# UNITED STATES SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

# FORM 8-K

#### CURRENT REPORT Pursuant to section 13 or 15(d) of the Securities Exchange Act of 1934

Date of Report (Date of Earliest Event Reported): May 8, 2023

# **New Mountain Finance Corporation**

(Exact name of registrant as specified in its charter)

Delaware

(State or other jurisdiction of incorporation or organization)

814-00832

(Commission File Number) 27-2978010 (IRS Employer Identification Number)

1633 Broadway, 48th Floor, New York, NY 10019 (Address of principal executive offices)(zip code)

Registrant's telephone number, including area code (212) 720-0300

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions (see General Instruction A.2. below):

U Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)

Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)

Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))

Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))

Securities registered pursuant to Section 12(b) of the Act:

Title of each class	Trading Symbol(s)	Name of each exchange on which registered
Common stock, par value \$0.01 per share	NMFC	The NASDAQ Global Select Market

Indicate by check mark whether the registrant is an emerging growth company as defined in Rule 405 of the Securities Act of 1933 (\$230.405 of this chapter) or Rule 12b-2 of the Securities Exchange Act of 1934 (\$240.12b-2 of this chapter). Emerging growth company

If an emerging growth company, indicate by check mark if the registrant has elected not to use the extended transition period for complying with any new or revised financial accounting standards provided pursuant to Section 13(a) of the Exchange Act.

#### Item 2.02. Results of Operations and Financial Condition

On May 8, 2023, New Mountain Finance Corporation ("NMFC" or the "Company") issued a press release announcing financial results for its quarter ended March 31, 2023. The press release is included as Exhibit 99.1 hereto and incorporated herein by reference.

The information disclosed under this Item 2.02, including Exhibit 99.1 hereto, is being furnished and shall not be deemed "filed" for purposes of Section 18 of the Securities Exchange Act of 1934, as amended, or otherwise subject to the liabilities of that section. The information provided herein shall not be deemed incorporated by reference into any filing made under the Securities Act of 1933, as amended, except as expressly set forth by specific reference in such filing.

#### Item 7.01. Regulation FD Disclosure

On May 8, 2023, NMFC issued a press release, included herewith as Exhibit 99.1, announcing the declaration of a second quarter 2023 regular distribution of \$0.32 per share and a supplemental distribution of \$0.03 per share, payable on June 30, 2023 to holders of record as of June 16, 2023. Additionally, on May 8, 2023, NMFC made available on its website, *http://www.newmountainfinance.com*, a supplemental investor presentation with respect to the earnings release.

The information disclosed under this Item 7.01, including Exhibit 99.1 hereto, is being furnished and shall not be deemed "filed" for purposes of Section 18 of the Securities Exchange Act of 1934, as amended, or otherwise subject to the liabilities of that section. The information provided herein shall not be deemed incorporated by reference into any filing made under the Securities Act of 1933, as amended, except as expressly set forth by specific reference in such filing.

#### Item 9.01. Financial Statements and Exhibits.

d) Exhibits.

Exhibit Number	Description
<u>99.1</u>	Press Release, dated May 8, 2023
104	Cover Page Interactive Data File (embedded within the Inline XBRL document)

#### SIGNATURE

Pursuant to the requirements of the Securities Exchange Act of 1934, as amended, the Registrant has duly caused this Current Report on Form 8-K to be signed on its behalf by the undersigned hereunto duly authorized.

#### NEW MOUNTAIN FINANCE CORPORATION

Date: May 8, 2023

By: /s/ Joseph W. Hartswell

 Name:
 Joseph W. Hartswell

 Title:
 Corporate Secretary and Chief Compliance Officer

#### New Mountain Finance Corporation Announces First Quarter Financial Results

Reports Net Investment Income of \$0.38 per share

Declares a Regular Second Quarter Distribution of \$0.32 per Share and a Supplemental Distribution of \$0.03 per Share

NEW YORK--(BUSINESS WIRE) — May 8, 2023 -- New Mountain Finance Corporation (NASDAQ: NMFC) ("New Mountain," "New Mountain Finance" or the "Company") today announced its financial results for the quarter ended March 31, 2023. The Company reported first quarter net investment income ("NII") of \$0.38 per weighted average share and net asset value ("NAV") per share of \$13.14, compared to \$13.02 on December 31, 2022. The Company also announced that its board of directors declared a second quarter regular distribution of \$0.32 per share and a supplemental distribution of \$0.03, which will be payable on June 30, 2023 to holders of record as of June 16, 2023.

#### Selected Financial Highlights

(in thousands, except per share data)	Ma	rch 31, 2023
Investment Portfolio <sup>1</sup>	\$	3,286,865
Total Assets	\$	3,378,935
Total Statutory Debt <sup>2</sup>	\$	1,710,767
NAV <sup>3</sup>	\$	1,326,690
NAV per Share	\$	13.14
Net Investment Income per Weighted Average Share	\$	0.38
Distribution Paid per Share	\$	0.32
Statutory Debt/Equity		1.29x
Statutory Debt/Equity (net of available cash)		1.26x

#### **Management Comments on First Quarter Performance**

"Our first quarter results reflect a very good start to 2023 with year-over-year net investment income per share growth of over 26%. Our credit performance remains strong even in a more difficult market environment," said Steven B. Klinsky, NMFC Chairman. "New Mountain Finance Corporation continues to benefit from our disciplined defensive growth investment focus and our knowledgeable and experienced team."

John R. Kline, CEO, commented: "NMFC's net investment income per share again outpaced its regular quarterly dividend in the first quarter, resulting in a supplemental distribution of \$0.03 per share in addition to our regular distribution of \$0.32 per share. We remain focused on delivering stable enhanced yield to our shareholders through our base dividend and future variable supplemental dividend payments."

#### Portfolio and Investment Activity<sup>1</sup>

As of March 31, 2023, the Company's NAV was \$1,326.7 million and its portfolio had a fair value of \$3,286.9 million in 112 portfolio companies, with a weighted average YTM at Cost<sup>4</sup> of approximately 10.9%. For the three months ended March 31, 2023, the Company generated \$76.7 million of originations, and cash repayments<sup>5</sup> of \$30.7 million.

#### Consolidated Results of Operations<sup>6</sup>

The Company's total investment income for the three months ended March 31, 2023 and 2022 was \$91.7 million and \$68.6 million, respectively. The Company's total net expenses, after income tax expense, for the three months ended March 31, 2023 and 2022 were \$53.6 million and \$39.0 million, respectively. The Company's NII for the three months ended March 31, 2023 and 2022 were \$53.6 million and \$39.0 million, respectively. The Company's NII for the three months ended March 31, 2023 and 2022 was \$0.38 and \$0.30, respectively. For the three months ended March 31, 2023 and 2022, the Company recorded \$6.4 million and \$6.6 million, respectively, of net realized and unrealized gains.



#### Liquidity and Capital Resources

As of March 31, 2023, the Company had cash and cash equivalents of \$46.4 million and total statutory debt outstanding of \$1,710.8 million<sup>2</sup>. The Company's statutory debt to equity was 1.29x as of March 31, 2023. Additionally, the Company had \$300.0 million of SBA-guaranteed debentures outstanding as of March 31, 2023.

#### Portfolio and Asset Quality<sup>1</sup>

The Company monitors the performance and financial trends of its portfolio companies on at least a quarterly basis. The Company attempts to identify any developments within the portfolio company, the industry or the macroeconomic environment that may alter any material element of the Company's original investment strategy. As described more fully in the Company's Quarterly Report on Form 10-Q filed with the U.S. Securities and Exchange Commission, the portfolio monitoring procedures are designed to provide a simple, yet comprehensive analysis of the Company's portfolio companies based on their operating performance and underlying business characteristics, which in turn forms the basis of its Risk Rating. The Risk Rating is expressed in categories of Red, Orange, Yellow and Green with Red reflecting an investment performing materially below expectations and Green reflecting an investment that is in-line with or above expectations.

The following table shows the Risk Rating of the Company's portfolio companies as of March 31, 2023:

(in millions)	As of March 31, 2023					
Risk Rating		Cost	Percent	F	air Value	Percent
Red	\$	62.3	1.9 %	\$	17.6	0.5 %
Orange		60.1	1.8 %		41.0	1.3 %
Yellow <sup>1</sup>		187.7	5.6 %		138.7	4.2 %
Green <sup>7</sup>		3,022.5	90.7 %		3,089.6	94.0 %
Total	\$	3,332.6	100.0 %	\$	3,286.9	100.0 %

As of March 31, 2023, all investments in the Company's portfolio had a Green Risk Rating with the exception of nine portfolio companies that had a Yellow Risk Rating, four portfolio companies that had an Orange Risk Rating and three portfolio companies that had a Red Risk Rating.

The following table shows the Company's investment portfolio composition as of March 31, 2023:

(in thousands, except per share data)			
Investment Portfolio Composition	Ma	rch 31, 2023	Percent of Total
First Lien		1,798,746	54.7 %
Second Lien <sup>1</sup>		578,952	17.6 %
Subordinated		78,282	2.4 %
Preferred Equity		191,155	5.8 %
Investment Fund		252,400	7.7 %
Common Equity and Other <sup>7</sup>		387,330	11.8 %
Total	\$	3,286,865	100.0 %

#### **Recent Developments**

On April 25, 2023, the Company's board of directors declared a regular second quarter 2023 distribution of \$0.32 per share and a supplemental distribution related to Q1 earnings of \$0.03 per share, each payable on June 30, 2023 to holders of record as of June 16, 2023.

On April 25, 2023, Alice W. Handy notified the Company's board of directors that she was resigning as a director, effective immediately. In submitting her resignation, Ms. Handy did not express any disagreement on any matter relating to the

<sup>2</sup> 

Company's operations, policies or practices. The Nominating and Corporate Governance Committee of the board of directors has been actively searching for Ms. Handy's successor in accordance with its policies and procedures, and expects to appoint a new director in the near future.

- (1) Includes collateral for securities purchased under collateralized agreements to resell.
- (2) Excludes the Company's United States Small Business Administration ("SBA") guaranteed debentures.
- (3) Excludes non-controlling interest in New Mountain Net Lease Corporation ("NMNLC").

(5) Originations exclude payment-in-kind ("PIK"); originations, repayments, and sales excludes revolvers, unfunded commitments, bridges, return of capital, and realized gains / losses.

(7) Includes investment held in NMNLC

#### First Quarter 2023 Conference Call

New Mountain Finance Corporation will host an earnings conference call and webcast at 10:00 am Eastern Time on Tuesday, May 9, 2023. To participate in the live earning conference call, please use the following dial-in numbers or visit the audio webcast link. To avoid any delays, please join at least fifteen minutes prior to the start of the call.

- United States: +1 (877) 443-9109
- International: +1 (412) 317-1082
- Live Audio Webcast

A replay of the conference call can be accessed one hour after the end of the conference call through August 9, 2023. The full webcast replay will be available through May 9, 2024. To access the earnings webcast replay please visit the New Mountain Investor Relations website.

- United States: +1 (877) 344-7529
- International: +1 (412) 317-0088
- Access Code: 8478449

For additional details related to the quarter ended March 31, 2023, please refer to the New Mountain Finance Corporation Form 10-Q filed with the SEC and the supplemental investor presentation which can be found on the Company's website at http://www.newmountainfinance.com.

<sup>(4)</sup> References to "YTM at Cost" assume the accruing investments, including secured collateralized agreements, in the Company's portfolio as of a certain date, the "Portfolio Date", are purchased at cost on that date and held until their respective maturities with no prepayments or losses and are exited at par at maturity. This calculation excludes the impact of existing leverage. YTM at Cost uses the London Interbank Offered Rate ("LIBOR"), Sterling Overnight Interbank Average Rate ("SONIA"), Euro Interbank Offered Rate ("EURIBOR") and Secured Overnight Financing Rate ("SOFR") curves at each quarter's respective end date. The actual yield to maturity may be higher or lower due to the future selection of LIBOR, SONIA, EURIBOR and SOFR contracts by the individual companies in the Company's portfolio or other factors.

<sup>(6)</sup> Excludes net income related to non-controlling interests in NMNLC. For the quarter ended March 31, 2023 and 2022, \$0.3 million and \$0.4 million, respectively, of dividend income is excluded from investment income, \$0.0 million and \$0.1 million, respectively, of net direct and indirect professional, administrative, other general and administrative is excluded from net expenses, and \$(0.0) million and \$0.5 million, respectively, of unrealized and unrealized gains, respectively, is excluded from net realized and unrealized gains.

# New Mountain Finance Corporation Consolidated Statements of Assets and Liabilities (in thousands, except shares and per share data) (unaudited)

Investments at filt value         vs         2453.34         \$         2400.4           Non-controlled investments (cost of \$102.901 and \$35.971, respectively)         669.001         669.001         669.001           Ontal investments (cost of \$50.738 and \$250,974, respectively)         669.001         3.270.326         5.221.25           Securities particular distribute (cost of \$53.002,014 and \$53.979,67, respectively)         615.93         7.11         1.11           Interst and divide receivable agreements to recell (cost of \$50.000 and \$30.000, respectively)         615.93         7.11         7.11           Interst and divided receivable agreements to recell (cost of \$30.000 and \$30.000, respectively)         112.02         9.97           Cost and cash equivalents         7.91         7.12         9.71           Interst and divided receivable from affiliates         9.91         3.33.549         \$.33.78.93         \$.33.78.93         \$.03.78.	(unaudited)				
Investments at firit value         Viewentments (out of \$102,901 and \$15, 971, respectively)         \$         2,453,531         \$         2,400,4           Non-controlled investments (cost of \$102,901 and \$15, 971, respectively)         660,001         660,001         660,001           Total investments (cost of \$50,738 and \$250,987, respectively)         3,270,326         3,270,326         3,270,326           Scontines particle and econological agreements to resell (cost of \$30,000 nespectively)         16,59         16,55         16,55           Cash and each equivalents         46,39         7,71,1         16,95         3,270,326		N	farch 31, 2023		December 31, 2022
Non-controlled/non-affiliated investments (cost of \$2,378, 975 and \$2,323, 222, respectively)\$2,483,554\$2,400,4Non-controlled affiliated investments (cost of \$102,001 and \$33,071, respectively)147,7011130,7Total investments (cost of \$3,302,014 and \$32,299,677, respectively)3,270,3535,232,12Securities purbased under collatenized agreements to resell (cost of \$30,000 and \$30,000, respectively)16,53916,553Cash and cash equivalents44,28836,17Rescivable (mod recivable11,2020,97Other assets11,2020,97Total assets11,2020,97Total assets11,2020,97Iboling Credit Facility\$83,378,395Dorrowings11,2020,97Total assets11,2020,97Total assets11,2020,97Concentible Notes\$61,463\$Dorrowings11,2020,97Total assets3,378,935\$Dorrowings11,3020,973,16,8Dorrowings11,3020,973,16,8Dorrowings11,3020,973,16,8Dorrowings11,30311,86,4011,86,40Dorrowings11,3020,973,16,8Dorrowings11,3020,973,16,8Dorrowings11,30311,9611,99Dorrowing Credit Facility II3,16,83,16,8Dorrowing Credit Facility II3,16,811,97Dorrowing Credit Facility II3,163,16 </td <td>Assets</td> <td></td> <td></td> <td></td> <td></td>	Assets				
Non-controlled/affiliated investments (cost of \$10.2.001 and \$85.9.71, respectively)         147.701         147.701         660.001					
Controlled investments (sot of \$3,02,014 and \$3,299,907, respectively)669,901669,901609,00Total investments at fair value (cost of \$3,02,041 and \$3,299,907, respectively)16,53911,55Cash and cash equivalents46,39971,11Interest and dividend receivable44,28836,1Interest and dividend receivable9191Other assets11,2029,77Total assets3,378,935\$ 3,378,935Barrowings11,2029,77Holdings Credit Facility561,663\$ 618,90Unsecured Notes441,50093,15,5Conventible Notes30,00030,000DB Credit Facility31,0030,000DB Credit Facility31,0030,000DB Credit Facility118,6400118,640NMNLC Credit Facility31,123,77Deferred financing costs (net of accumulated amortization of \$49,187 and \$47,531, respectively)(16,699)(17,17Net borrowings	Non-controlled/non-affiliated investments (cost of \$2,578,975 and \$2,523,522, respectively)	\$	2,453,534	\$	2,400,425
Total investments at fair value (cost of \$3.302.614 and \$3.259.967, respectively)         3,20.326         3,221.2           Securities purchased under collaterafized agreements to resell (cost of \$30.000 and \$30.000, respectively)         16.539         16.539           Securities purchased under collaterafized agreements to resell (cost of \$30.000 and \$30.000, respectively)         34.288         36.1           Cash and each equivalents         91         -         -           Accounties from affiliates         91         -           Other assets         11.202         9.7.7           Total assets         5         3.378.935         5         3.354.93           Labilities         91         -         -         -         -           Borrowings         11.202         9.7.7         5         51.46.63         \$         618.9.9           Unsecured Notes         441.500         53.15.68         5         618.9.9         -         -           Convertible Notes         300.000         300.000         300.000         300.000         300.000         300.000         300.000         300.000         300.000         300.000         300.000         300.000         300.000         300.000         300.000         300.000         300.000         300.000         300.000	Non-controlled/affiliated investments (cost of \$102,901 and \$85,971, respectively)		147,701		130,787
Securities purchased under collateralized agreements to resell (cost of \$30,000 and \$30,000, respectively)16,53916,539Cash and cash equivalents46,39971,1Interest and dividend receivable34,28836,11Receivable from affiliates919,07Other assets11,2929,07Total assets§ 3,378,033\$ 3,354,935Labilities5614,663\$ 614,60Borrowings441,5005,316,80Unceared Notes300,000300,00DC credit Facility316,80306,000SBA-guaranted debentres300,000300,00DC credit Facility186,400186,400NMEC Credit Facility186,400186,400NMEC Credit Facility186,40010,057Defored financing costs (net of accumulated amortization of \$49,187 and \$47,531, respectively)(16,099(17,13)Net borrowings19,94,06819,95010,05Incerst poyable2,048,412,028,7110,05Perfored financing costs (net of accumulated amortization of \$49,187 and \$47,531, respectively)(16,09910,05Number Credit Facility3,2183,4543,00Defored financing costs (net of accumulated amortization of \$49,187 and \$47,531, respectively)(16,09910,05Defored financing costs (net of accumulated amortization of \$49,187 and \$47,531, respectively)(16,09910,05Defored financing costs (net of accumulated amortization of \$49,187 and \$47,531, respectively)(16,09910,00Defored financing costs (net of acc	Controlled investments (cost of \$620,738 and \$650,474, respectively)		669,091		690,035
Cash and cash equivalents46,39971,1Interest and dividend receivable34,2830,11Interest and dividend receivable9197Other assets11,2929,77Total assets\$3,378,093\$3,338,093Borrowings5614,663618,804Unsecured Notes441,30063,1,15Convertible Notes300,000300,000DB Credit Facility300,000300,000DB Credit Facility I116,600414,600DB Credit Facility I31,02033,71,135NMFC Credit Facility I116,600414,600DB Credit Facility I31,02033,71,135NMFC Credit Facility I31,02033,71,135Nether one of accumulated amorization of \$49,187 and \$47,531, respectively)(16,699Nether one signale9,97740,23,75Interest payable10,97540,33Nether one signale9,97742,23,75Interest payable20,56510,96,69Payable to affitianes2,0473,00Other liabilities2,0473,00Other liabilities2,0473,00Prefered as Lability I2,0473,00Other liabilities2,0473,00Other liabilities2,0473,00Other liabilities2,0473,00Other liabilities2,0473,00Other liabilities2,0473,00Other liabilities2,0473,00Other liabilities on et saves of par1,009,70,7	Total investments at fair value (cost of \$3,302,614 and \$3,259,967, respectively)		3,270,326		3,221,247
Interest and dividend receivable34,28836,11Receivable from affilitats9197Total assets\$1,328,293\$3,335,493Borrowings8614,663\$618,99Unscured Notes341,193\$11,193Convertible Notes377,1155316,88SBA-guaranted debentures300,000300,000DB Credit Facility186,400186,44NMCC Credit Facility II186,400186,44NMCC Credit Facility II186,400186,44NMCC Credit Facility II31,0237,71Deform diffiancing costs (net of accumulated anortization of \$49,187 and \$47,531, respectively)(16,699)(17,19Numagement free payable10,9576,22Interest payable20,56619,66Payable of affilitats2,040,412,087,75Defored traibility2,084,0412,087,75Total inabilities2,040,412,087,75Common stock, par value \$0,01 per share, 20,00,000 shares authorized, and 10,0937,026 shares issued and outstanding, respectively.1,008,821,005,82Preferred stock, par value \$0,01 per share, 20,00,000 shares authorized, and 10,0937,026 shares issued and outstanding, respectively.1,008,821,004,84Non-controlling interest in New Mountain PLaces Corporation1,093,821,004,841,017,82Total at asets11,8041,117,841,117,841,117,84Total at asets51,378,89353,354,94	Securities purchased under collateralized agreements to resell (cost of \$30,000 and \$30,000, respectively)		16,539		16,539
Receivable from affiliates         91           Other assets         11,202         0,77           Total assets         \$ 3,378,933         \$ 3,354,92           Liabilities         \$ 0,73         \$ 0,3378,933         \$ 0,3378,933           Borrowings         * * * * * * * * * * * * * * * * * * *	Cash and cash equivalents		46,399		71,190
Other assets         11,292         9,7           Total assets         \$         3,378,935         \$         3,354,92           Liabilities          5         3,378,935         \$         3,354,92           Liabilities          5         614,663         \$         618,92           Unscurred Notes          31,151         5         164,663         \$         618,92           Convertible Notes          300,000         31,00         31,20         3,77,315         31,68         30,000         31,00         31,00         31,00         31,99         31,99         3,99         40,30         31,99         3,00         30,00         30,00	Interest and dividend receivable		34,288		36,154
Total assets         S         3,378,935         S         3,354,93           Liabilities         Borrowings         Image: Solution of Solutio	Receivable from affiliates		91		_
Liabilities	Other assets		11,292		9,797
Borrowings         S         614,603         S         614,803           Unscured Notes         441,500         531,53           Convertible Notes         337,71,35         346,80           SBA-guaranteed debentures         300,000         300,000           Defectif Facility         186,400         186,400           NMEC Credit Facility         31,20         3,71,31           Deferred financing costs (net of accumulated amortization of \$49,187 and \$47,531, respectively)         (16,699)         (17,19)           Net borrowings         1,994,068         1,980,60           Management fee payable         9,997         6,22           Interest payable         9,997         6,22           Interest payable         9,997         6,22           Interest payable         2,088         8,44           Other liabilities         2,088         8,44           Other liabilities         2,040,41         2,028,7           Commerts and contingencies         2,040,41         2,028,7           Payable         -         -         -           Other liabilities         -         -         -           Payable         -         -         -         -           Other liabilities	Total assets	\$	3,378,935	\$	3,354,927
Holding Credit Facility         \$         614,603         \$         618,90           Unsceured Notes         441,500         531,5         531,5           Convertible Notes         307,135         316,8           SBA-guaranteed debentures         300,000         3000,00           DB Credit Facility         186,400         186,400           NMNL C Credit Facility         87,949         40,3           Deferred financing costs (net of accumulated anortization of \$49,187 and \$47,531, respectively)         (16,69)         (17,11)           Net borrowings         10,975         10,575         10,575           Incentive Fee payable         20,566         19,66         19,66           Management fee payable         20,566         19,66         19,66           Payable to affiliates         -         -         -           Deferred tax liability         2,647         3,00         3,020         3,059           Other liabilities         2,040,41         2,028,77         5,059         -         -           Comments and contingencies         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -         -	Liabilities				
Unsecured Notes         441,50         531,5           Convertible Notes         377,15         316,8           SBA-guaranteed debentures         300,000         300,000           DB Credit Facility         186,400         186,400           NMFC Credit Facility         87,949         40,3           NMNLC Credit Facility II         3,120         3,77           Deferred financing costs (net of accumulated amortization of \$49,187 and \$47,531, respectively)         (16,699)         (17,11)           Net borrowings         1,994,068         1,990,06           Management fee payable         10,575         10,575           Incentive fee payable         9,597         6,22           Interest payable         20,566         19,66           Payable to affiliates             Deferred tax liability         2,988         8,44           Other liabilities         2,040,41         2,028,7           Committents and contingencies	Borrowings				
Convertible Notes         377,135         316.8.           SBA-guaranteed debentures         300,000         300,000           DB Credit Facility         186,400         186,40           NMFLC Credit Facility         87,949         40,3           SIMMLEC Credit Facility II         3,120         3,77           Deferred financing costs (net of accumulated amortization of \$49,187 and \$47,531, respectively)         (16,699)         (17,115           Net borrowings         1,994,068         1,980,60           Management fee payable         9,597         6.62           Increst payable         20,566         19,66           Payable to affiliates	Holdings Credit Facility	\$	614,663	\$	618,963
SBA-guaranteed debentures         300,000         300,000           DB Credit Facility         186,400         186,400           NMPC Credit Facility         87,949         40,33           NMNLC Credit Facility II         3,120         3,71           Deferred financing costs (net of accumulated amortization of \$49,187 and \$47,531, respectively)         (16,699)         (17,11)           Net borrowings         1,994,068         1,980,66           Management fee payable         10,575         10,5           Incernity payable         9,597         66,2           Payable to affiliates         -         -           Deferred tax liability         2,988         8,4           Other liabilities         2,044         2,056           Deferred tax liability         2,044         2,057           Other liabilities         2,044         2,057           Commitments and contingencies         -         -           Net assets         -         -         -           Preferred stock, par value \$0.01 per share, 2,000,000 shares authorized, and 100,937,026 shares issued         -         -           Common stock, par value \$0.01 per share, 2,000,000 shares authorized, and 100,937,026 shares issued on 1,009         1,009         1,00           Paid in capital in excess	Unsecured Notes		441,500		531,500
DB Credit Facility         186,40         186,40           NMFC Credit Facility         87,949         40,3           NMNLC Credit Facility II         3,120         3,77           Deferred financing costs (net of accumulated amortization of \$49,187 and \$47,531, respectively)         (16,699)         (17,19)           Net borrowings         10,940,668         1980,66           Management fee payable         10,575         6,22           Incentive fee payable         9,597         6,22           Interest payable         20,566         19,66           Payable to affiliates	Convertible Notes		377,135		316,853
NMFC Credit Facility         87,949         40,3           NMNLC Credit Facility II         3,120         3,77           Deferred financing costs (net of accumulated amortization of \$49,187 and \$47,531, respectively)         (16,699)         (17,19           Net borrowings         1,994,068         1,980,66           Management fee payable         9,597         6,22           Incentive fee payable         9,597         6,22           Payable to affiliates	SBA-guaranteed debentures		300,000		300,000
NMNLC Credit Facility II         3,120         3,77           Deferred financing costs (net of accumulated amortization of \$49,187 and \$47,531, respectively)         (16,699)         (17,19           Net borrowings         1,994,068         1,980,66           Management fee payable         10,575         10,575           Incentive fee payable         9,597         6,22           Interest payable         20,566         19,66           Payable to affiliates         -         -           Deferred tax liability         2,988         8,44           Other liabilities         2,040,441         2,028,72           Committents and contingencies         -         -           Net assets         -         -           Preferred stock, par value \$0.01 per share, 2,000,000 shares authorized, none issued         -         -           Common stock, par value \$0.01 per share, 2,000,000 shares authorized, and 100,937,026 and 100,937,026 shares issued and outstanding, respectively         1,009         1,009           Paid in capital in excess of par         1,305,889         1,305,89         1,305,89         1,305,89           Accumulated undistributed earnings         19,792         7,5         7,5         7,53         7,53         7,53         1,305,690         1,314,44           Non-cont	DB Credit Facility		186,400		186,400
Deferred financing costs (net of accumulated amortization of \$49,187 and \$47,531, respectively)(16,699)(17,11Net borrowings1,994,0681,980,66Management fee payable10,57510,57Incentive fee payable9,5976,22Interest payable20,56619,66Payable to affiliatesDeferred tax liability2,9888,44Other liabilities2,6473,00Total liabilities2,040,4412,028,72Commitments and contingenciesNet assetsPreferred stock, par value \$0.01 per share, 2,000,000 shares authorized, none issuedCommon stock, par value \$0.01 per share, 2,000,000 shares authorized, and 100,937,026 and 100,937,026 shares issued and outstanding, respectively1,305,8891,305,98Preferred stock, par value \$0.01 per share, 200,000,000 shares authorized, and 100,937,026 and 100,937,026 shares issued and outstanding, respectivelyPreferred stock, par value \$0.01 per share, 200,000,000 shares authorized, and 100,937,026 shares issued and outstanding, respectivelyPreferred stock, par value \$0.01 per share, 200,000,000 shares authorized, and 100,937,026 shares issued and outstanding, respectively1,0091,009Pradi in excess of par1,305,8891,305,981,305,98Accumulated undistributed earnings11,80411,77Total net assets of New Mountain Net Lease Corporation11,80411,77Total net assets\$1,338,494\$1,326,493Total	NMFC Credit Facility		87,949		40,359
Net borrowings         1,994,068         1,980,66           Management fee payable         10,575         10,575           Incentive fee payable         9,597         6,22           Interest payable         20,566         19,66           Payable to affiliates             Deferred tax liability         2,988         8,44           Other liabilities             Total liabilities         2,647         3,00           Commitments and contingencies         2,004,41         2,028,71           Net assets             Preferred stock, par value \$0,01 per share, 2,000,000 shares authorized, none issued             Common stock, par value \$0,01 per share, 2,000,000 shares authorized, and 100,937,026 and 100,937,026 shares issued and outstanding, respectively         1,009         1,009           Praid in capital in excess of par         1,305,888         1,305,98         1,305,988         1,305,98           Accumulated undistributed earnings         19,792         7,5         7,5         7,5           Total liabilities and the assets of New Mountain Net Lease Corporation         \$         1,305,888         1,316,48           Non-controlling interest in New Mountain Net Lease Corporation         11,804         11,	NMNLC Credit Facility II		3,120		3,785
Management fee payable10,57510,5,5Incentive fee payable9,5976,2Interest payable20,56619,6Payable to affiliates	Deferred financing costs (net of accumulated amortization of \$49,187 and \$47,531, respectively)		(16,699)		(17,199)
Incentive fee payable         9,597         6,22           Interest payable         20,566         19,6           Payable to affiliates         —         —           Deferred tax liability         2,988         8,44           Other liabilities         2,647         3,00           Total liabilities         2,040,441         2,028,72           Commitments and contingencies         —         —           Net assets         —         —           Preferred stock, par value \$0,01 per share, 2,000,000 shares authorized, none issued         —         —           Common stock, par value \$0,01 per share, 2,000,000 shares authorized, and 100,937,026 and 100,937,026 shares issued and outstanding, respectively         1,009         1,009           Preferred stock, par value \$0,01 per share, 2,000,000 shares authorized, and 100,937,026 and 100,937,026 shares issued and outstanding, respectively         1,009         1,009           Paid in capital in excess of par         1,305,889         1,305,899         1,305,899           Accumulated undistributed earnings         19,792         7,5         7,5           Total net assets of New Mountain Net Lease Corporation         11,804         11,7           Total net assets of New Mountain Net Lease Corporation         11,804         11,7           Total net assets         \$,3,378,935 </td <td>Net borrowings</td> <td></td> <td>1,994,068</td> <td></td> <td>1,980,661</td>	Net borrowings		1,994,068		1,980,661
Interest pable20,5619,67Payable to affiliates——Deferred tax liability2,9888,44Other liabilities2,6473,00Total liabilities2,040,4412,028,71Commitments and contingencies——Net assets——Preferred stock, par value \$0.01 per share, 2,000,000 shares authorized, and 100,937,026 and 100,937,026 shares issued and outstanding, respectively—Preferred stock, par value \$0.01 per share, 200,000,000 shares authorized, and 100,937,026 and 100,937,026 shares issued and outstanding, respectively—Preferred stock, par value \$0.01 per share, 200,000,000 shares authorized, and 100,937,026 shares issued and outstanding, respectively—Preferred stock, par value \$0.01 per share, 200,000,000 shares authorized, and 100,937,026 shares issued and outstanding, respectively—Preferred stock, par value \$0.01 per share, 200,000,000 shares authorized, and 100,937,026 shares issued and outstanding, respectively—Preferred stock, par value \$0.01 per share, 200,000,000 shares authorized, and 100,937,026 shares issued and outstanding, respectively1,009Paid in capital in excess of par1,305,8891,305,99Accumulated undistributed earnings19,7927,5Total net assets of New Mountain Finance Corporation\$1,304,44Non-controlling interest in New Mountain Net Lease Corporation\$1,338,494Total liabilities and net assets\$3,378,935\$Stock with the total tota	Management fee payable		10,575		10,524
Payable to affiliatesDeferred tax liability2,9888,44Other liabilities2,6473,00Total liabilities2,040,4412,028,72Commitments and contingenciesNet assetsPreferred stock, par value \$0.01 per share, 2,000,000 shares authorized, none issuedCommon stock, par value \$0.01 per share, 200,000,000 shares authorized, and 100,937,026 shares issued and outstanding, respectively1,0091,009Paid in capital in excess of par1,305,8891,305,941,305,94Accumulated undistributed earnings19,7927,557,55Total net assets of New Mountain Finance Corporation\$1,338,494\$1,326,690\$Non-controlling interest in New Mountain Net Lease Corporation\$1,338,494\$1,326,410Total liabilities and net assets\$3,378,935\$3,354,94	Incentive fee payable		9,597		6,296
Deferred tax liability2,9888,44Other liabilities2,6473,00Total liabilities2,040,4412,028,71Commitments and contingencies $2,040,441$ 2,028,71Net assets $2,040,441$ 2,028,71Preferred stock, par value \$0.01 per share, 2,000,000 shares authorized, none issued $$ $$ Common stock, par value \$0.01 per share, 2,000,000 shares authorized, and 100,937,026 shares issued and outstanding, respectively $1,009$ $1,009$ Paid in capital in excess of par $1,305,889$ $1,305,94$ $1,305,94$ Accumulated undistributed earnings $19,792$ $7,5$ Total net assets of New Mountain Finance Corporation $$1,326,690$ $$1,314,44$ Non-controlling interest in New Mountain Net Lease Corporation $$1,338,494$ $$1,326,619$ Total net assets $$1,338,494$ $$1,326,619$ Total iabilities and net assets $$3,378,935$ $$3,354,925$	Interest payable		20,566		19,627
Other liabilities $2,647$ $3,00$ Total liabilities $2,040,441$ $2,028,71$ Commitments and contingenciesNet assetsPreferred stock, par value \$0.01 per share, 2,000,000 shares authorized, none issued——Common stock, par value \$0.01 per share, 200,000,000 shares authorized, and 100,937,026 shares issued and uutstanding, respectively1,0091,009Paid in capital in excess of par1,305,8891,305,991,305,99Accumulated undistributed earnings19,7927,5Total net assets of New Mountain Finance Corporation\$1,326,690\$1,314,44Non-controlling interest in New Mountain Net Lease Corporation\$1,338,494\$1,326,619Total net assets\$3,3378,935\$3,354,925	Payable to affiliates		_		78
Total liabilities2,040,4412,028,71Commitments and contingenciesNet assetsPreferred stock, par value \$0.01 per share, 2,000,000 shares authorized, none issuedCommon stock, par value \$0.01 per share, 200,000,000 shares authorized, and 100,937,026 shares issued and outstanding, respectively1,0091,009Paid in capital in excess of par1,305,8891,305,991,305,889Accumulated undistributed earnings19,7927,5Total net assets of New Mountain Finance Corporation\$1,302,690\$1,314,44Non-controlling interest in New Mountain Net Lease Corporation11,80411,711,7Total net assets\$1,338,494\$1,326,197Total iabilities and net assets\$3,378,935\$3,354,97	Deferred tax liability		2,988		8,487
Commitments and contingenciesLigoto, rulLigoto, rulLigoto, rulNet assetsPreferred stock, par value \$0.01 per share, 2,000,000 shares authorized, none issued———Common stock, par value \$0.01 per share, 200,000,000 shares authorized, and 100,937,026 and 100,937,026 shares issued and outstanding, respectively1,0091,0091,009Paid in capital in excess of par1,305,8891,305,981,305,981,305,981,305,98Accumulated undistributed earnings19,7927,57,57,57,51,326,690\$1,314,44Non-controlling interest in New Mountain Net Lease Corporation11,80411,711,71,338,494\$1,326,192Total net assets\$1,338,494\$1,326,192\$3,378,935\$3,354,924Total liabilities and net assets\$3,378,935\$3,354,924\$3,354,924	Other liabilities		2,647		3,063
Net assets       Preferred stock, par value \$0.01 per share, 2,000,000 shares authorized, none issued       —       —         Common stock, par value \$0.01 per share, 200,0000 shares authorized, and 100,937,026 and 100,937,026 shares issued and 1,009       1,009       1,009         Paid in capital in excess of par       1,305,889       1,305,94         Accumulated undistributed earnings       19,792       7,5         Total net assets of New Mountain Finance Corporation       \$       1,326,690       \$       1,314,44         Non-controlling interest in New Mountain Net Lease Corporation       11,804       11,77         Total net assets       \$       1,338,494       \$       1,326,610         Year of the assets       \$       3,378,935       \$       3,354,925	Total liabilities		2,040,441		2,028,736
Preferred stock, par value \$0.01 per share, 2,000,000 shares authorized, none issued—Common stock, par value \$0.01 per share, 200,000,000 shares authorized, and 100,937,026 and 100,937,026 shares issued and outstanding, respectively1,0091,00Paid in capital in excess of par1,305,8891,305,94Accumulated undistributed earnings19,7927,5Total net assets of New Mountain Finance Corporation\$1,326,690\$Non-controlling interest in New Mountain Net Lease Corporation11,80411,7Total net assets\$1,338,494\$Total net assets\$3,378,935\$Solut and tape and tapp and tape and tape and tapp and tape and	Commitments and contingencies				
Common stock, par value \$0.01 per share, 200,000,000 shares authorized, and 100,937,026 and 100,937,026 shares issued and outstanding, respectively1,0091,00Paid in capital in excess of par1,305,8891,305,94Accumulated undistributed earnings19,7927,5Total net assets of New Mountain Finance Corporation\$1,326,690\$Non-controlling interest in New Mountain Net Lease Corporation11,80411,7Total net assets\$1,338,494\$13,26,610Total net assets\$3,378,935\$3,354,92	Net assets				
outstanding, respectively1,0091,00Paid in capital in excess of par1,305,8891,305,99Accumulated undistributed earnings19,7927,5Total net assets of New Mountain Finance Corporation\$1,326,690\$Non-controlling interest in New Mountain Net Lease Corporation11,80411,7Total net assets\$1,338,494\$1,326,619Total net assets\$3,378,935\$3,354,92	Preferred stock, par value \$0.01 per share, 2,000,000 shares authorized, none issued		_		_
Accumulated undistributed earnings19,7927,5Total net assets of New Mountain Finance Corporation\$1,326,690\$1,314,4Non-controlling interest in New Mountain Net Lease Corporation11,80411,7Total net assets\$1,338,494\$1,326,19Total liabilities and net assets\$3,378,935\$3,354,92			1,009		1,009
Total net assets of New Mountain Finance Corporation\$ 1,326,690\$ 1,314,47Non-controlling interest in New Mountain Net Lease Corporation11,80411,77Total net assets\$ 1,338,494\$ 1,326,19Total liabilities and net assets\$ 3,378,935\$ 3,354,92	Paid in capital in excess of par		1,305,889		1,305,945
Non-controlling interest in New Mountain Net Lease Corporation11,80411,7Total net assets\$ 1,338,494\$ 1,326,19Total liabilities and net assets\$ 3,378,935\$ 3,354,99	Accumulated undistributed earnings		19,792		7,519
Total net assets         \$ 1,338,494         \$ 1,326,19           Total liabilities and net assets         \$ 3,378,935         \$ 3,354,92	Total net assets of New Mountain Finance Corporation	\$	1,326,690	\$	1,314,473
Total net assets         \$ 1,338,494         \$ 1,326,19           Total liabilities and net assets         \$ 3,378,935         \$ 3,354,92	Non-controlling interest in New Mountain Net Lease Corporation		11,804		11,718
Total liabilities and net assets         \$ 3,378,935         \$ 3,354,92		\$		\$	1,326,191
				-	3,354,927
100,557,020 100,957,0	Number of shares outstanding			-	
Net asset value per share of New Mountain Finance Corporation \$ 13.14 \$ 13.1	-	¢		¢	100,937,026

### New Mountain Finance Corporation Consolidated Statements of Operations

## (in thousands, except shares and per share data)

(unaudited)

		<b>Three Months Ended</b>		
	March 31	, 2023 N	Iarch 31, 2022	
nvestment income				
From non-controlled/non-affiliated investments:				
Interest income (excluding Payment-in-kind ("PIK") interest income)	\$	60,758 \$	37,44	
PIK interest income		3,944	3,30	
Dividend income		47		
Non-cash dividend income		4,166	3,0	
Other income		1,918	1,6	
From non-controlled/affiliated investments:				
Interest income (excluding PIK interest income)		9	2	
PIK interest income		691	2	
Non-cash dividend income		1,105	9	
Other income		63		
From controlled investments:				
Interest income (excluding PIK interest income)		1,444	1,6	
PIK interest income		4,388	4,9	
Dividend income		10,995	11,6	
Non-cash dividend income		1,230	1,0	
Other income		1,195	2,6	
Total investment income		91,953	68,9	
xpenses				
Interest and other financing expenses		30,796	18,6	
Management fee		11,638	11,5	
Incentive fee		9,597	7,4	
Administrative expenses		1,048	1,2	
Professional fees		965	9	
Other general and administrative expenses		488	4	
Total expenses		54,532	40,2	
Less: management fee waived		(1,063)	(1,0	
Less: expenses waived and reimbursed		—	(2.	
Net expenses		53,469	38,9	
Net investment income before income taxes		38,484	30,0	
Income tax expense		96		
Net investment income		38,388	29,9	
Net realized gains (losses):				
Non-controlled/non-affiliated investments		(1,308)	(	
Controlled investments		1,973	19,2	
Foreign currency		12	3	
Net change in unrealized appreciation (depreciation):				
Non-controlled/non-affiliated investments		(2,929)	(4,5	
Non-controlled/affiliated investments		(16)	10,7	
Controlled investments		8,797	(16,1	
Securities purchased under collateralized agreements to resell		_	(2,02	

Foreign currency	26	(422)
Provision for taxes	(131)	(2)
Net realized and unrealized gains	 6,424	 7,139
Net increase in net assets resulting from operations	 44,812	 37,047
Less: Net increase in net assets resulting from operations related to non-controlling interest in New Mountain Net Lease		
Corporation	 (239)	(855)
Net increase in net assets resulting from operations related to New Mountain Finance Corporation	\$ 44,573	\$ 36,192
Basic earnings per share	\$ 0.44	\$ 0.37
Weighted average shares of common stock outstanding - basic	100,937,026	98,413,476
Diluted earnings per share	\$ 0.40	\$ 0.34
Weighted average shares of common stock outstanding - diluted	123,591,432	111,671,062
Distributions declared and paid per share	\$ 0.32	\$ 0.30

#### ABOUT NEW MOUNTAIN FINANCE CORPORATION

New Mountain Finance Corporation (NASDAQ: NMFC) is a leading business development company (BDC) focused on providing direct lending solutions to U.S. middle market companies backed by top private equity sponsors. Our portfolio consists primarily of senior secured loans, and select junior capital positions, to growing businesses in defensive industries that offer attractive risk-adjusted returns. Our differentiated investment approach leverages the deep sector knowledge and operating resources of New Mountain Capital, a global investment firm with approximately \$37 billion of assets under management as of March 31, 2023.

#### ABOUT NEW MOUNTAIN CAPITAL

New Mountain Capital is a New York-based investment firm that emphasizes business building and growth, rather than debt, as it pursues long-term capital appreciation. The firm currently manages private equity, credit and net lease investment strategies with over \$37 billion in assets under management. New Mountain seeks out what it believes to be the highest quality growth leaders in carefully selected industry sectors and then works intensively with management to build the value of these companies. For more information on New Mountain Capital, please visit http://www.newmountaincapital.com.

#### FORWARD-LOOKING STATEMENTS

Statements included herein may contain "forward-looking statements", which relate to our future operations, future performance or our financial condition. Forward-looking statements are not guarantees of future performance, condition or results and involve a number of risks and uncertainties, including the impact of COVID-19 and related changes in base interest rates and significant volatility on our business, portfolio companies, our industry and the global economy. Actual results and outcomes may differ materially from those anticipated in the forward-looking statements as a result of a variety of factors, including those described from time to time in our filings with the Securities and Exchange Commission or factors that are beyond our control. New Mountain Finance Corporation undertakes no obligation to publicly update or revise any forward-looking statements made herein, except as may be required by law. All forward-looking statements speak only as of the time of this press release.

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#### CONTACT

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