

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

FORM 10-Q

QUARTERLY REPORT PURSUANT TO SECTION 13 OR 15(d) OF THE SECURITIES EXCHANGE ACT OF 1934

For the quarterly period ended March 31, 2019

Commission File Number: 000-55411

Parkview Capital Credit, Inc.

(Exact Name of Registrant as Specified in Its Charter)

Maryland

(State or Other Jurisdiction of
Incorporation or Organization)

47-2441958

(I.R.S. Employer
Identification No.)

**Park Towers Uptown
1233 West Loop South, Suite 1170
Houston, Texas**

(Address of Principal Executive Offices)

77027

(Zip Code)

(713) 622-5000

(Registrant's telephone number, including area code)

1980 Post Oak Blvd, Two Post Oak Center, 15th Floor, Houston, Texas 77056

(Former name, former address and former fiscal year, if changed since last report)

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

None

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

Common Stock, par value \$0.01 per share

Indicate by check mark whether the registrant (1) has filed all reports required to be filed by Section 13 or 15(d) of the Securities Exchange Act of 1934 during the past 12 months (or for such shorter period that the registrant was required to file such reports), and (2) has been subject to such filing requirements for the past 90 days. Yes No

Indicate by check mark whether the registrant has submitted electronically every Interactive Data File required to be submitted pursuant to Rule 405 of Regulation S-T (§ 232.405 of this chapter) during the preceding 12 months (or for such shorter period that the registrant was required to submit such files). Yes No

Indicate by check mark whether the registrant is a large accelerated filer, an accelerated filer, a non-accelerated filer, a smaller reporting company, or an emerging growth company. See the definitions of "large accelerated filer," "accelerated filer," "smaller reporting company," and "emerging growth company" in Rule 12b-2 of the Exchange Act.

Large Accelerated Filer	<input type="checkbox"/>	Accelerated Filer	<input type="checkbox"/>
Non-Accelerated Filer	<input checked="" type="checkbox"/>	Smaller reporting company	<input type="checkbox"/>
Emerging growth company	<input checked="" type="checkbox"/>		

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.

Indicate by check mark whether the registrant is a shell company (as defined in Rule 12b-2 of the Exchange Act). Yes No

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

Title of each class	Trading Symbol(s)	Name of each exchange on which registered
None	None	None

Indicate the number of shares outstanding of each of the issuer's classes of common stock, as of the latest practicable date: There were 4,000,010 issued and outstanding shares of the issuer's common stock, \$.01 par value per share, on May 15, 2019.

**PARKVIEW CAPITAL CREDIT, INC. FORM 10-Q
QUARTER ENDED**

March 31, 2019

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PARKVIEW CAPITAL CREDIT, INC.
CONDENSED STATEMENTS OF FINANCIAL CONDITION
(in thousands, except share information)

	March 31,	December 31,
	2019	2018
	(Unaudited)	
Assets		
Investments at fair value		
Non-controlled unaffiliated investments (amortized cost \$47,502 and \$48,738, respectively)	\$ 44,202	\$ 45,474
Controlled investments (amortized cost \$14,640 and \$14,458, respectively)	15,454	15,246
Affiliated investments (amortized cost \$2,427 and \$2,427, respectively)	2,136	2,136
Total investments, at fair value (amortized cost \$64,569 and \$65,623, respectively)	61,792	62,856
Cash and cash equivalents	815	1,150
Accounts receivable	8	5
Interest receivable	1,964	1,714
Dividend receivable	2,165	1,797
Prepaid expenses and other assets	259	158
Total assets	\$ 67,003	\$ 67,680
Liabilities and stockholders' equity		
Liabilities		
Payable for investments purchased	\$ 26,669	\$ 27,992
Accounts payable and accrued expenses	313	31
Amount due to advisor	-	4
Loan origination fees, net	67	79
Management fees payable	103	84
Total liabilities	27,152	28,190
Commitments and contingencies		
Stockholders' equity		
Preferred stock, par value \$0.01 per share, 10,000,000 shares authorized, no shares issued and outstanding at March 31, 2019 and December 31, 2018, respectively	-	-
Common stock, par value \$0.01 per share, 50,000,000 shares authorized, 4,000,010 shares issued and outstanding at March 31, 2019 and December 31, 2018, respectively	40	40
Additional paid-in capital	39,910	39,910
Accumulated undistributed net realized gain on investments	69	64
Accumulated undistributed net investment income	2,609	2,243
Net unrealized depreciation on investments	(2,777)	(2,767)
Total stockholders' equity	39,851	39,490
Total liabilities and stockholders' equity	\$ 67,003	\$ 67,680
Net asset value per share	\$ 9.96	\$ 9.87

See Notes to Unaudited Condensed Financial Statements.

PARKVIEW CAPITAL CREDIT, INC.
CONDENSED STATEMENTS OF OPERATIONS
(Unaudited)
(in thousands, except share information)

	For the Three Months Ended March 31,	
	2019	2018
Investment income		
From non-controlled unaffiliated investments:		
Net interest income	\$ 445	\$ 504
Paid-in-kind interest	55	54
Dividend income	4	-
From controlled investments:		
Net interest income	117	94
Paid-in-kind interest	36	38
Dividend income	266	188
From affiliated investments:		
Dividend income	102	88
Total investment income	1,025	966
Operating expenses		
Management fees	332	295
Professional fees	264	258
General and administrative expenses	198	189
Total expenses before expense waiver	794	742
Waiver of management fees	(135)	(102)
Total operating expenses	659	640
Net investment income	366	326
Realized and unrealized income (loss)		
Net realized gain on investments	5	39
Net change in unrealized depreciation on non-controlled unaffiliated investments	(36)	(111)
Net change in unrealized appreciation on controlled investments	26	168
Net change in unrealized depreciation on affiliated investments	-	(7)
Net change in unrealized (depreciation) appreciation on investments	(10)	50
Total net realized and unrealized (loss) gain on investments	(5)	89
Net increase in net assets resulting from operations	\$ 361	\$ 415
Per share information - basic and diluted		
Weighted average - net increase in net assets resulting from operations	\$ 0.09	\$ 0.10
Weighted average - net investment income per common share	\$ 0.09	\$ 0.08
Weighted average shares outstanding	4,000,010	4,000,010

See Notes to Unaudited Condensed Financial Statements.

PARKVIEW CAPITAL CREDIT, INC.
CONDENSED STATEMENTS OF CHANGES IN NET ASSETS
(Unaudited)
(in thousands)

	For the Three Months Ended March	
	2019	2018
Increase from operations		
Net investment income	\$ 366	\$ 326
Net realized gain on investments	5	39
Net change in unrealized (depreciation) appreciation on investments	(10)	50
Net increase in net assets resulting from operations	361	415
Total increase in net assets	361	415
Net assets at beginning of period	39,490	38,593
Net assets at end of period	\$ 39,851	\$ 39,008
Net asset value per common share	\$ 9.96	\$ 9.75
Common shares outstanding, end of period	4,000,010	4,000,010

See Notes to Unaudited Condensed Financial Statements.

PARKVIEW CAPITAL CREDIT, INC.
CONDENSED STATEMENTS OF CASH FLOWS
(Unaudited)
(in thousands)

	For the Three Months Ended March	
	2019	2018
Cash flows from operating activities		
Net increase in net assets resulting from operations	\$ 361	\$ 415
Adjustments to reconcile net increase in net assets from operations to net cash (used in) provided by operating activities		
Purchases of investments	(26,887)	(26,110)
Paid-in-kind interest	(91)	(92)
Paydowns of investments	48	1,277
Sales of investments	27,997	23,435
Loan origination fee amortization	(12)	(18)
Net unrealized appreciation (depreciation) on investments	10	(50)
Net amortization of premiums on investments	(8)	(15)
Realized gain on sold/repaid investments	(5)	(39)
Decrease (increase) in operating assets:		
Accounts receivable	(3)	
Interest receivable	(250)	(359)
Dividend receivable	(368)	(235)
Prepaid expenses and other assets	(101)	(15)
Increase (decrease) in operating liabilities:		
Payable for investments purchased	(1,323)	2,498
Accounts payable and accrued expenses	282	108
Due to advisor	(4)	-
Management fees payable	19	20
Net cash (used in) provided by operating activities	(335)	820
Total (decrease) increase in cash	(335)	820
Cash and cash equivalents at beginning of period	1,150	2,105
Cash and cash equivalents at end of period	\$ 815	\$ 2,925

See Notes to Unaudited Condensed Financial Statements.

PARKVIEW CAPITAL CREDIT, INC.
CONDENSED SCHEDULE OF INVESTMENTS
(Unaudited)
(in thousands, except share information)
March 31, 2019

Portfolio Company (a)(b)	Industry	Spread Above Index (c)	Interest Rate	Acquisition Date	Maturity	Principal	Amortized Cost	Fair Value (d)	% of Net Assets
Senior Secured Loans - First Lien									
Ebony Media Holdings, LLC	Media	N/A	12%, 2% PIK	5/5/2016	5/5/2020	\$ 3,977	\$ 3,944	\$ 3,897	9.8%
Ebony Media Holdings, LLC	Media	N/A	12%, 2% PIK	11/11/2016	5/5/2020	1,889	1,889	1,851	4.7%
Ebony Media Holdings, LLC	Media	N/A	(g)	2/17/2017	5/5/2020	2,176	2,176	1,850	4.6%
Ebony Media Holdings, LLC	Media	P + 4.00%	8.25%	11/2/2017	5/5/2020	1,185	1,185	1,185	3.0%
Medi-fare Drug & Pharmaceutical Compounding, LLC	Healthcare	N/A	10%, 4% PIK	5/25/2016	(j)	3,600	3,600	3,600	9.0%
Total Senior Secured Loans - First Lien							12,794	12,383	31.1%
Senior Secured Loans - Second Lien									
Action Resources (h)	Specialized Freight Trucking	3M USD LIBOR + 10.00% PIK	11.00% PIK	9/8/2015	4/29/2022	905	905	891	2.2%
Action Resources (h)	Specialized Freight Trucking	8.00% PIK	8.00% PIK	9/8/2015	8/31/2021	2,714	2,714	2,226	5.6%
Action Resources (h)	Specialized Freight Trucking	9.00% PIK	9.00% PIK	9/8/2015	8/31/2021	2,171	2,171	195	0.5%
Transportation Demand Management, LLC	Charter Bus Industry	N/A	12%, 2% PIK	11/21/2016	10/1/2021	5,232	5,232	5,154	12.9%
Anchor Glass Container Corporation (e)	Manufacturing	1M USD LIBOR + 7.75%	8.75%	12/7/2016	12/7/2024	500	498	284	0.7%
Total Senior Secured Loans - Second Lien							11,520	8,750	21.9%
Portfolio Company (a)(b)	Industry	Dividend Rate	Acquisition Date	Number of Shares	Amortized Cost	Fair Value (c)	% of Net Assets		
Equity Investments									
Langham Creek LLC; Preferred Units	Real Estate	14.00%	12/4/2015	2,426,085	2,426	2,135	5.4%		
Langham Creek LLC; Common Units	Real Estate	N/A	12/4/2015	1,000	1	1	-		
Ebony Media Holdings, LLC; Warrants	Media	N/A	5/5/2016	50,000	119	-	-		
Medi-fare Drug & Pharmaceutical Compounding, LLC; Warrants	Healthcare	N/A	5/25/2016	5	58	8	-		
Medi-fare Drug & Pharmaceutical Compounding, LLC; Membership Interests	Healthcare	N/A	10/30/2018	100	381	143	-		
Transportation Demand Management; Warrants	Charter Bus Industry	N/A	11/21/2016	34,000	-	-	-		
Action Resources; Common Units (h)	Specialized Freight Trucking	N/A	10/31/2017	(i)	-	-	-		
Lone Star Brewery Development, Inc.; Preferred Units	Real Estate	12.00%	6/28/2017	3,057	8,601	9,761	24.5%		
Lone Star Brewery Development, Inc.; Common Units	Real Estate	N/A	6/28/2017	1,000	2,000	1,942	4.9%		
Total Equity Investments					13,586	13,990	34.8%		
Portfolio Company (a)(b)	Yield to Maturity	Acquisition Date	Maturity Date	Number of Shares	Principal	Amortized Cost	Fair Value (c)	% of Net Assets	
U.S. Government Securities									
U.S. Treasury Bill (f)	2.302 %	3/28/2019	4/2/2019	26,676,000	26,669	26,669	26,669	66.9%	
Total U.S. Government Securities						26,669	26,669	66.9%	
Total Investments							\$ 64,569	\$ 61,792	154.7%
Liabilities in excess of other assets								(21,941)	-54.7%
Net assets								\$ 39,851	100.0%

(a) With the exception of the Company's investments in Langham Creek LLC and Lone Star Brewery Development, Inc., all of the Company's investments are qualifying assets under Section 55(a) of the Investment Company Act of 1940, as amended (the "1940 Act"). The Company may not acquire any non-qualifying assets unless, at the time of acquisition, qualifying assets represent at least 70% of the Company's total assets. As of March 31, 2019, non-qualifying assets totaled 20.7% of the Company's total assets.

- (b) Under the 1940 Act, the Company would be deemed to “control” a portfolio company if the Company owned more than 25% of its outstanding voting securities and/or held the power to exercise control over the management or policies of the portfolio company. The Company would be deemed an “affiliated person” of a portfolio company if the Company owned 5% or more of the portfolio company’s outstanding voting securities. As of March 31, 2019, the Company is an “affiliated person” of Langham Creek LLC by virtue of its ownership of voting securities of Langham Creek LLC.

As of March 31, 2019, the Company is deemed to be an “affiliated person” of and deemed to “control” Lone Star Brewery Development, Inc. and Medi-fare Drug & Pharmaceutical Compounding, LLC. The following table presents certain information with respect to investments in portfolio companies of which the Company was deemed to be an affiliated person of and deemed to control as of March 31, 2019:

Portfolio Company	Fair Value at December 31, 2018	Purchases	Sales and Repayments	PIK Interest	Accretion of Discount	Net realized gain (loss)	Net Change in Unrealized Appreciation (Depreciation)	Fair Value at March 31, 2019	Interest Income	Fee Income	Dividend Income
Controlled Investment											
Lone Star Brewery, Inc.;											
Preferred Units	\$ 9,541	\$ 194	\$ -	\$ -	\$ -	\$ -	\$ 26	\$ 9,761	\$ -	\$ -	\$ 266
Lone Star Brewery, Inc.;											
Common Units	1,942	-	-	-	-	-	-	1,942	-	-	-
Medi-fare Drug & Pharmaceutical Compounding, LLC	3,612	-	(48)	36	-	-	-	3,600	117	36	-
Medi-fare Drug & Pharmaceutical Compounding, LLC; Membership Interests	143	-	-	-	-	-	-	143	-	-	-
Medi-fare Drug & Pharmaceutical Compounding, LLC; Warrants	8	-	-	-	-	-	-	8	-	-	-
	<u>\$ 15,246</u>	<u>\$ 194</u>	<u>\$ (48)</u>	<u>\$ 36</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 26</u>	<u>\$ 15,454</u>	<u>\$ 117</u>	<u>\$ 36</u>	<u>\$ 266</u>
Affiliated Investment											
Langham Creek LLC;											
Preferred Units	\$ 2,135	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,135	\$ -	\$ -	\$ 102
Langham Creek LLC;											
Common Units	1	-	-	-	-	-	-	1	-	-	-
	<u>\$ 2,136</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,136</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 102</u>

- (c) Certain investments bear interest at a rate that may be determined by reference to the London Interbank Offered Rate (“LIBOR” or “L”) or the U.S. Prime Rate (“P”) which generally reset monthly, quarterly, or semiannually. For each, the Company has provided the spread over LIBOR and the current contractual interest rate in effect at March 31, 2019. Certain investments are subject to a LIBOR interest rate floor.

1M USD LIBOR – The 1 month USD LIBOR rate as of March 31, 2019 is 2.49%.

3M USD LIBOR – The 3 month USD LIBOR rate as of March 31, 2019 is 2.60%.

- (d) The fair value of the Company’s investments was determined in good faith by or under the guidance of the Company’s board of directors (the “Board”) pursuant to the Company’s valuation policies.
- (e) Investment is not self-originated.
- (f) Position or portion thereof unsettled as of March 31, 2019.
- (g) There is a 3% of principal fee for the short-term Ebony Media principal loan. On September 29, 2017, the note was increased by \$425 upon which interest accrues at 15% per annum.
- (h) Asset is on non-accrual status.
- (i) The Company owns 2.82% of Bedrock Holdings Group LLC, which is the holding company of Action Resources.
- (j) On October 30, 2018, the Company provided notice to Medi-fare’s owners and management of the exercise of its rights under the Loan Agreement and the Pledge Agreement, and transferred 100% of Medi-fare’s outstanding membership units to the Company. As a result of this exercise, the Company became a 100% equity owner of Medi-fare. As of March 31, 2019, Medi-fare Drug & Pharmaceutical Compounding, LLC is continuing to make interest payments, including default interest, even though the maturity date of the first lien senior secured loan was May 25, 2018.

See Notes to Unaudited Condensed Financial Statements.

PARKVIEW CAPITAL CREDIT, INC.
CONDENSED SCHEDULE OF INVESTMENTS
(in thousands, except share information)
December 31, 2018

Portfolio Company (a)(b)	Industry	Spread Above Index (c)	Interest Rate	Acquisition Date	Maturity Date	Principal	Amortized Cost	Fair Value (d)	% of Net Assets
Senior Secured Loans - First Lien									
Ebony Media Holdings, LLC	Media	N/A	12%, 2% PIK	5/5/2016	5/5/2020	\$ 3,957	\$ 3,917	\$ 3,878	9.8%
Ebony Media Holdings, LLC	Media	N/A	12%, 2% PIK	11/11/2016	5/5/2020	1,880	1,880	1,842	4.7%
Ebony Media Holdings, LLC	Media	N/A	(g)	2/17/2017	5/5/2020	2,176	2,176	1,850	4.7%
Ebony Media Holdings, LLC	Media	P + 4.00%	8.25%	11/2/2017	5/5/2020	1,161	1,161	1,161	2.9%
Medi-fare Drug & Pharmaceutical Compounding, LLC	Healthcare	N/A	10%, 4% PIK	5/25/2016	(j)	3,612	3,612	3,612	9.1%
Total Senior Secured Loans - First Lien							<u>12,746</u>	<u>12,343</u>	<u>31.2%</u>

Senior Secured Loans - Second Lien									
Action Resources (h)	Specialized Freight Trucking	3M USD LIBOR + 10.00% PIK	11.00% PIK	9/8/2015	4/29/2022	905	905	891	2.3%
Action Resources (h)	Specialized Freight Trucking	8.00% PIK	8.00% PIK	9/8/2015	8/31/2021	2,714	2,714	2,226	5.6%
Action Resources (h)	Specialized Freight Trucking	9.00% PIK	9.00% PIK	9/8/2015	8/31/2021	2,171	2,171	195	0.5%
Transportation Demand Management, LLC	Charter Bus Industry	N/A	12%, 2% PIK	11/21/2016	10/1/2021	5,206	5,206	5,128	13.0%
Anchor Glass Container Corporation (e)	Manufacturing	1M USD LIBOR + 7.75%	8.75%	12/7/2016	12/7/2024	500	497	311	0.8%
Total Senior Secured Loans - Second Lien							<u>11,493</u>	<u>8,751</u>	<u>22.2%</u>

Portfolio Company (a)(b)	Industry	Dividend Rate	Acquisition Date	Number of Shares/ Interests	Amortized Cost	Fair Value (d)	% of Net Assets
Equity Investments							
Langham Creek LLC; Preferred Units	Real Estate	14.00%	12/4/2015	2,426,085	2,426	2,135	5.4%
Langham Creek LLC; Common Units	Real Estate	N/A	12/4/2015	1,000	1	1	-
Ebony Media Holdings, LLC; Warrants	Media	N/A	5/5/2016	50,000	119	-	-
Medi-fare Drug & Pharmaceutical Compounding, LLC; Warrants	Healthcare	N/A	5/25/2016	5	59	8	-
Medi-fare Drug & Pharmaceutical Compounding, LLC; Membership Interests	Healthcare	N/A	10/30/2018	100	381	143	-
Transportation Demand Management; Warrants	Charter Bus Industry	N/A	11/21/2016	34,000	-	-	-
Action Resources; Common Units (h)	Specialized Freight Trucking	N/A	10/31/2017	(i)	-	-	-
Lone Star Brewery Development, Inc.; Preferred Units	Real Estate	12.00%	6/28/2017	2,996	8,406	9,541	24.2%
Lone Star Brewery Development, Inc.; Common Units	Real Estate	N/A	6/28/2017	1,000	2,000	1,942	4.9%
Total Equity Investments					<u>13,392</u>	<u>13,770</u>	<u>34.5%</u>

Portfolio Company (a)(b)	Yield to Maturity	Acquisition Date	Maturity Date	Number of Shares	Principal	Amortized Cost	Fair Value (d)	% of Net Assets
U.S Government Securities								
U.S. Treasury Bill (f)	2.129%	12/27/2018	1/2/2019	28,000,000	27,992	27,992	27,992	70.9%
Total U.S Government Securities						<u>27,992</u>	<u>27,992</u>	<u>70.9%</u>
Total Investments						<u>\$ 65,623</u>	<u>\$ 62,856</u>	<u>158.8%</u>
Liabilities in excess of other assets							<u>(23,366)</u>	<u>-58.8%</u>
Net assets							<u>\$ 39,490</u>	<u>100.0%</u>

(a) With the exception of the Company's investments in Langham Creek LLC and Lone Star Brewery Development, Inc., all of the Company's investments are qualifying assets under Section 55(a) of the Investment Company Act of 1940, as amended (the "1940 Act"). The Company may not acquire any non-qualifying assets unless, at the time of acquisition, qualifying assets represent at least 70% of the Company's total assets. As of December 31, 2018, non-qualifying assets totaled 20.0% of the Company's total assets.

- (b) Under the 1940 Act, the Company would be deemed to “control” a portfolio company if the Company owned more than 25% of its outstanding voting securities and/or held the power to exercise control over the management or policies of the portfolio company. The Company would be deemed an “affiliated person” of a portfolio company if the Company owned 5% or more of the portfolio company’s outstanding voting securities. As of December 31, 2018, the Company is an “affiliated person” of Langham Creek LLC by virtue of its ownership of voting securities of Langham Creek LLC.

As of December 31, 2018, the Company is deemed to be an “affiliated person” of and deemed to “control” Lone Star Brewery Development, Inc. and Medi-fare Drug & Pharmaceutical Compounding, LLC. The following table presents certain information with respect to investments in portfolio companies of which the Company was deemed to be an affiliated person of and deemed to control as of December 31, 2018:

Portfolio Company	Fair Value at December 31, 2017	Purchases	Sales and Repayments	PIK Interest	Accretion of Discount	Net realized gain (loss)	Net Change in Unrealized Appreciation (Depreciation)	Fair Value at December 31, 2018	Interest Income	Fee Income	Dividend Income
Controlled Investment											
Lone Star Brewery, Inc.; Preferred Units	\$ 4,205	\$ 4,411	\$ -	\$ -	\$ -	\$ -	\$ 925	\$ 9,541	\$ -	\$ -	\$ 920
Lone Star Brewery, Inc.; Common Units	1,956	-	-	-	-	-	(14)	1,942	-	-	-
Medi-fare Drug & Pharmaceutical Compounding, LLC	3,726	(381)	(285)	134	393	-	25	3,612	828	134	-
Medi-fare Drug & Pharmaceutical Compounding, LLC; Membership Interests	-	381	-	-	-	-	(238)	143	-	-	-
Medi-fare Drug & Pharmaceutical Compounding, LLC; Warrants	49	-	-	-	-	-	(41)	8	-	-	-
	<u>\$ 9,936</u>	<u>\$ 4,411</u>	<u>\$ (285)</u>	<u>\$ 134</u>	<u>\$ 393</u>	<u>\$ -</u>	<u>\$ 657</u>	<u>\$ 15,246</u>	<u>\$ 828</u>	<u>\$ 134</u>	<u>\$ 920</u>
Affiliated Investment											
Langham Creek LLC; Preferred Units	\$ 2,102	\$ 258	\$ -	\$ -	\$ -	\$ -	\$ (225)	\$ 2,135	\$ -	\$ -	\$ 379
Langham Creek LLC; Common Units	1	-	-	-	-	-	-	1	-	-	-
	<u>\$ 2,103</u>	<u>\$ 258</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (225)</u>	<u>\$ 2,136</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 379</u>

- (c) Certain investments bear interest at a rate that may be determined by reference to the London Interbank Offered Rate (“LIBOR” or “L”) or the U.S. Prime Rate (“P”) which generally reset monthly, quarterly, or semiannually. For each, the Company has provided the spread over LIBOR and the current contractual interest rate in effect at December 31, 2018. Certain investments are subject to a LIBOR interest rate floor.

1M USD LIBOR – The 1 month USD LIBOR rate as of December 31, 2018 is 2.51%.

3M USD LIBOR – The 3 month USD LIBOR rate as of December 31, 2018 is 2.79%.

- (d) The fair value of the Company’s investments was determined in good faith by or under the guidance of the Company’s board of directors (the “Board”) pursuant to the Company’s valuation policies.
- (e) Investment is not self-originated.
- (f) Position or portion thereof unsettled as of December 31, 2018.
- (g) There is a 3% of principal fee for the short-term Ebony Media principal loan. On September 29, 2017, the note was increased by \$425 upon which interest accrues at 15% per annum.
- (h) Asset is on non-accrual status.
- (i) The Company owns 2.82% of Bedrock Holdings Group LLC, which is the holding company of Action Resources.
- (j) On October 30, 2018, the Company provided notice to Medi-fare’s owners and management of the exercise of its rights under the Loan Agreement and the Pledge Agreement, and transferred 100% of Medi-fare’s outstanding membership units to the Company. As a result of this exercise, the Company became a 100% equity owner of Medi-fare. As of December 31, 2018, Medi-fare Drug & Pharmaceutical Compounding, LLC is continuing to make interest payments, including default interest, even though the maturity date of the first lien senior secured loan was May 25, 2018.

See Notes to Unaudited Condensed Financial Statements.

PARKVIEW CAPITAL CREDIT, INC.
NOTES TO UNAUDITED CONDENSED FINANCIAL STATEMENTS
(in thousands, except share information)

NOTE A – ORGANIZATION AND BASIS OF PRESENTATION

Parkview Capital Credit, Inc. (the “Company”) was legally formed on November 25, 2014 (“Inception”) as a Maryland corporation and commenced its principal operations on April 24, 2015, commensurate with the raising of \$20,000 through the sale of 2,000,000 shares of its common stock. The Company is an externally managed, non-diversified, closed-end management investment company that has elected to be regulated as a business development company (“BDC”) under the 1940 Act, as amended (the “1940 Act”), and elected to be treated for federal income tax purposes as a regulated investment company (“RIC”) under Subchapter M of the Internal Revenue Code of 1986, as amended (the “Code”), beginning with the tax year ended June 30, 2017.

The Company is an investment company that follows the specialized accounting and reporting guidance of the Financial Accounting Standards Board (“FASB”) Accounting Standard Codification (“ASC”) Topic 946 “Financial Services - Investment Companies.”

The accompanying financial statements have been prepared on the accrual basis of accounting in conformity with U.S. generally accepted accounting principles (“GAAP”). Additionally, the accompanying unaudited financial statements of the Company and related financial information as of and for the three months ended March 31, 2019 and 2018 have been prepared pursuant to the requirements for reporting in Article 10 of Regulation S-X. Accordingly, certain disclosures accompanying annual financial statements prepared in accordance with GAAP are omitted. In the opinion of management, the unaudited financial results included herein contain all adjustments, consisting solely of normal recurring accruals, considered necessary for the fair presentation of financial statements for the periods included herein. The current period’s results of operations will not necessarily be indicative of results that ultimately may be achieved for the fiscal year ending December 31, 2019.

NOTE B – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reclassifications: Prior period financial statement amounts have been reclassified to conform to the current period presentation.

Use of Estimates: The preparation of financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

Income Taxes: The Company has elected to be regulated as a BDC under the 1940 Act. The Company has also elected to be treated as a RIC under Subchapter M of the Code, beginning with the tax year ended June 30, 2017. As a RIC, the Company generally is not required to pay corporate level federal income taxes on any ordinary income or capital gains that it distributes to its stockholders as dividends. To qualify as a RIC, the Company must, among other things, meet certain source-of-income and asset diversification requirements. In addition, to qualify for RIC tax treatment, the Company must distribute to its stockholders, for each taxable year, at least 90% of its “investment company taxable income” for that year, which is generally its ordinary income plus the excess of its realized net short-term capital gains over its realized net long-term capital losses. As a result, any tax liability related to income earned and distributed by the Company represents obligations of the Company’s common stockholders and will not be reflected in the financial statements of the Company for the years in which it qualifies as a RIC.

Although the Company may not be subject to federal income taxes as a RIC, it may choose to retain a portion of its calendar year income. If so, the Company may be subject to a 4% excise tax on the amount retained. There was \$10 and \$7 of excise tax accrued as of the three months ended March 31, 2019 and 2018, respectively.

The Company evaluates tax positions taken or expected to be taken in the course of preparing its financial statements to determine whether the tax positions are “more-likely-than-not” to be sustained by the applicable tax authority. Tax positions not deemed to meet the “more-likely-than-not” threshold are reversed and recorded as a tax benefit or expense in the current year. All penalties and interest associated with income taxes are included in income tax expense. Conclusions regarding tax positions are subject to review and may be adjusted at a later date based on factors including, but not limited to, on-going analyses of tax laws, regulations and interpretations thereof. Tax years from 2015 and on are open for examination.

Revenue Recognition: Interest income, adjusted for amortization of premiums and accretion of discounts, is recorded on an accrual basis. Discounts or premiums are accreted or amortized, respectively, using the effective interest method as interest income. Dividend income is recognized on an accrual basis to the extent that the Company expects to collect such amount. Loan origination fees, original issue discount and market discount are capitalized and amortized as interest income over the respective term of the loan. The Company records prepayment premiums on loans and securities as fee income when it receives such amounts.

The Company places investments on non-accrual status when there is reasonable doubt that interest income will be collected. The Company considers many factors relevant to an investment when placing it on or removing it from non-accrual status including, but not limited to, the delinquency status of the investment, economic and business conditions, the overall financial condition of the underlying investment, the value of the underlying collateral, bankruptcy status, if any, and any other facts or circumstances relevant to the investment. If there is reasonable doubt that the Company will receive any previously accrued interest, then the interest income will be written-off. Payments received on non-accrual investments may be recognized as income or applied to principal depending upon the collectability of the remaining principal and interest. Non-accrual investments may be restored to accrual status when principal and interest become current and are likely to remain current based on management’s judgment.

The Company has loans and preferred securities in its portfolio that contain payment-in-kind (“PIK”) provisions. PIK represents interest or dividends that are accrued and recorded as interest or dividend income at the contractual rates, increases the loan or preferred equity principal on the respective capitalization dates, and is generally due at maturity. For the three months ended March 31, 2019 and 2018, the Company recognized PIK income of \$91 and \$92, respectively.

Realized gains or losses on investments are measured by the difference between the net proceeds from the disposition and the amortized cost basis of the investment, without regard to unrealized gains or losses previously recognized. The Company reports changes in fair value of investments that are measured at fair value as a component of the net change in unrealized appreciation (depreciation) on investments in the statements of operations.

Earnings per Share: Basic earnings per share is computed by dividing earnings available to common stockholders by the weighted average number of shares outstanding during the period. Other potentially dilutive shares of common stock, and the related impact to earnings, are considered when calculating earnings per share on a diluted basis. There were no other dilutive shares or instruments to consider as of March 31, 2019.

Investments: Investment transactions are accounted for on a trade-date basis. The Company considers trade date for investments not traded on a recognized exchange, or traded in the over-the-counter markets, to be the date on which the Company receives legal or contractual title to the asset and bears the risk of loss.

Investments in certain senior loans generate a fixed spread over floating base rates such as LIBOR or the U.S. Prime Rate. These floating base rates generally reset either monthly, quarterly or semi-annually.

Valuation of Portfolio Securities: The Company determines the net asset value per share of its common stock quarterly. The net asset value per share equals the value of the Company’s total assets minus liabilities and any preferred stock outstanding divided by the total number of shares of common stock outstanding. The Company’s investments are valued at the end of each fiscal quarter.

Substantially all of the Company's investments are expected to be in loans or other securities that do not have readily ascertainable market prices. Investments for which market quotations are readily available are valued at such market quotations, which are generally obtained from an independent pricing service or multiple broker-dealers or market makers. In order to assist the Board in determining the fair value of assets that are not publicly traded or whose market prices are not readily available, Parkview Advisors, LLC (the "Advisor") provides the Board with portfolio company valuations, which are based on relevant inputs, which may include but are not limited to, indicative dealer quotes, values of like securities, recent portfolio company financial statements and forecasts, and valuations prepared by third party valuation services. The Company has retained independent valuation firms to assist the Board by performing certain limited third-party valuation services. In connection with each valuation determination, investment professionals from the Advisor prepare portfolio company valuations using sources and/or proprietary models, depending on the availability of information, on the Company's assets and the type of asset being valued, all in accordance with the Company's valuation policy. The participation of the Advisor in the valuation process could result in a conflict of interest, since the base management fee is based on the Company's gross assets.

Valuation of fixed income investments, such as loans and debt securities, depends upon a number of factors, including prevailing interest rates for like securities, expected volatility in future interest rates, call features, put features and other relevant terms of the debt. For investments without readily available market prices, the Company may incorporate these factors into discounted cash flow models to arrive at fair value. Other factors that may be considered include the borrower's ability to adequately service its debt, the fair market value of the borrower in relation to the face amount of its outstanding debt and the quality of collateral securing its debt investments.

The Company's equity interests in portfolio companies for which there is no liquid public market are valued at fair value. The Board, in its determination of fair value, may consider various factors, such as multiples of EBITDA, cash flows, net income, revenues or, in limited instances, book value or liquidation value. All of these factors may be subject to adjustments based upon the particular circumstances of a portfolio company or the actual investment position. For example, adjustments to EBITDA may take into account compensation to previous owners or acquisition, recapitalization, restructuring or other related items.

The Advisor's management team, any approved independent third-party valuation specialists and the Board may also consider private merger and acquisition statistics, public trading multiples discounted for illiquidity and other factors, valuations implied by third-party investments in the portfolio companies or industry practices in determining fair value. The Advisor's management team, any approved independent third-party valuation specialists and the Board may also consider the size and scope of a portfolio company and its specific strengths and weaknesses, and may apply discounts or premiums, where and as appropriate, due to the higher (or lower) financial risk and/or the smaller size of portfolio companies relative to comparable firms, as well as such other factors as the Board, in consultation with the Advisor's management team and any approved independent third-party valuation specialists may consider relevant in assessing fair value. Generally, the value of the equity interests in public companies for which market quotations are readily available will be based upon the most recent closing public market price. Portfolio securities that carry certain restrictions on sale are typically valued at a discount from the public market value of the security.

When the Company receives warrants or other equity securities at nominal or no additional cost in connection with an investment in a debt security, the cost basis in the investment will be allocated between the debt securities and any such warrants or other equity securities received at the time of origination. The Board subsequently values these warrants or other equity securities received at their fair value.

The Company periodically benchmarks the bid and ask prices received from the third-party pricing services and/or dealers, as applicable, against the actual prices at which it purchases and sells investments. Based on the results of the benchmark analysis and the experience of management in purchasing and selling these investments, the Company believes that these prices are reliable indicators of fair value. However, because of the private nature of this marketplace (meaning actual transactions are not publicly reported), the Company believes that these valuation inputs are classified as Level 3 within the fair value hierarchy. The Company also uses independent valuation firms to assist the Board in determining fair value for securities for which it cannot obtain prevailing bid and ask prices through third-party pricing services or independent dealers, or where the Board otherwise determines that the use of such other methods is appropriate. The Company periodically benchmarks the valuations provided by the independent valuation firms against the actual prices at which the Company purchases and sells investments. The audit committee and Board review and approve the valuation determinations made with respect to these investments in a manner consistent with the Company's valuation policy.

Due to the inherent uncertainty of determining the fair value of investments that do not have a readily available market value, the fair value of the investment portfolio may differ from the values that would have been used had a readily available market value existed for such investments, and the differences could be material.

Fair Value of Financial Instruments: The carrying amounts of certain of the Company's financial instruments, including cash and cash equivalents, receivables, accounts payable and accrued expenses, approximate fair value due to their short-term nature.

Recent Accounting Pronouncements: In August 2018, the FASB issued ASU 2018-13 "Fair Value Measurement (Topic 820): Disclosure Framework – Changes to the Disclosure Requirements for Fair Value Measurement" ("ASU 2018-13"), which addresses changes in unrealized gains and losses, the range and weighted average of significant unobservable inputs used to develop Level 3 fair value measurements, and the narrative description of measurement uncertainty that should be applied prospectively for only the most recent interim or annual period presented in the initial fiscal year of adoption. ASU 2018-13 will be effective for all entities for fiscal years, and interim periods within those fiscal years, beginning after December 15, 2019. The Company is currently evaluating the impact this standard will have on its financial statements.

Distributions: Distributions to the Company's stockholders are recorded as of the record date. The Company intends to distribute at least 90% of its investment company taxable income on an annual basis in order to maintain its qualification as a RIC and to distribute net realized capital gains, if any, at least annually.

The determination of the tax attributes of the distributions is made at the end of the tax year based upon the taxable income for the full tax year and the distributions paid during the full tax year. Distributions paid to stockholders during 2018 were reported as ordinary income. The Company may fund its cash distributions to stockholders from any sources of funds legally available to it, including proceeds from the sale of shares of the Company's common stock, borrowings, net investment income from operations, capital gains proceeds from the sale of assets, non-capital gains proceeds from the sale of assets, and dividends or other distributions paid to the Company on account of preferred and common equity investments in portfolio companies. The Company has not established limits on the amount of funds it may use from available sources to make distributions. During certain periods, the Company's distributions may exceed its earnings. As a result, it is possible that a portion of the distributions the Company makes may represent a return of capital. A return of capital generally is a return of a stockholder's investment rather than a return of earnings or gains derived from the Company's investment activities. Each year a statement on Form 1099-DIV identifying the sources of the distributions (i.e., paid from ordinary income, paid from net capital gains on the sale of securities, and/or a return of capital, which is a nontaxable distribution) will be mailed to the Company's stockholders. There can be no assurance that the Company will be able to pay distributions at a specific rate or at all.

NOTE C – RELATED PARTY TRANSACTIONS

Advisory Agreement

Pursuant to the Investment Advisory Agreement with the Advisor (the "Advisory Agreement"), the Advisor provides credit analysis, structuring capability and transactional experience. The fees associated with the Advisory Agreement consist of a base management fee and incentive fees. The Advisor is owned by SKW Financial, LLC, an entity controlled by the Company's Chief Executive Officer.

The management fee is calculated at an annual rate of 2.00% of the end-of-period gross assets payable monthly in arrears if the Company's gross assets are less than \$250,000; 1.75% of the end-of period gross assets if the Company's gross assets are equal to or greater than \$250,000 but less than \$750,000; and, 1.50% of the end-of period gross assets if the Company's gross assets are equal to or greater than \$750,000. For purposes of calculating the management fee, the term "gross assets" includes any assets acquired with the proceeds of leverage. As a result, the Advisor will benefit when the Company incurs debt or uses leverage. The Advisory Agreement provides that the management fee is calculated based on the average value of gross assets at the end of the two most recently completed months. The Company has clarified its management fee calculation so that the management fee is calculated by averaging the value of the Company's gross assets at the end of the two most recently completed quarters, and appropriately adjusting for any share issuances occurring during any month of the current quarter. Management fees for any partial month are appropriately prorated.

In order to meet the diversification tests required to qualify as a RIC, the Company acquires short-term U.S. Treasury Bills. The following purchases of short-term U.S. Treasury bills had the effect of increasing management fees payable to the Advisor, all of which were waived by the Advisor:

Date acquired

Impact in 2019

March 28, 2019	\$	26,700
December 27, 2018	\$	28,000

Impact in 2018

March 29, 2018	\$	22,000
December 28, 2017	\$	19,500

For the three months ended March 31, 2019 and 2018, the Company incurred management fees of \$332 and \$295, gross of the fee waiver of \$135 and \$102, respectively.

The incentive fee is divided into two parts: (i) an incentive fee on income and (ii) an incentive fee on capital gains.

The incentive fee on income is calculated and payable quarterly in arrears based upon the Company's "pre-incentive fee net investment income" for the immediately preceding quarter. The incentive fee on income is subject to a hurdle rate, measured quarterly and expressed as a rate of return on adjusted capital at the beginning of the most recently completed calendar quarter, of 1.75% (7.0% annualized), subject to a "catch up" feature. For the three months ended March 31, 2019 and 2018, the Company did not incur any incentive fees on income.

The incentive fee on capital gains is determined and payable in arrears as of the end of each calendar year (or upon termination of the Investment Advisory Agreement). This fee equals 20% of realized capital gains on a cumulative basis from inception, calculated as of the end of the applicable period, computed net of all realized capital losses and unrealized capital depreciation on a cumulative basis, less the aggregate amount of any previously paid capital gains incentive fees. For the three months ended March 31, 2019 and 2018, the Company did not incur any incentive fees on capital gains.

During the three months ended March 31, 2019 and 2018, the Company reimbursed the Advisor \$17 and \$36, respectively, for amounts owed by the Company to third party providers of services paid by the Advisor on the Company's behalf and reimbursements for Company-related travel. There were no amounts accrued to the Advisor as of March 31, 2019 and 2018.

License Agreement

On March 11, 2015, the Company entered into a license agreement (the "License Agreement") with the Advisor, pursuant to which the Company was granted a non-exclusive license to use the name "Parkview." Under the License Agreement, the Company has a right to use the "Parkview" name and logo, as long as the Advisor or one of its affiliates remains the Company's investment adviser. Other than with respect to this limited license, the Company has no legal right to the "Parkview" name or logo.

NOTE D – INVESTMENT PORTFOLIO

The table below describes investments by industry classification and enumerates the percentage, by fair value, of the total portfolio assets in such industries as of March 31, 2019 and December 31, 2018:

	March 31, 2019		December 31, 2018	
	Fair Value	Percentage of Portfolio	Fair Value	Percentage of Portfolio
Charter Bus Industry	\$ 5,154	9%	\$ 5,128	8%
Healthcare	3,751	7%	3,763	6%
Manufacturing	284	0%	311	1%
Media	8,783	14%	8,731	14%
Real Estate	13,839	22%	13,619	22%
Specialized Freight Trucking	3,312	5%	3,312	5%
U.S. Government Securities	26,669	43%	27,992	44%
	<u>\$ 61,792</u>	<u>100%</u>	<u>\$ 62,856</u>	<u>100%</u>

The following table summarizes the amortized cost and fair value of the investment portfolio as of March 31, 2019 and December 31, 2018:

March 31, 2019	Amortized Cost(a)	Percentage of Portfolio	Fair Value	Percentage of Portfolio
Senior Secured Loans - First Lien	\$ 12,794	20%	\$ 12,383	20%
Senior Secured Loans - Second Lien	11,520	18%	8,750	14%
Equity Investments	13,586	21%	13,990	23%
U.S. Government Securities	26,669	41%	26,669	43%
Total	<u>\$ 64,569</u>	<u>100%</u>	<u>\$ 61,792</u>	<u>100%</u>

December 31, 2018	Amortized Cost(a)	Percentage of Portfolio	Fair Value	Percentage of Portfolio
Senior Secured Loans - First Lien	\$ 12,746	19%	\$ 12,343	20%
Senior Secured Loans - Second Lien	11,493	18%	8,751	14%
Equity Investments	13,392	20%	13,770	22%
U.S. Government Securities	27,992	43%	27,992	44%
Total	<u>\$ 65,623</u>	<u>100%</u>	<u>\$ 62,856</u>	<u>100%</u>

(a) Amortized cost represents the original cost adjusted for the amortization of premiums and/or accretion of discounts, as applicable, on investments.

NOTE E – FAIR VALUE OF FINANCIAL INSTRUMENTS

Fair value is defined as the price that the Company would receive upon selling an investment or paying to transfer a liability in an orderly transaction to a market participant in the principal or most advantageous market for the investment. Accounting guidance emphasizes that valuation techniques maximize the use of observable market inputs and minimize the use of unobservable inputs. Inputs refer broadly to the assumptions that market participants would use in pricing an asset or liability, including assumptions about risk. Inputs may be observable or unobservable. Observable inputs are inputs that reflect the assumptions market participants would use in pricing an asset or liability developed based on market data obtained from sources independent of the Company. Unobservable inputs are inputs that reflect the assumptions market participants would use in pricing an asset or liability developed based on the best information available in the circumstances. The valuation hierarchical levels are based upon the transparency of the inputs to the valuation of the investment as of the measurement date. The three levels are defined as follows:

Level 1 — Valuations based on quoted prices in active markets for identical assets or liabilities at the measurement date.

Level 2 — Valuations based on inputs other than quoted prices in active markets included in Level 1, which are either directly or indirectly observable at the measurement date. This category includes quoted prices for similar assets or liabilities in active markets, quoted prices for identical or similar assets or liabilities in non-active markets including actionable bids from third parties for privately held assets or liabilities, and observable inputs other than quoted prices such as yield curves and forward currency rates that are entered directly into valuation models to determine the value of derivatives or other assets or liabilities.

Level 3 — Valuations based on inputs that are unobservable and where there is little, if any, market activity at the measurement date.

The inputs for the determination of fair value may require significant management judgment or estimation and are based upon management's assessment of the assumptions that market participants would use in pricing the assets or liabilities. These investments include debt and equity investments in private companies or assets valued using the market or income approach and may involve pricing models whose inputs require significant judgment or estimation because of the absence of any meaningful current market data for identical or similar investments. The inputs in these valuations may include, but are not limited to, capitalization and discount rates, beta and EBITDA multiples. The information may also include pricing information or broker quotes, which include a disclaimer that the broker would not be held to such a price in an actual transaction. The non-binding nature of consensus pricing and/or quotes accompanied by disclaimer would result in classification as Level 3 information, assuming no additional corroborating evidence.

Pricing inputs and weightings applied to determine value require subjective determination. Accordingly, valuations do not necessarily represent the amounts that may eventually be realized from sales or other dispositions of investments.

A financial instrument's categorization within the valuation hierarchy is based upon the lowest level of input that is significant to the fair value measurement.

The following table presents the fair value measurements of the investment portfolio, by major class according to the fair value hierarchy, as of March 31, 2019:

	Level 1	Level 2	Level 3	Total
Senior Secured Loans - First Lien	\$ -	\$ -	\$ 12,383	\$ 12,383
Senior Secured Loans - Second Lien	-	-	8,750	8,750
Equity Investments	-	-	13,990	13,990
U.S. Government Securities	26,669	-	-	26,669
	<u>\$ 26,669</u>	<u>\$ -</u>	<u>\$ 35,123</u>	<u>\$ 61,792</u>

The following table presents the fair value measurements of the investment portfolio, by major class according to the fair value hierarchy, as of December 31, 2018:

	Level 1	Level 2	Level 3	Total
Senior Secured Loans - First Lien	\$ -	\$ -	\$ 12,343	\$ 12,343
Senior Secured Loans - Second Lien	-	-	8,751	8,751
Equity Investments	-	-	13,770	13,770
U.S. Government Securities	27,992	-	-	27,992
	<u>\$ 27,992</u>	<u>\$ -</u>	<u>\$ 34,864</u>	<u>\$ 62,856</u>

The following table provides a reconciliation of the beginning and ending balances for total investments that use Level 3 inputs for the three months ended March 31, 2019:

	Senior Secured Loans First Lien	Senior Secured Loans Second Lien	Equity Investments	Total
Fair value beginning of period	\$ 12,343	\$ 8,751	\$ 13,770	\$ 34,864
Purchases	24	-	194	218
Net realized gain	-	(5)	-	(5)
Amortization of premium	7	1	-	8
Paid-in-kind interest	65	26	-	91
Sales	-	-	-	-
Paydowns	(48)	-	-	(48)
Net change in unrealized appreciation	(8)	(28)	26	(10)
Fair value end of period	<u>\$ 12,383</u>	<u>\$ 8,745</u>	<u>\$ 13,990</u>	<u>\$ 35,118</u>

The amount of total gains or losses for the period included in changes in net assets attributable to the change in unrealized gains or losses relating to investments still held at the reporting date	<u>\$ (8)</u>	<u>\$ (28)</u>	<u>\$ 26</u>	<u>\$ (10)</u>
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During the three months ended March 31, 2019, the Company did not have any transfers between levels.

The following provides a reconciliation of the beginning and ending balances for total investments that use Level 3 inputs for the three months ended March 31, 2018:

	Senior Secured Loans First Lien	Senior Secured Loans Second Lien	Equity Investments	Total
Fair value beginning of period	\$ 12,532	\$ 14,503	\$ 8,313	\$ 35,348
Purchases	524	-	3,584	4,108
Net realized gain	-	39	-	39
Amortization of premium	14	1	-	15
Paid-in-kind interest	67	25	-	92
Sales	-	(3,935)	-	(3,935)
Paydowns	(1,277)	-	-	(1,277)
Net change in unrealized appreciation	(16)	(103)	169	50
Fair value end of period	<u>\$ 11,844</u>	<u>\$ 10,530</u>	<u>\$ 12,066</u>	<u>\$ 34,440</u>

The amount of total gains or losses for period included in changes in net assets attributable to the change in unrealized gains or losses relating to investments still held at the reporting date	<u>\$ (16)</u>	<u>\$ (21)</u>	<u>\$ 168</u>	<u>\$ 131</u>
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During the three months ended March 31, 2018, the Company did not have any transfers between levels.

The following table presents the quantitative information about Level 3 fair value measurements of the investment portfolio, as of March 31, 2019:

	<u>Fair Value</u>	<u>Valuation Techniques</u>	<u>Unobservable input</u>	<u>Range</u>	<u>Weighted Average</u>
Senior Secured Loans - First Lien	\$ 12,383	Market comparables	Market yield (%) EBITDA Multiples (x)	84.5% - 100.6% 2.8x - 4.3x	95.8% 3.2x
Senior Secured Loans - Second Lien	\$ 284	Market quotes	Indicative Dealer Quotes	54.5% - 59.0%	56.8%
Senior Secured Loans - Second Lien	\$ 8,466	Market comparables	Market yield (%) EBITDA Multiples (x)	0.0% - 99.9% 0.60x - 9.50x	92.5% 5.7x
Equity Investments	\$ 13,990	Market comparables	EBITDA Multiples (x) Book Value Multiples (x)	3.3x - 4.3x .90x - 1.10x	3.8x 1.10x

The following table presents the quantitative information about Level 3 fair value measurements of the investment portfolio, as of December 31, 2018:

	<u>Fair Value</u>	<u>Valuation Techniques</u>	<u>Unobservable input</u>	<u>Range</u>	<u>Weighted Average</u>
Senior Secured Loans - First Lien	\$ 12,343	Market comparables	Market yield (%) EBITDA Multiples (x)	84.5% - 100.6% 2.8x - 4.3x	95.8% 3.2x
Senior Secured Loans - Second Lien	\$ 311	Market quotes	Indicative Dealer Quotes	60.5% - 64.0%	62.3%
Senior Secured Loans - Second Lien	\$ 8,440	Market comparables	Market yield (%) EBITDA Multiples (x)	0.0% - 99.9% 0.60x - 9.50x	92.5% 5.7x
Equity Investments	\$ 13,770	Market comparables	EBITDA Multiples (x) Book Value Multiples (x)	3.3x - 4.3x .90x - 1.10x	3.8x 1.10x

NOTE F – SIGNIFICANT SUBSIDIARIES

In accordance with Rules 3-09 and 4-08(g) of Regulation S-X, the Company must determine which of its unconsolidated controlled portfolio companies, if any, are considered “significant subsidiaries.” In evaluating these investments, there are three tests utilized to determine if any of the Company’s controlled investments are considered significant subsidiaries: the asset test, the income test and the investment test. Rule 3-09 of Regulation S-X requires separate audited financial statements of an unconsolidated subsidiary in an annual report if any of the three tests exceed 20%. Rule 4-08(g) of Regulation S-X requires summarized financial information in an annual report if any of the three tests exceeds 10%. After performing this analysis, the Company determined that as of March 31, 2019, one of its portfolio companies, Lone Star Brewery Development, Inc. (“Lone Star”), is a significant subsidiary. Accordingly, financial information for the three months ended March 31, 2019 and 2018, and information as of December 31, 2018 has been included below.

	<u>March 31, 2019</u>	<u>December 31, 2018</u>
Balance Sheet		
Current assets	\$ -	\$ 151
Noncurrent assets	\$ 15,726	\$ 15,726
Current liabilities	\$ 17,704	\$ 16,919
Noncurrent liabilities	\$ 8,669	\$ 8,626
Total deficit	\$ (10,647)	\$ (9,668)
	<u>March 31, 2019</u>	<u>March 31, 2018</u>
Revenue	\$ -	\$ -
Expenses	\$ 908	\$ 1,478
Other	\$ -	\$ (3)
Net loss	\$ (908)	\$ (1,481)

On February 16, 2018, Lone Star entered into a loan agreement (the “Loan Agreement”) with BI 28 LLC (the “Lender”), a subsidiary of BridgeInvest. In connection with the Loan Agreement, the Lender required that the Company guarantee the performance of Lone Star under the terms of the Loan Agreement. On February 8, 2018, the Board authorized the Company to enter into a Guaranty, whereby the Company agreed to guarantee to the Lender the performance of Lone Star under the Loan Agreement. The loan has an 18-month term, which term can be extended by an additional six months. Assuming the Loan has a duration of two years, the Company’s aggregate obligation as a result of its 100% ownership of Lone Star would be \$14,300, which includes interest payments and repayment of principal. If Lone Star defaults under the Loan Agreement, the Lender could avoid judicial procedures and declare all amounts outstanding under the Guaranty immediately due and payable, and require us to fulfill our obligations to make such payments.

On April 10, 2015, Lone Star and Princeton Capital Corporation (“Princeton”) entered into a loan agreement, and a subsequent modification (collectively, the “Princeton Loan Agreement”). Pursuant to the Princeton Loan Agreement, Lone Star borrowed a total of \$8,000. Lone Star was in default of the Princeton Loan Agreement throughout 2017. On February 13, 2018, Lone Star entered into a forbearance letter agreement that extended the Princeton Loan Agreement to February 13, 2020 and was released from its lien on one section of the land with all other liens on other property remaining.

During this period, Princeton agreed to forbear from exercising and enforcing certain rights and remedies which it is entitled to and to accept a payoff equal to \$7,500 plus 25% of the net sales proceeds/value of Lone Star if paid by December 31, 2018 or \$8,000 plus 25% of the net sales proceeds/value of Lone Star if paid on or after January 1, 2019. As of March 31, 2019, no transaction has taken place that would result in the payoff of Lone Star’s loan with Princeton.

NOTE G – FINANCIAL HIGHLIGHTS

The following is a schedule of financial highlights of the Company for the three months ended March 31, 2019 and 2018:

	March 31,	
	2019	2018
Per share data		
Net asset value, beginning of period	\$ 9.87	\$ 9.65
Results of operations (a)		
Net investment income	0.09	0.09
Net realized gain on investments	-	0.01
Net increase in net assets resulting from operations	0.09	0.10
Total increase in net assets	0.09	0.10
Net asset value, end of period	\$ 9.96	\$ 9.75
Shares outstanding at end of period	4,000,010	400,010
Total return (b)	0.91%	1.07%
Ratio/Supplemental data (c)		
Net assets, end of period	39,851	39,008
Ratio of operating expenses to average net assets (d)	1.66%	1.65%
Ratio of net investment income to average net assets	0.92%	0.84%
Portfolio turnover	0.00%	11.18%

- (a) Per share data was derived by using the weighted average shares outstanding during the applicable period.
- (b) The total return for the three months ended March 31, 2019 and 2018 was calculated by taking the increase in net assets resulting from operations of the Company for the period divided by the average net assets during the period.
- (c) The financial information has not been annualized in computing ratios and may not be indicative of full year results.
- (d) The effect of the management fee waiver discussed in Note C is 0.34% and 0.26% for the three months ended March 31, 2019 and 2018, respectively.

NOTE H – SUBSEQUENT EVENTS

Management performed an evaluation of the Company’s activity through the date the financial statements were issued and has determined that there have been no events that have occurred that would require adjustments to the Company’s disclosures in the financial statements.

Item 2. Management's Discussion and Analysis of Financial Condition and Results of Operations

Forward Looking Statements

This report contains forward looking statements that involve substantial risks and uncertainties. These forward looking statements are not historical facts, but rather are based on current expectations, estimates and projections about us, our prospective portfolio investments, our industry, our beliefs, and our assumptions. Words such as "anticipates," "expects," "intends," "plans," "believes," "seeks," "estimates," "would," "should," "targets," "projects," and variations of these words and similar expressions are intended to identify forward looking statements. These statements are not guarantees of future performance and are subject to risks, uncertainties, and other factors, some of which are beyond our control and are difficult to predict, that could cause actual results to differ materially from those expressed or forecasted in the forward looking statements including, without limitation:

- The effect of an economic downturn on our portfolio companies' ability to continue to operate, which could lead to the loss of some or all of our investments in such portfolio companies;
- a contraction of available credit, which could impair our lending and investment activities;
- interest rate volatility, which could adversely affect our results, particularly if we elect to use leverage as part of our investment strategy;
- our future operating results;
- our business prospects and the prospects of our portfolio companies;
- our contractual arrangements and relationships with third parties;
- the ability of our portfolio companies to achieve their objectives;
- competition with other entities for investment opportunities;
- the speculative and illiquid nature of our investments;
- the use of borrowed money to finance a portion of our investments;
- the adequacy of our financing sources and working capital;
- the costs associated with being a public entity;
- the loss of key personnel;
- the timing of cash flows, if any, from the operations of our portfolio companies;
- the ability of our Advisor to locate suitable investments for us and to monitor and administer our investments;
- our ability to attract and retain highly talented professionals that can provide services to our Advisor ;
- our ability to qualify and maintain our qualification as a RIC under Subchapter M of the Code and as a BDC; and
- the effect of legal, tax and regulatory changes.

Although we believe that the assumptions on which these forward looking statements are based are reasonable, some of those assumptions are based on the work of third parties and any of those assumptions could prove to be inaccurate; as a result, the forward looking statements based on those assumptions also could prove to be inaccurate. In light of these and other uncertainties, the inclusion of a projection or forward looking statement in this report should not be regarded as a representation by us that our plans and objectives will be achieved. You should not place undue reliance on these forward looking statements, which apply only as of the date of this report. We do not undertake any obligation to update or revise any forward looking statements, or any other information contained herein, except as required by applicable law. The safe harbor provisions of Section 21E of the Securities Exchange Act of 1934, or the Exchange Act, which preclude civil liability for certain forward looking statements are not applicable to us since we are a BDC under the 1940 Act. As used herein, the terms “we,” “our” and “us” refer to Parkview Capital Credit, Inc.

Overview

We were incorporated under the laws of the State of Maryland on November 25, 2014. We have elected to be regulated as a BDC under the 1940 Act and treated as a RIC, for federal income tax purposes. As such, we are required to comply with various regulatory requirements, such as the requirement to invest at least 70% of our assets in “qualifying assets,” source of income limitations, asset diversification requirements, and the requirement to distribute annually at least 90% of our investment company taxable income.

All amounts presented are in thousands, except share data.

Revenues

We generate revenues in the form of interest income from the debt securities we hold and dividends and capital appreciation on either direct equity investments or equity interests obtained in connection with originating loans, such as options, warrants or conversion rights. The debt we invest in will typically not be rated by any rating agency, but if it were, it is likely that such debt would be below investment grade. We intend to structure our debt investments with interest payable quarterly, semi-annually or annually, but we may structure certain investments with terms to provide for longer interest payment periods or to allow interest to be paid by adding amounts due to the principal balance of the loan, resulting in deferred cash receipts. In addition, we may also generate revenue in the form of commitment, loan origination, structuring or diligence fees, fees for providing managerial assistance to our portfolio companies, and possibly consulting fees. Certain of these fees may be capitalized and amortized as additional interest income over the life of the related loan.

Expenses

All of the investment professionals and staff of our Advisor, when and to the extent engaged in providing us with investment advisory and management services, and the base compensation, bonus and benefits, and the routine overhead expenses, of such personnel allocable to such services, are provided and paid for by our Advisor.

We bear all other costs and expenses of our operations, administration and transactions, including, but not limited to, those relating to:

- organization expenses;
- calculating our net asset value (including the cost and expenses of any independent valuation firms);
- expenses, including travel expense, incurred by our Advisor, its investment professionals, or payable to third parties, performing due diligence on prospective portfolio companies;
- the costs of the offerings of common shares and other securities, if any;
- the base management fee and any incentive fee;
- certain costs and expenses relating to distributions paid on our shares;

- administration reimbursements payable under our Advisory Agreement;
- debt service and other costs of borrowings or other financing arrangements;
- the allocated costs incurred by our Advisor in providing managerial assistance to those portfolio companies that request it;
- amounts payable to third parties relating to, or associated with, making or holding investments;
- transfer agent and custodial fees;
- costs of hedging; when utilized;
- commissions and other compensation payable to brokers or dealers;
- federal, state and local taxes;
- independent director fees and expenses;
- costs of preparing financial statements and maintaining books and records and filing reports or other documents with the SEC (or other regulatory bodies) and other reporting and compliance costs, including registration and listing fees, and the compensation of professionals responsible for the preparation of the foregoing;
- the costs of any reports, proxy statements or other notices to our stockholders (including printing and mailing costs), the costs of any stockholders' meetings and the compensation of investor relations personnel responsible for the preparation of the foregoing and related matters;
- our fidelity bond;
- directors and officers/errors and omissions liability insurance, and any other insurance premiums;
- indemnification payments;
- direct costs and expenses of administration, including audit and legal costs; and
- all other expenses reasonably incurred by us in connection with making investments and administering our business.

From time to time, our Advisor may pay amounts owed by us to third-party providers of goods or services. We will subsequently reimburse our Advisor for such amounts paid on our behalf. In addition, we reimburse the Advisor for the allocable portion of the compensation paid by the Advisor (or its affiliates) to our chief compliance officer and chief financial officer (based on the percentage of time such individuals devote, on an estimated basis, to the business and affairs of the Company). All of these expenses are ultimately borne by our stockholders.

Portfolio and Investment Activity

The fair value of our investments was approximately \$35,123 (excluding \$26,669 held in U.S. Treasury Bills) and \$34,440 (excluding \$22,000 held in U.S. Treasury Bills) in 7 and 8 portfolio companies as of March 31, 2019 and 2018, respectively. Our investment activity (including U.S. Treasury Bills) for the three months ended March 31, 2019 and 2018 is as follows (information presented herein is at amortized cost unless otherwise indicated):

	Three Months Ended March 31,	
	2019	2018
Amortized cost of investments, beginning	\$ 65,623	\$ 56,944
Cost of investments purchased	26,887	26,110
Paid-in-kind interest	91	92
Proceeds from sales and repayments of investments	(28,045)	(24,712)
Net amortization of premium on investments	8	15
Realized gain on sold/repaid investments	5	39
Amortized cost of investments, ending	<u>\$ 64,569</u>	<u>\$ 58,488</u>

Refer to “Part I. Financial Information, Item 1. Financial Statements – Note D – Investment Portfolio” of this quarterly report on Form 10-Q for a summary of the composition of our portfolio at amortized cost and fair value as of March 31, 2019 and December 31, 2018.

As of March 31, 2019, and 2018, the investments in our portfolio were purchased at a weighted average price of 99.9% and 100% of par value, respectively. The weighted average yields, based on the amortized cost and fair value of our portfolio as of March 31, 2019, were 9.6% and 9.8%, respectively, and as of March 31, 2018, were 9.7%, and 9.8%, respectively.

Our investment in Action Resources is on non-accrual. Action Resources represents approximately 5.4% and 5.3% of our portfolio at fair value as of March 31, 2019 and December 31, 2018.

Direct Origination

We intend to leverage our Advisor’s industry relationships to directly source investment opportunities. Such investments are originated or structured for us or made by us and are not generally available to the broader market. These investments may include both debt and equity components. We believe directly originated investments may offer higher returns and more favorable protections than broadly syndicated transactions. There were no direct originations entered into during the three months ended March 31, 2019 and the year ended December 31, 2018.

The following table presents certain selected information regarding our direct originations as of March 31, 2019 and December 31, 2018:

Characteristics of All Direct Originations held in Portfolio	March 31, 2019	December 31, 2018
Number of Portfolio Companies	6	6
Average Annual EBITDA of Portfolio Companies	\$ 6,770	\$ 6,900
Average Leverage Through Tranche of Portfolio Companies - Excluding Equity/Other and Collateralized Securities (1)	6.6x	6.5x
Gross Portfolio Yield (based on amortized cost) of Funded Direct Originations	11.8%	11.8%

(1) Average Leverage Through Tranche of Portfolio Companies - Excluding Equity-Other and Collateralized Securities is 3.21x and 3.10x as of March 31, 2019 and December 31, 2018, respectively, excluding the securities that are currently on non-accrual.

Portfolio Composition by Strategy and Industry

Although our primary focus is to invest in directly originated transactions, in certain circumstances we will also invest in the broadly syndicated loan and high yield markets. Broadly syndicated loans and bonds are generally more liquid than our directly originated investments and provide a complement to our less liquid strategies.

Portfolio Composition by Strategy	March 31, 2019		December 31, 2018	
	Fair Value	Percentage of Portfolio	Fair Value	Percentage of Portfolio
Direct Origination	\$ 34,839	57%	\$ 34,553	55%
Broadly Syndicated	284	0%	311	0%
U.S. Government Securities	26,669	43%	27,992	45%
	<u>\$ 61,792</u>	<u>100%</u>	<u>\$ 62,856</u>	<u>100%</u>

Refer to “Part I. Financial Information, Item 1. Financial Statements – Note D – Investment Portfolio” of this quarterly report on Form 10-Q for a description of investments by industry classification and the percentage, by fair value, of the total portfolio assets in such industries.

Portfolio Asset Quality

In addition to various risk management and monitoring tools, our Advisor uses an investment rating system to characterize and monitor the expected level of returns on each investment in our portfolio. Our Advisor uses an investment rating scale of 1 to 5. The following is a description of the conditions associated with each investment rating:

Investment Rating	Summary Description
1	Investment exceeding expectations and/or capital gain expected.
2	Performing investment generally executing in accordance with the portfolio company’s business plan—full return of principal and interest expected. Each investment is initially rated 2.
3	Performing investment requiring closer monitoring.
4	Underperforming investment—some loss of interest or dividend possible, but still expecting a positive return on investment.
5	Underperforming investment with expected loss of interest and some principal.

The following table shows the distribution of our investments on the 1 to 5 investment rating scale at fair value as of March 31, 2019 and December 31, 2018:

Investment Rating	March 31, 2019		December 31, 2018	
	Fair Value	Percentage of Portfolio	Fair Value	Percentage of Portfolio
1	\$ -	-	\$ -	-
2	40,792	66%	47,050	75%
3	17,688	29%	12,494	20%
4	-	-	-	-
5	3,312	5%	3,312	5%
Total	<u>\$ 61,792</u>	<u>100%</u>	<u>\$ 62,856</u>	<u>100%</u>

The amount of the portfolio in each grading category may vary substantially from period to period resulting primarily from changes in the composition of the portfolio as a result of new investment, repayment and exit activities. In addition, changes in the grade of investments may be made to reflect our expectation of performance and changes in investment values.

Recent Accounting Pronouncements

Refer to “*Part I. Financial Information, Item 1. Financial Statements – Note B – Summary of Significant Accounting Policies*” of this quarterly report on Form 10-Q for a description of recent accounting pronouncements.

Results of Operations

Three Months Ended March 31, 2019 and 2018

Investment Income

For the three months ended March 31, 2019 and 2018, total investment income totaled \$1,025 and \$966, respectively, of which \$484 and \$583, respectively, was attributable to portfolio interest (excluding PIK interest) earned on our first and second lien senior secured loans, \$372 and \$276, respectively, was attributable to dividend income earned, and \$12 and \$15, respectively, was attributable to amortization of loan origination fees received. For the three months ended March 31, 2019 and 2018, \$66 and \$0, respectively, of our interest income was attributable to default interest received on the Medi-fare Drug & Pharmaceutical Compounding LLC first lien senior secured loan and Transportation Demand Management, LLC second lien senior secured loan that are in default.

For the three months ended March 31, 2019 and 2018, \$91 and \$92, respectively, of our total investment income constituted PIK interest. As of March 31, 2019, five of our portfolio companies paid all or a portion of their interest payments in the form of PIK interest, including our position in Action Resources, which was restructured so that the entire position is payable in PIK interest. Action Resources was placed on non-accrual during the quarter ended June 30, 2017 and accordingly, our investment income does not include any PIK interest related to Action Resources for the three months ended March 31, 2019 and 2018. The increase in investment income was primarily due to the dividend income pertaining to the increased number of preferred shares that we own of Lone Star Brewery Development, Inc.

Operating Expenses

Total operating expenses were \$659 for the three months ended March 31, 2019 and consisted of base management fees of \$332 (less a fee waiver of \$135), professional fees of \$264 and other general and administrative expenses of \$198. Total operating expenses were \$640 for the three months ended March 31, 2018 and consisted of base management fees of \$295 (less a fee waiver of \$102), professional fees of \$258 and other general and administrative expenses of \$189. We did not incur any incentive fees for the three months ended March 31, 2019 or 2018. The decrease in operating expenses was primarily driven by our decrease in professional fees in relation to legal expenses that were incurred in the prior period. No such expenses were incurred during the current quarter. Our operating expenses were 1.66% and 1.65% of our average net assets for the three months ended March 31, 2019 and 2018, respectively. As we continue to execute our strategy and grow our portfolio, we expect our operating expenses as a percentage of our average net assets to decrease. Professional fees include legal, audit, compliance, valuation, technology and other professional fees incurred related to our management. Other general and administrative expenses include custody, printer fees, research, subscriptions and other costs.

In order to meet the diversification tests required to qualify as a RIC, we acquired the following in face value of short-term U.S. Treasury Bills. These transactions had the effect of increasing management fees payable to the Advisor in an amount of \$135 and \$102 for the three months ended March 31, 2019 and 2018, respectively, all of which were waived by the Advisor.

Date acquired

Impact in 2019

March 28, 2019	\$	26,700
December 27, 2018	\$	28,000

Impact in 2018

March 29, 2018	\$	22,000
December 28, 2017	\$	19,500

Net Investment Income

Our net investment income totaled \$366 and \$326, respectively (\$0.09 and \$0.08 per weighted average shares outstanding), for the three months ended March 31, 2019 and 2018.

Net Realized Gain on Investments

For the three months ended March 31, 2019 and 2018 we had net realized gain of \$5 and \$39, respectively, resulting from the sale of investments in our portfolio.

Net Change in Unrealized (Depreciation) Appreciation on Investments

Net change in unrealized (depreciation) appreciation on investments reflects the net change in the fair value of our investment portfolio. For the three months ended March 31, 2019 and 2018, we had net unrealized (depreciation) appreciation on our portfolio of (\$10) and \$50, respectively.

Changes in Net Assets from Operations

For the three months ended March 31, 2019 and 2018, we recorded a net increase in net assets resulting from operations of \$361 and \$415, (\$0.09 and \$0.10 per weighted average shares outstanding), respectively.

Hedging

We may, but are not required to, enter into interest rate, foreign exchange or other derivative agreements to hedge interest rate, currency, credit or other risks, but we do not generally intend to enter into any such derivative agreements for speculative purposes. Such hedging activities, which would be in compliance with applicable legal and regulatory requirements, may include the use of futures, options and forward contracts. We would bear the costs incurred in connection with entering into, administering and settling any such derivative contracts. There can be no assurance any hedging strategy we employ will be successful. Since inception, we have not entered into any hedging transactions. We have not employed any hedging activities since inception.

Financial Condition, Liquidity and Capital Resources

As of March 31, 2019, we had cash and cash equivalents of approximately \$815. We raise capital through a private offering of our shares in order to acquire a portfolio of debt and equity investments consistent with our investment objective and strategy. The last capital raised was as of December 31, 2015. We generate cash flows from fees, interest and dividends earned from our investments as well as principal repayments and proceeds from sales of our investments. We anticipate additional principal repayments from certain of our investments in the near term. Prior to deploying the capital we raise in our private offering of shares, we intend to invest in cash equivalents, U.S. government securities, repurchase agreements and high quality debt instruments maturing in one year or less from the time of investment, consistent with our BDC election and our intent to be taxed as a RIC. The decrease in cash of \$335 during the three months ended March 31, 2019 was primarily driven by our additional investments in Lone Star Brewery Development, Inc, partly offset by the paydown in Medi-fare Drug & Pharmaceutical Compounding, LLC.

We may borrow funds to make investments, to the extent we determine that additional capital would allow us to take advantage of additional investment opportunities, if the market for debt financing presents attractively priced debt financing opportunities, or if our board of directors determines that leveraging our portfolio would be in our best interests. To date, we have not incurred any leverage.

Critical Accounting Policies

Our financial statements are prepared in conformity with GAAP, which requires us to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting periods. Critical accounting policies are those that require the application of management's most difficult, subjective, or complex judgments, often because of the need to make estimates about the effect of matters that are inherently uncertain and that may change in subsequent periods. In preparing the financial statements, management has made estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements, and the reported amounts of revenues and expenses during the reporting periods. In preparing the financial statements, management has utilized available information, including our past history, industry standards and the current economic environment, among other factors, in forming its estimates and judgments, giving due consideration to materiality. Actual results may differ from these estimates. In addition, other companies may utilize different estimates, which may impact the comparability of our results of operations to those of companies in similar businesses. Refer to "*Part I. Financial Information, Item 1. Financial Statements – Note B – Summary of Significant Accounting Policies*" of this quarterly report on Form 10-Q for a description of the summary of significant accounting policies.

Contractual Obligations

We have entered into an agreement with our Advisor to provide us with investment advisory services. Refer to "*Part I. Financial Information, Item 1. Financial Statements – Note C – Related Party Transactions – Advisory Agreement*" for a discussion of the fees payable pursuant to the Advisory Agreement.

Refer to "*Part I. Financial Information, Item 1. Financial Statements – Note F – Significant Subsidiaries*" for disclosure regarding the Guaranty we entered into, whereby we agreed to guarantee the performance of Lone Star under its loan agreement with BI 28, LLC.

Off-Balance Sheet Arrangements

We currently have no off-balance sheet arrangements, including risk management of commodity pricing or other hedging practices.

Item 3. Quantitative and Qualitative Disclosures About Market Risk.

We are subject to financial market risks, including changes in interest rates. As of March 31, 2019, our portfolio primarily consisted of investments paying fixed rates of interest. In addition, in the future we may seek to borrow funds in order to make additional investments. If we borrow funds to make additional investments, our net investment income will depend, in part, upon the difference between the rate at which we borrow funds and the rate at which we invest those funds. As a result, we would be subject to risks relating to changes in market interest rates. In periods of rising interest rates when we have debt outstanding, our cost of funds would increase, which could reduce our net investment income, especially to the extent we continue to hold fixed rate investments. If deemed prudent, we may use interest rate risk management techniques in an effort to minimize our exposure to interest rate fluctuations. These techniques may include various interest rate hedging activities to the extent permitted by the 1940 Act. Adverse developments resulting from changes in interest rates or hedging transactions could have a materially adverse effect on our business, financial condition and results of operations.

A rise in the general level of interest rates can be expected to lead to higher interest rates applicable to a portion of our debt investments, especially to the extent that we hold variable rate investments. However, as of March 31, 2019, 3.82% of our portfolio, excluding our US Government Securities, paid variable rates of interest. An increase in interest rates for any variable rate investments that we hold could make it easier for us to meet or exceed our incentive fee return, as defined in our Advisory Agreement, and may result in a substantial increase in our net investment income, and also to the amount of incentive fees payable to our Advisor with respect to our increasing pre-incentive fee net investment income.

Item 4. Controls and Procedures.

An evaluation of the effectiveness of our disclosure controls and procedures (as defined in Rules 13a-15(e) or 15d-15(e) under the Exchange Act) was carried out by us under the supervision and with the participation of our chief executive officer, who serves as our principal executive officer, and our chief financial officer, who serves as our principal financial officer. Based upon that evaluation, our chief executive officer and chief financial officer concluded that, as of March 31, 2019, our disclosure controls and procedures were effective to ensure (i) that information we are required to disclose in reports that we file or submit under the Exchange Act is recorded, processed, summarized and reported within the time periods specified in the SEC's rules and forms, and (ii) that such information is accumulated and communicated to management, including our chief executive officer and chief financial officer, in order to allow timely decisions regarding required disclosure.

Our management, including our chief executive officer and chief financial officer, conducted an evaluation of the effectiveness of our internal control over financial reporting. In making this assessment, management used the criteria set forth by the Committee of Sponsoring Organizations of the Treadway Commission in Internal Control - Integrated Framework (2013). There were no changes in our internal control over financial reporting (as defined in Exchange Act Rules 13a-15(f) or 15d-15(f)) that occurred during the quarter ended March 31, 2019 that have materially affected, or are reasonably likely to materially affect, our internal control over financial reporting.

PART II. OTHER INFORMATION

Item 1. Legal Proceedings.

Although we may, from time to time, be involved in litigation arising out of our operations in the normal course of business or otherwise, neither we nor the Advisor is currently a party to any pending material legal proceedings, nor, to our knowledge, is any material legal proceeding threatened against us or against the Advisor.

Item 1A. Risk Factors.

There have been no material changes from the risk factors previously disclosed in our Annual Report on Form 10-K for the fiscal year ended December 31, 2018, filed with the SEC on April 1, 2019.

Item 2. Unregistered Sales of Equity Securities and Use of Proceeds.

None.

Item 3. Defaults Upon Senior Securities.

None.

Item 4. Mine Safety Disclosures.

None.

Item 5. Other Information.

None.

Item 6. Exhibits.

(a) Exhibits

31.1* [Certification of Principal Executive Officer Pursuant to Rule 13a-14\(a\) under the Securities Exchange Act of 1934 and Section 302 of the Sarbanes-Oxley Act of 2002](#)

31.2* [Certification of Principal Financial Officer Pursuant to Rule 13a-14\(a\) under the Securities Exchange Act of 1934 and Section 302 of the Sarbanes-Oxley Act of 2002](#)

32.1* [Certification of Principal Executive Officer and Principal Financial Officer Pursuant to Section 906 of the Sarbanes-Oxley Act of 2002 \(18 U.S.C. 1350\)](#)

* Filed herewith

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934, the Registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

Date: May 15, 2019

PARKVIEW CAPITAL CREDIT, INC.

/s/ KEITH W. SMITH

Keith W. Smith
Chief Executive Officer
(Principal Executive Officer)

Date: May 15, 2019

/s/ CHARLES M. JACOBSON

Charles M. Jacobson
Chief Financial Officer
(Principal Financial and Accounting Officer)

CERTIFICATION OF PRINCIPAL EXECUTIVE OFFICER
PURSUANT TO SECTION 302 OF THE SARBANES-OXLEY ACT OF 2002

I, Keith W. Smith, certify that:

1. I have reviewed this Quarterly Report on Form 10-Q of Parkview Capital Credit, Inc.;
2. Based on my knowledge, this report does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this report;
3. Based on my knowledge, the financial statements, and other financial information included in this report, fairly present in all material respects the financial condition, results of operations and cash flows of the registrant as of, and for, the periods presented in this report;
4. The registrant's other certifying officer and I are responsible for establishing and maintaining disclosure controls and procedures (as defined in Exchange Act Rules 13a-15(e) and 15d-15(e)) and internal control over financial reporting (as defined in Exchange Act Rules 13a-15(f) and 15d-15(f)) for the registrant and have:
 - (a) Designed such disclosure controls and procedures, or caused such disclosure controls and procedures to be designed under our supervision, to ensure that material information relating to the registrant, including its consolidated subsidiaries, is made known to us by others within those entities, particularly during the period in which this report is being prepared;
 - (b) Designed such internal control over financial reporting, or caused such internal control over financial reporting to be designed under our supervision, to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles;
 - (c) Evaluated the effectiveness of the registrant's disclosure controls and procedures and presented in this report our conclusions about the effectiveness of the disclosure controls and procedures, as of the end of the period covered by this report based on such evaluation; and
 - (d) Disclosed in this report any change in the registrant's internal control over financial reporting that occurred during the registrant's most recent fiscal quarter (the registrant's fourth fiscal quarter in the case of an annual report) that has materially affected, or is reasonably likely to materially affect, the registrant's internal control over financial reporting; and
5. The registrant's other certifying officer(s) and I have disclosed, based on our most recent evaluation of internal control over financial reporting, to the registrant's auditors and the audit committee of the registrant's board of directors (or persons performing the equivalent functions):
 - (a) All significant deficiencies and material weaknesses in the design or operation of internal control over financial reporting which are reasonably likely to adversely affect the registrant's ability to record, process, summarize and report financial information; and
 - (b) Any fraud, whether or not material, that involves management or other employees who have a significant role in the registrant's internal control over financial reporting.

Date: May 15, 2019

/s/ Keith W. Smith

Keith W. Smith
President and Chief Executive Officer
(Principal Executive Officer)

CERTIFICATION OF PRINCIPAL FINANCIAL OFFICER
PURSUANT TO SECTION 302 OF THE SARBANES-OXLEY ACT OF 2002

I, Charles Jacobson, certify that:

1. I have reviewed this Quarterly Report on Form 10-Q of Parkview Capital Credit, Inc.;
2. Based on my knowledge, this report does not contain any untrue statement of a material fact or omit to state a material fact necessary to make the statements made, in light of the circumstances under which such statements were made, not misleading with respect to the period covered by this report;
3. Based on my knowledge, the financial statements, and other financial information included in this report, fairly present in all material respects the financial condition, results of operations and cash flows of the registrant as of, and for, the periods presented in this report;
4. The registrant's other certifying officer and I are responsible for establishing and maintaining disclosure controls and procedures (as defined in Exchange Act Rules 13a-15(e) and 15d-15(e)) and internal control over financial reporting (as defined in Exchange Act Rules 13a-15(f) and 15d-15(f)) for the registrant and have:
 - (a) Designed such disclosure controls and procedures, or caused such disclosure controls and procedures to be designed under our supervision, to ensure that material information relating to the registrant, including its consolidated subsidiaries, is made known to us by others within those entities, particularly during the period in which this report is being prepared;
 - (b) Designed such internal control over financial reporting, or caused such internal control over financial reporting to be designed under our supervision, to provide reasonable assurance regarding the reliability of financial reporting and the preparation of financial statements for external purposes in accordance with generally accepted accounting principles;
 - (c) Evaluated the effectiveness of the registrant's disclosure controls and procedures and presented in this report our conclusions about the effectiveness of the disclosure controls and procedures, as of the end of the period covered by this report based on such evaluation; and
 - (d) Disclosed in this report any change in the registrant's internal control over financial reporting that occurred during the registrant's most recent fiscal quarter (the registrant's fourth fiscal quarter in the case of an annual report) that has materially affected, or is reasonably likely to materially affect, the registrant's internal control over financial reporting; and
5. The registrant's other certifying officer(s) and I have disclosed, based on our most recent evaluation of internal control over financial reporting, to the registrant's auditors and the audit committee of the registrant's board of directors (or persons performing the equivalent functions):
 - (a) All significant deficiencies and material weaknesses in the design or operation of internal control over financial reporting which are reasonably likely to adversely affect the registrant's ability to record, process, summarize and report financial information; and
 - (b) Any fraud, whether or not material, that involves management or other employees who have a significant role in the registrant's internal control over financial reporting.

Date: May 15, 2019

/s/ Charles M. Jacobson
Charles Jacobson
Chief Financial Officer and Treasurer
(Principal Financial Officer)

**CERTIFICATIONS OF PRINCIPAL EXECUTIVE OFFICER AND PRINCIPAL FINANCIAL OFFICER
PURSUANT TO SECTION 906 OF THE SARBANES-OXLEY ACT OF 2002
(18 U.S.C. § 1350)**

Each of the undersigned officers of Parkview Capital Credit, Inc. (the "Company") hereby certifies, for purposes of Section 1350 of Chapter 63 of Title 18 of the United States Code, as adopted pursuant to Section 906 of the Sarbanes-Oxley Act of 2002, that, to his knowledge:

- (i) The accompanying Quarterly Report on Form 10-Q of the Company for the period ended March 31, 2019 (the "Report") fully complies with the requirements of Section 13(a) or 15(d), as applicable, of the Securities Exchange Act of 1934, as amended; and
- (ii) The information contained in the Report fairly presents, in all material respects, the financial condition and results of operations of the Company.

Date: May 15, 2019

By: /s/ Keith W. Smith
Name: Keith W. Smith
Title: President and Chief Executive Officer
(Principal Executive Officer)

Date: May 15, 2019

By: /s/ Charles M. Jacobson
Name: Charles Jacobson
Title: Chief Financial Officer and Treasurer
(Principal Financial Officer)

The foregoing certification is being furnished with the Company's Quarterly Report on Form 10-Q pursuant to 18 U.S.C. Section 1350. It is not being filed for purposes of Section 18 of the Securities Exchange Act of 1934, as amended, and it is not to be incorporated by reference into any filing of the Company, whether made before or after the date hereof, regardless of any general information language in such filing, except to the extent that the Company specifically incorporates by reference.

A signed original of this written statement required by Section 906 has been provided to the Company and will be retained by the Company and furnished to the Securities and Exchange Commission or its staff upon request.