



# SIXTH STREET SPECIALTY LENDING, INC

Fixed Income Presentation August 2024

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## **1. Overview & Organization**

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2. Track Record of Strong Performance

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3. Strong Liquidity and Funding Profile

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4. Credit Highlights

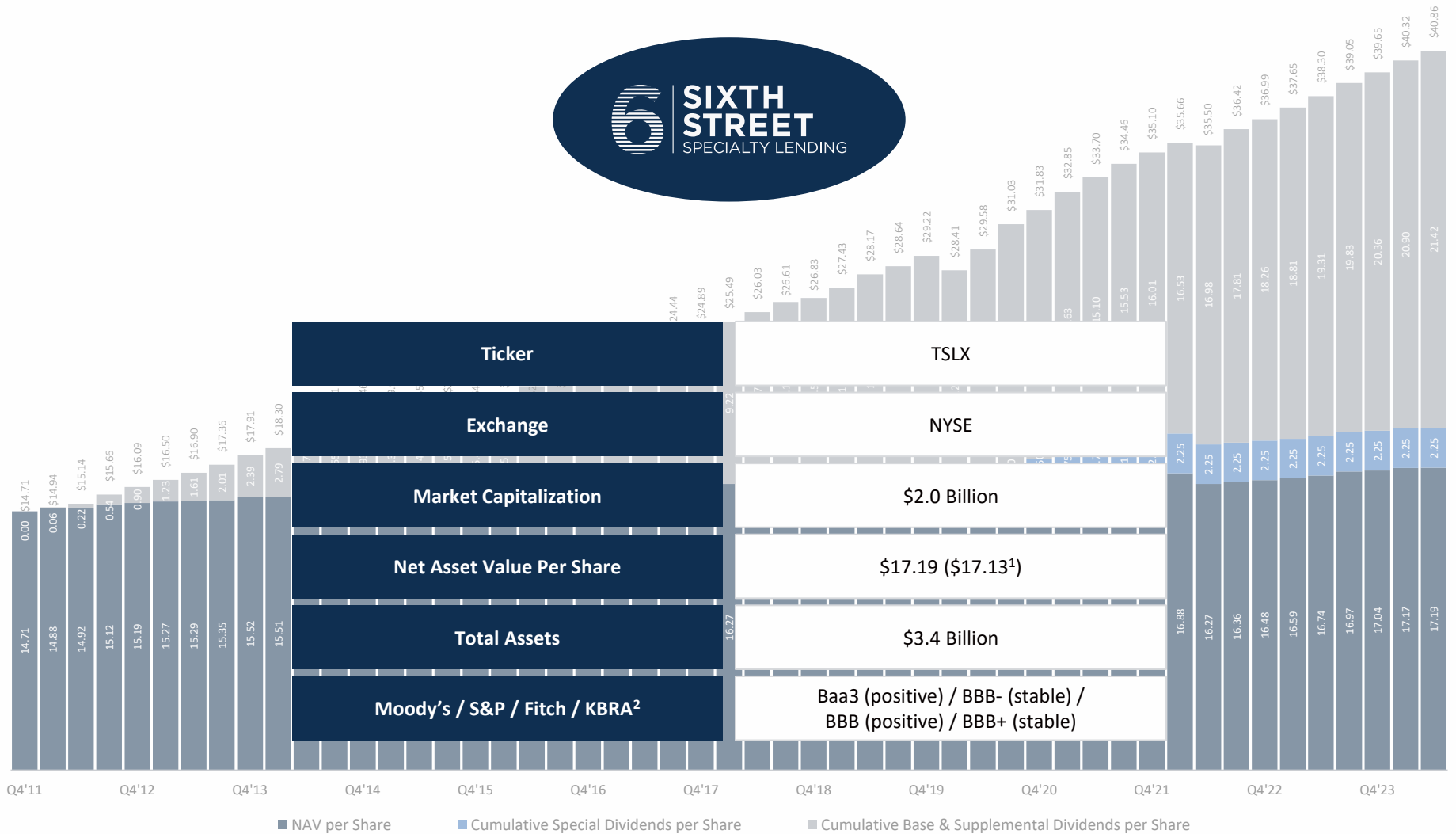
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5. Principles and Investment Strategy

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6. Appendix

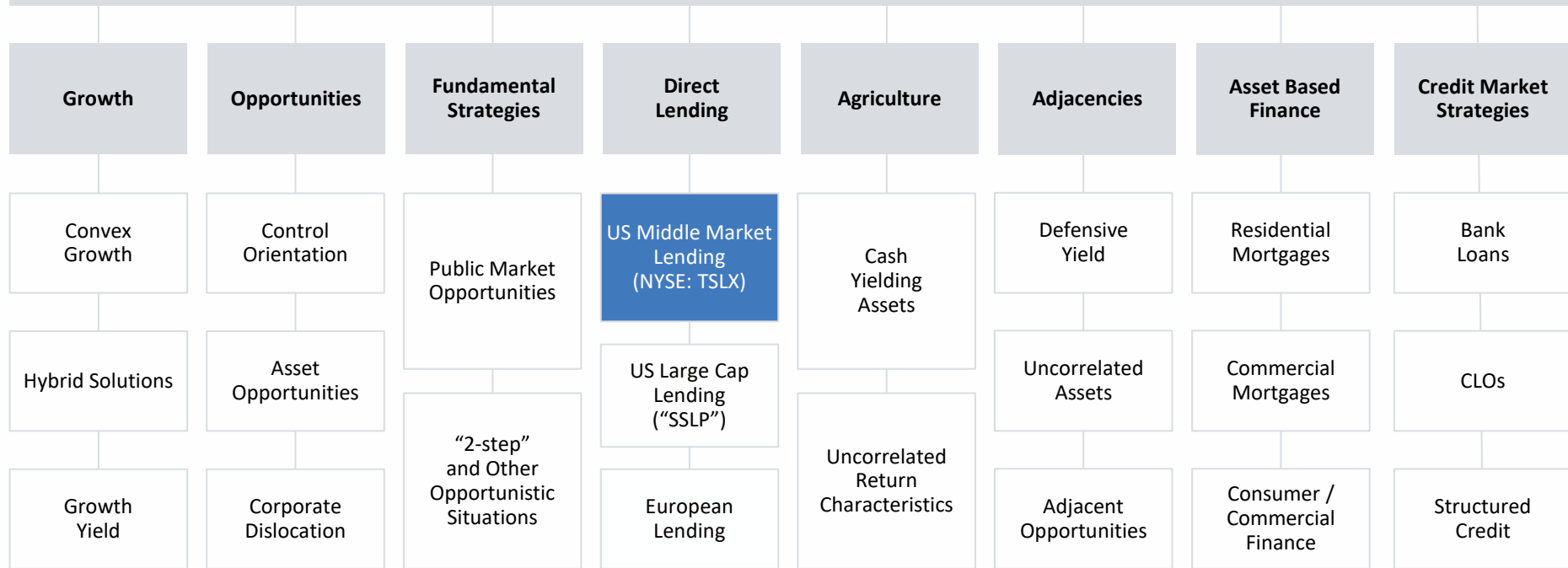
## Specialty Lending Company Focused on Providing Financing Solutions



Note: Market capitalization and financial data as of 6/30/2024. Please see notes at the end of this presentation for additional important information.



## TAO: Sixth Street Highly Flexible, Thematically Focused, Cross-Platform Investing Vehicle



Note: As of 6/30/2024.

**>\$78 BILLION ACROSS 8 SIXTH STREET FUND FAMILIES<sup>1</sup>**



Public Strategy  
Opportunistic



Growth



US & European  
Direct Lending



Renewables  
& Infrastructure



Healthcare &  
Life Sciences



Energy



Insurance



Real Estate



Sports, Media, Entertainment  
& Telecom



Public  
Strategy Core



Software &  
Business Services



Agriculture



Financial &  
Other



Asset Based  
Finance



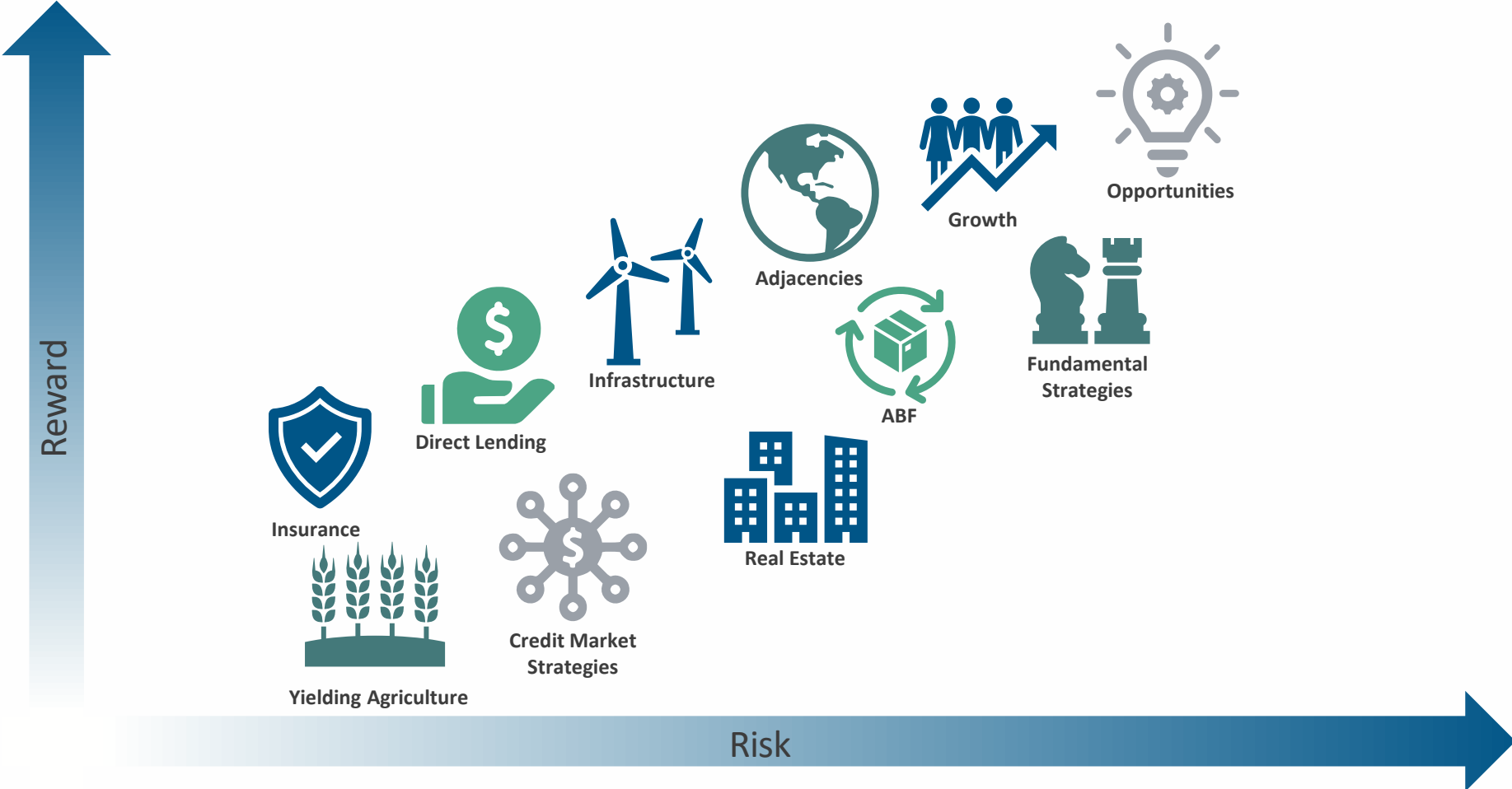
Consumer &  
Internet



Digital  
Strategies

Note: As of June 2024.

**~15 – 25 MIGRATING INVESTMENT THEMES ARE BEING DEPLOYED  
ACROSS 16 SECTOR FRANCHISES AT ANY GIVEN TIME**



Note: For illustrative purposes only. Real Estate and Infrastructure yet to be commercialized. As of June 2024.

## FLEXIBLE CAPITAL TO MATCH INVESTMENTS TO CAPITAL AND ATTACK ANY OPPORTUNITY IN THE MARKET

## Our Competitive Advantages



Part of a **\$78+** billion<sup>1</sup> Sixth Street platform with proprietary deal flow and significant resources including **250+** investment professionals and **66** dedicated direct lending professionals as of June 2024. **99%**<sup>2</sup> of investments are directly originated



Disciplined investment and underwriting process with a focus on risk-adjusted returns. Effective voting control on **77%**<sup>2</sup> of debt investments



Senior, floating rate portfolio with strong yields and defensive features. **93%** first lien, **100%** floating rate<sup>3</sup>. **75%**<sup>2</sup> of debt investments have call protection



Experienced senior management team with over **250** years of collective experience as commercial dealmakers and risk managers



## Our Track Record Highlights



Approximately **\$37.9** billion of investments originated with a realized average gross unlevered IRR of **17%** on fully exited investments<sup>4</sup>



Increase in net asset value above base dividends of **3.4%** annualized since inception from **\$14.71** to **\$21.01** per share before the impact of **\$3.82** per share of cumulative supplemental and special dividends



Generated nearly **2x** higher than BDC Peers average annual ROE (on net income) of **13.5%**<sup>5</sup> and economic return of **145%**<sup>6</sup> since IPO



Minimal losses with cumulative realized and unrealized **gains** in excess of cumulative realized and unrealized losses since inception. Net realized **gains** of **13** basis points annualized since inception

Note: As of 6/30/2024, unless noted otherwise. Please see notes at the end of this presentation for additional important information.





**1.07x**  
Debt to Equity  
(GAAP)



**73%**  
Unsecured  
Debt



**2.2x**  
Asset Cov. for  
Uns. Notes<sup>1</sup>



**>\$1.21BN**  
Revolver  
Capacity



**13 bps**  
Annualized net  
realized gains<sup>2</sup>



**~58%**  
New Vintage  
Portfolio



**1.1%**  
Portfolio (FV)  
on Non-Accrual

## Our Framework

**1** Commitment to Investment Grade ratings

**2** Focused on unsecured issuance as a significant component of our capital stack

**3** Differentiated investor communication and transparency

## Implementation

Four rating agencies with **investment grade** coverage (Moody's, S&P, Fitch, KBRA)

Most recent issuance: \$350M 6.125% 2029 notes issued in January 2024

T + 240bps pricing, T + 199 bps as of August 20, 2024

Pro-active **connectivity** with unsecured investors through deliberate and wide-reaching events; targeted 1x1 meetings, industry conferences and panels, quarterly fixed income investor calls

**Best-in-class** credit metrics and returns

Note: As of 6/30/24. Please see notes at the end of this presentation for additional important information.

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4. Credit Highlights

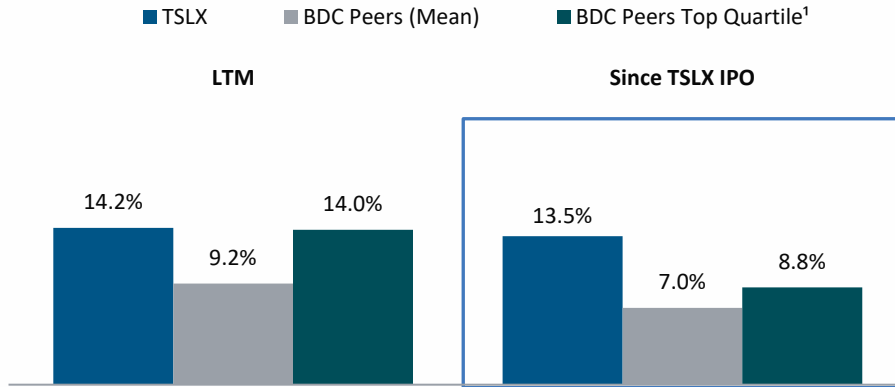
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5. Principles and Investment Strategy

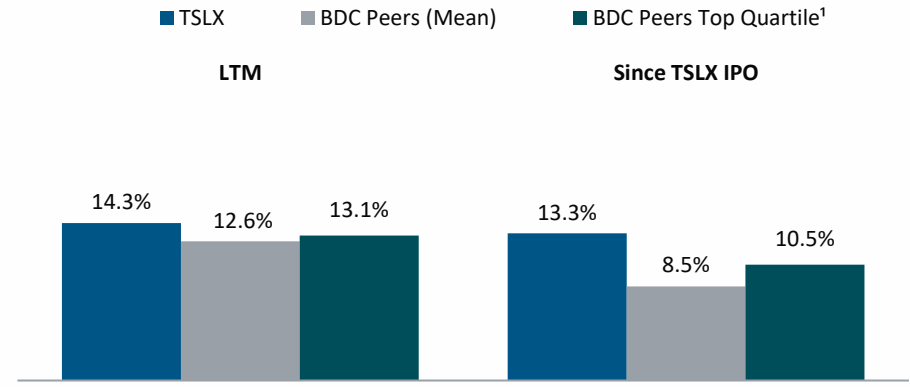
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6. Appendix

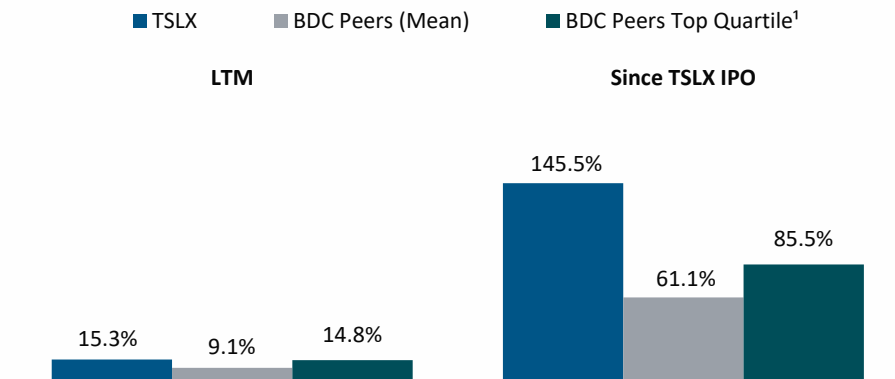
## NI RETURN ON EQUITY<sup>2</sup>



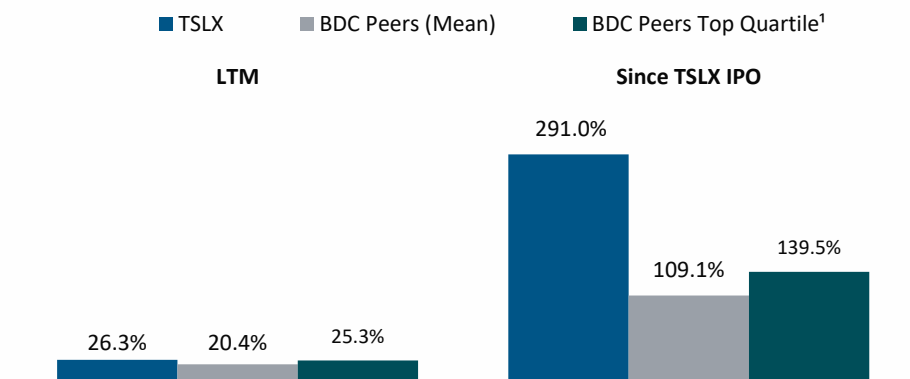
## NII RETURN ON EQUITY<sup>2</sup>



## TOTAL ECONOMIC RETURN (CHANGE IN NAV PLUS DIVIDENDS)<sup>3</sup>

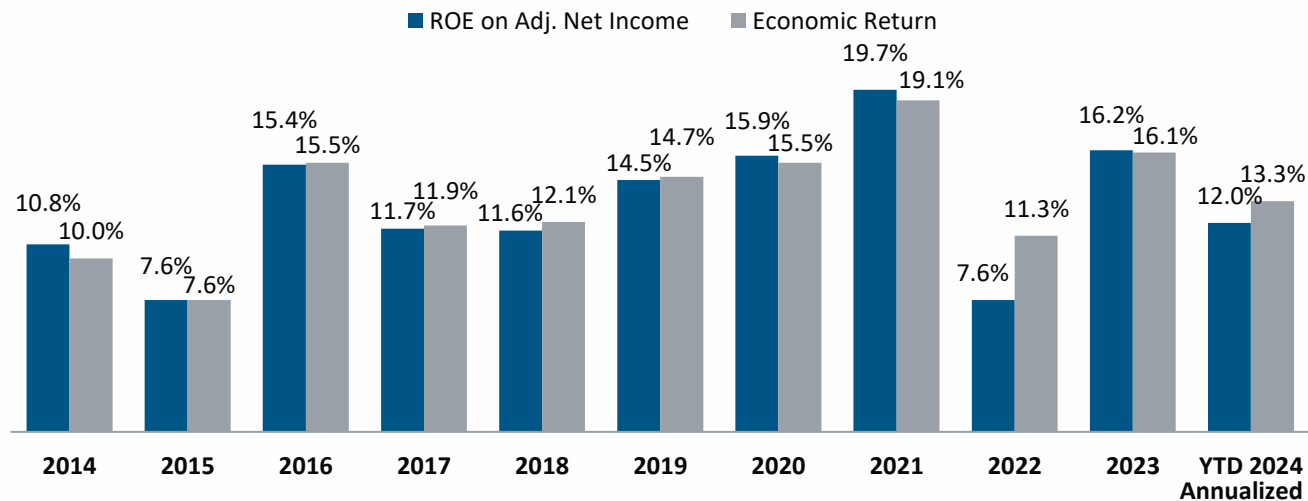


## TOTAL RETURNS (STOCK PRICE PLUS DIVIDENDS)<sup>4</sup>



Source: SNL Financial and company filings, data as of quarter ended 6/30/2024 or latest available. Please see notes at the end of this presentation for additional important information.

## TSLX Annual Returns Since IPO



<b>Net Income / Share</b>	<b>\$1.68</b>	<b>\$1.18</b>	<b>\$2.34</b>	<b>\$1.86</b>	<b>\$1.86</b>	<b>\$2.34</b>	<b>\$2.65</b>	<b>\$2.93</b>	<b>\$1.38</b>	<b>\$2.61</b>	<b>\$2.09</b>
(+) Accrued Cap. Gains Incentive Fee Exp.	--	--	--	--	--	--	\$0.02	\$0.19	(\$0.11)	\$0.05	(\$0.05)
<b>Adj. Net Income / Share<sup>1</sup></b>	<b>\$1.68</b>	<b>\$1.18</b>	<b>\$2.34</b>	<b>\$1.86</b>	<b>\$1.86</b>	<b>\$2.34</b>	<b>\$2.67</b>	<b>\$3.12</b>	<b>\$1.27</b>	<b>\$2.66</b>	<b>\$2.04</b>
(÷) Adjusted Beginning NAV / Share <sup>2</sup>	\$15.52	\$15.53	\$15.15	\$15.95	\$16.09	\$16.13	\$16.77	\$15.86	\$16.73	\$16.39	\$16.96
<b>ROE on Net Income</b>	<b>10.8%</b>	<b>7.6%</b>	<b>15.4%</b>	<b>11.7%</b>	<b>11.6%</b>	<b>14.5%</b>	<b>15.8%</b>	<b>18.5%</b>	<b>8.3%</b>	<b>15.9%</b>	<b>12.3%</b>
<b>ROE on Adj. Net Income<sup>1</sup></b>	<b>10.8%</b>	<b>7.6%</b>	<b>15.4%</b>	<b>11.7%</b>	<b>11.6%</b>	<b>14.5%</b>	<b>15.9%</b>	<b>19.7%</b>	<b>7.6%</b>	<b>16.2%</b>	<b>12.0%</b>
Ending NAV / Share	\$15.53	\$15.15	\$15.95	\$16.09	\$16.25	\$16.83	\$17.16	\$16.84	\$16.48	\$17.04	\$17.19
(+) Dividends Paid <sup>3</sup>	\$1.54	\$1.56	\$1.56	\$1.75	\$1.78	\$1.81	\$2.28	\$3.59	\$2.25	\$2.10	\$2.11
(÷) Beginning NAV / Share	\$15.52	\$15.53	\$15.15	\$15.95	\$16.09	\$16.25	\$16.83	\$17.16	\$16.84	\$16.48	\$17.04
<b>Economic Return<sup>4</sup></b>	<b>10.0%</b>	<b>7.6%</b>	<b>15.5%</b>	<b>11.9%</b>	<b>12.1%</b>	<b>14.7%</b>	<b>15.5%</b>	<b>19.1%</b>	<b>11.3%</b>	<b>16.1%</b>	<b>13.3%</b>
Avg. Daily 3 Month Reference Rate	0.2%	0.3%	0.7%	1.3%	2.3%	2.3%	0.6%	0.2%	2.2%	5.2%	5.3%
ROE on Adj. NI Spread to Reference Rate	10.6%	7.3%	14.7%	10.4%	9.3%	12.2%	15.3%	19.5%	5.4%	11.1%	6.7%

Please see notes at the end of this presentation for additional important information.

# INDUSTRY VS TSLX UNIT ECONOMICS

Unit Economics (Since TSLX IPO)			
	BDC Peers	TSLX	
<b>Return on Assets:</b>			
<b>All-in Yield (on Assets)</b>	<b>10.4%</b>	<b>13.1%</b>	← <b>Higher return on assets</b>
Cost of Funds <sup>2</sup>	(5.1%)	(5.4%)	
Debt/Equity	0.94x	0.86x	← <b>Lower leverage</b>
<b>Net Interest Income Return (on Equity)<sup>1</sup></b>	<b>15.3%</b>	<b>19.8%</b>	
Management Fees <sup>3</sup>	(3.0%)	(2.7%)	← <b>Lower structural fees</b>
Operating Expenses	(1.0%)	(1.1%)	
<b>ROE Before Incentive Fee</b>	<b>11.4%</b>	<b>16.0%</b>	
Incentive Fees <sup>3</sup>	(2.2%)	(2.8%)	
Management & Incentive Fee Waivers <sup>4</sup>	0.1%	0.0%	
Net Realized & Unrealized Gains (Losses)	(2.3%)	0.2%	← <b>Cumulative Net <u>Gains</u></b>
<b>ROE on NI</b>	<b>7.0%</b>	<b>13.5%</b>	
<b>ROE Range</b>	<b>2.1% - 14.3%</b>		

Source: SNL Financial and company filings, data as of quarter ended 6/30/2024 or latest available. BDC Peers consist of 25 externally managed BDCs in the S&P BDC Index with total assets greater than \$1.0 billion as of 6/30/2023 financials. Please see notes at the end of this presentation for additional important information.

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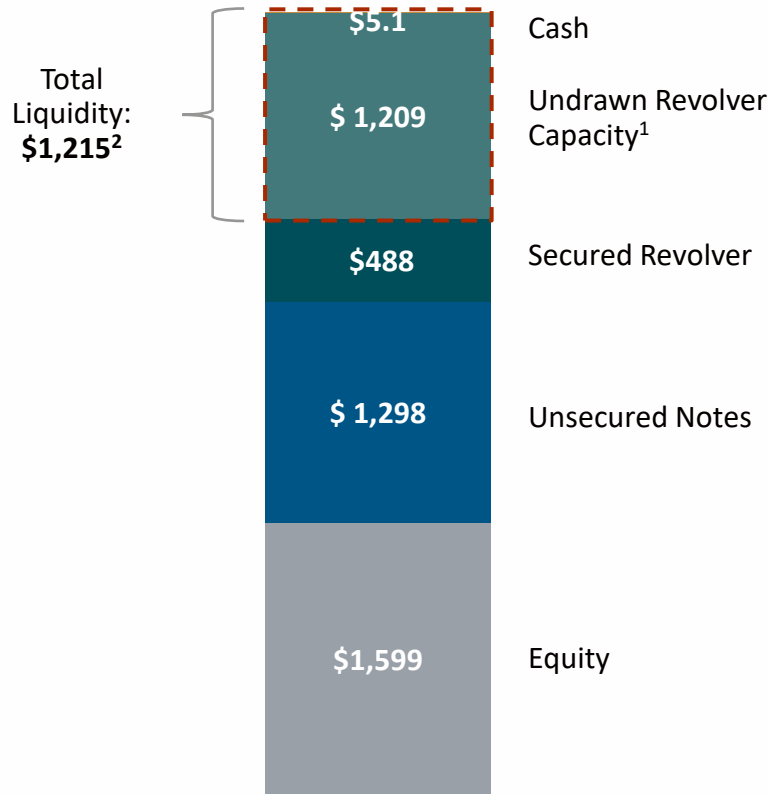
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6. Appendix

## CAPITAL & LIQUIDITY

### ROBUST BALANCE SHEET

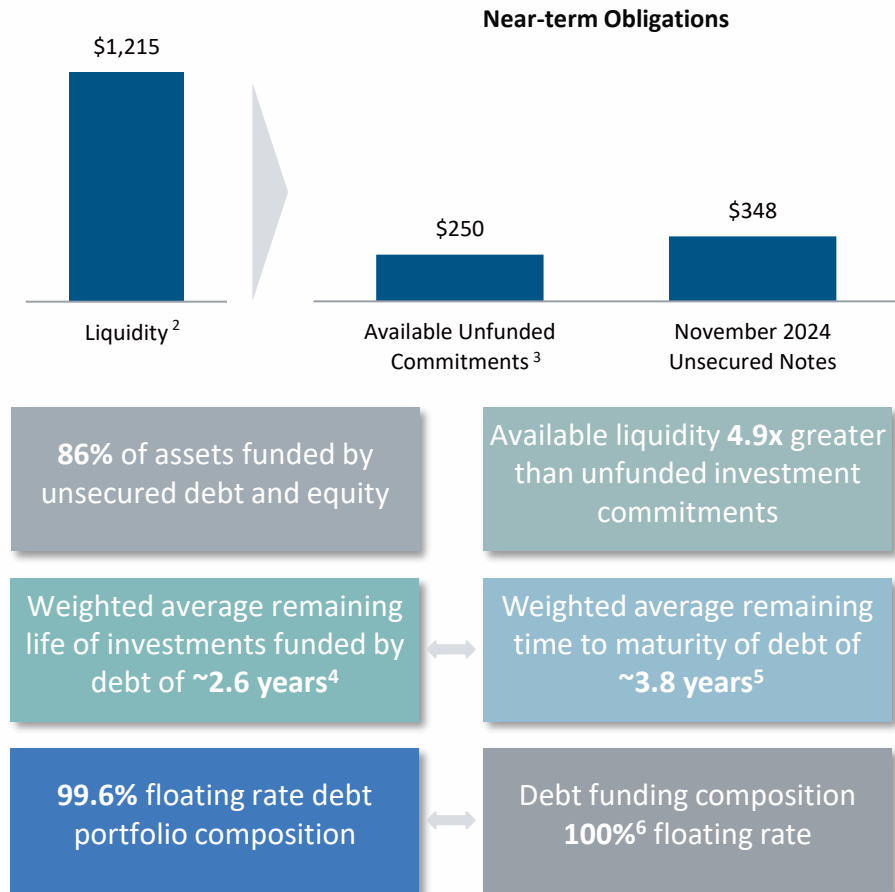
(\$ in Millions)



Balance Sheet as of June 30, 2024

### LIQUIDITY VS. NEAR-TERM OBLIGATIONS

As of June 30, 2024 / \$ Millions



Note: As of 6/30/24, unless noted otherwise. Numbers may not sum to 100% due to rounding. Please see notes at the end of this presentation for additional important information.

## CASH AND CASH EQUIVALENTS

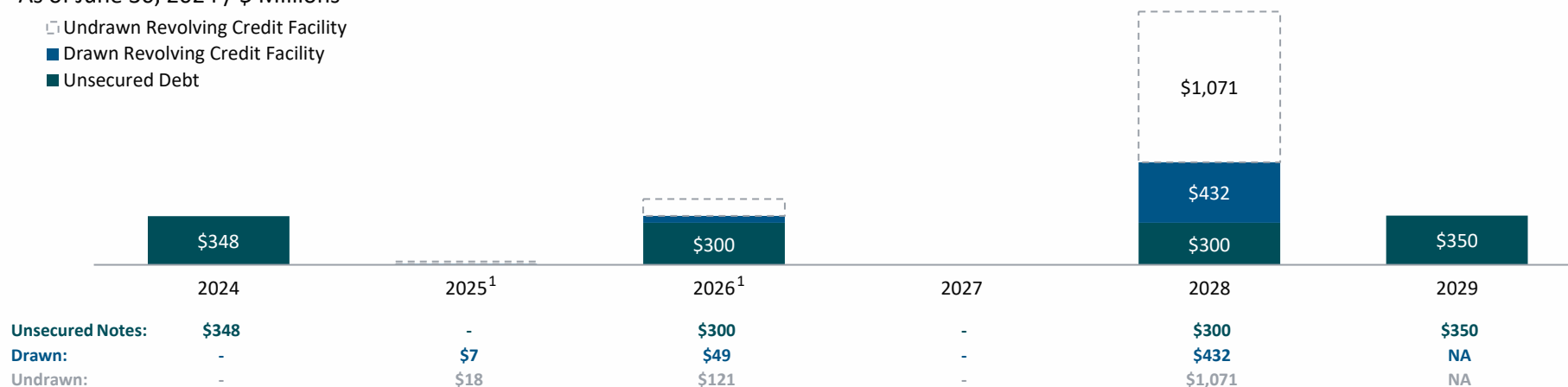
Unrestricted Cash Totaled \$5.1 Million as of June 30, 2024. Restricted Cash Related to Interest Rate Swaps Totaled \$29.5 Million

Revolving Credit Facility <sup>1</sup>		Unsecured Notes				
Size:	\$1.7 Billion Committed; Uncommitted Accordion Feature Can Increase Total Size to \$2.0 Billion	Size:	\$348 Million	\$300 Million	\$300 Million	\$350 Million
Admin Agent:	Truist Bank	Maturity:	November 1, 2024	August 1, 2026	August 14, 2028	March 1, 2029
Number of Lenders:	20	Coupon:	3.875%	2.500%	6.950%	6.125%
Revolving Period / Maturity Date:	April 24, 2028 / April 24, 2029	Coupon Swap Pricing <sup>3</sup> :	SOFR + 2.54%	SOFR + 2.17%	SOFR + 2.99%	SOFR + 2.44%
Interest Rate <sup>2</sup> :	SOFR + 1.875% / SOFR + 1.75%	Implied Spread over Treasury <sup>4</sup> :	245 bps / 195 bps	225 bps	295 bps	240 bps
Undrawn Fee:	0.375%					

## STAGGERED, LONG-TERM DEBT MATURITIES<sup>1</sup>

As of June 30, 2024 / \$ Millions

- Undrawn Revolving Credit Facility
- Drawn Revolving Credit Facility
- Unsecured Debt

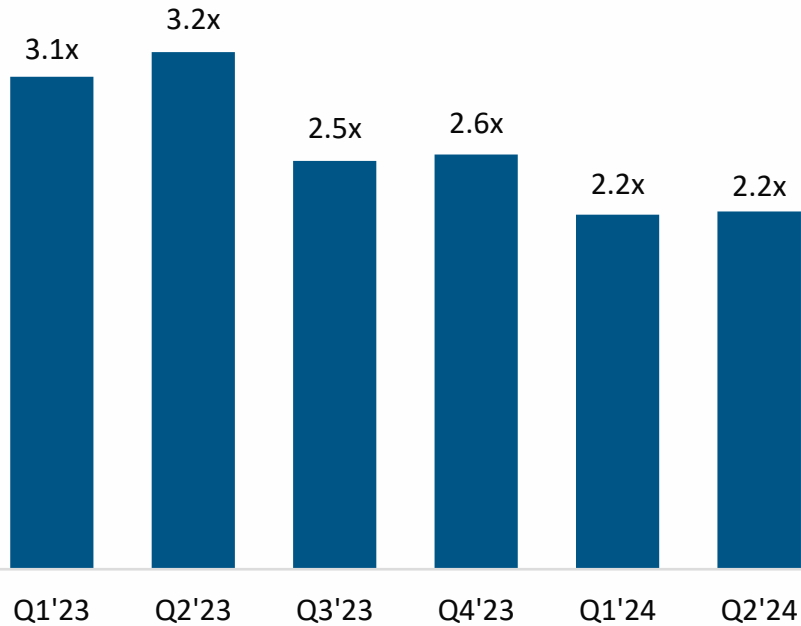


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**STRONG ACCESS TO CAPITAL MARKETS AND WELL CONSTRUCTED BALANCE SHEET WITH  
~72%<sup>1</sup> OF DEBT WITH MATURITY > 3 YEARS**

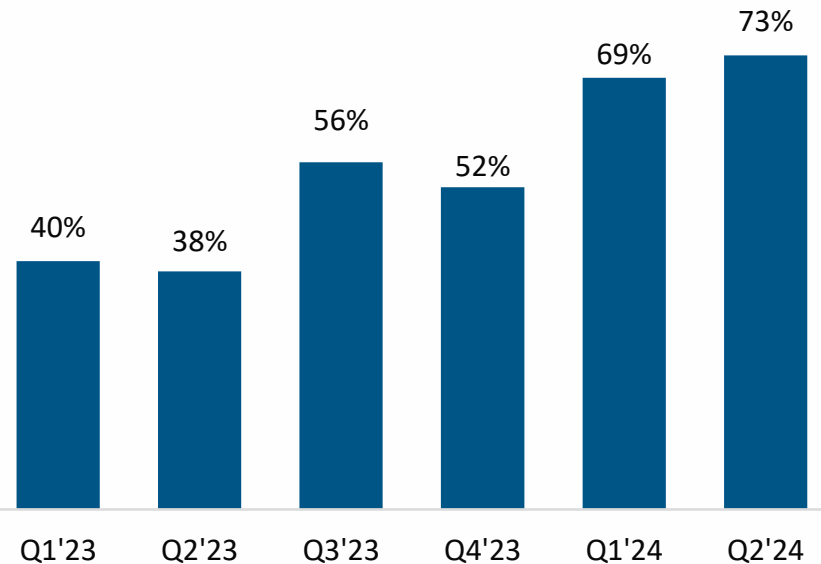


## TSLX Asset Coverage for Unsecured Notes<sup>1</sup>



Asset coverage for unsecured notes of  
**2.2x**

## Unsecured Debt over Total Debt Outstanding

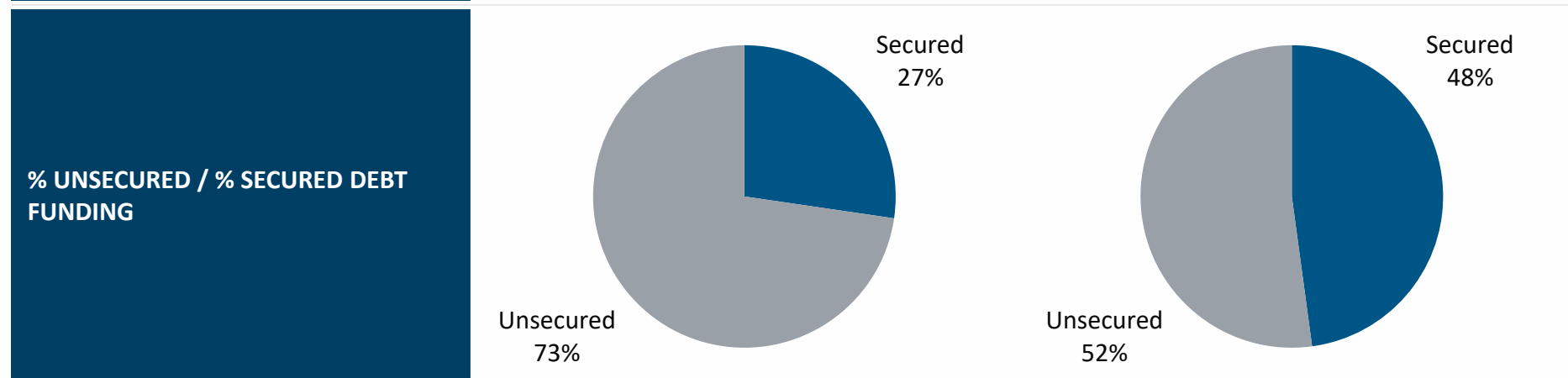


**73% unsecured debt funding**

Note: As of 6/30/24. Please see notes at the end of this presentation for additional important information.

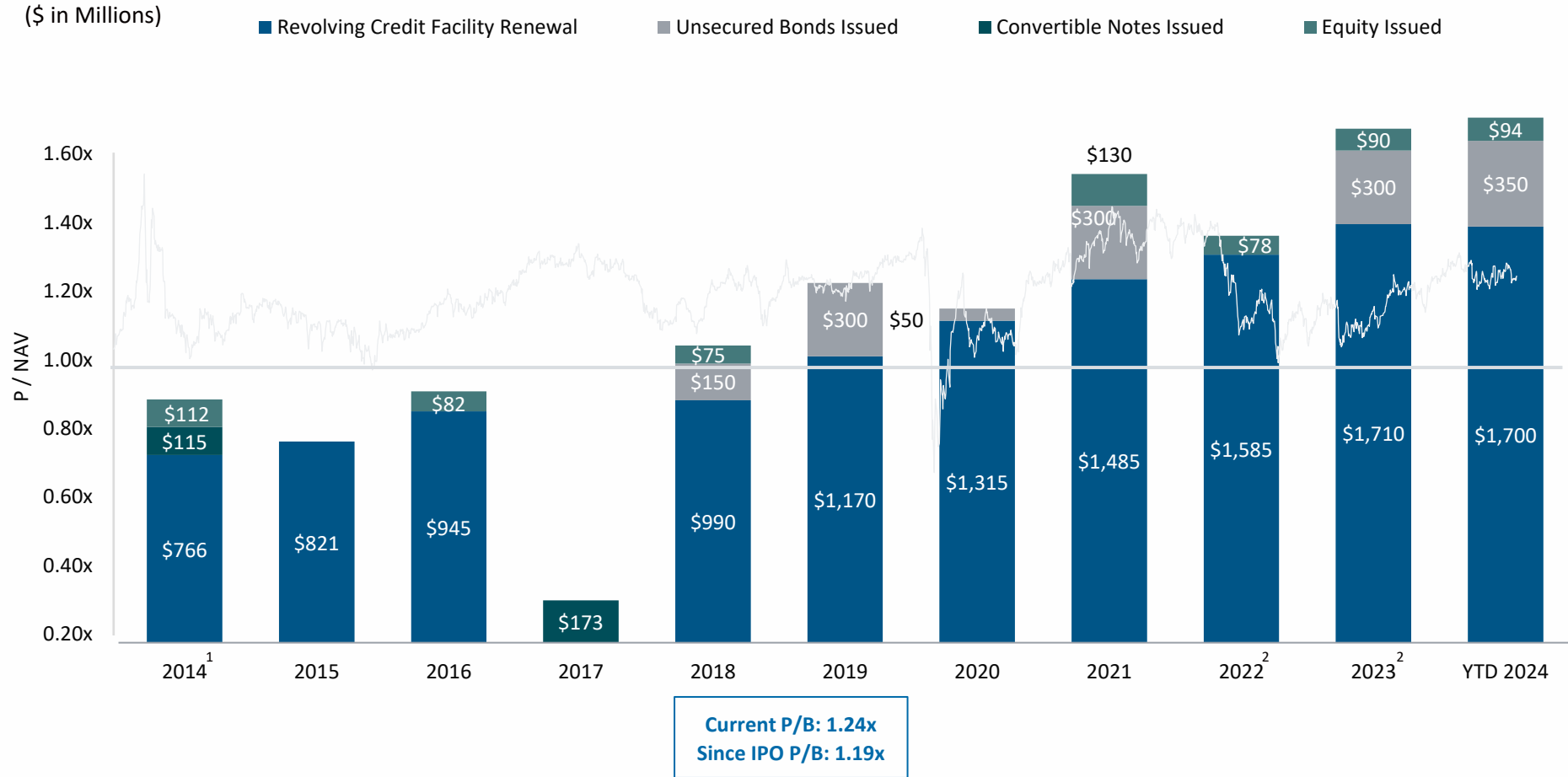
# TSLX LIQUIDITY AND FUNDING PROFILE VS BDC PEERS

	TSLX LTM Q2'24	BDC Peers Median LTM Q2'24
<b>LIQUIDITY AS % OF TOTAL ASSETS<sup>1</sup></b>	36%	20%
<b>LIQUIDITY AS A MULTIPLE OF UNFUNDED COMMITMENTS<sup>2</sup></b>	4.9x	2.7x
<b>REGULATORY LEVERAGE (NET)<sup>3</sup></b>	1.07x	1.14x
<b>Unsecured Investor Attach Point<sup>4</sup></b>	14%	24%
<b>Unsecured Investor Detach Point<sup>4</sup></b>	53%	52%



Source: SNL Financial and company filings, data as of quarter ended 6/30/2024 or latest available. BDC Peers consist of 25 externally managed BDCs in the S&P BDC Index with total assets greater than \$1.0 billion as of 6/30/2023 financials. Please see notes at the end of this presentation for additional important information.

# A DISCIPLINED APPROACH TO LIQUIDITY & CAPITAL MANAGEMENT



Note: P/B is based on closing stock price as of 06/30/24. Please see notes at the end of this presentation for additional important information.

**TSLX HAS STRONG RELATIONSHIPS WITH KEY CAPITAL MARKETS PLAYERS WITH 20 BANKS PARTICIPATING IN ITS CREDIT FACILITY AND APPROXIMATELY 200 NEW ISSUE INVESTORS ACROSS SENIOR UNSECURED AND CONVERTIBLE BUYERS**

# AGENDA

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6. Appendix

# CREDIT HIGHLIGHTS – TSLX VS BDC PEERS

(\$ in millions)	Ticker	Long Term Credit Ratings				Assets	Debt <sup>1</sup>	% 1st Lien <sup>2</sup>	% Debt Unsecured	ROE (NI)	
		Moody's	S&P	Fitch	KBRA					LTM <sup>3</sup>	Since TSLX IPO <sup>4</sup>
Sixth Street Specialty Lending	TSLX	Baa3 (positive)	BBB- (stable)	BBB (positive)	BBB+ (stable)	\$3,387	\$1,785	93%	73%	14.2%	13.5%
Ares Capital Corp	ARCC	Baa3 (positive)	BBB- (positive)	BBB (positive)		\$26,092	\$13,007	48%	71%	15.3%	11.5%
FS KKR Capital	FSK	Baa3 (negative)		BBB- (stable)	BBB (stable)	15,101	7,956	58%	72%	9.2%	2.1%
Blue Owl Capital Corporation	OBDC	Baa3 (positive)	BBB- (stable)	BBB (stable)	BBB (positive)	13,867	7,415	75%	57%	11.8%	9.9%
Blackstone Secured Lending Fund	BXSL	Baa3 (positive)	BBB- (stable)	BBB (stable)		11,770	6,084	99%	52%	14.4%	10.1%
Golub Capital	GBDC	Baa3 (positive)	BBB- (stable)	BBB (stable)		8,477	4,315	93%	45%	10.9%	8.3%
Prospect Capital	PSEC	Baa3 (stable)	BBB- (stable)		BBB- (negative)	7,906	2,505	59%	64%	6.2%	7.2%
Main Street Capital	MAIN		BBB- (stable)	BBB- (stable)		4,957	2,198	72%	59%	19.1%	14.6%
Hercules Capital	HTGC	Baa3 (stable)		BBB- (stable)	BBB+ (stable)	3,672	1,766	86%	62%	16.1%	12.1%
Goldman Sachs BDC	GSBD	Baa3 (stable)		BBB- (stable)	BBB (stable)	3,629	1,944	97%	64%	5.8%	6.4%
New Mountain Finance Corp	NMFC	Baa3 (stable)		BBB- (stable)	BBB- (stable)	3,424	1,937	63%	48%	8.7%	8.0%
Oaktree Specialty Lending	OCSL	Baa3 (negative)		BBB- (stable)		3,322	1,697	83%	53%	4.4%	2.2%
Barings BDC Inc	BBDC	Baa3 (stable)		BBB- (negative)		2,604	1,360	67%	74%	9.3%	5.0%
MidCap Financial Investment Corp	MFIC				BBB- (stable)	2,551	1,512	97%	36%	11.2%	2.6%
SLR Investment Corp	SLRC	Baa3 (stable)		BBB- (stable)		2,448	1,154	98%	40%	10.4%	5.5%
Bain Capital Specialty Finance	BCSF	Baa3 (stable)		BBB- (stable)		2,415	1,174	63%	51%	11.5%	6.4%
BlackRock TCP Capital	TCPC	Baa3 (negative)		BBB- (negative)		2,219	1,320	81%	73%	-4.2%	5.8%
Crescent Capital BDC	CCAP				BBB- (stable)	1,672	880	90%	33%	14.0%	7.9%
CION Investment Corporation	CION					1,960	1,062	84%	31%	15.4%	4.7%
Carlyle Secured Lending Inc	CGBD					1,867	906	71%	30%	12.7%	6.7%
PennantPark Floating Rate Capital	PFLT					1,757	896	87%	20%	14.5%	5.9%
PennantPark Investment	PNNT					1,333	758	54%	41%	8.5%	3.7%
Saratoga Investment Corp	SAR					1,202	815	86%	51%	4.2%	11.8%
Fidus Investment Corporation	FDUS					1,146	465	63%	55%	16.1%	14.3%
Runway Growth Finance Corp	RWAY					1,078	549	94%	44%	5.4%	4.4%
Stellus Capital Investment Corp	SCM					947	586	90%	16%	9.1%	8.5%
TriplePoint Venture Growth BDC Corp	TPVG					771	403	86%	98%	-2.6%	6.3%
WhiteHorse Finance	WHF					703	359	79%	53%	7.0%	8.8%
<b>Median</b>								<b>83%</b>	<b>52%</b>	<b>10.4%</b>	<b>6.7%</b>
<b>Mean</b>								<b>79%</b>	<b>52%</b>	<b>9.8%</b>	<b>7.4%</b>
<b>High</b>								<b>99%</b>	<b>98%</b>	<b>19.1%</b>	<b>14.6%</b>
<b>Low</b>								<b>48%</b>	<b>16%</b>	<b>-4.2%</b>	<b>2.1%</b>

Source: SNL Financial and company filings, data as of quarter ended 6/30/2024 or latest available. Please see notes at the end of this presentation for additional important information.

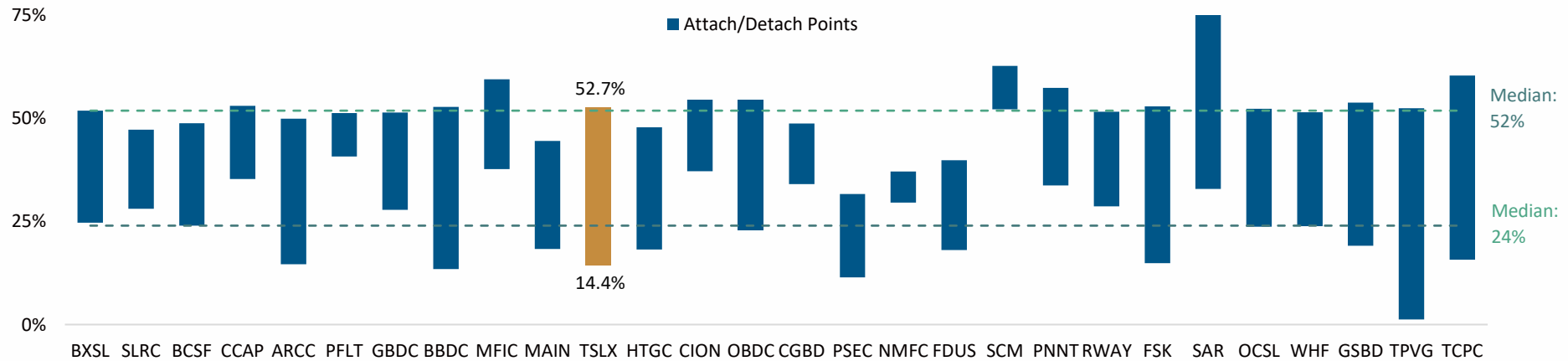
# CREDIT HIGHLIGHTS – TSLX VS BDC PEERS

(\$ in millions)	Ticker	Long Term Credit Ratings				Key Credit Metrics			
		Moody's	S&P	Fitch	KBRA	Debt / Equity <sup>1</sup>	Debt / Assets <sup>1</sup>	Interest Coverage <sup>2</sup>	Interest & Dividend Coverage <sup>3</sup>
Sixth Street Specialty Lending	TSLX	Baa3 (positive)	BBB- (stable)	BBB (positive)	BBB+ (stable)	1.07x	53%	2.8x	1.3x
Ares Capital Corp	ARCC	Baa3 (positive)	BBB- (positive)	BBB (positive)		1.05x	50%	3.2x	1.1x
FS KKR Capital	FSK	Baa3 (negative)		BBB- (stable)	BBB (stable)	1.19x	53%	2.8x	1.1x
Blue Owl Capital Corporation	OBDC	Baa3 (positive)	BBB- (stable)	BBB (stable)	BBB (positive)	1.24x	53%	2.7x	1.2x
Blackstone Secured Lending Fund	BXSL	Baa3 (positive)	BBB- (stable)	BBB (stable)		1.13x	52%	3.4x	1.2x
Golub Capital	GBDC	Baa3 (positive)	BBB- (stable)	BBB (stable)		1.06x	51%	2.9x	1.3x
Prospect Capital	PSEC	Baa3 (stable)	BBB- (stable)		BBB- (negative)	0.67x	32%	3.7x	3.7x
Main Street Capital	MAIN		BBB- (stable)	BBB- (stable)		0.85x	44%	4.3x	1.4x
Hercules Capital	HTGC	Baa3 (stable)		BBB- (stable)	BBB+ (stable)	0.95x	48%	5.0x	1.2x
Goldman Sachs BDC	GSBD	Baa3 (stable)		BBB- (stable)	BBB (stable)	1.22x	54%	3.4x	1.2x
New Mountain Finance Corp	NMFC	Baa3 (stable)		BBB- (stable)	BBB- (stable)	1.40x	57%	2.3x	1.1x
Oaktree Specialty Lending	OCSL	Baa3 (negative)		BBB- (stable)		1.13x	51%	2.4x	1.0x
Barings BDC Inc	BBDC	Baa3 (stable)		BBB- (negative)		1.13x	52%	2.6x	1.1x
MidCap Financial Investment Corp	MFIC				BBB- (stable)	1.51x	59%	2.1x	1.1x
SLR Investment Corp	SLRC	Baa3 (stable)		BBB- (stable)		1.16x	47%	2.3x	1.0x
Bain Capital Specialty Finance	BCSF	Baa3 (stable)		BBB- (stable)		1.03x	49%	2.9x	1.2x
BlackRock TCP Capital	TCPK	Baa3 (negative)		BBB- (negative)		1.51x	60%	3.1x	1.1x
Crescent Capital BDC	CCAP				BBB- (stable)	1.17x	53%	2.5x	1.2x
CION Investment Corporation	CION					1.23x	54%	2.1x	1.1x
Carlyle Secured Lending Inc	CGBD					0.99x	49%	2.6x	1.2x
PennantPark Floating Rate Capital	PFLT					1.10x	51%	2.6x	1.0x
PennantPark Investment	PNNT					1.54x	57%	2.5x	1.0x
Saratoga Investment Corp	SAR					2.21x	68%	2.1x	1.3x
Fidus Investment Corporation	FDUS					0.72x	41%	3.8x	1.2x
Runway Growth Finance Corp	RWAY					1.08x	51%	3.0x	1.1x
Stellus Capital Investment Corp	SCM					1.69x	62%	2.4x	1.1x
TriplePoint Venture Growth BDC Corp	TPVG					1.14x	52%	3.0x	1.1x
WhiteHorse Finance	WHF					1.15x	51%	2.4x	1.1x
<b>Median</b>						<b>1.14x</b>	<b>52%</b>	<b>2.7x</b>	<b>1.1x</b>
<b>Mean</b>						<b>1.19x</b>	<b>52%</b>	<b>2.9x</b>	<b>1.3x</b>
<b>High</b>						<b>2.21x</b>	<b>68%</b>	<b>5.0x</b>	<b>3.7x</b>
<b>Low</b>						<b>0.67x</b>	<b>32%</b>	<b>2.1x</b>	<b>1.0x</b>

Source: SNL Financial and company filings, data as of quarter ended 6/30/2024 or latest available. Please see notes at the end of this presentation for additional important information.

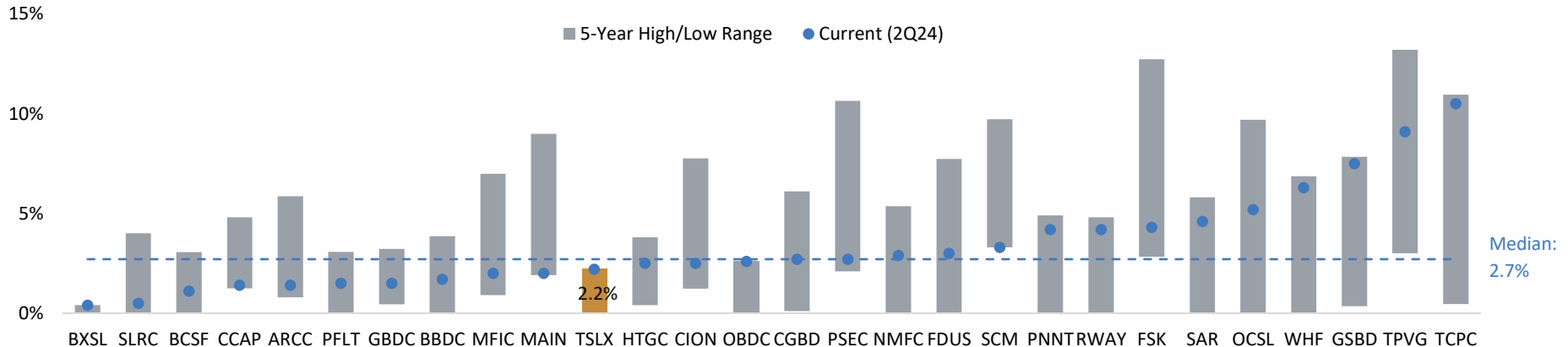
## UNSECURED DEBT ATTACH & DETACH POINTS<sup>1</sup>

Percentage of Assets



## CURRENT NON-ACCRUALS AND 5-YEAR RANGE

Non-Accruals by Amortized Cost



Source: SNL Financial and company filings, data as of quarter ended 6/30/2024 or latest available. Please see notes at the end of this presentation for additional important information.

**WHILE THE SECTOR TRADES IN A NARROW RANGE FROM AN ATTACHMENT AND DETACHMENT STANDPOINT, UNDERLYING ASSET QUALITY MATTERS**

# AGENDA

---

1. Overview & Organization

---

2. Track Record of Strong Performance

---

3. Strong Liquidity and Funding Profile

---

4. Credit Highlights

---

**5. Principles and Investment Strategy**

---

6. Appendix





## DIFFERENTIATED PLATFORM EXPERTISE AND CAPABILITIES

- Source away from Wall Street
- Create our own transactions, pursue and use control



## DISCIPLINED SECTOR APPROACH

- Late cycle-minded sector selection
- Focus on resource-intensive situations that require originations and underwriting capabilities



## MAINTAIN A LOW VOLATILITY PORTFOLIO

- Cover the downside
- Late cycle-minded capital structure selection



## FOCUSED RISK MANAGEMENT

- Avoid risks that are asymmetrical to the downside (credit and non-credit risk)
- Match-funded from duration and interest rate perspective



## Sourcing

### Process:

- Credit originators / team
- Weekly pipeline conference calls
- Daily communication
- Direct Company coverage
- Originator screens

### Controls:

- Senior business leaders



## Underwriting

### Process:

- Quick Look memo
- Prepare Investment Review Committee (“IRC”) memo
- Customary loan documentation initiated
- Final IRC memo

### Controls:

- Investment Committee
- Credit team, legal counsel, accounting, operations, senior business leaders and compliance



## Asset Management

### Process:

- Performing Loans – Monthly review of operating performance
- Watch List – Bi-weekly meetings
- Non-Performing Loans – Bi-weekly review
- Weekly – Pipeline and Portfolio Activity

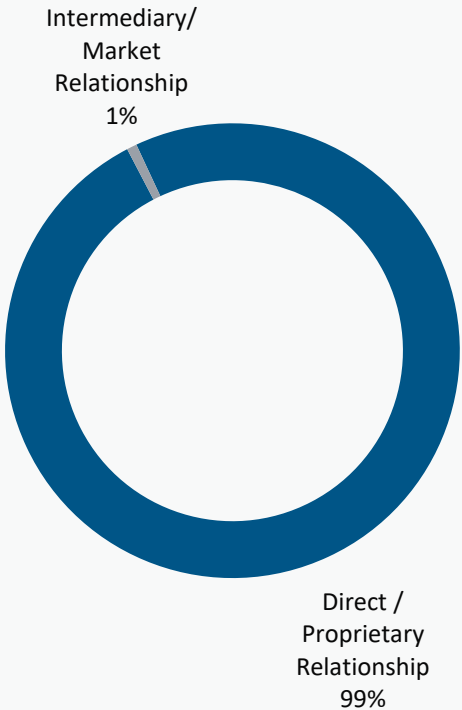
### Controls:

- Investment Committee
- Senior business leaders
- Direct Lending Accounting

Note: For illustrative purposes only

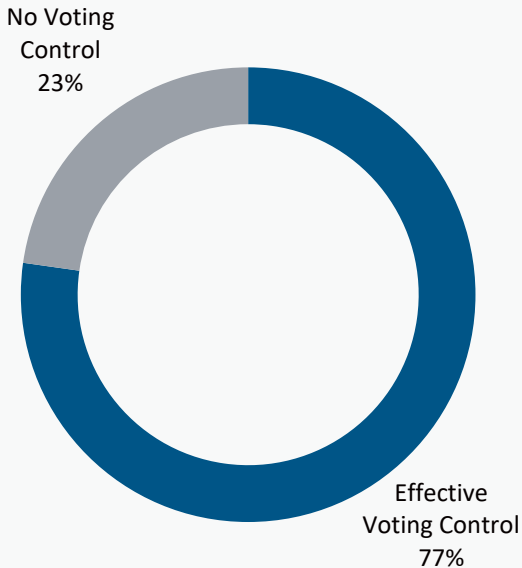
## INVESTMENT PROCESS FOCUSED ON PROCESS AND RISK MITIGATION

## Sourcing



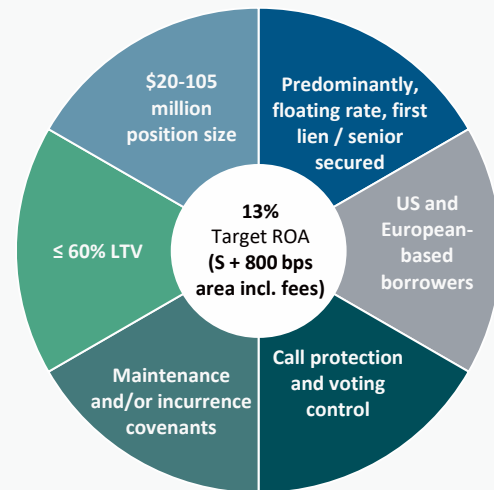
**99% sourced away from Wall Street**

## Voting Control



**Effective voting control in 77% of portfolio debt investments**

## TSLX Portfolio Construction

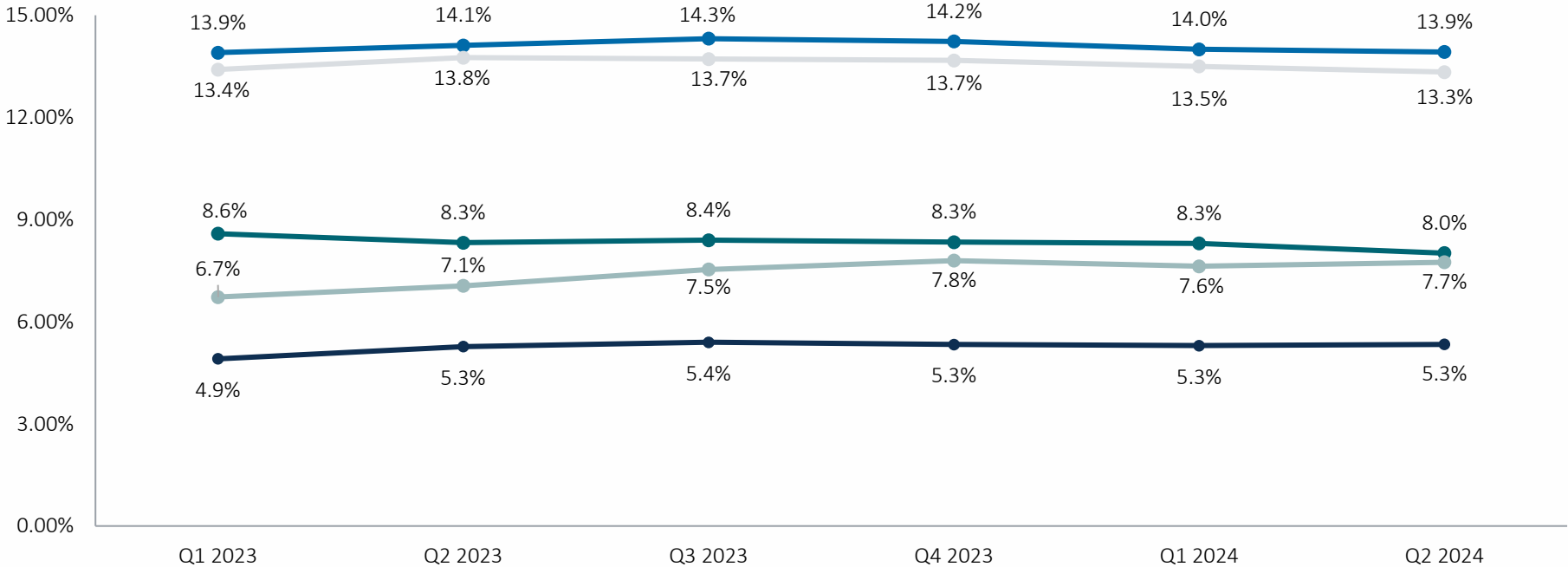


**13% Target ROA**

Note: By fair value of investments as of 6/30/24.

# NET INTEREST MARGIN ANALYSIS

- Weighted Average Total Yield on Debt and Income Producing Securities at Amortized Cost <sup>1</sup>
- Weighted Average Interest Rate of Debt and Income Producing Securities at Fair Value
- Weighted Average Spread Over Reference Rate of All Floating Rate Investments at Fair Value
- Average Stated Interest Rate on Debt Outstanding <sup>2</sup>
- 3 Month Term Secured Overnight Financing Rate ("SOFR")



Note: As of 6/30/24. Please see notes at the end of this presentation for additional important information.

**TOTAL YIELD HAS REMAINED ELEVATED...THE BENEFIT OF DIRECT ORIGINATIONS, EXTENDED HIGHER RATES AND THE ABILITY TO CAPTURE WIDER SPREADS THROUGH DISCIPLINED CAPITAL ALLOCATION**

## Representative Themes

### Software and/or Recurring Revenue



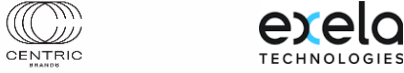
### ABL / ABL Retail



### Financing Pharma Royalty Streams



### AR Securitization



### Upstream E&P



## Selectivity Across 3 Lanes



Durable Business Model /  
Solid Balance Sheet



Durable Business Model /  
Opportunity to Enhance Balance Sheet

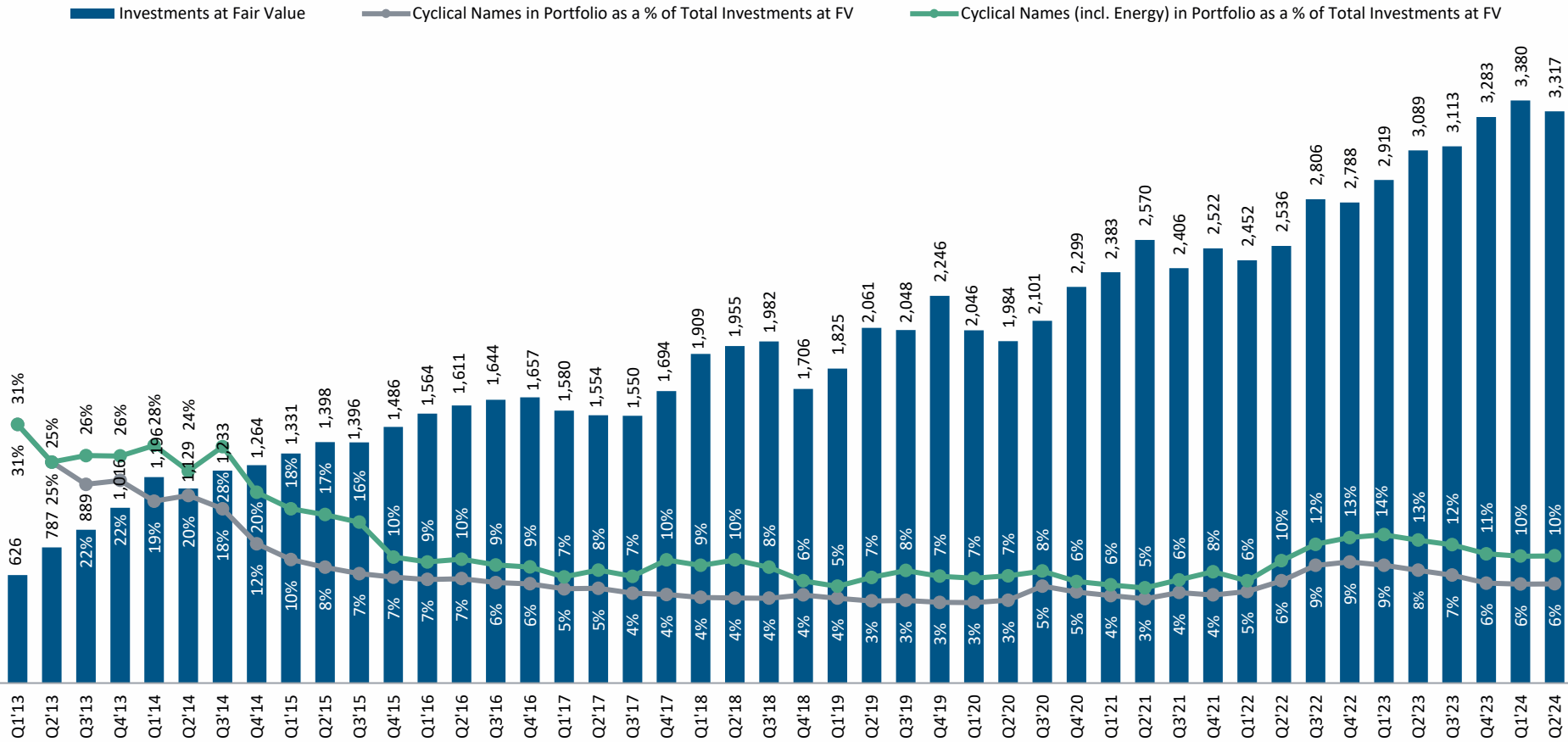


Challenged Business Model /  
Robust Underlying Assets

Note: Reflects current and fully realized investments; selected to represent a variety of transaction structures and investment strategies. This list is not comprehensive.

## DEFENSIVE THEMES CONSISTENT WITH OUR LATE-CYCLE MINDED APPROACH

\$ Millions by Fair Value



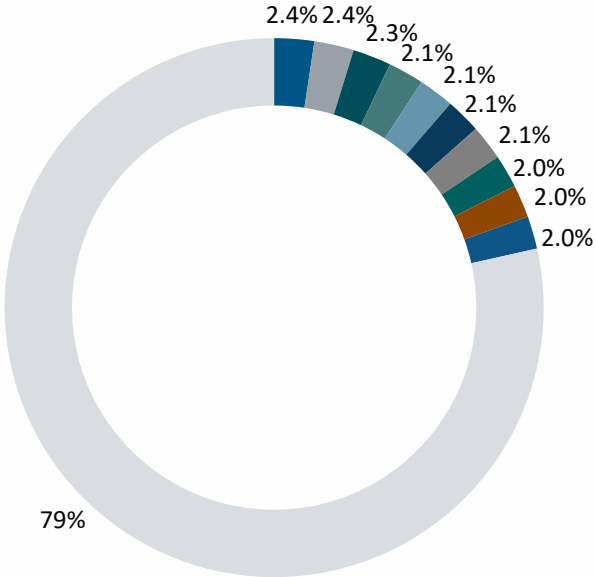
Note: As of 6/30/24. Please see notes at the end of this presentation for additional important information.

## LATE CYCLE-MINDED SECTOR SELECTION

# PORTFOLIO HIGHLIGHTS – DIVERSIFICATION ACROSS BORROWERS & INDUSTRIES

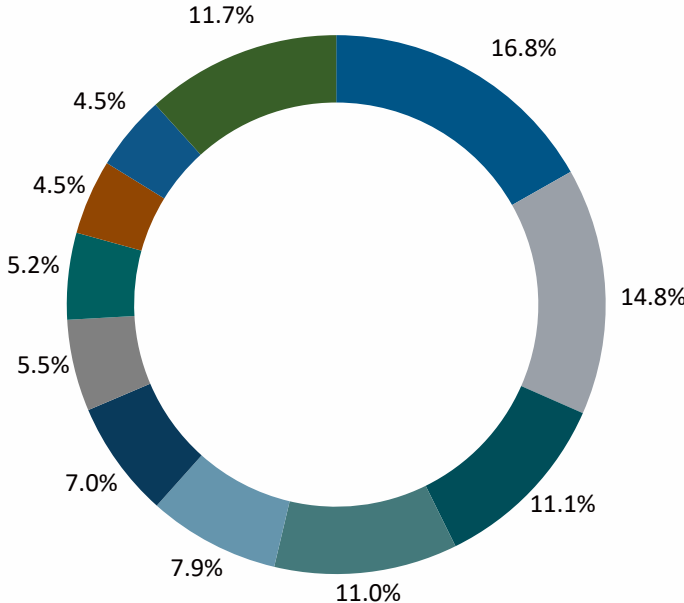
## Top 10 Borrower Diversification

- Merative LP
- Bcto Ace Purchaser Inc (HST Pathways)
- Galileo Parent, Inc.
- Alpha Midco, Inc.
- EMS Linq #2
- Remainder of Portfolio
- TRP Assets LLC
- PayScale Holdings, Inc.
- ExtraHop Networks, Inc.
- EDB Parent, LLC
- ASG II LLC



## Industry Diversification

- Internet Services
- Human Resource Support Services
- Retail and consumer products
- Hotel, Gaming and Leisure
- Communications
- Other
- Business Services
- Financial Services
- Healthcare
- Education
- Oil, Gas and Consumable Fuels

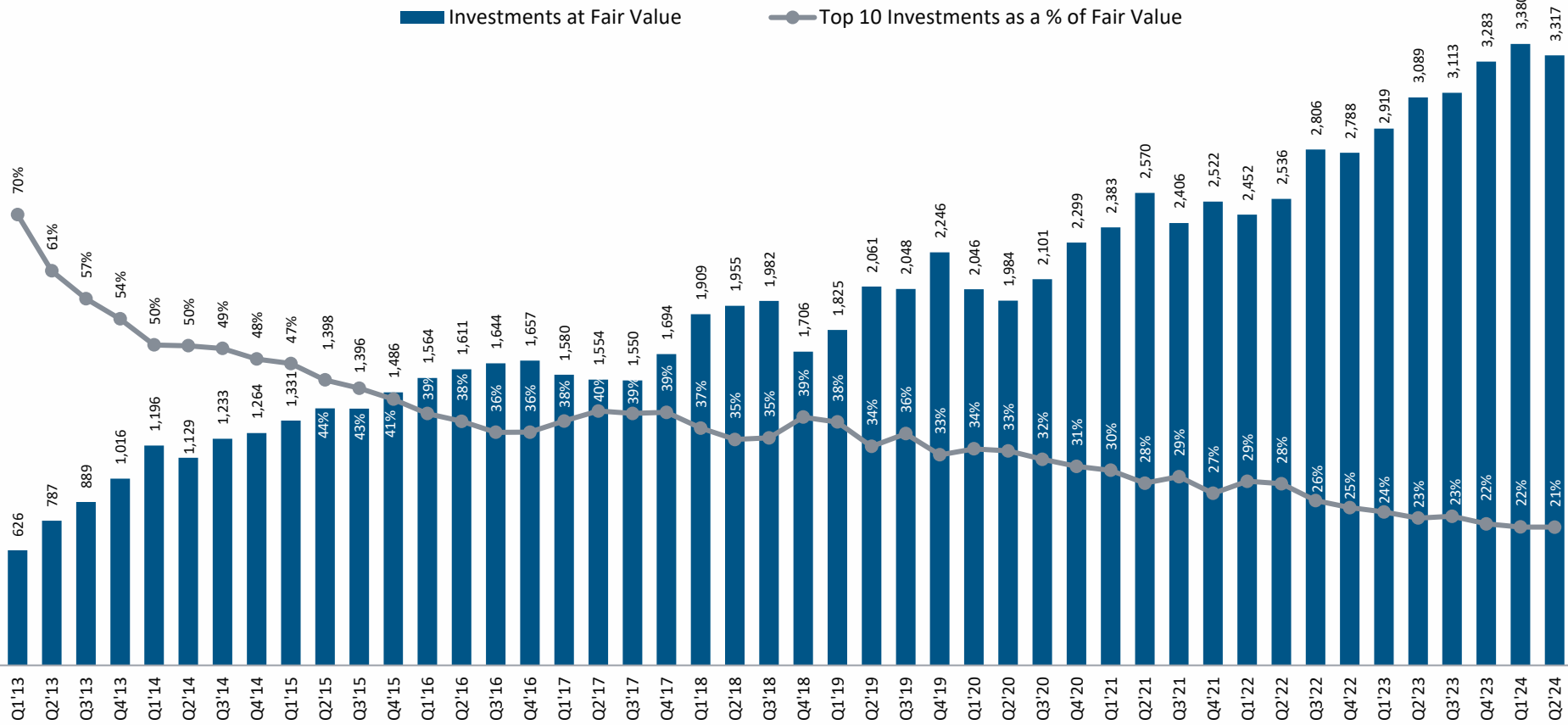


Note: Note: By fair value of investments as of 6/30/2024. Numbers may not sum due to rounding.

## DIVERSITY ACROSS BORROWER AND INDUSTRY CONCENTRATIONS

# PORTFOLIO DIVERSIFICATION ACROSS BORROWERS

\$ Millions by Fair Value

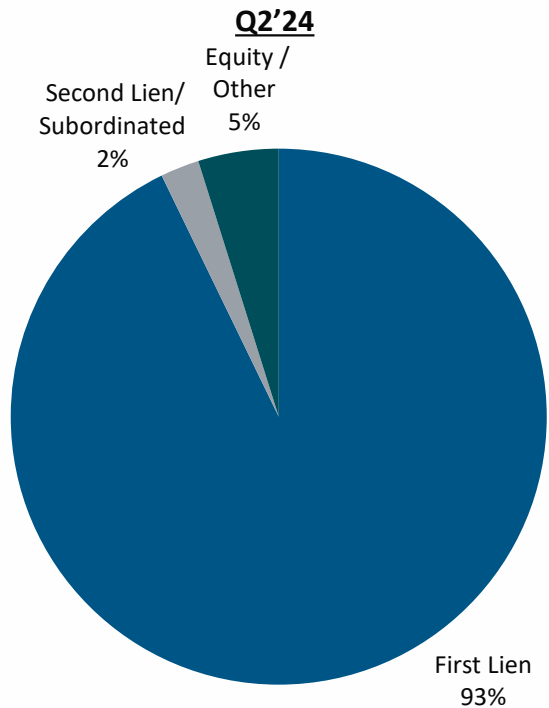


Note: As of 6/30/24. Please see notes at the end of this presentation for additional important information.

## SIGNIFICANT EVOLUTION IN DIVERSITY ACROSS INVESTMENTS

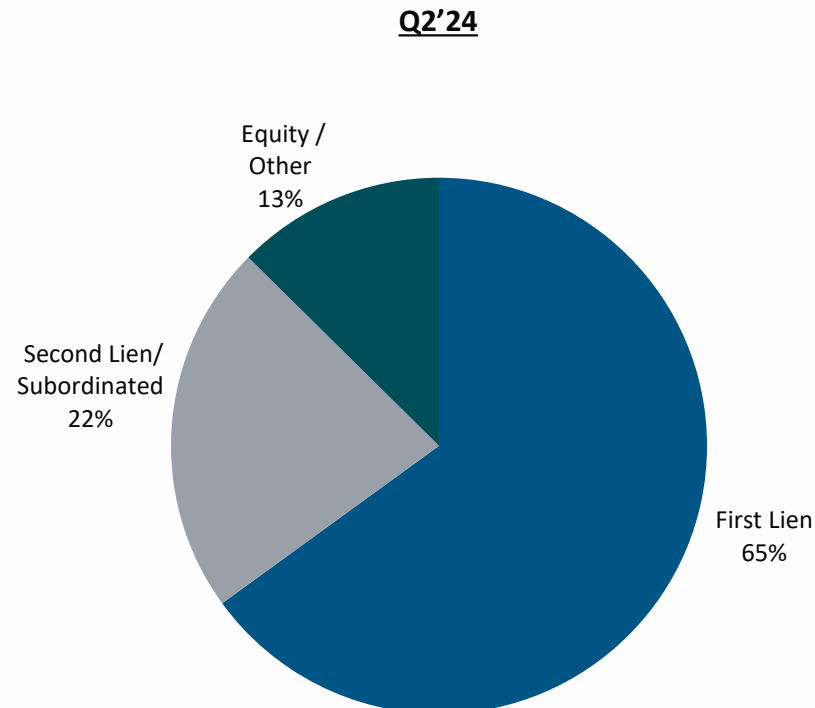


## TSLX Portfolio



Yield at Amortized Cost: **13.9%**  
 Average Return on Equity<sup>1</sup>: **13.5%**

## Large BDC Composite



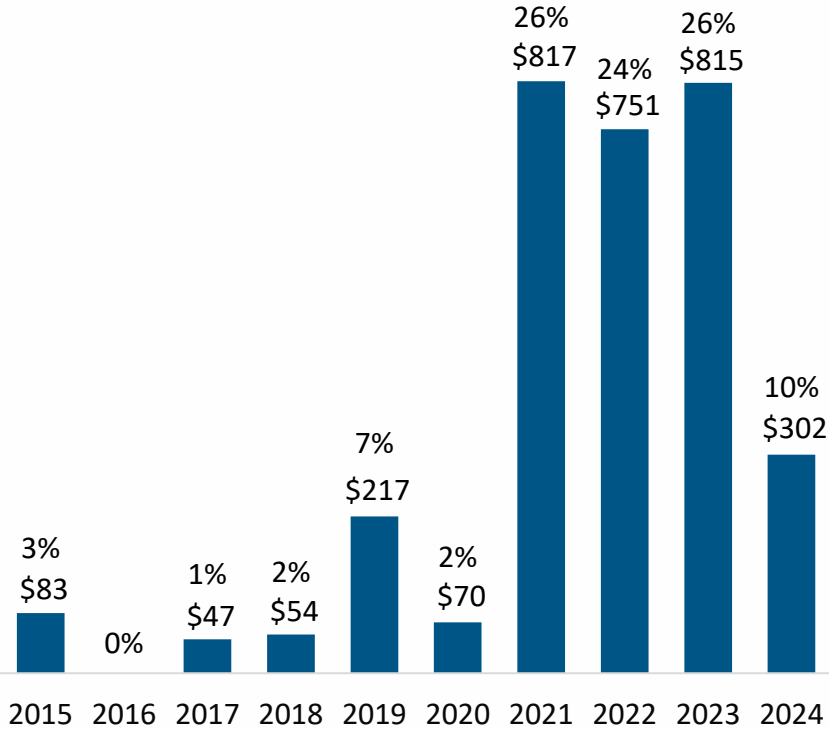
Yield at Amortized Cost: **11.8%**  
 Average Return on Equity<sup>1</sup>: **8.3%**

Source: SNL Financial and company filings, data as of quarter ended 6/30/24 or latest available. Large BDC Composite consists of ARCC, BXSL, OBDC, FSK. Please see notes at the end of this presentation for additional important information.

**TSLX GENERATES STRONG RETURNS ON A SUBSTANTIALLY MORE SENIOR PORTFOLIO THAN THE AVERAGE LARGE BDC MANAGER**

## Fair Value by Vintage

\$ Millions by Fair Value

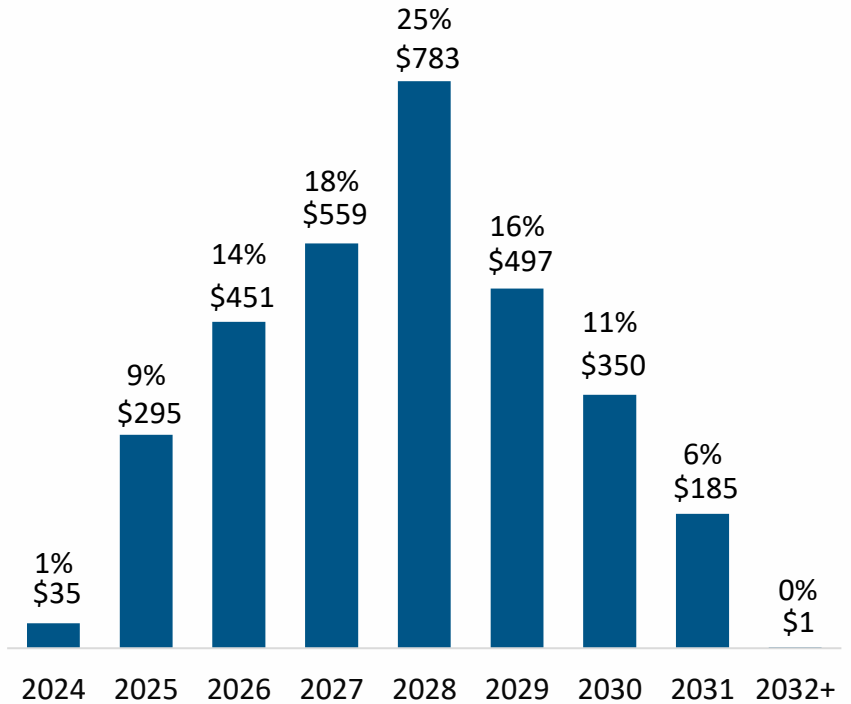


58% of Portfolio Invested in “New Vintage” since March 31, 2022

Note: By fair value of investments as of 6/30/24.

## Debt Investments by Maturity

\$ Millions by Fair Value

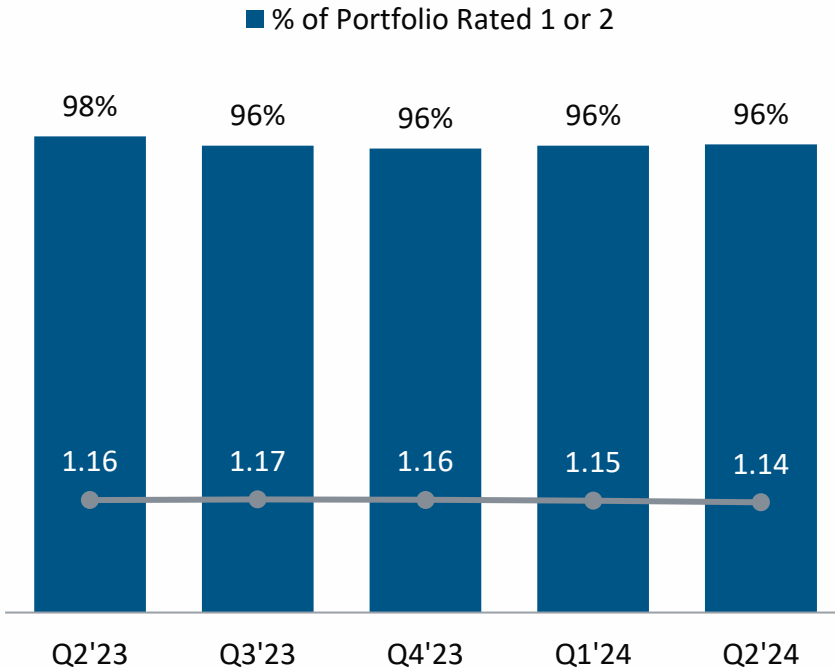


~1% of Debt Assets with a Maturity Date in 2024

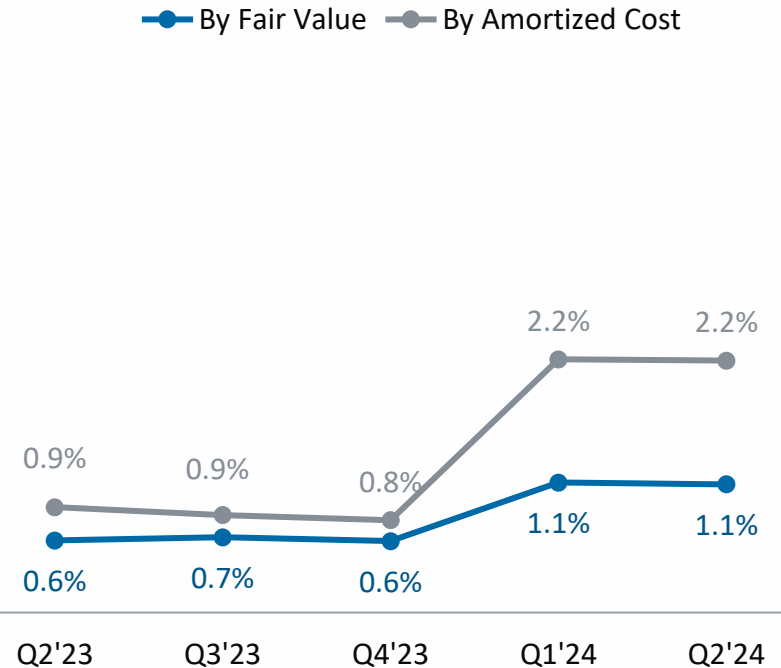
**ACCESS TO CAPITAL HAS ALLOWED TSLX TO DEPLOY CAPITAL IN HIGH QUALITY, NEW VINTAGE ASSETS**

## TSLX Weighted Average Portfolio Performance Rating

By Fair Value



## TSLX % of Investments on Non-Accrual

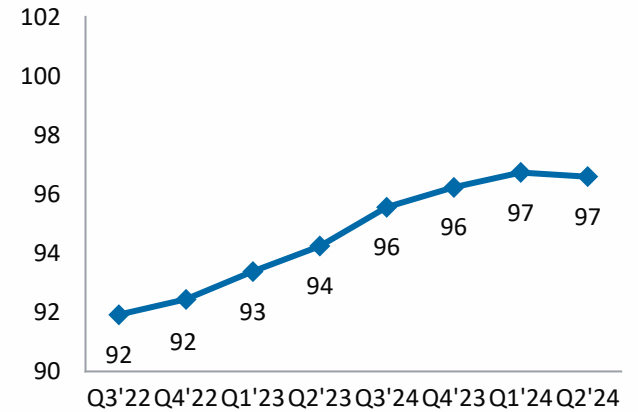
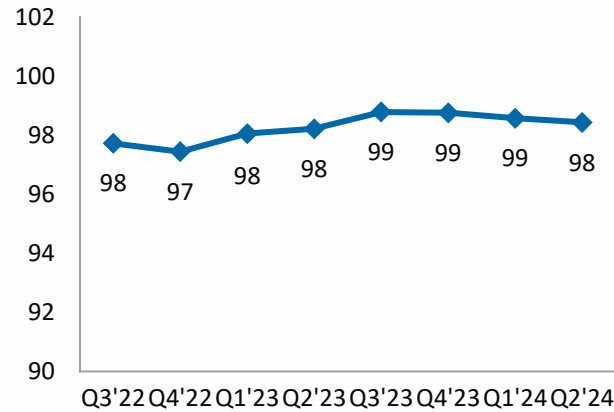


- **92% of the portfolio is rated 1 and 96% of the portfolio is rated 1 or 2**
- **As of June 30, 2024, there were 2 investments on non-accrual status which represented ~1% of investments at fair value. Names on non-accrual include:**
  1. **American Achievement, Term Loan A<sup>1</sup>, Sub Debt and Term Loan B which represents \$20.7m (<1%) of the portfolio at fair value**
  2. **Astra Acquisitions Corp, Second Lien Term Loan<sup>2</sup> which represents \$16.4m (<1%) of the portfolio at fair value**

Note: As of 6/30/24. Please see notes at the end of this presentation for additional important information.

	TSLX	Broadly Syndicated Loan Market
<b>BUSINESS SERVICES / LOWER BETA INDUSTRIES<sup>1</sup></b>	82%	16%
<b>AVERAGE REFERENCE RATE FLOORS<sup>2</sup></b>	0.96%	0.66%
<b>WEIGHTED AVERAGE LIFE<sup>3</sup></b>	1.4 years	4.4 years

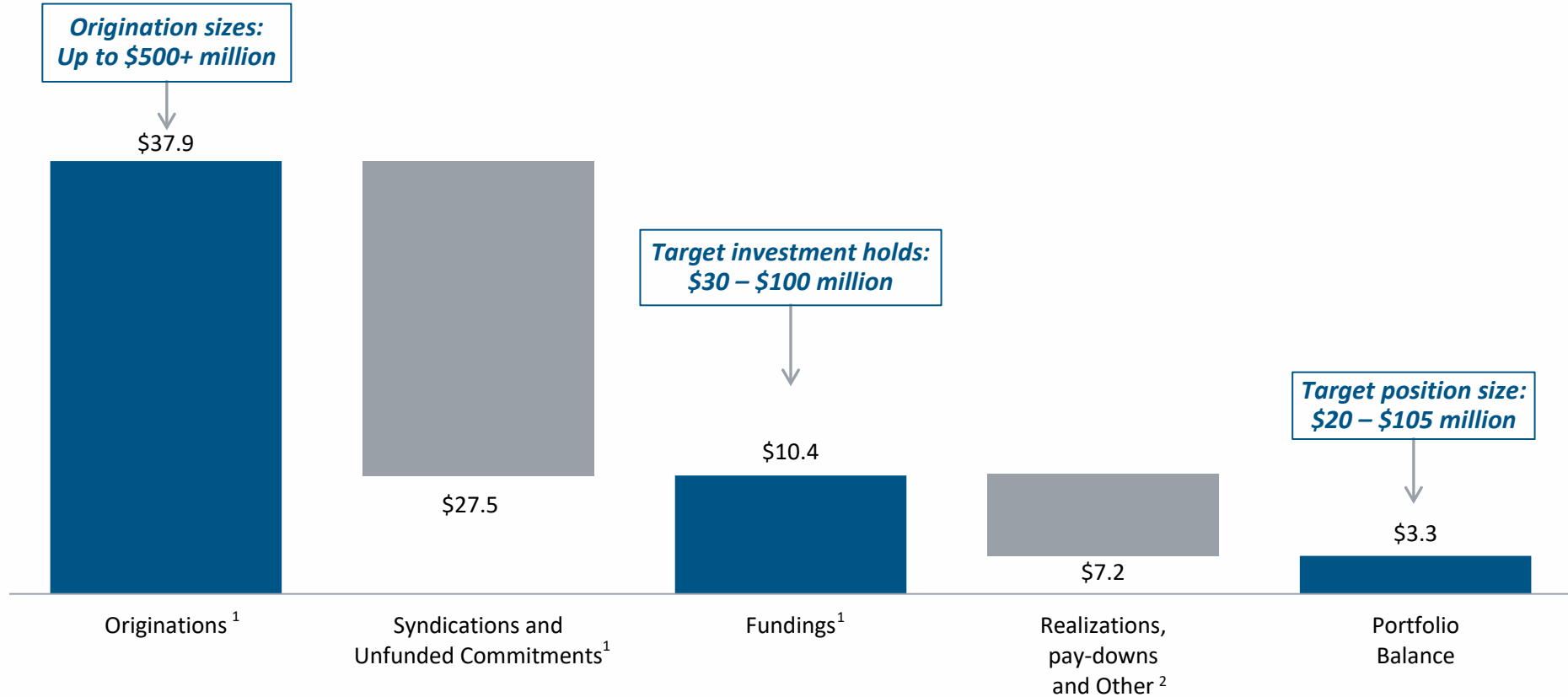
## PRICE TREND<sup>4</sup>



Source: LCD and company filings, data as of quarter ended 6/30/2024 or latest available. Please see notes at the end of this presentation for additional important information.

## CHARACTERISTICS OF OUR PORTFOLIO THAT CONTRIBUTE TO LOWER BETA

\$ Billions



Note: As of 6/30/24, numbers may not sum due to rounding. Please see notes at the end of this presentation for additional important information.

**TSLX HAS THE ABILITY TO ORIGINATE LARGE TRANSACTIONS AND SYNDICATE TO ITS DESIRED HOLD SIZE**

1. Overview & Organization

---

2. Track Record of Strong Performance

---

3. Strong Liquidity and Funding Profile

---

4. Credit Highlights

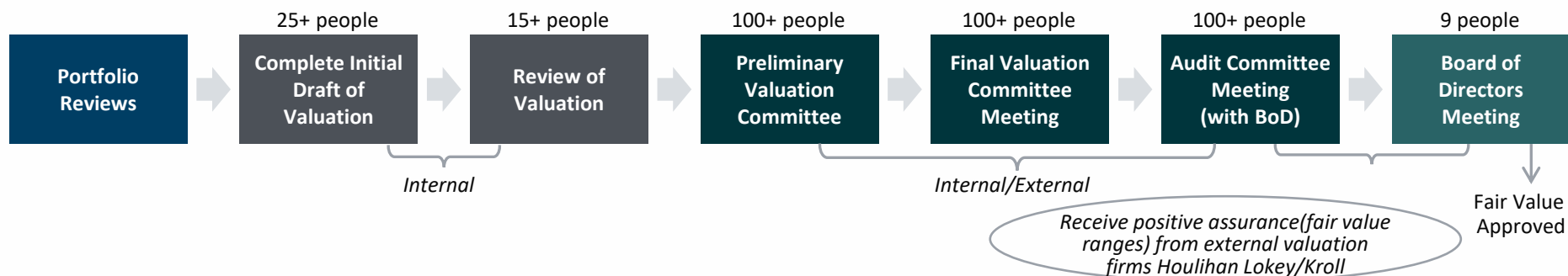
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5. Principles and Investment Strategy

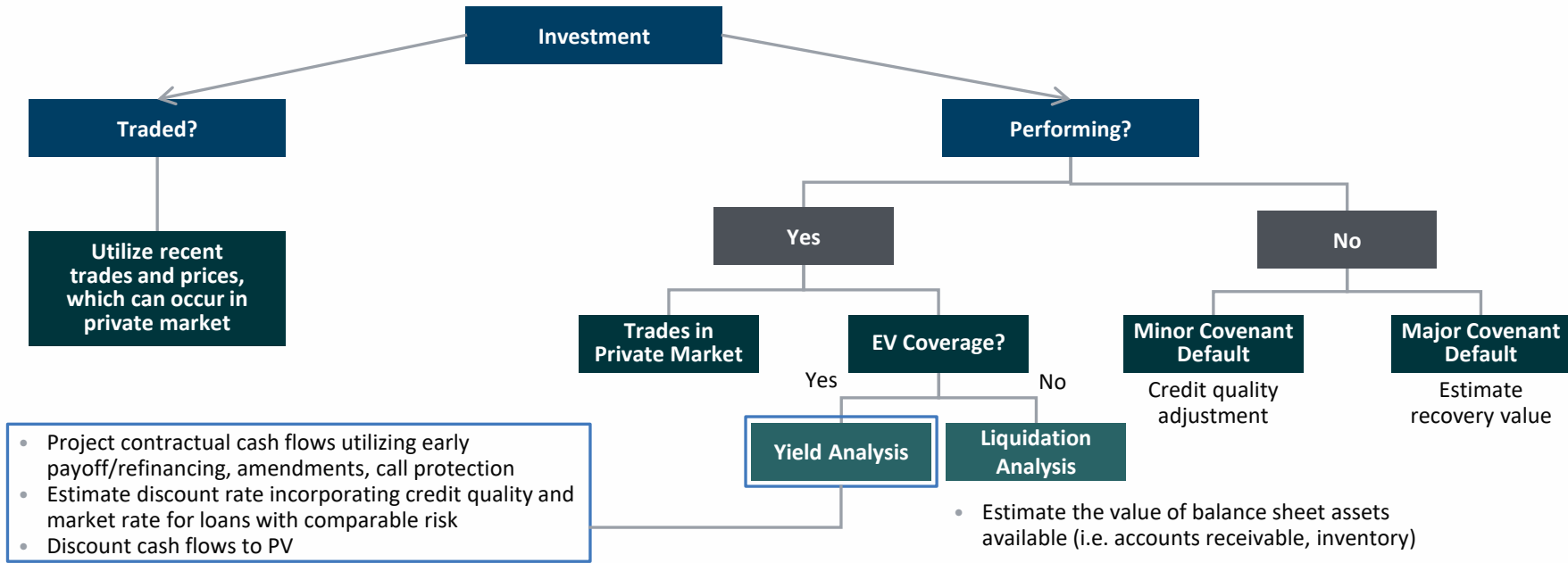
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**6. Appendix**

# TSLX VALUATION PROCESS: INTERNAL, EXTERNAL & BOARD LEVEL REVIEW



The bulk of TSLX assets are directly originated Level III assets with unobservable inputs for valuation. (Level I and II assets are valued with quoted prices in active markets or utilize level I inputs observable for the asset, either directly or indirectly). The fair value determination on these level III assets follow below roadmap:

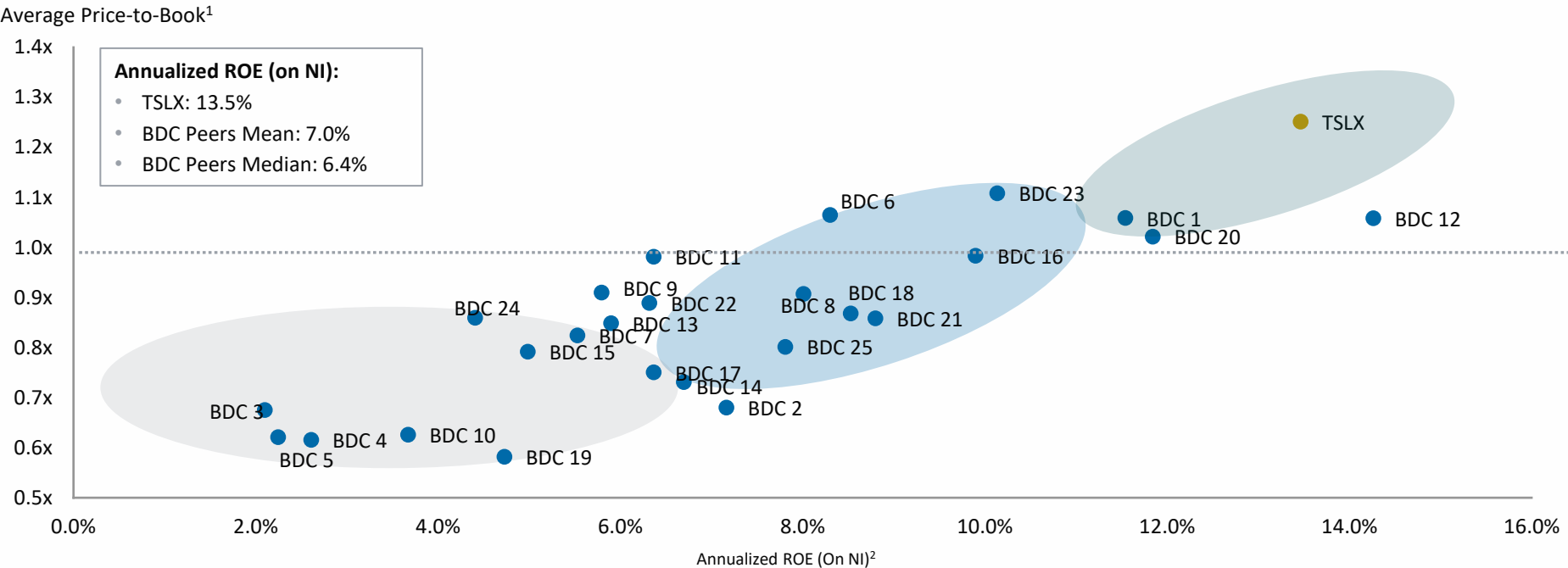


For illustrative purposes only. Information as of June 30, 2024. Valuation process is indicative and subject to change.

# WHY VALUATION MATTERS

- 1 We believe its important to listen what the market is saying and incorporate these inputs (rates, spread, market risk) into a rigorous valuation and decision-making framework
- 2 In Q2'22, although our portfolio companies still had strong performance (measured by earnings, cashflow, revenue growth) credit spread widening (and increased cost of equity) clearly signaled that the price for credit should increase and we marked our assets accordingly, sometimes in contrast with our peers
- 3 Marking your book is cornerstone for shareholder value creation; it allows for appropriate returns required on new credit extended and for thoughtful capital allocation framework
- 4 If you don't mark your book, the market will

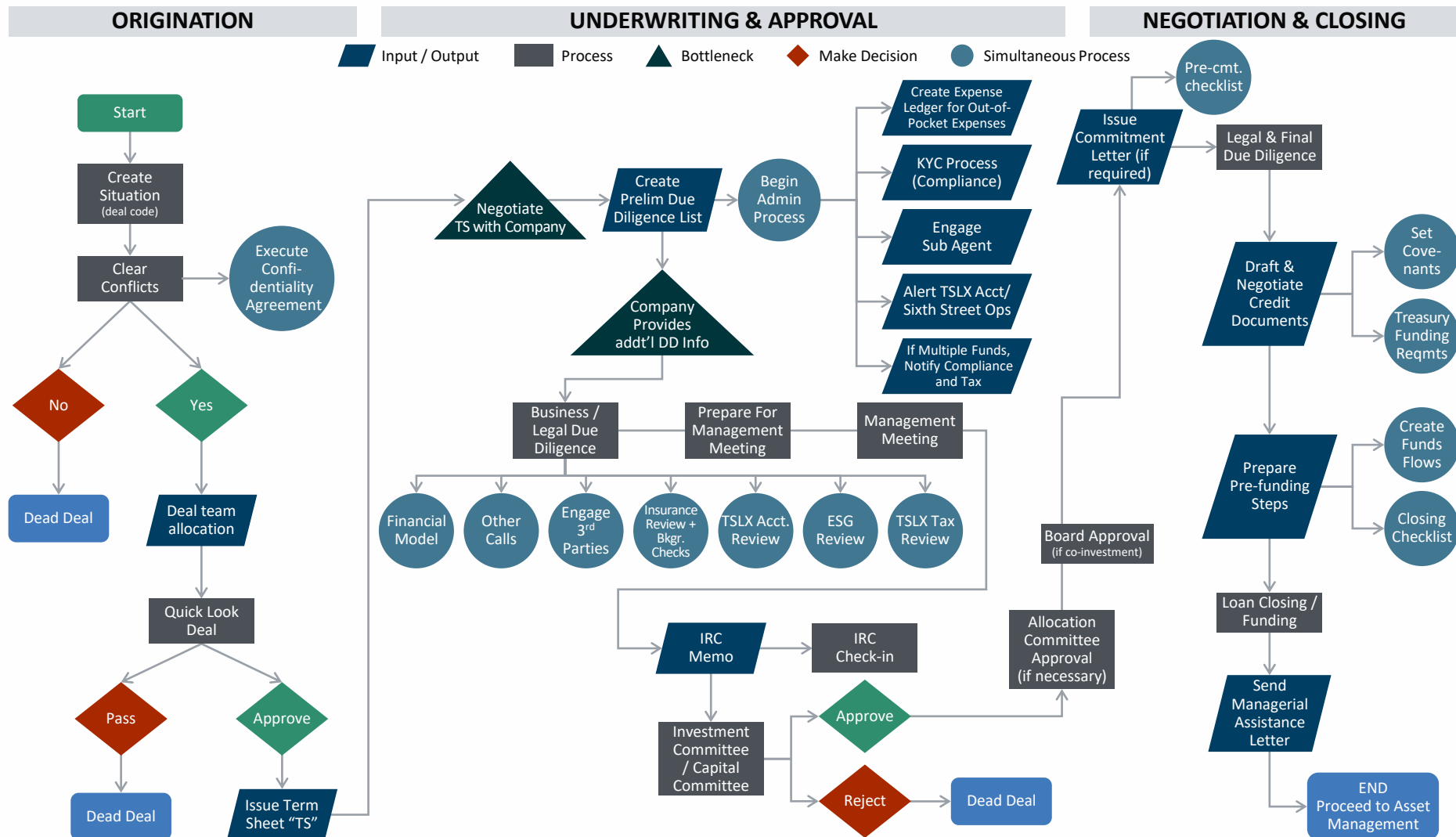
## BDC Sector Price-to-Book vs. ROE on Net Income (Since TSLX IPO)



Source: SNL Financial and company filings, data as of quarter ended 6/30/2024 or latest available. Please see notes at the end of this presentation for additional important information.



# THOROUGH ORIGINATION, UNDERWRITING AND NEGOTIATION PROCESS



For illustrative purposes only. Information as of June 30, 2024. Origination, underwriting and negotiation process is indicative and subject to change.

# 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

	Q2 2023	Q3 2023	Q4 2023	Q1 2024	Q2 2024
Net Investment Income Per Share	\$0.58	\$0.57	\$0.62	\$0.59	\$0.59
Net Income (Loss) Per Share	\$0.63	\$0.74	\$0.58	\$0.53	\$0.51
(+) <i>Incentive fees on net capital gains (Not Payable) Per Share</i>	\$0.01	\$0.03	(\$0.01)	(\$0.01)	(\$0.01)
Adjusted Net Investment Income Per Share <sup>1</sup>	\$0.59	\$0.60	\$0.62	\$0.58	\$0.58
Adjusted Net Income (Loss) Per Share <sup>1</sup>	\$0.64	\$0.77	\$0.58	\$0.52	\$0.50
Net Asset Value Per Share (Ending Shares)	\$16.74	\$16.97	\$17.04	\$17.17	\$17.19
Adjusted Net Asset Value Per Share (Ending Shares) <sup>2</sup>	\$16.68	\$16.90	\$16.96	\$17.11	\$17.13
Distributions Per Share (Record Date)	\$0.50	\$0.52	\$0.53	\$0.54	\$0.52
Net Assets	\$1,460,529	\$1,485,822	\$1,496,375	\$1,582,006	\$1,599,035
Total Debt (Outstanding Principal)	\$1,698,284	\$1,705,747	\$1,837,159	\$1,877,871	\$1,785,042
Debt to Equity at Quarter-end <sup>3</sup>	1.16x	1.15x	1.23x	1.19x	1.12x
Average Debt to Equity <sup>4</sup>	1.22x	1.18x	1.22x	1.24x	1.17x
Annualized ROE on Net Investment Income <sup>5</sup>	14.0%	13.7%	14.7%	13.8%	13.9%
Annualized ROE on Net Income <sup>5</sup>	15.2%	17.8%	13.8%	12.5%	11.9%
Annualized ROE on Adjusted Net Investment Income <sup>1,5</sup>	14.2%	14.4%	14.5%	13.6%	13.5%
Annualized ROE on Adjusted Net Income <sup>1,5</sup>	15.4%	18.5%	13.6%	12.3%	11.6%

Note: As of 6/30/24. Quarterly figures may not sum to annual figures due to rounding. Please see notes at the end of this presentation for additional important information.

# PORTFOLIO HIGHLIGHTS – SELECTED METRICS

## DOLLAR AMOUNTS IN THOUSANDS

	June 30, 2023	September 30, 2023	December 31, 2023	March 31, 2024	June 30, 2024
<b>Investments at Fair Value</b>	<b>\$3,088,987</b>	<b>\$3,113,277</b>	<b>\$3,283,065</b>	<b>\$3,380,009</b>	<b>\$3,317,069</b>
Number of Portfolio Companies	130	131	136	124	109
Average Investment Size in Our Portfolio Companies	\$23,761	\$23,765	\$24,140	\$27,258	\$30,432
Number of Portfolio Companies (Excluding Structured Credit Investments)	86	89	94	100	105
Average Investment Size in Our Portfolio Companies (Excluding Structured Credit Investments)	\$35,288	\$34,374	\$34,332	\$33,494	\$31,533
<b>Asset Class:</b>					
First-Lien Debt Investments	91%	91%	91%	92%	93%
Second-Lien Debt Investments	1%	1%	1%	1%	1%
Structured Credit Investments	2%	2%	2%	1%	<1%
Mezzanine Debt Investments	1%	1%	1%	1%	1%
Equity and Other Investments	5%	5%	5%	5%	5%
<b>Interest Rate Type<sup>1</sup>:</b>					
% Floating Rate	99.2%	99.7%	99.7%	99.6%	99.6%
% Fixed Rate	0.8%	0.3%	0.3%	0.4%	0.4%
<b>Yields at Fair Value unless Otherwise Noted:</b>					
Weighted Average Total Yield of Debt and Income Producing Securities at Amortized Cost <sup>3</sup>	14.1%	14.3%	14.2%	14.0%	13.9%
Weighted Average Total Yield of Debt and Income Producing Securities <sup>3</sup>	14.0%	14.2%	14.1%	13.8%	13.8%
Weighted Average Spread Over Reference Rate of All Floating Rate Investments	8.3%	8.4%	8.3%	8.3%	8.0%
Weighted Average Interest Rate of Debt and Income Producing Securities	13.8%	13.7%	13.7%	13.5%	13.3%
Fair Value as a Percentage of Principal (Debt)	98.2%	98.8%	98.8%	98.6%	98.4%
Fair Value as a Percentage of Call Price (Debt)	94.8%	95.7%	96.1%	95.8%	95.1%
<b>Investment Activity at Par:</b>					
New Investment Commitments	\$260,417	\$205,794	\$316,367	\$263,579	\$230,957
Net Funded Investment Activity	\$125,956	(\$7,236)	\$132,536	\$54,241	(\$126,704)
<b>New Investment Commitments at Par<sup>2</sup>:</b>					
Number of New Investment Commitments in New Portfolio Companies	6	8	9	9	8
Average New Investment Commitment Amount in New Portfolio Companies	\$41,307	\$24,839	\$33,988	\$24,377	\$21,166
Weighted Average Term of New Investment Commitments in New Portfolio Companies (In Years)	6.7	6.2	5.6	6.4	6.1
Weighted Average Interest Rate of New Investment Commitments	12.6%	12.9%	12.9%	11.8%	11.6%
Weighted Average Spread Over Reference Rate of New Floating Rate Investment Commitments	7.3%	7.7%	7.6%	6.6%	6.6%

Note: As of 6/30/24. Numbers may not sum due to rounding. Please see notes at the end of this presentation for additional important information.

# QUARTERLY STATEMENTS OF FINANCIAL CONDITION

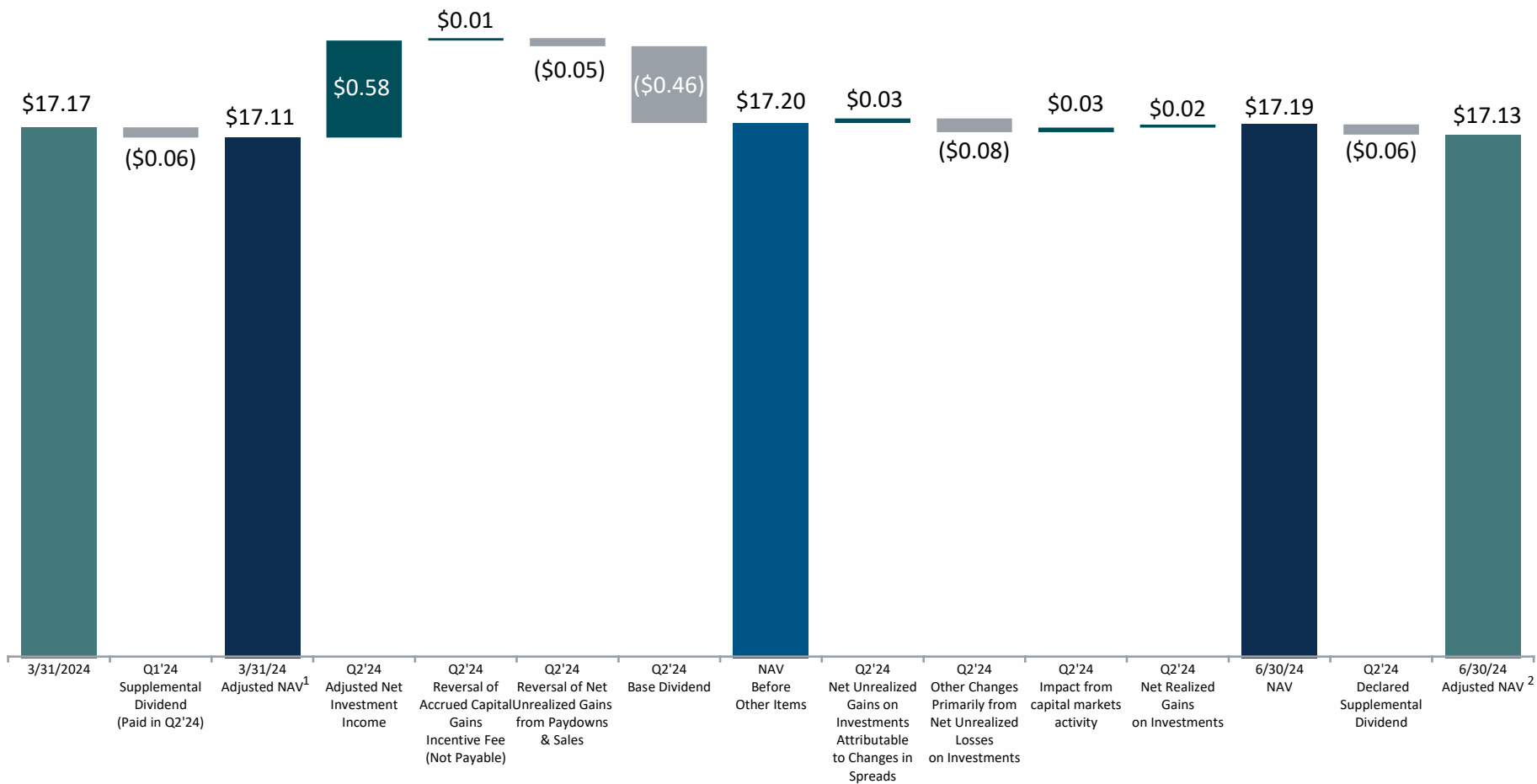
## DOLLAR AMOUNTS IN THOUSANDS

Except Per Share Data; Per Share Data is Based on Ending Shares Outstanding

	June 30, 2023	September 30, 2023	December 31, 2023	March 31, 2024	June 30, 2024
<b>Assets</b>					
Investments at Fair Value	\$3,088,987	\$3,113,277	\$3,283,065	\$3,380,009	\$3,317,069
Cash and Cash Equivalents	\$25,855	\$29,880	\$25,196	\$35,890	\$34,649
Interest Receivable	\$23,239	\$23,460	\$27,969	\$31,258	\$30,738
Prepaid Expenses and Other Assets	\$3,088	\$7,458	\$7,578	\$4,865	\$4,495
<b>Total Assets</b>	<b>\$3,141,169</b>	<b>\$3,174,075</b>	<b>\$3,343,808</b>	<b>\$3,452,022</b>	<b>\$3,386,951</b>
<b>Liabilities</b>					
Debt <sup>1</sup>	\$1,623,301	\$1,623,010	\$1,780,307	\$1,804,347	\$1,712,905
Management Fees Payable to Affiliate	\$11,110	\$11,661	\$11,962	\$12,199	\$12,468
Incentive fees on net investment income payable to affiliate	\$10,507	\$11,151	\$11,451	\$10,928	\$11,414
Incentive fees on net capital gains accrued to affiliate	\$8,570	\$11,147	\$10,446	\$9,601	\$8,266
Payables to Affiliate	\$3,546	\$4,256	\$2,802	\$2,701	\$4,584
Other Liabilities	\$23,606	\$27,028	\$30,465	\$30,240	\$38,279
<b>Total Liabilities</b>	<b>\$1,680,640</b>	<b>\$1,688,253</b>	<b>\$1,847,433</b>	<b>\$1,870,016</b>	<b>\$1,787,916</b>
<b>Total Net Assets</b>	<b>\$1,460,529</b>	<b>\$1,485,822</b>	<b>\$1,496,375</b>	<b>\$1,582,006</b>	<b>\$1,599,035</b>
<b>Total Liabilities and Net Assets</b>	<b>\$3,141,169</b>	<b>\$3,174,075</b>	<b>\$3,343,808</b>	<b>\$3,452,022</b>	<b>\$3,386,951</b>
Net Asset Value per Share	\$16.74	\$16.97	\$17.04	\$17.17	\$17.19
Adjusted Net Asset Value per Share <sup>2</sup>	\$16.68	\$16.90	\$16.96	\$17.11	\$17.13
Debt to Equity at Quarter End <sup>3</sup>	1.16x	1.15x	1.23x	1.19x	1.12x
Average Debt to Equity <sup>4</sup>	1.22x	1.18x	1.22x	1.24x	1.17x

Note: As of 6/30/24. Numbers may not sum due to rounding. Please see notes at the end of this presentation for additional important information.

# NET ASSET VALUE BRIDGE – Q2'24



Note: Per share data was derived using the Q2 2024 weighted average shares outstanding except for DRIP, dividends, beginning NAV & ending NAV. Numbers may not sum due to rounding. Please see notes at the end of this presentation for additional important information.

# OUR DRIVERS OF ROE

Return on Assets

Prudent Use  
of Leverage

Expense Management

Positioned for  
NAV Growth

## Illustrative Unit Economics / Return on Equity

### Return on Assets:

Weighted Average Interest Rate of Portfolio	13.3%
Amortization of upfront fees <sup>1</sup>	0.9%
<b>Total Yield on Debt and Income Producing Securities</b>	<b>14.2%</b>
Impact of Additional fees <sup>2</sup>	0.9%
<b>All-in Yield (on Assets)</b>	<b>15.2%</b>
Cost of funds <sup>3</sup>	(8.4%)
Assumed Debt/Equity	1.17x
<b>Net Interest Income Return (on Equity)<sup>4</sup></b>	<b>23.1%</b>
Management Fees (1.46% of Assets)	(3.2%)
Operating Expenses (0.47% of Assets) <sup>5</sup>	(1.0%)
<b>ROE Before Incentive Fee</b>	<b>18.9%</b>
Incentive Fee	(3.3%)
<b>ROE on NII</b>	<b>14.5%</b>
<b>Base Book Dividend Yield based on Q2 2024 NAV</b>	<b>10.7%</b>

Note: For illustrative purposes only; not necessarily indicative of future returns. Please see notes at the end of this presentation for additional important information.

**ABILITY TO GENERATE A STRONG RISK-ADJUSTED RETURN ON EQUITY  
IN EXCESS OF OUR BASE DIVIDEND LEVEL AND GROW NAV**

# ILLUSTRATIVE INTEREST COVERAGE THROUGHOUT CYCLES

## Illustrative Interest Coverage

		Debt to Equity					
		0.90x	0.95x	1.00x	1.05x	1.10x	1.25x
All-in Yield (on Assets)	12.0%	2.51x	2.47x	2.43x	2.40x	2.37x	2.29x
	12.5%	2.60x	2.57x	2.53x	2.50x	2.47x	2.38x
	13.0%	2.70x	2.66x	2.63x	2.59x	2.56x	2.47x
	13.5%	2.80x	2.76x	2.72x	2.68x	2.65x	2.56x
	14.0%	2.90x	2.86x	2.82x	2.78x	2.74x	2.65x
	14.5%	3.00x	2.95x	2.91x	2.87x	2.84x	2.74x
	15.0%	3.10x	3.05x	3.01x	2.97x	2.93x	2.83x
	15.5%	3.19x	3.15x	3.10x	3.06x	3.02x	2.92x
	16.0%	3.29x	3.24x	3.20x	3.16x	3.12x	3.01x
	16.5%	3.39x	3.34x	3.29x	3.25x	3.21x	3.10x

## Illustrative Interest Coverage

		Debt to Equity					
		0.90x	0.95x	1.00x	1.05x	1.10x	1.25x
Cost of Funds	6.50%	4.19x	4.08x	3.98x	3.89x	3.81x	3.60x
	6.75%	4.04x	3.94x	3.84x	3.75x	3.67x	3.47x
	7.00%	3.91x	3.80x	3.71x	3.63x	3.55x	3.35x
	7.25%	3.78x	3.68x	3.59x	3.51x	3.43x	3.24x
	7.50%	3.66x	3.56x	3.47x	3.40x	3.32x	3.14x
	7.75%	3.55x	3.45x	3.37x	3.29x	3.22x	3.05x
	8.00%	3.44x	3.35x	3.27x	3.19x	3.13x	2.96x
	8.25%	3.34x	3.25x	3.17x	3.10x	3.04x	2.87x
	8.50%	3.25x	3.16x	3.09x	3.02x	2.95x	2.79x
	8.75%	3.16x	3.08x	3.00x	2.94x	2.87x	2.72x

## Illustrative Interest Coverage

		Cost of Funds					
		6.00%	6.50%	7.00%	7.50%	8.00%	8.50%
All-in Yield (on Assets)	12.0%	3.19x	2.96x	2.76x	2.59x	2.44x	2.31x
	12.5%	3.32x	3.08x	2.87x	2.69x	2.53x	2.40x
	13.0%	3.45x	3.20x	2.98x	2.79x	2.63x	2.49x
	13.5%	3.58x	3.31x	3.09x	2.90x	2.73x	2.58x
	14.0%	3.70x	3.43x	3.20x	3.00x	2.82x	2.67x
	14.5%	3.83x	3.55x	3.31x	3.10x	2.92x	2.76x
	15.0%	3.96x	3.67x	3.42x	3.20x	3.01x	2.85x
	15.5%	4.09x	3.79x	3.53x	3.30x	3.11x	2.94x
	16.0%	4.21x	3.90x	3.64x	3.41x	3.20x	3.03x
	16.5%	4.34x	4.02x	3.75x	3.51x	3.30x	3.12x

## Illustrative Interest Coverage

		Debt to Equity					
		0.90x	0.95x	1.00x	1.05x	1.10x	1.25x
Non-Accruals	0.00%	3.13x	3.08x	3.04x	3.00x	2.96x	2.86x
	0.25%	3.12x	3.07x	3.03x	2.99x	2.95x	2.85x
	0.50%	3.11x	3.06x	3.02x	2.98x	2.94x	2.84x
	0.75%	3.10x	3.05x	3.01x	2.97x	2.93x	2.84x
	1.00%	3.09x	3.05x	3.00x	2.96x	2.93x	2.83x
	1.25%	3.08x	3.04x	3.00x	2.96x	2.92x	2.82x
	1.50%	3.08x	3.03x	2.99x	2.95x	2.91x	2.81x
	1.75%	3.07x	3.02x	2.98x	2.94x	2.90x	2.81x
	2.00%	3.06x	3.01x	2.97x	2.93x	2.89x	2.80x
	2.25%	3.05x	3.01x	2.96x	2.92x	2.89x	2.79x

Note: Sensitivity tables presented utilize the illustrative unit economics from "Our Drivers of ROE" page, with certain inputs adjusted as indicated in the tables above

**WE BELIEVE OUR SENIOR SECURED FLOATING RATE PORTFOLIO AND FUNDING PROFILE IS WELL POSITIONED FOR CYCLES**

# ILLUSTRATIVE ROE THROUGHOUT CYCLES

## Illustrative ROE

	Debt to Equity						
	0.90x	0.95x	1.00x	1.05x	1.10x	1.25x	
All-in Yield (on Assets)	12.0%	8.2%	8.3%	8.4%	8.5%	8.7%	9.0%
	12.5%	9.0%	9.1%	9.2%	9.4%	9.5%	10.0%
	13.0%	9.8%	9.9%	10.1%	10.2%	10.4%	10.9%
	13.5%	10.5%	10.7%	10.9%	11.1%	11.3%	11.8%
	14.0%	11.3%	11.5%	11.7%	11.9%	12.1%	12.8%
	14.5%	12.1%	12.3%	12.5%	12.8%	13.0%	13.7%
	15.0%	12.9%	13.1%	13.4%	13.6%	13.9%	14.6%
	15.5%	13.7%	13.9%	14.2%	14.5%	14.7%	15.5%
	16.0%	14.5%	14.7%	15.0%	15.3%	15.6%	16.5%
	16.5%	15.2%	15.5%	15.8%	16.1%	16.5%	17.4%

## Illustrative ROE

	Debt to Equity						
	0.90x	0.95x	1.00x	1.05x	1.10x	1.25x	
Cost of Funds	6.50%	14.9%	15.1%	15.4%	15.7%	15.9%	16.7%
	6.75%	14.7%	14.9%	15.2%	15.4%	15.7%	16.5%
	7.00%	14.5%	14.7%	15.0%	15.2%	15.5%	16.2%
	7.25%	14.3%	14.5%	14.8%	15.0%	15.2%	16.0%
	7.50%	14.1%	14.3%	14.6%	14.8%	15.0%	15.7%
	7.75%	14.0%	14.2%	14.4%	14.6%	14.8%	15.5%
	8.00%	13.8%	14.0%	14.1%	14.4%	14.6%	15.2%
	8.25%	13.6%	13.8%	13.9%	14.1%	14.3%	14.9%
	8.50%	13.4%	13.6%	13.7%	13.9%	14.1%	14.7%
	8.75%	13.2%	13.4%	13.5%	13.7%	13.9%	14.4%

## Illustrative ROE

	Cost of Funds						
	6.00%	6.50%	7.00%	7.50%	8.00%	8.50%	
All-in Yield (on Assets)	12.0%	11.1%	10.7%	10.2%	9.7%	9.2%	8.7%
	12.5%	12.0%	11.6%	11.1%	10.6%	10.1%	9.6%
	13.0%	12.9%	12.5%	12.0%	11.5%	11.0%	10.5%
	13.5%	13.8%	13.3%	12.9%	12.4%	11.9%	11.4%
	14.0%	14.7%	14.2%	13.8%	13.3%	12.8%	12.3%
	14.5%	15.6%	15.1%	14.7%	14.2%	13.7%	13.2%
	15.0%	16.5%	16.0%	15.5%	15.1%	14.6%	14.1%
	15.5%	17.4%	16.9%	16.4%	16.0%	15.5%	15.0%
	16.0%	18.3%	17.8%	17.3%	16.9%	16.4%	15.9%
	16.5%	19.2%	18.7%	18.2%	17.8%	17.3%	16.8%

## Illustrative ROE

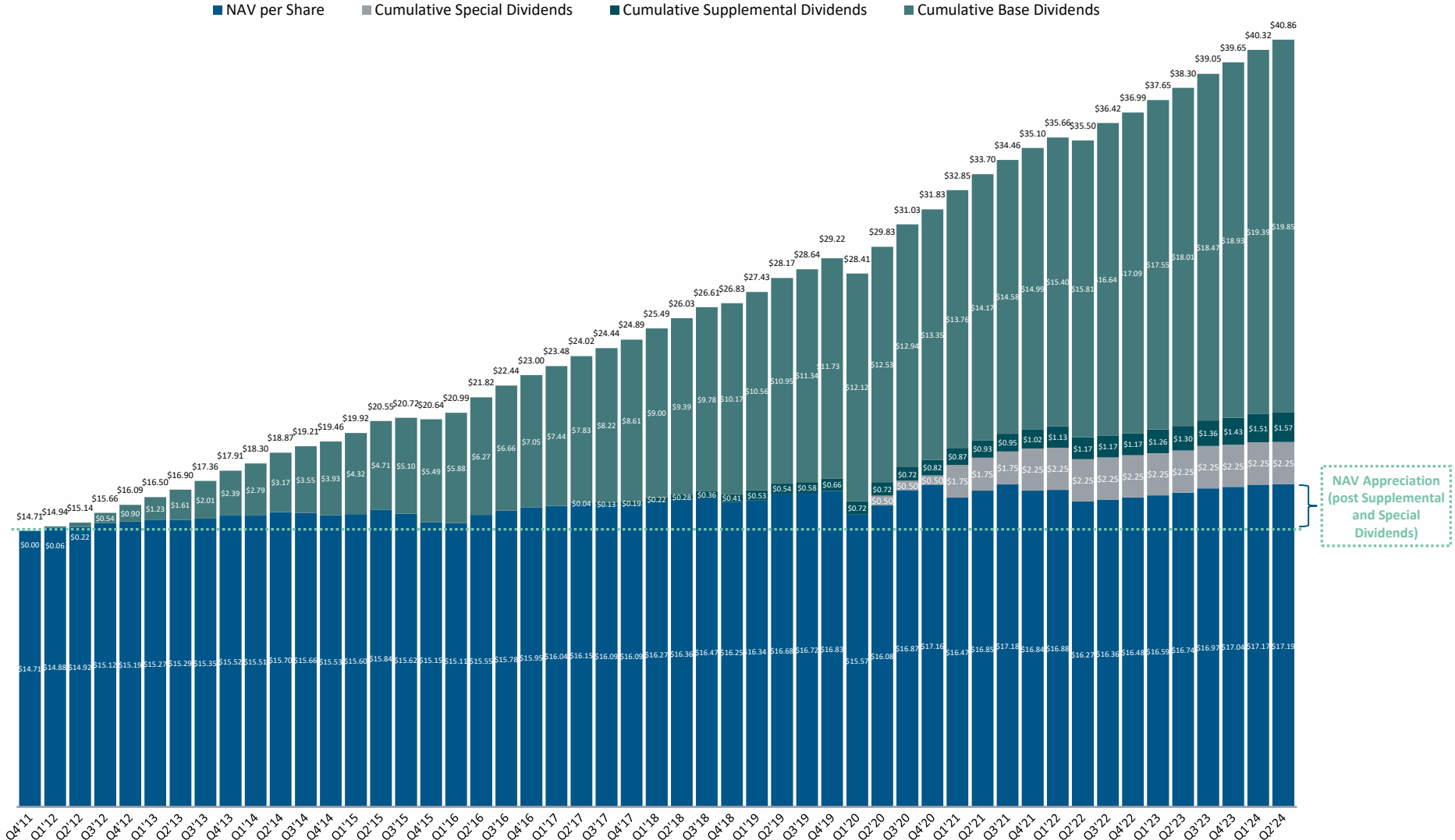
	Debt to Equity						
	0.90x	0.95x	1.00x	1.05x	1.10x	1.25x	
Credit Losses (on Assets)	0.00%	14.1%	14.4%	14.6%	14.9%	15.2%	16.0%
	0.25%	13.6%	13.9%	14.1%	14.4%	14.7%	15.5%
	0.50%	13.1%	13.4%	13.6%	13.9%	14.1%	14.9%
	0.75%	12.7%	12.9%	13.1%	13.4%	13.6%	14.3%
	1.00%	12.2%	12.4%	12.6%	12.8%	13.1%	13.8%
	1.25%	11.7%	11.9%	12.1%	12.3%	12.6%	13.2%
	1.50%	11.2%	11.4%	11.6%	11.8%	12.0%	12.6%
	1.75%	10.8%	10.9%	11.1%	11.3%	11.5%	12.1%
	2.00%	10.3%	10.5%	10.6%	10.8%	11.0%	11.5%
	2.25%	9.8%	10.0%	10.1%	10.3%	10.5%	11.0%

Note: Sensitivity tables presented utilize the illustrative unit economics from "Our Drivers of ROE" page, with certain inputs adjusted as indicated in the tables above

**WE BELIEVE OUR SENIOR SECURED FLOATING RATE PORTFOLIO AND FUNDING PROFILE IS WELL POSITIONED FOR CYCLES**



# BOOK VALUE PER SHARE AND DIVIDENDS PAID PER SHARE



Note: As of 6/30/24.

# SIXTH STREET RESPONSIBLE INVESTMENT OVERVIEW



## WHAT WE BELIEVE

- Our mission is to deliver compelling risk-adjusted returns while conducting our business with integrity
- We believe that sound assessment of risks including Environmental, Social, and Governance (ESG) factors can affect performance



## RI AND ESG GOVERNANCE

- Senior oversight through ESG Oversight Committee includes
  - Chief Risk Officer, Co-Chief Operating Officer and Chief Compliance Officer, General Counsel
  - All investment professionals review Sixth Street's Responsible Investment Policy annually



## EMPLOYEE TRAINING

- Sixth Street provides training and other tools to its employees, to ensure that they understand the Responsible Investment Policy, and can identify, assess and where appropriate, raise relevant ESG issues

# DIFFERENTIATED INVESTOR TRANSPARENCY AND COMMUNICATION

## Regional Banking Crisis – March 2023



March 13, 2023

Dear Stakeholder,

We know you have grown accustomed (and possibly been slightly annoyed) by our verbose letters. But in periods of uncertainty, it is our obligation and part of our culture to be transparent and provide real time updates. Given the significant anxiety and concerns created by the failure of Silicon Valley Bank ("SVB"), a priority of ours is to ensure that the firm remains open dialogue with stakeholders – our shareholders, our holders, our agents, portfolio companies, financial sponsors and lenders. Accordingly, we think it would be helpful to offer a specific update regarding our very limited interactions with SVB as well as provide a few broader observations on what we believe the second largest bank failure in U.S. history means to the investing environment.

We plan to cover the following topics in this letter:

- Sixth Street Specialty Lending, Inc.'s ("TSLX," "we" or "our") Lack of Direct Exposure to SVB
- TSLX's Limited Portfolio Company Exposure to SVB
- Sixth Street Specialty Lending Advisors, LLC ("SLSA" or "the advisors") and the Millions Direct Exposure to SVB
- An Overview of TSLX's Liquidity, Balance Sheet (Capital) and Asset-Liability Matching Approach
- Our General Maturity (Risk Management and Business Models Matter)

While we are confident that the risk to TSLX is negligible, we are cognizant of the highly human cost of the failure of SVB and its expected impact on the bank's employees. It is to those affected people that we send our immediate thoughts.

### TSLX's Lack of Direct Exposure to SVB

TSLX has no direct exposure to SVB. In addition both where TSLX is an issuer (including cash) are held and TSLX's company exposure.

All of TSLX's operating bank accounts are held at State Street Bank and Trust Company ("State Street"). We also hold restricted cash relating to our recently closed interest rate swap at our designated futures commission merchant, RBC Securities (USA) Inc. ("The Chicago Mercantile Exchange") on the company's own swaps.

Under the Investment Company Act of 1940 (or the "40 Act"), under which TSLX and all other business development companies (BDCs) operate, TSLX is required to hold all investment assets with a qualified bank custodian. TSLX's qualified bank custodian is State Street. Held in custody means that our assets are fully segregated from the assets of the custodian, and TSLX remains the beneficial owner of its assets. The custodian is not permitted to lend our client assets held in custody. In the event of a qualified bank custodian failing, the regulations would be expected to facilitate the return to the client of client assets in custody.

Exhibit 99.1

## Covid-19 Pandemic – 2020



March 23, 2020

Dear Stakeholder,

The Specialty Lending Inc. Portfolio Business and Portfolio Update with VCM – (COMMERCIAL VCM) – March 23, 2020 – TPC Specialty Lending, Inc. (NYSE: TSLX or the "Company") today send the following letter to its stakeholders to provide an update on its funding model, rollover of key balance sheet items, valuation framework and liquidity.

As we navigate these times, we have a heightened responsibility to provide ongoing communication to the stakeholders of TSLX. We are currently managed by TSLX Advisors, LLC, an affiliate of Sixth Street Partners. There are many "unknowns" associated with COVID-19, including the extent of economic damage to the real economy, the full impact on the global financial system, the impact on the U.S. economy, and the impact on the U.S. market. We are currently managing the firm's portfolio of investments with a focus on providing real time updates on our portfolio, including our portfolio companies, financial sponsors and lenders. Accordingly, we think it would be helpful to offer a specific update regarding our very limited interactions with SVB as well as provide a few broader observations on what we believe the second largest bank failure in U.S. history means to the investing environment.

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**TSLX's Lack of Direct Exposure to SVB**  
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Under the Investment Company Act of 1940 (or the "40 Act"), under which TSLX and all other business development companies (BDCs) operate, TSLX is required to hold all investment assets with a qualified bank custodian. TSLX's qualified bank custodian is State Street. Held in custody means that our assets are fully segregated from the assets of the custodian, and TSLX remains the beneficial owner of its assets. The custodian is not permitted to lend our client assets held in custody. In the event of a qualified bank custodian failing, the regulations would be expected to facilitate the return to the client of client assets in custody.

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## Valuation Principles – August 2022



August 2, 2022

Dear Stakeholder,

As part of our commitment to providing relevant and timely information on our business and financial results, and in conjunction with the earnings release for the quarter ended June 30, 2022, published today, we wanted to share our observations relating to the investment environment, the private credit asset class, and how we have positioned Sixth Street Specialty Lending, Inc. ("TSLX").

For long followers of TSLX, you will be familiar with our approach to sharing information and our perspective. Our proactive communication during the heightened uncertainty of the COVID-19 pandemic period reinforced our belief that transparency is critical and serves as the foundation for our relationship with our stakeholders and strengthens our ability to best serve all our clients, including investors and financial sponsors.

### Index's Investment Environment and Yesterday's Underwriting Standards

The "macro" currently feels like even more of a factor in today's investment decisions than usual and appears to swamp the idiosyncratic. Estimates of forward inflation and the nominal federal funds rate have been evolving and changing rapidly, making cross-asset investment decisions more complicated across asset classes (especially asset classes with long dated or back-end weighted cash flows).

With the benefit of hindsight, the monetary and fiscal stimulus response to COVID kicked an asset bubble driven by "free money." While casting aspersions on policymakers to anticipate a good future of the firm, Goldman Sachs' Chief Economist Jan Hatzius, policy maker who fight the last war (Jan was referring to the policy response to the Global Financial Crisis).

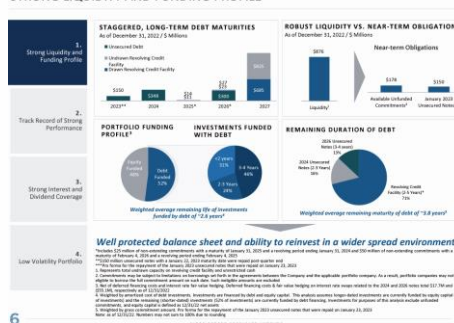
It is clear to us that negative real rates have distorted the investment environment and investor behavior. This has been particularly true for long-dated assets such as equities and long-dated securities, as noted above. For example, year-to-date total return<sup>1</sup> for the S&P 500, the technology sector<sup>2</sup> and 10-year treasury<sup>3</sup> are down 27.5%, 16.7% and 21.2%, respectively. If you believe every asset class should reflect a premium to the risk-free rate, a long period of very real rates compressed risk premia to the point that pricing was highly sensitive to a small change in the risk premium and the outlook for the risk-free rate. The higher inflation rate experienced in 2022 has provided the catalyst to unravel much of this bubble in pricing.

- 1 Year-to-date total returns through July 29, 2022.
- 2 Source: Bloomberg, SPDR S&P 500 ETF.
- 3 Source: Bloomberg, Technology Select Sector SPDR Fund.
- 4 Source: Bloomberg, NAF U.S. Treasury Bond Current 30-Year Total Return Index.

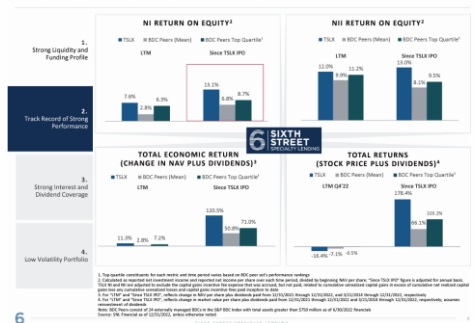
Exhibit 99.1

## Quarterly Debt & Equity Investor Presentations

### STRONG LIQUIDITY AND FUNDING PROFILE



### TRACK RECORD OF STRONG PERFORMANCE





# FOOTNOTES

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# FOOTNOTES

## Slide 4: Overview

1. Reflects NAV per share adjusted for the supplemental dividend per share related to Q2 2024 earnings
2. Moody's rating updated 9/18/2023; S&P rating affirmed on 1/23/2024; Fitch rating updated on 3/26/2024; KBRA affirmed 6/3/2024

## Slide 5: The Sixth Street Platform

1. AUM presented as of 6/30/24 and excludes assets and commitments of certain vehicles established by Sixth Street for the purpose of facilitating third party co-invest opportunities. Calculation of assets under management differs from the calculation of regulatory assets under management and may differ from the calculations of other investment managers

## Slide 8: Differentiated Solutions Provider

1. AUM presented as of 6/30/24 and excludes assets and commitments of certain vehicles established by Sixth Street for the purpose of facilitating third party co-invest opportunities. Calculation of assets under management differs from the calculation of regulatory assets under management and may differ from the calculations of other investment managers
2. Excludes 4 structured credit investments with a total fair value of \$6.1 million
3. Calculation includes income earning debt investments only
4. Fully exited investments represent \$7.5 billion of cash invested; IRR weighted by capital invested
5. Calculated as cumulative reported net income per share from 3/31/2014 to 6/30/2024, divided by beginning NAV per share at 3/31/2014, adjusted for annual basis. For TSLX, the cumulative net income per share is adjusted to exclude the capital gains incentive fee expense that was accrued, but not paid, related to cumulative unrealized capital gains in excess of cumulative net realized capital gains less any cumulative unrealized losses and capital gains incentive fees paid inception to date
6. Reflects change in reported net asset value per share plus dividends (based on record date) from 3/31/2014 through 6/30/2024

## Slide 9: Approach to the Unsecured Markets

1. Asset coverage for unsecured notes calculated as (total assets – secured borrowings) / unsecured notes
2. Annualized net realized gains since inception

## Slide 11: Track Record of Strong Performance

1. Top quartile constituents for each metric and time period varies based on BDC peer set's performance rankings
2. Calculated as reported net investment income and reported net income per share over each time period, divided by beginning NAV per share; "Since TSLX IPO" figure is adjusted for annual basis. TSLX NI and NII are adjusted to exclude the capital gains incentive fee expense that was accrued, but not paid, related to cumulative unrealized capital gains in excess of cumulative net realized capital gains less any cumulative unrealized losses and capital gains incentive fees paid inception to date
3. For "LTM" and "Since TSLX IPO", reflects change in NAV per share plus dividends paid from 6/30/2023 through 6/30/2024 and 3/21/2014 through 6/30/2024, respectively
4. For "LTM" and "Since TSLX IPO", reflects change in market value per share plus dividends paid from 6/30/2023 through 6/30/2024 and 3/21/2014 through 6/30/2024, respectively; assumes reinvestment of dividends

Note: BDC Peers consist of 25 externally managed BDCs in the S&P BDC Index with total assets greater than \$1.0 billion as of 6/30/2023 financials

## Slide 12: Delivering Through-The-Cycle Returns

1. Adjusted to exclude the capital gains incentive fee expense that was accrued, but not paid, related to cumulative unrealized capital gains in excess of cumulative net realized capital gains less any cumulative unrealized losses and capital gains incentive fees paid inception to date
2. Reflects NAV per share adjusted for the supplemental dividend per share related to that quarter's earnings. Note that Q4 2020 NAV per share is adjusted for the special dividend of \$1.25/share with a record date in Q1 2021
3. Represents dividends paid during the calendar year. Note, 2022 includes 5 base dividend payments due to the previously announced change in the dividend payment date which accelerated the payment of the base dividend to occur during the relevant quarter
4. Measured by the change in NAV per share plus annual dividends per share paid during the calendar year

## Slide 13: Industry vs TSLX Unit Economics

1. Calculated as All-in-Yield (on Assets) x (1 + Assumed Debt/Equity) – Cost of Funds x Assumed Debt/Equity
2. Cost of funds reflect the annualized interest expense over average debt outstanding for the 10-year period beginning 3/31/2014 (including deferred financing costs and amortization of upfront fees) and giving effect to the swap-adjusted interest rate on debt instruments
3. TSLX fee structure reflects management fees of 1.50% on average quarterly assets and incentive fees of 17.50% on pre-incentive fee income; industry fee structure for the purpose of this analysis reflects average BDC Peers management fees of ~1.50% and incentive fees of ~19.00% pre-incentive fee income
4. Reflects the impact of management & incentive fee waivers on ROEs

Note: BDC Peers consist of 25 externally managed BDCs in the S&P BDC Index with total assets greater than \$1.0 billion as of 6/30/2023 financials

## Slide 15: Strong Liquidity and Funding Profile

1. Includes \$25 million of non-extending commitments with a maturity of February 4, 2026 and a revolving period ending February 4, 2025 and \$170 million of non-extending commitments with a maturity of April 23, 2027 and a revolving period ending April 24, 2026. The amount available may be subject to limitations related to the borrowing base under the Revolving Credit Facility, outstanding letters of credit and asset coverage requirements
2. Represents total undrawn revolver capacity and unrestricted cash
3. Reflects \$328 million of total unfunded commitments as of 6/30/24 excluding \$78 million of unfunded commitments ineligible to be drawn as of such date due to limitations set forth in the agreements between the Company and the applicable portfolio company
4. Weighted by amortized cost of debt investments. Investments are financed by debt and equity capital. This analysis assumes longer-dated investments are currently funded by equity capital (48% of investments) and the remaining (shorter-dated) investments (52% of investments) are currently funded by debt financing. Investments for purposes of this analysis exclude unfunded commitments, and equity capital is defined as 6/30/24 net assets
5. Weighted by gross commitment amount
6. Unsecured Notes treated as floating rate due to interest rate swaps TSLX entered into to swap fixed notes payments for floating rate payments

## Slide 16: Liquidity Management

1. Includes \$25 million of non-extending commitments with a maturity of February 4, 2026 and a revolving period ending February 4, 2025 and \$170 million of non-extending commitments with a maturity of April 23, 2027 and a revolving period ending April 24, 2026. The amount available may be subject to limitations related to the borrowing base under the Revolving Credit Facility, outstanding letters of credit and asset coverage requirements
2. Interest rate on the facility is a formula-based calculation. If the Borrowing Base is equal to or greater than 1.60 times the Combined Debt Amount (i.e. 1.60x total commitments), the applicable margin is SOFR +1.75%. Interest rate includes a 10 bps CSA when using 1 month, 3 month, or 6 month SOFR
3. In connection with the note offerings, the Company entered into interest rate swaps to align the interest rates of its liabilities with its investment portfolio, which consists of predominately floating rate loans. In connection with certain notes repurchases, the Company entered into additional interest rate swaps to reduce the notional exposure of its existing interest rate swaps related to the notes to match the current principal amount of notes outstanding. As a result of the swaps, the effective interest rate (excluding OID) on the 2024 notes is SOFR plus 2.54%; the effective interest rate (excluding OID) on the 2026 notes is SOFR plus 2.17%; the effective interest rate (excluding OID) on the 2028 notes is SOFR plus 2.99%; and the effective interest rate (excluding OID) on the 2029 notes is SOFR plus 2.44%
4. Reflects the implied spread over the applicable benchmark treasury rate at the time of each transaction close

# FOOTNOTES

## Slide 17: Strong Asset Coverage for Outstanding Notes

1. Calculated as total assets less secured borrowings divided by unsecured debt

## Slide 18: TSLX Liquidity and Funding Profile vs BDC Peers

1. Calculated as (total undrawn commitments under revolving credit facility + unrestricted cash) / total assets
2. Calculated as (total undrawn commitments under revolving credit facility + unrestricted cash) / unfunded commitments. Since unfunded commitments may be subject to limitations on borrowings set forth in the agreements between the Company and the applicable portfolio company, when data is available, we use the lesser of i) eligible unfunded commitment to be drawn as of 6/30/24, and ii) total unfunded commitments.
3. GAAP Leverage as reported on June 30, 2024 or latest available
4. Based on principal amount of debt outstanding

Note: BDC Peers consist of 25 externally managed BDCs in the S&P BDC Index with total assets greater than \$1.0 billion as of 6/30/2023 financials

## Slide 19: A Disciplined Approach to Liquidity & Capital Management

1. Equity issued reflects the initial public offering of 7 million shares of common stock at \$16.00 per share
2. Equity issued in 2021 and 2022 includes \$43 million and \$78 million, respectively, from the conversion of the 2022 convertible notes to equity

## Slide 21: Credit Highlights – TSLX vs BDC Peers

1. Debt figure includes SBA debentures (GAAP Leverage)
2. Based on fair value
3. Calculated as LTM 6/30/2024, cumulative net income per share, divided by beginning NAV per share at 6/30/2023
4. Calculated as cumulative net income per share from 3/31/2014 to 6/30/2024, divided by beginning NAV per share at 3/31/2014, adjusted for annual basis

## Slide 22: Credit Highlights – TSLX vs BDC Peers

1. Debt figure includes SBA debentures (GAAP Leverage)
2. Interest coverage defined as (LTM net investment income + LTM interest expense) / LTM interest expense
3. Interest & dividend coverage defined as (LTM net investment income + LTM interest expense) / (LTM interest expense + LTM regular dividends paid); excludes special and supplemental dividends paid

## Slide 23: Collateral Coverage and Asset Quality Matters

1. Unsecured debt attachment point calculated as total secured debt divided by total assets and unsecured debt detachment point calculated as total debt divided by total assets as of 6/30/24

## Slide 28: Net Interest Margin Analysis

1. Total yield on investments is calculated based on the interest rate and the accretion of OID, exclusive of investments on non-accrual status
2. Interest rate on debt outstanding includes the swap-adjusted interest expense related to our Convertible Notes and Unsecured Notes

## Slide 30: Low Cyclical Exposure

Note: Cyclical names include certain portfolio companies in the following industries: automotive; beverage, food, and tobacco; capital equipment; construction and building; containers and packaging; hotel, gaming, and leisure; manufacturing; metals and mining, which TSLX believes are subject to business cycle volatility. Excludes energy-related portfolio companies and asset-backed loan portfolio companies

## Slide 32: Portfolio Diversification Across Borrowers

Note: Cyclical names include certain portfolio companies in the following industries: automotive; beverage, food, and tobacco; capital equipment; construction and building; containers and packaging; hotel, gaming, and leisure; manufacturing; metals and mining, which TSLX believes are subject to business cycle volatility. Excludes energy-related portfolio companies and asset-backed loan portfolio companies

## Slide 33: TSLX Asset Mix

1. Calculated as cumulative reported net income per share from 3/31/2014 to 6/30/2024, divided by beginning NAV per share at 3/31/2014, adjusted for annual basis. For TSLX, the cumulative net income per share is adjusted to exclude the capital gains incentive fee expense that was accrued, but not paid, related to cumulative unrealized capital gains in excess of cumulative net realized capital gains less any cumulative unrealized losses and capital gains incentive fees paid inception to date

## Slide 35: High Quality Portfolio

1. Position added to non-accrual status during Q1 2023
2. Position added to non-accrual status during Q1 2024

## Slide 36: TSLX Portfolio vs. Broadly Syndicated Loan Market

1. TSLX classifies the industries of its portfolio companies by end-market (such as healthcare, and business services) and not by the products or services (such as software) directed to those end-markets. For the broadly syndicated loan market, the figure represents the percentage weighting of "IT Services and Software" names in the Morningstar LSTA Leveraged Loan Index by market value as of June 2024
2. Reflects average reference rate floors across the entire TSLX portfolio and the Morningstar LSTA Leveraged Loan Index, respectively
3. Represents the weighted average duration assumption of TSLX's Level III debt investments and the remaining years to maturity for the Morningstar LSTA Leveraged Loan Index, respectively
4. Weighted average fair value mark of debt portfolio for TSLX and the prices for the Morningstar LSTA Leveraged Loan Index, respectively

## Slide 37: Originations and Funding Activity

1. At par value; since inception through 6/30/2024
2. Pay-downs include amortization of term loans and revolver pay-downs; other reflects the difference between the basis of fundings (par value) and portfolio balance (fair value as of 6/30/2024)

## Slide 40: Why Valuation Matters

1. Calculated as average daily price per share from 3/21/2014 to 6/30/2024 divided by NAV per share at 3/31/2014, or earliest reporting period for BDC peer who went public after 3/31/2014
2. Calculated as cumulative reported net income per share from 3/31/2014 to 6/30/2024, divided by beginning NAV per share at 3/31/2014, adjusted for annual basis. For TSLX, the cumulative net income per share is adjusted to exclude the capital gains incentive fee expense that was accrued, but not paid, related to cumulative unrealized capital gains in excess of cumulative net realized capital gains less any cumulative unrealized losses and capital gains incentive fees paid inception to date

Note: BDC Peers consist of 25 externally managed BDCs in the S&P BDC Index with total assets greater than \$1.0 billion based on quarter ended 6/30/23 financials

# FOOTNOTES

## Slide 42: Financial Highlights

1. Adjusted to exclude the capital gains incentive fee expense that was accrued, but not paid, related to cumulative unrealized capital gains in excess of cumulative net realized capital gains less any cumulative unrealized losses and capital gains incentive fees paid inception to date
2. Reflects NAV per share adjusted for the supplemental dividend per share related to that quarter's earnings
3. Adjusted for unsettled trade receivables / (payables) as of the end of the respective period
4. Daily average debt outstanding during the quarter/year divided by average net assets during the quarter. Average net assets is calculated by starting with the prior quarter/year end net asset value and adjusting for capital activity during the quarter/year (adding common stock offerings / DRIP contributions)
5. Quarterly Return on Equity is calculated using the prior period's ending net asset value per share. Note that Return on Equity on adjusted net investment income and adjusted net income exclude the impact of the capital gains incentive fee expense that has been accrued, but not paid or payable, related to cumulative unrealized capital gains in excess of cumulative net realized capital gains less any cumulative unrealized losses and capital gains incentive fees paid inception to date

## Slide 43: Portfolio Highlights – Selected Metrics

1. Calculation includes income earning debt investments only
2. Excludes structured credit investments
3. Total yield on investments is calculated based on the interest rate and the accretion of OID, exclusive of investments on non-accrual status

## Slide 44: Quarterly Statements of Financial Condition

1. Net of Deferred Financing Costs and Interest Rate Fair Value Hedging. Deferred Financing Costs total \$20.5M at 6/30/23, \$23.4M at 9/30/23, \$21.9M at 12/31/23, \$25.3M at 3/31/24 and \$27.3 at 6/30/24. Fair value hedge on interest rate swaps related to the 2024, 2026, 2028 and 2029 notes total (\$52.6M) at 6/30/23, (\$55.9M) at 9/30/23, (\$31.8M) at 12/31/23, (\$42.2M) at 3/31/24 and (\$39.2M) at 6/30/24
2. Reflects NAV per share adjusted for the supplemental dividend per share related to that quarter's earnings
3. Adjusted for unsettled trade receivables / (payables) as of the end of the respective period
4. Daily average debt outstanding during the quarter/year divided by average net assets during the quarter. Average net assets is calculated by starting with the prior quarter/year end net asset value and adjusting for capital activity during the quarter/year (adding common stock offerings / DRIP contributions)

## Slide 45: Net Asset Value Bridge – Q2'24

1. Reflects Q1 2024 NAV per share adjusted for the supplemental dividend per share of \$0.06 related to Q1 2024 earnings and paid in Q2 2024
2. Reflects Q2 2024 NAV per share adjusted for the declared supplemental dividend per share of \$0.06 related to Q2 2024 earnings and payable in Q3 2024

## Slide 46: Our Drivers of ROE

1. Amortization of upfront fees assumes upfront fees of 225 bps and a 2.5-year average life
2. Reflects average prepayment fees, syndication fees and other income for the historical 3-year period ending 3/31/2024
3. Reflects the actual average interest cost under the terms of our debt for the quarter ended 3/31/2024. Calculation includes fees (such as fees on undrawn amounts and amortization of upfront fees) and gives effect to the swap-adjusted interest rate on our Unsecured Notes
4. Calculated as All-in-Yield (on Assets) x (1 + Assumed Debt/Equity) – Cost of Funds x Assumed Debt/Equity Reflects average run-rate operating expenses for the historical 3-year period ending 3/31/2024



CONTACT US:

**TSLX Investor Relations**

✉ [IRTSLX@sixthstreet.com](mailto:IRTSLX@sixthstreet.com)

VISIT US:

🌐 [www.sixthstreetspecialtylending.com](http://www.sixthstreetspecialtylending.com)