HARVEST
CAPITAL CREDIT

HARVEST CAPITAL CREDIT CORPORATION ANNOUNCES SEPTEMBER 30, 2015 FINANCIAL RESULTS AND DECLARES DISTRIBUTIONS FOR OCTOBER, NOVEMBER AND DECEMBER

NEW YORK, November 9, 2015 — Harvest Capital Credit Corporation ("Harvest Capital" or the "Company") (NASDAQ: HCAP) announced that its Board of Directors declared distributions of $0.1125 per share for the months of October, November and December. The October distribution is payable on November 27, 2015 to shareholders of record on November 20, 2015. The November distribution is payable on December 24, 2015 to shareholders of record on December 17, 2015. The December distribution is payable on January 21, 2016 to shareholders of record on January 14, 2016. The Company's distributions may include a return of capital to shareholders to the extent that the Company's net investment income and net capital gains are insufficient to support the distributions. Distributions that are treated for tax purposes as a return of capital will reduce each shareholder's basis in his, her or its shares. Returns of shareholder capital also have the effect of reducing the Company's assets.

FINANCIAL HIGHLIGHTS

	Q3-15		Q3-14		YTD-15		YTD-14	
	Amount	Per share	Amount	Per share	Amount	Per share	Amount	Per share
Core net investment income (1)	**$2,165,501**	**$0.35**	**$2,221,850**	**$0.36**	**$6,091,288**	**$0.98**	**$6,252,456**	**$1.01**
Net investment income	**$2,192,293**	**$0.35**	**$2,273,189**	**$0.37**	**$6,255,652**	**$1.00**	**$6,152,577**	**$1.00**
Net change in unrealized (depreciation) appreciation	($1,053,558)	($0.17)	($242,822)	($0.04)	($983,017)	($0.16)	$510,153	$0.08
Net realized (losses) gains on investments	($297,322)	($0.04)	($13,874)	—	($956,383)	($0.15)	($10,757)	—
Net income	**$841,413**	**$0.14**	**$2,016,493**	**$0.33**	**$4,316,252**	**$0.69**	**$6,651,973**	**$1.08**
Weighted average shares outstanding (basic and diluted)	6,255,746		6,194,804		6,244,540		6,175,863	

(1) Core Net Investment Income and Core Net Investment Income per share are non-GAAP financial measures. Reconciliations of Core Net Investment Income and Core Net Investment Income per share to the most directly comparable GAAP financial measure and other information regarding these non-GAAP financial measures are set forth in Schedule 1 hereto.

PORTFOLIO ACTIVITY

	As of	
	September 30, 2015	**December 31, 2014**
Portfolio investments at fair value	$144,183,124	$115,834,428
Total assets	$149,715,525	$119,870,004
Net assets	$89,326,077	$90,872,315
Shares outstanding	6,260,087	6,222,673
Net asset value per share	$14.27	$14.60

	Q3-15	**Q3-14**	**YTD-15**	**YTD-14**
Portfolio activity during the period:				
New commitments/investments	$20,250,000	$21,198,125	$39,396,705	$52,412,088
Exits of commitments/investments	(3,590,610)	(11,984,042)	($4,586,763)	($20,874,382)
Net activity	$16,659,390	$9,214,083	$34,809,942	$31,537,706

	As of	
	September 30, 2015	**December 31, 2014**
Number of portfolio company investments	33	29
Number of debt investments	31	27
Weighted average yield of debt investments at fair value (1)	14.0%	15.1%

(1) Computed as (a) annual stated amount of interest or yield earned plus the net annual amortization of original issue discount and other deferred fees earned on accruing debt investments, divided by (b) total debt investments at fair value. CRS Reprocessing, LLC was excluded from the calculation as of December 31, 2014 because it was on non-accrual status at that date. Solex Fine Foods, LLC was excluded from the calculation as of December 31, 2014 and September 30, 2015 because it was on non-accrual status as of those dates. Shinnecock CLO 2006-1, Ltd. and other equity components of the investment portfolio are also excluded from this calculation either because they do not have stated interest rates or are non-income producing.

THIRD QUARTER OF 2015 AND YEAR-TO-DATE OPERATING RESULTS

For the quarter ended September 30, 2015, the Company reported a 58.3% decrease in net income, a 2.5% decrease in core net investment income and a 3.6% decrease in net investment income, compared to the quarter ended September 30, 2014. Net income for the quarter ended September 30, 2015 was $0.8 million, or $0.14 per share, compared to $2.0 million, or $0.33 per share, for the quarter ended September 30, 2014. Core net investment income was $2.2 million, or $0.35 per share, for the quarter ended September 30, 2015, compared to $2.2 million, or $0.36 per share, for the quarter ended September 30, 2014. Net investment income was $2.2 million, or $0.35 per share, for the quarter ended September 30, 2015, compared to $2.3 million, or $0.37 per share, for the quarter ended September 30, 2014. The decrease in net income was primarily attributable to a $0.8 million increase in the change in net unrealized depreciation on investments for the quarter ended September 30, 2015, as compared to the quarter ended September 30, 2014. Net investment income and core net investment income decreased in the quarter ended September 30, 2015, as compared to the quarter ended September 30, 2014, primarily as a result of lower effective yields on the investment portfolio and higher borrowing costs partially offset by an increase in investment income due to growth in the portfolio.

For the nine months ended September 30, 2015, the Company reported a 35.1% decrease in net income, a 2.6% decrease in core net investment income and a 1.7% increase in net investment income, compared to the nine months ended September 30, 2014. Net income for the nine months ended September 30, 2015 was $4.3 million, or $0.69 per share, compared to $6.7 million, or $1.08 per share, for the nine months ended September 30, 2014. Core net investment income was $6.1 million, or $0.98 per share, for the nine months ended September 30, 2015, compared to $6.3 million, or $1.01 per share, for the nine months ended September 30, 2014. Net investment income was $6.3 million, or $1.00 per share, for the nine months ended September 30, 2015, compared to $6.2 million, or $1.00 per share, for the nine months ended September 30, 2014. The decrease in net income was primarily attributable to a $0.9 million increase in realized losses on investments and a $1.5 million decrease in the change in unrealized depreciation on investments for the nine months ended September 30, 2015, as compared to the nine months ended September 30, 2014. Core net investment income decreased in the nine months ended September 30, 2015 primarily as a result of lower effective yields on the investment portfolio and higher borrowing costs partially offset by an increase in investment income due to growth in the portfolio. Net investment income increased in the nine months ended September 30, 2015, as compared to the nine months ended September 30, 2014, as higher interests costs and base management fees were partially offset by an increase in investment income due to growth in the portfolio and by lower incentive fees on capital gains.

As of September 30, 2015, our total portfolio investments at fair value and total assets were $144.2 million and $149.7 million, respectively, compared to $115.8 million and $119.9 million at December 31, 2014. Net asset value per share was $14.27 at September 30, 2015, compared to $14.60 at December 31, 2014.

During the third quarter of 2015, the Company made seven investments totaling $20.3 million and had one payoff totaling $3.6 million. Four of the investments were in new portfolio companies and three were additional investments in existing portfolio companies. The investment activity for the quarter ended September 30, 2015 was as follows:

NEW AND INCREMENTAL INVESTMENTS

On July 1, 2015, the Company made a $4.0 million junior secured term loan investment in Language Line, LLC. The investment carries an interest rate of LIBOR +9.75% with a 1.00% LIBOR floor.

On July 2, 2015 and September 28, 2015, the Company made additional $0.3 million and $0.8 million senior secured term loan investments in WBL SPE I, LLC. This brings the Company's total investment in WBL SPE I, LLC to $7.0 million. The investment carries a fixed interest rate of 13.00%.

On August 5, 2015, the Company made a $7.5 million junior secured term loan investment in Bradford Soap International, Inc. The investment carries an interest rate of LIBOR +9.25%.

On August 21, 2015, the Company made a $1.75 million junior secured term loan investment in Sitel Worldwide Corporation. The investment carries an interest rate of LIBOR +9.50% with a 1.00% LIBOR floor.

On August 28, 2015, the Company made a $4.9 million investment in Chemical Information Services, LLC. The investment is comprised of a $4.6 million senior secured term loan and $0.3 million senior secured revolver. The investment carries an interest rate of LIBOR +12.00%. The revolver was unfunded as of September 30, 2015.

On September 11, 2015, the Company made an additional $1.4 million senior secured term loan investment in WBL SPE II, LLC. This brings the Company's total investment in WBL SPE II, LLC to $5.0 million. The investment carries a fixed interest rate of 14.50%.

INVESTMENT PAYOFFS

On July 2, 2015, the Company received a full repayment at par on its $3.6 million debt investment in LNB Construction, Inc. The Company also received $50 thousand in cash and a non-interest bearing note for another $50 thousand for its warrant holdings. The Company generated a gross internal rate of return ("IRR") of 28% on this exit. IRR is the rate of return that makes the net present value of all cash flows into or from the investment equal to zero, and is calculated based on the amount of each cash flow received or invested by the Company and the day it was invested or received.

“Our stated objective earlier this year was to fully offset higher debt costs associated with our bond offering completed in January through portfolio growth and resume generation of net investment income higher than our distribution,” declared Richard P. Buckanavage, President and CEO. “Having generated $0.35 per share of net investment income compared to a distribution of $0.3375 per share, we are very pleased with this quarter’s financial results,” observed Mr. Buckanavage. “The robust pipeline we witnessed toward the end of the second quarter translated into a solid third quarter of deployment, having closed seven new and follow-on investments totaling $20.3 million. During the third quarter, we were also successful in extending the revolving period and lowering the LIBOR spread by 125 basis points on our corporate line of credit near period-end. Finally, the existing portfolio continues to perform well with a 1.97 weighted average risk rating and still only one non-accrual loan that represents less than 1.0% of the portfolio on a fair value basis,” concluded Mr. Buckanavage.

CREDIT QUALITY

The Company employs various risk management and monitoring tools to categorize and assess its investments. No less frequently than quarterly, the Company applies an investment risk rating system which grades the credit risk of all debt investments on a scale of 1 to 5. Under this system, an investment with a grade of 1 involves the least amount of risk and indicates performance from the portfolio company that exceeds underwritten expectations. Investments graded 2 involve a level of risk that is similar to the risk at the time of origination or acquisition. The portfolio company is generally performing as expected and the risk factors associated with our ability to ultimately recoup our investment are neutral to favorable. All new investments are initially assessed a grade of 2. Investments graded 3 indicate that the portfolio company is performing below expectations and requires closer monitoring. Investments graded 4 indicate performance substantially below expectations where some loss of return but no loss of principal is expected and payments are generally not more than 90 days past due. An investment grade of 5 indicates that the risk to our ability to recoup our investment has substantially increased since origination or acquisition, the portfolio company likely has materially declining performance, and some loss of return and principal is expected. For debt investments with an investment grade of 5, most or all of the debt covenants are out of compliance and payments are substantially delinquent.

As of September 30, 2015, the weighted average risk rating of the debt investments in the Company's portfolio increased to 1.97 from 1.96 in the previous quarter. Also, as of September 30, 2015, seven of the Company’s thirty-one debt investments were rated 1, eighteen investments were rated 2, four investments were rated 3, one investment was rated 4, and one investment was rated 5. Solex Fine Foods, LLC was the only loan on non-accrual status at September 30, 2015.

LIQUIDITY AND CAPITAL RESOURCES

As of September 30, 2015, the Company had $2.4 million of unrestricted cash and $25.9 million of undrawn capacity on its $55.0 million senior secured revolving credit facility.

On September 22, 2015, the Company amended its credit facility to, among other things, (i) reduce the interest rate on loans from LIBOR plus 4.50% to LIBOR plus 3.25%; and (ii) extend the revolving period by 18 months, so as to expire on April 30, 2017 instead of October 29, 2015. The extension of the revolving period also reduced the amortization period under the Loan Agreement from 36 months to 18 months. The maturity date under the Loan Agreement remains unchanged at October 29, 2018.

The credit facility is secured by all of the Company’s assets and has an accordion feature that allows the size of the facility to increase up to $85.0 million.

An additional source of liquidity are the six level 2 loans held by the Company totaling $15.8 million in fair value as of September 30, 2015. Since an actionable trading environment exists for these loans, they could be sold and the proceeds re-invested in our core lower-middle market strategy.

SIGNIFICANT DEVELOPMENTS SUBSEQUENT TO SEPTEMBER 30, 2015

On October 5, 2015 and October 13, 2015, the Company made additional $0.8 million and $0.3 million senior secured term loan investments in WBL SPE I, LLC. This brings the Company's total investment in WBL SPE I, LLC to $8.0 million. The investment carries a fixed interest rate of 13.00%.

On October 9, 2015, the Company made an additional $3.8 million senior secured term loan investment in Northeast Metal Works LLC and increased the revolver commitment from $0.8 million to $1.5 million. This brings the Company's total investment in Northeast Metal Works, LLC to $13.0 million. The investment carries an interest rate of LIBOR+14.00% with a 0.20% LIBOR floor.

On October 22, 2015, the Company made a $5.3 million investment in Work Well, LLC. The investment is comprised of a $4.8 million senior secured term loan, a $0.3 million revolver and a $0.3 million investment in equity. The term loan and revolver carry an interest rate of LIBOR+11.5%, with a 0.50% LIBOR floor. The interest rate on the total loan increases to the extent there are outstanding revolver advances above certain thresholds.

CONFERENCE CALL

The Company will host a conference call on Monday, November 9, 2015 at 11:00 a.m. Eastern Time to discuss its third quarter results. All interested parties are invited to participate in the conference call by dialing (888) 566-6060 (domestic) or (973) 200-3100 (international). Participants should enter the Conference ID 64028398 when prompted.

ABOUT HARVEST CAPITAL CREDIT CORPORATION

Harvest Capital Credit Corporation (NASDAQ: HCAP) provides customized financing solutions to privately held small and mid-sized companies in the U.S., generally targeting companies with annual revenues of less than $100 million and annual EBITDA of less than $15 million. The Company's investment objective is to generate both current income and capital appreciation primarily by making direct investments in the form of subordinated debt, senior debt and, to a lesser extent, minority equity investments. Harvest Capital Credit Corporation is externally managed and has elected to be treated as a business development company under the Investment Company Act of 1940.

Forward Looking Statements

Statements other than statements of historical facts included in this press release may constitute forward-looking statements and are not guarantees of future performance or results and involve a number of assumptions, risks and uncertainties, which change over time. Actual results may differ materially from those anticipated in any forward-looking statements as a result of a number of factors, including those described from time to time in filings by the Company with the Securities and Exchange Commission. The Company undertakes no duty to update any forward-looking statement made herein. All forward-looking statements speak only as of the date of this press release.

Harvest Capital Credit Corporation

Statements of Assets and Liabilities (unaudited)

	September 30, 2015	December 31, 2014
ASSETS:		
Non-affiliated/non-control investments, at fair value (cost of $140,308,296 at 9/30/15 and $111,101,709 at 12/31/14)	$141,382,088	$112,508,798
Affiliated investments, at fair value (cost of $4,145,034 at 9/30/15 and $4,019,908 at 12/31/14)	2,801,036	3,325,630
Total investments, at fair value (cost of $144,453,330 at 9/30/15 and $115,121,617 at 12/31/14)	144,183,124	115,834,428
Cash	2,388,731	2,171,771
Interest receivable	815,736	550,849
Accounts receivable - other	253,326	75,046
Deferred offering costs	1,055,073	119,640
Deferred financing costs	814,693	1,012,862
Other assets	204,842	105,408
Total assets	$149,715,525	$119,870,004
LIABILITIES:		
Revolving line of credit	$29,056,647	$26,075,140
Unsecured notes	27,500,000	—
Accrued interest payable	481,391	77,363
Accounts payable and accrued expenses	1,590,589	1,806,545
Payable for securities purchased	1,715,000	998,708
Other liabilities	45,821	39,933
Total liabilities	60,389,448	28,997,689
Commitments and contingencies	—	—
NET ASSETS:		
Common stock, $0.001 par value, 100,000,000 shares authorized, 6,260,087 issued and outstanding at 6/30/15 and 6,222,673 issued and outstanding at 12/31/14	6,260	6,223
Capital in excess of common stock	89,883,956	89,424,499
Accumulated realized (losses) gains on investments	(290,570)	665,813
Net unrealized (depreciation) appreciation on investments	(270,206)	712,811
(Distributions in excess of) undistributed net investment income	(3,363)	62,969
Total net assets	89,326,077	90,872,315
Total liabilities and net assets	$149,715,525	$119,870,004
Common stock issued and outstanding	6,260,087	6,222,673
Net asset value per common share	$14.27	$14.60

Harvest Capital Credit Corporation

Statements of Operations (unaudited)

	Three Months Ended September 30,		Nine Months Ended September 30,	
	2015	2014	2015	2014
Investment Income:				
Interest:				
Cash - non-affiliated/non-control investments	$3,993,285	$2,609,688	$11,161,708	$7,720,977
Cash - affiliated investments	92,000	55,768	273,000	166,756
PIK - non-affiliated/non-control investments	267,681	288,876	888,799	1,053,006
PIK - affiliated investments	—	27,267	—	81,467
Amortization of fees, discounts and premiums, net	602,689	642,849	1,389,748	1,072,629
Total interest income	4,955,655	3,624,448	13,713,255	10,094,835
Other income	15,509	292,970	39,210	376,822
Total investment income	**4,971,164**	**3,917,418**	**13,752,465**	**10,471,657**
Expenses:				
Interest expense - revolving line of credit	268,958	30,217	569,531	60,645
Interest expense - unused line of credit	58,111	100,883	220,422	303,715
Interest expense - deferred financing costs	66,057	64,707	198,171	190,644
Interest expense - unsecured notes	481,251	—	1,304,725	—
Interest expense - deferred offering costs	45,908	—	120,428	—
Total interest expense	920,285	195,807	2,413,277	555,004
Professional Fees	217,074	143,193	604,605	481,563
General and administrative	232,100	171,517	648,504	485,678
Base management fees	707,238	486,442	1,971,475	1,310,643
Incentive management fees	516,999	504,146	1,385,710	1,458,818
Administrative services expense	185,175	143,124	509,106	348,201
Total expenses	**2,778,871**	**1,644,229**	**7,532,677**	**4,639,907**
Less waivers:				
Incentive fees waived	—	—	—	(320,827)
Total net expenses	**2,778,871**	**1,644,229**	**7,532,677**	**4,319,080**
Net investment income, before tax	**2,192,293**	**2,273,189**	**6,219,788**	**6,152,577**
Excise tax credit (expense)	—	—	35,864	—
Net investment income	**2,192,293**	**2,273,189**	**6,255,652**	**6,152,577**
Net realized (losses) gains on investments	(297,322)	(13,874)	(956,383)	(10,757)
Net change in unrealized (depreciation) appreciation on investments	(1,053,558)	(242,822)	(983,017)	510,153
Total unrealized and realized gains (losses) on investments	**(1,350,880)**	**(256,696)**	**(1,939,400)**	**499,396**
Net increase in net assets resulting from operations	**$841,413**	**$2,016,493**	**$4,316,252**	**$6,651,973**
Net investment income per share	$0.35	$0.37	$1.00	$1.00
Net increase in net assets resulting from operations per share	$0.14	$0.33	$0.69	$1.08
Weighted average shares outstanding (basic & diluted)	6,255,746	6,194,804	6,244,540	6,175,863
Dividends declared per common share	$0.34	$0.34	$1.02	$1.01

SCHEDULE 1

Reconciliations of Net Investment Income to Core Net Investment Income

	Three months ended September 30,				Nine months ended September 30,			
	2015		2014		2015		2014	
	Amount	Per share (1)	Amount	Per share (1)	Amount	Per share (1)	Amount	Per share (1)
Net investment income	$2,192,293	$0.35	$2,273,189	$0.37	$6,255,652	$1.00	$6,152,577	$1.00
Excise (credit) expense on capital gains	$0	—	—	—	($21,802)	—	—	—
Capital gains incentive fees	($26,792)	—	($51,339)	($0.01)	($142,562)	($0.02)	$99,879	$0.01
Core net investment income	$2,165,501	$0.35	$2,221,850	$0.36	$6,091,288	$0.98	$6,252,456	$1.01

(1) All per share amounts are basic and diluted unless indicated otherwise.

The purpose of Core Net Investment Income is to present Net Investment Income without the effect of incentive fees related to items not included in Net Investment Income, and without the effect of any excise taxes related to realized capital gains and losses. Incentive fees are reflected above the Net Investment Income line on the income statement and thus affect Net Investment Income for GAAP purposes. However, realized gains or losses and unrealized appreciation or depreciation are reflected below the Net Investment Income line item on the income statement. Accordingly, capital gains incentive fees are reflected above the Net Investment Income line item in the income statement even though the related realized gains or losses and unrealized appreciation or depreciation are reflected below the Net Investment Income line item on the income statement. Any excise taxes related to realized capital gains and losses are also reflected above the Net Investment Income line item in the income statement even though the related realized gains or losses and unrealized appreciation or depreciation are reflected below the Net Investment Income line item on the income statement. Core Net Investment Income adds the capital gains incentive fee and any excise taxes related to realized capital gains and losses back to Net Investment Income so the capital gains incentive fee, any excise taxes related to realized capital gains and losses and the related realized gains or losses and unrealized appreciation or depreciation are all excluded from Net Investment Income.

The capital gains incentive fee is determined and paid annually with respect to cumulative realized capital gains (but not unrealized capital gains) to the extent such cumulative realized capital gains exceed cumulative realized and unrealized capital losses through the end of such fiscal year (less the aggregate amount of any previously paid capital gain incentive fee). The Company also records an expense accrual relating to the capital gains incentive fee payable by the Company to its investment adviser when (i) the cumulative unrealized and realized gains on its investments exceed all cumulative realized and unrealized capital losses on its investments and (ii) the capital gains incentive fee that would be payable exceeds the aggregate amount of any previously paid capital gain incentive fee given the fact that a capital gains incentive fee would be owed to the investment adviser if the Company were to liquidate its investment portfolio at such time. Any decrease in unrealized appreciation in subsequent periods will result in the reversal of some or all of such previously recorded expense accrual. The actual incentive fee payable to the Company's investment adviser related to capital gains is determined and payable in arrears at the end of each fiscal year and is only based on cumulative realized capital gains, including realized capital gains for such period, but not unrealized capital gains. The Company recorded net change in unrealized depreciation of $1,053,558 in the quarter ended September 30, 2015, compared to net change in unrealized depreciation of $242,822 in the quarter ended September 30, 2014. For the three months ended September 30, 2015 and September 30, 2014, incentive fees of ($26,792) and ($51,339), respectively, related to the net realized and unrealized capital gain or loss activity during the applicable periods. For the nine months ended September 30, 2015 and September 30, 2014, incentive fees of ($142,562) and $99,879, respectively, related to the net realized and unrealized capital gain or loss activity during the applicable periods.

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