



Trinity Capital Inc. (TRIN)

Updated May 12th, 2026, by Nikolaos Sismanis

Key Metrics

Current Price:	\$16.77	5 Year Annual Expected Total Return:	7.0%	Market Cap:	\$1.49 B
Fair Value Price:	\$13.27	5 Year Growth Estimate:	0.0%	Ex-Dividend Date:	05/15/2026
% Fair Value:	126%	5 Year Valuation Multiple Estimate:	-4.6%	Dividend Payment Date:	05/29/2026
Dividend Yield:	12.2%	5 Year Price Target	\$13.27	Years Of Dividend Growth:	0
Dividend Risk Score:	F	Sector:	Financials	Rating:	Sell

Overview & Current Events

Trinity Capital is an internally managed BDC specializing on providing secured debt financing to venture-backed growth companies, mainly in the technology and life sciences ecosystems. As of its Q1 2026, Trinity Capital had investments across 180 portfolio companies. The portfolio was weighted toward Finance and Insurance (15.0% of fair value), Medical Devices (12.3%), SaaS (10.4%), Other Healthcare Services (9.0%), and Space Technology (6.2%), among other industries. By investment type, the portfolio consisted of 76.4% secured loans, 13.3% equipment financings, about 7.4% equity investments, and approximately 2.9% warrants, based on fair value. Last year, the BDC generated \$226.8 million in total interest and dividend income. Trinity Capital trades at a market cap of \$1.49 billion. Beginning 2026, the BDC pays dividends on a monthly basis.

On May 6th, 2026, Trinity Capital reported its Q1 results for the period ending March 31st, 2026. Total investment income grew 37.8% year over year to \$90.1 million, due to enduring origination momentum across the platform. Net investment income reached a record \$44.5 million, or \$0.53 per share, representing 37.4% year-over-year growth. The net increase in net assets resulting from operations was \$29.8 million, or \$0.36 per share. NAV per share declined to \$13.27 from \$13.42 at the end of the prior quarter, while total net assets increased 6.6% to \$1.2 billion. For FY2026, we forecast NII of \$2.08.

Growth on a Per-Share Basis

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025	2026	2031
I/A/Share¹	---	---	---	---	(\$0.34)	\$4.64	(\$0.96)	\$1.89	\$2.10	\$1.96	\$2.08	\$2.08
DPS	---	---	---	---	---	\$1.26	\$1.73	\$1.94	\$2.04	\$2.04	\$2.04	\$2.04
NAV/share	---	---	---	---	\$13.03	\$16.40	\$13.15	\$13.19	\$13.35	\$13.42	\$13.27	\$13.27
Shares²	---	---	---	---	18.1	29.3	31.7	42.7	56.7	69.3	83.6	120.0

Trinity Capital has a very short history. The BDC measures its performance in increase or (decline) in assets, which on a per-share basis, has seen a rather volatile performance. The negative result in 2020 mainly reflected Trinity's first year as a public business development company and the harsh effects of COVID-19 on credit markets and portfolio valuations.

In contrast, 2021 produced an unusually strong increase in net assets per share, driven by a robust recovery in growth-stage company valuations, a large unrealized appreciation on equity and warrant positions, and higher net investment income following the company's IPO and balance-sheet expansion. Management recorded favorable exit activity and rising fair values across technology and life-science holdings as key contributors during this period.

Results were weaker in 2022, when net assets turned negative again due to rising interest rates, public-market multiple compression, and broad valuation markdowns across venture and growth equity. These pressures reduced the fair value of Trinity's equity and warrant investments despite stable credit performance. Nevertheless, conditions were better in 2023 and 2024, as higher base rates materially increased interest income on Trinity's predominantly floating-rate loan

¹ Increase (or Decline) In Assets per Share

² Share count is in millions.

Disclosure: This analyst has no position in the security discussed in this research report, and no plans to initiate one in the next 72 hours.



Trinity Capital Inc. (TRIN)

Updated May 12th, 2026, by Nikolaos Sismanis

portfolio, while credit quality were resilient, boosting results. In 2025, results improved further, with total investment income up 23.5% to \$293.7 million and record net investment income of \$144.1 million (\$2.08 per share).

Considering the volatile nature of Trinity's reporting, the fact that the company is very young, and the natural headwind to NAV resulting from its high-yield dividend (outflow), we don't forecast any growth in IIA/share from our power estimate over the medium-term. Regarding the dividend, Trinity raised it between 2021 and 2024. However, hikes were paused in 2025. Beginning 2026, dividend payments occur monthly.

Valuation Analysis

Year	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025	Now	2031
Avg. P/NAV	---	---	---	---	---	1.0	---	1.0	1.1	1.2	1.3	1.0
Avg. Yld.	---	---	---	---	---	7.9%	11.8%	14.5%	14.1%	13.0%	12.2%	15.4%

Because of how volatile Trinity's IIA/share can be, it's better to value the company based on its underlying multiple on NAV. Throughout its short history, Trinity has traded close to its NAV. Today, it trades at about 1.3x NAV. We believe the BDC should trade at its NAV and that a premium is not justified given the risks. Thus we see valuation headwinds ahead.

Safety, Quality, Competitive Advantage, & Recession Resiliency

Year	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025	2026	2031
Payout	---	---	---	---	---	27%	---	103%	97%	104%	98%	98%

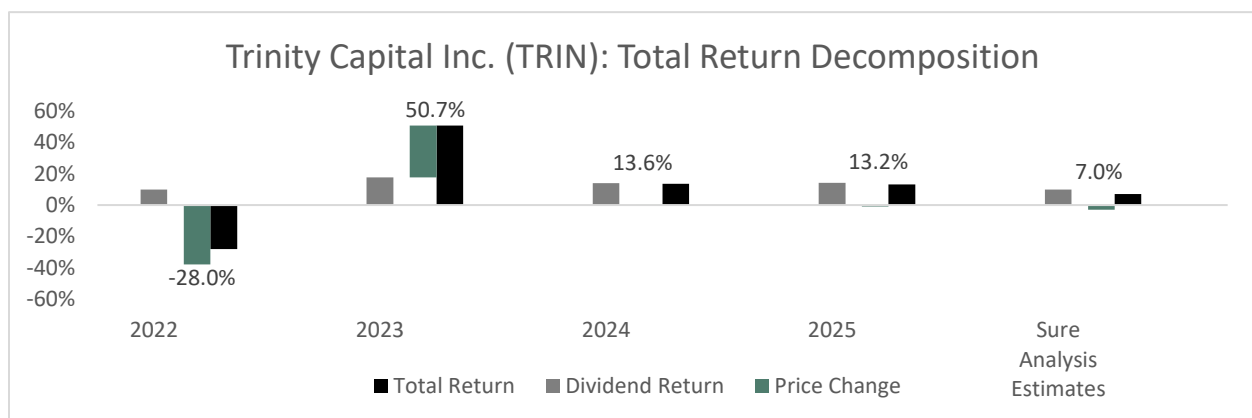
Trinity Capital benefits from an internally managed structure and a portfolio centered on senior secured loans, which supports earnings efficiency and contractual income. That said, the company's public history is short and has not been tested through a full credit cycle. Its focus on venture-backed, growth-stage borrowers introduces inherent volatility, as asset values and performance are closely tied to capital market conditions and investor risk appetite.

Moreover, Trinity does not appear to have a durable competitive advantage. While sourcing relationships and the use of warrants and exit fees offer modest differentiation, these features are a commodity in venture lending and offer limited insulation from competition. In a recession, reduced venture funding, lower portfolio valuations, and higher credit stress could materially pressure both NAV and earnings, making results meaningfully sensitive to economic downturns.

Final Thoughts & Recommendation

Trinity Capital offers a high-yield, monthly dividend, but that income comes with elevated risk due to its short history, venture-backed borrower exposure, and sensitivity to economic downturns. We forecast annualized returns of 7.0% over the medium term, to be powered by the starting dividend yield, partially offset by the possibility of a valuation headwind. However, we rate the stock a sell due to the lack of consistent dividend increases.

Total Return Breakdown by Year



Disclosure: This analyst has no position in the security discussed in this research report, and no plans to initiate one in the next 72 hours.



Trinity Capital Inc. (TRIN)

Updated May 12th, 2026, by Nikolaos Sismanis

Income Statement Metrics

Year	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Revenue	-	-	-	-	46	95	178	154	228	232
Gross Profit	-	-	-	-	46	95	178	154	228	232
Gross Margin	-	-	-	-	99.9%	100%	100%	100%	100%	100%
SG&A Exp.	-	-	-	-	-	-	-	-	-	-
D&A Exp.	-	-	-	-	-	-	-	-	-	-
Operating Profit	-	-	-	-	26	153	4	121	178	216
Operating Margin	-	-	-	-	56.6%	161%	2.1%	78.8%	77.7%	93.1%
Net Profit	-	-	-	-	(6)	132	(30)	77	116	136
Net Margin	-	-	-	-	-13.4%	139%	-17.0%	50.0%	50.6%	58.6%
Free Cash Flow	-	-	-	-	20	23	55	62	94	114
Income Tax	-	-	-	-	-	-	-	-	-	-

Balance Sheet Metrics

Year	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Total Assets	-	-	-	-	560	937	1,126	1,311	1,774	2,485
Cash & Equivalents	-	-	-	-	61	47	11	5	10	19
Accounts Receivable	-	-	-	-	-	-	-	-	-	-
Inventories	-	-	-	-	-	-	-	-	-	-
Goodwill & Int. Ass.	-	-	-	-	-	-	-	-	-	-
Total Liabilities	-	-	-	-	321	491	667	700	951	1,391
Accounts Payable	-	-	-	-	-	-	-	-	-	-
Long-Term Debt	-	-	-	-	300	458	613	646	883	1,302
Shareholder's Equity	-	-	-	-	239	447	460	611	823	1,094
D/E Ratio	-	-	-	-	1.26	1.03	1.33	1.06	1.08	1.19

Profitability & Per Share Metrics

Year	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025
Return on Assets	-	-	-	-	-2.2%	17.7%	-2.9%	6.3%	7.5%	6.4%
Return on Equity	-	-	-	-	-5.1%	38.6%	-6.7%	14.4%	16.1%	14.2%
ROIC	-	-	-	-	-2.3%	18.3%	-3.1%	6.6%	7.8%	6.6%
Shares Out.	-	-	-	-	18.1	29.3	31.7	42.7	56.7	69.3
Revenue/Share	-	-	-	-	1.72	3.49	5.63	3.60	4.03	3.35
FCF/Share	-	-	-	-	0.77	0.83	1.73	1.45	1.65	1.65

Note: All figures in millions of U.S. Dollars unless per share or indicated otherwise.

Disclaimer

Nothing presented herein is, or is intended to constitute, specific investment advice. Nothing in this research report should be construed as a recommendation to follow any investment strategy or allocation. Any forward-looking statements or forecasts are based on assumptions and actual results are expected to vary from any such statements or forecasts. No reliance should be placed on any such statements or forecasts when making any investment decision. While Sure Dividend has used reasonable efforts to obtain information from reliable sources, we make no representations or warranties as to the accuracy, reliability or completeness of third-party information presented herein. No guarantee of investment performance is being provided and no inference to the contrary should be made. There is a risk of loss from an investment in marketable securities. Past performance is not a guarantee of future performance.