

HERCULES TECHNOLOGY GROWTH CAPITAL INC
Form 10-Q
May 07, 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 March 31, 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 May 4, 2015, there were 72,584,695 shares outstanding of the Registrant's common stock, \$0.001 par value.

HERCULES TECHNOLOGY GROWTH CAPITAL, INC.

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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)

	March 31, 2015	December 31, 2014
Assets		
Investments:		
Non-control/Non-affiliate investments (cost of \$1,154,801 and \$1,019,799, respectively)	\$1,150,639	\$1,012,738
Affiliate investments (cost of \$16,007 and \$15,538, respectively)	10,782	7,999
Total investments, at value (cost of \$1,170,808 and \$1,035,337, respectively)	1,161,421	1,020,737
Cash and cash equivalents	171,756	227,116
Restricted cash	21,949	12,660
Interest receivable	9,102	9,453
Other assets	22,860	29,257
Total assets	\$1,387,088	\$1,299,223
Liabilities		
Accounts payable and accrued liabilities	\$9,320	\$14,101
Long-term Liabilities (Convertible Senior Notes)	17,375	17,345
2017 Asset-Backed Notes	4,203	16,049
2021 Asset-Backed Notes	129,300	129,300
2019 Notes	170,364	170,364
2024 Notes	103,000	103,000
Long-term SBA Debentures	190,200	190,200
Total liabilities	\$623,762	\$640,359
Net assets consist of:		
Common stock, par value	73	65
Capital in excess of par value	760,034	657,233
Unrealized depreciation on investments	(11,462)	(17,076)
Accumulated realized gains on investments	17,391	14,079
Undistributed net investment income (Distributions in excess of net investment income)	(2,710)	4,563
Total net assets	\$763,326	\$658,864
Total liabilities and net assets	\$1,387,088	\$1,299,223

Shares of common stock outstanding (\$0.001 par value, 100,000,000 authorized)	72,891	64,715
Net asset value per share	\$10.47	\$10.18

See notes to consolidated financial statements.

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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)	March 31, 2015	December 31, 2014
Assets		
Restricted Cash	\$21,949	\$12,660
Total investments, at value (cost of \$261,304 and \$296,314, respectively)	262,394	291,464
Total assets	\$284,343	\$304,124
Liabilities		
Asset-Backed Notes	\$133,503	\$145,349
Total liabilities	\$133,503	\$145,349

See notes to consolidated financial statements.

HERCULES TECHNOLOGY GROWTH CAPITAL, INC.

CONSOLIDATED STATEMENT OF OPERATIONS

(unaudited)

(in thousands, except per share data)

	For the Three Months Ended March 31,	
	2015	2014
Investment income:		
Interest income		
Non-Control/Non-Affiliate investments	\$ 30,459	\$ 29,382
Affiliate investments	100	1,464
Total interest income	30,559	30,846
Fees		
Non-Control/Non-Affiliate investments	1,934	4,913
Affiliate investments	1	11
Total fees	1,935	4,924
Total investment income	32,494	35,770
Operating expenses:		
Interest	7,854	7,148
Loan fees	1,513	2,076
General and administrative	3,618	2,461
Employee Compensation:		
Compensation and benefits	3,796	4,221
Stock-based compensation	2,719	1,560
Total employee compensation	6,515	5,781
Total operating expenses	19,500	17,466
Loss on debt extinguishment (Long-term Liabilities - Convertible Senior Notes)	(1)	—
Net investment income	12,993	18,304
Net realized gain on investments		
Non-Control/Non-Affiliate investments	3,312	4,872
Total net realized gain on investments	3,312	4,872
Net increase in unrealized appreciation (depreciation) on investments		
Non-Control/Non-Affiliate investments	3,301	(1,038)
Affiliate investments	2,313	47
Total net unrealized appreciation (depreciation) on investments	5,614	(991)
Total net realized and unrealized gain (loss)	8,926	3,881
Net increase in net assets resulting from operations	\$ 21,919	\$ 22,185
Net investment income before investment gains and losses per common share:		
Basic	\$ 0.20	\$ 0.30
Change in net assets per common share:		

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Basic	\$0.33	\$0.36
Diluted	\$0.33	\$0.35
Weighted average shares outstanding		
Basic	63,783	60,870
Diluted	64,163	62,695
Dividends declared per common share:		
Basic	\$0.31	\$0.31

See notes to consolidated financial statements.

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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	—	—	—	(991)	4,872	18,304	—	22,185
Issuance of common stock due to								
stock option exercises	62	—	727	—	—	—	—	727
Retired shares from net issuance	(48)	—	(748)	—	—	—	—	(748)
Retired shares for restricted stock								
vesting	(120)	—	(1,724)	—	—	—	—	(1,724)
Issuance of common stock as								
stock dividend	29	—	440	—	—	—	—	440
Dividends distributed	—	—	—	—	—	(19,165)	—	(19,165)
Stock-based compensation	—	—	1,580	—	—	—	—	1,580
Balance at March 31, 2014	61,760	\$62	\$ 656,869	\$ 2,607	\$ (10,368)	\$ 4,474	\$ (342)	\$ 653,302
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	—	—	—	5,614	3,312	12,993	—	21,919

resulting from operations								
Public offering, net of offering expenses	7,591	8	100,084	—	—	—	—	100,092
Issuance of common stock due to								
stock option exercises	34	—	406	—	—	—	—	406
Retired shares from net issuance	(27)	—	(401)	—	—	—	—	(401)
Issuance of common stock under								
restricted stock plan	580	—	—	—	—	—	—	—
Retired shares for restricted stock								
vesting	(42)	—	(591)	—	—	—	—	(591)
Issuance of common stock as								
stock dividend	40	—	562	—	—	—	—	562
Dividends distributed	—	—	—	—	—	(20,266)	—	(20,266)
Stock-based compensation	—	—	2,741	—	—	—	—	2,741
Balance at March 31, 2015	72,891	\$73	\$760,034	\$ (11,462)	\$ 17,391	\$ (2,368)	\$ (342)	\$763,326

See notes to consolidated financial statements.

HERCULES TECHNOLOGY GROWTH CAPITAL, INC.

CONSOLIDATED STATEMENT OF CASH FLOWS

(unaudited)

(dollars in thousands)

	For the Three Months Ended March 31,	
	2015	2014
Cash flows from operating activities:		
Net increase in net assets resulting from operations	\$21,919	\$22,185
Adjustments to reconcile net increase in net assets resulting from operations to net cash provided by (used in) operating activities:		
Purchase of investments	(209,387)	(113,887)
Principal and fee payments received on investments	75,368	135,008
Proceeds from the sale of investments	7,001	7,598
Net unrealized depreciation (appreciation) on investments	(5,614)	991
Net realized gain on investments	(3,312)	(4,872)
Accretion of paid-in-kind principal	(665)	(659)
Accretion of loan discounts	(1,356)	(3,378)
Accretion of loan discount on Convertible Senior Notes	62	271
Loss on debt extinguishment (Long-term Liabilities - Convertible Senior Notes)	1	—
Payment of loan discount on Convertible Senior Notes	(2)	—
Accretion of loan exit fees	(2,767)	(2,411)
Change in deferred loan origination revenue	1,540	(457)
Unearned fees related to unfunded commitments	527	(125)
Amortization of debt fees and issuance costs	1,288	1,913
Depreciation	58	54
Stock-based compensation and amortization of restricted stock grants	2,741	1,579
Change in operating assets and liabilities:		
Interest and fees receivable	351	786
Prepaid expenses and other assets	2,674	(3,401)
Accounts payable	(504)	(41)
Accrued liabilities	(3,978)	(5,307)
Net cash provided by (used in) operating activities	(114,055)	35,847
Cash flows from investing activities:		
Purchases of capital equipment	(42)	(4)
Reduction of (investment in) restricted cash	(9,289)	1,487
Net cash provided by (used in) investing activities	(9,331)	1,483
Cash flows from financing activities:		
Issuance of common stock, net	100,092	(135)
Issuance (retirement) of employee shares	(586)	(1,738)

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Dividends paid	(19,704)	(18,725)
Repayments of 2017 Asset-Backed Notes	(11,846)	(25,775)
Repayments of Long-Term SBA Debentures	—	(34,800)
Cash Paid for redemption of Convertible Senior Notes	(30)	—
Fees paid for credit facilities and debentures	100	13
Net cash provided by (used in) financing activities	68,026	(81,160)
Net decrease in cash and cash equivalents	(55,360)	(43,830)
Cash and cash equivalents at beginning of period	227,116	268,368
Cash and cash equivalents at end of period	\$171,756	\$224,538
Supplemental non-cash investing and financing activities:		
Dividends Reinvested	\$562	\$440
Paid-in-kind Principal	\$1,356	\$1,207

See notes to consolidated financial statements.

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HERCULES TECHNOLOGY GROWTH CAPITAL, INC.

CONSOLIDATED SCHEDULE OF INVESTMENTS

March 31, 2015

(unaudited)

(dollars in thousands)

Portfolio Company	Sub-Industry	Type of Investment ⁽¹⁾	Maturity Date	Interest Rate and Floor	Principal Amount	Cost ⁽²⁾	Value ⁽³⁾	
Debt Investment								
Communications & Networking								
1-5 Years Maturity								
OpenPeak, Inc. ⁽¹⁰⁾⁽¹²⁾	Communications & Networking	Senior Secured	April 2017	Interest rate PRIME + 8.75% or Floor rate of 12.00%	\$11,680	\$11,864	\$11,981	
KeyCross, Inc. ⁽¹²⁾⁽¹³⁾	Communications & Networking	Senior Secured	January 2018	Interest rate PRIME + 9.70% or Floor rate of 12.95%	\$22,000	21,551	17,775	
Subtotal: 1-5 Years Maturity						33,415	29,756	
Subtotal: Communications & Networking (3.90%)*						33,415	29,756	
Consumer & Business Products								
1-5 Years Maturity								
Antenna79 (p.k.a. Pong Research Corporation) ⁽¹¹⁾⁽¹²⁾⁽¹³⁾	Consumer & Business Products	Senior Secured	December 2017	Interest rate PRIME + 6.75% or Floor rate of 10.00%, PIK Interest 2.50%	\$4,869	4,798	4,944	
	Consumer & Business Products	Senior Secured	June 2016	Interest rate PRIME + 7.75% or Floor rate of 11.00%	\$183	183	182	
Total Antenna79 (p.k.a. Pong Research Corporation)						\$5,052	4,981	5,126
Fluc, Inc. ⁽⁸⁾	Consumer & Business Products	Convertible Senior Note	March 2017	Interest rate FIXED 4.00%	\$100	100	100	
IronPlanet, Inc. ⁽¹²⁾	Consumer & Business Products	Senior Secured	November 2017	Interest rate PRIME + 6.20% or Floor rate of 9.45%	\$37,500	36,911	36,911	
The Neat Company ⁽¹¹⁾⁽¹²⁾⁽¹³⁾	Consumer & Business	Senior Secured	September 2017	Interest rate PRIME + 7.75%	\$20,111	19,624	19,536	

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Products			or Floor rate of 11.00%, PIK Interest 1.00%				
Subtotal: 1-5 Years Maturity					61,616	61,673	
Subtotal: Consumer & Business Products (8.08%)*					61,616	61,673	
Drug Delivery							
1-5 Years Maturity							
AcelRx Pharmaceuticals, Inc. ⁽⁹⁾⁽¹⁰⁾⁽¹²⁾⁽¹³⁾	Drug Delivery	Senior Secured	October 2017	Interest rate PRIME + 3.85% or Floor rate of 9.10%	\$25,000	25,020	25,261
Agile Therapeutics, Inc. ⁽¹²⁾	Drug Delivery	Senior Secured	December 2018	Interest rate PRIME + 5.75% or Floor rate of 9.00%	\$16,500	15,904	15,904
ABIND Therapeutics, Inc. ⁽¹²⁾⁽¹³⁾	Drug Delivery	Senior Secured	July 2018	Interest rate PRIME + 5.10% or Floor rate of 8.35%	\$15,000	14,787	14,051
BioQuiddity Incorporated ⁽¹²⁾	Drug Delivery	Senior Secured	May 2018	Interest rate PRIME + 8.00% or Floor rate of 11.25%	\$7,500	7,490	7,490
Celator Pharmaceuticals, Inc. ⁽¹⁰⁾⁽¹²⁾	Drug Delivery	Senior Secured	June 2018	Interest rate PRIME + 6.50% or Floor rate of 9.75%	\$15,000	14,846	14,886
Celsion Corporation ⁽¹⁰⁾⁽¹²⁾	Drug Delivery	Senior Secured	June 2017	Interest rate PRIME + 8.00% or Floor rate of 11.25%	\$9,122	9,071	9,243
Dance Biopharm, Inc. ⁽¹²⁾⁽¹³⁾	Drug Delivery	Senior Secured	November 2017	Interest rate PRIME + 7.40% or Floor rate of 10.65%	\$3,616	3,610	3,614
Edge Therapeutics, Inc. ⁽¹²⁾	Drug Delivery	Senior Secured	March 2018	Interest rate PRIME + 5.95% or Floor rate of 10.45%	\$6,000	5,894	5,820
Egalet Corporation ⁽¹²⁾	Drug Delivery	Senior Secured	July 2018	Interest rate PRIME + 6.15% or Floor rate of 9.40%	\$15,000	14,764	14,764
Neos Therapeutics, Inc. ⁽¹²⁾⁽¹³⁾	Drug Delivery	Senior Secured	October 2017	Interest rate PRIME + 7.25% or Floor rate of 10.50%	\$10,000	9,847	9,947
Total Neos Therapeutics, Inc.			October 2017	Interest rate FIXED 9.00%	\$10,000	10,000	9,874
					\$20,000	19,847	19,821
Zosano Pharma, Inc. ⁽¹⁰⁾⁽¹²⁾	Drug Delivery	Senior Secured	June 2017	Interest rate PRIME + 6.80% or Floor rate of 12.05%	\$3,652	3,580	3,601
Subtotal: 1-5 Years Maturity					134,813	134,455	
Subtotal: Drug Delivery (17.61%)*					134,813	134,455	

See notes to consolidated financial statements.

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HERCULES TECHNOLOGY GROWTH CAPITAL, INC.

CONSOLIDATED SCHEDULE OF INVESTMENTS

March 31, 2015

(unaudited)

(dollars in thousands)

Portfolio Company	Sub-Industry	Type of Investment ⁽¹⁾	Maturity Date	Interest Rate and Floor	Principal Amount	Cost ⁽²⁾	Value
Under 1 Year Maturity							
Pharmaceuticals, ⁽¹⁰⁾⁽¹²⁾⁽¹³⁾	Drug Discovery & Development	Senior Secured	December 2015	Interest rate PRIME + 7.15% or Floor rate of 11.90%	\$8,854	\$8,854	\$8,854
ert Pharmaceuticals, Inc. ⁽¹⁰⁾	Drug Discovery & Development	Senior Secured	October 2015	Interest rate PRIME + 3.25% or Floor rate of 8.50%	\$5,086	5,070	5,070
ed, Incorporated ⁽¹⁰⁾⁽¹²⁾	Drug Discovery & Development	Senior Secured	January 2016	Interest rate PRIME + 4.75% or Floor rate of 9.25%	\$25,000	24,958	24,958
Total: Under 1 Year Maturity						38,882	38,882
1-5 Years Maturity							
IA Biologics, Inc. ⁽¹⁰⁾⁽¹¹⁾⁽¹²⁾	Drug Discovery & Development	Senior Secured	December 2017	Interest rate PRIME + 3.00% or Floor rate of 8.75%, PIK Interest 1.95%	\$15,225	15,011	15,225
Pharmaceuticals, ⁽¹⁰⁾⁽¹²⁾⁽¹³⁾	Drug Discovery & Development	Senior Secured	January 2018	Interest rate PRIME + 6.65% or Floor rate of 11.90%	\$10,000	9,846	9,911
don Corporation ⁽¹²⁾⁽¹³⁾	Drug Discovery & Development	Senior Secured	February 2018	Interest rate PRIME + 5.00% or Floor rate of 8.25%	\$10,000	10,106	10,106
pra, Inc. ⁽¹⁰⁾⁽¹²⁾	Drug Discovery & Development	Senior Secured	April 2018	Interest rate PRIME + 6.30% or Floor rate of 9.55%	\$18,000	18,035	18,225
cor Inc. ⁽¹²⁾	Drug Discovery & Development	Senior Secured	August 2017	Interest rate PRIME + 4.70% or Floor rate of 7.95%	\$7,500	7,411	7,380
ean Pharma Inc. ⁽¹²⁾	Drug Discovery & Development	Senior Secured	July 2018	Interest rate PRIME + 4.05% or Floor rate of 7.30%	\$15,000	14,718	14,718
eland BioLabs, Inc. ⁽¹²⁾⁽¹³⁾			January 2017	Interest rate LIBOR + 6.20%	\$1,702	1,956	1,911

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	Drug Discovery & Development	Senior Secured		or Floor rate of 10.45%			
BioPharma Corp. (p.k.a. Cell Therapeutics, Inc.) ⁽¹⁰⁾⁽¹²⁾	Drug Discovery & Development	Senior Secured	October 2016	Interest rate PRIME + 8.00%			
				or Floor rate of 11.25%	\$8,117	8,638	8,611
	Drug Discovery & Development	Senior Secured	October 2016	Interest rate PRIME + 6.75%			
				or Floor rate of 10.00%	\$4,030	4,110	4,095
	Drug Discovery & Development	Senior Secured	October 2016	Interest rate PRIME + 8.00%			
				or Floor rate of 11.25%	\$4,030	4,110	4,095
CTI BioPharma Corp. (p.k.a. Cell Therapeutics, Inc.) Vax Technologies ⁽⁹⁾⁽¹²⁾					\$16,177	16,858	16,858
	Drug Discovery & Development	Senior Secured	July 2018	Interest rate PRIME + 6.50%			
				or Floor rate of 9.75%	\$10,000	9,983	9,983
is Biopharmaceuticals, (2)	Drug Discovery & Development	Senior Secured	April 2018	Interest rate PRIME + 4.70%			
				or Floor rate of 7.95%	\$7,500	7,345	7,465
cea Biosciences, Inc. ⁽¹⁰⁾⁽¹²⁾	Drug Discovery & Development	Senior Secured	July 2018	Interest rate PRIME + 4.00%			
				or Floor rate of 7.25%	\$12,000	11,881	11,881
nta Therapeutics ⁽¹²⁾	Drug Discovery & Development	Senior Secured	June 2018	Interest rate PRIME + 5.00%			
				or Floor rate of 8.25%	\$20,000	19,429	19,429
netics, Inc. (p.k.a. Lithera, (2)(13)	Drug Discovery & Development	Senior Secured	January 2018	Interest rate PRIME + 5.75%			
				or Floor rate of 9.00%	\$10,000	9,806	9,826
imack Pharmaceuticals, (2)	Drug Discovery & Development	Senior Secured	November 2018	Interest rate PRIME + 7.30%			
				or Floor rate of 10.55%	\$40,000	40,515	40,515
alstem, Inc. ⁽¹²⁾⁽¹³⁾	Drug Discovery & Development	Senior Secured	April 2017	Interest rate PRIME + 6.75%			
				or Floor rate of 10.00%	\$9,489	9,389	9,389
ure B.V. ⁽⁴⁾⁽⁹⁾⁽¹⁰⁾⁽¹²⁾	Drug Discovery & Development	Senior Secured	June 2018	Interest rate PRIME + 5.00%			
				or Floor rate of 10.25%	\$20,000	19,878	20,278
IA Corporation ⁽⁹⁾⁽¹²⁾⁽¹³⁾	Drug Discovery & Development	Senior Secured	September 2018	Interest rate PRIME + 6.15%			
				or Floor rate of 9.40%	\$20,000	19,536	19,536
Total: 1-5 Years Maturity						241,703	242,111
Total: Drug Discovery & Development							
(7%)*						280,585	281,000
Electronics & Computer Hardware							
1-5 Years Maturity							
is Technologies, Inc. ⁽⁷⁾⁽¹¹⁾	Electronics & Computer Hardware	Senior Secured	October 2016	Interest rate LIBOR + 8.75%	\$267	180	—
				or Floor rate of 12.00%,			

PIK Interest 4.00%

Total: 1-5 Years Maturity	180	—
Total: Electronics & Computer Hardware (%)*	180	—

See notes to consolidated financial statements.

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HERCULES TECHNOLOGY GROWTH CAPITAL, INC.

CONSOLIDATED SCHEDULE OF INVESTMENTS

March 31, 2015

(unaudited)

(dollars in thousands)

Portfolio Company	Sub-Industry	Type of Investment ⁽¹⁾	Maturity Date	Interest Rate and Floor	Principal Amount	Cost ⁽²⁾	Value ⁽³⁾
Energy Technology							
Under 1 Year Maturity							
Fluidic, Inc. ⁽¹⁰⁾⁽¹²⁾	Energy Technology	Senior Secured	March 2016	Interest rate PRIME + 8.00%			
				or Floor rate of 11.25%	\$2,981	\$3,081	\$3,081
Stion Corporation ⁽⁵⁾⁽¹²⁾	Energy Technology	Senior Secured	March 2016	Interest rate PRIME + 8.75%			
				or Floor rate of 12.00%	\$3,462	3,462	1,600
TAS Energy, Inc. ⁽¹⁰⁾⁽¹²⁾	Energy Technology	Senior Secured	December 2015	Interest rate PRIME + 7.75%			
				or Floor rate of 11.00%	\$6,149	6,242	6,242
Subtotal: Under 1 Year Maturity						12,785	10,923
1-5 Years Maturity							
Agrivida, Inc. ⁽¹²⁾⁽¹³⁾	Energy Technology	Senior Secured	December 2016	Interest rate PRIME + 6.75%			
				or Floor rate of 10.00%	\$4,921	5,016	4,969
American Superconductor Corporation ⁽¹⁰⁾⁽¹²⁾	Energy Technology	Senior Secured	November 2016	Interest rate PRIME + 7.25%			
				or Floor rate of 11.00%	\$6,667	6,964	6,843
	Energy Technology	Senior Secured	March 2017	Interest rate PRIME + 7.75%			
				or Floor rate of 11.00%	\$1,500	1,460	1,446
Total American Superconductor Corporation					\$8,167	8,424	8,289
Amyris, Inc. ⁽⁹⁾⁽¹²⁾	Energy Technology	Senior Secured	February 2017	Interest rate PRIME + 6.25%			
				or Floor rate of 9.50%	\$25,000	25,000	25,458
	Energy Technology	Senior Secured	February 2017	Interest rate PRIME + 5.25%			
				or Floor rate of 8.50%	\$5,000	5,000	5,092
Total Amyris, Inc.					\$30,000	30,000	30,550
Modumetal, Inc. ⁽¹²⁾	Energy Technology	Senior Secured	March 2017	Interest rate PRIME + 10.45%			
				or Floor rate of 13.70%	\$2,708	2,760	2,744

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Polyera Corporation ⁽¹²⁾⁽¹³⁾	Energy Technology	Senior Secured	June 2016	Interest rate PRIME + 6.75%			
				or Floor rate of 10.00%	\$3,080	3,272	3,258
	Energy Technology	Senior Secured	April 2018	Interest rate PRIME + 6.70%			
				or Floor rate of 9.95%	\$3,000	2,904	2,904
Total Polyera Corporation					\$6,080	6,176	6,162
Sungevity Development, LLC	Energy Technology	Senior Secured	October 2017	Interest rate PRIME + 3.70%			
				or Floor rate 6.95%	\$25,000	23,963	23,963
	Energy Technology	Senior Secured	April 2016	Interest rate PRIME + 3.70%			
				or Floor rate 6.95%	\$16,017	16,017	16,017
Total Sungevity Development, LLC					\$41,017	39,980	39,980
Subtotal: 1-5 Years Maturity						92,356	92,694
Subtotal: Energy Technology (13.57%)*						105,141	103,617
Healthcare Services, Other							
1-5 Years Maturity							
Chromadex Corporation ⁽¹²⁾⁽¹³⁾	Healthcare Services, Other	Senior Secured	April 2018	Interest rate PRIME + 6.10%			
				or Floor rate of 9.35%	\$2,500	2,427	2,446
InstaMed Communications, LLC ⁽¹²⁾⁽¹³⁾	Healthcare Services, Other	Senior Secured	March 2018	Interest rate PRIME + 6.75%			
				or Floor rate of 10.00%	\$5,000	5,061	5,011
Subtotal: 1-5 Years Maturity						7,488	7,457
Subtotal: Healthcare Services, Other (0.98%)*						7,488	7,457
Information Services							
Under 1 Year Maturity							
Eccentex Corporation ⁽¹⁰⁾⁽¹²⁾	Information Services	Senior Secured	May 2015	Interest rate PRIME + 7.00%			
				or Floor rate of 10.25%	\$84	99	99
Subtotal: Under 1 Year Maturity						99	99
1-5 Years Maturity							
INMOBI Inc. ⁽⁴⁾⁽⁹⁾⁽¹¹⁾⁽¹²⁾	Information Services	Senior Secured	December 2016	Interest rate PRIME + 7.00%			
				or Floor rate of 10.25%	\$14,612	14,612	14,612
	Information Services	Senior Secured	December 2017	Interest rate PRIME + 5.75%			
				or Floor rate of 9.00%, PIK Interest 2.50%	\$15,107	15,003	15,003
Total INMOBI Inc.					\$29,719	29,615	29,615
InXpo, Inc. ⁽¹²⁾⁽¹³⁾	Information Services	Senior Secured	October 2016	Interest rate PRIME + 7.75%	\$1,800	1,828	1,819

or Floor rate of 10.75%

Subtotal: 1-5 Years Maturity	31,443	31,434
Subtotal: Information Services (4.13%)*	31,542	31,533

See notes to consolidated financial statements.

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HERCULES TECHNOLOGY GROWTH CAPITAL, INC.

CONSOLIDATED SCHEDULE OF INVESTMENTS

March 31, 2015

(unaudited)

(dollars in thousands)

Portfolio Company	Sub-Industry	Type of Investment ⁽¹⁾	Maturity Date	Interest Rate and Floor	Principal Amount	Cost ⁽²⁾	Value ⁽³⁾
Internet Consumer & Business Services							
Under 1 Year Maturity							
Education Dynamics, LLC ⁽¹¹⁾⁽¹³⁾	Internet Consumer & Business Services	Senior Secured	March 2016	Interest rate LIBOR + 12.50% or Floor rate of 12.50%, PIK Interest 1.50%	\$20,642	\$20,629	\$20,629
Wazelle, Inc. ⁽¹¹⁾⁽¹³⁾	Internet Consumer & Business Services	Senior Secured	December 2015	Interest rate PRIME + 6.50% or Floor rate of 9.75%	\$407	407	407
NetPlenish ⁽⁷⁾⁽⁸⁾⁽¹³⁾	Internet Consumer & Business Services	Convertible Senior Note	April 2015	Interest rate FIXED 10.00%	\$65	65	—
	Internet Consumer & Business Services	Senior Secured	September 2015	Interest rate FIXED 10.00%	\$381	373	—
Total NetPlenish					\$446	438	—
Tectura Corporation ⁽⁷⁾⁽¹¹⁾⁽¹⁴⁾	Internet Consumer & Business Services	Senior Secured	May 2014	Interest rate LIBOR + 10.00% or Floor rate of 13.00%	\$563	563	144
	Internet Consumer & Business Services	Senior Secured	May 2014	Interest rate LIBOR + 10.00% or Floor rate of 13.00%	\$5,000	5,000	1,276
	Internet Consumer & Business Services	Senior Secured	May 2014	Interest rate LIBOR + 10.00% or Floor rate of 13.00%	\$6,468	6,468	1,652
	Internet Consumer & Business Services	Senior Secured	May 2014	Interest rate LIBOR + 8.00% or Floor rate of 11.00%, PIK Interest 1.00%	\$9,070	9,070	2,317
Total Tectura Corporation					\$21,101	21,101	5,389
Subtotal: Under 1 Year Maturity						42,575	26,425
1-5 Years Maturity							

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azelle, Inc. ⁽¹¹⁾⁽¹³⁾	Internet Consumer & Business Services	Senior Secured	July 2017	Interest rate PRIME + 7.00% or Floor rate of 10.25%, PIK Interest 2.50%	\$13,797	13,551	13,643	
ust Fabulous, Inc. ⁽¹⁰⁾⁽¹²⁾	Internet Consumer & Business Services	Senior Secured	February 2017	Interest rate PRIME + 8.25% or Floor rate of 11.50%	\$15,000	14,638	14,938	
ightspeed POS, Inc. ⁽⁴⁾⁽⁹⁾⁽¹⁰⁾	Internet Consumer & Business Services	Senior Secured	May 2018	Interest rate PRIME + 3.25% or Floor rate of 6.50%	\$2,000	1,987	2,000	
Reply! Inc. ⁽⁷⁾⁽¹¹⁾⁽¹²⁾	Internet Consumer & Business Services	Senior Secured	March 2019	Interest rate PRIME + 4.25% or Floor rate of 7.50%	\$6,321	5,952	3,212	
	Internet Consumer & Business Services	Senior Secured	March 2019	PIK Interest 2.00%	\$6,321	6,321	3,411	
total Reply! Inc.					\$12,642	12,273	6,623	
apjoy, Inc. ⁽¹²⁾	Internet Consumer & Business Services	Senior Secured	July 2018	Interest rate PRIME + 6.50% or Floor rate of 9.75%	\$20,000	19,496	19,415	
aveMarket, Inc. ⁽¹²⁾	Internet Consumer & Business Services	Senior Secured	March 2017	Interest rate PRIME + 6.50% or Floor rate of 9.75%	\$268	271	277	
Subtotal: 1-5 Years Maturity						62,216	56,896	
Subtotal: Internet Consumer & Business Services (10.92%)*						104,791	83,321	
Media/Content/Info								
Under 1 Year Maturity								
oom Media Group, Inc. ⁽¹⁰⁾⁽¹¹⁾	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%	\$2,024	1,998	1,998	
Total Zoom Media Group, Inc.						\$7,084	7,058	7,058
Subtotal: Under 1 Year Maturity						7,058	7,058	
1-5 Years Maturity								
hapsody International, Inc. ⁽¹⁰⁾⁽¹¹⁾⁽¹³⁾	Media/Content/Info	Senior Secured	April 2018	Interest rate PRIME + 5.25% or Floor rate of 9.00%, PIK interest of 1.50%	\$20,281	19,882	19,699	
Subtotal: 1-5 Years Maturity						19,882	19,699	
Subtotal: Media/Content/Info (3.51%)*						26,940	26,757	

See notes to consolidated financial statements.

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HERCULES TECHNOLOGY GROWTH CAPITAL, INC.

CONSOLIDATED SCHEDULE OF INVESTMENTS

March 31, 2015

(unaudited)

(dollars in thousands)

Portfolio Company	Sub-Industry	Type of Investment ⁽¹⁾	Maturity Date	Interest Rate and Floor	Principal Amount	Cost ⁽²⁾	Value ⁽³⁾
Medical Devices & Equipment							
Under 1 Year Maturity							
Home Dialysis Plus, Inc. ⁽¹⁰⁾⁽¹²⁾	Medical Devices & Equipment	Senior Secured	September 2015	Interest rate FIXED 8.00%	\$500	\$500	\$500
Medrobotics Corporation ⁽¹²⁾⁽¹³⁾	Medical Devices & Equipment	Senior Secured	March 2016	Interest rate PRIME + 7.85% or Floor rate of 11.10%	\$2,175	2,287	2,287
Subtotal: Under 1 Year Maturity						2,787	2,787
1-5 Years Maturity							
Amedica Corporation ⁽⁸⁾⁽¹²⁾⁽¹³⁾	Medical Devices & Equipment	Senior Secured	January 2018	Interest rate PRIME + 7.70% or Floor rate of 10.95%	\$20,000	19,912	20,153
Aspire Bariatrics, Inc. ⁽¹²⁾⁽¹³⁾	Medical Devices & Equipment	Senior Secured	April 2018	Interest rate PRIME + 6.00% or Floor rate of 9.25%	\$4,000	3,590	3,590
Avedro, Inc. ⁽¹²⁾⁽¹³⁾	Medical Devices & Equipment	Senior Secured	June 2018	Interest rate PRIME + 6.00% or Floor rate of 9.25%	\$12,500	12,096	11,998
Flowonix Medical Incorporated ⁽¹²⁾	Medical Devices & Equipment	Senior Secured	May 2018	Interest rate PRIME + 5.25% or Floor rate of 10.00%	\$15,000	14,768	14,768
Gamma Medica, Inc. ⁽¹⁰⁾⁽¹²⁾	Medical Devices & Equipment	Senior Secured	January 2018	Interest rate PRIME + 6.50% or Floor rate of 9.75%	\$4,000	3,907	3,885
Home Dialysis Plus, Inc. ⁽¹⁰⁾⁽¹²⁾	Medical Devices & Equipment	Senior Secured	October 2017	Interest rate PRIME + 6.35% or Floor rate of 9.60%	\$15,000	14,829	14,693
InspireMD, Inc. ⁽⁴⁾⁽⁹⁾⁽¹²⁾	Medical Devices & Equipment	Senior Secured	February 2017	Interest rate PRIME + 7.25% or Floor rate of 10.50%	\$7,901	8,065	8,029
nContact Surgical, Inc. ⁽¹²⁾⁽¹³⁾	Medical Devices & Equipment	Senior Secured	November 2018	Interest rate PRIME + 9.25% or Floor rate of 9.25%	\$10,000	9,783	9,783

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Quanterix Corporation ⁽¹⁰⁾⁽¹²⁾	Medical Devices & Equipment	Senior Secured	February 2018	Interest rate PRIME + 2.75% or Floor rate of 8.00%	\$ 10,000	9,829	9,873
SonaCare Medical, LLC (p.k.a. US HIFU, LLC) ⁽¹⁰⁾⁽¹²⁾	Medical Devices & Equipment	Senior Secured	April 2016	Interest rate PRIME + 7.75% or Floor rate of 11.00%	\$ 875	1,231	1,171
SynergEyes, Inc. ⁽¹²⁾⁽¹³⁾	Medical Devices & Equipment	Senior Secured	January 2018	Interest rate PRIME + 7.75% or Floor rate of 11.00%	\$ 5,000	5,087	5,056
ViewRay, Inc. ⁽¹¹⁾⁽¹³⁾	Medical Devices & Equipment	Senior Secured	June 2017	Interest rate PRIME + 7.00% or Floor rate of 10.25%, PIK Interest 1.50%	\$ 13,949	13,701	13,790
Subtotal: 1-5 Years Maturity						116,798	116,789
Subtotal: Medical Devices & Equipment (15.67%)*						119,585	119,576
Semiconductors							
1-5 Years Maturity							
Avnera Corporation ⁽¹⁰⁾⁽¹²⁾	Semiconductors	Senior Secured	April 2017	Interest rate PRIME + 5.75% or Floor rate of 9.00%	\$ 5,000	5,004	5,016
Subtotal: 1-5 Years Maturity						5,004	5,016
Subtotal: Semiconductors (0.66%)*						5,004	5,016

See notes to consolidated financial statements.

HERCULES TECHNOLOGY GROWTH CAPITAL, INC.

CONSOLIDATED SCHEDULE OF INVESTMENTS

March 31, 2015

(unaudited)

(dollars in thousands)

Portfolio Company	Sub-Industry	Type of Investment ⁽¹⁾	Maturity Date	Interest Rate and Floor	Principal Amount	Cost ⁽²⁾	Value
Total: Under 1 Year Maturity							
Cloud Corporation ⁽¹²⁾⁽¹³⁾	Software	Senior Secured	July 2015	Interest rate PRIME + 1.40%	\$3,000	\$3,000	\$3,000
				or Floor rate of 4.65%			
ox, Inc. ⁽¹²⁾⁽¹³⁾	Software	Senior Secured	July 2015	Interest rate PRIME + 6.75%	\$2,000	2,000	2,000
				or Floor rate of 10.00%			
	Software	Senior Secured	August 2015	Interest rate PRIME + 8.75%	\$3,000	2,991	2,991
				or Floor rate of 12.00%			
Clickfox, Inc.					\$5,000	4,991	4,991
e Posse, Inc. ⁽¹²⁾⁽¹³⁾	Software	Senior Secured	June 2015	Interest rate PRIME + 2.00%	\$1,000	1,000	1,000
				or Floor rate of 5.25%			
Total: 1 to 2 Years Maturity							
Cloud Corporation ⁽¹²⁾⁽¹³⁾	Software	Senior Secured	December 2017	Interest rate PRIME + 3.25%	\$208	208	208
				or Floor rate of 6.50%			
	Software	Senior Secured	July 2017	Interest rate PRIME + 5.50%	\$10,000	9,885	9,885
				or Floor rate of 8.75%			
	Software	Senior Secured	January 2018	Interest rate PRIME + 1.70%	\$3,000	2,950	2,950
				or Floor rate of 4.95%			
CareCloud Corporation					\$13,208	13,043	12,991
ox, Inc. ⁽¹²⁾⁽¹³⁾	Software	Senior Secured	March 2018	Interest rate PRIME + 8.25%	\$6,000	5,889	5,889
				or Floor rate of 11.50%			
, Inc. ⁽¹²⁾	Software	Senior Secured	March 2018	Interest rate PRIME + 4.60%	\$9,000	8,894	8,894
				or Floor rate of 7.85%			
Start Games, Inc.	Software	Senior Secured	October 2016	Interest rate PRIME + 8.25%	\$1,356	1,353	1,353

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Knowledge Adventure, Inc.) (13)				or Floor rate of 11.50%, PIK Interest 6.50%			
	Software	Senior Secured	March 2018	Interest rate PRIME + 8.25%			
				or Floor rate of 11.50%, PIK Interest 6.50%	\$11,255	11,330	11,330
JumpStart Games, Inc. Knowledge Adventure, Inc.) ge Systems, Inc.(13)	Software	Senior Secured	February 2017	Interest rate PRIME + 2.75%	\$12,611	12,683	12,683
				or Floor rate of 6.00%	\$1,118	1,118	1,118
	Software	Senior Secured	February 2019	Interest rate PRIME + 7.25%			
				or Floor rate of 10.50%	\$17,500	16,996	16,996
Message Systems, Inc. e Posse, Inc.(12)(13)	Software	Senior Secured	December 2016	Interest rate PRIME + 7.50%	\$18,618	18,114	18,114
				or Floor rate of 10.75%	\$2,615	2,632	2,632
Geosolutions, Inc.(12)(13)	Software	Senior Secured	May 2016	Interest rate PRIME + 5.75%			
				or Floor rate of 10.50%	\$1,947	2,084	2,084
us, Inc.(12)(13)	Software	Senior Secured	June 2017	Interest rate PRIME + 5.25%			
				or Floor rate of 8.50%	\$1,500	1,514	1,514
, Inc.(12)(13)	Software	Senior Secured	February 2018	Interest rate PRIME + 2.25%			
				or Floor rate of 5.50%	\$3,500	3,372	3,372
	Software	Senior Secured	February 2018	Interest rate PRIME + 4.75%			
				or Floor rate of 8.00%	\$15,000	14,446	14,446
Soasta, Inc. a, Inc.(12)(13)	Software	Senior Secured	July 2017	Interest rate PRIME + 7.00%	\$18,500	17,818	17,818
				or Floor rate of 10.25%	\$5,029	5,006	5,006
View Systems, Inc.(11)(12)	Software	Senior Secured	December 2017	Interest rate PRIME + 6.00%			
				or Floor rate of 9.25%, PIK Interest 3.00%	\$10,074	9,861	9,861
commerce, Inc.(12)(13)	Software	Senior Secured	August 2016	Interest rate PRIME + 2.25%			
				or Floor Rate of 6.50%	\$4,811	4,811	4,811
	Software	Senior Secured	February 2018	Interest rate PRIME + 6.00%			
				or Floor Rate of 10.25%	\$7,000	6,723	6,723
Touchcommerce, Inc.					\$11,811	11,534	11,534
Total: 1-5 Years Maturity						109,072	109,072
Total: Software (15.44%)*						118,063	118,063

See notes to consolidated financial statements.

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HERCULES TECHNOLOGY GROWTH CAPITAL, INC.

CONSOLIDATED SCHEDULE OF INVESTMENTS

March 31, 2015

(unaudited)

(dollars in thousands)

Portfolio Company	Sub-Industry	Type of Investment ⁽¹⁾	Maturity Date	Interest Rate and Floor	Principal Amount	Cost ⁽²⁾	Value ⁽³⁾
Specialty Pharmaceuticals							
Under 1 Year Maturity							
Stranford Pharmaceuticals, LC ⁽¹⁰⁾⁽¹¹⁾⁽¹²⁾⁽¹³⁾	Specialty Pharmaceuticals	Senior Secured	August 2015	Interest rate LIBOR + 8.25% or Floor rate of 9.50%	\$2,000	\$2,000	\$2,000
Subtotal: Under 1 Year Maturity						2,000	2,000
1-5 Years Maturity							
Alimera Sciences, Inc. ⁽¹⁰⁾	Specialty Pharmaceuticals	Senior Secured	May 2018	Interest rate PRIME + 7.65% or Floor rate of 10.90%	\$35,000	34,225	33,856
Stranford Pharmaceuticals, LC ⁽¹⁰⁾⁽¹¹⁾⁽¹²⁾⁽¹³⁾	Specialty Pharmaceuticals	Senior Secured	February 2017	Interest rate LIBOR + 9.55% or Floor rate of 10.80%, PIK Interest 1.35%	\$14,101	14,125	14,206
Subtotal: 1-5 Years Maturity						48,350	48,062
Subtotal: Specialty Pharmaceuticals (5.56%)*						50,350	50,062
Surgical Devices							
Under 1 Year Maturity							
Transmedics, Inc. ⁽¹⁰⁾⁽¹²⁾	Surgical Devices	Senior Secured	November 2015	Interest rate FIXED 12.95%	\$5,519	5,473	5,473
Subtotal: Under 1 Year Maturity						5,473	5,473
Subtotal: Surgical Devices (0.72%)*						5,473	5,473
Total Debt Investments (138.61%)*						1,084,986	1,058,032

See notes to consolidated financial statements.

HERCULES TECHNOLOGY GROWTH CAPITAL, INC.

CONSOLIDATED SCHEDULE OF INVESTMENTS

March 31, 2015

(unaudited)

(dollars in thousands)

Portfolio Company	Sub-Industry	Type of Investment ⁽¹⁾	Series	Shares	Cost ⁽²⁾	Value ⁽³⁾
Equity Investments						
Biotechnology Tools						
NuGEN Technologies, Inc. ⁽¹³⁾	Biotechnology Tools	Equity	Preferred Series C	189,394	\$500	\$535
Subtotal: Biotechnology Tools (0.07%)*					500	535
Communications & Networking						
GlowPoint, Inc. ⁽³⁾	Communications & Networking	Equity	Common Stock	114,192	102	104
Peerless Network, Inc.	Communications & Networking	Equity	Preferred Series A	1,000,000	1,000	6,247
Subtotal: Communications & Networking (0.83%)*					1,102	6,351
Consumer & Business Products						
Market Force Information, Inc.	Consumer & Business Products	Equity	Preferred Series B-1	187,970	500	3
	Consumer & Business Products	Equity	Common Stock	480,261	—	237
Total Market Force Information, Inc.				668,231	500	240
Subtotal: Consumer & Business Products (0.03%)*					500	240
Diagnostic						
Singulex, Inc.	Diagnostic	Equity	Common Stock	937,998	750	643
Subtotal: Diagnostic (0.08%)*					750	643
Drug Delivery						
AcelRx Pharmaceuticals, Inc. ⁽³⁾⁽⁹⁾⁽¹³⁾	Drug Delivery	Equity	Common Stock	54,240	108	209
	Drug Delivery	Equity		20,000	9	—

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Merrion Pharmaceuticals, Plc (3)(4)(9)			Common Stock			
Neos Therapeutics, Inc.	Drug Delivery	Equity	Preferred Series C	300,000	1,500	1,856
Subtotal: Drug Delivery (0.27%)*					1,617	2,065

Drug Discovery & Development

Aveo Pharmaceuticals, Inc. (3)(9)(13)	Drug Discovery & Development	Equity	Common Stock	167,864	842	243
Cerecor Inc.	Drug Discovery & Development	Equity	Preferred Series B	3,334,445	1,000	762
Cerulean Pharma Inc. (3)	Drug Discovery & Development	Equity	Common Stock	135,501	1,000	1,222
Dicerna Pharmaceuticals, Inc. (3) (13)	Drug Discovery & Development	Equity	Common Stock	142,858	1,000	3,433
Epirus Biopharmaceuticals, Inc. (3)	Drug Discovery & Development	Equity	Common Stock	200,000	1,000	1,790
Genocea Biosciences, Inc. (3)	Drug Discovery & Development	Equity	Common Stock	223,463	2,000	2,650
Inotek Pharmaceuticals Corporation (3)	Drug Discovery & Development	Equity	Common Stock	3,778	1,500	20
Insmed, Incorporated (3)	Drug Discovery & Development	Equity	Common Stock	70,771	1,000	1,322
Paratek Pharmaceutcals, Inc. (p.k.a. Transcept Pharmaceuticals, Inc.) (3)	Drug Discovery & Development	Equity	Common Stock	31,580	1,744	977
Subtotal: Drug Discovery & Development (1.63%)*					11,086	12,419

Electronics & Computer Hardware

Identiv, Inc. (3)	Electronics & Computer Hardware	Equity	Common Stock	6,700	34	57
Subtotal: Electronics & Computer Hardware (0.01%)*					34	57

Energy Technology

Glori Energy, Inc. (3)	Energy Technology	Equity	Common Stock	18,208	165	39
SCIEnergy, Inc.	Energy Technology	Equity	Preferred Series 1	385,000	761	24
Subtotal: Energy Technology (0.01%)*					926	63

Information Services

Good Technology Corporation (p.k.a. Visto Corporation) (13)	Information Services	Equity	Common Stock	500,000	603	646
Subtotal: Information Services (0.08%)*					603	646

Internet Consumer & Business Services

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Blurb, Inc. ⁽¹³⁾	Internet Consumer & Business Services	Equity	Preferred Series B	220,653	175	279
Lightspeed POS, Inc. ⁽⁴⁾⁽⁹⁾	Internet Consumer & Business Services	Equity	Preferred Series C	23,003	250	274
Oportun (p.k.a. Progress Financial)	Internet Consumer & Business Services	Equity	Preferred Series G	218,351	250	402
	Internet Consumer & Business Services	Equity	Preferred Series H	87,802	250	252
Total Oportun (p.k.a. Progress Financial)				306,153	500	654
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	176
Subtotal: Internet Consumer & Business Services (0.19%)*					1,183	1,413

See notes to consolidated financial statements.

HERCULES TECHNOLOGY GROWTH CAPITAL, INC.

CONSOLIDATED SCHEDULE OF INVESTMENTS

March 31, 2015

(unaudited)

(dollars in thousands)

Portfolio Company	Sub-Industry	Type of Investment ⁽¹⁾	Series	Shares	Cost ⁽²⁾	Value ⁽³⁾
Medical Devices & Equipment						
Flowonix Medical Incorporated	Medical Devices & Equipment	Equity	Preferred Series E	221,893	\$1,500	\$1,794
Gelesis, Inc. ⁽⁵⁾⁽¹³⁾	Medical Devices & Equipment	Equity	Preferred Series A-1	674,208	425	785
	Medical Devices & Equipment	Equity	Preferred Series A-2	675,676	500	737
	Medical Devices & Equipment	Equity	Common Stock	698,862	—	714
Total Gelesis, Inc.				2,048,746	925	2,236
Medrobotics Corporation ⁽¹³⁾	Medical Devices & Equipment	Equity	Preferred Series E	136,798	250	162
	Medical Devices & Equipment	Equity	Preferred Series F	73,971	155	173
Total Medrobotics Corporation				210,769	405	335
Novasys Medical, Inc.	Medical Devices & Equipment	Equity	Preferred Series D-1	4,118,444	1,000	—
Optiscan Biomedical, Corp. ⁽⁵⁾⁽¹³⁾	Medical Devices & Equipment	Equity	Preferred Series B	6,185,567	3,000	539
	Medical Devices & Equipment	Equity	Preferred Series C	1,927,309	655	162
	Medical Devices & Equipment	Equity	Preferred Series D	55,103,923	5,257	5,789
Total Optiscan Biomedical, Corp.				63,216,799	8,912	6,490
Oraya Therapeutics, Inc.	Medical Devices & Equipment	Equity	Preferred Series 1	1,086,969	500	429
Subtotal: Medical Devices & Equipment (1.48%)*					13,242	11,284
Software						
Atrenta, Inc.	Software	Equity	Preferred Series C	1,196,845	986	2,045
Atrenta, Inc.	Software	Equity	Preferred Series D	635,513	508	1,231

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Total Atrenta, Inc.				1,832,358	1,494	3,276
Box, Inc. ⁽³⁾ ⁽¹³⁾	Software	Equity	Common Stock	1,464,747	5,818	28,930
CapLinked, Inc.	Software	Equity	Preferred Series A-3	53,614	51	81
ForeScout Technologies, Inc.	Software	Equity	Preferred Series D	319,099	398	564
	Software	Equity	Preferred Series E	80,587	131	146
Total ForeScout Technologies, Inc.				399,686	529	710
HighRoads, Inc.	Software	Equity	Preferred Series B	190,170	307	343
WildTangent, Inc. ⁽¹³⁾	Software	Equity	Preferred Series 3	100,000	402	237
Subtotal: Software (4.40%)*					8,601	33,577
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. ⁽¹³⁾	Surgical Devices	Equity	Preferred Series B	219,298	250	104
	Surgical Devices	Equity	Preferred Series C	656,538	282	199
	Surgical Devices	Equity	Preferred Series D	1,991,157	712	1,090
Total Gynesonics, Inc.				2,866,993	1,244	1,393
Transmedics, Inc.	Surgical Devices	Equity	Preferred Series B	88,961	1,100	402
	Surgical Devices	Equity	Preferred Series C	119,999	300	234
	Surgical Devices	Equity	Preferred Series D	260,000	650	1,129
Total Transmedics, Inc.				468,960	2,050	1,765
Subtotal: Surgical Devices (0.41%)*					3,294	3,158
Total: Equity Investments (9.49%)*					44,188	72,451

See notes to consolidated financial statements.

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HERCULES TECHNOLOGY GROWTH CAPITAL, INC.

CONSOLIDATED SCHEDULE OF INVESTMENTS

March 31, 2015

(unaudited)

(dollars in thousands)

Portfolio Company	Sub-Industry	Type of Investment ⁽¹⁾	Series	Shares	Cost ⁽²⁾	Value ⁽³⁾
Warrant Investments						
Biotechnology Tools						
Labcyte, Inc. ⁽¹³⁾	Biotechnology Tools	Warrant	Preferred Series C	1,127,624	\$ 323	\$ 425
Subtotal: Biotechnology Tools (0.06%)*					323	425
Communications & Networking						
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	68
Peerless Network, Inc.	Communications & Networking	Warrant	Preferred Series A	135,000	95	717
Ping Identity Corporation	Communications & Networking	Warrant	Preferred Series B	1,136,277	52	212
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	258
Subtotal: Communications & Networking (0.16%)*					1,271	1,255
Consumer & Business Products						
Antenna79 (p.k.a. Pong Research Corporation) ⁽¹³⁾	Consumer & Business Products	Warrant	Preferred Series A	1,662,441	228	36
Intelligent Beauty, Inc. ⁽¹³⁾	Consumer & Business Products	Warrant	Preferred Series B	190,234	230	284
IronPlanet, Inc.	Consumer & Business Products	Warrant	Preferred Series D	1,155,821	1,076	1,140
Market Force Information, Inc.	Consumer & Business Products	Warrant	Preferred Series A-1	150,212	24	8

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The Neat Company ⁽¹³⁾	Consumer & Business Products	Warrant	Preferred Series C-1	540,540	366	356
Subtotal: Consumer & Business Products (0.24%)*					1,924	1,824
Diagnostic						
Navidea Biopharmaceuticals, Inc. (p.k.a. Neoprobe) ⁽³⁾⁽¹³⁾	Diagnostic	Warrant	Common Stock	333,333	244	28
Subtotal: Diagnostic (0.00%)*					244	28
Drug Delivery						
AcelRx Pharmaceuticals, Inc. ⁽³⁾⁽⁹⁾⁽¹³⁾	Drug Delivery	Warrant	Common Stock	176,730	786	209
Agile Therapeutics, Inc ⁽³⁾	Drug Delivery	Warrant	Common Stock	180,274	730	686
Alexza Pharmaceuticals, Inc. ⁽³⁾	Drug Delivery	Warrant	Common Stock	37,639	645	—
BIND Therapeutics, Inc. ⁽³⁾⁽¹³⁾	Drug Delivery	Warrant	Common Stock	152,586	488	71
BioQuiddity Incorporated	Drug Delivery	Warrant	Common Stock	459,183	1	1
Celator Pharmaceuticals, Inc. ⁽³⁾	Drug Delivery	Warrant	Common Stock	210,675	138	135
Celsion Corporation ⁽³⁾	Drug Delivery	Warrant	Common Stock	194,986	428	133
Dance Biopharm, Inc. ⁽¹³⁾	Drug Delivery	Warrant	Preferred Series A	97,701	74	149
Edge Therapeutics, Inc.	Drug Delivery	Warrant				