



TPG Specialty Lending

Earnings Presentation

Quarter Ended March 31, 2017

Disclaimer and Forward-Looking Statement

References in this presentation (“Presentation”) to “TSLX,” “we,” “us,” “our” and “the Company” refer to TPG Specialty Lending, Inc.

This Presentation includes forward-looking statements about TSLX 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 current and 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 difficult to predict, that could cause actual results to differ materially from those expressed or forecasted in the forward-looking statements. Such factors include, but are not limited to the risks, uncertainties and other factors we identify in the section entitled “Risk Factors” in filings we make with the Securities and Exchange Commission. Opinions expressed are current opinions as of the date of this Presentation.

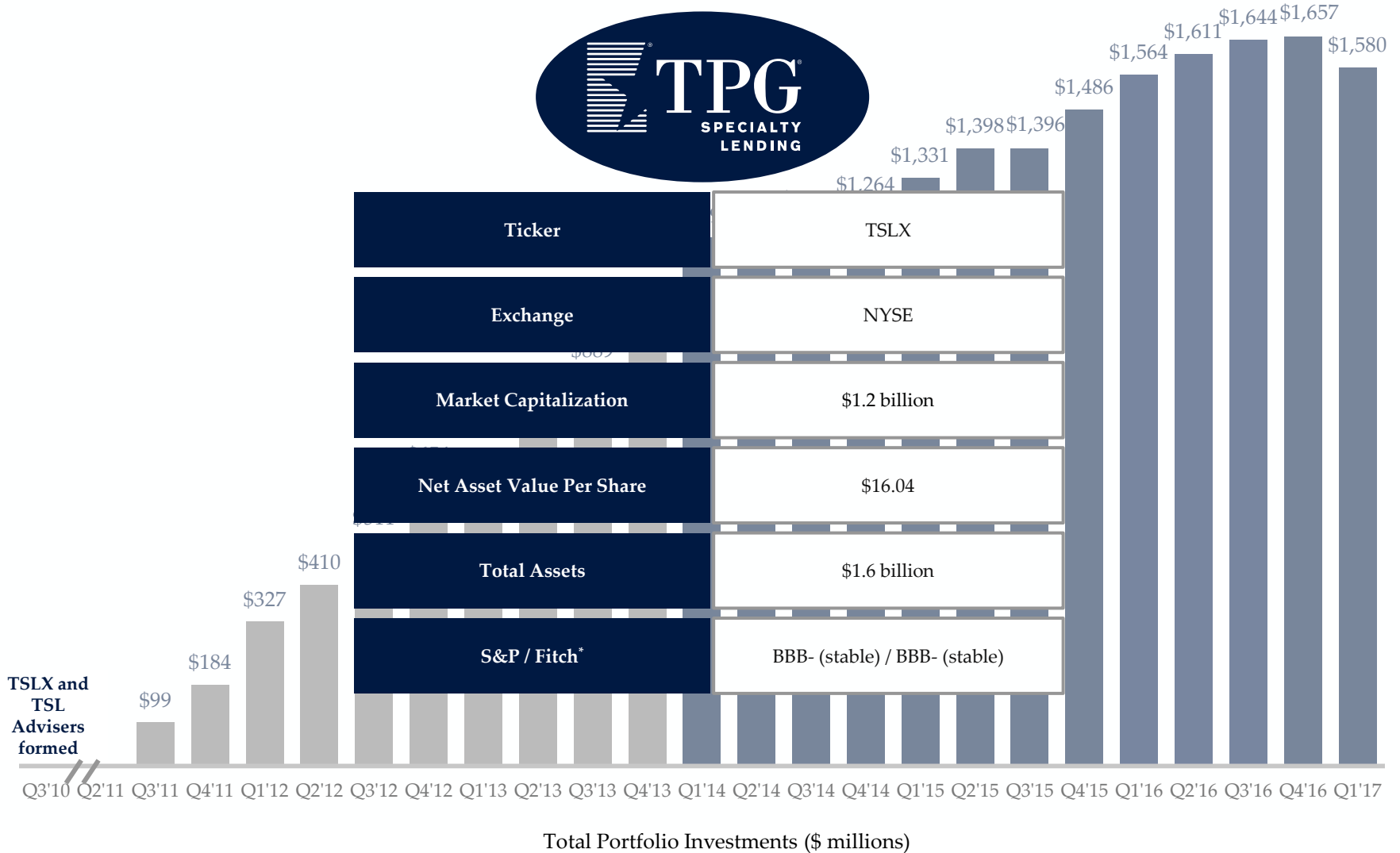
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Overview

Specialty finance company focused on lending to middle-market companies



Note: Market capitalization and financial data as of 3/31/2017
 * S&P rating affirmed on 04/07/2017 and Fitch rating affirmed on 03/07/2017

Highlights

Broadly distributed, scaled senior floating rate-focused portfolio

- ▶ Core focus on investing in middle-market loans to U.S. based companies
 - Target EBITDA: \$10 million to \$250 million
 - Portfolio weighted average EBITDA: \$31 million⁽¹⁾
- ▶ Target average investment hold size of \$30 million to \$100 million
- ▶ Diversified portfolio of investments in 48 portfolio companies with an average investment size of \$33 million; largest investment represents 4.8%
- ▶ Portfolio of 99% secured, 99% first-lien debt investments

Leading platform with proprietary, directly originated deal flow

- ▶ External advisor part of TPG Special Situations Partners, with over \$18 billion of credit related assets under management
- ▶ Direct, primary originations sourced through coverage of companies, financial sponsors, and intermediaries
- ▶ Sourcing from non-intermediated channels accounts for 92% of TSLX originations
- ▶ Sponsor coverage focused on sector-based themes

Disciplined investment strategy, underwriting process, and active asset management

- ▶ Focus on investing at the top of the capital structure and protecting that position
- ▶ Weighted average of 2.3 key financial covenants per credit agreement
- ▶ Effective voting control on 77% of debt investments

Drive ROE

- ▶ Q1'17 Annualized ROAE from Net Investment Income of 12.0%⁽²⁾
- ▶ Q1'17 Annualized ROAE from Net Income of 11.9%⁽²⁾

Financial Highlights

(Dollar amounts in thousands, except per share data; per share data is based on weighted average shares outstanding during the period, except as otherwise noted)

| | Q1 2016 | Q2 2016 | Q3 2016 | Q4 2016 | Q1 2017 |
|---|-----------|-----------|-----------|-----------|-----------|
| Net investment income per share | \$0.42 | \$0.43 | \$0.51 | \$0.47 | \$0.48 |
| Net realized and unrealized gains (losses) per share | (\$0.10) | \$0.41 | \$0.11 | \$0.08 | (\$0.01) |
| Net income per share | \$0.32 | \$0.84 | \$0.62 | \$0.55 | \$0.47 |
| Net asset value per share (ending shares) | \$15.11 | \$15.55 | \$15.78 | \$15.95 | \$16.04 |
| Distributions paid per share (ending shares) | \$0.39 | \$0.39 | \$0.39 | \$0.39 | \$0.39 |
| Net assets | \$894,671 | \$924,019 | \$940,469 | \$952,212 | \$959,641 |
| Total debt ^{(3)*} | \$635,853 | \$673,140 | \$688,748 | \$691,729 | \$618,094 |
| Debt to equity at quarter-end ⁽⁴⁾ | 0.74x | 0.73x | 0.73x | 0.73x | 0.64x |
| Average debt to equity ⁽⁵⁾ | 0.79x | 0.79x | 0.83x | 0.80x | 0.73x |
| Annualized ROAE on net investment income ⁽²⁾ | 11.0% | 11.4% | 13.2% | 11.9% | 12.0% |
| Annualized ROAE on net income ⁽²⁾ | 8.4% | 22.1% | 15.9% | 13.9% | 11.9% |

*Total carrying value of debt excluding netting of Deferred Financing Costs

Portfolio Highlights – Selected Metrics

(Dollar amounts in thousands)

| | As of and For Three Months Ended | | | | |
|---|----------------------------------|---------------|--------------------|-------------------|----------------|
| | March 31, 2016 | June 30, 2016 | September 30, 2016 | December 31, 2016 | March 31, 2017 |
| Investments at Fair Value | \$1,563,664 | \$1,611,039 | \$1,643,572 | \$1,657,403 | \$1,580,278 |
| Number of Portfolio Companies | 48 | 50 | 52 | 52 | 48 |
| Average Investment Size in Our Portfolio Companies | \$32,576 | \$32,221 | \$31,607 | \$31,873 | \$32,922 |
| Asset Class: | | | | | |
| First-Lien Debt Investments | 89% | 93% | 94% | 97% | 99% |
| Second-Lien Debt Investments | 8% | 4% | 3% | 1% | <1% |
| Mezzanine and Unsecured Debt Investments | 2% | 2% | 1% | <1% | 0% |
| Equity and Other Investments | 1% | 1% | 2% | <2% | 1% |
| Interest Rate Type: | | | | | |
| % Floating Rate* | 96% | 96% | 98% | 98% | 100% |
| % Fixed Rate | 4% | 4% | 2% | 2% | 0% |
| Yields at Fair Value unless Otherwise Noted: | | | | | |
| Weighted Average Total Yield of Debt and Income Producing Securities at Amortized Cost ⁽⁶⁾ | 10.3% | 10.5% | 10.3% | 10.4% | 10.4% |
| Weighted Average Total Yield of Debt and Income Producing Securities ⁽⁶⁾ | 10.5% | 10.6% | 10.3% | 10.4% | 10.3% |
| Weighted Average Spread Over LIBOR of All Floating Rate Investments* | 8.9% | 8.8% | 8.9% | 8.9% | 8.8% |
| Weighted Average Interest Rate of Debt and Income Producing Securities | 9.9% | 9.8% | 9.8% | 9.8% | 9.7% |
| Fair Value as a Percentage of Principal (Debt) | 96.3% | 97.7% | 98.2% | 98.5% | 98.6% |
| Fair Value as a Percentage of Call Price (Debt) | 92.1% | 93.6% | 94.5% | 95.0% | 95.2% |
| Investment Activity at Par: | | | | | |
| New Investment Commitments | \$129,600 | \$184,651 | \$194,200 | \$54,295 | \$149,217 |
| Net Funded Investment Activity | \$83,837 | \$31,141 | (\$8,848) | (\$2,541) | (\$71,290) |
| New Investment Commitments at Par: | | | | | |
| Number of New Investment Commitments in New Portfolio Companies | 4 | 3 | 6 | 1 | 5 |
| Average New Investment Commitment Amount in New Portfolio Companies | \$19,634 | \$56,667 | \$32,367 | \$50,000 | \$29,843 |
| Weighted Average Term for New Investment Commitments in New Portfolio Companies (in years) | 5.0 | 3.4 | 5.3 | 2.4 | 5.6 |
| Weighted Average Interest Rate of New Investment Commitments | 9.0% | 8.4% | 9.7% | 8.2% | 9.4% |
| Weighted Average Spread Over LIBOR of New Floating Rate Investment Commitments | 8.0% | 7.8% | 8.7% | 7.2% | 8.7%* |

*Includes one or more fixed rate investments for which TSLX entered into an interest rate swap agreement to swap to a floating rate

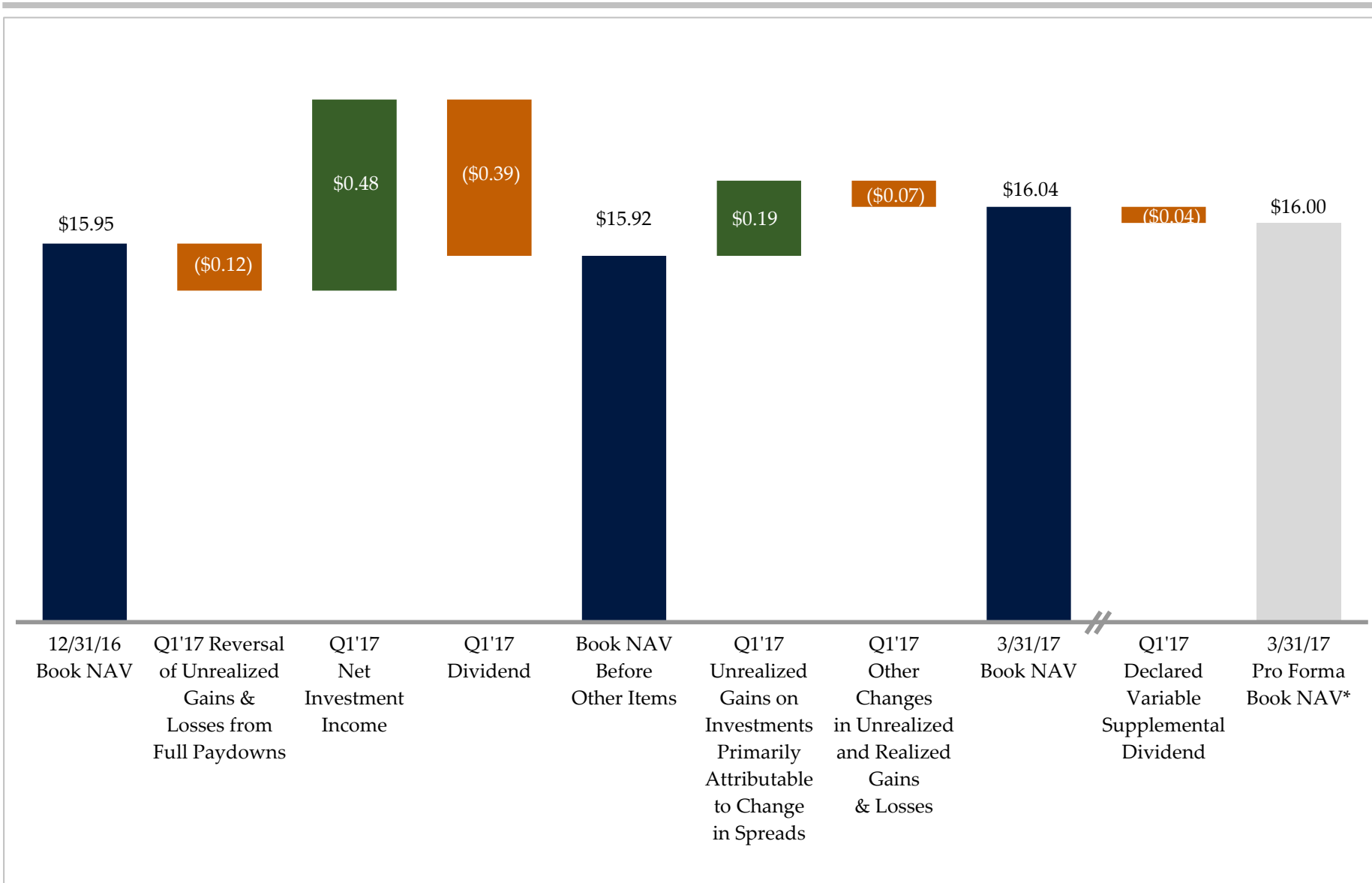
Quarterly Statements of Financial Condition

(Dollar amounts in thousands)

| | As of | | | | |
|---|--------------------|--------------------|--------------------|--------------------|--------------------|
| | March 31, 2016 | June 30, 2016 | September 30, 2016 | December 31, 2016 | March 31, 2017 |
| Assets | | | | | |
| Investments at Fair Value | \$1,563,664 | \$1,611,039 | \$1,643,572 | \$1,657,403 | \$1,580,278 |
| Cash and Cash Equivalents * | \$4,861 | \$4,775 | \$4,751 | \$5,954 | \$7,030 |
| Interest Receivable | \$11,829 | \$8,304 | \$10,668 | \$9,678 | \$7,914 |
| Receivable for Interest Rate Swaps | \$1,642 | \$1,967 | \$1,505 | \$69 | \$223 |
| Receivable for Investments Sold | - | - | \$2,722 | - | \$7,080 |
| Prepaid Expenses and Other Assets * | \$2,256 | \$2,727 | \$2,002 | \$2,428 | \$4,355 |
| Total Assets | \$1,584,252 | \$1,628,812 | \$1,665,220 | \$1,675,532 | \$1,606,880 |
| Liabilities | | | | | |
| Debt (Net of Deferred Financing Costs) ⁽³⁾ | \$626,063 | \$663,925 | \$680,115 | \$680,709 | \$603,999 |
| Management Fees Payable to Affiliate | \$5,734 | \$5,999 | \$6,145 | \$6,269 | \$6,071 |
| Incentive Fees Payable to Affiliate | \$4,819 | \$5,309 | \$6,384 | \$5,889 | \$6,050 |
| Dividends Payable | \$23,098 | \$23,171 | \$23,236 | \$23,289 | \$23,337 |
| Payable for Investments Purchased | \$22,045 | - | - | - | - |
| Payables to Affiliate | \$1,758 | \$1,282 | \$1,311 | \$1,555 | \$1,348 |
| Other Liabilities | \$6,064 | \$5,107 | \$7,560 | \$5,609 | \$6,434 |
| Total Liabilities | \$689,581 | \$704,793 | \$724,751 | \$723,320 | \$647,239 |
| Total Net Assets | \$894,671 | \$924,019 | \$940,469 | \$952,212 | \$959,641 |
| Total Liabilities and Net Assets | \$1,584,252 | \$1,628,812 | \$1,665,220 | \$1,675,532 | \$1,606,880 |
| Net Asset Value per Share | | | | | |
| Net Asset Value per Share | \$15.11 | \$15.55 | \$15.78 | \$15.95 | \$16.04 |
| Debt to Equity at Quarter End ⁽⁴⁾ | 0.74x | 0.73x | 0.73x | 0.73x | 0.64x |
| Average Debt to Equity ⁽⁵⁾ | 0.79x | 0.79x | 0.83x | 0.80x | 0.73x |

*The Company adopted ASU 2016-18 during the quarter ended March 31, 2017 and adjusted prior period balance sheets to reflect the change. The adoption of this guidance did not have an impact on the Company's results of operations or cash flows

Net Asset Value Bridge – Q1'17



Note: Each net asset value per share impact is calculated based on total TSLX equity post each event divided by total shares outstanding post each event, less net asset value per share pre-event. Based on Q1 2017 ending shares outstanding
 * Reflects Q1'17 NAV per share pro forma for the declared variable supplemental dividend of \$0.04 per share related to Q1'17 earnings and payable in Q2'17

Operating Results

(Dollar amounts in thousands, except per share data; per share data is based on weighted average shares outstanding during the period, except as otherwise noted)

| | For Three Months Ended | | | | |
|--|------------------------|-----------------|--------------------|-------------------|-----------------|
| | March 31, 2016 | June 30, 2016 | September 30, 2016 | December 31, 2016 | March 31, 2017 |
| Total Investment Income | \$42,751 | \$46,034 | \$53,917 | \$49,708 | \$50,948 |
| Net Expenses | \$19,124 | \$20,041 | \$22,656 | \$21,031 | \$21,679 |
| Net Investment Income Before Income Taxes | \$23,627 | \$25,993 | \$31,261 | \$28,677 | \$29,269 |
| Income Taxes, Including Excise Taxes | \$435 | \$490 | \$690 | \$610 | \$750 |
| Net Investment Income | \$23,192 | \$25,503 | \$30,571 | \$28,067 | \$28,519 |
| Net Realized and Unrealized Gains (Losses) | (\$5,421) | \$24,135 | \$6,304 | \$4,656 | (\$241) |
| Net Income | \$17,771 | \$49,638 | \$36,875 | \$32,723 | \$28,278 |
| <u>Per Share:</u> | | | | | |
| Net Investment Income | \$0.42 | \$0.43 | \$0.51 | \$0.47 | \$0.48 |
| Net Income | \$0.32 | \$0.84 | \$0.62 | \$0.55 | \$0.47 |
| Distributions (Ending Shares) | \$0.39 | \$0.39 | \$0.39 | \$0.39 | \$0.39 |
| Weighted Average Shares Outstanding for the Period | 55,802,270 | 59,348,460 | 59,523,695 | 59,669,008 | 59,796,731 |
| Shares Outstanding at End of Period | 59,225,688 | 59,411,892 | 59,580,513 | 59,716,205 | 59,839,041 |

Quarterly Operating Results Detail

(Dollar amounts in thousands)

| | For Three Months Ended | | | | |
|---|------------------------|-----------------|--------------------|-------------------|-----------------|
| | March 31, 2016 | June 30, 2016 | September 30, 2016 | December 31, 2016 | March 31, 2017 |
| Investment Income: | | | | | |
| Interest From Investments – Interest and Dividend Income ⁽⁷⁾ | \$39,774 | \$42,784 | \$44,620 | \$44,357 | \$40,690 |
| Interest From Investments – Other Fees ⁽⁸⁾ | \$2,203 | \$1,782 | \$2,479 | \$1,522 | \$8,080 |
| Total Interest From Investments | \$41,977 | \$44,566 | \$47,099 | \$45,879 | \$48,770 |
| Other Income ⁽⁹⁾ | \$774 | \$1,468 | \$6,818 | \$3,829 | \$2,178 |
| Total Investment Income | \$42,751 | \$46,034 | \$53,917 | \$49,708 | \$50,948 |
| Expenses: | | | | | |
| Interest | \$5,298 | \$5,630 | \$6,102 | \$6,079 | \$6,865 |
| Management Fees | \$5,748 | \$5,993 | \$6,212 | \$6,300 | \$6,071 |
| Incentive Fees | \$4,902 | \$5,392 | \$6,467 | \$5,942 | \$6,050 |
| Other Operating Expenses | \$3,274 | \$3,125 | \$4,024 | \$2,794 | \$2,693 |
| Total Expenses | \$19,222 | \$20,140 | \$22,805 | \$21,115 | \$21,679 |
| Management and Incentive Fees Waived | (\$98) | (\$99) | (\$149) | (\$84) | - |
| Net Expenses | \$19,124 | \$20,041 | \$22,656 | \$21,031 | \$21,679 |
| Net Investment Income Before Income Taxes | \$23,627 | \$25,993 | \$31,261 | \$28,677 | \$29,269 |
| Income Taxes, Including Excise Taxes | \$435 | \$490 | \$690 | \$610 | \$750 |
| Net Investment Income | \$23,192 | \$25,503 | \$30,571 | \$28,067 | \$28,519 |
| Net Unrealized and Realized Gains (Losses) | (\$5,421) | \$24,135 | \$6,304 | \$4,656 | (\$241) |
| Net Income | \$17,771 | \$49,638 | \$36,875 | \$32,723 | \$28,278 |

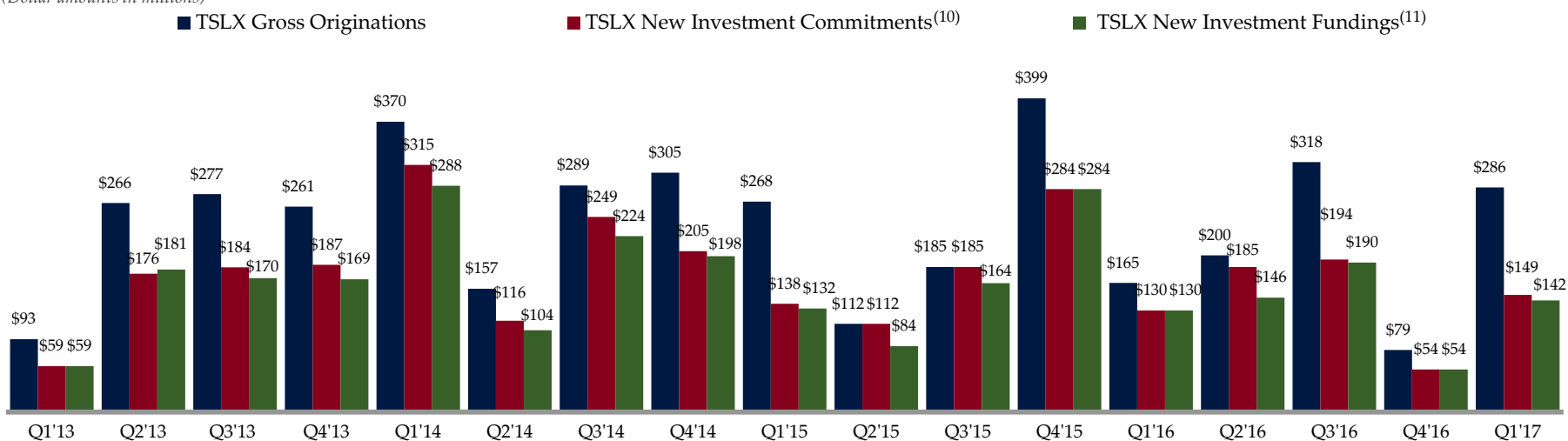
Portfolio Highlights – Originations

(Dollar amounts in millions)

Originations and Net Funds Growth

- Gross originations were \$285.9 for the quarter
- New investment commitments and fundings totaled \$149.2 and \$142.2 respectively, for the quarter. The commitments were distributed across 5 new portfolio companies
- Received full paydowns on 10 investments, and partially realized 4 investments totaling \$213.5 for the quarter
- Net funded investment activity was (\$71.3) for the quarter

(Dollar amounts in millions)



Portfolio Funds Roll⁽¹²⁾

(Dollar amounts in thousands)

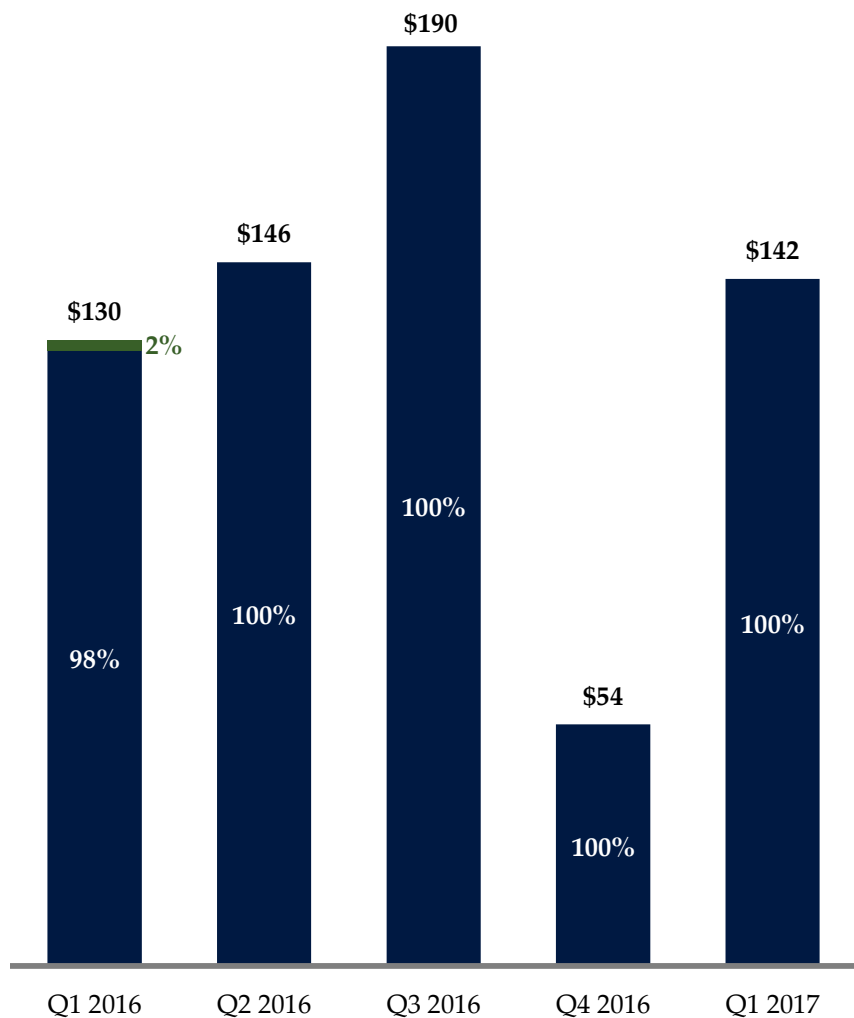
| | Q1 2016 | Q2 2016 | Q3 2016 | Q4 2016 | Q1 2017 |
|--------------------------------|------------|-------------|-------------|------------|-------------|
| New Investment Commitments | \$129,600 | \$184,651 | \$194,200 | \$54,295 | \$149,217 |
| New Investment Fundings | \$129,600 | \$145,797 | \$190,375 | \$54,295 | \$142,217 |
| Investments Sold or Repaid | (\$45,763) | (\$114,656) | (\$199,223) | (\$56,836) | (\$213,507) |
| Net Funded Investment Activity | \$83,837 | \$31,141 | (\$8,848) | (\$2,541) | (\$71,290) |

Portfolio Highlights – Asset Mix

NEW INVESTMENT FUNDINGS

(At Par Value, \$mm)

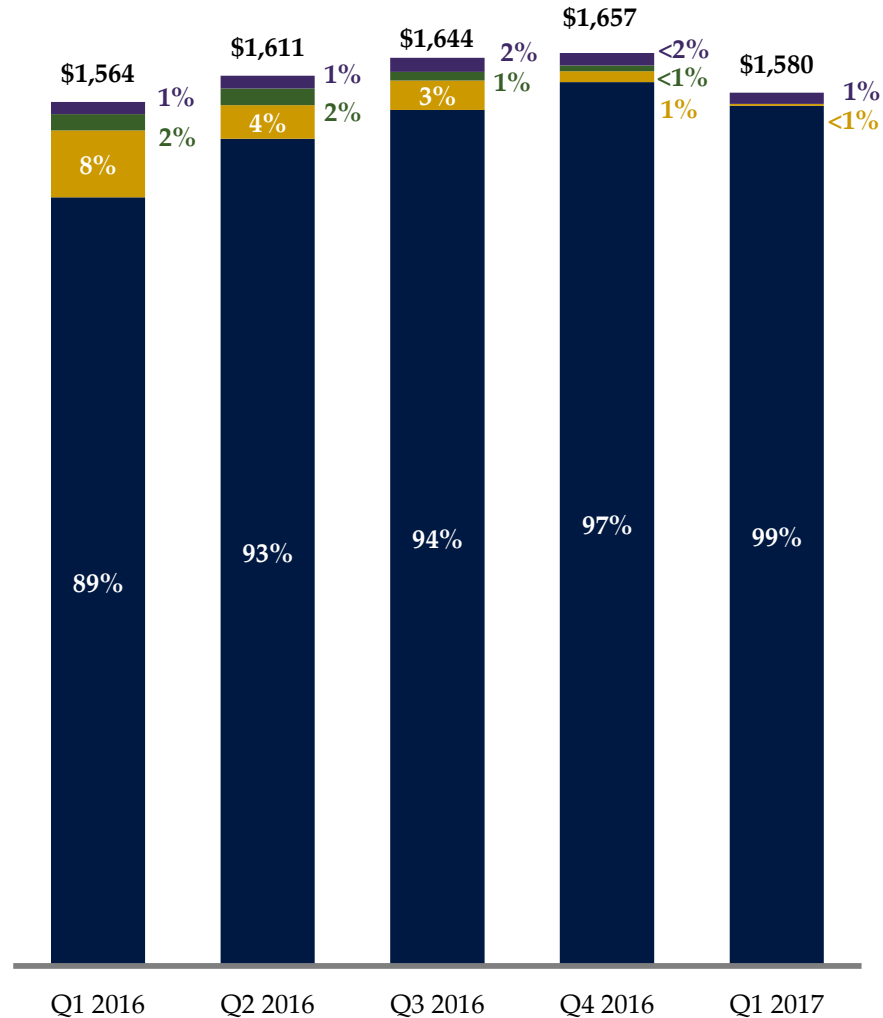
- First Lien
- Second Lien
- Mezzanine & Unsecured
- Equity & Other



END OF PERIOD INVESTMENTS

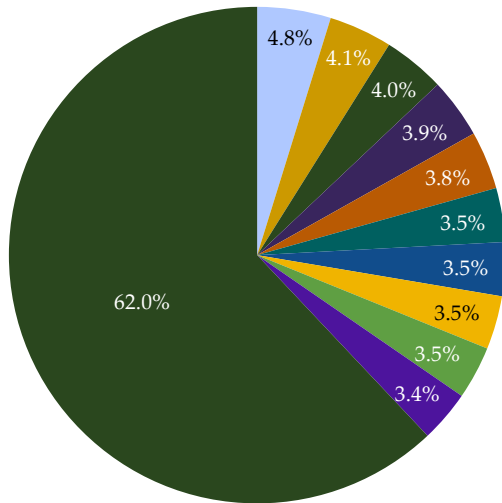
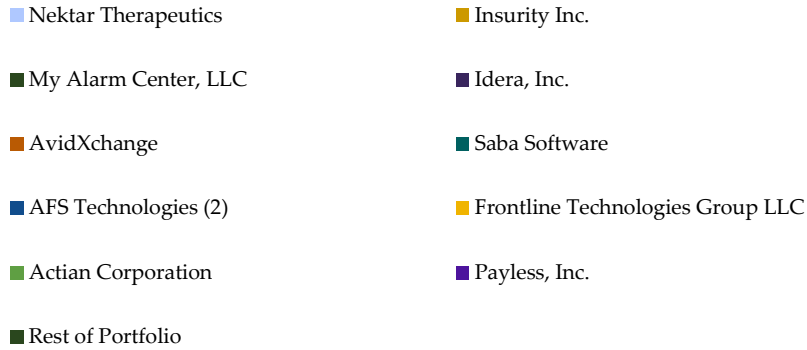
(At Fair Value, \$mm)

- First Lien
- Second Lien
- Mezzanine & Unsecured
- Equity & Other

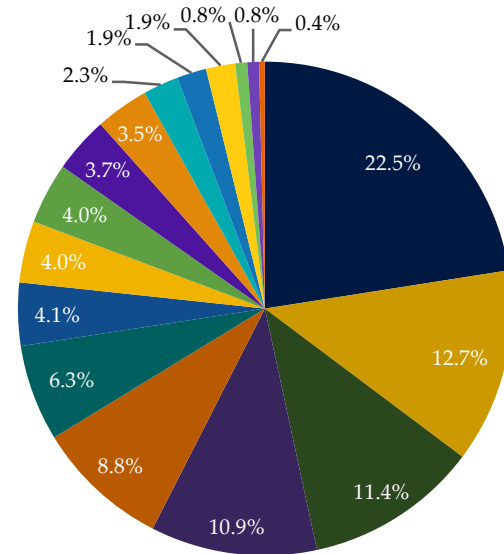
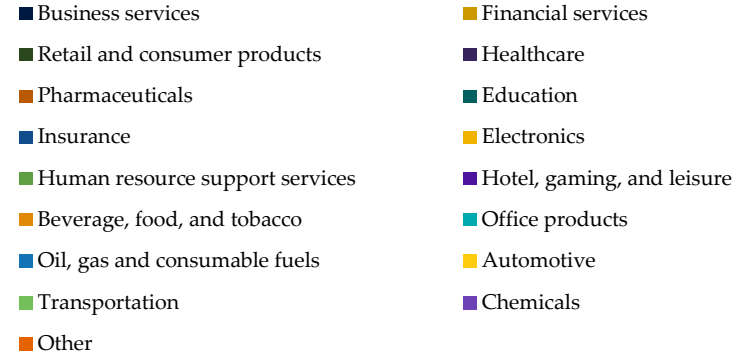


Portfolio Highlights – Diversification Across Borrowers and Industries

TOP 10 BORROWER DIVERSIFICATION



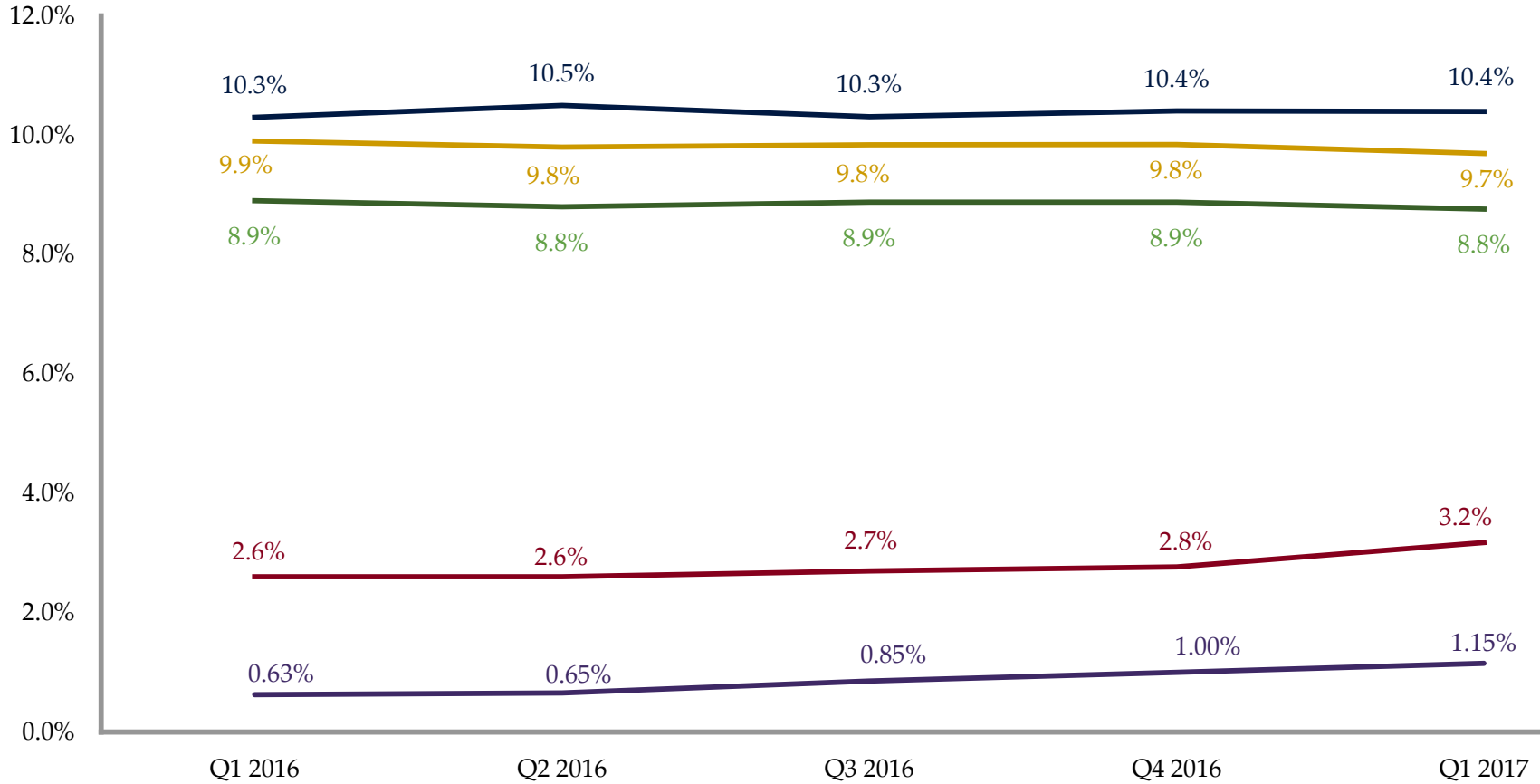
INDUSTRY DIVERSIFICATION



Note: Numbers may not sum to 100% due to rounding. Based on fair value of investments

Portfolio Highlights – Net Interest Margin Analysis

- Weighted Average Total Yield on Debt and Income Producing Securities at Amortized Cost ⁽⁶⁾
- Weighted Average Interest Rate of Debt and Income Producing Securities at Fair Value
- Weighted Average Spread Over LIBOR of All Floating Rate Investments at Fair Value
- Average Stated Interest Rate on Debt Outstanding ⁽¹³⁾
- 3 Month London Interbank Offered Rate ("LIBOR")



Liquidity Management

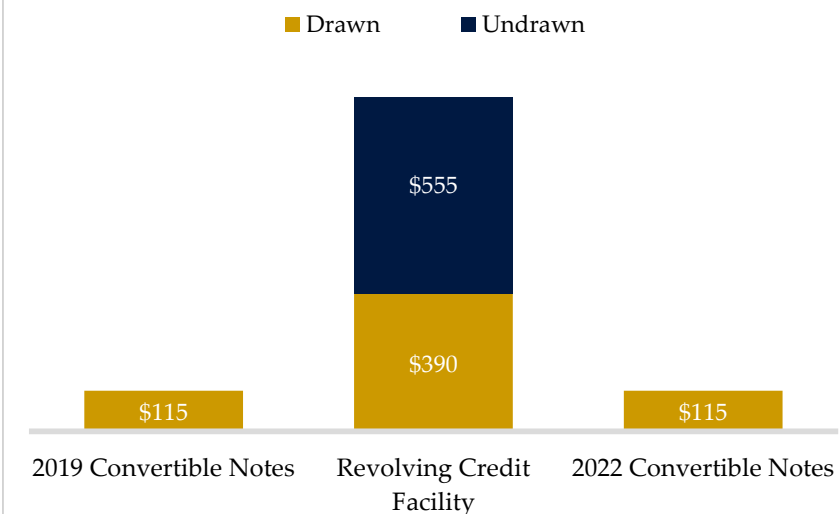
Cash and Cash Equivalents

Unrestricted cash totaled \$4.4 million as of March 31, 2017. Cash held at quarter-end was primarily attributable to amortization and interest payments. Restricted cash related to our interest rate swaps totaled \$2.6 million.

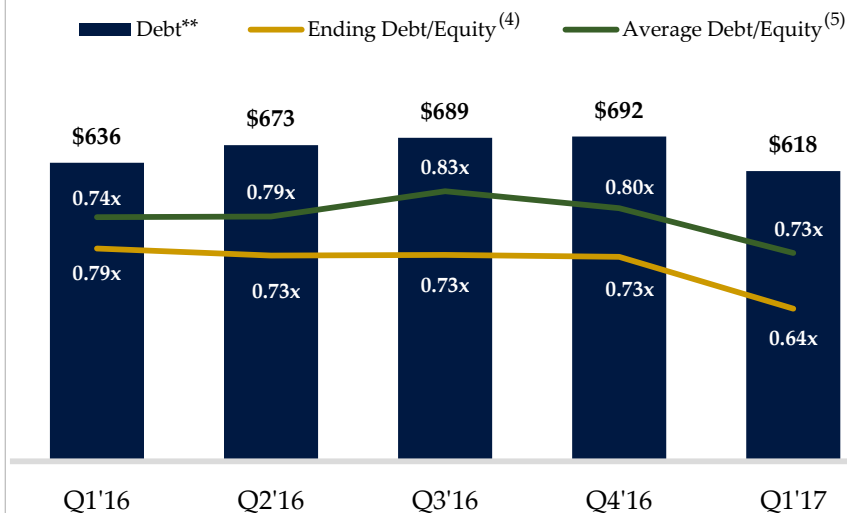
| Revolving Credit Facility* | | Convertible Notes | | |
|----------------------------|--|--|-------------------|----------------|
| Size: | \$945.0 million; uncommitted accordion feature can increase total size to \$1.25 billion | Size: | \$115 million | \$115 million |
| Revolving Period: | December 22, 2020 | Maturity: | December 15, 2019 | August 1, 2022 |
| Maturity Date: | December 22, 2021 | Coupon: | 4.50% | 4.50% |
| Interest Rate: | LIBOR + 200 / LIBOR + 175* | Interest Rate Swap Pricing: ⁽¹⁴⁾ | LIBOR + 286.0 | LIBOR + 237.2 |
| Undrawn Fee: | 0.375% | Conversion Price: | \$25.83 | \$21.34 |

* 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, the applicable margin is L+175. As of March 31, 2017, under this formula, the stated rate on the facility is L +200. \$60.0 million of commitments have a revolving period date of October 2, 2019 and a maturity date of October 2, 2020.

(As of March 31, 2017; \$ in millions)



(\$ in millions)

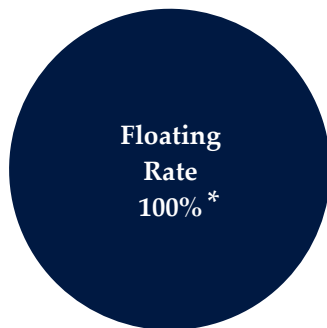


** Total carrying value of debt excluding netting of Deferred Financing Costs⁽³⁾

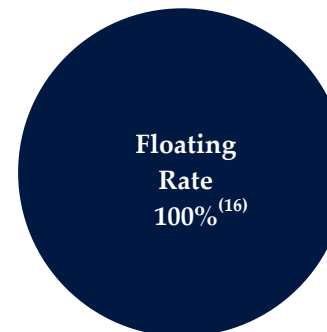
Funding Profile

Stable Funding Profile

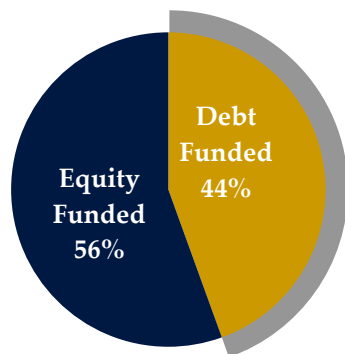
DEBT PORTFOLIO COMPOSITION



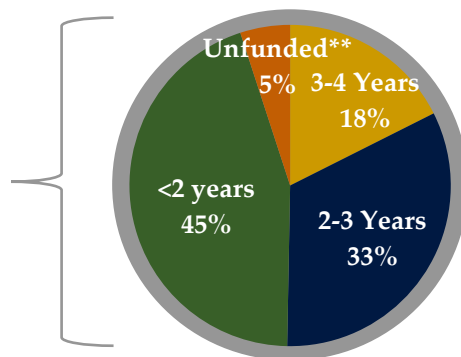
FLOATING RATE DEBT



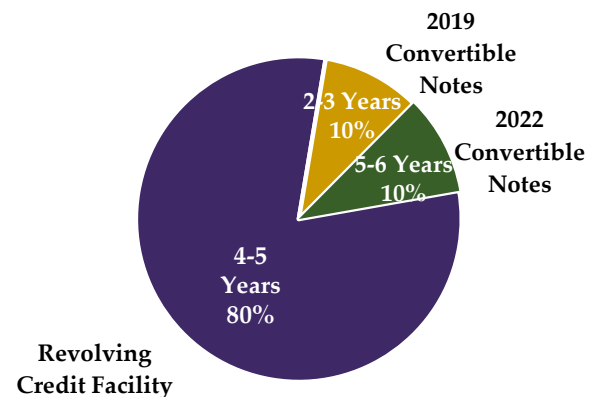
PORTFOLIO FUNDING PROFILE (3)



INVESTMENTS FUNDED WITH DEBT



REMAINING DURATION OF DEBT



• Weighted average remaining life of investments funded by debt of ~2.2 years⁽¹⁵⁾

• Weighted average remaining maturity date of debt of ~4.6 years⁽¹⁷⁾

TSLX is match funded from an interest rate and duration perspective

⁽³⁾Includes two fixed rate investments for which TSLX entered into an interest rate swap agreement to swap to a floating rate

⁽¹⁵⁾Includes unfunded commitments of \$36.2mm

Note: Numbers may not sum to 100% due to rounding

Distribution and Equity Information

Distribution Data⁽¹⁸⁾

| Date Declared | Record Date | Payment Date | Amount Per Share | Total Amount (\$000's) |
|--------------------|--------------------|------------------|------------------------|--------------------------|
| December 31, 2011 | December 31, 2011 | January 30, 2012 | \$0.06 | \$649 |
| March 20, 2012 | March 31, 2012 | May 7, 2012 | \$0.16 | \$3,100 |
| May 9, 2012 | June 30, 2012 | August 3, 2012 | \$0.32 | \$7,410 |
| September 30, 2012 | September 30, 2012 | October 30, 2012 | \$0.36 | \$9,000 |
| December 31, 2012 | December 31, 2012 | January 31, 2013 | \$0.33 ⁽¹⁹⁾ | \$10,260 ⁽¹⁹⁾ |
| March 31, 2013 | March 31, 2013 | May 6, 2013 | \$0.38 | \$13,000 |
| June 30, 2013 | June 30, 2013 | July 31, 2013 | \$0.40 | \$13,675 |
| September 30, 2013 | September 30, 2013 | October 31, 2013 | \$0.38 | \$13,900 |
| December 31, 2013 | December 31, 2013 | January 30, 2014 | \$0.40 ⁽²⁰⁾ | \$14,810 ⁽²⁰⁾ |
| March 26, 2014 | March 31, 2014 | April 30, 2014 | \$0.38 | \$19,717 |
| May 6, 2014 | June 30, 2014 | July 31, 2014 | \$0.38 | \$20,272 |
| August 4, 2014 | September 30, 2014 | October 31, 2014 | \$0.38 | \$20,355 |
| November 3, 2014 | December 31, 2014 | January 30, 2015 | \$0.39 | \$20,981 |
| February 20, 2015 | March 31, 2015 | April 30, 2015 | \$0.39 | \$21,044 |
| May 6, 2015 | June 30, 2015 | July 31, 2015 | \$0.39 | \$21,061 |
| August 4, 2015 | September 30, 2015 | October 30, 2015 | \$0.39 | \$21,070 |
| November 3, 2015 | December 31, 2015 | January 29, 2016 | \$0.39 | \$21,124 |
| February 24, 2016 | March 31, 2016 | April 29, 2016 | \$0.39 | \$23,098 |
| May 4, 2016 | June 30, 2016 | July 29, 2016 | \$0.39 | \$23,171 |
| August 3, 2016 | September 30, 2016 | October 31, 2016 | \$0.39 | \$23,236 |
| November 7, 2016 | December 30, 2016 | January 31, 2017 | \$0.39 | \$23,289 |
| February 22, 2017 | April 7, 2017 | April 28, 2017 | \$0.39 | \$22,337 |
| May 3, 2017 | May 31, 2017 | June 30, 2017 | \$0.04 | TBD |
| May 3, 2017 | June 15, 2017 | July 14, 2017 | \$0.39 | TBD |

Equity Offerings / Repurchases⁽²²⁾

| Date | Offering | Amount Per Share | Gross Amount (\$000s) |
|-------------------------|----------------------------------|------------------|-----------------------|
| January 15, 2014 | Capital Call | \$15.35 | \$65,000 |
| February 13, 2014 | DRIP Issuance | \$15.52 | \$7,794 |
| March 21, 2014 | Private Placement | \$16.00 | \$50,000 |
| March 21, 2014 | Public Offering | \$16.00 | \$128,402 |
| May 1, 2014 | DRIP Issuance ⁽²¹⁾ | \$17.24 | \$7,072 |
| August 1, 2014 | DRIP Issuance | \$18.40 | \$4,028 |
| November 3, 2014 | DRIP Issuance | \$15.93 | \$3,673 |
| February 2, 2015 | DRIP Issuance | \$16.61 | \$2,699 |
| May 1, 2015 | DRIP Issuance | \$17.25 | \$715 |
| August 3, 2015 | DRIP Issuance | \$16.91 | \$444 |
| August 24, 2015 | Stock Repurchase | \$14.42 | (\$29) |
| November 2, 2015 | DRIP Issuance | \$16.15 | \$2,235 |
| January – February 2016 | Stock Repurchase ⁽²³⁾ | \$15.44 | (\$1,329) |
| February 1, 2016 | DRIP Issuance | \$15.63 | \$2,310 |
| March 3, 2016 | Equity Issuance | \$16.42 | \$79,600 |
| May 2, 2016 | DRIP Issuance | \$15.61 | \$2,907 |
| August 1, 2016 | DRIP Issuance | \$16.67 | \$2,811 |
| November 1, 2016 | DRIP Issuance | \$17.02 | \$2,310 |
| February 1, 2017 | DRIP Issuance | \$17.36 | \$2,132 |
| May 1, 2017 | DRIP Issuance | \$19.86 | \$2,182 |

Common Stock Data

| Quarter Ended | Low | High | End of Period |
|--------------------|---------|---------|---------------|
| March 31, 2014 | \$16.00 | \$16.70 | \$16.60 |
| June 30, 2014 | \$16.60 | \$23.90 | \$21.83 |
| September 30, 2014 | \$16.01 | \$22.36 | \$16.01 |
| December 31, 2014 | \$15.74 | \$18.00 | \$16.82 |
| March 31, 2015 | \$16.34 | \$18.54 | \$17.21 |
| June 30, 2015 | \$17.00 | \$18.35 | \$17.00 |
| September 30, 2015 | \$16.22 | \$18.00 | \$16.43 |
| December 31, 2015 | \$15.97 | \$17.65 | \$16.22 |
| March 31, 2016 | \$15.15 | \$16.86 | \$16.13 |
| June 30, 2016 | \$15.97 | \$16.74 | \$16.61 |
| September 30, 2016 | \$16.61 | \$18.77 | \$18.11 |
| December 31, 2016 | \$17.43 | \$19.05 | \$18.68 |
| March 31, 2017 | \$18.27 | \$20.39 | \$20.39 |

Variable Supplemental Dividend – Calculation

(Reflects per share data and is based on ending shares outstanding, except as otherwise noted)

1 50% Over-Earning Calculation

| | Quarter End 3/31/17 | |
|---|------------------------|-----|
| Net Investment Income (weighted)* | \$0.477 | |
| Base Dividend | (\$0.390) | |
| Over-Earning of Base Dividend | \$0.087 | |
| 50% of Over-Earning of Base Dividend | \$0.043 | |
| Variable Supplemental Dividend Available** | \$0.040 | (A) |

The variable supplemental dividend available is rounded to the nearest \$0.01

2 NAV Constraint Test

| | Quarter End | | |
|---|-------------|-----------------|---------|
| | 9/30/16 | 12/31/16 | 3/31/17 |
| Ending NAV | \$15.78 | \$15.95 | \$16.04 |
| QoQ Change | | \$0.17 + \$0.09 | |
| NAV Movement from two preceding quarters | | \$0.26 | |
| Potential Variable Supplemental Dividend | | (\$0.04) | |
| Aggregate NAV Movement | | \$0.22 | |
| \$0.15 NAV Reduction Constraint | | \$0.15 | |
| Max Potential Variable Supplemental Dividend within NAV Constraint | | \$0.37 | (B) |
| Variable Supplemental Dividend Available if Aggregate NAV Movement is Greater than or Equal to (\$0.15) | | ✓ | |
| Lesser of (A) and (B) | | \$0.04 | |

The variable supplemental dividend amount will be capped to where the cumulative decline in NAV over the preceding two quarters, inclusive of the variable supplemental dividend amount, does not exceed \$0.15 per share

*Per share data is based on weighted average shares outstanding during the period

**Subject to constraint on NAV movement for the preceding two quarters

Endnotes

Note: Figures are as of 3/31/2017 quarter end unless otherwise noted

- 1) Represents our core portfolio, which excludes certain investments that fall outside of our typical borrower profile. EBITDA is defined as earnings before interest, tax, depreciation and amortization. This calculation may vary depending on the portfolio company
- 2) Return on Average Equity is calculated using weighted average equity. Weighted average equity is calculated by starting with NAV at the beginning of the period, adjusting daily for equity issuances and adjusting on the last day of the period for that period's net income and dividends payable
- 3) Deferred Financing Costs total \$9.8mm at 3/31/16, \$9.2mm at 6/30/16, \$8.6mm at 9/30/16, \$11.0mm at 12/31/16 and \$14.1mm at 3/31/17
- 4) Pro-forma for unsettled trades of \$22mm at 3/31/16, \$0 at 6/30/16, -\$3mm at 9/30/16, \$0 at 12/31/16 and -\$7mm at 3/31/17
- 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) Total yield on investments is calculated based on the interest rate and the accretion of OID, exclusive of investments on non-accrual status
- 7) Interest from investments – interest and dividend income includes accrued interest and dividend income, amortization of purchase discounts (premiums) and certain fees, and accelerated amortization of upfront fees from scheduled principal payments
- 8) Interest from investments – other fees includes prepayment fees and accelerated amortization of upfront fees from unscheduled paydowns
- 9) Other income includes amendment and syndication fees and other income
- 10) New investments are net of sell-downs
- 11) Fundings exclude intra-quarter revolver borrowings that are repaid by quarter-end
- 12) Par value; excludes amortization, excess cash flow sweeps, PIK, FX movements, and intra-quarter revolver borrowings that are repaid by quarter-end
- 13) Interest rate on debt outstanding includes the swap-adjusted interest expense related to our Convertible Notes
- 14) In connection with the convertible senior note offerings, the Company entered into interest rate swaps to continue to align the interest rates of our liabilities with our investment portfolio, which consists of predominately floating rate loans. As a result of the swaps, our effective interest rate on the 2019 and 2022 convertible senior notes was three-month LIBOR plus 286.0 basis points and 237.2 basis points respectively, which reflects the current terms.
- 15) Weighted by amortized cost of debt investments. Investments are financed by debt and permanent equity capital. This analysis assumes longer-dated investments are currently funded by permanent equity capital (56% of investments) and the remaining (shorter-dated) investments (44% of investments) are currently funded by debt financing. Investments for purposes of this analysis include unfunded commitments
- 16) Convertible debt treated as floating rate due to interest rate swap TSLX entered into to swap fixed notes payments for floating rate payments
- 17) Weighted by gross commitment amount. Reflects current terms
- 18) Total distributions and shares issued before accounting for proceeds reinvested under the company's dividend reinvestment (DRIP) program
- 19) Includes special dividend of \$260,000, or \$0.01 per share
- 20) Includes special dividend of \$1,110,781, or \$0.03 per share
- 21) Includes over-allotment shares issued. Offering price of \$16.00 per share less \$0.38 dividend per share
- 22) Reflects equity offerings since 2014, including capital calls pursuant to the subscription agreement between the Company and private placement investors prior to our initial public offering
- 23) Reflects aggregate amount of shares repurchased across various dates throughout stated time period

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