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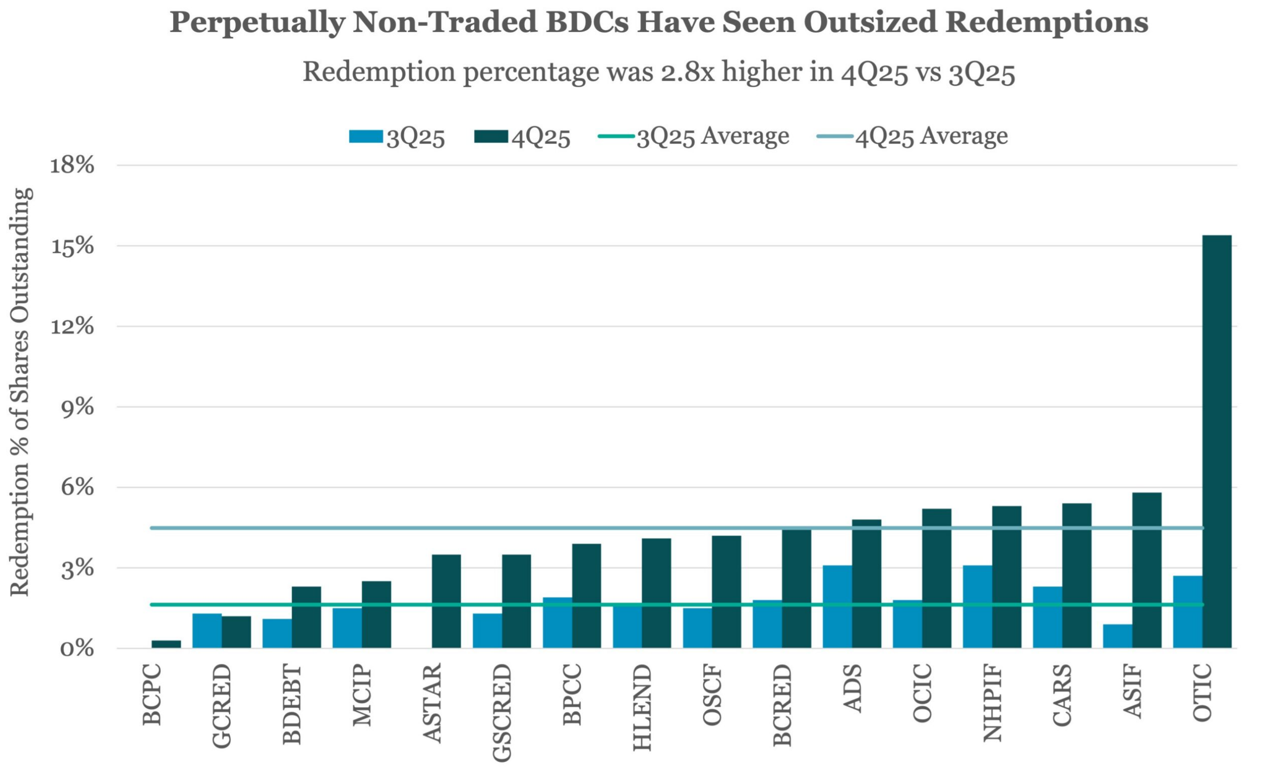
Non-Traded BDCs Face Higher Redemptions, Slower Fundraising

Fitch Ratings | February 26, 2026



Note: Antares Strategic Credit Fund (ASTAR), Apollo Debt Solutions BDC (ADS), Ares Strategic Income Fund (ASIF), Bain Capital Private Credit (BCPC), Barings Private Credit Corp. (BPCC), BlackRock Private Credit Fund (BDEBT), Blackstone Private Credit Fund (BCRED), Blue Owl Credit Income Corp (OCIC), Blue Owl Technology Income Corp. (OTIC), Carlyle Credit Solutions, Inc. (CARS), Goldman Sachs Private Credit Corp. (GSCRED), Golub Capital Private Credit Fund (GCRED), HPS Corporate Lending Fund (HLEND), Monroe Capital Income Plus Corporation (MCIP), North Haven Private Income Fund (NHPIF), Oaktree Strategic Credit Fund (OSCF).
Source: Fitch Ratings, Company Reports

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Investor sentiment has turned negative toward publicly listed U.S. business development companies (BDCs) with private-credit and software exposure, lowering valuations and limiting equity market access. That shift is now spilling over to perpetually non-traded BDCs, which have seen higher redemptions and slower fundraising in recent months. Fitch Ratings expects flows may remain under pressure in the coming quarters which, if sustained, could reshape the competitive landscape for BDCs.

Redemptions for the perpetually non-traded BDCs tracked by Fitch rose to an average of 4.5% of NAV in 4Q25, up from 1.6% in 3Q25. Five BDCs funded tenders above the 5% quarterly cap, and tenders at four others increasing to over 4% during the quarter. Liquidity and asset coverage cushions are sufficient to absorb a spike of elevated redemptions. Tenders in excess of 5% of NAV on a sustained basis could pressure the credit profiles of perpetually non-traded BDCs but are not in Fitch's base case assumption.