



## TPG Specialty Lending, Inc. – Debt

(\$ in million, except per share amounts)

As of September 30, 2018

	Principal Amount Outstanding	Maturity	Interest Rate (Swap Pricing <sup>(2)</sup> )	Initial/Current Conversion Price <sup>(3)</sup>
Revolving Credit Facility <sup>(1)</sup>	\$940.0	February 17, 2023	L+1.875% / L+1.75%	N/A
2019 Convertible Notes	\$115.0	December 15, 2019	4.50% (L+2.86%)	\$25.83 / \$25.14
2022 Convertible Notes	\$172.5	August 1, 2022	4.50% (L+2.37% / L+1.60%)	\$21.34 / \$20.96
2023 Unsecured Notes	\$150.0	January 22, 2023	4.50% (L+1.99%)	N/A

## Credit Statistics

	December 31, 2017	March 31, 2018	June 30, 2018	September 30, 2018
Total net assets	\$969.3	\$1,044.0	\$1,062.0	\$1,073.2
Debt to equity at quarter-end <sup>(4)</sup>	0.74x	0.82x	0.82x	0.83x
Average debt to equity <sup>(5)</sup>	0.72x	0.84x	0.89x	0.91x
Interest coverage <sup>(6)</sup>	5.4x	5.1x	4.8x	4.2x
Interest & dividend coverage <sup>(7)</sup>	1.3x	1.3x	1.4x	1.3x

- (1) Revolving credit facility has an uncommitted accordion feature that can increase total size to \$1.25 billion. Interest rate on the facility is a formula-based calculation. If the Borrowing Base is equal to or greater than 1.85 times the Combined Debt Amount (i.e. 1.85x total commitments), the applicable margin is L+1.75%.
- (2) In connection with the note offerings, the Company entered into interest rate swaps to continue to align the interest rates of its liabilities with its investment portfolio, which consists of predominately floating rate loans. As a result of the swaps, the effective interest rates on the 2019 convertible notes and 2023 notes are three-month LIBOR plus 2.86% and 1.99% respectively; the effective interest rate on the 2022 convertible notes is LIBOR plus 2.11% which reflects LIBOR plus 2.37% on the \$115MM that closed in January 2017 and LIBOR plus 1.60% on the \$57.5MM reopening that closed in June 2018.
- (3) Current conversion price adjusted for dividends in excess of dividend thresholds.
- (4) Pro-forma for unsettled trades.
- (5) Daily average debt outstanding during the quarter divided by daily average net assets during the quarter. Daily average net assets is calculated by starting with the prior quarter end net asset value and adjusting for capital activity during the quarter (adding common stock offerings / DRIP contributions).
- (6) Interest coverage defined as (LTM net investment income + LTM interest expense) / LTM interest expense.
- (7) Interest & dividend coverage defined as (LTM net investment income + LTM interest expense) / (LTM interest expense + LTM regular dividends paid); excludes special dividends paid.

For further information, please refer to TSLX's Form 10-Q and 10-K reports.



**TPG Specialty Lending, Inc. – Total Net Assets, Net Asset Value Per Share and Annualized Return on Equity (ROE)**

*(\$ in millions, except per share amounts; per share amounts is based on ending shares outstanding for each period)*

	December 31, 2017	March 31, 2018	June 30, 2018	September 30, 2018
Total net assets	\$969.3	\$1,044.0	\$1,062.0	\$1,073.2
Net asset value per share	\$16.09	\$16.27	\$16.36	\$16.47
Net asset value per share (pro forma) <sup>(1)</sup>	\$16.06	\$16.21	\$16.28	\$16.42
Shares outstanding (end of period)	60,247,201	64,166,951	64,920,526	65,168,251
Net income	\$26.7	\$33.8	\$33.6	\$37.4
Annualized ROE on net income <sup>(2)</sup>	11.1%	14.0%	12.9%	14.1%

(1) Reflects NAV per share pro forma for the variable supplemental dividend per share related to that quarter's earnings.

(2) Return on equity is calculated using the prior period's ending net asset value.

*For further information, please refer to TSLX's Form 10-Q and 10-K reports.*