

INITIAL STATEMENT OF BENEFICIAL OWNERSHIP OF SECURITIES

OMB APPROVAL	
OMB Number:	3235-0104
Estimated average burden hours per response:	0.5

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934 or Section 30(h) of the Investment Company Act of 1940

1. Name and Address of Reporting Person* <u>ADELGREN PAUL W</u> <hr/> (Last) (First) (Middle) <u>1521 WESTBRANCH DRIVE</u> <u>SUITE 200</u> <hr/> (Street) <u>MCLEAN VA 22102</u> <hr/> (City) (State) (Zip)	2. Date of Event Requiring Statement (Month/Day/Year) <u>06/22/2005</u>	3. Issuer Name and Ticker or Trading Symbol <u>GLADSTONE INVESTMENT CORPORATION/IDE [GAIN]</u>	
		4. Relationship of Reporting Person(s) to Issuer (Check all applicable) <input checked="" type="checkbox"/> Director 10% Owner Officer (give title below) Other (specify below)	5. If Amendment, Date of Original Filed (Month/Day/Year) 6. Individual or Joint/Group Filing (Check Applicable Line) <input checked="" type="checkbox"/> Form filed by One Reporting Person Form filed by More than One Reporting Person

Table I - Non-Derivative Securities Beneficially Owned

1. Title of Security (Instr. 4)	2. Amount of Securities Beneficially Owned (Instr. 4)	3. Ownership Form: Direct (D) or Indirect (I) (Instr. 5)	4. Nature of Indirect Beneficial Ownership (Instr. 5)
Common Stock	0	D	

Table II - Derivative Securities Beneficially Owned (e.g., puts, calls, warrants, options, convertible securities)

1. Title of Derivative Security (Instr. 4)	2. Date Exercisable and Expiration Date (Month/Day/Year)		3. Title and Amount of Securities Underlying Derivative Security (Instr. 4)		4. Conversion or Exercise Price of Derivative Security	5. Ownership Form: Direct (D) or Indirect (I) (Instr. 5)	6. Nature of Indirect Beneficial Ownership (Instr. 5)
	Date Exercisable	Expiration Date	Title	Amount or Number of Shares			

Explanation of Responses:

Remarks:

Paula Novara, Attorney-in-fact 06/22/2005

** Signature of Reporting Person Date

Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.

* If the form is filed by more than one reporting person, see Instruction 5 (b)(v).

** Intentional misstatements or omissions of facts constitute Federal Criminal Violations See 18 U.S.C. 1001 and 15 U.S.C. 78ff(a).

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, see Instruction 6 for procedure.

Persons who respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB Number.

POWER OF ATTORNEY

Know all by these presents, that the undersigned hereby constitutes and appoints

each of David Gladstone, Terry Brubaker, Harry Brill, Paula Novara, Allyson Williams, Kelly Sargent Darren DeStefano, Bobbi Miliken and Patty Lamm, signing

individually, the undersigned's true and lawful attorneys-in fact and agents to: (1)

execute for and on behalf of the undersigned, an officer, director or holder of 10%

or more of a registered class of securities of Gladstone Investment Corporation, a Delaware corporation

(the Company), Forms 3, 4 and 5 in accordance with Section 16(a) of the Securities

Exchange Act of 1934, as amended (the Exchange Act) and the rules thereunder;

(2) do and perform any and all acts for and on behalf of the undersigned that may

be necessary or desirable to complete and execute such Form 3, 4 or 5, complete and

execute

any amendment or amendments thereto, and timely file such forms or amendments with the

United States Securities and Exchange Commission and any stock exchange or similar

authority; and (3) take any other action of any nature whatsoever in connection with the

foregoing

which, in the opinion of such attorney-in-fact, may be of benefit, in the best

interest of,

or legally required by, the undersigned, it being understood that the documents

executed

by such attorney-in-fact on behalf of the undersigned pursuant to this Power of

Attorney

shall be in such form and shall contain such terms and conditions as such

attorney-in-fact

may approve in such attorney-in-fact's discretion.

The undersigned hereby grants to each such attorney-in-fact full power and

authority

to do and perform any and every act and thing whatsoever requisite,
necessary,

or proper

to be done in the exercise of any of the rights and powers herein
granted,

as fully to

all intents and purposes as the undersigned might or could do if
personally

present,

with full power of substitution or revocation, hereby ratifying and
confirming

all that

such attorney-in-fact, or such attorney-in-fact's substitute or
substitutes,

shall

lawfully

do or cause to be done by virtue of this power of attorney and the
rights

and

powers herein granted. The undersigned acknowledges that the foregoing
attorneys-in-fact,

in serving in such capacity at the request of the undersigned, are not
assuming,

nor is the Company assuming, any of the undersigned's responsibilities
to comply

with Section 16 of the Exchange Act.

This Power of Attorney shall remain in full force and effect until the
earliest to occur of (a) the undersigned is no longer required to file

Forms 3, 4

and 5 with

respect to the undersigned's holdings of and transactions in securities
issued by

the Company, (b) revocation by the undersigned in a signed writing
delivered to the

foregoing attorneys-in-fact or (c) as to any attorney-in-fact
individually, until

such attorney-in-fact shall no longer be employed by the Company, Gladstone Management
Corporation or Cooley Godward

LLP.

IN WITNESS WHEREOF, the undersigned has cause this Power of
Attorney to be
executed as of this 22nd day of June, 2005.

/s/ Paul W. Adelgren
Paul W. Adelgren