

## INITIAL STATEMENT OF BENEFICIAL OWNERSHIP OF SECURITIES

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934 or Section 30(h) of the Investment Company Act of 1940

(Print or Type Responses)

1. Name and Address of Reporting Person* Gray Gresford  (Last) (First) (Middle) 1521 WESTBRANCH DRIVE, SUITE 200  (Street)  MCLEAN, VA 22102  (City) (State) (Zip)	2. Date of Event Requiring Statement (Month/Day/Year) 04/08/2008	3. Issuer Name and Ticker or Trading Symbol GLADSTONE CAPITAL CORP [GLAD]	
		4. Relationship of Reporting Person(s) to Issuer (Check all applicable) <input type="checkbox"/> Director <input type="checkbox"/> 10% Owner <input checked="" type="checkbox"/> Officer (give title below) <input type="checkbox"/> Other (specify below) <b>Chief Financial Officer</b>	5. If Amendment, Date Original Filed(Month/Day/Year)
6. Individual or Joint/Group Filing (Check Applicable Line) <input checked="" type="checkbox"/> Form filed by One Reporting Person <input type="checkbox"/> Form filed by More than One Reporting Person			

### Table I - Non-Derivative Securities Beneficially Owned

1. Title of Security (Instr. 4)	2. Amount of Securities Beneficially Owned (Instr. 4)	3. Ownership Form: Direct (D) or Indirect (I) (Instr. 5)	4. Nature of Indirect Beneficial Ownership (Instr. 5)
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Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.

SEC 1473 (7-02)

**Persons who respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB control number.**

### Table II - Derivative Securities Beneficially Owned (e.g., puts, calls, warrants, options, convertible securities)

1. Title of Derivative Security (Instr. 4)	2. Date Exercisable and Expiration Date (Month/Day/Year)		3. Title and Amount of Securities Underlying Derivative Security (Instr. 4)		4. Conversion or Exercise Price of Derivative Security	5. Ownership Form of Derivative Security: Direct (D) or Indirect (I) (Instr. 5)	6. Nature of Indirect Beneficial Ownership (Instr. 5)
	Date Exercisable	Expiration Date	Title	Amount or Number of Shares			

## Reporting Owners

Reporting Owner Name / Address	Relationships			
	Director	10% Owner	Officer	Other
Gray Gresford 1521 WESTBRANCH DRIVE SUITE 200 MCLEAN, VA 22102			Chief Financial Officer	

## Signatures

Robert Johnson, Attorney-in-fact	04/09/2008
<small>**Signature of Reporting Person</small>	<small>Date</small>

## Explanation of Responses:

**No securities are beneficially owned**

\* If the form is filed by more than one reporting person, see Instruction 5(b)(v).

Intentional misstatements or omissions of facts constitute Federal Criminal Violations. See 18 U.S.C. 1001 and 15 U.S.C.

\*\* 78ff(a).

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, See Instruction 6 for procedure.

Potential persons who are to respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB number.

POWER OF ATTORNEY

Know all by these presents, that the undersigned hereby constitutes and appoints

each of David Gladstone, Terry Brubaker, Harry Brill, Paula Novara, Allyson Williams, Robert Johnson, John "Jack" Dellafiora, Darren DeStefano, Christi Novak, Bobbi Milliken, Sharon Chism, Dane Holbrook and Brian Leaf, signing

individually, the undersigned's true and lawful attorneys-in fact and agents to: (1)

execute for and on behalf of the undersigned, an officer, director, member of an advisory board, investment adviser, affiliated person of an investment adviser, or beneficial owner

of more than 10% of a registered class of securities of Gladstone Capital Corporation,

Forms 3, 4 and 5 in accordance with Section 16(a) of the Securities

Exchange Act of 1934, as amended (the Exchange Act) and the rules thereunder;

(2) do and perform any and all acts for and on behalf of the undersigned that may

be necessary or desirable to complete and execute such Form 3, 4 or 5, complete and

execute

any amendment or amendments thereto, and timely file such forms or amendments with the

United States Securities and Exchange Commission and any stock exchange or similar

authority; and (3) take any other action of any nature whatsoever in connection with the

foregoing

which, in the opinion of such attorney-in-fact, may be of benefit, in the best

interest of,

or legally required by, the undersigned, it being understood that the documents

executed

by such attorney-in-fact on behalf of the undersigned pursuant to this Power of

Attorney

shall be in such form and shall contain such terms and conditions as such

attorney-in-fact

may approve in such attorney-in-fact's discretion.

The undersigned hereby grants to each such attorney-in-fact full power

and  
authority  
to do and perform any and every act and thing whatsoever requisite,  
necessary,  
or proper  
to be done in the exercise of any of the rights and powers herein  
granted,  
as fully to  
all intents and purposes as the undersigned might or could do if  
personally  
present,  
with full power of substitution or revocation, hereby ratifying and  
confirming  
all that  
such attorney-in-fact, or such attorney-in-fact's substitute or  
substitutes,  
shall  
lawfully  
do or cause to be done by virtue of this power of attorney and the  
rights  
and  
powers herein granted. The undersigned acknowledges that the foregoing  
attorneys-in-fact,  
in serving in such capacity at the request of the undersigned, are not  
assuming,  
nor is the Company assuming, any of the undersigned's responsibilities  
to comply  
with Section 16 of the Exchange Act.  
This Power of Attorney shall remain in full force and effect until the  
earliest to occur of (a) the undersigned is no longer required to file  
Forms 3, 4  
and 5 with  
respect to the undersigned's holdings of and transactions in securities  
issued by the Gladstone Capital Corporation,  
(b) revocation by the undersigned in a signed writing  
delivered to the  
foregoing attorneys-in-fact or (c) as to any attorney-in-fact  
individually, until  
such attorney-in-fact shall no longer be employed by Gladstone Capital  
Corporation,  
Gladstone Management Corporation, Gladstone Administration, LLC or  
Cooley Godward

LLP.

IN WITNESS WHEREOF, the undersigned has caused this Power of Attorney to be executed as of this 8th day of April, 2008.

/s/ Gresford Gray

Gresford Gray