



# SIXTH STREET SPECIALTY LENDING, INC

Equity Investor Presentation March 2024

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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 investment returns, our future performance and financial condition including our future operating results, 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 statements are also subject to a number of uncertainties and factors outside TSLX's control. 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. Should TSLX's estimates, projections and assumptions or these other uncertainties and factors materialize in ways that TSLX did not expect, actual results could differ materially from the forward-looking statements in this Presentation, including the possibility that investors may lose a material portion of the amounts invested. No representation or warranty, express or implied, is made as to the accuracy or completeness of the information contained in this Presentation, and nothing shall be relied upon as a promise or representation as to the performance of any investment. Investors are cautioned not to place undue reliance on such forward-looking statements and should rely on their own assessment of an investment.

## **1. Overview & Organization**

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2. Track Record of Strong Performance

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3. Capital Allocation & Dividend Policy

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4. Principles and Investment Strategy

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5. Sector Observations

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6. Appendix

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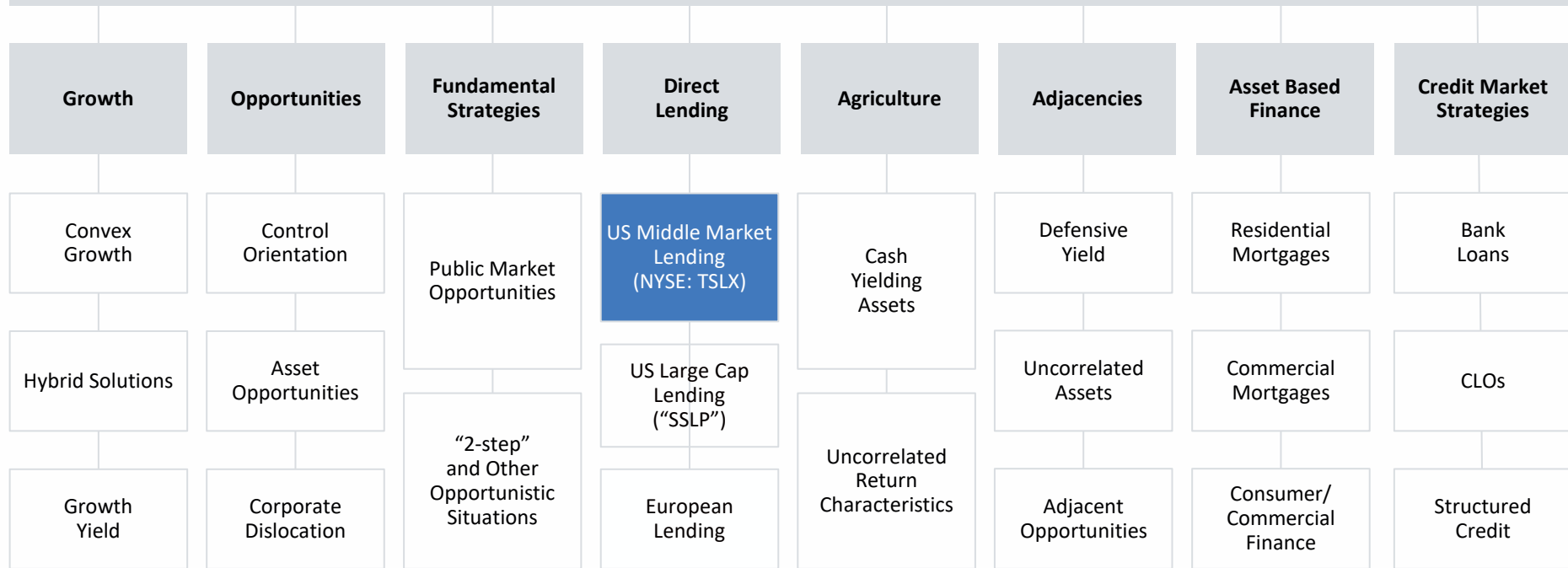
## Specialty Lending Company Focused on Providing Financing Solutions



Note: Market capitalization and financial data as of 12/31/2023. 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 12/31/2023, unless otherwise noted. Please see notes at the end of this presentation for additional important information.

**>\$75 BILLION ACROSS 8 SIXTH STREET FUND FAMILIES<sup>1</sup>**



## Our Competitive Advantages

	<p>Part of a <b>\$75+</b> billion<sup>1</sup> Sixth Street platform with proprietary deal flow and significant resources including <b>200+</b> investment professionals and <b>55</b> dedicated U.S. direct lending professionals as of December 2023. <b>99%</b><sup>2</sup> of investments are directly originated</p>
	<p>Disciplined investment and underwriting process with a focus on risk-adjusted returns. Effective voting control on <b>88%</b><sup>2</sup> of debt investments</p>
	<p>Senior, floating rate portfolio with strong yields and defensive features. <b>91%</b> first lien, <b>100%</b> floating rate<sup>3</sup>. <b>75%</b><sup>2</sup> of debt investments have call protection</p>
	<p>Experienced senior management team with over <b>250</b> years of collective experience as commercial dealmakers and risk managers</p>

## Our Track Record Highlights

	<p>Approximately <b>\$31.5</b> billion of investments originated with a realized average gross unlevered IRR of <b>17%</b> on fully exited investments<sup>4</sup></p>
	<p>Increase in net asset value above base dividends of <b>3.3%</b> annualized since inception from <b>\$14.71</b> to <b>\$20.72</b> per share before the impact of <b>\$3.68</b> per share of cumulative supplemental and special dividends</p>
	<p>Generated nearly <b>2x</b> higher than BDC Peers average annual ROE (on net income) of <b>13.5%</b><sup>5</sup> and economic return of <b>138%</b><sup>6</sup> since IPO</p>
	<p>Minimal losses with cumulative realized and unrealized <b>gains</b> in excess of cumulative realized and unrealized losses since inception. Net realized <b>gains</b> of <b>12</b> basis points annualized since inception</p>

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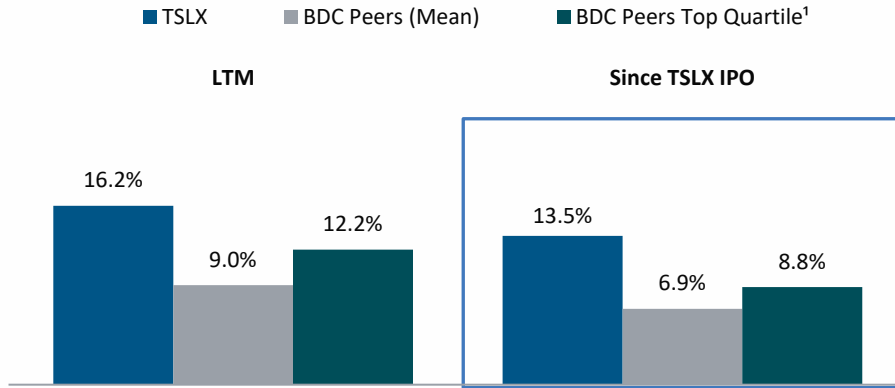
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6. Appendix

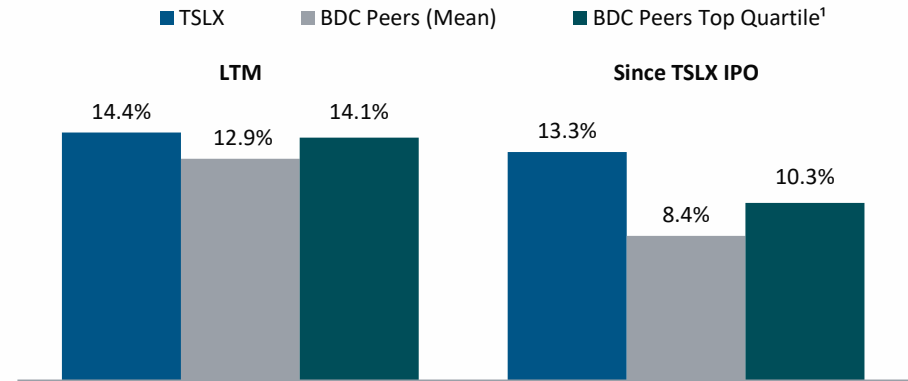
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# TRACK RECORD OF STRONG PERFORMANCE

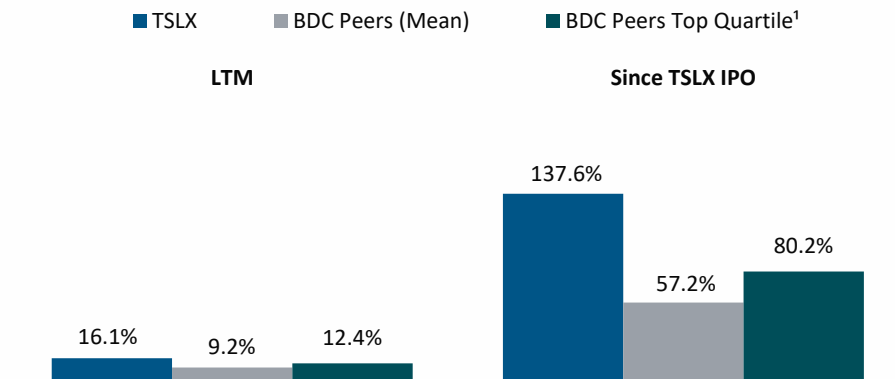
## NI RETURN ON EQUITY<sup>2</sup>



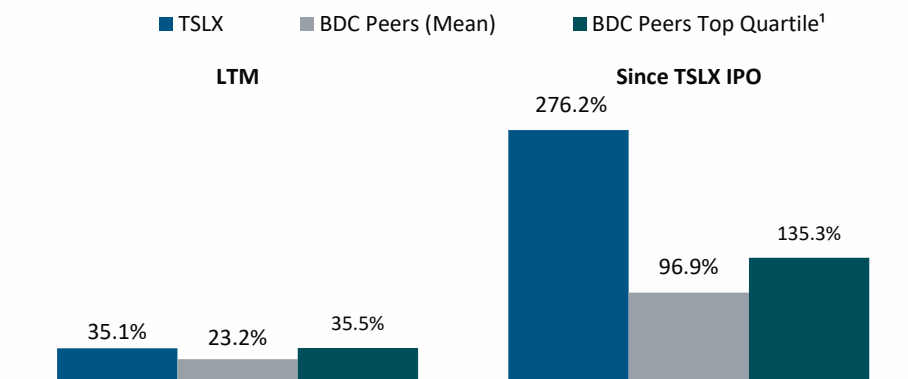
## NII RETURN ON EQUITY<sup>2</sup>



## 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 12/31/2023 or latest available. Please see notes at the end of this presentation for additional important information.

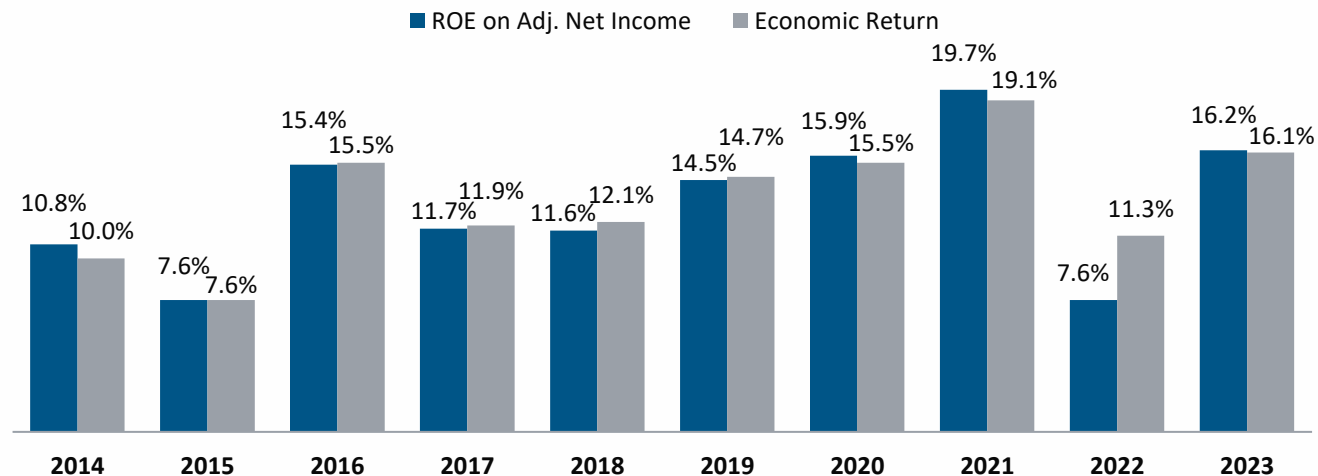


# INDUSTRY VS TSLX UNIT ECONOMICS

Unit Economics (Since TSLX IPO)			
	BDC Peers	TSLX	
<b>Return on Assets:</b>			
<b>All-in Yield (on Assets)</b>	<b>10.3%</b>	<b>13.0%</b>	← <b>Higher return on assets</b>
Cost of Funds <sup>2</sup>	(5.0%)	(5.1%)	
Debt/Equity	0.93x	0.84x	← <b>Lower leverage</b>
<b>Net Interest Income Return (on Equity)<sup>1</sup></b>	<b>15.2%</b>	<b>19.7%</b>	
Management Fees <sup>3</sup>	(3.0%)	(2.7%)	← <b>Lower structural fees</b>
Operating Expenses	(1.1%)	(1.1%)	
<b>ROE Before Incentive Fee</b>	<b>11.1%</b>	<b>15.9%</b>	
Incentive Fees <sup>3</sup>	(2.1%)	(2.8%)	
Management & Incentive Fee Waivers <sup>4</sup>	0.1%	0.0%	
Net Realized & Unrealized Gains (Losses)	(2.2%)	0.3%	← <b>Cumulative Net <u>Gains</u></b>
<b>ROE on NI</b>	<b>6.9%</b>	<b>13.5%</b>	
<b>ROE Range</b>	<b>2.0% - 14.1%</b>		

Source: SNL Financial and company filings, data as of quarter ended 12/31/2023, or latest available. Please see notes at the end of this presentation for additional important information.

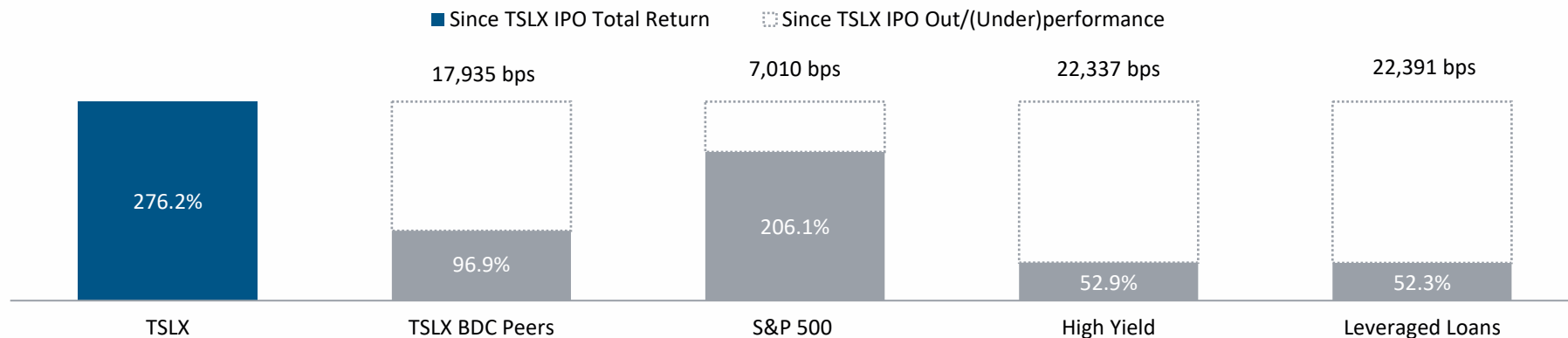
## TSLX Annual Returns Since IPO



<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>
(+) Accrued Capital Gains Incentive Fee Expense	--	--	--	--	--	--	\$0.02	\$0.19	(\$0.11)	\$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>
(+) 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
<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>ROE on Adj. 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>15.9%</b>	<b>19.7%</b>	<b>7.6%</b>	<b>16.2%</b>
Ending NAV / Share	\$15.53	\$15.15	\$15.95	\$16.09	\$16.25	\$16.83	\$17.16	\$16.84	\$16.48	\$17.04
(+) 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
(+) Beginning NAV / Share	\$15.52	\$15.53	\$15.15	\$15.95	\$16.09	\$16.25	\$16.83	\$17.16	\$16.84	\$16.48
<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>
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%
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%

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

## Since TSLX IPO Total Return



## Historical Total Returns

	2023		2022		3-Year		Since TSLX IPO	
	Total Return	Out/Under Performance	Total Return	Out/Under Performance	Total Return	Out/Under Performance	Total Return	Out/Under Performance
<b>TSLX <sup>(1)</sup></b>	<b>35.1%</b>		<b>(16.4%)</b>		<b>50.1%</b>		<b>276.2%</b>	
BDC Peers <sup>(2)</sup>	23.2%	1,191 bps	(6.7%)	(964 bps)	54.0%	(388 bps)	96.9%	17,935 bps
S&P 500	26.3%	885 bps	(18.1%)	173 bps	33.1%	1,698 bps	206.1%	7,010 bps
High Yield <sup>(3)</sup>	13.4%	2,169 bps	(11.2%)	(521 bps)	6.1%	4,401 bps	52.9%	22,337 bps
Leveraged Loans <sup>(4)</sup>	13.3%	2,184 bps	(0.8%)	(1,559 bps)	18.2%	3,185 bps	52.3%	22,391 bps

Note: As of quarter end 12/31/23. Please see notes at the end of this presentation for additional important information.

## SIGNIFICANT OUTPERFORMANCE RELATIVE TO PEERS AND OTHER ASSET CLASSES

1. Overview & Organization

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2. Track Record of Strong Performance

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**3. Capital Allocation & Dividend Policy**

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4. Principles and Investment Strategy

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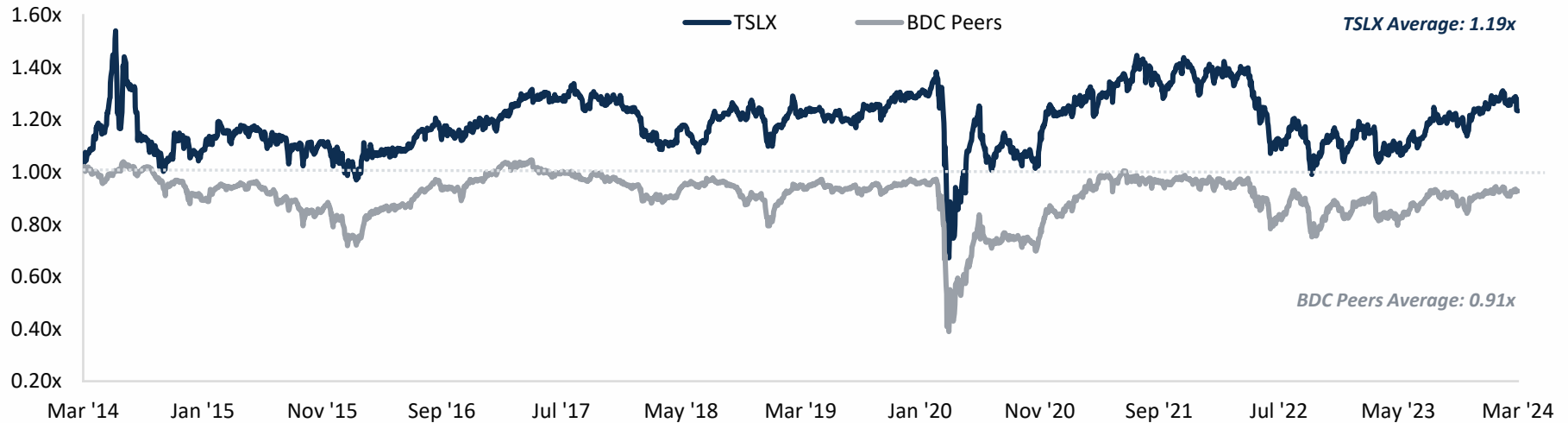
5. Sector Observations

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## Price-to-Book



Canceled pre-IPO capital commitments	\$900M / \$1.6B of potential fee-paying assets
Potential to raise equity <u>above</u> book value <sup>1</sup>	98.2% of trading days
Authority to issue equity <u>below</u> book value <sup>2</sup>	Since May 2017 ( <i>never exercised</i> )
Primary Equity raises since IPO	Five

Source: SNL Financial and company filings, data as 03/04/24. Please see notes at the end of this presentation for additional important information.

## DISCIPLINE IN ACCESSING THE EQUITY CAPITAL MARKETS REFLECTIVE OF STOCKHOLDER ALIGNMENT

## EQUITY RAISE AND SPECIAL DIVIDEND

### STANDALONE EQUITY RAISE

\$0.23  
NAV accretion

### DIVIDENDS ON NEW SHARES<sup>1</sup>

*Dividends declared per share (ex-div post offering):*  
 $\$0.41 + \$0.05 + \$1.25 = \$1.71$   
*Dividends paid to new shares issued:*  
 $\$1.71 * 4.0M \text{ shares} = \$6.8M$   
*Shares O/S (post offering) = 71.9M*  
*NAV per share impact (post offering):*  
 $\$6.8M / 71.9M = (\$0.10)$

\$0.13  
net NAV  
accretion

*Net issuance proceeds<sup>2</sup>: 4M shares \* \$21.30 /share = \$85.2M*  
*NAV (post offering): \$85.2M + \$1,165M (Q4'20) = \$1,250M*  
*Shares O/S (post offering): 67.9M + 4.0M = 71.9M*  
*NAV per share (post offering): \$1,250M / 71.9M = \$17.39*  
*NAV per share Q4'20 (reported): \$17.16*  
*NAV accretion per share: \$17.39 - \$17.16 = \$0.23*

(\$0.10)

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

**NAV ACCRETIVE EVEN AFTER GIVING EFFECT TO THE IMPACT OF DIVIDENDS ON NEW SHARES ISSUED. SMALL DEAL SIZE AT LESS THAN 6% OF OUR PRO FORMA MARKET CAP, COMPARED TO AN AVERAGE OF 8% FOR RECENT FOLLOW-ON ISSUANCES IN THE BDC SECTOR<sup>3</sup>**

## EQUITY RAISE AND SPECIAL DIVIDEND

### Impact of \$1.25/share Special Dividend & Equity raise

	TSLX Unit Economics	TSLX Pro Forma Unit Economics <sup>1</sup>
Weighted Average Interest rate of Portfolio <sup>2</sup>	9.9%	9.9%
Amortization of upfront fees <sup>2</sup>	0.3%	0.3%
<b>Total Yield</b>	<b>10.2%</b>	<b>10.2%</b>
Impact of Additional Fees	0.9%	0.9%
<b>All-in Yield</b>	<b>11.1%</b>	<b>11.1%</b>
Cost of funds <sup>3</sup>	(3.38%)	(3.38%)
Assumed Debt/Equity <sup>2</sup>	0.96x	0.96x
<b>Return on Equity</b>	<b>18.5%</b>	<b>18.5%</b>
Management Fees (1.50% of Assets below 1.0x leverage) <sup>4</sup>	2.94%	(2.94%)
Operating Expenses (Incl. Excise Tax) <sup>5</sup>	(1.80%)	(1.43%)
<b>Leveraged Returns Before Incentive Fee</b>	<b>13.77%</b>	<b>14.14%</b>
Incentive Fee	(2.41%)	(2.47%)
Credit Losses	0.00%	0.00%
<b>ROE on Net Income</b>	<b>11.4%</b>	<b>11.7%</b>

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

**WHEN VIEWED IN COMBINATION WITH OUR TAX-DRIVEN SPECIAL DIVIDEND, THIS EQUITY RAISE: 1) ALLOWED US TO REMAIN LEVERAGE NEUTRAL TO YEAR-END LEVEL (BENEFICIAL FOR OUR LIQUIDITY AND CAPITAL POSITION); AND 2) WAS ROE-ACCRETIVE GIVEN THE REDUCTION IN EXCISE TAX AS A RESULT OF THE SPECIAL DIVIDEND**

## STANDALONE EQUITY RAISE

\$0.15  
NAV accretion

## DIVIDENDS ON NEW SHARES<sup>1</sup>

*Dividends declared per share (ex-div post offering):*  
\$0.46  
*Dividends paid to new shares issued:*  
 $\$0.46 * 4M \text{ shares} = \$1.84M$   
*Shares O/S (post offering) = 91.8M*  
*NAV per share impact (post offering):*  
 $\$1.84M / 91.8M = \sim(\$0.02)$

\$0.13  
net NAV  
accretion

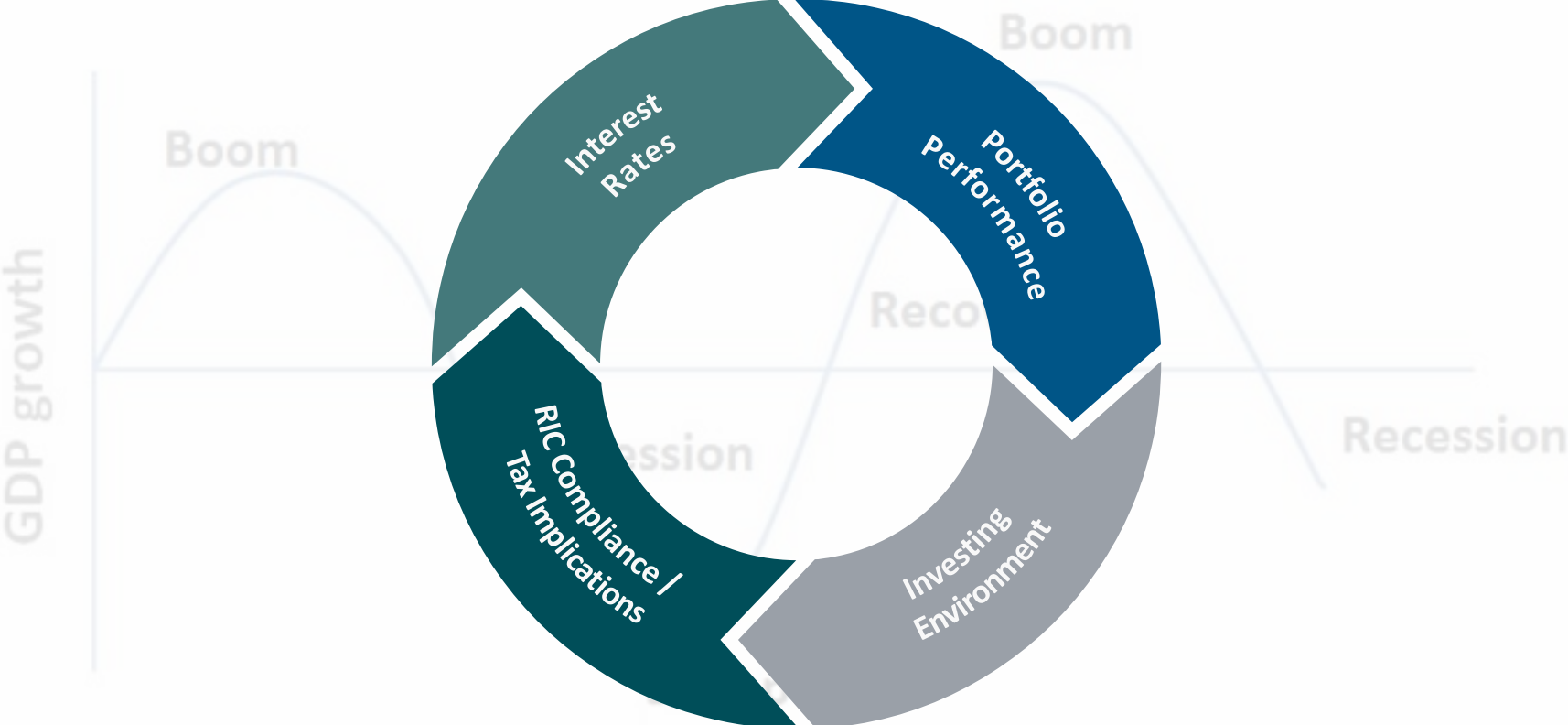
*Net issuance proceeds<sup>2</sup>: 4M shares \* \$20.52 /share = \$82.1M*  
*NAV (post offering): \$82.1M + \$1,496M (Q4'23) = \$1,578M*  
*Shares O/S (post offering): 87.8M + 4M = 91.8M*  
*NAV per share (post offering): \$1,578M / 91.8M = \$17.19*  
*NAV per share Q4'23 (reported): \$17.04*  
*NAV accretion per share: \$17.19 - \$17.04 = \$0.15*

(\$0.02)

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

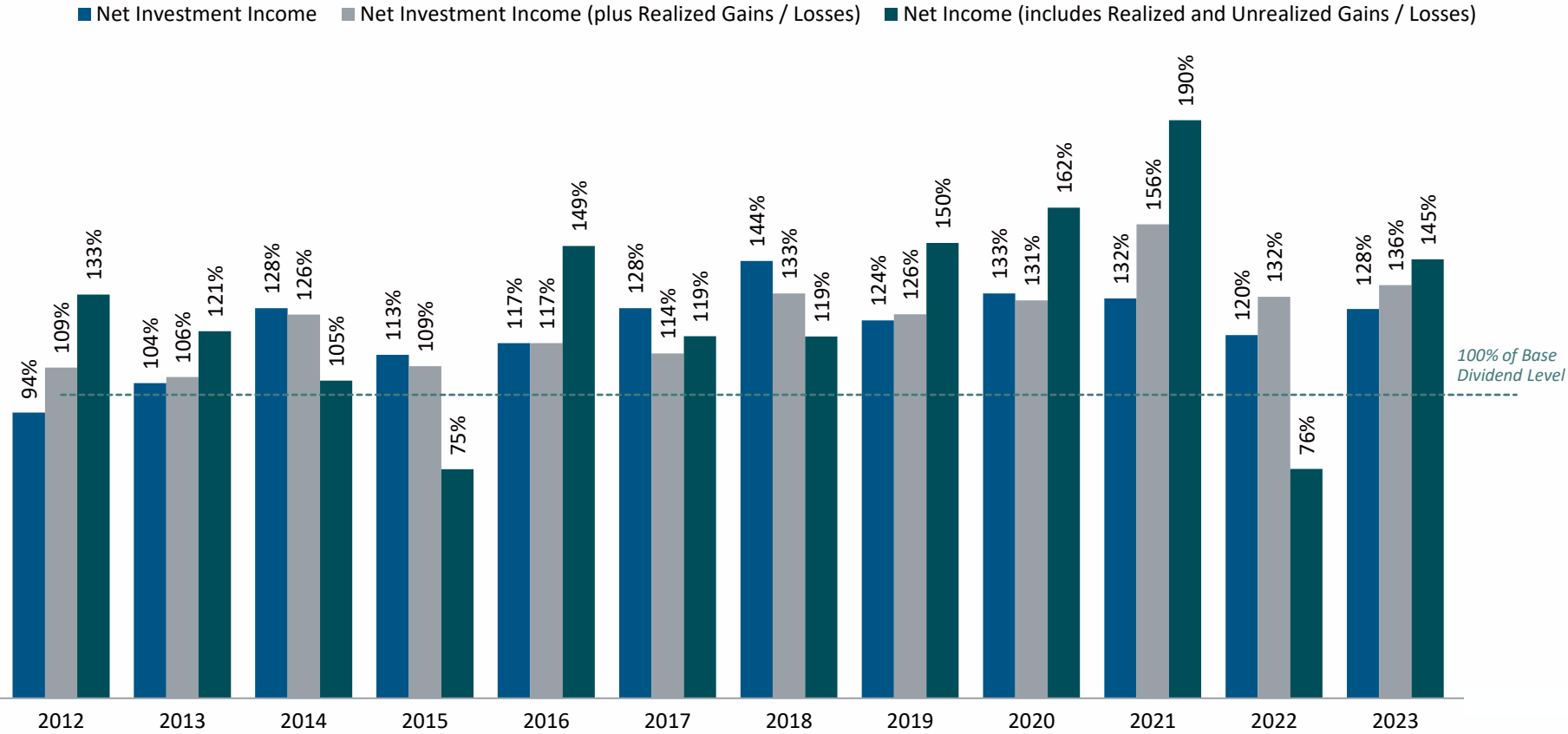
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## MULTI-FACETED APPROACH TO DIVIDEND POLICY

DIVIDEND LEVEL REFLECTS EARNINGS POWER OF BUSINESS ACROSS AN ECONOMIC CYCLE



Note: As of 12/31/23. Please see notes at the end of this presentation for additional important information.

## CONSISTENT COVERAGE OF BASE DIVIDEND OVER TIME

# DIVIDEND LEVEL CONSIDERATIONS

## Variable Supplemental Dividend Framework

Variable Supplemental Dividend

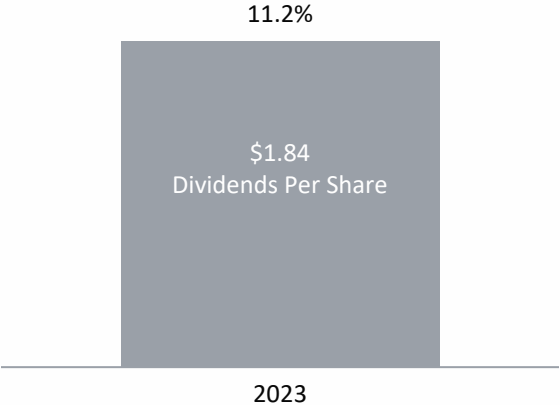


**\$0.46**  
Base Dividend<sup>1</sup>  
  
Standalone  
base dividend yield =  
10.8%<sup>1</sup>

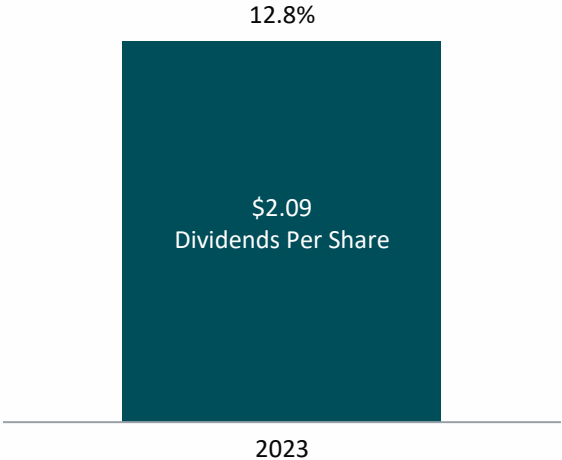
Quarterly Dividend Per Share

- 1 50% Over-Earning (NII per share less base dividend per share)
- 2 NAV Constraint Test (no more than \$0.15 per share decline in NAV over current and preceding quarters)

### ENHANCED BOOK DIVIDEND YIELD<sup>2</sup> Standalone Base Dividend Yield



### Base Plus Supplemental Dividends Yield

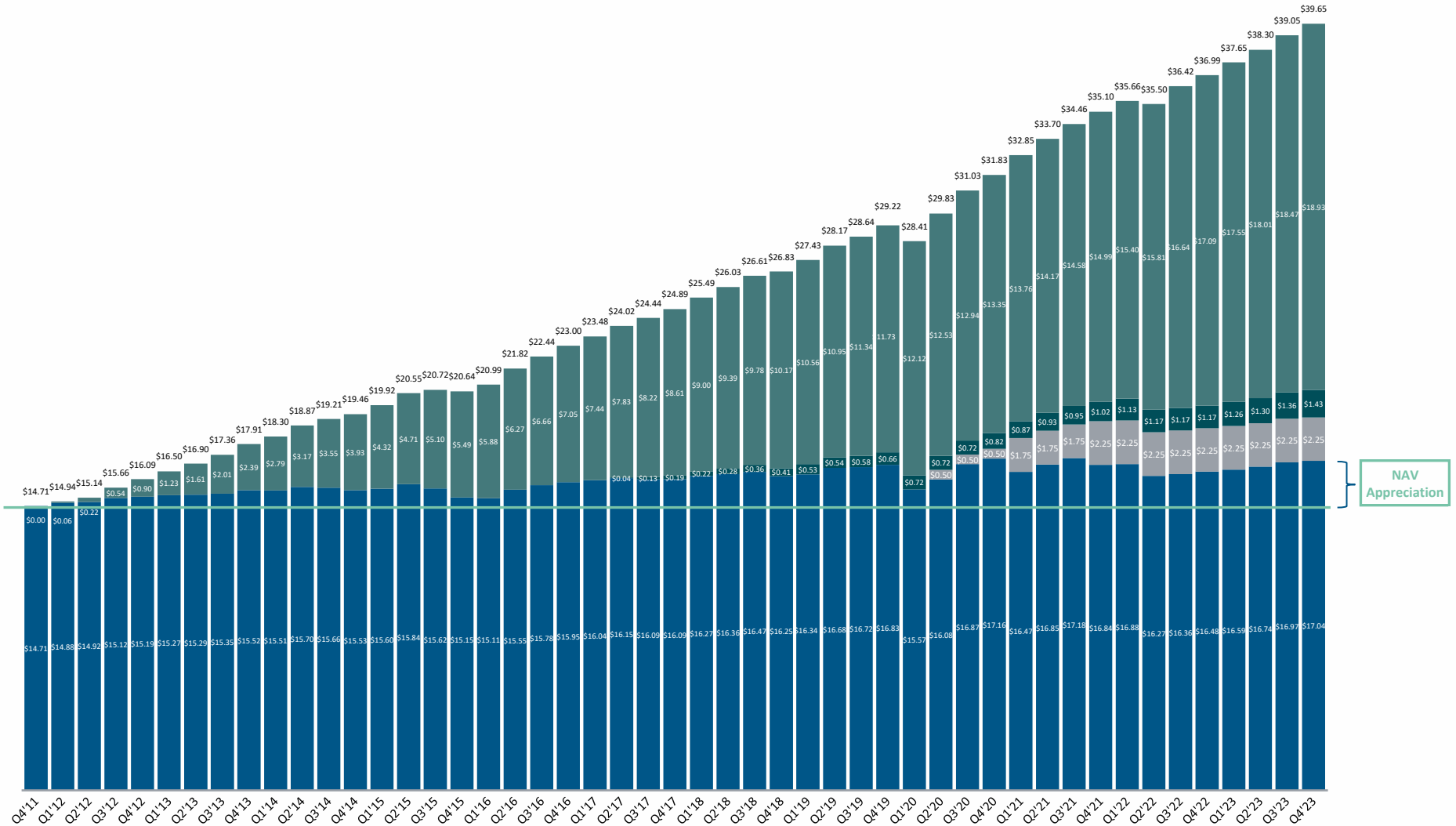


Please see notes at the end of this presentation for additional important information.

**WE BELIEVE OUR FORMULAIC VARIABLE SUPPLEMENTAL DIVIDEND FRAMEWORK MAXIMIZES DISTRIBUTIONS TO OUR SHAREHOLDERS AS WE MAINTAIN / SLIGHTLY INCREASE OUR NAV PER SHARE OVER TIME**

# BOOK VALUE PER SHARE AND DIVIDENDS PAID PER SHARE

■ NAV per Share   ■ Cumulative Special Dividends   ■ Cumulative Supplemental Dividends   ■ Cumulative Base Dividends



Note: As of 12/31/23.

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## 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

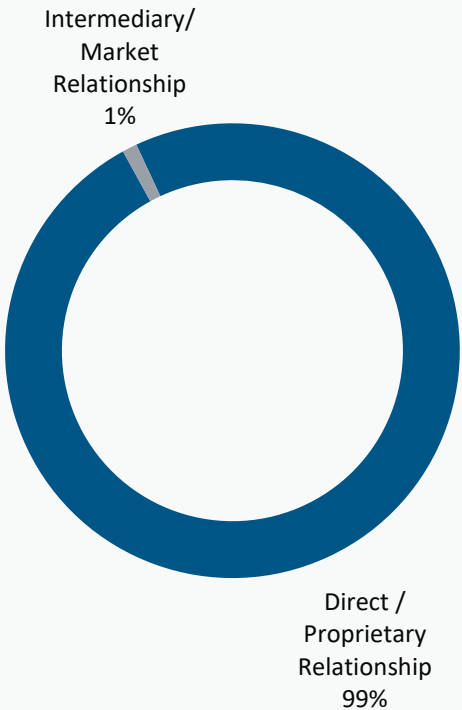
- Cover the downside
- Late cycle-minded capital structure selection



## FOCUSED RISK MANAGEMENT

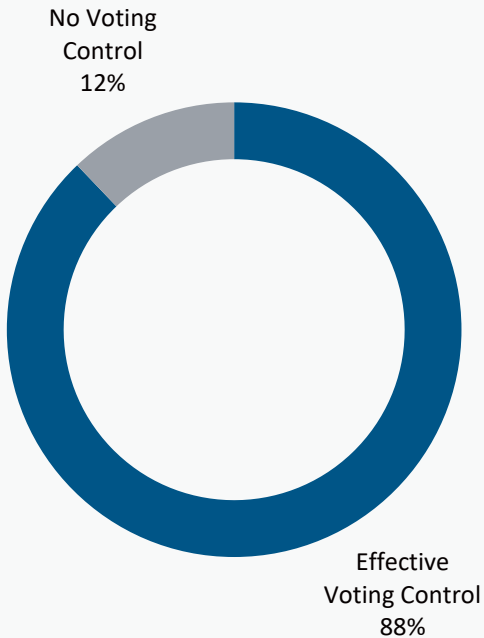
- Avoid risks that are asymmetrical to the downside (credit and non-credit risk)
- Match-funded from duration and interest rate perspective

## Sourcing



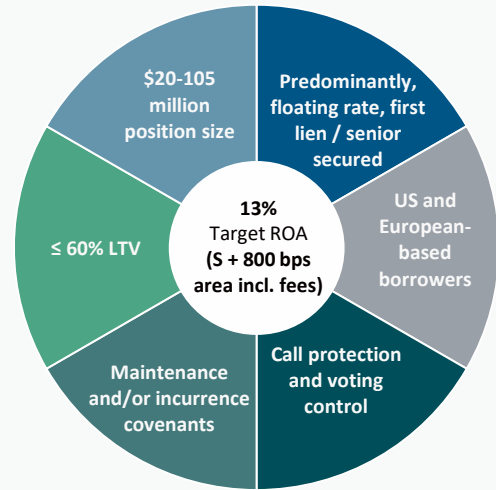
**99% sourced away from Wall Street**

## Voting Control



**Effective voting control in 88% of portfolio debt investments**

## TSLX Portfolio Construction

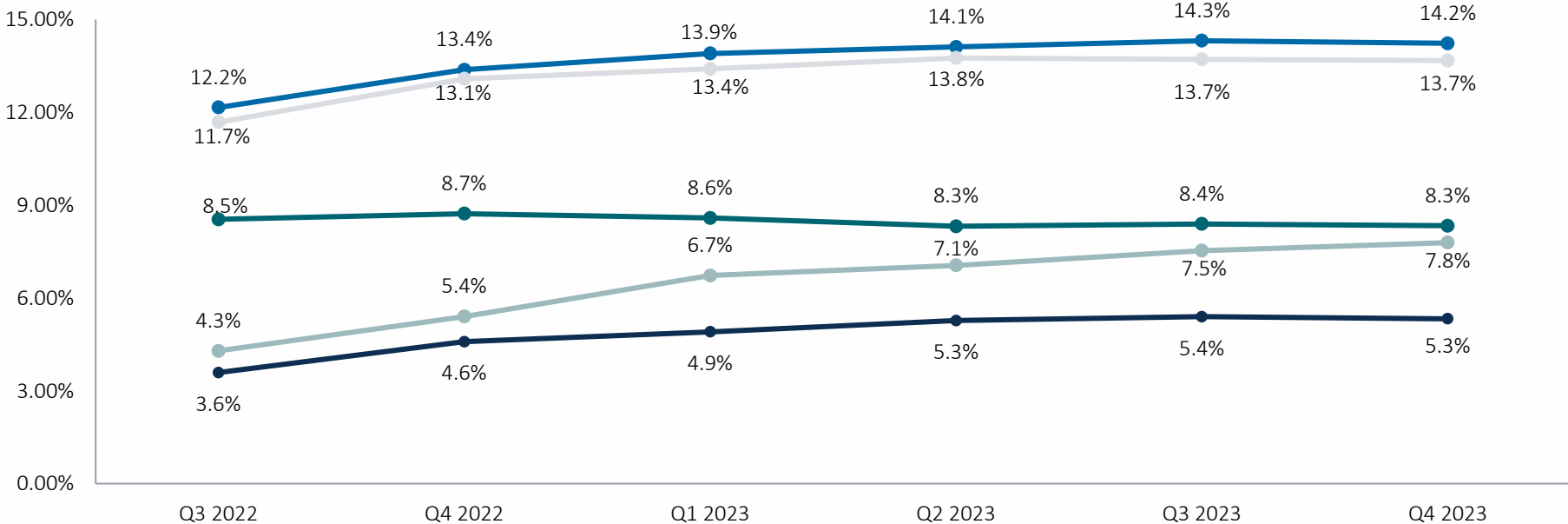


**13% Target ROA**

Note: By fair value of investments as of 12/31/23.

## Net Interest Margin

- 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 12/31/23. Please see notes at the end of this presentation for additional important information.

**TOTAL YIELD HAS INCREASED...THE BENEFIT OF DIRECT ORIGINATIONS, RISING RATES AND WIDER SPREADS**



## Representative Themes

Software and/or Recurring Revenue	ABL / ABL Retail	Financing Pharma Royalty Streams
		AR Securitization
		Upstream E&P

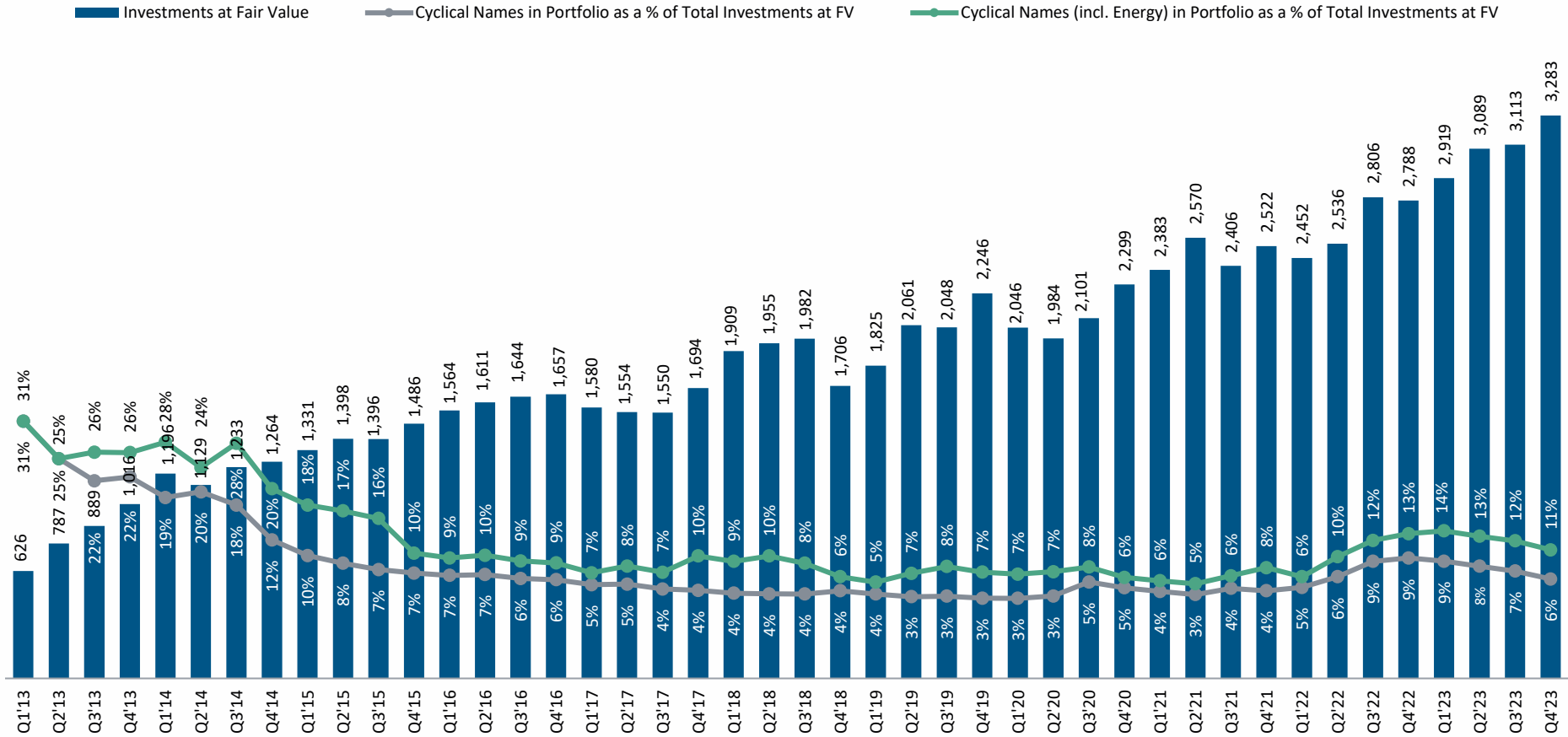
## Selectivity Across 3 Lanes

<p>Durable Business Model / Solid Balance Sheet</p>	<p>Durable Business Model / Opportunity to Enhance Balance Sheet</p>	<p>Challenged Business Model / Robust Underlying Assets</p>

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

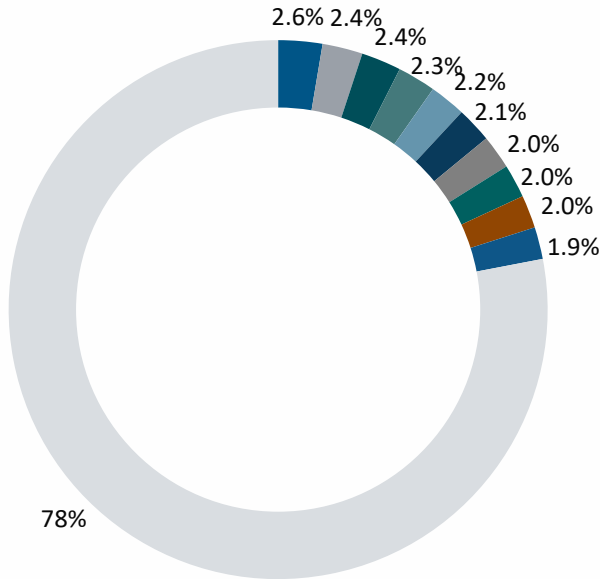


Note: As of 12/31/23. Please see notes at the end of this presentation for additional important information.

## LATE CYCLE-MINDED SECTOR SELECTION

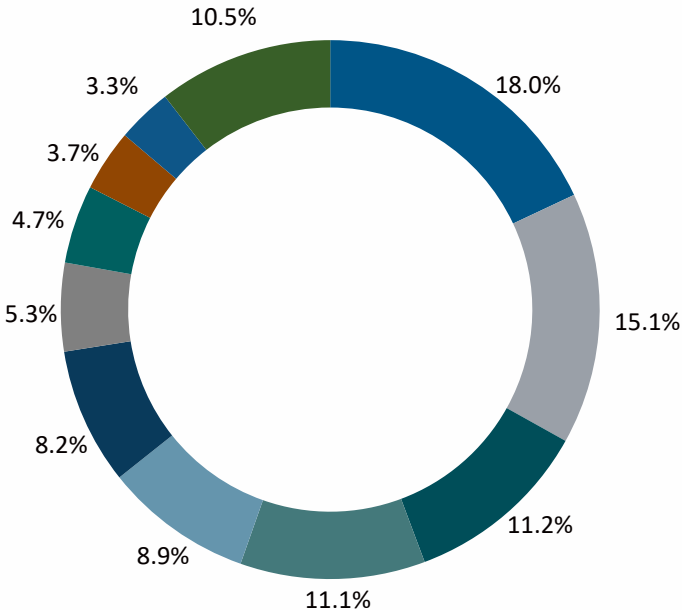
## Top 10 Borrower Diversification

- ReliaQuest, LLC
- TRP Assets LLC
- PayScale Holdings, Inc.
- Galileo Parent, Inc.
- Homecare Software Solutions, LLC
- Remainder of Portfolio
- IBM Watson (Merative LP)
- BCTO Ace Purchaser, Inc.
- Alpha Midco, Inc.
- ExtraHop Networks, Inc.
- EDB Parent, LLC



## Industry Diversification

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

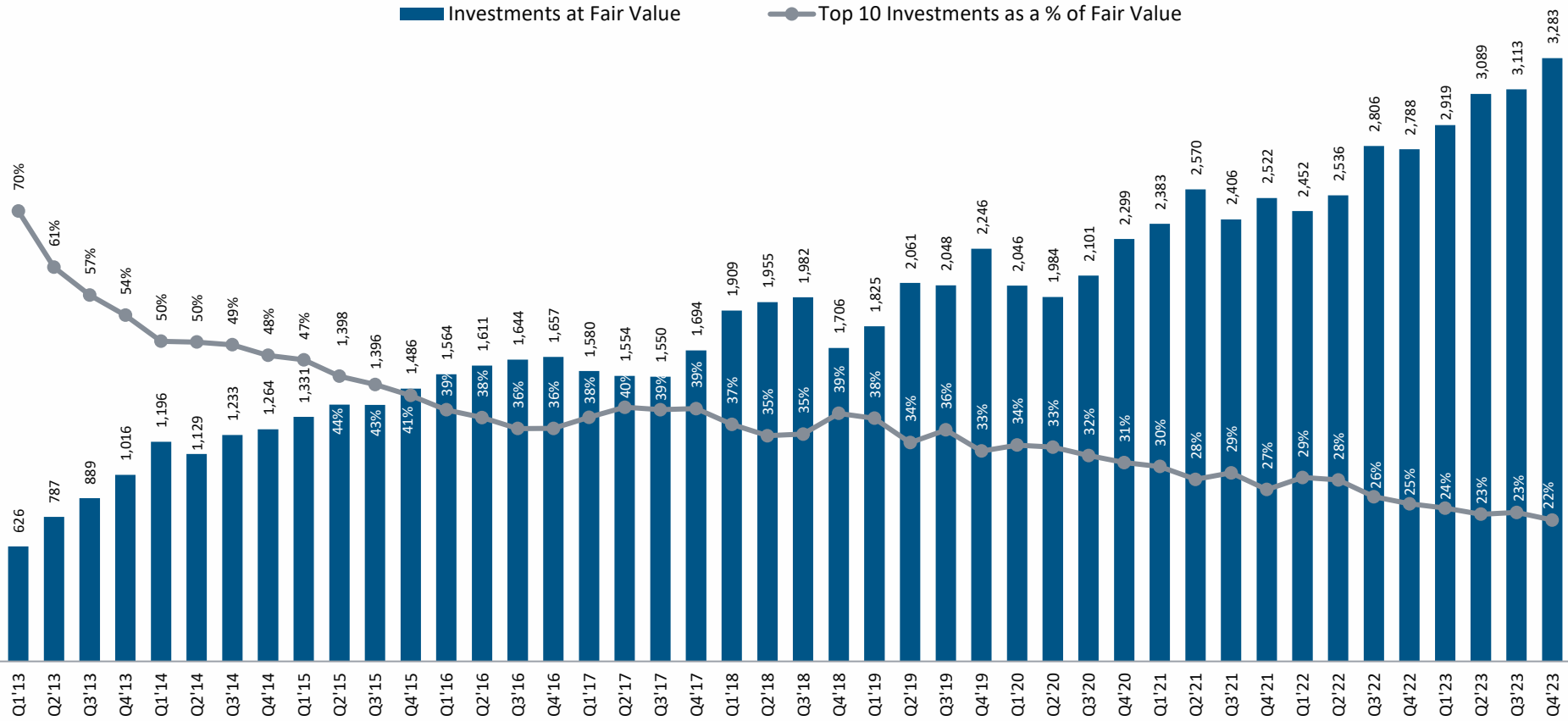


Note: Note: By fair value of investments as of 12/31/2023. Numbers may not sum due to rounding.

## DIVERSITY ACROSS BORROWER AND INDUSTRY CONCENTRATIONS

# PORTFOLIO DIVERSIFICATION ACROSS BORROWERS

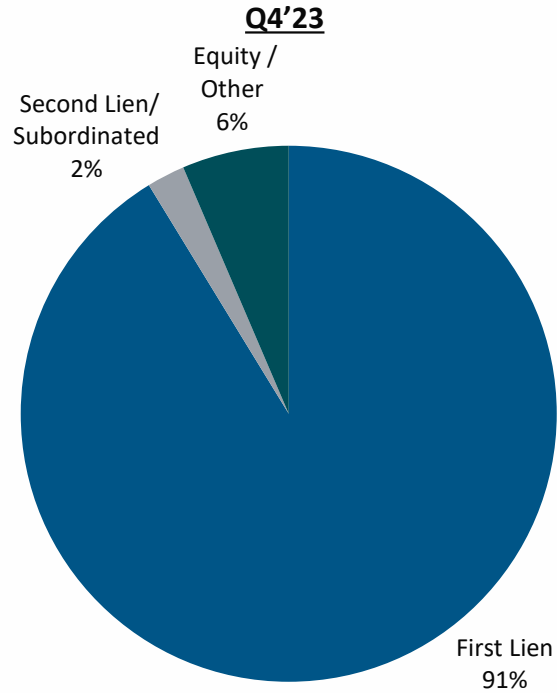
\$ Millions by Fair Value



Note: As of 12/31/23. Please see notes at the end of this presentation for additional important information.

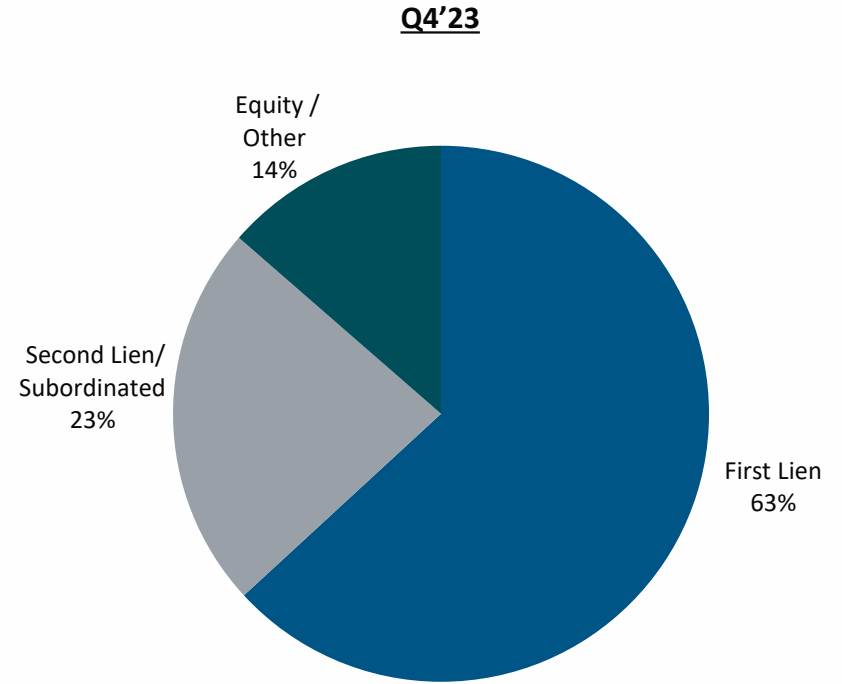
## SIGNIFICANT EVOLUTION IN DIVERSITY ACROSS INVESTMENTS

## TSLX Portfolio



Yield at Amortized Cost: **14.2%**  
Average Return on Equity<sup>3</sup>: **13.5%**

## Large BDC Composite<sup>1,2</sup>



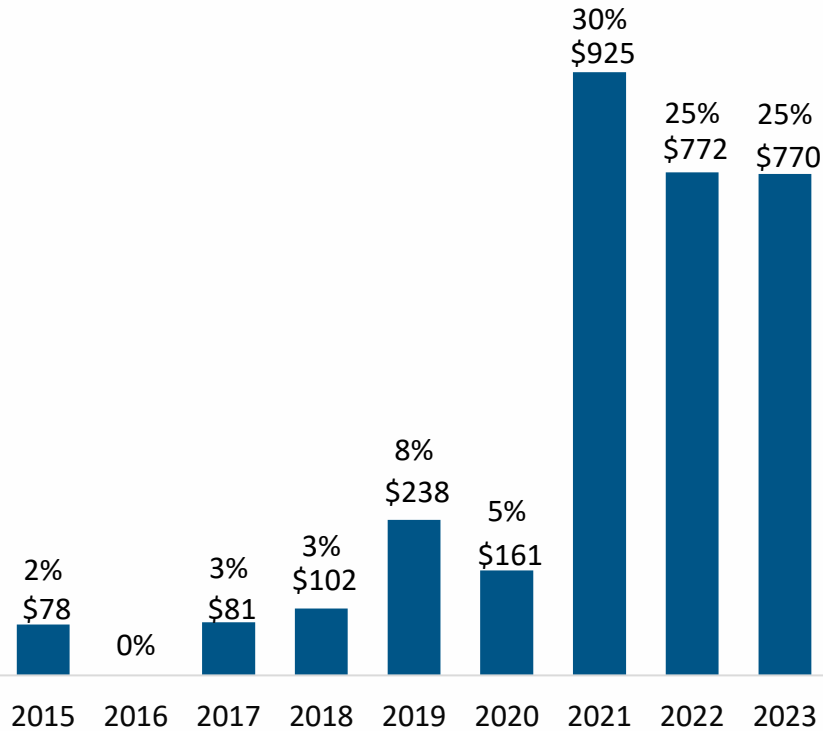
Yield at Amortized Cost: **12.1%**  
Average Return on Equity<sup>3</sup>: **8.2%**

Source: SNL Financial and company filings, data as of quarter ended 12/31/2023 or latest available. 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

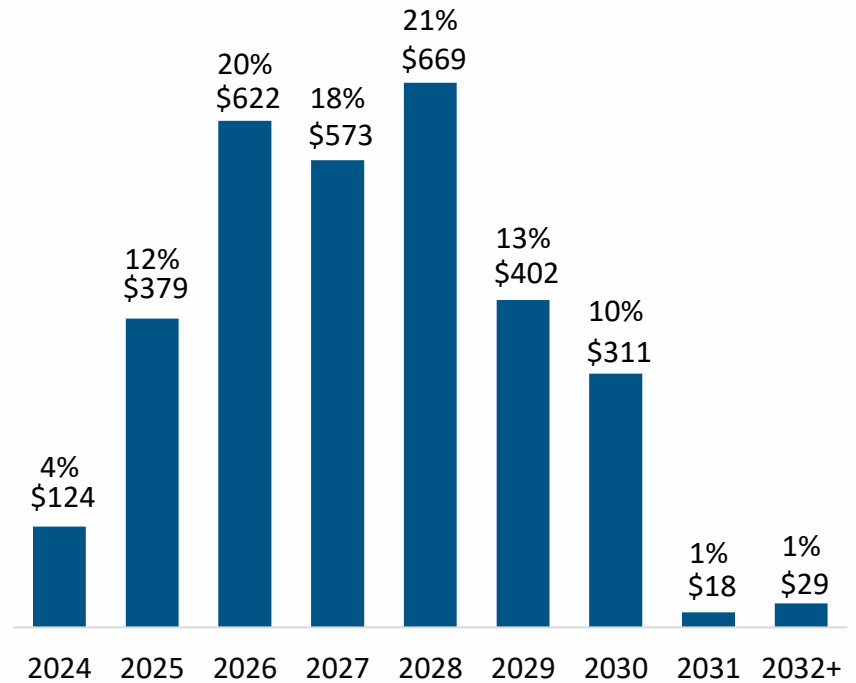
\$ Millions by Fair Value



38% of Portfolio Invested in Last 6 Quarters

## Debt Investments by Maturity

\$ Millions by Fair Value

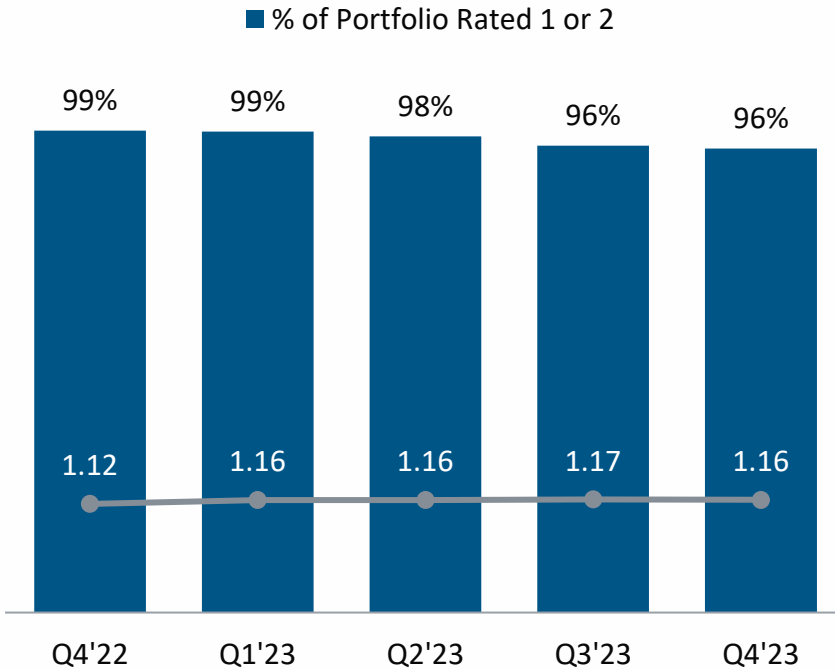


~4% of Debt Assets with a Maturity Date in 2024

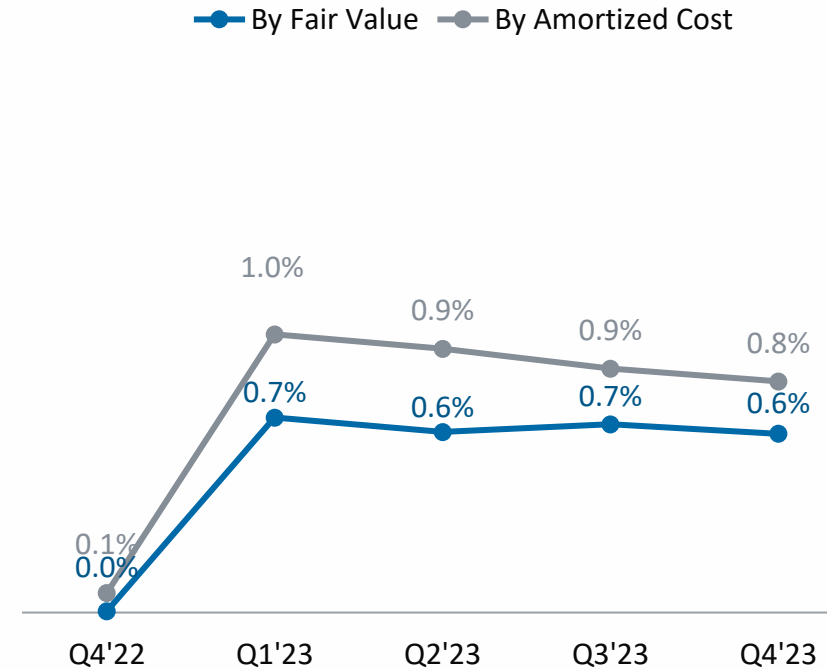
Note: By fair value of investments as of 12/31/23.

## TSLX Weighted Average Portfolio Performance Rating

By Fair Value



## TSLX % of Investments on Non-Accrual



- **90% of the portfolio is rated 1 and 96% of the portfolio is rated 1 or 2**
- **As of December 31, 2023, there was 1 investment 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 \$20.5m (<1%) of the portfolio at fair value**

Note: As of 12/31/23. Please see notes at the end of this presentation for additional important information.

1. Overview & Organization

---

2. Track Record of Strong Performance

---

3. Capital Allocation & Dividend Policy

---

4. Principles and Investment Strategy

---

**5. Sector Observations**

---

6. Appendix

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# 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%	2.47x	2.43x	2.40x	2.37x	2.34x	2.27x
	12.5%	2.56x	2.53x	2.49x	2.46x	2.43x	2.35x
	13.0%	2.66x	2.62x	2.59x	2.55x	2.52x	2.44x
	13.5%	2.76x	2.72x	2.68x	2.65x	2.62x	2.53x
	14.0%	2.85x	2.81x	2.78x	2.74x	2.71x	2.62x
	14.5%	2.95x	2.91x	2.87x	2.83x	2.80x	2.71x
	15.0%	3.05x	3.00x	2.96x	2.93x	2.89x	2.80x
	15.5%	3.15x	3.10x	3.06x	3.02x	2.98x	2.89x
	16.0%	3.24x	3.20x	3.15x	3.11x	3.07x	2.97x
	16.5%	3.34x	3.29x	3.25x	3.20x	3.16x	3.06x

## Illustrative Interest Coverage

		Debt to Equity					
		0.90x	0.95x	1.00x	1.05x	1.10x	1.25x
Cost of Funds	6.50%	4.29x	4.18x	4.08x	3.98x	3.90x	3.68x
	6.75%	4.14x	4.03x	3.93x	3.84x	3.76x	3.55x
	7.00%	4.00x	3.89x	3.80x	3.71x	3.63x	3.43x
	7.25%	3.87x	3.77x	3.67x	3.59x	3.51x	3.32x
	7.50%	3.74x	3.65x	3.56x	3.48x	3.40x	3.22x
	7.75%	3.63x	3.53x	3.45x	3.37x	3.30x	3.12x
	8.00%	3.52x	3.43x	3.35x	3.27x	3.20x	3.03x
	8.25%	3.42x	3.33x	3.25x	3.18x	3.11x	2.94x
	8.50%	3.32x	3.24x	3.16x	3.09x	3.02x	2.86x
	8.75%	3.23x	3.15x	3.07x	3.00x	2.94x	2.78x

## 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%	3.13x	2.90x	2.71x	2.54x	2.39x	2.26x
	12.5%	3.26x	3.02x	2.82x	2.64x	2.49x	2.35x
	13.0%	3.38x	3.13x	2.92x	2.74x	2.58x	2.44x
	13.5%	3.51x	3.25x	3.03x	2.84x	2.67x	2.53x
	14.0%	3.63x	3.37x	3.14x	2.94x	2.77x	2.61x
	14.5%	3.76x	3.48x	3.24x	3.04x	2.86x	2.70x
	15.0%	3.88x	3.60x	3.35x	3.14x	2.95x	2.79x
	15.5%	4.01x	3.71x	3.46x	3.24x	3.05x	2.88x
	16.0%	4.13x	3.83x	3.57x	3.34x	3.14x	2.97x
	16.5%	4.26x	3.94x	3.67x	3.44x	3.24x	3.06x

## Illustrative Interest Coverage

		Debt to Equity					
		0.90x	0.95x	1.00x	1.05x	1.10x	1.25x
Non-Accruals	0.00%	3.15x	3.11x	3.07x	3.03x	2.99x	2.89x
	0.25%	3.15x	3.10x	3.06x	3.02x	2.98x	2.89x
	0.50%	3.14x	3.09x	3.05x	3.01x	2.97x	2.88x
	0.75%	3.13x	3.08x	3.04x	3.00x	2.97x	2.87x
	1.00%	3.12x	3.08x	3.03x	2.99x	2.96x	2.86x
	1.25%	3.11x	3.07x	3.03x	2.99x	2.95x	2.86x
	1.50%	3.10x	3.06x	3.02x	2.98x	2.94x	2.85x
	1.75%	3.09x	3.05x	3.01x	2.97x	2.93x	2.84x
	2.00%	3.09x	3.04x	3.00x	2.96x	2.93x	2.83x
	2.25%	3.08x	3.03x	2.99x	2.95x	2.92x	2.82x

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%	8.1%	8.2%	8.3%	8.4%	8.5%	8.9%
	12.5%	8.8%	9.0%	9.1%	9.2%	9.4%	9.8%
	13.0%	9.6%	9.8%	9.9%	10.1%	10.3%	10.8%
	13.5%	10.4%	10.6%	10.7%	10.9%	11.1%	11.7%
	14.0%	11.2%	11.4%	11.6%	11.8%	12.0%	12.6%
	14.5%	12.0%	12.2%	12.4%	12.6%	12.9%	13.5%
	15.0%	12.8%	13.0%	13.2%	13.5%	13.7%	14.5%
	15.5%	13.5%	13.8%	14.0%	14.3%	14.6%	15.4%
	16.0%	14.3%	14.6%	14.9%	15.2%	15.5%	16.3%
	16.5%	15.1%	15.4%	15.7%	16.0%	16.3%	17.3%

Illustrative ROE		Debt to Equity					
		0.90x	0.95x	1.00x	1.05x	1.10x	1.25x
Cost of Funds	6.50%	15.5%	15.7%	16.0%	16.3%	16.6%	17.4%
	6.75%	15.3%	15.5%	15.8%	16.1%	16.3%	17.2%
	7.00%	15.1%	15.3%	15.6%	15.9%	16.1%	16.9%
	7.25%	14.9%	15.1%	15.4%	15.6%	15.9%	16.7%
	7.50%	14.7%	14.9%	15.2%	15.4%	15.7%	16.4%
	7.75%	14.5%	14.8%	15.0%	15.2%	15.4%	16.1%
	8.00%	14.4%	14.6%	14.8%	15.0%	15.2%	15.9%
	8.25%	14.2%	14.4%	14.6%	14.8%	15.0%	15.6%
	8.50%	14.0%	14.2%	14.3%	14.6%	14.8%	15.4%
	8.75%	13.8%	14.0%	14.1%	14.3%	14.5%	15.1%

Illustrative ROE		Cost of Funds					
		6.00%	6.50%	7.00%	7.50%	8.00%	8.50%
All-in Yield (on Assets)	12.0%	11.3%	10.8%	10.3%	9.8%	9.3%	8.7%
	12.5%	12.2%	11.7%	11.2%	10.7%	10.2%	9.7%
	13.0%	13.1%	12.6%	12.1%	11.6%	11.1%	10.6%
	13.5%	14.0%	13.5%	13.0%	12.5%	12.0%	11.5%
	14.0%	14.9%	14.4%	13.9%	13.4%	12.9%	12.4%
	14.5%	15.8%	15.3%	14.8%	14.3%	13.8%	13.3%
	15.0%	16.8%	16.3%	15.8%	15.3%	14.7%	14.2%
	15.5%	17.7%	17.2%	16.7%	16.2%	15.7%	15.2%
	16.0%	18.6%	18.1%	17.6%	17.1%	16.6%	16.1%
	16.5%	19.5%	19.0%	18.5%	18.0%	17.5%	17.0%

Illustrative ROE		Debt to Equity					
		0.90x	0.95x	1.00x	1.05x	1.10x	1.25x
Credit Losses (on Assets)	0.00%	14.6%	14.8%	15.1%	15.4%	15.7%	16.6%
	0.25%	14.1%	14.4%	14.6%	14.9%	15.2%	16.0%
	0.50%	13.6%	13.9%	14.1%	14.4%	14.7%	15.5%
	0.75%	13.1%	13.4%	13.6%	13.9%	14.1%	14.9%
	1.00%	12.7%	12.9%	13.1%	13.4%	13.6%	14.4%
	1.25%	12.2%	12.4%	12.6%	12.9%	13.1%	13.8%
	1.50%	11.7%	11.9%	12.1%	12.3%	12.6%	13.2%
	1.75%	11.2%	11.4%	11.6%	11.8%	12.0%	12.7%
	2.00%	10.8%	10.9%	11.1%	11.3%	11.5%	12.1%
	2.25%	10.3%	10.5%	10.6%	10.8%	11.0%	11.5%

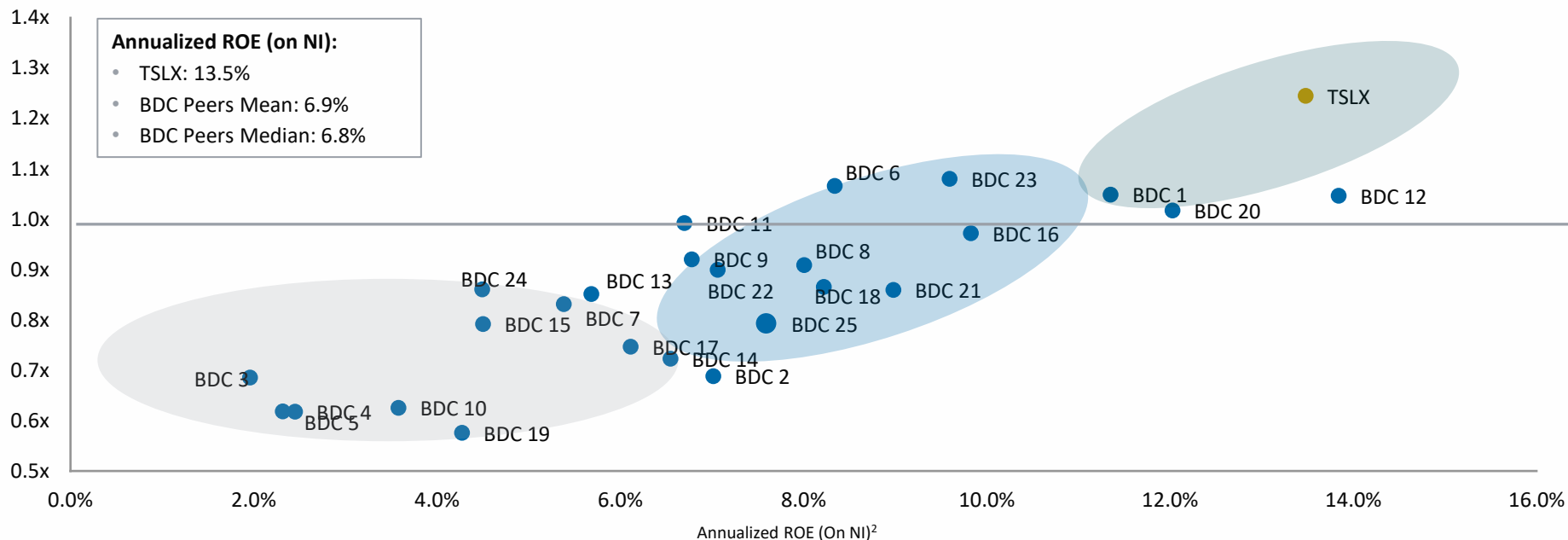
Note: Sensitivity tables presented utilize the illustrative unit economics from “Our Drivers of ROE” page, with certain inputs adjusted as indicated in the tables above

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

- 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 Q3'22, 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)

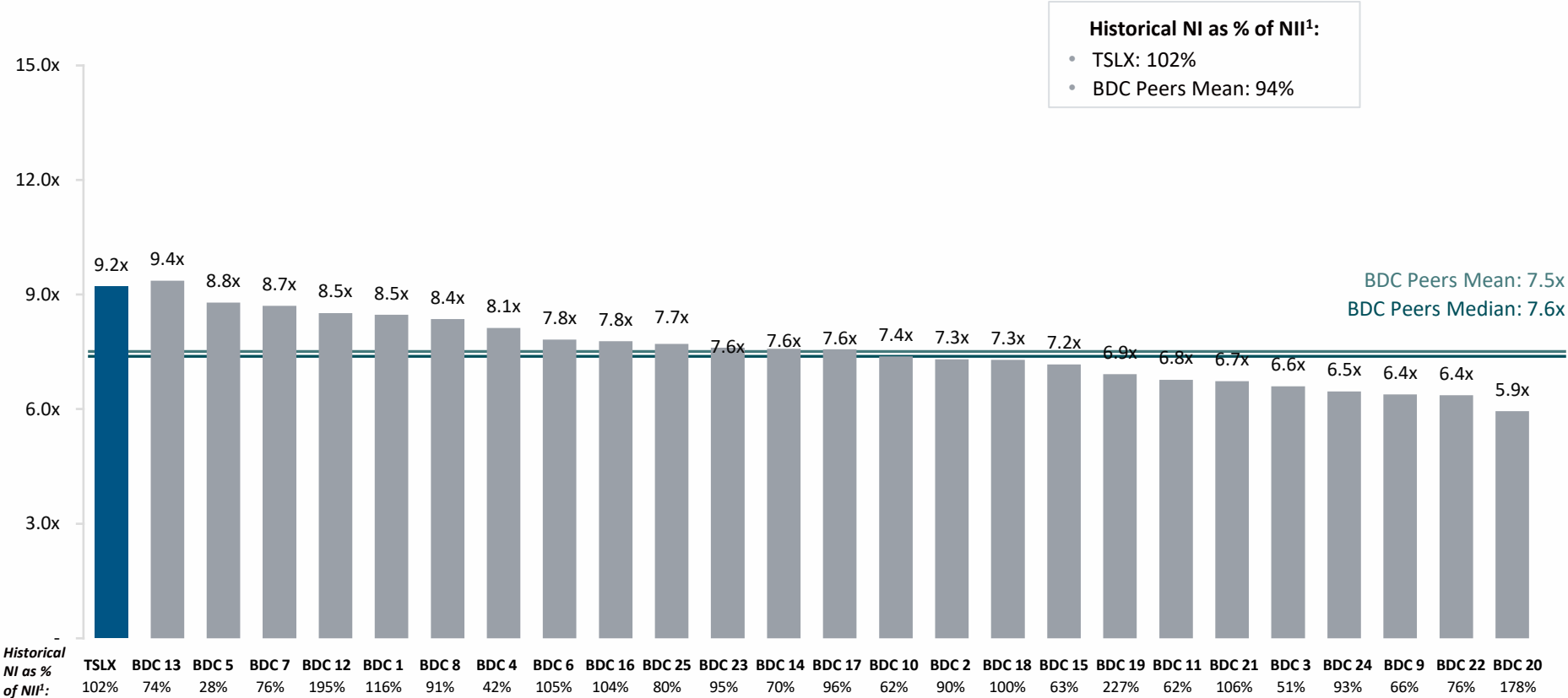
Average Price-to-Book<sup>1</sup>



Source: SNL Financial and company filings, data as of quarter ended 12/31/2023 or latest available. Please see notes at the end of this presentation for additional important information.

# PRICE-TO-EARNINGS (NII 2024E)

Price-to-Earnings<sup>2</sup>

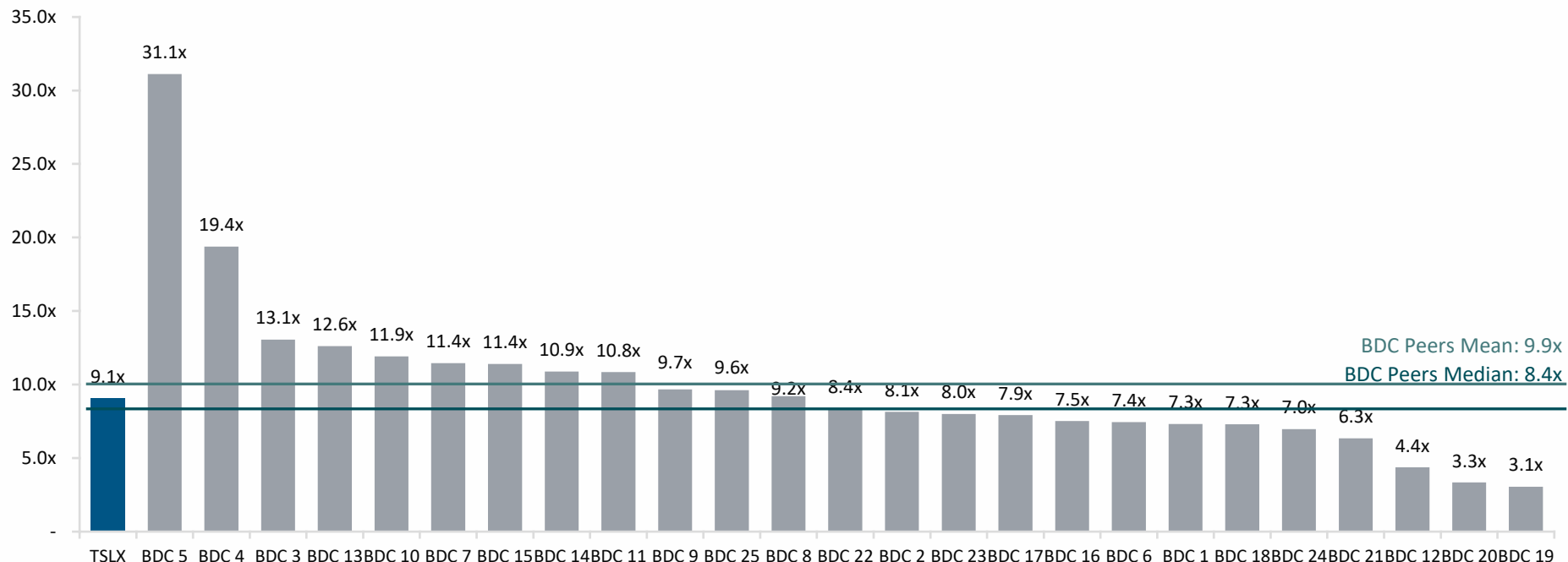


Source: SNL Financial and company filings, data as of quarter ended 12/31/2023 or latest available. Please see notes at the end of this presentation for additional important information.

**TSLX'S VALUATION IS IN LINE WITH PEERS ON A PRICE-TO-EARNINGS BASIS (AS MEASURED BY NII)  
 TSLX'S HISTORICAL NI AS A % OF NII IS HIGHER THAN THAT OF PEERS GIVEN OUR FOCUS ON NAV PRESERVATION**

# ADJUSTED PRICE-TO-EARNINGS (2024E)

Adjusted Price-to-Earnings<sup>1</sup>



Source: SNL Financial and company filings, data as of quarter ended 12/31/2023 or latest available. Please see notes at the end of this presentation for additional important information.

**TSLX'S VALUATION ON A PRICE-TO-EARNINGS BASIS  
(AS MEASURED BY NII, ADJUSTED FOR HISTORICAL NI AS % OF NII<sup>2</sup>) IS ATTRACTIVE**

# AGENDA

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1. Overview & Organization

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2. Track Record of Strong Performance

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3. Principles and Investment Strategy

---

4. Capital Allocation & Dividend Policy

---

5. Sector Observations

---

**6. Appendix**

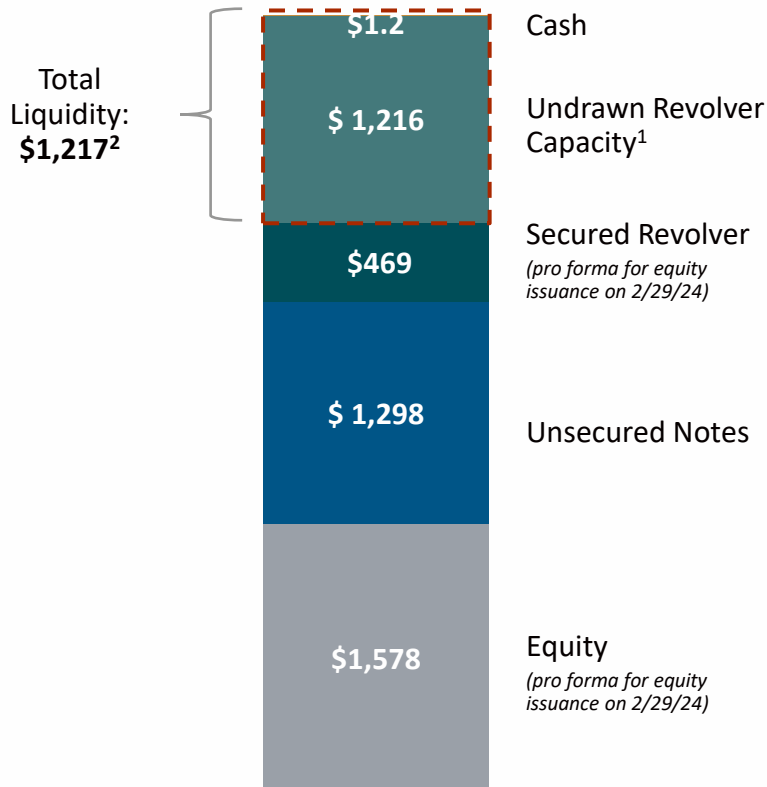
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# STRONG LIQUIDITY AND FUNDING PROFILE

## CAPITAL & LIQUIDITY

### ROBUST BALANCE SHEET<sup>3</sup>

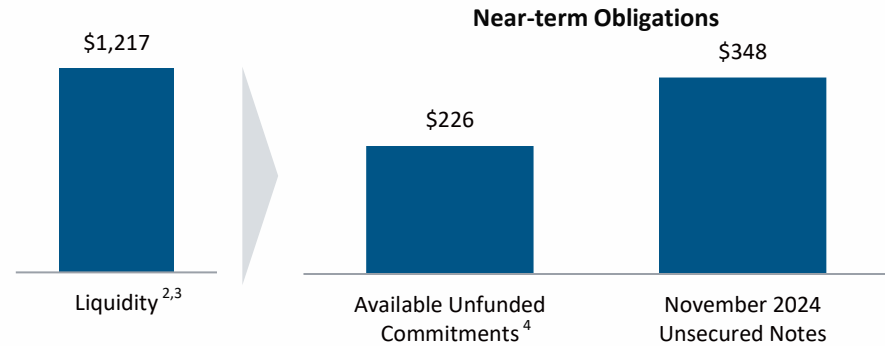
(\$ in Millions)



Balance Sheet as of December 31, 2023

### LIQUIDITY VS. NEAR-TERM OBLIGATIONS

As of December 31, 2023 / \$ Millions



86% of assets funded by unsecured debt and equity<sup>3</sup>

Available liquidity 5.4x greater than unfunded investment commitments<sup>3</sup>

Weighted average remaining life of investments funded by debt of ~2.7 years<sup>5</sup>

Weighted average remaining time to maturity of debt of ~3.8 years<sup>3,6</sup>

99.7% floating rate debt portfolio composition

Debt funding composition 100%<sup>7</sup> floating rate

Note: As of 12/31/23, 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.

# LIQUIDITY MANAGEMENT

## CASH AND CASH EQUIVALENTS

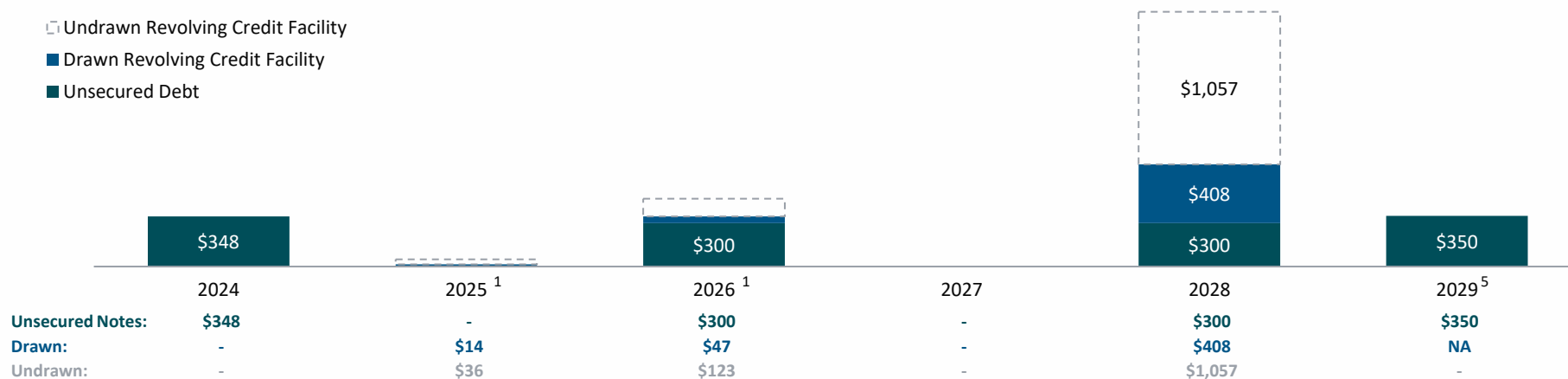
Unrestricted Cash Totaled \$1.2 Million as of December 31, 2023. Restricted Cash Related to Interest Rate Swaps Totaled \$24.0 Million

Revolving Credit Facility <sup>1</sup>		Unsecured Notes <sup>5</sup>				
Size:	\$1.685 Billion Committed; Uncommitted Accordion Feature Can Increase Total Size to \$2.00 Billion	Size:	\$348 Million	\$300 Million	\$300 Million	\$350 Million
Revolving Period:	June 11, 2027	Maturity:	November 1, 2024	August 1, 2026	August 14, 2028	March 1, 2029
Maturity Date:	June 12, 2028	Coupon:	3.875%	2.500%	6.950%	6.125%
Interest Rate <sup>2</sup> :	SOFR + 1.875% / SOFR + 1.75%	Coupon Swap Pricing <sup>3</sup> :	SOFR + 2.54%	SOFR + 2.17%	SOFR + 2.99%	SOFR + 2.44%
Undrawn Fee:	0.375%	Implied Spread over Treasury <sup>4</sup> :	245 bps / 195 bps	225 bps	295 bps	240 bps

## STAGGERED, LONG-TERM DEBT MATURITIES<sup>1,5</sup>

As of December 31, 2023 / \$ Millions

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



Note: As of 12/31/23, unless noted otherwise. Please see notes at the end of this presentation for additional important information.

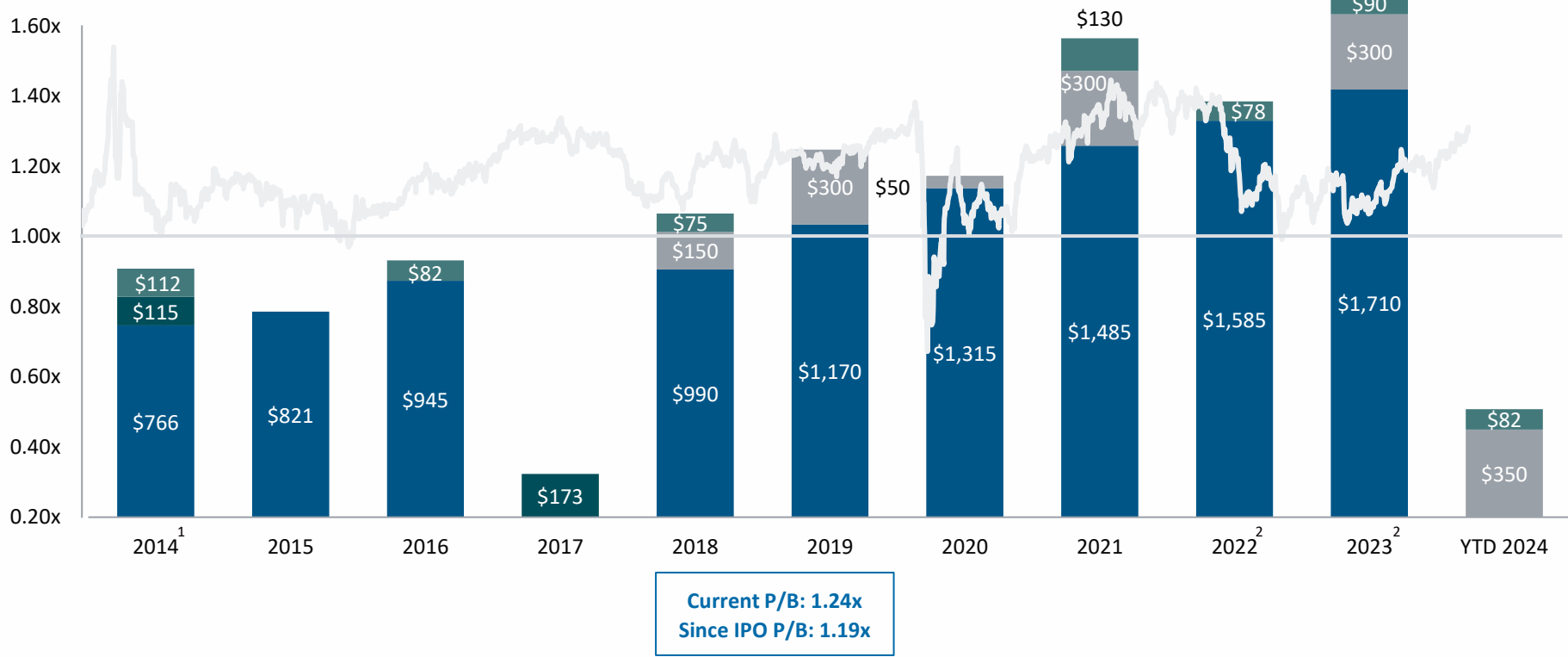
## WELL CONSTRUCTED BALANCE SHEET AND STRONG ACCESS TO CAPITAL MARKETS



# A DISCIPLINED APPROACH TO LIQUIDITY & CAPITAL MANAGEMENT

(\$ in Millions)

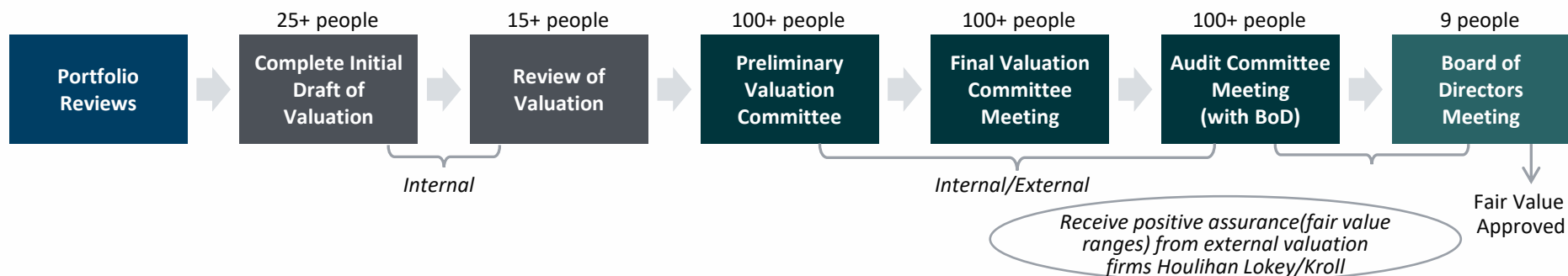
■ Revolving Credit Facility Renewal   ■ Unsecured Bonds Issued   ■ Convertible Notes Issued   ■ Equity Issued



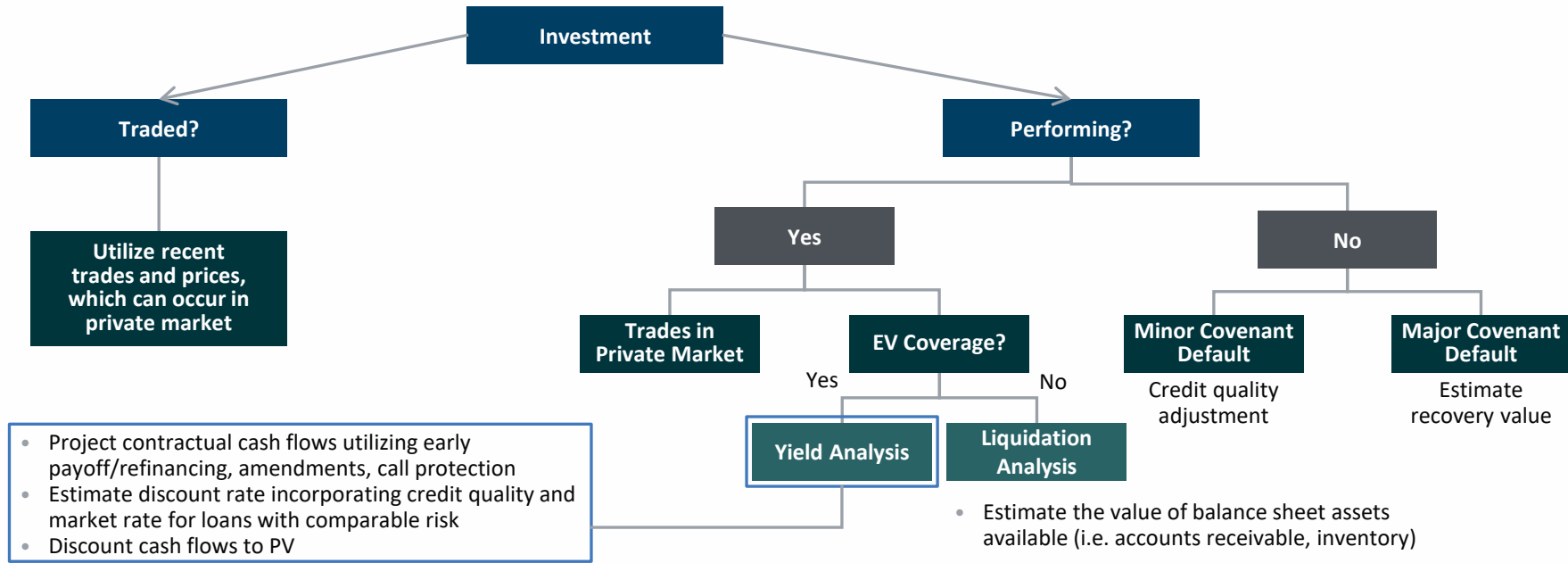
Note: P/B is based on closing stock price as of 03/08/24. Please see notes at the end of this presentation for additional important information.

**TSLX HAS STRONG RELATIONSHIPS WITH KEY CAPITAL MARKETS PLAYERS WITH 21 BANKS PARTICIPATING IN ITS CREDIT FACILITY AND MORE THAN 250 NEW ISSUE INVESTORS ACROSS SENIOR UNSECURED AND CONVERTIBLE BUYERS**

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

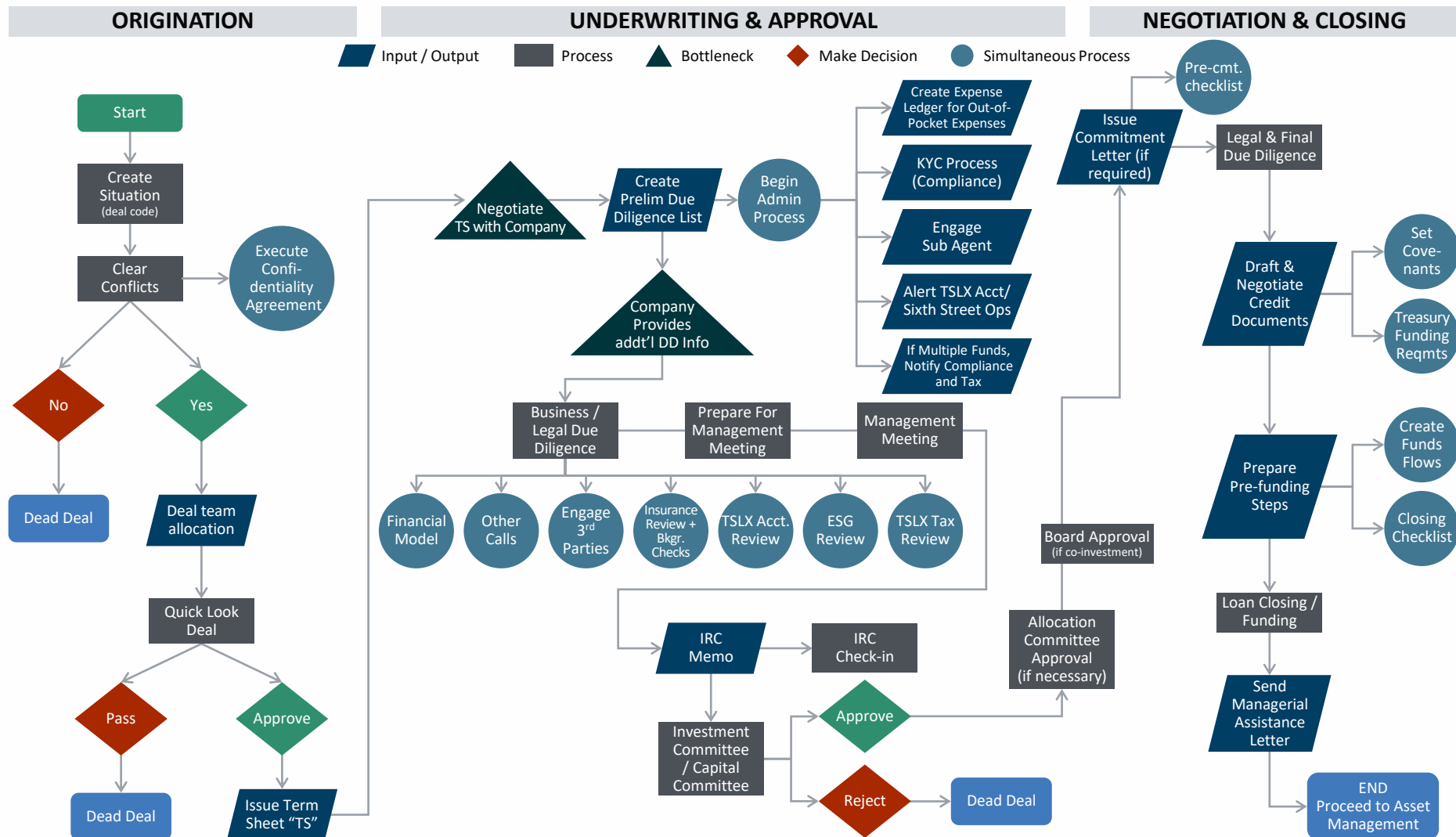


The bulk of TSLX assets are directly originated Level III assets with unobservable inputs for valuation. (Level I and II assets are valued with quoted prices in active markets or utilize level I inputs observable for the asset, either directly or indirectly). The fair value determination on these level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



For illustrative purposes only. Information as of December 31, 2023. Valuation process is indicative and subject to change.

# THOROUGH ORIGINATION, UNDERWRITING & APPROVAL AND NEGOTIATION PROCESS



For illustrative purposes only. Information as of December 31, 2023. 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

	Q4 2022	Q1 2023	Q2 2023	Q3 2023	Q4 2023
Net Investment Income Per Share	\$0.65	\$0.53	\$0.58	\$0.57	\$0.62
Net Income (Loss) Per Share	\$0.57	\$0.65	\$0.63	\$0.74	\$0.58
(+) <i>Incentive fees on net capital gains (Not Payable) Per Share</i>	(\$0.01)	\$0.02	\$0.01	\$0.03	(\$0.01)
Adjusted Net Investment Income Per Share <sup>1</sup>	\$0.64	\$0.55	\$0.59	\$0.60	\$0.62
Adjusted Net Income (Loss) Per Share <sup>1</sup>	\$0.56	\$0.67	\$0.64	\$0.77	\$0.58
Net Asset Value Per Share (Ending Shares)	\$16.48	\$16.59	\$16.74	\$16.97	\$17.04
Adjusted Net Asset Value Per Share (Ending Shares) <sup>2</sup>	\$16.39	\$16.55	\$16.68	\$16.90	\$16.96
Distributions Per Share (Record Date)	\$0.45	\$0.55	\$0.50	\$0.52	\$0.53
Net Assets	\$1,341,569	\$1,356,005	\$1,460,529	\$1,485,822	\$1,496,375
Total Debt (Outstanding Principal)	\$1,516,828	\$1,629,389	\$1,698,284	\$1,705,747	\$1,837,159
Debt to Equity at Quarter-end <sup>3</sup>	1.13x	1.20x	1.16x	1.15x	1.23x
Average Debt to Equity <sup>4</sup>	1.14x	1.17x	1.22x	1.18x	1.22x
Annualized ROE on Net Investment Income <sup>5</sup>	15.9%	12.8%	14.0%	13.7%	14.7%
Annualized ROE on Net Income <sup>5</sup>	14.0%	15.8%	15.2%	17.8%	13.8%
Annualized ROE on Adjusted Net Investment Income <sup>1,5</sup>	15.5%	13.3%	14.2%	14.4%	14.5%
Annualized ROE on Adjusted Net Income <sup>1,5</sup>	13.6%	16.3%	15.4%	18.5%	13.6%

Note: As of 12/31/23. 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

	December 31, 2022	March 31, 2023	June 30, 2023	September 30, 2023	December 31, 2023
<b>Investments at Fair Value</b>	<b>\$2,787,925</b>	<b>\$2,918,584</b>	<b>\$3,088,987</b>	<b>\$3,113,277</b>	<b>\$3,283,065</b>
Number of Portfolio Companies	121	127	130	131	136
Average Investment Size in Our Portfolio Companies	\$23,041	\$22,981	\$23,761	\$23,765	\$24,140
Number of Portfolio Companies (Excluding Structured Credit Investments)	78	83	86	89	94
Average Investment Size in Our Portfolio Companies (Excluding Structured Credit Investments)	\$35,083	\$34,517	\$35,288	\$34,374	\$34,332
<b>Asset Class:</b>					
First-Lien Debt Investments	90%	91%	91%	91%	91%
Second-Lien Debt Investments	1%	2%	1%	1%	1%
Structured Credit Investments	2%	2%	2%	2%	2%
Mezzanine Debt Investments	<1%	<1%	1%	1%	1%
Equity and Other Investments	6%	5%	5%	5%	5%
<b>Interest Rate Type<sup>1</sup>:</b>					
% Floating Rate	98.9%	99.2%	99.2%	99.7%	99.7%
% Fixed Rate	1.1%	0.8%	0.8%	0.3%	0.3%
<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>	13.4%	13.9%	14.1%	14.3%	14.2%
Weighted Average Total Yield of Debt and Income Producing Securities <sup>3</sup>	13.5%	13.9%	14.0%	14.2%	14.1%
Weighted Average Spread Over Reference Rate of All Floating Rate Investments	8.7%	8.6%	8.3%	8.4%	8.3%
Weighted Average Interest Rate of Debt and Income Producing Securities	13.1%	13.4%	13.8%	13.7%	13.7%
Fair Value as a Percentage of Principal (Debt)	97.4%	98.1%	98.2%	98.8%	98.8%
Fair Value as a Percentage of Call Price (Debt)	94.2%	94.6%	94.8%	95.7%	96.1%
<b>Investment Activity at Par:</b>					
New Investment Commitments	\$241,414	\$176,051	\$260,417	\$205,794	\$316,367
Net Funded Investment Activity	(\$69,675)	\$88,107	\$125,956	(\$7,236)	\$132,536
<b>New Investment Commitments at Par<sup>2</sup>:</b>					
Number of New Investment Commitments in New Portfolio Companies	7	6	6	8	9
Average New Investment Commitment Amount in New Portfolio Companies	\$30,220	\$24,987	\$41,307	\$24,839	\$33,988
Weighted Average Term of New Investment Commitments in New Portfolio Companies (In Years)	6.2	5.3	6.7	6.2	5.6
Weighted Average Interest Rate of New Investment Commitments	12.2%	12.4%	12.6%	12.9%	12.9%
Weighted Average Spread Over Reference Rate of New Floating Rate Investment Commitments	7.8%	7.6%	7.3%	7.7%	7.6%

Note: As of 12/31/23. Numbers may not sum due to rounding. Please see notes at the end of this presentation for additional important information.

# OPERATING RESULTS DETAIL

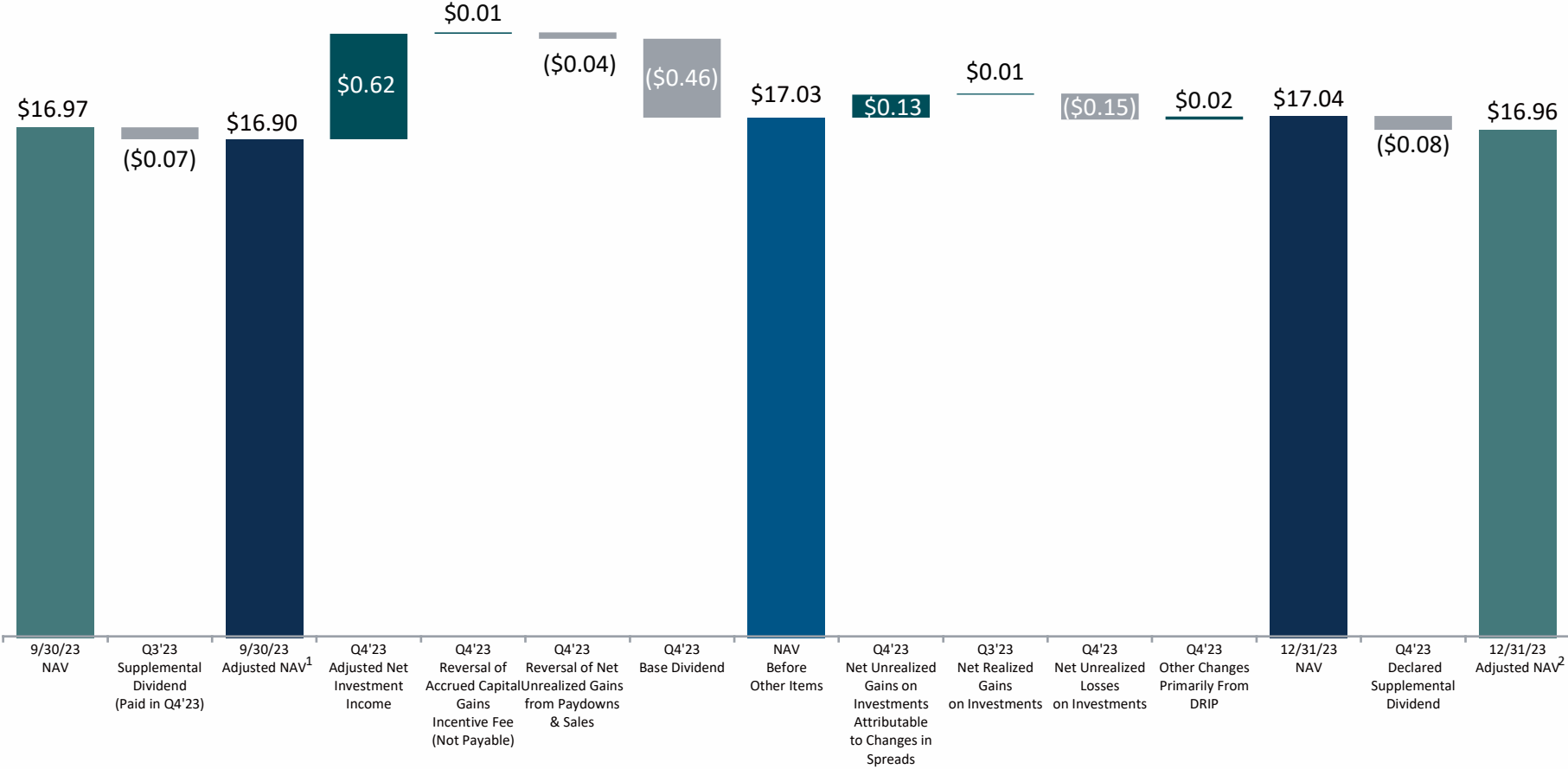
## DOLLAR AMOUNTS IN THOUSANDS

Except Per Share Data; Per Share Data is Based on Weighted Average Shares Outstanding During the Period, Except as Otherwise Noted

	For Year Ended		For Three Months Ended			
	2022	2023	March 31, 2023	June 30, 2023	September 30, 2023	December 31, 2023
<b>Investment Income:</b>						
Interest From Investments – Interest and Dividend Income <sup>1</sup>	\$278,342	\$414,460	\$92,183	\$102,586	\$107,543	\$112,149
Interest From Investments – Other Fees <sup>2</sup>	\$21,456	\$8,499	\$1,565	\$943	\$2,525	\$3,465
<b>Total Interest From Investments</b>	<b>\$299,798</b>	<b>\$422,959</b>	<b>\$93,748</b>	<b>\$103,529</b>	<b>\$110,068</b>	<b>\$115,614</b>
Other Income <sup>3</sup>	\$9,507	\$15,128	\$2,757	\$4,076	\$4,367	\$3,927
<b>Total Investment Income</b>	<b>\$309,305</b>	<b>\$438,087</b>	<b>\$96,505</b>	<b>\$107,605</b>	<b>\$114,435</b>	<b>\$119,542</b>
<b>Expenses:</b>						
Interest	\$62,991	\$133,731	\$28,486	\$32,442	\$35,042	\$37,760
Management Fees	\$39,900	\$46,382	\$10,733	\$11,410	\$11,928	\$12,311
Incentive Fees on Net Investment Income	\$33,401	\$42,590	\$9,481	\$10,507	\$11,151	\$11,451
Incentive Fees on Net Capital Gains (Not Payable)	(\$8,864)	\$4,382	\$1,758	\$749	\$2,577	(\$701)
Other Operating Expenses	\$13,355	\$13,409	\$2,953	\$3,111	\$3,549	\$3,796
<b>Total Expenses</b>	<b>\$140,783</b>	<b>\$240,494</b>	<b>\$53,411</b>	<b>\$58,219</b>	<b>\$64,247</b>	<b>\$64,617</b>
Management Fees Waived	(\$427)	(\$1,171)	(\$256)	(\$300)	(\$267)	(\$349)
<b>Net Expenses</b>	<b>\$140,356</b>	<b>\$239,322</b>	<b>\$53,155</b>	<b>\$57,919</b>	<b>\$63,980</b>	<b>\$64,269</b>
<b>Net Investment Income Before Income Taxes</b>	<b>\$168,949</b>	<b>\$198,764</b>	<b>\$43,350</b>	<b>\$49,686</b>	<b>\$50,455</b>	<b>\$55,273</b>
Income Taxes, Including Excise Taxes	\$2,622	\$2,365	\$413	\$902	\$461	\$588
<b>Net Investment Income</b>	<b>\$166,327</b>	<b>\$196,399</b>	<b>\$42,937</b>	<b>\$48,784</b>	<b>\$49,994</b>	<b>\$54,684</b>
Net Unrealized and Realized Gains	(\$58,274)	\$25,624	\$10,015	\$4,306	\$14,826	(\$3,523)
<b>Net Income</b>	<b>\$108,053</b>	<b>\$222,023</b>	<b>\$52,952</b>	<b>\$53,090</b>	<b>\$64,820</b>	<b>\$51,161</b>
<i>(+) Incentive fees on net capital gains (Not Payable)</i>	<i>(\$8,864)</i>	<i>4,382</i>	<i>\$1,758</i>	<i>\$749</i>	<i>\$2,577</i>	<i>(\$701)</i>
<b>Adjusted Net Investment Income<sup>4</sup></b>	<b>\$157,463</b>	<b>\$200,781</b>	<b>\$44,695</b>	<b>\$49,532</b>	<b>\$52,571</b>	<b>\$53,983</b>
<b>Adjusted Net Income (Loss)<sup>4</sup></b>	<b>\$99,189</b>	<b>\$226,405</b>	<b>\$54,710</b>	<b>\$53,838</b>	<b>\$67,397</b>	<b>\$50,461</b>
<b>Per Share:</b>						
Net Investment Income	\$2.13	\$2.31	\$0.53	\$0.58	\$0.57	\$0.62
Net Income (Loss)	\$1.38	\$2.61	\$0.65	\$0.63	\$0.74	\$0.58
<b>Adjusted Net Investment Income<sup>4</sup></b>	<b>\$2.01</b>	<b>\$2.36</b>	<b>\$0.55</b>	<b>\$0.59</b>	<b>\$0.60</b>	<b>\$0.62</b>
<b>Adjusted Net Income (Loss)<sup>4</sup></b>	<b>\$1.27</b>	<b>\$2.66</b>	<b>\$0.67</b>	<b>\$0.64</b>	<b>\$0.77</b>	<b>\$0.58</b>
Distributions (Record Date)	\$1.84	\$2.10	\$0.55	\$0.50	\$0.52	\$0.53
Weighted Average Shares Outstanding for the Period	78,197,826	85,131,264	81,400,843	84,223,032	87,251,340	87,558,872
Shares Outstanding at End of Period	81,389,287	87,829,499	81,751,865	87,241,231	87,546,498	87,829,499

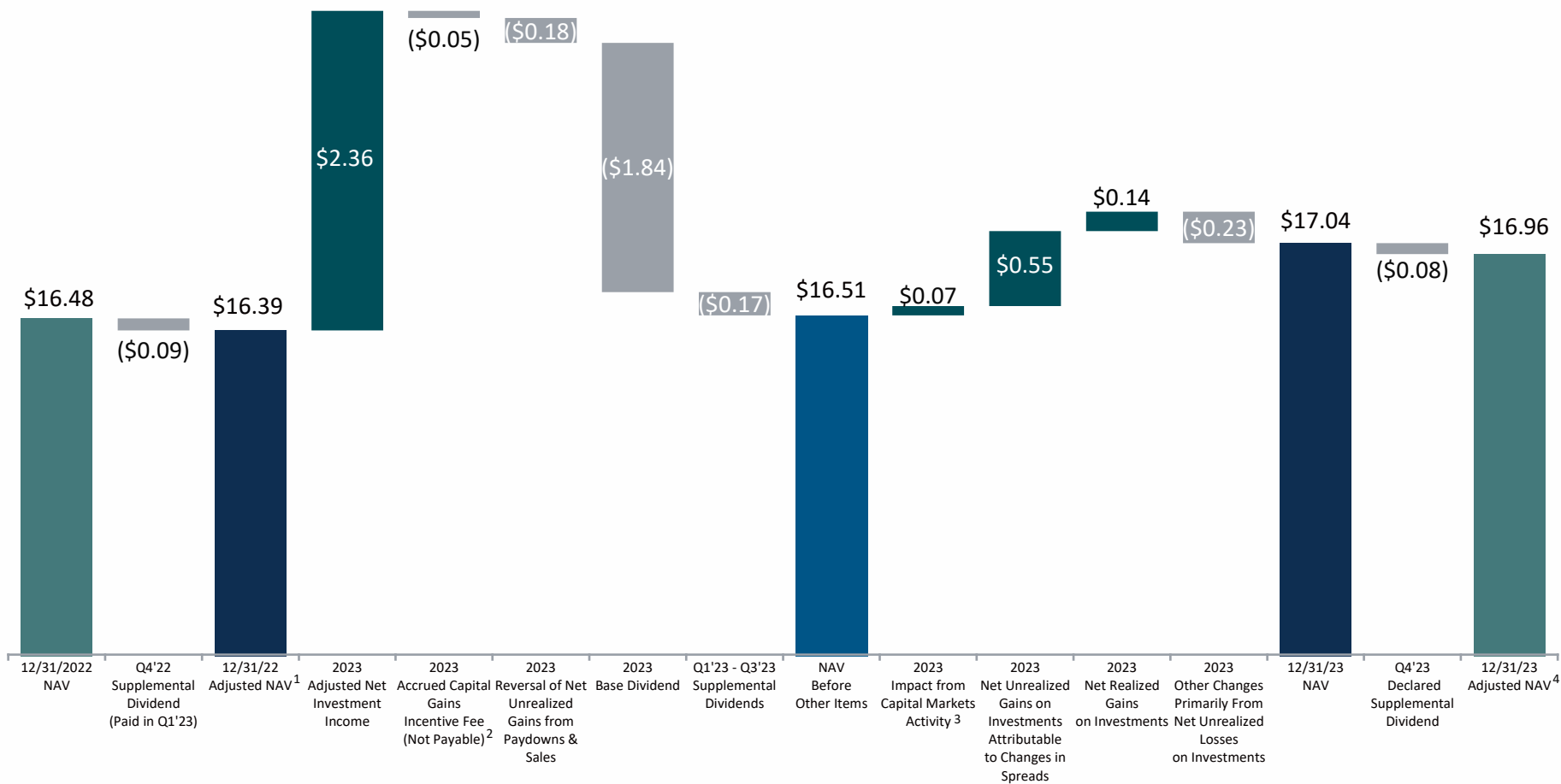
Note: As of 12/31/23. Quarterly figures may not sum to annual figures due to rounding. Please see notes at the end of this presentation for additional important information.

# NET ASSET VALUE BRIDGE – Q4'23



Note: Per share data was derived using the Q4 2023 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.

# NET ASSET VALUE BRIDGE – 2023



Note: Per share data was derived using the year-to-date 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

## Illustrative Unit Economics / Return on Equity

Return on Assets

Prudent Use  
of Leverage

Expense Management

Positioned for  
NAV Growth

### Return on Assets:

Weighted Average Interest Rate of Portfolio	13.7%
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Amortization of upfront fees <sup>1</sup>	0.9%
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<b>Total Yield on Debt and Income Producing Securities</b>	<b>14.6%</b>
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Impact of Additional fees <sup>2</sup>	1.0%
--	------

<b>All-in Yield (on Assets)</b>	<b>15.5%</b>
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Cost of funds <sup>3</sup>	(8.4%)
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Assumed Debt/Equity	1.22x
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<b>Net Interest Income Return (on Equity)<sup>4</sup></b>	<b>24.2%</b>
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Management Fees (1.45% of Assets)	(3.2%)
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Operating Expenses (0.49% of Assets) <sup>5</sup>	(1.1%)
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<b>ROE Before Incentive Fee</b>	<b>19.9%</b>
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Incentive Fee	(3.5%)
---------------	--------

<b>ROE on NII</b>	<b>15.3%</b>
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<b>Base Book Dividend Yield based on Q4 2023 NAV</b>	<b>10.8%</b>
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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**

# 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

# 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. 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 concern created by the failure of Silicon Valley Bank ("SVB"), a priority of ours is to ensure that this remains open dialogue with stakeholders – our shareholders, our holders, credit agencies, 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 for 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 Mindset (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 from where TSLX is assets (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 is the counterparty on these 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 at 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 26, 2020

The Specialty Lending Inc. Provides Business and Portfolio Update

NEW YORK – (GLOBE NEWSWIRE) – March 26, 2020 – TPC Specialty Lending, Inc. ("NYSE: TSLX" or the "Company") today sent the following letter to its stakeholders to provide an update on its funding model, rollover of key balance sheet items, valuation framework and liquidity.

March 14, 2020

Dear Stakeholders,

First and foremost, we are proud of the health and well-being of our broader community. As we together face the challenges of the coronavirus ("COVID-19") our thoughts are with everyone who has been affected (both directly and indirectly) by this unprecedented event. We recognize that uncertainty regarding the future of the world is real and our employees, our portfolio companies and our investors are all impacted. We believe the ongoing implications of COVID-19 will have significant impact on the global economy, and as a first-time investor, we are working to ensure that our portfolio companies and investors are well-positioned to navigate this period of uncertainty. We are committed to providing the highest quality of service to our stakeholders, including our shareholders, bondholders, using specific, portfolio companies, and relevant assets. These have been our top priorities throughout this coronavirus outbreak, and we have implemented specific measures to ensure our ability to continue to serve our stakeholders.

**Portfolio Performance**  
We have experienced a slow start to the year with a number of our portfolio companies reporting a 1% of net portfolio loss. Specifically, we have been negatively impacted by a number of our portfolio companies with reduced operating margins and reduced revenue. However, we have been able to identify and invest in a number of high-growth opportunities that we believe will provide the highest quality of service to our stakeholders, including our shareholders, bondholders, using specific, portfolio companies, and relevant assets. These have been our top priorities throughout this coronavirus outbreak, and we have implemented specific measures to ensure our ability to continue to serve our stakeholders.

**Liquidity, Funding Profile and Capital**  
Given our ongoing focus on liquidity management, we believe we have ample and diverse funding sources with long lead times to support our capital needs in the period ahead. Currently, we have more than \$1.0 billion of cash and cash equivalents, and we have more than \$1.0 billion of committed credit facilities. We have also implemented specific measures to ensure our ability to continue to serve our stakeholders.

Exhibit 99.1



March 26, 2020

TPC Specialty Lending, Inc. Provides an Update on its Funding Model, Rollover of Key Balance Sheet Items, Valuation Framework and Liquidity

NEW YORK – (GLOBE NEWSWIRE) – March 26, 2020 – TPC Specialty Lending, Inc. ("NYSE: TSLX" or the "Company") today sent the following letter to its stakeholders to provide an update on its funding model, rollover of key balance sheet items, valuation framework and liquidity.

March 26, 2020

Dear Stakeholders,

An uncertain period given the COVID-19 pandemic, we believe that we have a heightened responsibility to provide ongoing communication to the stakeholders of TSLX. TSLX is currently managed by TPC Advisors, LLC, an affiliate of Sixth Street Partners. There are many "unknowns" associated with the impact of COVID-19, including the extent of government stimulus, the full impact of the economic downturn, potential corporate bankruptcies, the extent of portfolio loss, the potential for a global recession, the extent of government support, and the extent of government intervention. We are committed to providing the highest quality of service to our stakeholders, including our shareholders, bondholders, using specific, portfolio companies, and relevant assets. These have been our top priorities throughout this coronavirus outbreak, and we have implemented specific measures to ensure our ability to continue to serve our stakeholders.

**Liquidity, Funding Profile and Capital**  
Given our ongoing focus on liquidity management, we believe we have ample and diverse funding sources with long lead times to support our capital needs in the period ahead. Currently, we have more than \$1.0 billion of cash and cash equivalents, and we have more than \$1.0 billion of committed credit facilities. We have also implemented specific measures to ensure our ability to continue to serve our stakeholders.



April 16, 2020

TPC Specialty Lending, Inc. Provides a Business Update and Preliminary Q1 2020 Financial Results

NEW YORK – (GLOBE NEWSWIRE) – April 16, 2020 – TPC Specialty Lending, Inc. ("NYSE: TSLX" or the "Company") today sent the following letter to its stakeholders to provide a business update and preliminary Q1 2020 financial results.

April 16, 2020

Dear Stakeholders,

An uncertain period given the COVID-19 pandemic, we remain committed to continuing our ongoing dialogue with all stakeholders of TSLX. In that spirit, please find the following update: (1) quarter ended March 31, 2020 preliminary financial results; (2) details regarding our portfolio company performance that have been unchanged since the formation of TSLX in 2019; (3) preliminary net asset value ("NAV") of our liquidity, funding and capital profile; (4) our business development strategy; and (5) our outlook for the remainder of 2020. We are committed to providing the highest quality of service to our stakeholders, including our shareholders, bondholders, using specific, portfolio companies, and relevant assets. These have been our top priorities throughout this coronavirus outbreak, and we have implemented specific measures to ensure our ability to continue to serve our stakeholders.

**Summary Preliminary Financial Results for Quarter Ended March 31, 2020**  
This information is preliminary, based upon information available as of today and is subject to change and finalization as a result of the completion of our financial closing procedures. All adjustments and other developments:

- Net asset value per share as of March 31, 2020 was approximately \$0.57 per share compared to \$0.17 at December 31, 2019 (which includes the impact of the \$0.30 per share Q4 2019 supplemental dividend that was paid in Q1), representing a decline of 7.1% over the period.
- Estimated net income per share was approximately \$0.51.
- Expanded net loss per share was approximately \$0.26, primarily driven by non-cash losses related to the impact of unrealized gains on the valuation of our portfolio.
- Our debt funding as a quarter end was completed at approximately 100% (versus 12% second debt), and we had \$1.0 billion of additional capacity under our revolving credit facility.
- All of our portfolio companies made their scheduled interest payments for the quarter ended March 31, 2020. We had no portfolio companies on non-cash interest. Management Advisory ("MA") representing approximately 0.1% of our portfolio of debt capital at quarter end filed the declaration of dividends. MA made an irregularly scheduled cash interest payment during the quarter, which we have decided to apply to our last principal interest of recognizing a success.

## 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 time 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.

### TSLX'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 nudged 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, policymakers often fight the last war (Jan was referring to the policy response to the Global Financial Crisis).

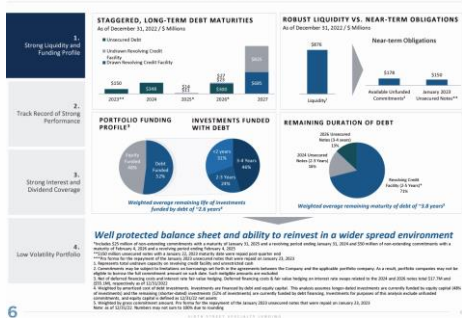
It is clear to us that negative real rates have distorted the investment environment and investor behavior. This has been particularly true for long-duration assets such as equities and long-dated securities, as noted above. For example, year-to-date total returns for the "broad" composite, the technology sector, and 10-year treasury 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 zero real rates compressed risk premia to the point that pricing was highly sensitive to a small change in the risk premia 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, SP500 S&P 500 Index.
- 3. Source: Bloomberg, Technology Select Sector SPDR Fund.
- 4. Source: Bloomberg, S&P 10Y Treasury Bond Constant 30-Year Total Return Index.

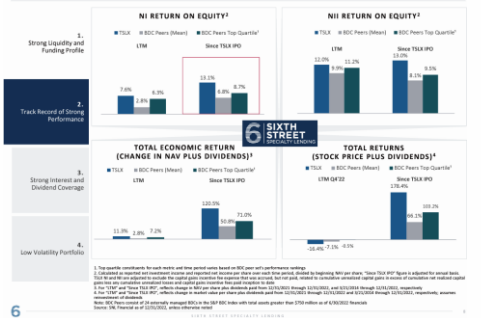
Exhibit 99.1

## 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 Q4 2023 earnings
2. Moody's rating updated 9/18/2023; S&P rating affirmed on 2/7/2023; Fitch rating affirmed on 4/3/2023; KBRA affirmed 5/26/2023

## Slide 5: The Sixth Street Platform

1. AUM presented as of 9/30/23 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 6: Differentiated Solutions Provider

1. AUM presented as of 9/30/23 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 42 structured credit investments with a total fair value of \$55.8 million
3. Calculation includes income earning debt investments only
4. Fully exited investments represent \$7.0 billion of cash invested; IRR weighted by capital invested
5. Calculated as cumulative reported net income per share from 3/31/2014 to 12/31/2023, 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 12/31/2023

## Slide 8: 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 12/31/2022 through 12/31/2023, or latest available, and 3/21/2014 through 12/31/2023, or latest available, respectively
4. For "LTM 4Q'23" and "Since TSLX IPO", reflects change in market value per share plus dividends paid from 12/31/2022 through 12/31/2023, or latest available, and 3/21/2014 through 12/31/2023, or latest available, 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 9: 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 9.75-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 and 2 rated BDC peers

## Slide 10: 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 11: Returns vs. Industry

1. TSLX total return is measured by change in market value per share during the period; includes reinvestment of dividends per share
2. 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; includes reinvestment of dividends per share
3. Source: Bloomberg Barclays US Corporate High Yield Total Return Index (Index Code: LF98TRUU)
4. Source: S&P LSTA Leveraged Loan Index

Note: 2023 returns are 12/31/2022 through 12/31/2023, 2022 returns are 12/31/2021 through 12/31/2022, 3-Year returns are 12/31/2020 through 12/31/2023 and Since IPO returns are since 3/21/2014 through 12/31/2023

## Slide 13: Access To Equity Markets

1. Reflects trading days that TSLX closed above 100% of last reported book value
2. Authority granted through shareholder approval to sell or otherwise issue shares of its common stock at a price below its then-current net asset value per share, subject to certain conditions. Approval most recently granted at a Special Meeting of Stockholders held 5/25/23

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 6/30/23 financials

## Slide 14: NAV Impact from Equity Raise (Feb 2021)

1. Assumes 0% Dividend Reinvestment Plan (DRIP) participation
2. Reflects proceeds to company post the underwriting discount, but prior to any offering expenses
3. Source: Raymond James, BDC Weekly Insights, data for "BDC Follow-ons 5/17/2017 to 3/3/2022"

# FOOTNOTES

## Slide 15: ROE Impact from Equity Raise (Feb 2021)

1. Pro forma for payment of the \$1.25/share special dividend and public offering of 4,000,000 shares of common stock for total gross proceeds of approximately \$86.6 million
2. Based on figures for quarter ended Q4 2020. Debt / Equity is as of quarter-end Q4 2020, not adjusted for unsettled trade receivables / (payables)
3. Cost of funds reflect the annualized interest expense over average debt outstanding for the period ended 12/31/2020, giving effect to the swap-adjusted interest rate on our convertible notes and unsecured notes, additionally adjusted to reflect the \$300 million issuance of the 2026 unsecured notes that closed in February 2021, the net proceeds of which were used to pay down a portion of the outstanding revolver borrowings, and the February 2021 amendment to the revolving credit facility, which extended the maturity date to February 2026 and upsized the facility by \$150 million to \$1.485 billion
4. Management fees expressed as percentage of assets is 1.50% on all assets financed using leverage under 1.0x debt to equity and 1.0% (after waivers) on all assets financed using leverage over 1.0x debt to equity; 17.50% incentive fee
5. Reflects average operating expenses for the year ending 12/31/2020 in addition to excises taxes which totaled \$5.76mm or 0.27% of average total assets for the year ended 12/31/2020. The excise tax is based on the level of spillover income, which for the purposes of this analysis, is reduced by the proposed special distribution, resulting in a lower excise tax level

## Slide 16: NAV Impact from Equity Raise (Feb 2024)

1. Assumes 0% Dividend Reinvestment Plan (DRIP) participation
2. Reflects proceeds to company post the underwriting discount, but prior to any offering expenses
3. Source: Raymond James, BDC Weekly Insight, data for "BDC Follow-ons 3/15/2019 to 2/29/2024"

## Slide 18: Dividend Coverage

Note that net investment income has been 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 19: Dividend Level Considerations

1. Calculated as the base dividend of \$0.46 per share annualized and divided by Q4'23 adjusted NAV per share of \$16.96
2. Calculated as total dividends per share related to relevant period earnings divided by Q4'22 adjusted NAV per share of \$16.39

## Slide 24: Differentiated Platform Expertise and Capabilities

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 26: 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 28: 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 29: TSLX Asset Mix

1. Excludes investments on non-accrual status
2. Large BDC Composite consists of ARCC, BXSL, OBDC, FSK
3. Calculated as cumulative reported net income per share from 3/31/2014 to 12/31/2023, 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 31: High Quality Portfolio

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

## Slide 35: Why Valuation Matters

1. Calculated as average daily price per share from 3/21/2014 to 12/31/2023 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 12/31/2023, 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.

## Slide 36: Price-to-Earnings (NII 2024E)

1. Calculated as the average of annual net income per share divided by net investment income per share from 3/31/2014 through 12/31/2023. TSLX net income 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
2. Calculated as price per share divided by consensus 2024 net investment income per share

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

## Slide 37: Adjusted Price-to-Earnings (NII 2024E)

1. Calculated as price per share divided by consensus 2024 net investment income per share adjusted for historical net income (NI) per share as percentage of net investment income (NII) per share
2. Please refer to calculations on the prior page

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

## Slide 39: Strong Liquidity and Funding Profile

1. Includes \$50 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. Adjusted for \$25 million of non-extending commitments with a maturity of January 31, 2025 that was terminated on January 31, 2024
2. Represents total undrawn capacity on revolving credit facility and unrestricted cash
3. Adjusted for the for \$350M 2029 Unsecured Notes issuance which settled on 1/16/24 and for the primary equity issuance on February 29, 2024. Total proceeds from the issuances were used to paydown the revolving credit facility
4. Reflects \$316 million of total unfunded commitments as of 12/31/23 excluding \$90 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
5. 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 12/31/23 net assets
6. Weighted by gross commitment amount
7. Unsecured Notes treated as floating rate due to interest rate swaps TSLX entered into to swap fixed notes payments for floating rate payments

# FOOTNOTES

## Slide 40: Liquidity Management

1. Includes \$50 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. Adjusted for \$25 million of non-extending commitments with a maturity of January 31, 2025 that was terminated on January 31, 2024
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
5. Adjusted for the for \$350M 2029 Unsecured Notes issuance which settled on 1/16/24 and for the primary equity issuance on February 29, 2024. Total proceeds from the issuances were used to paydown the revolving credit facility

## Slide 41: 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 44: 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 45: 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 46: Operating Results

1. 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
2. Interest from investments – other fees includes prepayment fees and accelerated amortization of upfront fees from unscheduled paydowns
3. Other income includes amendment fees, syndication fees, interest on cash and cash equivalents and miscellaneous fees
4. 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 47: Net Asset Value Bridge – Q4'23

1. Reflects Q3 2023 NAV per share adjusted for the supplemental dividend per share of \$0.07 related to Q3 2023 earnings and paid in Q4 2023
2. Reflects Q4 2023 NAV per share adjusted for the declared supplemental dividend per share of \$0.08 related to Q4 2023 earnings and payable in Q1 2024

## Slide 48: Net Asset Value Bridge – 2023

1. Reflects Q4 2022 NAV per share adjusted for the declared supplemental dividend per share of \$0.09 related to Q4 2022 earnings and paid in Q1 2023
2. 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. Includes the impact from Q2 2023 equity issuance and DRIP
4. Reflects Q4 2023 NAV per share adjusted for the anticipated supplemental dividend per share of \$0.08 related to Q4 2023 earnings and payable in Q1 2024

## Slide 49: 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 12/31/2023
3. Reflects the actual average interest cost under the terms of our debt for the quarter ended 12/31/2023 adjusted for the \$350M 2029 Unsecured Notes issuance. 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
5. Reflects average run-rate operating expenses for the historical 3-year period ending 12/31/2023



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