

Oxford Lane Capital Corp. Announces Net Asset Value and Selected Financial Results for the Third Fiscal Quarter and Declaration of Distributions on Common Stock for the Months Ending April, May, and June 2026

January 30, 2026

GREENWICH, Conn., Jan. 30, 2026 (GLOBE NEWSWIRE) -- Oxford Lane Capital Corp. (NasdaqGS: OXLC) (NasdaqGS: OXLCP) (NasdaqGS: OXLCL) (NasdaqGS: OXLCO) (NasdaqGS: OXLCZ) (NasdaqGS: OXLCN) (NasdaqGS: OXLCI) (NasdaqGS: OXLCG) ("Oxford Lane," the "Company," "we," "us" or "our") announced today the following financial results and related information:

- On January 29, 2026, our Board of Directors (the "Board of Directors" or the "Board") declared the following distributions on our common stock:

Month Ending	Record Date	Payment Date	Amount Per Share
April 30, 2026	April 16, 2026	April 30, 2026	\$0.20
May 31, 2026	May 15, 2026	May 29, 2026	\$0.20
June 30, 2026	June 16, 2026	June 30, 2026	\$0.20

We note that the Board has historically considered a range of factors in setting our monthly distributions, including the Company's net investment income ("NII") calculated in accordance with generally accepted accounting principles ("GAAP") and core net investment income ("Core NII"), a non-GAAP measure, and the distributions necessary to maintain our qualification as a regulated investment company ("RIC") under the Internal Revenue Code of 1986, as amended (the "Code"). At the current time and given the opportunities that the Company sees in the market for collateralized loan obligation ("CLO") equity and junior debt tranche investments, the Board has concluded that it would be beneficial for the Company and its shareholders to have additional capital to deploy in those markets. The Board believes that a stable or growing net asset value ("NAV") is a meaningful component of the return it seeks to generate for its shareholders. The Board believes that this reduction in distributions will support this objective, while complying with the Company's requirement to distribute to shareholders each year at least 90% of its investment company taxable income as defined in the Code to maintain its RIC status.

- Net asset value per share as of December 31, 2025 stood at \$15.51, compared with a NAV per share on September 30, 2025 of \$19.19.
- NII, calculated in accordance with GAAP, was approximately \$71.8 million, or \$0.74 per share, for the quarter ended December 31, 2025.
- Core NII was approximately \$108.9 million, or \$1.12 per share, for the quarter ended December 31, 2025.
 - Core NII incorporates all applicable cash distributions received, or entitled to be received (if any, in either case), on our CLO equity investments. **See additional information under "Supplemental Information Regarding Core Net Investment Income" below.**
 - We emphasize that our taxable income may differ materially from our GAAP NII and/or our Core NII, and that neither GAAP NII nor Core NII should be relied upon as indicators of our taxable income.
- Total investment income for the quarter ended December 31, 2025 amounted to approximately \$117.8 million, which represented a decrease of approximately \$10.5 million from the quarter ended September 30, 2025.
 - For the quarter ended December 31, 2025 we recorded investment income as follows:
 - Approximately \$114.3 million from our CLO equity and CLO warehouse investments, and
 - Approximately \$3.5 million from our CLO debt investments and other income.
- Our total expenses for the quarter ended December 31, 2025 were approximately \$46.0 million, compared with total expenses of approximately \$47.0 million for the quarter ended September 30, 2025.
- As of December 31, 2025, the following metrics applied (note that none of these metrics represented a total return to shareholders):

- The weighted average yield of our CLO debt investments at current cost was 17.3%, down from 17.4% as of September 30, 2025.
- The weighted average effective yield of our CLO equity investments at current cost was 13.8%, down from 14.6% as of September 30, 2025.
- The weighted average cash distribution yield of our CLO equity investments at current cost was 19.0%, down from 19.4% as of September 30, 2025.
- For the quarter ended December 31, 2025, we recorded a net decrease in net assets resulting from operations of approximately \$240.7 million, or \$2.47 per share, comprised of:
 - NII of approximately \$71.8 million;
 - Net realized losses of approximately \$7.0 million; and
 - Net unrealized depreciation of approximately \$305.4 million.
- During the quarter ended December 31, 2025, we made additional investments of approximately \$97.2 million, and received approximately \$85.5 million from sales and repayments of our CLO investments.
- As of December 31, 2025, we had approximately 97.4 million shares of common stock outstanding.
- On January 29, 2026, our Board of Directors declared the required monthly dividends on our 6.25% Series 2027 Term Preferred Shares, 6.00% Series 2029 Term Preferred Shares, and 7.125% Series 2029 Term Preferred Shares as follows:

Preferred Shares Type	Per Share Dividend Amount Declared	Record Dates	Payment Dates
6.25% - Series 2027	\$ 0.13020833	March 17, 2026 , April 16, 2026, May 15, 2026	March 31, 2026 , April 30, 2026, May 29, 2026
6.00% - Series 2029	\$ 0.12500000	March 17, 2026 , April 16, 2026, May 15, 2026	March 31, 2026 , April 30, 2026, May 29, 2026
7.125% - Series 2029	\$ 0.14843750	March 17, 2026 , April 16, 2026, May 15, 2026	March 31, 2026 , April 30, 2026, May 29, 2026

In accordance with their terms, each of the 6.25% Series 2027 Term Preferred Shares, 6.00% Series 2029 Term Preferred Shares, and 7.125% Series 2029 Term Preferred Shares will pay a monthly dividend at a fixed rate of 6.25%, 6.00% and 7.125%, respectively, of the \$25.00 per share liquidation preference, or \$1.5625, \$1.5000 and \$1.78125 per share per year, respectively. This fixed annual dividend rate is subject to adjustment under certain circumstances, but will not, in any case, be lower than 6.25%, 6.00% and 7.125% per year, respectively, for each of the 6.25% Series 2027 Term Preferred Shares, 6.00% Series 2029 Term Preferred Shares and 7.125% Series 2029 Term Preferred Shares.

Supplemental Information Regarding Core Net Investment Income

We provide information relating to Core NII (a non-GAAP measure) on a supplemental basis. This measure is not provided as a substitute for GAAP NII, but in addition to it. Our non-GAAP measures may differ from similar measures by other companies, even in the event of similar terms being utilized to identify such measures. Core NII represents GAAP NII adjusted for additional applicable cash distributions received, or entitled to be received (if any, in either case), on our CLO equity investments. Oxford Lane's management uses this information in its internal analysis of results and believes that this information may be informative in assessing the quality of Oxford Lane's financial performance, identifying trends in its results and providing meaningful period-to-period comparisons.

Income from investments in the "equity" class securities of CLO vehicles, for GAAP purposes, is recorded using the effective interest method; this is based on an effective yield to the expected redemption utilizing estimated cash flows, at current cost, including those CLO equity investments that have not made their inaugural distribution for the relevant period end. The result is an effective yield for the investment in which the respective investment's cost basis is adjusted quarterly based on the difference between the actual cash received, or distributions entitled to be received, and the effective yield calculation. Accordingly, investment income recognized on CLO equity securities in the GAAP statement of operations differs from the cash distributions actually received by the Company during the period (referred to below as "CLO equity adjustments").

Furthermore, in order for the Company to continue qualifying as a RIC for tax purposes, we are required, among other things, to distribute at least 90% of our investment company taxable income annually. While Core NII may provide a better indication of our estimated taxable income than GAAP NII during certain periods, we can offer no assurance that will be the case, however, as the ultimate tax character of our earnings cannot be determined until after tax returns are prepared at the close of a fiscal year. We note that this non-GAAP measure may not serve as a useful indicator of taxable earnings, particularly during periods of market disruption and volatility, and, as such, our taxable income may differ materially from our Core NII.

The following table provides a reconciliation of GAAP NII to Core NII for the three months ended December 31, 2025:

	Three Months Ended December 31, 2025	
	Per Share	
	Amount	Amount
GAAP net investment income	\$ 71,786,260	\$ 0.74
CLO equity adjustments	37,109,908	0.38
Core net investment income	\$ 108,896,168	\$ 1.12

We will host a conference call to discuss our third fiscal quarter results today, Friday, January 30, 2026 at 9:00 AM ET. Please call 1-800-715-9871, access code number 1490566 to participate. A recording of the conference call will be available for replay for approximately 30 days following the call. The replay number is 1-800-770-2030, and the replay passcode is 1490566.

A presentation containing additional details regarding our quarterly results of operations has been posted under the Investor Relations section of our website at www.oxfordlanecapital.com.

About Oxford Lane Capital Corp.

Oxford Lane Capital Corp. is a publicly-traded registered closed-end management investment company principally investing in debt and equity tranches of CLO vehicles. CLO investments may also include warehouse facilities, which are financing structures intended to aggregate loans that may be used to form the basis of a CLO vehicle.

Forward-Looking Statements

This press release contains forward-looking statements subject to the inherent uncertainties in predicting future results and conditions. Any statements that are not statements of historical fact (including statements containing the words “believes,” “plans,” “anticipates,” “expects,” “estimates” and similar expressions) should also be considered to be forward-looking statements. These statements are not guarantees of future performance, conditions or results and involve a number of risks and uncertainties. Certain factors could cause actual results and conditions to differ materially from those projected in these forward-looking statements. These factors are identified from time to time in our filings with the Securities and Exchange Commission. We undertake no obligation to update such statements to reflect subsequent events, except as may be required by law.

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Oxford Lane Capital Corp.