

UNITED STATES
SECURITIES AND EXCHANGE COMMISSION
Washington, DC 20549

FORM 8-K

CURRENT REPORT

Pursuant to Section 13 OR 15(d) of the Securities Exchange Act of 1934

Date of Report (Date of earliest event reported) June 13, 2006

Gladstone Investment Corporation
(Exact name of registrant as specified in its charter)

Delaware State or other jurisdiction of incorporation)	814-00704 (Commission File Number)	83-0423116 (IRS Employer Identification No.)
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1521 Westbranch Drive, Suite 200 McLean, Virginia (Address of principal executive offices)	22102 (Zip Code)
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Registrant's telephone number, including area code: (703) 287-5800

Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions:

- Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
- Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
- Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
- Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))

Item 8.01 Other Events.

On June 13, 2006, Gladstone Investment Corporation issued a press release announcing its financial results for the fiscal year ended March 31, 2006. The text of the press release is included as an exhibit to this Form 8-K. Pursuant to the rules and regulations of the Securities and Exchange Commission, such exhibit and the information set forth therein and herein are deemed to be furnished and shall not be deemed to be filed.

Item 9.01 Financial Statements and Exhibits

- (a) Not applicable.
- (b) Not applicable.
- (c) Not applicable
- (d) Exhibits

Exhibit No.	Description
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Exhibit 99.1	Press release dated June 13, 2006

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 hereunto duly authorized.

Gladstone Investment Corporation

(Registrant)

June 13, 2006

By:/s/ Harry Brill

(Harry Brill, Chief Financial Officer)

EXHIBIT INDEX

Exhibit No. -----	Description -----
99.1	Press release dated June 13, 2006

Gladstone Investment Corporation Reports Financial Results for the
Fiscal Year Ended March 31, 2006

MCLEAN, Va.--(BUSINESS WIRE)--June 13, 2006--Gladstone Investment Corp.
(NASDAQ:GAIN):

- Net Investment Income was \$5.88 million or \$0.36 per common share
- Net Increase in Net Assets From Operations was \$6.05 million or \$0.37 per common share

Gladstone Investment Corp. (NASDAQ:GAIN) (the "Company") today announced earnings for the period June 22, 2005 (commencement of operations) to March 31, 2006. All per share references are per basic and diluted weighted average common share outstanding, unless otherwise noted.

Net Investment Income for the period of June 22, 2005 (commencement of operations) to March 31, 2006 was \$5,883,898 or \$0.36 per share. For the three months ended March 31, 2006 Net Investment Income was \$2,698,622 or \$0.16.

Net Increase in Net Assets Resulting from Operations for the period ended June 22, 2005 (commencement of operations) to March 31, 2006 was \$6,054,297 or \$0.37 per share. The Net Increase in Net Assets Resulting from Operations for the three months ended March 31, 2006 was \$2,943,018 or \$0.18 per share.

Total assets were \$230,323,807 at March 31, 2006. Net asset value was \$229,841,697 or \$13.88 per actual common share outstanding at March 31, 2006.

The weighted average yield on our portfolio of investments, excluding cash and cash equivalents, was 7.02% for the period from June 22, 2005 (commencement of operations).

During the period from June 22, 2005 (commencement of operations) to March 31, 2006 the Company recorded the following activity:

- Invested \$6.5 million in senior debt and common equity with Hailey Transport Corporation;
- Invested approximately \$34.1 million in senior and subordinated debt, preferred and common stock with Chase II Holdings Corporation;
- Invested approximately \$15.3 million in senior and subordinated debt, and common equity with Quench Holdings Corporation;
- Acquired interests in 19 syndicated loans for approximately \$97.4 million;
- Recorded net unrealized appreciation on its investments of approximately \$113,000; and
- Recognized an aggregate of \$57,431 of realized gains related to the sale of five loan participations.

At March 31, 2006, the Company held nineteen non-control/non-affiliate investments, three control investments and cash investments, totaling an aggregate cost balance and fair value of nearly \$223 million.

Condensed Schedule of Investments
March 31, 2006

Investment Type	Cost	Fair Value
Total Non-Control/Non-Affiliate Investments	97,423,004	97,585,972
Total Control Investments	55,846,318	55,796,318
Total cash equivalents	69,607,086	69,607,086
Total investments and cash equivalents	\$222,876,408	\$222,989,376

"Since the inception of our fund on June 22, 2005, we have made tremendous strides in building our solid portfolio. The fourth quarter proved to be significant as we invested over \$55 million, bringing the total invested funds to 70%. Our intent is to increase our buyout investments significantly by this time next year," said Chip Stelljes, President and Chief Investment Officer.

Subsequent to March 31, 2006, the Company:

- Purchased additional loan participations in existing syndicated loans of \$3.6 million;
- Purchased seven loan participations of \$24.0 million;

- Sold three loan participations for \$15.5 million, realizing an aggregate net loss of approximately \$3,000 on the transactions; and
- The Board of Directors declared its monthly cash dividends of \$0.07 per common share for each of the months of April, May and June of 2006.

Results reported today for investment income and operating expenses for the period June 22, 2005 (commencement of operations) to March 31, 2006 are not expected to be indicative of future operating performance. In particular, the Company expects investment income to increase in future periods, as a result of the investment of the net proceeds from the initial public offering and as investments are made in portfolio company securities that the Company expects will yield a greater return than the cash and cash equivalents in which the vast majority of the net proceeds of the Company's initial public offering are currently invested.

The Company will hold a conference call Wednesday, June 14, 2006 at 9:30 am ET to discuss year end earnings. Please call (877) 407-9205 to enter the conference. An operator will monitor the call and set a queue for the questions.

A replay of the conference call will be available through July 14, 2006. To hear the replay, please dial (877) 660-6853, access playback account 286 and use ID code 204165. The online replay will be available approximately two hours after the call concludes.

The live audio broadcast of Gladstone Investment's quarterly conference call will be available online at www.GladstoneInvestment.com and www.investorcalendar.com. The online replay will follow shortly after the call.

Gladstone Investment Corporation is an investment company that seeks to make debt and equity investments in small and mid-sized private businesses in the U.S. in connection with acquisitions, changes in control and recapitalizations. For more information please visit our website at <http://www.GladstoneInvestment.com>.

For further information contact our Investor Relations Manager, Kelly Sargent at 703-287-5835.

This press release may include statements that may constitute "forward-looking statements" within the meaning of Section 27A of the Securities Act of 1933, as amended, and Section 21E of the Securities Exchange Act of 1934, as amended, including statements with regard to the future performance of the Company. Words such as "believes," "expects," "anticipates," "estimated," "approximately" "projects" and "future" or similar expressions are intended to identify forward-looking statements. These forward-looking statements inherently involve certain risks and uncertainties, although they are based on the Company's current plans that are believed to be reasonable as of the date of this press release. Factors that may cause the Company's actual results, levels of activity, performance or achievements to be materially different from any future results, levels of activity, performance or achievements expressed or implied by such forward-looking statements include, among others, those factors listed under the caption "Risk factors" of the Company's Form 10-K dated March 31, 2006, as filed with the Securities and Exchange Commission on June 13, 2006. The Company undertakes no obligation to publicly update or revise any forward-looking statements, whether as a result of new information, future events or otherwise.

GLADSTONE INVESTMENT CORPORATION
STATEMENT OF OPERATIONS
(UNAUDITED)

	For the period June 22, 2005 (Commencement of Operations) to March 31, 2006 -----
INVESTMENT INCOME	
Interest income	
Non-Control/Non-Affiliate investments	\$2,450,906
Control investments	255,059
Cash and cash equivalents	4,434,706

Total interest income	7,140,671
Fee income - Control investments	230,000
Other income	185

Total investment income	7,370,856 -----
EXPENSES	
Administration fee	288,471
Base management fee	360,771
Directors fees	160,000
Insurance expense	184,642

Professional fees	163,369
Stockholder related costs	89,563
Organizational costs	7,002
Interest expense	378
Taxes and licenses	195,270
General and administrative expenses	37,492

Total expenses	1,486,958

NET INVESTMENT INCOME	5,883,898

REALIZED AND UNREALIZED GAIN ON INVESTMENTS	
Realized gain on sale of Non-Control/Non-Affiliate investments	57,431
Net unrealized appreciation of investment portfolio	112,968

Net gain on investments	170,399

NET INCREASE IN NET ASSETS RESULTING FROM OPERATIONS	\$6,054,297
	=====
NET INCREASE IN NET ASSETS RESULTING FROM OPERATIONS PER COMMON SHARE:	
Basic and Diluted	\$0.37
	=====
SHARES OF COMMON STOCK OUTSTANDING:	
Basic and diluted weighted average shares	16,391,589

GLADSTONE INVESTMENT CORPORATION
STATEMENT OF OPERATIONS
(UNAUDITED)

	Quarter Ended March 31, 2006

INVESTMENT INCOME	
Interest income	
Non-Control/Non-Affiliate investments	1,466,449
Control investments	255,059
Cash and cash equivalents	1,242,687

Total interest income	2,964,195
Fee income - Control investments	230,000
Other income	185

Total investment income	3,194,380

EXPENSES	
Administration fee	110,002
Base management fee	3,141
Directors fees	57,000
Insurance expense	72,612
Professional fees	27,497
Stockholder related costs	21,662
Organizational costs	-
Interest expense	-
Taxes and licenses	188,684
General and administrative expenses	15,160

Total expenses	495,758

NET INVESTMENT INCOME	2,698,622

REALIZED AND UNREALIZED GAIN ON INVESTMENTS	
Realized gain on sale of Non-Control/Non-Affiliate investments	19,375
Net unrealized appreciation of investment portfolio	225,021

Net gain on investments	244,396

NET INCREASE IN NET ASSETS RESULTING FROM OPERATIONS	\$2,943,018
	=====
NET INCREASE IN NET ASSETS RESULTING FROM OPERATIONS	

PER COMMON SHARE:		
Basic and Diluted		\$0.18
		=====

SHARES OF COMMON STOCK OUTSTANDING:		
Basic and diluted weighted average shares		16,560,100

GLADSTONE INVESTMENT CORPORATION
STATEMENT OF ASSETS AND LIABILITIES
(UNAUDITED)

	March 31, 2006	March 31, 2005
	-----	-----
ASSETS		
Non-Control/Non-Affiliate investments (Cost 3/31/06: \$97,423,004)	\$97,585,972	\$-
Control investments (Cost 3/31/06: \$55,846,318)	55,796,318	-
	-----	-----
Total investments at fair value (Cost 3/31/06: \$153,269,322)	153,382,290	-
Cash and cash equivalents	75,672,605	3,636
Interest receivable	761,388	-
Prepaid insurance	99,874	-
Deferred offering costs	-	47,864
Due from Adviser	234,551	-
Other assets	173,099	-
	-----	-----
TOTAL ASSETS	\$230,323,807	\$51,500
	=====	=====

LIABILITIES		
Administration fee payable to Gladstone Administration	\$110,002	\$-
Loan payable to affiliate	-	50,000
Accrued expenses	367,031	-
Other liabilities	5,077	-
	-----	-----
Total Liabilities	482,110	50,000
	-----	-----
NET ASSETS	\$229,841,697	\$1,500
	=====	=====

ANALYSIS OF NET ASSETS:		
Common stock, \$0.001 par value, 100,000,000 shares authorized and 16,560,100 and 100 shares issued and outstanding, respectively	\$16,560	\$-
Capital in excess of par value	230,229,279	1,500
Net unrealized appreciation of investment portfolio	112,968	-
Distributions in excess of net investment income	(517,110)	-
	-----	-----
Total Net Assets	\$229,841,697	\$1,500
	=====	=====
Net assets per share	\$13.88	\$15.00
	=====	=====

GLADSTONE INVESTMENT CORPORATION
FINANCIAL HIGHLIGHTS
(UNAUDITED)

	For the period June 22, 2005 (Commencement of Operations) to March 31, 2006

Per Share Data (1)	

Balance at beginning of period	\$-
Net proceeds from initial public offering (2)	13.95

Offering costs	(0.05)
Income from investment operations:	
Net investment income (3)	0.36

Realized gain on sale of investments (3)	0.00
Net unrealized appreciation of investments (3)	0.01

Total from investment operations	0.37

Distributions	(0.39)

Net asset value at end of period	\$13.88
	=====
Per share market value at beginning of period	\$15.00
Per share market value at end of period	15.10
Total Return (4)	3.39%
Shares outstanding at end of period	16,560,100

Ratios/Supplemental Data

Net assets at end of period	\$229,841,697
Average net assets (5)	\$226,875,738
Ratio of expenses to average net assets (6)	0.66%
Ratio of net investment income to average net assets (6)	2.59%

- (1) Based on actual shares outstanding.
- (2) Net of initial underwriting discount of \$1.05 per share.
- (3) Based on weighted average basic per share data.
- (4) Total return equals the change in the market value of the Company's common stock from the beginning of the period taking into account dividends reinvested in accordance with the terms of our dividend reinvestment program.
- (5) Average net assets calculated from June 22, 2005 (commencement of operations) to March 31, 2006.
- (6) Amounts are not annualized.

GLADSTONE INVESTMENT CORPORATION
FINANCIAL HIGHLIGHTS
(UNAUDITED)

	Quarter
	Ended
	March 31, 2006

Per Share Data (1)	

Balance at beginning of period	\$13.91
Net proceeds from initial public offering	-

Offering costs	-
Income from investment operations:	
Net investment income	0.17
Realized gain on sale of investments	0.00
Net unrealized appreciation of investments	0.01

Total from investment operations	0.18

Distributions	(0.21)

Net asset value at end of period	\$13.88
	=====
Per share market value at beginning of period	\$13.59
Per share market value at end of period	15.10
Total Return (2)	12.68%
Shares outstanding at end of period	16,560,100
Ratios/Supplemental Data	

Net assets at end of period	\$229,841,697
Average net assets (3)	\$229,400,219
Ratio of expenses to average net assets (4)	0.86%
Ratio of net investment income to average net assets (4)	3.11%

- (1) Based on actual shares outstanding.

- (2) Total return equals the change in the market value of the Company's common stock from the beginning of the period taking into account dividends reinvested in accordance with the terms of our dividend reinvestment program.
- (3) Average net assets calculated from January 1, 2006 to March 31, 2006.
- (4) Amounts are annualized.

CONTACT: Gladstone Investment Corporation
Kelly Sargent, 703-287-5835