Earnings Presentation

Second Quarter ended June 30, 2017

GARRISON
INVESTMENT GROUP

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MARKET & PORTFOLIO TRENDS

CURRENT TRENDS IN THE MIDDLE-MARKET

- Investors interested in yield premiums have been drawn to non-bank direct lending and a number of managers are continuing to raise private lending funds focused on the middle market
- While we expect sponsor volume to pick up in the coming quarters, enhanced liquidity in the market has lead to tightening of spreads in the middle market and more aggressive deal structures
- We are still seeing larger club deals that have bypassed the traditional syndication market. These tend to be nuanced credits that don’t meet the criterion of the traditional CLO market
- We have also begun to see middle market sponsor deals seeking re-financings due to maturing lines of credit and/or the need for liquidity enhancements

SNAPSHOT OF OUR PORTFOLIO

- New purchases and add-ons during Q2 2017 totaled $35.0 million of par value across four new portfolio companies with a weighted average yield of deals closed during the quarter of 8.9%
- Closed four core loans during the quarter, two of which were sponsor deals
- There were $32.6 million of repayments during Q2 2017 with a weighted average yield of 9.6%
- Leverage of the portfolio increased slightly to 3.8x from 3.7x from the prior quarter and the weighted average risk rating increased slightly to 2.7x as compared to 2.6x from the prior quarter

Q2 2017 LOAN PORTFOLIO ADDITIONS

	NBG HOME The Home Decor Company	CHALLENGE MANUFACTURING
Business Overview	NBG Home is a wholesaler of affordable home décor products including lighting, wall décor, frames, soft goods, outdoor and accent furniture in the United States and Europe.	Challenge Manufacturing is an auto parts supplier of manufactured mixed-metal components and modular structural assemblies.
Date Closed / Tenor	4/13/2017 7 Year Deal	5/31/2017 5 Year Deal
Interest Rate	LIBOR + 5.50%, 1.00% Floor, 2.00% upfront fee	LIBOR + 7.00%, 1.00% Floor, 1.25% upfront fee
Asset Type	Term Loan – First Lien	Term Loan – First Lien
Invested / Global Facility Size	TL: $4.0mm / $260.0mm*	TL: $9.0mm / $150.0mm*
Origination Source	Purchase	Club
Call Protection	101 (soft call for 12 months)	102/101
Leverage (Debt / EBITDA)**	3.4x	2.0x

* Portion of the facility held by an affiliate of the Company and other lenders
** Represents leverage through tranche at origination

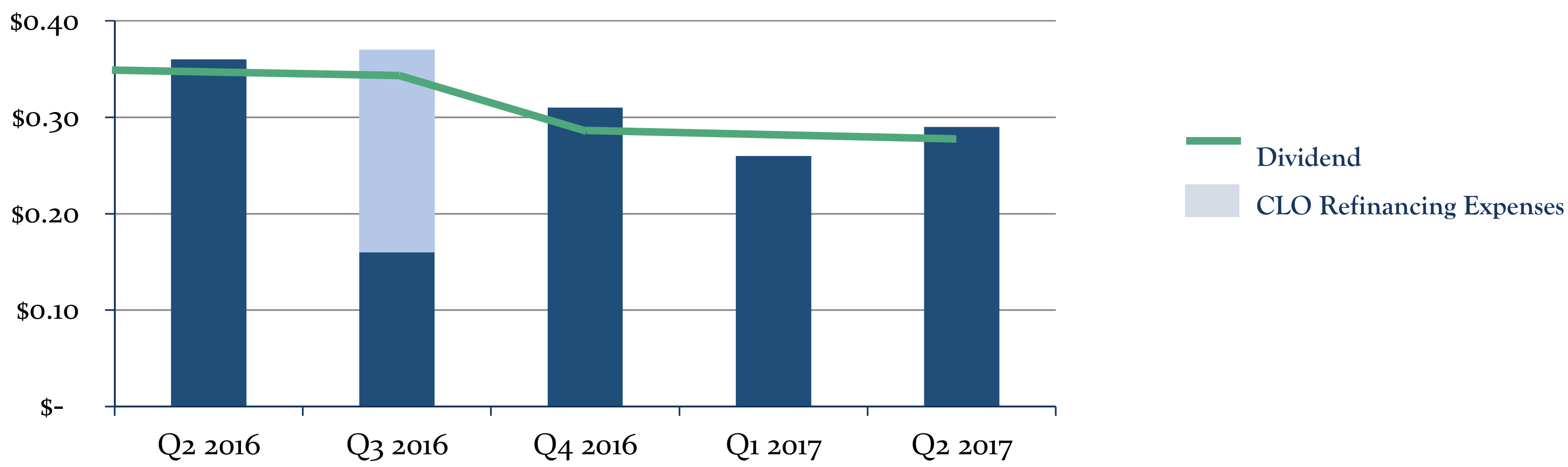
Q2 2017 LOAN PORTFOLIO ADDITIONS

	DIVERSIFIED GAS & OIL	exela TECHNOLOGIES
Business Overview	Diversified Gas & Oil owns and operates gas and oil producing wells in the Appalachian Basin.	Exela Intermediate is engaged in providing enterprise information management and transaction processing solutions.
Date Closed / Tenor	6/30/2017 3 Year Deal	6/30/2017 6 Year Deal
Interest Rate	LIBOR + 8.25%, 1.00% Floor, 2.00% upfront fee	LIBOR + 7.50%, 1.00% Floor, 2.00% upfront fee
Asset Type	Term Loan – First Lien	Term Loan – First Lien
Invested / Global Facility Size	TL: $5.1mm / $64.0mm* Unfunded: $1.7mm / $21.0 mm*	TL: $5.2mm / $350.0mm*
Origination Source	Club	Purchase
Call Protection	103**	101
Leverage (Debt / EBITDA)**	2.9x	3.0x

* Portion of the facility held by an affiliate of the Company and other lenders
** Call protection for 18 months is the greater of 103 or the Make-Whole Amount. The call protection after 18 months to 24 months is 103
*** Represents leverage through tranche at origination

Q2 2017 EARNING HIGHLIGHTS

(per share)	Q2 2016	Q3 2016[1]	Q4 2016	Q1 2017	Q2 2017	Average
Net investment income	0.36	0.16	0.31	0.26	0.29	0.28
Net realized/unrealized (loss) on investments	(0.60)	(0.23)	(0.13)	(0.50)	(0.16)	(0.32)
Net (decrease)/increase in net assets from operations	$ (0.24)	$ (0.07)	$ 0.18	$ (0.24)	$ 0.13	$ (0.04)



- Paid a Q2 2017 dividend of $0.28 per share and declared a Q3 2017 dividend of $0.28 per share payable on September 22, 2017
- Earned NII of $4.6 million, or $0.29 per share, compared to a $0.28 dividend for the three months ended June 30, 2017
- Net realized and unrealized losses of $2.5 million, or $0.16 per share, for the three months ended June 30, 2017 were driven by the following:
  - Reduced our expected recovery on Badlands Production Company by $1.7 million and Walnut Hill Physicians' Hospital by $1.0 million
  - Offset by net aggregate positive fair market value adjustments of $0.2 million across the portfolio
- As of June 30, 2017, sufficient net capital losses remain accumulated under our Incentive Fee Cap and Deferral mechanism to potentially eliminate future net investment income incentive fees through at least Q2 2018

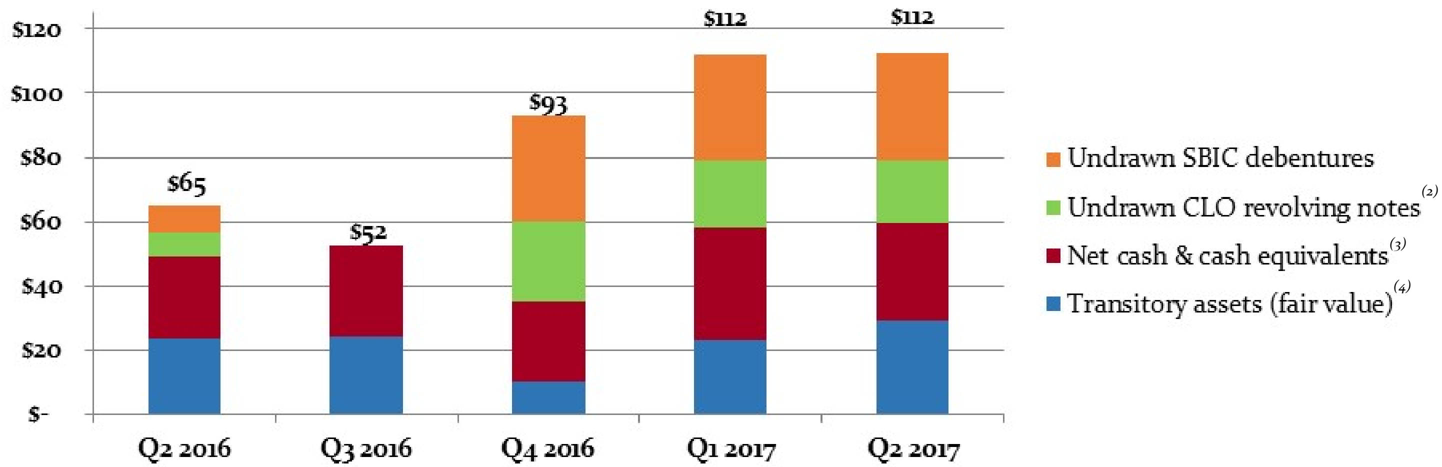
(1) Net investment income for Q3 2016 included the non-recurring costs of $3.4 million, or $0.21 per share associated with the CLO refinancing

Q2 2017 FUNDING & LIQUIDITY

FUNDING

- Our U.S. GAAP debt to equity ratio was 1.09x while our regulatory debt to equity ratio was 0.90x as of June 30, 2017(1)
- SBIC - $33.0 million of leverage capacity available on our total $70.0 million of commitments
- CLO Revolver remains fully undrawn, with $19.7 million of available capacity(2)
- Weighted average cost of funds as of June 30, 2017 was 4.16%

LIQUIDITY



	Q2 2016	Q3 2016	Q4 2016	Q1 2017	Q2 2017
GAAP Leverage Ratio	1.09x	1.16x	1.05x	1.08x	1.09x
WA Cost of Funds	3.4%	3.8%	3.9%	4.0%	4.2%

(1) Regulatory debt to equity ratio excludes SBIC leverage and unfunded commitments
(2) In order to maintain a Regulatory debt to equity ratio of less than 1.0x, only $19.7 million of the total $25.0 million capacity is currently available on our CLO revolver
(3) Cash & cash equivalents net of due to / due from counterparties
(4) Transitory investments are generally investments that we view as an additional source of liquidity that we may sell in order to fund investments that fit our core investment strategy. These transitory investments are generally at the lower end of our target portfolio yield range

Q2 2017 PORTFOLIO HIGHLIGHTS

PORTFOLIO ACTIVITY

Par (in millions)	Q2 2016	Q3 2016	Q4 2016	Q1 2017	Q2 2017	Average
Originated	$ 16.6	$ 18.5	$ -	$ -	$ -	$ 7.0
Club	-	12.9	-	-	14.0	5.4
Purchased	-	5.0	15.7	25.7	10.9	11.5
Total add-on investments	5.1	2.6	2.9	2.9	10.1	4.7
Total additions	**21.7**	**39.0**	**18.6**	**28.6**	**35.0**	**28.6**
Less: Total repayments/sales(1)(2)	**(21.2)**	**(38.8)**	**(42.8)**	**(38.6)**	**(32.6)**	**(34.8)**
Net repayments/additions	**$ 0.5**	**$ 0.2**	**$ (24.2)**	**$(10.0)**	**$ 2.4**	**$ (6.2)**

Summary	Q2 2016	Q3 2016	Q4 2016	Q1 2017	Q2 2017(3)	Average
Number of new investments	2	5	2	8	4	4
Weighted average yield of additions	9.6%	10.8%	8.0%	7.1%	8.9%	8.9%
Number of repayments/sales(1)(2)	2	3	7	3	5	4
Weighted average yield of repayments/sales(4)	9.0%	10.2%	11.5%	10.6%	9.6%	10.2%

(1) There was one position restructure in Q2 2016 resulting in a reduction in par of $11.6 million
(2) Excludes the Q3 2016 Berry Nurseries realization event and reduction of par of $11.8 million
(3) Q2 2017 activity excludes a $0.4 million transitory loan that was both purchased and sold during the quarter
(4) Weighted average yield excludes investments with a risk rating of 4 and non-accrual investments

CURRENT & HISTORICAL INVESTMENT PORTFOLIO COMPOSITION

Portfolio characteristics *($ in millions, % based on market value)**	Q2 2017	Q1 2017	Q4 2016	Q3 2016	Q2 2016
Total market value	$359.9	$358.7	$376.7	$400.9	$404.6
Number of portfolio companies	60	61	57	62	61
Average investment size (1)	$5.7	$5.7	$6.2	$5.9	$6.0
Weighted average yield (2)	10.2%	10.8%	10.9%	11.2%	11.2%
Weighted average price (1)	92.2	92.9	95.0	95.3	96.1
First lien	97.4%	97.1%	96.6%	93.9%	93.2%
Second lien & Mezzanine	- %	- %	- %	1.9%	1.9%
Consumer loans	1.0%	1.3%	1.8%	2.2%	2.9%
Equity & Other	1.6%	1.6%	1.6%	2.0%	2.0%
Core	91.8%	93.5%	97.3%	93.9%	94.1%
Transitory	8.2%	6.5%	2.7%	6.1%	5.9%
Originated (3)	47.6%	52.6%	53.0%	57.0%	57.8%
Club (4)	21.0%	18.8%	27.0%	25.8%	26.3%
Purchased	31.4%	28.6%	20.0%	17.2%	15.9%
Floating (1)	99.0%	98.9%	96.8%	94.9%	94.7%
Fixed (1)	1.0%	1.1%	3.2%	5.1%	5.3%
Performing	96.7%	97.1%	97.5%	99.3%	98.8%
Non-Accrual	3.3%	2.9%	2.5%	0.7%	1.2%
Weighted average debt / EBITDA (1)(2)(5)	3.8x	3.7x	3.6x	3.7x	3.7x
Weighted average risk rating (1)	2.7	2.6	2.5	2.6	2.5

(1) Excludes consumer loans and equity investments

(2) Excludes investments with a risk rating of 4, unfunded revolvers, non-accrual investments and equity investments

(3) Originated positions include investments where we have sourced and led the execution of the deal

(4) Club positions include investments where we provide direct lending to a borrower with one or two other lenders but did not lead the deal

(5) Excludes non-operating portfolio companies, which we define as those investments collateralized by real estate, proved developed producing value ("PDP") or other hard assets. PDPs are proven revenues that can be produced with existing wells. As of June 30, 2017, $52.4 million of par value and $30.4 million of market value related to non-operating portfolio companies was excluded

* Table excludes positions with a market value of zero

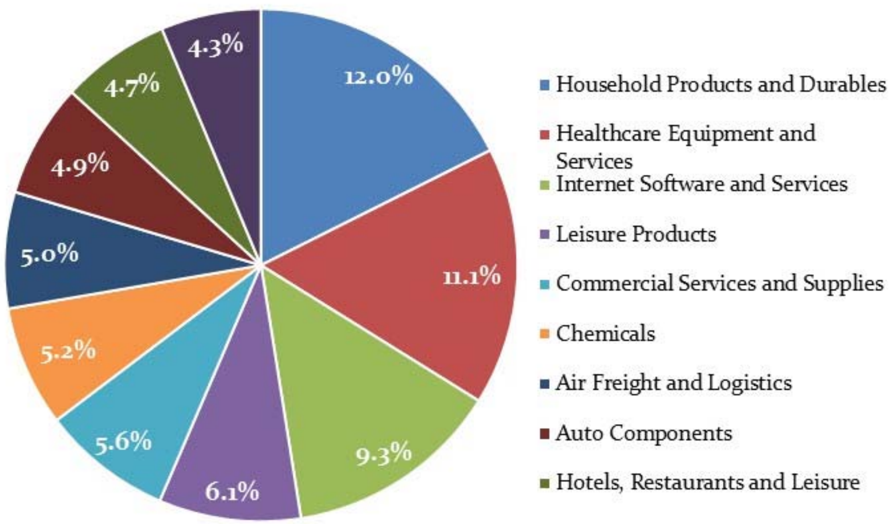
Q2 2017 PORTFOLIO CONCENTRATIONS

- Approximately 85% of the floating rate loans in our portfolio are earning above their respective LIBOR floors as of June 30, 2017
- Every 25bps increase in LIBOR would result in additional net investment income of approximately $0.04 per share on an annualized basis

Top 10 Investments

Issuer ($ in millions)	Fair Value	% of Loan Portfolio	Yield
MXD Group, Inc. (fka Exel Direct Inc.)	$ 14.8	4.1 %	21.4 %
AP Gaming I, LLC	10.1	2.8	6.5
Interior Specialists, Inc.	9.9	2.8	9.1
ShelterLogic Corp.	9.6	2.7	10.5
CR Brands, Inc.	9.5	2.6	12.5
Specialty Bakers LLC	9.4	2.6	9.5
Profusion Industries, LLC	9.4	2.6	11.9
RCS Management Corporation (SMS)	9.4	2.6	12.7
Aristech Surfaces LLC	9.4	2.6	8.5
Worley Claims Services, LLC	9.4	2.6	9.2
Total	$ 100.9	28.0 %	11.7 %

Top 10 Industries*



* Refer to the Consolidated Schedule of Investments in the Garrison Capital Inc. Form 10-Q for the full list of our investments by industry

COMPARATIVE STATEMENT OF FINANCIAL CONDITION

(In thousands, except per share data)	June 30, 2017		March 31, 2017		Variance		
Assets	(unaudited)		(unaudited)		$		%
Investments, fair value	$	359,941	$	358,748		1,193	0.3%
Cash and cash equivalents		22,124		19,622		2,502	12.8%
Cash and cash equivalents, restricted		13,422		14,595		(1,173)	-8.0%
Due from counterparties		-		836		(836)	-100.0%
Accrued interest receivable		2,090		2,365		(275)	-11.6%
Other assets		1,204		1,149		55	4.8%
Total Assets		**398,781**		**397,315**		**1,466**	**0.4%**
Liabilities							
Debt		202,062		203,278		(1,216)	-0.6%
Due to counterparties		5,061		-		5,061	N/A
Payables to affiliates		1,457		1,423		34	2.4%
Interest payable		1,172		827		345	41.7%
Accrued expenses and other payables		522		862		(340)	-39.4%
Total Liabilities		**210,274**		**206,390**		**3,884**	**1.9%**
Total Net Assets		**188,507**		**190,925**		**(2,418)**	**-1.3%**
Total Liabilities and Net Assets		**398,781**		**397,315**		**1,466**	**0.4%**
Net Asset Value per Share	**$**	**11.75**	**$**	**11.90**	**$**	**(0.15)**	**-1.3%**

COMPARATIVE STATEMENT OF QUARTERLY OPERATING RESULTS

(In thousands, except per share data)	Three Months Ended		Variance	
	June 30, 2017 (unaudited)	**March 31, 2017** (unaudited)	$	%
Investment income				
Interest income	$ 8,553	$ 8,576	(23)	-0.3%
Other income	481	418	63	15.1%
Total investment income	**9,034**	**8,994**	**40**	**0.4%**
Expenses				
Interest expense	2,152	2,110	42	2.0%
Management fee, net of waivers	1,358	1,381	(23)	-1.7%
Professional fees	22	319	(297)	-93.1%
Directors' fees	77	82	(5)	-6.1%
Administrator expenses	365	224	141	62.9%
Other expenses	473	691	(218)	-31.5%
Total expenses	4,447	4,807	(360)	-7.5%
Net investment income	**4,587**	**4,187**	**400**	**9.6%**
Realized and unrealized loss from investments				
Net realized gain from investments	399	204	195	95.6%
Net change in unrealized loss from investments	(2,911)	(8,379)	5,468	65.3%
Net realized and unrealized loss from investments	**(2,512)**	**(8,175)**	**5,663**	**69.3%**
Net increase/(decrease) in net assets resulting from operations	**2,075**	**(3,988)**	**6,063**	**152.0%**
Net investment income per common share	**$ 0.29**	**$ 0.26**	**$ 0.03**	**11.5%**
Basic earnings per common share	**$ 0.13**	**$ (0.24)**	**$ 0.37**	**154.2%**
Basic weighted average common shares outstanding	**16,049,352**	**16,049,352**	**-**	**-**
Dividends and distributions declared per common share	**$ 0.28**	**$ 0.28**	**$ -**	**-**

CONTACT INFORMATION

GARRISON CAPITAL INC.
1290 Avenue of the Americas, 9th Floor
New York, NY 10104
Tel: 212-372-9590
Fax: 212-372-9525