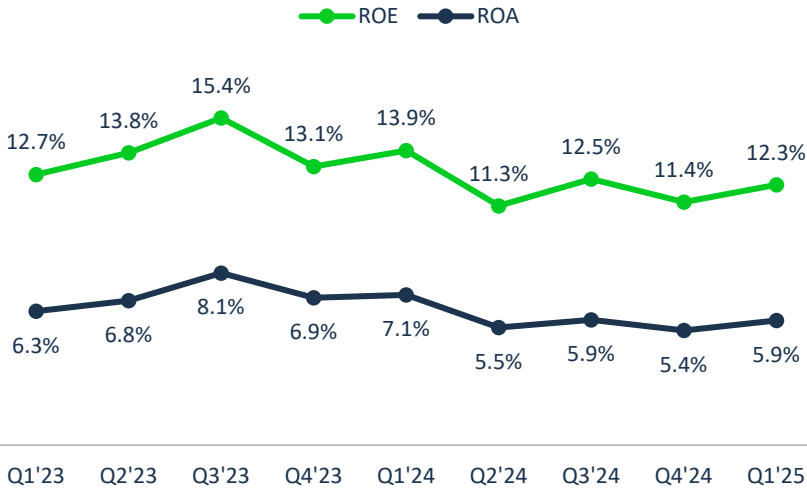
Annualized Dividend Yield²



Weighted Average Interest Expense



Annualized Return on Equity and Assets³



Financial Highlights

STATEMENT OF ASSETS & LIABILITIES ¹	As of March 31, 2025	As of December 31, 2024
Total investments at fair value	1,004,233	1,076,840
Cash and cash equivalents	18,356	5,751
Total assets	1,032,896	1,091,355
Debt ²	492,207	552,332
Total liabilities	529,606	576,486
Total net assets	503,290	514,869
Net asset value per share	13.48	13.79

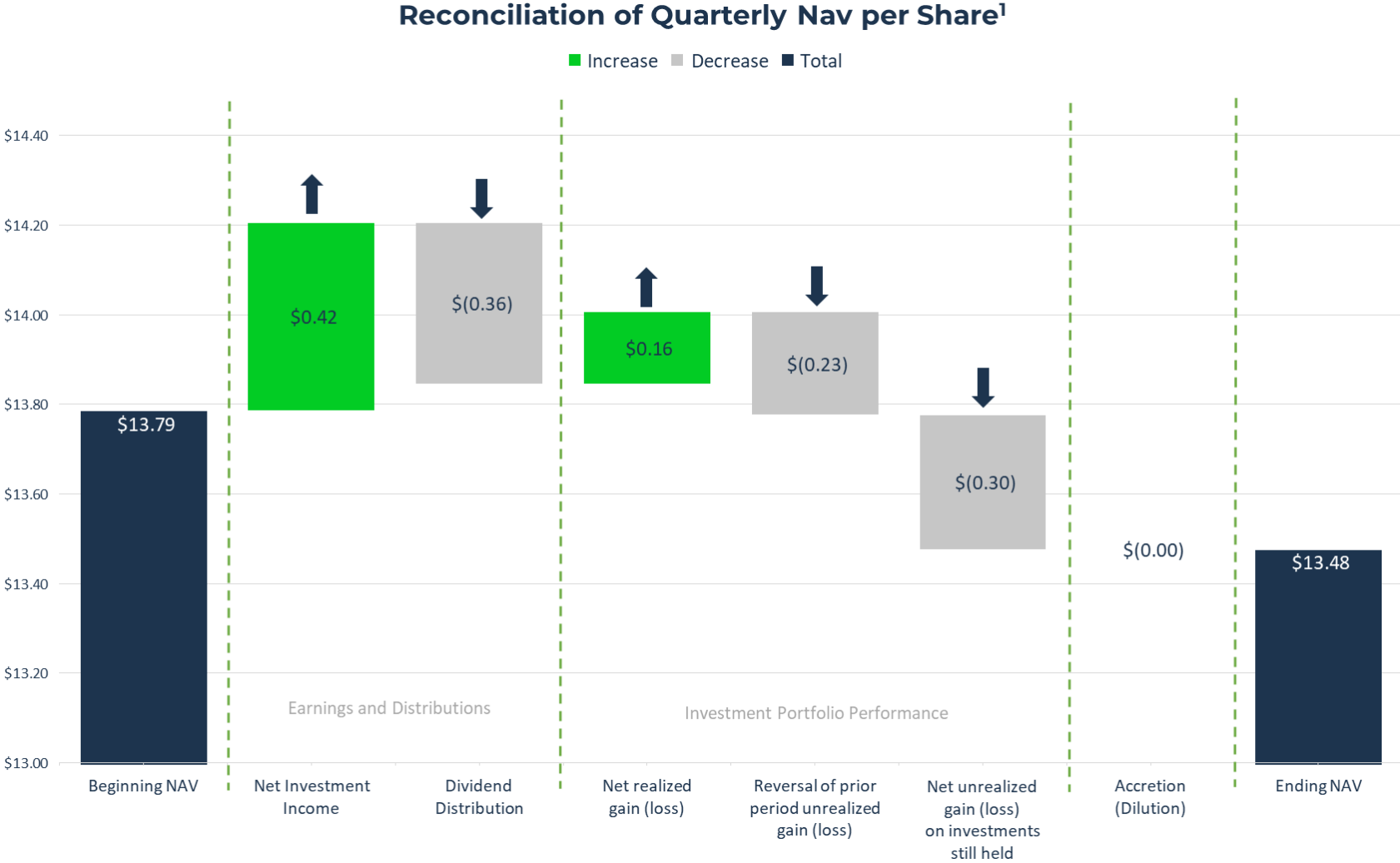
STATEMENT OF OPERATIONS ¹	Three Months Ended March 31, 2025	Three Months Ended March 31, 2024
Total investment income	35,398	40,009
Total operating expenses	19,799	21,345
Net investment income	15,599	18,664
Net realized and unrealized gain (loss)	(13,733)	(6,617)
Net increase (decrease) in net assets from operations	1,866	12,047
Net investment income per share	0.42	0.46

Note: Past performance is not an indication of future results. Shown in thousands except per share data

1. In thousands, except per share data

2. Net of unamortized deferred debt costs

Q1-2025 NAV/Share Bridge



Per Share Impact: - \$0.31

No Realized Credit Losses QTD in 2025

1. NAV/share calculated using weighted average share outstanding during Q1 2025 of 37,347,428.



Supplemental Information

Regulation and Structure

Runway Growth is an externally managed, non-diversified closed-end management investment company that has elected to be regulated as a BDC and treated as a RIC for tax purposes.

Business Development Company (BDC)

- Regulated by the SEC under the Investment Company Act of 1940 (the “1940 Act”)
- Externally-managed by Runway Growth Capital
- Leverage limited to 2:1 debt/equity
- Investments are required to be carried at fair value
- Required to offer managerial assistance to portfolio companies

Regulated Investment Company (RIC)

- Must distribute at least 90% of income to shareholders as dividend distributions, subject to approval by Runway Growth’s Board of Directors
- Mandates asset diversification
- Eliminates corporate taxation
- Allows for retention of capital gains and/or spillover taxable income



**Contact us with any
questions or comments.**

investors@runwaygrowth.com