



# GLADSTONE CAPITAL

**Press Release for April 6, 2004**

**Confirmation Number**

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**Headline: Gladstone Capital promotes Chip Stelljes to President and Terry Brubaker to Vice Chairman.**

McLean, VA: Gladstone Capital Corp. (NASDAQ: GLAD) (the "Company") announced today that its Board of Directors has promoted Chip Stelljes from Executive Vice President to President of the Company. He will also maintain his position as the Chief Investment Officer. "Chip Stelljes is a first class manager in the area of subordinated debt and buyouts and will continue to make a strong contribution to the future growth of our Company" said David Gladstone, Chairman. "His strong background in subordinated debt and buyouts will help bring our Company to the next level of growth."

The Board promoted Terry Brubaker, our Chief Operating Officer, from his position as President to Vice Chairman. "Terry Brubaker has the skills and passion that every great management team needs and we are well served to have such a talented person at Gladstone Capital," said David Gladstone, Chairman. "Terry Brubaker has performed exceedingly well during the last three years and we know he will continue to help the Company grow its asset base."

David Gladstone will remain Chairman and CEO. As previously released, Gladstone Capital increased its monthly dividends from \$0.11 per common share to \$0.115 per common share, a 4.5% increase in the current cash dividend.

For further information please contact Harry Brill or Skye Breeden at 703-286-7000.

*This press release may include statements that may constitute "forward-looking statements" within the meaning of Section 27A of the Securities Act of 1933, as amended, and Section 21E of the Securities Exchange Act of 1934, as amended, including statements with regard to the future performance of the Company. Words such as "believes," "expects," "projects" and "future" or similar expressions are intended to identify forward-looking statements. These forward-looking statements inherently involve certain risks and uncertainties, although they are based on the Company's current plans that are believed to be reasonable as of the date of this press release.*

*Factors that may cause the Company's actual results, levels of activity, performance or achievements to be materially different from any future results, levels of activity, performance or achievements expressed or implied by such forward-looking statements include, among others, those factors listed under the caption "Risk factors" of the Company's Form 10-K for the Fiscal Year Ended September 30, 2003, as filed with the Securities and Exchange Commission on December 11, 2003. The Company undertakes no obligation to publicly update or revise any forward-looking statements, whether as a result of new information, future events or otherwise*