

HERCULES TECHNOLOGY GROWTH CAPITAL INC  
Form 10-Q  
November 05, 2015

UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

WASHINGTON, DC 20549

FORM 10-Q

(Mark One)

QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

For The Quarterly Period Ended September 30, 2015

OR

TRANSITION REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

Commission File Number: 814-00702

HERCULES TECHNOLOGY GROWTH

CAPITAL, INC.

(Exact Name of Registrant as Specified in its Charter)

Maryland  
(State or Jurisdiction of  
Incorporation or Organization)

743113410  
(IRS Employer  
Identification No.)  
94301

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400 Hamilton Ave., Suite 310 (Zip Code)

Palo Alto, California

(Address of Principal Executive Offices)

(650) 289-3060

(Registrant's Telephone Number, Including Area Code)

Indicate by check mark whether the Registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the preceding 12 months (or for such shorter periods that the Registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days. Yes  No

Indicate by check mark whether the registrant has submitted electronically and posted on its corporate Web site, if any, every Interactive Data File required to be submitted and posted pursuant to Rule 405 of Regulation S-T (§ 232.405 of this Chapter) during the preceding 12 months (or for such shorter period that the registrant was required to submit and post such files). Yes  No

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer, or a smaller reporting company. See the definitions of "large accelerated filer," "accelerated filer" and "smaller reporting company" in Rule 12b-2 of the Exchange Act.

Large accelerated filer  Accelerated filer

Non-accelerated filer  Smaller reporting company

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act). Yes  No

On November 2, 2015, there were 72,072,409 shares outstanding of the Registrant's common stock, \$0.001 par value.

HERCULES TECHNOLOGY GROWTH CAPITAL, INC.

FORM 10-Q TABLE OF CONTENTS

<u>PART I. FINANCIAL INFORMATION</u>	3
Item 1. <u>Consolidated Financial Statements</u>	3
<u>Consolidated Statement of Assets and Liabilities as of September 30, 2015 (unaudited) and December 31, 2014</u>	3
<u>Consolidated Statement of Operations for the three and nine months ended September 30, 2015 and 2014 (unaudited)</u>	5
<u>Consolidated Statement of Changes in Net Assets for the three and nine months ended September 30, 2015 and 2014 (unaudited)</u>	6
<u>Consolidated Statement of Cash Flows for the nine months ended September 30, 2015 and 2014 (unaudited)</u>	7
<u>Consolidated Schedule of Investments as of September 30, 2015 (unaudited)</u>	8
<u>Consolidated Schedule of Investments as of December 31, 2014</u>	22
<u>Notes to Consolidated Financial Statements (unaudited)</u>	36
Item 2. <u>Management's Discussion and Analysis of Financial Condition and Results of Operations</u>	67
Item 3. <u>Quantitative and Qualitative Disclosures About Market Risk</u>	109
Item 4. <u>Controls and Procedures</u>	110
<u>PART II. OTHER INFORMATION</u>	111
<u>Legal Proceedings</u>	111

Item 1.

Item 1A. Risk Factors 111

Item 2. Unregistered Sales of Equity Securities and Use of Proceeds 113

Item 3. Defaults Upon Senior Securities 113

Item 4. Mine Safety Disclosures 113

Item 5. Other Information 113

Item 6. Exhibits and Financial Statement Schedules 113

SIGNATURES 115

## PART I: FINANCIAL INFORMATION

In this Quarterly Report, the “Company,” “Hercules,” “we,” “us” and “our” refer to Hercules Technology Growth Capital, Inc. and its wholly owned subsidiaries and its affiliated securitization trusts unless the context otherwise requires.

ITEM 1. CONSOLIDATED FINANCIAL STATEMENTS  
HERCULES TECHNOLOGY GROWTH CAPITAL, INC.

## CONSOLIDATED STATEMENT OF ASSETS AND LIABILITIES

(unaudited)

(dollars in thousands, except per share data)

	September 30, 2015	December 31, 2014
<b>Assets</b>		
<b>Investments:</b>		
Non-control/Non-affiliate investments (cost of \$1,184,913 and \$1,019,799, respectively)	\$ 1,142,544	\$ 1,012,738
Affiliate investments (cost of \$15,179 and \$15,538, respectively)	9,184	7,999
Total investments, at value (cost of \$1,200,092 and \$1,035,337, respectively)	1,151,728	1,020,737
Cash and cash equivalents	147,304	227,116
Restricted cash	5,358	12,660
Interest receivable	8,528	9,453
Other assets	19,813	29,257
<b>Total assets</b>	<b>\$ 1,332,731</b>	<b>\$ 1,299,223</b>
<b>Liabilities</b>		
Accounts payable and accrued liabilities	\$ 19,613	\$ 14,101
Long-term Liabilities (Convertible Senior Notes)	17,461	17,345
2017 Asset-Backed Notes	—	16,049
2021 Asset-Backed Notes	129,300	129,300
2019 Notes	150,364	170,364
2024 Notes	103,000	103,000
Long-term SBA Debentures	190,200	190,200
<b>Total liabilities</b>	<b>\$ 609,938</b>	<b>\$ 640,359</b>
<b>Net assets consist of:</b>		
Common stock, par value	73	65
Capital in excess of par value	757,646	657,233
Unrealized depreciation on investments <sup>(1)</sup>	(50,118 )	(17,076 )
Accumulated realized gains on investments	22,503	14,079
Undistributed net investment income (Distributions in excess of net investment income)	(7,311 )	4,563
<b>Total net assets</b>	<b>\$ 722,793</b>	<b>\$ 658,864</b>
<b>Total liabilities and net assets</b>	<b>\$ 1,332,731</b>	<b>\$ 1,299,223</b>

Shares of common stock outstanding (\$0.001 par value, 200,000,000 and 100,000,000 authorized, respectively)	72,109	64,715
Net asset value per share	\$10.02	\$10.18

(1) Amounts includes \$1.8 million in net unrealized depreciation on other assets and accrued liabilities, including escrow receivables, estimated taxes payable and Citigroup warrant participation agreement liabilities. See notes to consolidated financial statements.

3

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The following table presents the assets and liabilities of our consolidated securitization trusts for the asset-backed notes (see Note 4), which are variable interest entities (“VIE”). The assets of our securitization VIEs can only be used to settle obligations of our consolidated securitization VIEs, these liabilities are only the obligations of our consolidated securitization VIEs, and the creditors (or beneficial interest holders) do not have recourse to our general credit. These assets and liabilities are included in the Consolidated Statement of Assets and Liabilities above.

(Dollars in thousands)	September 30, 2015	December 31, 2014
<b>Assets</b>		
Restricted Cash	\$ 5,358	\$ 12,660
Total investments, at value (cost of \$254,165 and \$296,314, respectively)	254,564	291,464
Total assets	\$ 259,922	\$ 304,124
<b>Liabilities</b>		
Asset-Backed Notes	\$ 129,300	\$ 145,349
Total liabilities	\$ 129,300	\$ 145,349

See notes to consolidated financial statements.

## HERCULES TECHNOLOGY GROWTH CAPITAL, INC.

## CONSOLIDATED STATEMENT OF OPERATIONS

(unaudited)

(in thousands, except per share data)

	Three Months		Nine Months Ended	
	Ended September 30, 2015	2014	September 30, 2015	2014
Investment income:				
Interest income				
Non-Control/Non-Affiliate investments	\$40,256	\$33,210	\$105,861	\$92,975
Affiliate investments	83	130	278	1,747
Total interest income	40,339	33,340	106,139	94,722
Fees				
Non-Control/Non-Affiliate investments	6,793	3,671	11,611	12,037
Affiliate investments	—	8	1	30
Total fees	6,793	3,679	11,612	12,067
Total investment income	47,132	37,019	117,751	106,789
Operating expenses:				
Interest	7,818	6,495	23,243	20,177
Loan fees	1,072	1,364	4,166	4,531
General and administrative	4,504	2,397	12,190	6,984
Employee Compensation:				
Compensation and benefits	7,969	3,922	17,621	11,375
Stock-based compensation	2,179	2,823	7,166	6,849
Total employee compensation	10,148	6,745	24,787	18,224
Total operating expenses	23,542	17,001	64,386	49,916
Loss on debt extinguishment (Long-term Liabilities - Convertible Senior Notes)	—	(1,023 )	(1 )	(1,023 )
Net investment income	23,590	18,995	53,364	55,850
Net realized gain on investments				
Non-Control/Non-Affiliate investments	6,366	5,664	8,424	13,007
Total net realized gain on investments	6,366	5,664	8,424	13,007
Net increase in unrealized appreciation (depreciation) on investments				
Non-Control/Non-Affiliate investments	(25,032)	(10,029)	(34,585 )	(15,447 )
Affiliate investments	(849 )	547	1,543	(2,857 )
Total net unrealized depreciation on investments	(25,881)	(9,482 )	(33,042 )	(18,304 )
Total net realized and unrealized loss	(19,515)	(3,818 )	(24,618 )	(5,297 )
Net increase in net assets resulting from operations	\$4,075	\$15,177	\$28,746	\$50,553
Net investment income before investment gains and losses per common share:				



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Basic	\$0.33	\$0.30	\$0.76	\$0.89
Change in net assets per common share:				
Basic	\$0.05	\$0.24	\$0.40	\$0.80
Diluted	\$0.05	\$0.23	\$0.40	\$0.78
Weighted average shares outstanding				
Basic	71,462	62,356	68,897	61,444
Diluted	71,496	63,779	69,123	63,554
Dividends declared per common share:				
Basic	\$0.31	\$0.31	\$0.93	\$0.93

See notes to consolidated financial statements.

5

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## HERCULES TECHNOLOGY GROWTH CAPITAL, INC.

## CONSOLIDATED STATEMENT OF CHANGES IN NET ASSETS

(unaudited)

(dollars and shares in thousands)

	Common Shares	Stock Par Value	Capital in excess of par value	Unrealized Appreciation (Depreciation on Investments)	Accumulated Realized Gains (Losses) on Investments	Undistributed net investment income/ (Distributions in excess of Investment income)	Provision for Income Taxes on Investment Gains	Net Assets
Balance at December 31, 2013	61,837	\$ 62	\$ 656,594	\$ 3,598	\$ (15,240 )	\$ 5,335	\$ (342 )	\$ 650,007
Net increase (decrease) in net assets								
resulting from operations	—	—	—	(18,304 )	13,007	55,850	—	50,553
Public offering, net of offering expenses	1,574	2	9,180	—	—	—	—	9,182
Issuance of common stock due to								
stock option exercises	256	—	2,873	—	—	—	—	2,873
Retired shares from net issuance	(193 )	—	(2,980 )	—	—	—	—	(2,980 )
Issuance of common stock under								
restricted stock plan	982	1	(1 )	—	—	—	—	—
Retired shares for restricted stock								
vesting	(350 )	—	(3,012 )	—	—	—	—	(3,012 )
Issuance of common stock as								
stock dividend	76	—	1,152	—	—	—	—	1,152
Dividends distributed	—	—	—	—	—	(58,482 )	—	(58,482 )
Stock-based compensation	—	—	6,905	—	—	—	—	6,905
	64,182	\$ 65	\$ 670,711	\$ (14,706 )	\$ (2,233 )	\$ 2,703	\$ (342 )	\$ 656,198

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Balance at September 30, 2014								
Balance at December 31, 2014	64,715	\$ 65	\$ 657,233	\$ (17,076 )	\$ 14,079	\$ 4,905	\$ (342 )	\$ 658,864
Net increase (decrease) in net assets								
resulting from operations	—	—	—	(33,042 )	8,424	53,364	—	28,746
Public offering, net of offering expenses	7,591	8	100,084	—	—	—	—	100,092
Acquisition of common stock under repurchase plan	(423 )	—	(4,498 )	—	—	—	—	(4,498 )
Issuance of common stock due to								
stock option exercises	51	—	428	—	—	—	—	428
Retired shares from net issuance	(29 )	—	(423 )	—	—	—	—	(423 )
Issuance of common stock under								
restricted stock plan	676	1	(1 )	—	—	—	—	—
Retired shares for restricted stock								
vesting	(595 )	(1 )	(3,997 )	—	—	—	—	(3,998 )
Issuance of common stock as								
stock dividend	123	—	1,589	—	—	—	—	1,589
Dividends distributed	—	—	—	—	—	(65,238 )	—	(65,238 )
Stock-based compensation	—	—	7,231	—	—	—	—	7,231
Balance at September 30, 2015	72,109	\$ 73	\$ 757,646	\$ (50,118 )	\$ 22,503	\$ (6,969 )	\$ (342 )	\$ 722,793

See notes to consolidated financial statements.

## HERCULES TECHNOLOGY GROWTH CAPITAL, INC.

## CONSOLIDATED STATEMENT OF CASH FLOWS

(unaudited)

(dollars in thousands)

	For the Nine Months Ended September 30,	
	2015	2014
Cash flows from operating activities:		
Net increase in net assets resulting from operations	\$28,746	\$50,553
Adjustments to reconcile net increase in net assets resulting from operations to net cash provided by (used in) operating activities:		
Purchase of investments	(532,048)	(415,399)
Principal and fee payments received on investments	379,247	322,820
Proceeds from the sale of investments	16,523	17,977
Net unrealized depreciation on investments	33,042	18,304
Net realized gain on investments	(8,424 )	(13,007 )
Accretion of paid-in-kind principal	(2,796 )	(1,990 )
Accretion of loan discounts	(6,369 )	(7,690 )
Accretion of loan discount on Convertible Senior Notes	185	738
Loss on debt extinguishment (Long-term Liabilities - Convertible Senior Notes)	1	1,023
Payment of loan discount on Convertible Senior Notes	(5 )	(2,500 )
Accretion of loan exit fees	(10,493 )	(9,457 )
Change in deferred loan origination revenue	1,275	(616 )
Unearned fees related to unfunded commitments	(271 )	(862 )
Amortization of debt fees and issuance costs	3,498	4,131
Depreciation	152	161
Stock-based compensation and amortization of restricted stock grants	7,231	6,905
Change in operating assets and liabilities:		
Interest and fees receivable	925	(184 )
Prepaid expenses and other assets	4,833	(1,942 )
Accounts payable	171	1,126
Accrued liabilities	6,065	(4,203 )
Net cash used in operating activities	(78,512 )	(34,112 )
Cash flows from investing activities:		
Purchases of capital equipment	(158 )	(94 )
Reduction of restricted cash	7,302	4,175
Net cash provided by investing activities	7,144	4,081
Cash flows from financing activities:		
Issuance of common stock, net	100,092	9,853
Repurchase of common stock, net	(4,498 )	—
Retirement of employee shares	(3,993 )	(3,119 )

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Dividends paid	(63,649 )	(57,330 )
Issuance of 2024 Notes Payable	—	99,655
Repayments of 2019 Notes Payable	(20,000 )	—
Repayments of 2017 Asset-Backed Notes	(16,049 )	(61,606 )
Repayments of Long-Term SBA Debentures	—	(34,800 )
Borrowings on credit facilities	53,365	—
Repayments of credit facilities	(53,365 )	—
Cash Paid for redemption of Convertible Senior Notes	(65 )	(31,577 )
Fees paid for credit facilities and debentures	(282 )	(786 )
Net cash used in financing activities	(8,444 )	(79,710 )
Net decrease in cash and cash equivalents	(79,812 )	(109,741 )
Cash and cash equivalents at beginning of period	227,116	268,368
Cash and cash equivalents at end of period	\$ 147,304	\$ 158,627
Supplemental non-cash investing and financing activities:		
Dividends Reinvested	\$ 1,589	\$ 1,152

See notes to consolidated financial statements.

7

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## HERCULES TECHNOLOGY GROWTH CAPITAL, INC.

## CONSOLIDATED SCHEDULE OF INVESTMENTS

September 30, 2015

(unaudited)

(dollars in thousands)

Portfolio Company	Sub-Industry	Type of Investment <sup>(1)</sup>	Maturity Date	Interest Rate and Floor	Principal Amount	Cost <sup>(2)</sup>	Value <sup>(3)</sup>
<b>Debt Investments</b>							
<b>Communications &amp; Networking</b>							
<b>1-5 Years Maturity</b>							
OpenPeak, Inc. <sup>(7)</sup>	Communications & Networking	Senior Secured	April 2017	Interest rate PRIME + 8.75% or Floor rate of 12.00%	\$13,468	\$10,232	\$2,463
HyCross, Inc. <sup>(11)(12)(13)</sup>	Communications & Networking	Senior Secured	January 2018	Interest rate PRIME + 7.70% or Floor rate of 10.95%, PIK Interest 5.00%, 6.60% Exit Fee	\$22,282	22,317	22,317
<b>Subtotal: 1-5 Years Maturity</b>						<b>32,549</b>	<b>24,780</b>
<b>Subtotal: Communications &amp; Networking (3.43%)*</b>						<b>32,549</b>	<b>24,780</b>
<b>Consumer &amp; Business Products</b>							
<b>1-5 Years Maturity</b>							
Antenna79 (p.k.a. Long Research Corporation) <sup>(12)(13)(16)</sup>	Consumer & Business Products	Senior Secured	December 2017	Interest rate PRIME + 6.75% or Floor rate of 10.00%, PIK Interest 2.50%, 5.65% Exit Fee	\$4,924	4,952	4,948
Ac, Inc. <sup>(8)</sup>	Consumer & Business Products	Convertible Debt	March 2017	Interest rate FIXED 4.00%	\$100	100	—
The Neat Company <sup>(11)(12)(13)</sup>	Consumer & Business Products	Senior Secured	September 2017	Interest rate PRIME + 7.75% or Floor rate of 11.00%, PIK Interest 1.00%, 3.00% Exit Fee	\$16,664	16,488	15,560
<b>Subtotal: 1-5 Years Maturity</b>						<b>21,540</b>	<b>20,514</b>
<b>Under 1 Year Maturity</b>							
		Senior Secured	June 2016	Interest rate PRIME + 7.75% or	\$821	821	821

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tenna79 (p.k.a. ng Research orporation) (13)	Consumer & Business Products			Floor rate of 11.00%			
Total: Under 1 Year Maturity						821	821
Total: Consumer & Business Products (2.95%)*						22,361	21,335
<b>Drug Delivery</b>							
<b>5 Years Maturity</b>							
elRx armaceuticals, e. (9)(10)(12)(13)	Drug Delivery	Senior Secured	October 2017	Interest rate PRIME + 5.85% or  Floor rate of 9.10%, 4.25% Exit Fee	\$20,466	20,634	20,690
ile Therapeutics, e. (10)(12)	Drug Delivery	Senior Secured	December 2018	Interest rate PRIME + 5.75% or  Floor rate of 9.00%, 3.70% Exit Fee	\$16,500	16,118	16,059
ND Therapeutics, e. (12)(13)	Drug Delivery	Senior Secured	July 2018	Interest rate PRIME + 5.10% or  Floor rate of 8.35%, 6.11% Exit Fee	\$15,000	15,004	15,010
oQuiddity orporated (10)(12)	Drug Delivery	Senior Secured	May 2018	Interest rate PRIME + 8.00% or  Floor rate of 11.25%, 6.00% Exit Fee	\$10,000	10,103	10,122
lator armaceuticals, e. (10)(12)	Drug Delivery	Senior Secured	June 2018	Interest rate PRIME + 6.50% or  Floor rate of 9.75%, 3.95% Exit Fee	\$15,000	14,965	14,975
ision orporation (10)(12)	Drug Delivery	Senior Secured	June 2017	Interest rate PRIME + 8.00% or  Floor rate of 11.25%, 3.50% Exit Fee	\$7,299	7,389	7,474
ance Biopharm, e. (12)(13)	Drug Delivery	Senior Secured	November 2017	Interest rate PRIME + 7.40% or  Floor rate of 10.65%, 4.00% Exit Fee	\$3,017	3,064	3,071
ge Therapeutics, e. (10)(12)	Drug Delivery	Senior Secured	March 2018	Interest rate PRIME + 5.95% or  Floor rate of 9.95%, 1.50% Exit Fee	\$6,000	5,939	5,998
alet orporation (12)	Drug Delivery	Senior Secured	July 2018	Interest rate PRIME + 6.15% or  Floor rate of 9.40%, 3.85% Exit Fee	\$15,000	14,947	15,051
os Therapeutics, e. (10)(12)(13)	Drug Delivery	Senior Secured	October 2017	Interest rate PRIME + 5.75% or  Floor rate of 9.00%, 4.25% Exit Fee	\$5,000	4,937	4,962
	Drug Delivery	Senior Secured	October 2017	Interest rate FIXED 9.00%,	\$10,000	10,000	10,060

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				2.13% Exit Fee			
	Drug Delivery	Senior Secured	October 2017	Interest rate PRIME + 7.25% or			
				Floor rate of 10.50%, 4.25%			
				Exit Fee	\$ 10,000	9,979	10,024
atal Neos Therapeutics, Inc.					\$ 25,000	24,916	25,052
lmatrix , (8)(10)(12)	Drug Delivery	Senior Secured	July 2018	Interest rate PRIME + 6.25% or			
				Floor rate of 9.50%, 3.50%			
				Exit Fee	\$ 7,000	6,831	6,831
Opco, Inc (p.k.a. Drug Delivery	Senior Secured	December 2018	Interest rate PRIME + 4.70% or				
sano arma) (10)(12)				Floor rate of 7.95%, 3.01%			
				Exit Fee	\$ 15,000	14,856	14,765
bttotal: 1-5 Years Maturity						154,766	155,100
bttotal: Drug Delivery (21.46%)*						154,766	155,100

See notes to consolidated financial statements.



## HERCULES TECHNOLOGY GROWTH CAPITAL, INC.

## CONSOLIDATED SCHEDULE OF INVESTMENTS

September 30, 2015

(unaudited)

(dollars in thousands)

Company	Sub-Industry	Type of Investment <sup>(1)</sup>	Maturity Date	Interest Rate and Floor	Principal Amount	Cost <sup>(2)</sup>
Company & Development						
Pharmaceuticals,	Drug Discovery & Development	Senior Secured	January 2018	Interest rate PRIME + 6.65% or Floor rate of 11.90%, 5.40% Exit Fee	\$10,000	\$10,005
(12)	Drug Discovery & Development	Senior Secured	August 2017	Interest rate PRIME + 4.70% or Floor rate of 7.95%, 2.50% Exit Fee	\$6,476	6,461
Pharma	Drug Discovery & Development	Senior Secured	July 2018	Interest rate PRIME + 4.05% or Floor rate of 7.30%, 6.70% Exit Fee	\$15,000	15,010
Pharma Corp.	Drug Discovery & Development	Senior Secured	December 2018	Interest rate PRIME + 7.70% or Floor rate of 10.95%, 8.50% Exit Fee	\$20,000	20,665
,	Drug Discovery & Development	Senior Secured	April 2018	Interest rate PRIME + 4.70% or Floor rate of 7.95%, 3.00% Exit Fee	\$15,000	14,760
Pharmaceuticals,	Drug Discovery & Development	Senior Secured	January 2019	Interest rate PRIME + 4.00% or Floor rate of 7.25%, 4.95% Exit Fee	\$12,000	12,033
Pharmaceuticals,	Drug Discovery & Development	Senior Secured	September 2018	Interest rate PRIME + 6.75% or Floor rate of 10.00%, 5.25% Exit Fee	\$4,500	4,321
Pharmaceuticals,	Drug Discovery & Development	Senior Secured	January 2019	Interest rate PRIME + 5.70% or Floor rate of 8.95%, 4.75% Exit Fee	\$15,000	14,692

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(12)	Drug Discovery & Development	Senior Secured	June 2018	Interest rate PRIME + 5.00% or Floor rate of 8.25%, 3.50% Exit Fee	\$20,000	19,763
icals,	Drug Discovery & Development	Senior Secured	November 2018	Interest rate PRIME + 7.30% or Floor rate of 10.55%, 3.00% Exit Fee	\$40,000	40,633
nc. (p.k.a. (12)(13)	Drug Discovery & Development	Senior Secured	January 2018	Interest rate PRIME + 5.75% or Floor rate of 9.00%, 3.00% Exit Fee	\$10,000	9,911
nc. (12)(13)	Drug Discovery & Development	Senior Secured	April 2017	Interest rate PRIME + 6.75% or Floor rate of 10.00%, 6.00% Exit Fee	\$9,489	9,318
icals, Inc. cept icals,	Drug Discovery & Development	Senior Secured	September 2020	Interest rate PRIME + 5.25% or Floor rate of 8.50%, 4.50% Exit Fee	\$20,000	19,764
(12)	Drug Discovery & Development	Senior Secured	June 2018	Interest rate PRIME + 5.00% or Floor rate of 10.25%, 2.98% Exit Fee	\$20,000	19,933
(9)(12)(13)	Drug Discovery & Development	Senior Secured	September 2018	Interest rate PRIME + 6.15% or Floor rate of 9.40%, 5.75% Exit Fee	\$20,000	19,823
5 Years Maturity						237,092
r Maturity						
aceuticals,	Drug Discovery & Development	Senior Secured	December 2015	Interest rate PRIME + 7.15% or Floor rate of 11.90%	\$1,468	1,468
	Drug Discovery & Development	Senior Secured	December 2015	Interest rate PRIME + 8.65% or Floor rate of 11.90%	\$1,626	1,626
Pharmaceuticals, Inc.					\$3,094	3,094
icals,	Drug Discovery & Development	Senior Secured	October 2015	Interest rate PRIME + 3.25% or Floor rate of 8.50%	\$775	775
(10)(12)	Drug Discovery & Development	Senior Secured	January 2016	Interest rate PRIME + 4.75% or Floor rate of 9.25% , 1.95% Exit Fee	\$25,000	25,241
der 1 Year Maturity						29,110
ug Discovery & Development (36.87%)*						266,202
& Computer Hardware						
maturity	Electronics & Computer Hardware	Senior Secured	October 2016	Interest rate LIBOR + 8.75% or	\$267	180

ologies,	Floor rate of 12.00%,	
	PIK Interest 4.00%	
Years Maturity		180
Electronics & Computer Hardware (0.00%)*		180

See notes to consolidated financial statements.

9

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## HERCULES TECHNOLOGY GROWTH CAPITAL, INC.

## CONSOLIDATED SCHEDULE OF INVESTMENTS

September 30, 2015

(unaudited)

(dollars in thousands)

Portfolio Company	Sub-Industry	Type of Investment <sup>(1)</sup>	Maturity Date	Interest Rate and Floor	Principal Amount	Cost <sup>(2)</sup>	Value <sup>(3)</sup>
Energy Technology							
1-5 Years Maturity							
Agrivida, Inc. <sup>(12)(13)</sup>	Energy Technology	Senior Secured	December 2016	Interest rate PRIME + 6.75% or Floor rate of 10.00%, 5.00% Exit Fee	\$4,362	\$4,567	\$4,480
American Superconductor Corporation <sup>(10)(12)</sup>	Energy Technology	Senior Secured	June 2017	Interest rate PRIME + 7.75% or Floor rate of 11.00%, 5.00% Exit Fee	\$1,500	1,484	1,475
	Energy Technology	Senior Secured	November 2016	Interest rate PRIME + 7.25% or Floor rate of 11.00%, 5.00% Exit Fee	\$4,667	5,067	5,002
Total American Superconductor Corporation					\$6,167	6,551	6,477
Amyris, Inc. <sup>(9)(12)</sup>	Energy Technology	Senior Secured	February 2017	Interest rate PRIME + 6.25% or Floor rate of 9.50%, 10.00% Exit Fee	\$19,711	19,711	19,908
	Energy Technology	Senior Secured	February 2017	Interest rate PRIME + 5.25% or Floor rate of 8.50%, 10.00% Exit Fee	\$3,934	3,934	3,973
Total Amyris, Inc.					\$23,645	23,645	23,881
Modumetal, Inc. <sup>(12)</sup>	Energy Technology	Senior Secured	March 2017	Interest rate PRIME + 8.70% or Floor Rate of 11.95%, 8.83% Exit Fee	\$2,105	2,319	2,309
	Energy Technology	Senior Secured	October 2017	Interest rate PRIME + 6.00% or Floor rate of 9.25%, 5.55% Exit Fee	\$8,000	7,832	7,825
Total Modumetal, Inc.					\$10,105	10,151	10,134
		Senior Secured	April 2018	Interest rate PRIME + 6.70% or	\$3,000	2,977	2,968

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Polyera Corporation <sup>(12)(13)</sup>	Energy Technology			Floor rate of 9.95%, 3.45% Exit Fee			
Proterra, Inc. <sup>(10)(12)</sup>	Energy Technology	Senior Secured	June 2018	Interest rate PRIME + 6.95% or			
				Floor rate of 10.20%, 5.95% Exit Fee	\$20,000	19,926	19,926
Sungevity Development, LLC <sup>(12)</sup>	Energy Technology	Senior Secured	October 2017	Interest rate PRIME + 3.70% or			
				Floor rate 6.95%, 9.95% Exit Fee	\$35,000	34,476	35,015
Tendril Networks <sup>(12)</sup>	Energy Technology	Senior Secured	June 2019	Interest rate FIXED 7.25%,			
				10.45% Exit Fee	\$10,000	9,790	9,790
Subtotal: 1-5 Years Maturity						112,083	112,671
Under 1 Year Maturity							
Fluidic, Inc. <sup>(10)(12)</sup>	Energy Technology	Senior Secured	March 2016	Interest rate PRIME + 8.00% or			
				Floor rate of 11.25%, 3.00% Exit Fee	\$1,538	1,676	1,676
Polyera Corporation <sup>(12)(13)</sup>	Energy Technology	Senior Secured	June 2016	Interest rate PRIME + 6.75% or			
				Floor rate of 10.00%, 4.25% Exit Fee	\$1,889	2,122	2,122
Stion Corporation <sup>(5)(12)</sup>	Energy Technology	Senior Secured	March 2016	Interest rate PRIME + 8.75% or			
				Floor rate of 12.00%	\$2,635	2,635	1,600
Sungevity Development, LLC	Energy Technology	Senior Secured	April 2016	Interest rate PRIME + 3.70% or			
				Floor rate 6.95%	\$20,000	20,000	20,000
Subtotal: Under 1 Year Maturity						26,433	25,398
Subtotal: Energy Technology (19.10%)*						138,516	138,069
Healthcare Services, Other							
1-5 Years Maturity							
Chromadex Corporation <sup>(12)(13)</sup>	Healthcare Services, Other	Senior Secured	April 2018	Interest rate PRIME + 6.10% or			
				Floor rate of 9.35%, 3.75% Exit Fee	\$5,000	4,863	4,894
InstaMed Communications, LLC <sup>(12)(13)</sup>	Healthcare Services, Other	Senior Secured	March 2018	Interest rate PRIME + 6.75% or			
				Floor rate of 10.00%, 7.62% Exit Fee	\$5,000	5,101	5,104
Subtotal: 1-5 Years Maturity						9,964	9,998
Subtotal: Healthcare Services, Other (1.38%)*						9,964	9,998

See notes to consolidated financial statements.

10

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## HERCULES TECHNOLOGY GROWTH CAPITAL, INC.

## CONSOLIDATED SCHEDULE OF INVESTMENTS

September 30, 2015

(unaudited)

(dollars in thousands)

	Sub-Industry	Type of Investment <sup>(1)</sup>	Maturity Date	Interest Rate and Floor	Principal Amount	Cost <sup>(2)</sup>
any Services						
ity <sup>(13)</sup>	Information Services	Senior Secured	October 2016	Interest rate PRIME + 7.50% or Floor rate of 10.75%, 3.00% Exit Fee	\$1,713	\$1,743
ears Maturity						1,743
aturity <sup>(15)</sup>	Information Services	Senior Secured	May 2015	Interest rate PRIME + 7.00% or Floor rate of 10.25%, 1.50% Exit Fee	\$13	28
1 Year Maturity						28
ation Services (0.25%)*						1,771
ner & Business Services						
ity	Internet Consumer & Business Services	Senior Secured	June 2019	Interest rate PRIME + 3.20% or Floor rate of 6.95%, PIK Interest 1.95%	\$2,011	1,983
	Internet Consumer & Business Services	Senior Secured	June 2019	Interest rate PRIME + 5.20% or Floor rate of 8.95%, PIK Interest 1.95%	\$8,044	7,931
ems, Inc.					\$10,055	9,914
<sup>(13)</sup>	Internet Consumer & Business Services	Senior Secured	July 2017	Interest rate PRIME + 7.00% or Floor rate of 10.25%,	\$13,532	13,29

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	Internet Consumer & Business Services	Senior Secured	April 2018	PIK Interest 4.25% Interest rate PRIME + 8.50% or Floor rate of 11.75%, 5.90% Exit Fee	\$25,000	24,83
(1)(12)	Internet Consumer & Business Services	Senior Secured	March 2019	PIK Interest 2.00%	\$4,859	4,859
	Internet Consumer & Business Services	Senior Secured	March 2019	Interest rate PRIME + 4.25% or Floor rate of 7.50%	\$6,158	5,790
					\$11,017	10,64
	Internet Consumer & Business Services	Senior Secured	July 2018	Interest rate PRIME + 6.50% or Floor rate of 9.75%, 0.75% Exit Fee	\$20,000	19,60
nc. (12)	Internet Consumer & Business Services	Senior Secured	March 2017	Interest rate PRIME + 6.50% or Floor rate of 9.75%, 1.00% Exit Fee	\$203	206
ears Maturity						78,50
Maturity						
amics,	Internet Consumer & Business Services	Senior Secured	March 2016	Interest rate LIBOR + 12.50% or Floor rate of 12.50%, PIK Interest 1.50%	\$20,798	20,79
	Internet Consumer & Business Services	Senior Secured	April 2016	Interest rate PRIME + 6.50% or Floor rate of 9.75%	\$339	339
(13)	Internet Consumer & Business Services	Convertible Debt	April 2016	Interest rate FIXED 10.00%	\$47	47
	Internet Consumer & Business Services	Convertible Debt	September 2016	Interest rate FIXED 10.00%	\$381	373
h					\$428	420
	Internet Consumer & Business Services	Senior Secured	May 2014	Interest rate LIBOR + 10.00% or Floor rate of 13.00%	\$5,000	5,000
(11)(14)	Internet Consumer & Business Services	Senior Secured	May 2014	Interest rate LIBOR + 8.00% or Floor rate of 11.00%, PIK Interest 1.00%	\$8,370	8,370
	Internet Consumer & Business Services	Senior Secured	May 2014	Interest rate LIBOR + 10.00% or Floor rate of 13.00%	\$563	563
	Internet Consumer & Business Services	Senior Secured	May 2014	Interest rate LIBOR + 10.00% or Floor rate of 13.00%	\$6,468	6,468
orporation					\$20,401	20,40
1 Year Maturity						41,95
et Consumer & Business Services (14.20%)*						120,4



See notes to consolidated financial statements.

11

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HERCULES TECHNOLOGY GROWTH CAPITAL, INC.

CONSOLIDATED SCHEDULE OF INVESTMENTS

September 30, 2015

(unaudited)

(dollars in thousands)

Portfolio Company	Sub-Industry	Type of Investment <sup>(1)</sup>	Maturity Date	Interest Rate and Floor	Principal Amount	Cost <sup>(2)</sup>	Value <sup>(3)</sup>	
<b>Media/Content/Info</b>								
<b>5 Years Maturity</b>								
Machine Zone, Inc. <sup>(11)</sup>	Media/Content/Info	Senior Secured	May 2018	Interest rate PRIME + 3.50% or Floor rate of 6.75%, PIK Interest 3.00%	\$60,251	\$58,903	\$58,903	
<b>Subtotal: 1-5 Years Maturity</b>							58,903	58,903
<b>Under 1 Year Maturity</b>								
Om Media Group, Inc. <sup>(10)(11)</sup>	Media/Content/Info	Senior Secured	December 2015	Interest rate PRIME + 5.25% or Floor rate of 8.50%	\$5,060	5,060	5,060	
	Media/Content/Info	Senior Secured	December 2015	Interest rate PRIME + 7.25% or Floor rate of 10.50%, PIK Interest 3.75%	\$999	996	996	
<b>Subtotal: Under 1 Year Maturity</b>							6,056	6,056
<b>Subtotal: Media/Content/Info (8.99%)*</b>							64,959	64,959
<b>Medical Devices &amp; Equipment</b>								
<b>5 Years Maturity</b>								
Medica Corporation <sup>(8)(12)(13)</sup>	Medical Devices & Equipment	Senior Secured	January 2018	Interest rate PRIME + 7.70% or Floor rate of 10.95%, 8.25% Exit Fee	\$18,842	19,201	19,120	
Empire Bariatrics, Inc. <sup>(12)(13)</sup>	Medical Devices & Equipment	Senior Secured	October 2018	Interest rate PRIME + 6.00% or Floor rate of 9.25%, 4.00% Exit Fee	\$7,000	6,688	6,708	
Medro, Inc. <sup>(12)(13)</sup>	Medical Devices & Equipment	Senior Secured	June 2018	Interest rate PRIME + 6.00% or	\$12,500	12,289	12,020	

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				Floor rate of 9.25%, 3.50% Exit Fee			
owonix Medical Corporation <sup>(12)</sup>	Medical Devices & Equipment	Senior Secured	May 2018	Interest rate PRIME + 5.25% or			
				Floor rate of 10.00%, 5.00% Exit Fee	\$15,000	14,966	14,950
mma Medica, Inc. <sup>(10)(12)</sup>	Medical Devices & Equipment	Senior Secured	January 2018	Interest rate PRIME + 6.50% or			
				Floor rate of 9.75%, 6.00% Exit Fee	\$4,000	3,975	3,965
pireMD, Inc. <sup>(4)(9)(12)</sup>	Medical Devices & Equipment	Senior Secured	February 2017	Interest rate PRIME + 7.25% or			
				Floor rate of 10.50%, 5.00% Exit Fee	\$6,000	6,311	5,045
ontact Surgical, Inc. <sup>(12)(13)</sup>	Medical Devices & Equipment	Senior Secured	November 2018	Interest rate PRIME + 9.25% or			
				Floor rate of 9.25%, 3.95% Exit Fee	\$10,000	9,885	9,885
anterix Corporation <sup>(10)(12)</sup>	Medical Devices & Equipment	Senior Secured	February 2018	Interest rate PRIME + 2.75% or			
				Floor rate of 8.00%, 4.00% Exit Fee	\$10,000	9,979	9,988
nergEyes, Inc. <sup>(12)(13)</sup>	Medical Devices & Equipment	Senior Secured	January 2018	Interest rate PRIME + 7.75% or			
				Floor rate of 11.00%, 6.00% Exit Fee	\$4,711	4,910	4,862
Subtotal: 1-5 Years Maturity						88,204	86,550
Under 1 Year Maturity							
edrobotics Corporation <sup>(12)(13)</sup>	Medical Devices & Equipment	Senior Secured	March 2016	Interest rate PRIME + 7.85% or			
				Floor rate of 11.10%, 3.25% Exit Fee	\$1,124	1,274	1,274
naCare Medical, LLC (p.k.a. US FU, LLC) <sup>(12)</sup>	Medical Devices & Equipment	Senior Secured	April 2016	Interest rate PRIME + 7.75% or			
				Floor rate of 11.00%, 6.80% Exit Fee	\$510	913	913
Subtotal: Under 1 Year Maturity						2,187	2,187
Subtotal: Medical Devices & Equipment (12.28%)*						90,391	88,737
Semiconductors							
5 Years Maturity							
hronix Semiconductor Corporation <sup>(12)(13)</sup>	Semiconductors	Senior Secured	July 2018	Interest rate PRIME + 8.25% or			
				Floor rate of 11.50%, 6.50% Exit Fee	\$5,000	4,977	4,977
nera Corporation <sup>(10)(12)</sup>	Semiconductors	Senior Secured	April 2018	Interest rate PRIME + 5.25% or			
				Floor rate of 8.50%, 3.50% Exit Fee	\$7,500	7,469	7,540
Subtotal: 1-5 Years Maturity						12,446	12,524

Under 1 Year Maturity

Chronix Semiconductor Corporation <sup>(13)</sup>	Semiconductors	Senior Secured	July 2016	Interest rate PRIME + 4.25% or Floor rate of 7.50%	\$1,440	1,440	1,440
Total: Under 1 Year Maturity						1,440	1,440
Total: Semiconductors (1.93%)*						13,886	13,900

See notes to consolidated financial statements.

## HERCULES TECHNOLOGY GROWTH CAPITAL, INC.

## CONSOLIDATED SCHEDULE OF INVESTMENTS

September 30, 2015

(unaudited)

(dollars in thousands)

Portfolio Company	Sub-Industry	Type of Investment <sup>(1)</sup>	Maturity Date	Interest Rate and Floor	Principal Amount	Cost <sup>(2)</sup>	Value <sup>(3)</sup>
Software							
1-5 Years Maturity							
Actifio, Inc. <sup>(11)</sup>	Software	Senior Secured	January 2019	Interest rate PRIME + 5.00% or Floor rate of 8.25%, PIK Interest 2.25%	\$30,092	\$29,821	\$29,821
Clickfox, Inc. <sup>(12)(13)</sup>	Software	Senior Secured	March 2018	Interest rate PRIME + 8.25% or Floor rate of 11.50%, 3.50% Exit Fee	\$6,000	5,973	5,988
Druva, Inc. <sup>(10)(12)</sup>	Software	Senior Secured	March 2018	Interest rate PRIME + 4.60% or Floor rate of 7.85%, 6.50% Exit Fee	\$9,000	9,030	9,055
JumpStart Games, Inc. (p.k.a. Knowledge Adventure, Inc.) <sup>(7)(11)(12)(13)</sup>	Software	Senior Secured	March 2018	Interest rate PRIME + 2.50% or Floor rate of 5.75%, PIK Interest 10.75%, 4.48% Exit Fee	\$11,254	11,346	8,402
	Software	Senior Secured	October 2016	Interest rate PRIME + 2.50% or Floor rate of 5.75%, PIK Interest 10.75%, 10.17% Exit Fee	\$1,356	1,371	1,015
Total JumpStart Games, Inc. (p.k.a. Knowledge Adventure, Inc.)					\$12,610	12,717	9,417
Message Systems, Inc. <sup>(13)</sup>	Software	Senior Secured	February 2017	Interest rate PRIME + 2.75% or Floor rate of 6.00%	\$1,618	1,618	1,618
	Software	Senior Secured	February 2019	Interest rate PRIME + 7.25% or Floor rate of 10.50%	\$17,500	17,066	17,069
Total Message Systems, Inc.					\$19,118	18,684	18,687

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Mobile Posse, Inc. <sup>(12)(13)</sup>	Software	Senior Secured	December 2016	Interest rate PRIME + 7.50% or Floor rate of 10.75%, 2.00%			
				Exit Fee	\$ 1,921	1,977	1,995
RedSeal Inc. <sup>(12)(13)</sup>	Software	Senior Secured	June 2018	Interest rate PRIME + 7.75% or Floor rate of 11.00%, 3.95%			
				Exit Fee	\$ 5,000	4,974	4,974
	Software	Senior Secured	June 2017	Interest rate PRIME + 3.25% or Floor rate of 6.50%	\$ 3,000	3,000	3,000
Total RedSeal Inc.					\$ 8,000	7,974	7,974
Soasta, Inc. <sup>(12)(13)</sup>	Software	Senior Secured	February 2018	Interest rate PRIME + 4.75% or Floor rate of 8.00%, 0.81% Exit Fee	\$ 15,000	14,612	14,572
	Software	Senior Secured	February 2018	Interest rate PRIME + 2.25% or Floor rate of 5.50%, 0.81% Exit Fee	\$ 3,500	3,411	3,402
Total Soasta, Inc.					\$ 18,500	18,023	17,974
Touchcommerce, Inc. <sup>(12)(13)</sup>	Software	Senior Secured	February 2018	Interest rate PRIME + 7.00% or Floor rate of 10.25%, 3.67%	\$ 12,000	11,737	11,665
Subtotal: 1-5 Years Maturity						115,936	112,576
Under 1 Year Maturity							
Clickfox, Inc. <sup>(12)(13)</sup>	Software	Senior Secured	December 2015	Interest rate PRIME + 6.75% or Floor rate of 10.00%	\$ 2,000	2,000	2,000
	Software	Senior Secured	December 2015	Interest rate PRIME + 8.75% or Floor rate of 12.00%, 6.00%	\$ 3,300	3,260	3,260
Total Clickfox, Inc.					\$ 5,300	5,260	5,260
Druva, Inc. <sup>(10)</sup>	Software	Senior Secured	April 2016	Interest rate PRIME + 2.70% or Floor rate of 5.95%	\$ 3,000	3,000	3,000
Mobile Posse, Inc. <sup>(13)</sup>	Software	Senior Secured	June 2016	Interest rate PRIME + 2.00% or Floor rate of 5.25%	\$ 1,000	1,000	1,000
Neos, Inc. <sup>(12)(13)</sup>	Software	Senior Secured	May 2016	Interest rate PRIME + 5.75% or Floor rate of 10.50%, 4.25%	\$ 1,146	1,305	1,305
Touchcommerce, Inc. <sup>(13)</sup>	Software	Senior Secured	August 2016	Interest rate PRIME + 2.25% or Floor Rate of 6.50%	\$ 5,511	5,512	5,512
Subtotal: Under 1 Year Maturity						16,077	16,077
Subtotal: Software (17.80%)*						132,013	128,653

See notes to consolidated financial statements.

13

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## HERCULES TECHNOLOGY GROWTH CAPITAL, INC.

## CONSOLIDATED SCHEDULE OF INVESTMENTS

September 30, 2015

(unaudited)

(dollars in thousands)

Portfolio Company	Sub-Industry	Type of Investment <sup>(1)</sup>	Maturity Date	Interest Rate and Floor	Principal Amount	Cost <sup>(2)</sup>	Value <sup>(3)</sup>
<b>Specialty Pharmaceuticals</b>							
<b>1-5 Years Maturity</b>							
Alimera Sciences, Inc. <sup>(10)</sup>	Specialty Pharmaceuticals	Senior Secured	May 2018	Interest rate PRIME + 7.65% or Floor rate of 10.90%	\$35,000	\$34,411	\$34,209
Stranford Pharmaceuticals, LC <sup>(10)(11)(12)(13)</sup>	Specialty Pharmaceuticals	Senior Secured	August 2017	Interest rate LIBOR + 9.55% or Floor rate of 10.80%, PIK Interest 1.35%, 2.40% Exit Fee	\$11,204	11,288	11,401
Guangzhou Animal Health, Inc. <sup>(10)(12)</sup>	Specialty Pharmaceuticals	Senior Secured	August 2018	Interest rate PRIME + 6.65% or Floor rate of 9.90%, 7.00% Exit Fee	\$6,000	5,944	5,944
<b>Subtotal: 1-5 Years Maturity</b>						<b>51,643</b>	<b>51,554</b>
<b>Under 1 Year Maturity</b>							
Stranford Pharmaceuticals, LC <sup>(10)(12)(13)</sup>	Specialty Pharmaceuticals	Senior Secured	August 2016	Interest rate LIBOR + 8.25% or Floor rate of 9.50%	\$1,100	1,100	1,100
<b>Subtotal: Under 1 Year Maturity</b>						<b>1,100</b>	<b>1,100</b>
<b>Subtotal: Specialty Pharmaceuticals (7.28%)*</b>						<b>52,743</b>	<b>52,654</b>
<b>Surgical Devices</b>							
<b>1-5 Years Maturity</b>							
Transmedics, Inc. <sup>(12)</sup>	Surgical Devices	Senior Secured	March 2019	Interest rate PRIME + 6.30% or Floor rate of 9.55%, 1.75% Exit Fee	\$8,500	8,451	8,419
<b>Subtotal: 1-5 Years Maturity</b>						<b>8,451</b>	<b>8,419</b>
<b>Subtotal: Surgical Devices (1.16%)*</b>						<b>8,451</b>	<b>8,419</b>



Total Debt Investments (149.09%)\*

1,109,204 1,077,600

See notes to consolidated financial statements.

14

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## HERCULES TECHNOLOGY GROWTH CAPITAL, INC.

## CONSOLIDATED SCHEDULE OF INVESTMENTS

September 30, 2015

(unaudited)

(dollars in thousands)

Portfolio Company	Sub-Industry	Type of Investment (1)	Series	Shares	Cost (2)	Value (3)
<b>Equity Investments</b>						
<b>Biotechnology Tools</b>						
NuGEN Technologies, Inc. (13)	Biotechnology Tools	Equity	Preferred Series C	189,394	\$ 500	\$ 492
Subtotal: Biotechnology Tools (0.07%)*					500	492
<b>Communications &amp; Networking</b>						
GlowPoint, Inc. (3)	Communications & Networking	Equity	Common Stock	114,192	102	66
Peerless Network, Inc.	Communications & Networking	Equity	Preferred Series A	1,000,000	1,000	5,857
Subtotal: Communications & Networking (0.82%)*					1,102	5,923
<b>Consumer &amp; Business Products</b>						
Market Force Information, Inc.	Consumer & Business Products	Equity	Preferred Series B-1	187,970	500	3
	Consumer & Business Products	Equity	Common Stock	480,261	—	205
Total: Market Force Information, Inc.				668,231	500	208
Subtotal: Consumer & Business Products (0.03%)*					500	208
<b>Diagnostic</b>						
Singulex, Inc.	Diagnostic	Equity	Common Stock	937,998	750	138
Subtotal: Diagnostic (0.02%)*					750	138
<b>Drug Delivery</b>						
	Drug Delivery	Equity		54,240	108	165

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AcelRx Pharmaceuticals, Inc. <sup>(3)(9)(13)</sup>			Common Stock			
Edge Therapeutics, Inc.	Drug Delivery	Equity	Common Stock	157,190	1,000	1,957
Merrion Pharmaceuticals, Plc <sup>(3)(4)(9)</sup>	Drug Delivery	Equity	Common Stock	20,000	9	—
Neos Therapeutics, Inc. <sup>(3)(13)</sup>	Drug Delivery	Equity	Common Stock	125,000	1,500	2,626
Subtotal: Drug Delivery (0.66%)*					2,617	4,748
<b>Drug Discovery &amp; Development</b>						
Aveo Pharmaceuticals, Inc. <sup>(3)(9)(13)</sup>	Drug Discovery & Development	Equity	Common Stock	167,864	842	204
Cerecor, Inc. <sup>(17)</sup>	Drug Discovery & Development	Equity	Preferred Series B-1	119,087	1,000	553
Cerulean Pharma, Inc. <sup>(3)</sup>	Drug Discovery & Development	Equity	Common Stock	135,501	1,000	496
Dicerna Pharmaceuticals, Inc. <sup>(3)(13)</sup>	Drug Discovery & Development	Equity	Common Stock	142,858	1,000	1,173
Dynavax Technologies <sup>(3)(9)</sup>	Drug Discovery & Development	Equity	Common Stock	20,000	550	491
Epirus Biopharmaceuticals, Inc. <sup>(3)</sup>	Drug Discovery & Development	Equity	Common Stock	200,000	1,000	884
Genocea Biosciences, Inc. <sup>(3)</sup>	Drug Discovery & Development	Equity	Common Stock	223,463	2,000	1,531
Inotek Pharmaceuticals Corporation <sup>(3)</sup>	Drug Discovery & Development	Equity	Common Stock	3,778	1,500	36
Insmed, Incorporated <sup>(3)</sup>	Drug Discovery & Development	Equity	Common Stock	70,771	1,000	1,314
Melinta Therapeutics	Drug Discovery & Development	Equity	Preferred Series 4	957,224	1,000	908
Paratek Pharmaceuticals, Inc. (p.k.a. Transcept Pharmaceuticals, Inc.) <sup>(3)(13)</sup>	Drug Discovery & Development	Equity	Common Stock	31,580	1,743	598
Subtotal: Drug Discovery & Development (1.13%)*					12,635	8,188
<b>Electronics &amp; Computer Hardware</b>						
Identiv, Inc. <sup>(3)</sup>	Electronics & Computer Hardware	Equity	Common Stock	6,700	34	24
Subtotal: Electronics & Computer Hardware (0.00%)*					34	24
<b>Energy Technology</b>						
Glori Energy, Inc. <sup>(3)</sup>	Energy Technology	Equity	Common Stock	18,208	165	13
Modumetal, Inc.	Energy Technology	Equity	Preferred Series C	3,107,520	500	415
SCIEnergy, Inc.	Energy Technology	Equity	Preferred Series 1	385,000	761	15

Subtotal: Energy Technology (0.06%)*					1,426	443
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Information Services

Good Technology Corporation	Information Services	Equity	Common			
(p.k.a. Visto Corporation) <sup>(13)(17)</sup>			Stock	500,000	603	285
Subtotal: Information Services (0.04%)*					603	285

See notes to consolidated financial statements.

## HERCULES TECHNOLOGY GROWTH CAPITAL, INC.

## CONSOLIDATED SCHEDULE OF INVESTMENTS

September 30, 2015

(unaudited)

(dollars in thousands)

Portfolio Company	Sub-Industry	Type of Investment (1)	Series	Shares	Cost (2)	Value (3)
<b>Internet Consumer &amp; Business Services</b>						
Blurb, Inc. (13)	Internet Consumer & Business Services	Equity	Preferred Series B	220,653	\$ 175	\$ 229
Lightspeed POS, Inc. (4)(9)	Internet Consumer & Business Services	Equity	Preferred Series C	230,030	250	253
	Internet Consumer & Business Services	Equity	Preferred Series D	198,677	250	240
Total: Lightspeed POS, Inc.				428,707	500	493
Oportun (p.k.a. Progress Financial)	Internet Consumer & Business Services	Equity	Preferred Series G	218,351	250	292
	Internet Consumer & Business Services	Equity	Preferred Series H	87,802	250	250
Total: Oportun (p.k.a. Progress Financial)				306,153	500	542
Philotic, Inc.	Internet Consumer & Business Services	Equity	Common Stock	9,023	93	—
RazorGator Interactive Group, Inc.	Internet Consumer & Business Services	Equity	Preferred Series AA	34,783	15	30
Taptera, Inc.	Internet Consumer & Business Services	Equity	Preferred Series B	454,545	150	130
Subtotal: Internet Consumer & Business Services (0.20%)*					1,433	1,424
<b>Medical Devices &amp; Equipment</b>						
Flowonix Medical Incorporated	Medical Devices & Equipment	Equity	Preferred Series E	221,893	1,500	1,823
Gelesis, Inc. (5)(13)	Medical Devices & Equipment	Equity	Common Stock	198,202	—	388
	Medical Devices & Equipment	Equity	Preferred Series A-1	674,208	425	504
	Medical Devices & Equipment	Equity	Preferred Series A-2	675,676	500	438

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Total: Gelesis, Inc.				1,548,086	925	1,330
Home Dialysis Plus, Inc.	Medical Devices & Equipment	Equity	Preferred Series B	232,061	527	493
Medrobotics Corporation <sup>(13)</sup>	Medical Devices & Equipment	Equity	Preferred Series E	136,798	250	154
	Medical Devices & Equipment	Equity	Preferred Series F	73,971	155	192
Total: Medrobotics Corporation				210,769	405	346
Novasys Medical, Inc.	Medical Devices & Equipment	Equity	Preferred Series D-1	4,118,444	1,000	—
Optiscan Biomedical, Corp. <sup>(5)(13)</sup>	Medical Devices & Equipment	Equity	Preferred Series B	6,185,567	3,000	473
	Medical Devices & Equipment	Equity	Preferred Series C	1,927,309	655	142
	Medical Devices & Equipment	Equity	Preferred Series D	55,103,923	5,257	5,331
Total: Optiscan Biomedical, Corp.				63,216,799	8,912	5,946
Oraza Therapeutics, Inc.	Medical Devices & Equipment	Equity	Preferred Series 1	1,086,969	500	126
Subtotal: Medical Devices & Equipment (1.39%)*					13,769	10,064
Software						
Box, Inc. <sup>(3)(13)</sup>	Software	Equity	Common Stock	1,287,347	5,653	16,195
CapLinked, Inc.	Software	Equity	Preferred Series A-3	53,614	51	74
ForeScout Technologies, Inc.	Software	Equity	Preferred Series D	319,099	398	662
	Software	Equity	Preferred Series E	80,587	131	170
Total: ForeScout Technologies, Inc.				399,686	529	832
HighRoads, Inc.	Software	Equity	Preferred Series B	190,170	307	208
NewVoiceMedia Limited <sup>(4)(9)</sup>	Software	Equity	Preferred Series E	669,173	963	975
WildTangent, Inc. <sup>(13)</sup>	Software	Equity	Preferred Series 3	100,000	402	202
Subtotal: Software (2.56%)*					7,905	18,486
Specialty Pharmaceuticals						
QuatRx Pharmaceuticals Company	Specialty Pharmaceuticals	Equity	Preferred Series E	241,829	750	—
	Specialty Pharmaceuticals	Equity	Preferred Series E-1	26,955	—	—
	Specialty Pharmaceuticals	Equity	Preferred Series G	4,667,636	—	—
Total: QuatRx Pharmaceuticals Company				4,936,420	750	—
Subtotal: Specialty Pharmaceuticals (0.00%)*					750	—

## Surgical Devices

Gynesonics, Inc. <sup>(13)</sup>	Surgical Devices	Equity	Preferred Series B	219,298	250	30
	Surgical Devices	Equity	Preferred Series C	656,538	282	45
	Surgical Devices	Equity	Preferred Series D	1,991,157	712	579
	Surgical Devices	Equity	Preferred Series E	2,785,402	429	388
Total: Gynesonics, Inc.				5,652,395	1,673	1,042
Transmedics, Inc.	Surgical Devices	Equity	Preferred Series B	88,961	1,100	162
	Surgical Devices	Equity	Preferred Series C	119,999	300	93
	Surgical Devices	Equity	Preferred Series D	260,000	650	585
	Surgical Devices	Equity	Preferred Series F	100,200	500	496
Total: Transmedics, Inc.				569,160	2,550	1,336
Subtotal: Surgical Devices (0.33%)*					4,223	2,378
Total: Equity Investments (7.31%)*					48,247	52,801

See notes to consolidated financial statements.

## HERCULES TECHNOLOGY GROWTH CAPITAL, INC.

## CONSOLIDATED SCHEDULE OF INVESTMENTS

September 30, 2015

(unaudited)

(dollars in thousands)

Portfolio Company	Sub-Industry	Type of Investment (1)	Series	Shares	Cost (2)	Value (3)
<b>Warrant Investments</b>						
<b>Biotechnology Tools</b>						
Labcyte, Inc. (13)	Biotechnology Tools	Warrant	Preferred Series C	1,127,624	\$ 323	\$ 178
Subtotal: Biotechnology Tools (0.02%)*					323	178
<b>Communications &amp; Networking</b>						
Intelepeer, Inc. (13)	Communications & Networking	Warrant	Preferred Series C	117,958	102	—
OpenPeak, Inc.	Communications & Networking	Warrant	Common Stock	108,982	149	—
PeerApp, Inc.	Communications & Networking	Warrant	Preferred Series B	298,779	61	64
Peerless Network, Inc.	Communications & Networking	Warrant	Preferred Series A	135,000	95	559
Ping Identity Corporation	Communications & Networking	Warrant	Preferred Series B	1,136,277	52	186
SkyCross, Inc. (13)	Communications & Networking	Warrant	Preferred Series F	9,762,777	394	—
Spring Mobile Solutions, Inc.	Communications & Networking	Warrant	Preferred Series D	2,834,375	418	62
Subtotal: Communications & Networking (0.12%)*					1,271	871
<b>Consumer &amp; Business Products</b>						
Antenna79 (p.k.a. Pong Research Corporation) (13)	Consumer & Business Products	Warrant	Preferred Series A	1,662,441	228	12
Intelligent Beauty, Inc. (13)	Consumer & Business Products	Warrant	Preferred Series B	190,234	230	188
IronPlanet, Inc.	Consumer & Business Products	Warrant	Preferred Series D	1,155,821	1,076	682
Market Force Information, Inc.		Warrant		150,212	25	9



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	Consumer & Business Products		Preferred Series A-1			
The Neat Company <sup>(13)</sup>	Consumer & Business Products	Warrant	Preferred Series C-1	540,540	365	—
Subtotal: Consumer & Business Products (0.12%)*					1,924	891
Diagnostic						
Navidea Biopharmaceuticals, Inc. (p.k.a. Neoprobe) <sup>(3)(13)</sup>	Diagnostic	Warrant	Common Stock	333,333	244	134
Subtotal: Diagnostic (0.02%)*					244	134
Drug Delivery						
AcelRx Pharmaceuticals, Inc. <sup>(3)(9)(13)</sup>	Drug Delivery	Warrant	Common Stock	176,730	786	176
Agile Therapeutics, Inc. <sup>(3)</sup>	Drug Delivery	Warrant	Common Stock	180,274	730	326
BIND Therapeutics, Inc. <sup>(3)(13)</sup>	Drug Delivery	Warrant	Common Stock	152,586	488	59
BioQuiddity Incorporated	Drug Delivery	Warrant	Common Stock	459,183	1	19
Celator Pharmaceuticals, Inc. <sup>(3)</sup>	Drug Delivery	Warrant	Common Stock	210,675	138	71
Celsion Corporation <sup>(3)</sup>	Drug Delivery	Warrant	Common Stock	194,986	428	16
Dance Biopharm, Inc. <sup>(13)</sup>	Drug Delivery	Warrant	Preferred Series A	97,701	74	17
Edge Therapeutics, Inc.	Drug Delivery	Warrant	Common Stock	78,595	390	410
Kaleo, Inc. (p.k.a. Intelliject, Inc.)	Drug Delivery	Warrant	Preferred Series B	82,500	594	1,400
Neos Therapeutics, Inc. <sup>(3)(13)</sup>	Drug Delivery	Warrant	Common Stock	70,833	285	564
Pulmatrix Inc. <sup>(3)</sup>	Drug Delivery	Warrant	Common Stock	25,150	116	14
Revance Therapeutics, Inc. <sup>(3)</sup>	Drug Delivery	Warrant	Common Stock	53,511	557	376
ZP Opco, Inc (p.k.a. Zosano Pharma) <sup>(3)</sup>	Drug Delivery	Warrant	Common Stock	72,379	265	23
Subtotal: Drug Delivery (0.48%)*					4,852	3,471

See notes to consolidated financial statements.

## HERCULES TECHNOLOGY GROWTH CAPITAL, INC.

## CONSOLIDATED SCHEDULE OF INVESTMENTS

September 30, 2015

(unaudited)

(dollars in thousands)

Portfolio Company	Sub-Industry	Type of Investment (1)	Series	Shares	Cost (2)	Value (3)
<b>Drug Discovery &amp; Development</b>						
ADMA Biologics, Inc. (3)	Drug Discovery & Development	Warrant	Common Stock	89,750	\$295	\$ 175
Anthera Pharmaceuticals, Inc. (3)(13)	Drug Discovery & Development	Warrant	Common Stock	40,178	984	2
Aveo Pharmaceuticals, Inc. (3)(9)(13)	Drug Discovery & Development	Warrant	Common Stock	608,696	194	201
Cerecor, Inc. (17)	Drug Discovery & Development	Warrant	Preferred Series B	22,328	70	10
Cerulean Pharma, Inc. (3)	Drug Discovery & Development	Warrant	Common Stock	137,521	357	125
Chroma Therapeutics, Ltd. (4)(9)	Drug Discovery & Development	Warrant	Preferred Series D	325,261	490	—
Cleveland BioLabs, Inc. (3)(13)	Drug Discovery & Development	Warrant	Common Stock	7,812	105	8
Concert Pharmaceuticals, Inc. (3)	Drug Discovery & Development	Warrant	Common Stock	70,796	367	358
CTI BioPharma Corp. (p.k.a. Cell Therapeutics, Inc.) (3)	Drug Discovery & Development	Warrant	Common Stock	292,398	165	88
Dicerna Pharmaceuticals, Inc. (3)(13)	Drug Discovery & Development	Warrant	Common Stock	200	28	—
Epirus Biopharmaceuticals, Inc. (3)	Drug Discovery & Development	Warrant	Common Stock	64,194	276	149
Fortress Biotech, Inc. (p.k.a. Coronado Biosciences, Inc.) (3)	Drug Discovery & Development	Warrant	Common Stock	73,009	142	30
Genocea Biosciences, Inc. (3)	Drug Discovery & Development	Warrant	Common Stock	73,725	266	147
Horizon Pharma, Inc. (3)	Drug Discovery & Development	Warrant	Common Stock	3,735	52	15
Immune Pharmaceuticals (3)	Drug Discovery & Development	Warrant	Common Stock	214,853	164	93
Mast Therapeutics, Inc. (3)(13)	Drug Discovery & Development	Warrant	Common Stock	1,524,389	203	359

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Melinta Therapeutics	Drug Discovery & Development	Warrant	Preferred Series 3	1,151,936	603	260
Nanotherapeutics, Inc. <sup>(13)</sup>	Drug Discovery & Development	Warrant	Common Stock	171,389	838	1,510
Neothetics, Inc. (p.k.a. Lithera, Inc) <sup>(3)(13)</sup>	Drug Discovery & Development	Warrant	Common Stock	46,838	266	108
Neuralstem, Inc. <sup>(3)(13)</sup>	Drug Discovery & Development	Warrant	Common Stock	75,187	77	16
Paratek Pharmaceuticals, Inc. (p.k.a. Transcept Pharmaceuticals, Inc.) <sup>(3)(13)</sup>	Drug Discovery & Development	Warrant	Common Stock	21,467	129	36
uniQure B.V. <sup>(3)(4)(9)</sup>	Drug Discovery & Development	Warrant	Common Stock	37,174	218	276
XOMA Corporation <sup>(3)(9)(13)</sup>	Drug Discovery & Development	Warrant	Common Stock	181,268	279	60
Subtotal: Drug Discovery & Development (0.56%)*					6,568	4,026
Electronics & Computer Hardware						
Clustrix, Inc.	Electronics & Computer Hardware	Warrant	Common Stock	50,000	12	4
Subtotal: Electronics & Computer Hardware (0.00%)*					12	4
Energy Technology						
Agrivida, Inc. <sup>(13)</sup>	Energy Technology	Warrant	Preferred Series D	471,327	120	108
Alphabet Energy, Inc. <sup>(13)</sup>	Energy Technology	Warrant	Preferred Series A	86,328	82	135
American Superconductor Corporation <sup>(3)</sup>	Energy Technology	Warrant	Common Stock	58,823	39	36
Brightsource Energy, Inc. <sup>(13)</sup>	Energy Technology	Warrant	Preferred Series 1	175,000	780	56
Calera, Inc. <sup>(13)</sup>	Energy Technology	Warrant	Preferred Series C	44,529	513	—
EcoMotors, Inc. <sup>(13)</sup>	Energy Technology	Warrant	Preferred Series B	437,500	308	60
Fluidic, Inc.	Energy Technology	Warrant	Preferred Series D	61,804	102	22
Fulcrum Bioenergy, Inc.	Energy Technology	Warrant	Preferred Series C-1	280,897	275	108
GreatPoint Energy, Inc. <sup>(13)</sup>	Energy Technology	Warrant	Preferred Series D-1	393,212	548	—
Polyera Corporation <sup>(13)</sup>	Energy Technology	Warrant	Preferred Series C	311,609	338	426
Proterra, Inc.	Energy Technology	Warrant	Preferred Series 4	318,345	21	65
SCIEnergy, Inc.	Energy Technology	Warrant	Common Stock	530,811	181	—
	Energy Technology	Warrant		145,811	50	—

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			Preferred Series 1			
Total: SCIEnergy, Inc.				676,622	231	—
Scifiniti (p.k.a. Integrated Photovoltaics, Inc.) <sup>(13)</sup>	Energy Technology	Warrant	Preferred Series A-1	390,000	82	38
Solexel, Inc. <sup>(13)</sup>	Energy Technology	Warrant	Preferred Series C	1,171,625	1,162	318
Stion Corporation <sup>(5)</sup>	Energy Technology	Warrant	Preferred Series Seed	2,154	1,378	—
Sungevity Development, LLC	Energy Technology	Warrant	Preferred Series C	32,472,222	902	495
TAS Energy, Inc.	Energy Technology	Warrant	Preferred Series AA	428,571	299	—
Tendril Networks	Energy Technology	Warrant	Preferred Series 3-A	679,862	111	125
TPI Composites, Inc.	Energy Technology	Warrant	Preferred Series B	160	273	100
Trilliant, Inc. <sup>(13)</sup>	Energy Technology	Warrant	Preferred Series A	320,000	162	16
Subtotal: Energy Technology (0.29%)*					7,726	2,108
Healthcare Services, Other						
Chromadex Corporation <sup>(3)(13)</sup>	Healthcare Services, Other	Warrant	Common Stock	419,020	157	149
Subtotal: Healthcare Services, Other (0.02%)*					157	149

See notes to consolidated financial statements.

## HERCULES TECHNOLOGY GROWTH CAPITAL, INC.

## CONSOLIDATED SCHEDULE OF INVESTMENTS

September 30, 2015

(unaudited)

(dollars in thousands)

Portfolio Company	Sub-Industry	Type of Investment (1)	Series	Shares	Cost (2)	Value (3)
<b>Information Services</b>						
Cha Cha Search, Inc. (13)	Information Services	Warrant	Preferred Series G	48,232	\$58	\$ —
INMOBI Inc. (4)(9)	Information Services	Warrant	Common Stock	46,874	82	4
InXpo, Inc. (13)	Information Services	Warrant	Preferred Series C	648,400	98	2
	Information Services	Warrant	Preferred Series C-1	1,032,416	74	2
Total: InXpo, Inc.				1,680,816	172	4
RichRelevance, Inc. (13)	Information Services	Warrant	Preferred Series E	112,612	98	—
Subtotal: Information Services (0.00%)*					410	8
<b>Internet Consumer &amp; Business Services</b>						
Aria Systems, Inc.	Internet Consumer & Business Services	Warrant	Preferred Series E	119,846	37	32
Blurb, Inc. (13)	Internet Consumer & Business Services	Warrant	Preferred Series C	234,280	636	134
CashStar, Inc. (13)	Internet Consumer & Business Services	Warrant	Preferred Series C-2	727,272	130	38
Gazelle, Inc. (13)	Internet Consumer & Business Services	Warrant	Preferred Series A-1	991,288	158	—
Just Fabulous, Inc.	Internet Consumer & Business Services	Warrant	Preferred Series B	206,184	1,102	1,197
Lightspeed POS, Inc. (4)(9)	Internet Consumer & Business Services	Warrant	Preferred Series C	245,610	20	70
Oportun (p.k.a. Progress Financial)	Internet Consumer & Business Services	Warrant	Preferred Series G	174,562	78	45
Prism Education Group, Inc. (13)	Internet Consumer & Business Services	Warrant	Preferred Series B	200,000	43	—
ReachLocal (3)		Warrant		177,304	155	90

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	Internet Consumer & Business Services		Common Stock			
ShareThis, Inc. <sup>(13)</sup>	Internet Consumer & Business Services	Warrant	Preferred Series C	493,502	547	115
Tapjoy, Inc.	Internet Consumer & Business Services	Warrant	Preferred Series D	748,670	316	16
Tectura Corporation	Internet Consumer & Business Services	Warrant	Preferred Series B-1	253,378	51	—
Subtotal: Internet Consumer & Business Services (0.24%)*					3,273	1,737
Media/Content/Info						
Machine Zone, Inc.	Media/Content/Info	Warrant	Common Stock	108,691	1,309	1,051
Rhapsody International, Inc. <sup>(13)</sup>	Media/Content/Info	Warrant	Common Stock	715,755	384	244
Zoom Media Group, Inc.	Media/Content/Info	Warrant	Preferred Series A	1,204	348	55
Subtotal: Media/Content/Info (0.19%)*					2,041	1,350
Medical Devices & Equipment						
América Corporation <sup>(3)(13)</sup>	Medical Devices & Equipment	Warrant	Common Stock	1,548,387	459	2
Aspire Bariatrics, Inc. <sup>(13)</sup>	Medical Devices & Equipment	Warrant	Preferred Series D	395,000	455	217
Avedro, Inc. <sup>(13)</sup>	Medical Devices & Equipment	Warrant	Preferred Series D	1,308,451	401	65
Flowonix Medical Incorporated	Medical Devices & Equipment	Warrant	Preferred Series E	110,947	203	410
Gamma Medica, Inc.	Medical Devices & Equipment	Warrant	Preferred Series A	357,500	170	135
Gelesis, Inc. <sup>(5)(13)</sup>	Medical Devices & Equipment	Warrant	Preferred Series A-1	263,688	78	69
Home Dialysis Plus, Inc.	Medical Devices & Equipment	Warrant	Preferred Series A	500,000	402	265
InspireMD, Inc. <sup>(3)(4)(9)</sup>	Medical Devices & Equipment	Warrant	Common Stock	168,351	242	—
Medrobotics Corporation <sup>(13)</sup>	Medical Devices & Equipment	Warrant	Preferred Series E	455,539	370	145
MELA Sciences, Inc. <sup>(3)</sup>	Medical Devices & Equipment	Warrant	Common Stock	69,320	402	1
nContact Surgical, Inc. <sup>(13)(17)</sup>	Medical Devices & Equipment	Warrant	Preferred Series D-1	201,439	266	476
NetBio, Inc.	Medical Devices & Equipment	Warrant	Common Stock	2,568	408	20
NinePoint Medical, Inc. <sup>(13)</sup>	Medical Devices & Equipment	Warrant	Preferred Series A-1	587,840	170	204
Novasys Medical, Inc.	Medical Devices & Equipment	Warrant	Common Stock	109,449	2	—

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	Medical Devices & Equipment	Warrant	Preferred Series D	526,840	125	—
	Medical Devices & Equipment	Warrant	Preferred Series D-1	53,607	6	—
Total: Novasys Medical, Inc.				689,896	133	—
Optiscan Biomedical, Corp. <sup>(5)(13)</sup>	Medical Devices & Equipment	Warrant	Preferred Series D	10,535,275	1,252	240
Oraya Therapeutics, Inc.	Medical Devices & Equipment	Warrant	Common Stock	954	66	—
	Medical Devices & Equipment	Warrant	Preferred Series 1	1,632,084	676	13
Total: Oraya Therapeutics, Inc.				1,633,038	742	13
Quanterix Corporation	Medical Devices & Equipment	Warrant	Preferred Series C	115,618	156	59
SonaCare Medical, LLC (p.k.a. US HIFU, LLC)	Medical Devices & Equipment	Warrant	Preferred Series A	6,464	188	—
ViewRay, Inc. <sup>(3)(13)</sup>	Medical Devices & Equipment	Warrant	Common Stock	128,231	333	—
Subtotal: Medical Devices & Equipment (0.32%)*					6,830	2,321

See notes to consolidated financial statements.

## HERCULES TECHNOLOGY GROWTH CAPITAL, INC.

## CONSOLIDATED SCHEDULE OF INVESTMENTS

September 30, 2015

(unaudited)

(dollars in thousands)

Portfolio Company	Sub-Industry	Type of Investment (1)	Series	Shares	Cost (2)	Value (3)
<b>Semiconductors</b>						
Achronix Semiconductor Corporation (13)	Semiconductors	Warrant	Preferred Series C	360,000	\$ 160	\$ 13
	Semiconductors	Warrant	Preferred Series D-1	500,000	6	2
Total: Achronix Semiconductor Corporation				860,000	166	15
Aquantia Corp.	Semiconductors	Warrant	Preferred Series G	196,831	4	9
Avnera Corporation	Semiconductors	Warrant	Preferred Series E	141,567	47	29
Subtotal: Semiconductors (0.01%)*					217	53
<b>Software</b>						
Actifio, Inc.	Software	Warrant	Common Stock	73,584	249	226
Braxton Technologies, LLC	Software	Warrant	Preferred Series A	168,750	188	—
CareCloud Corporation (13)	Software	Warrant	Preferred Series B	413,433	258	622
Clickfox, Inc. (13)	Software	Warrant	Preferred Series B	1,038,563	330	422
	Software	Warrant	Preferred Series C	592,019	730	316
	Software	Warrant	Preferred Series C-A	46,109	13	19
Total: Clickfox, Inc.				1,676,691	1,073	757
Daegis Inc. (p.k.a. Unify Corporation) (3)(13)	Software	Warrant	Common Stock	718,860	1,434	29
Hillcrest Laboratories, Inc. (13)	Software	Warrant	Preferred Series E	1,865,650	55	131
JumpStart Games, Inc. (p.k.a Knowledge Holdings, Inc.) (13)	Software	Warrant	Preferred Series E	614,333	16	—



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Message Systems, Inc. <sup>(13)</sup>	Software	Warrant	Preferred Series B	408,011	334	428
Mobile Posse, Inc. <sup>(13)</sup>	Software	Warrant	Preferred Series C	396,430	130	42
Neos, Inc. <sup>(13)</sup>	Software	Warrant	Common Stock	221,150	22	108
NewVoiceMedia Limited <sup>(4)(9)</sup>	Software	Warrant	Preferred Series E	225,586	33	52
Poplicus Incorporated <sup>(13)</sup>	Software	Warrant	Preferred Series C	2,595,230	—	96
Soasta, Inc. <sup>(13)</sup>	Software	Warrant	Preferred Series E	410,800	691	547
Sonian, Inc. <sup>(13)</sup>	Software	Warrant	Preferred Series C	185,949	106	22
Touchcommerce, Inc. <sup>(13)</sup>	Software	Warrant	Preferred Series E	2,282,968	446	442
Subtotal: Software (0.48%)*					5,035	3,502

Specialty Pharmaceuticals

Alimera Sciences, Inc. <sup>(3)</sup>	Specialty Pharmaceuticals	Warrant	Common Stock	285,016	729	118
QuatRx Pharmaceuticals Company	Specialty Pharmaceuticals	Warrant	Preferred Series E	155,324	307	—
Subtotal: Specialty Pharmaceuticals (0.02%)*					1,036	118

See notes to consolidated financial statements.

## HERCULES TECHNOLOGY GROWTH CAPITAL, INC.

## CONSOLIDATED SCHEDULE OF INVESTMENTS

September 30, 2015

(unaudited)

(dollars in thousands)

Portfolio Company	Sub-Industry	Investment (1)	Type of Series	Shares	Cost (2)	Value (3)
<b>Surgical Devices</b>						
Gynesonics, Inc. (13)	Surgical Devices	Warrant	Preferred Series C	180,480	\$75	\$13
	Surgical Devices	Warrant	Preferred Series D	1,575,965	320	206
Total: Gynesonics, Inc.				1,756,445	395	219
Transmedics, Inc.	Surgical Devices	Warrant	Preferred Series B	40,436	224	—
	Surgical Devices	Warrant	Preferred Series D	175,000	100	179
	Surgical Devices	Warrant	Preferred Series F	16,476	3	2
Total: Transmedics, Inc.				231,912	327	181
Subtotal: Surgical Devices (0.06%)*					722	400
Total: Warrant Investments (2.95%)*					42,641	21,321
Total Investments (159.34%)*					\$1,200,092	\$1,151,728

\* Value as a percent of net assets

- (1) Preferred and common stock, warrants, and equity interests are generally non-income producing.
- (2) Gross unrealized appreciation, gross unrealized depreciation, and net depreciation for federal income tax purposes totaled \$25.2 million, \$75.2 million and \$50.1 million respectively. The tax cost of investments is \$1.2 billion.
- (3) Except for warrants in 38 publicly traded companies and common stock in 16 publicly traded companies, all investments are restricted at September 30, 2015 and were valued at fair value as determined in good faith by the Board of Directors. No unrestricted securities of the same issuer are outstanding. The Company uses the Standard Industrial Code for classifying the industry grouping of its portfolio companies.
- (4) Non-U.S. company or the company's principal place of business is outside the United States.
- (5) Affiliate investment that is defined under the Investment Company Act of 1940 as companies in which HTGC owns at least 5% but not more than 25% of the voting securities of the company.
- (6) Control investment that is defined under the Investment Company Act of 1940 as companies in which HTGC owns at least 25% of the voting securities of the company or has greater than 50% representation on its board. There were no control investments at September 30, 2015.
- (7) Debt is on non-accrual status at September 30, 2015, and is therefore considered non-income producing.
- (8) Denotes that all or a portion of the debt investment is convertible debt.
- (9) Indicates assets that the Company deems not "qualifying assets" under section 55(a) of the Investment Company Act of 1940, as amended. Qualifying assets must represent at least 70% of the Company's total assets at the time of acquisition of any additional non-qualifying assets.
- (10) Denotes that all or a portion of the debt investment secures the notes offered in the Debt Securitization (as defined in Note 4).

- (11) Denotes that all or a portion of the debt investment principal includes accumulated PIK, or payment-in-kind, interest and is net of repayments.
- (12) Denotes that all or a portion of the debt investment includes an exit fee receivable.
- (13) Denotes that all or a portion of the investment in this portfolio company is held by HT II or HT III, the Company's wholly-owned SBIC subsidiaries.
- (14) The stated 'Maturity Date' for the Tectura assets reflects the last extension of the forbearance period on these loans. The borrower loans remain outstanding and management is continuing to work with the borrower to satisfy the obligations. The Company's investment team and Investment Committee continue to closely monitor developments at the borrower company.
- (15) Repayment of debt investment is delinquent of the contractual maturity date as of September 30, 2015.
- (16) The stated PIK interest rate may be reduced to 1.50% subject to achievement of a milestone by the portfolio company.
- (17) Subsequent to September 30, 2015, this company completed an initial public offering or was acquired. Note that the September 30, 2015 fair value does not reflect any potential impact of the conversion of our preferred shares to common shares associated with the offering or transaction, which may include stock splits or reverse splits.

See notes to consolidated financial statements.

HERCULES TECHNOLOGY GROWTH CAPITAL, INC.

CONSOLIDATED SCHEDULE OF INVESTMENTS

December 31, 2014

(dollars in thousands)

Portfolio		Type of	Principal				
Company	Sub-Industry	Investment <sup>(1)</sup>	Maturity Date	Interest Rate and Floor	Amount	Cost <sup>(2)</sup>	Value <sup>(3)</sup>
<b>Debt Investments</b>							
<b>Biotechnology Tools</b>							
<b>1-5 Years Maturity</b>							
Labcyte, Inc. <small>(10)(12)(13)</small>	Biotechnology Tools	Senior Secured	June 2016	Interest rate PRIME + 6.70%			
				or Floor rate of 9.95%	\$ 2,695	\$ 2,869	\$ 2,869
<b>Subtotal: 1-5 Years Maturity</b>							