



Sixth Street Specialty Lending, Inc. – Debt

(\$ in million, except per share amounts)

As of September 30, 2021, unless otherwise noted

	Principal Amount Committed	Maturity	Interest Rate (Swap Pricing ⁽²⁾)	Initial/Current Conversion Price ⁽³⁾
Revolving Credit Facility ⁽¹⁾	\$1,510.0	February 4, 2026	L+1.875% / L+1.75%	N/A
2022 Convertible Notes	\$142.8	August 1, 2022	4.500% (L+2.11%)	\$21.34 / \$18.53
2023 Unsecured Notes	\$150.0	January 22, 2023	4.500% (L+1.99%)	N/A
2024 Unsecured Notes	\$347.5	November 1, 2024	3.875% (L+2.28%)	N/A
2026 Unsecured Notes	\$300.0	August 1, 2026	2.500% (L+1.91%)	N/A

Credit Statistics

	December 31, 2020	March 31, 2021	June 30, 2021	September 30, 2021
Total net assets	\$1,161.3	\$1,185.3	\$1,223.8	\$1,251.8
Debt to equity at quarter-end ⁽⁴⁾	0.95x	0.92x	1.08x	0.90x
Average debt to equity ⁽⁵⁾	0.87x	0.93x	1.07x	1.01x
Interest coverage ⁽⁶⁾	5.1x	5.6x	5.2x	5.3x
Interest & dividend coverage ⁽⁷⁾	1.4x	1.4x	1.3x	1.3x

(1) Interest rate on the facility is a formula-based calculation. If the Borrowing Base is equal to or greater than 1.85 times the Combined Debt Amount (i.e. 1.85x total commitments), the applicable margin is L+1.75. Includes \$25 million of non-extending commitments with a maturity of January 31, 2025 and a revolving period ending January 31, 2024.

(2) In connection with the convertible notes and notes offerings, the Company entered into interest rate swaps to continue to better align the interest rates of its liabilities with its investment portfolio, which consists of predominately floating rate loans. Note the swap pricing shown excludes OID.

(3) Conversion price adjusted for dividends in excess of dividend thresholds.

(4) Pro-forma for unsettled trades.

(5) Daily average debt outstanding during the quarter divided by daily average net assets during the quarter. Daily average net assets is calculated by starting with the prior quarter end net asset value and adjusting for capital activity during the quarter (adding common stock offerings / DRIP contributions).

(6) Interest coverage defined as (LTM net investment income + LTM interest expense) / LTM interest expense.

(7) Interest & dividend coverage defined as (LTM net investment income + LTM interest expense) / (LTM interest expense + LTM regular dividends paid); excludes supplemental and special dividends paid.

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



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

(\$ in millions, except share and per share amounts)

	December 31, 2020	March 31, 2021	June 30, 2021	September 30, 2021
Total net assets	\$1,161.3	\$1,185.3	\$1,223.8	\$1,251.8
Net asset value per share	\$17.16	\$16.47	\$16.85	\$17.18
Net asset value per share (pro forma) ⁽¹⁾	\$15.86	\$16.41	\$16.83	\$16.61
Shares outstanding (end of period)	67,684,209	71,969,998	72,649,683	72,848,977
Adjusted net income per share ⁽²⁾	\$0.81	\$0.88	\$0.88	\$0.80
Net income per share	\$0.79	\$0.81	\$0.80	\$0.75
Annualized ROE on adjusted net income ⁽²⁾⁽³⁾	19.2%	22.1%	21.4%	19.0%
Annualized ROE on net income ⁽³⁾	18.7%	20.5%	19.5%	17.9%

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

(2) Adjusted to exclude the capital gains incentive fee 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) Return on equity is calculated using the prior period's ending net asset value per share.

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