## Form **8937**(December 2017) Department of the Treasury Internal Revenue Service

## Report of Organizational Actions Affecting Basis of Securities

► See separate instructions.

OMB No. 1545-0123

| Part I  | Reporting                                   | Issuer                             |                |                              |                 | •  |  |  |
|---|---|------------------------------------|----------------|------------------------------|-----------------|--|--|--|
| 1 Issuer's name   |   |                                    |                |                              |                 | 2 Issuer's employer identification number (EIN)              |  |  |
|   |   |                                    |                |                              |                 |  |  |  |
|   | et Specialty Len                            | ding, Inc.<br>ditional information |                | 273380000                    |                 |  |  |  |
| 3 Name  | of contact for add                          | aitional information               | 4 Telephor     | ne No. of contact            | '               | 5 Email address of contact                                   |  |  |
| Lucy Lu   |   |                                    |                | 212 601 4753                 |                 | IRTSLX@sixthstreet.com                                       |  |  |
| 6 Number and street (or P.O. box if mail is not delivered to street address) of contact |   |                                    |                |                              |                 | 7 City, town, or post office, state, and ZIP code of contact |  |  |
|   | •   |                                    |                | ,                            |                 |  |  |  |
| 888 7th A   | ve, 35th Floor                              |                                    |                |                              | N               | ew York, NY 10106  |  |  |
| 8 Date  | of action                                   |                                    | 9 Class        | sification and description   | า               |  |  |  |
|   |   |                                    |                |                              |                 |  |  |  |
| March 12  |   | 144 0 : 1                          |                | onvertible Notes due 20      |                 |  |  |  |
| 10 CUSII  | P number                                    | 11 Serial number                   | (S)            | 12 Ticker symbol             | 1               | 3 Account number(s)  |  |  |
| 07  | 724EKAD4                                    | NIA                                |                | NIA                          |                 | NIA  |  |  |
| Part II   | <sup>7</sup> 265KAD4<br><b>Organizati</b> o | NA NA Onal Action Attac            | ch additiona   | NA<br>I statements if needed | d See back      | NA of form for additional questions.                         |  |  |
|   |   |                                    |                |                              |                 | st which shareholders' ownership is measured for             |  |  |
|   | _   | TACHED FORM 89                     |                |                              | · ·             | ·  |  |  |
|   |   |                                    | -              |                              |                 |  |  |  |
|   |   |                                    |                |                              |                 |  |  |  |
|   |   |                                    |                |                              |                 |  |  |  |
|   |   |                                    |                |                              |                 |  |  |  |
|   |   |                                    |                |                              |                 |  |  |  |
|   |   |                                    |                |                              |                 |  |  |  |
|   |   |                                    |                |                              |                 |  |  |  |
|   |   |                                    |                |                              |                 |  |  |  |
|   |   |                                    |                |                              |                 |  |  |  |
|   |   |                                    |                |                              |                 |  |  |  |
| <b>15</b> Des   | cribe the quantitat                         | tive effect of the orga            | anizational ac | tion on the basis of the s   | security in the | hands of a U.S. taxpayer as an adjustment per                |  |  |
|   |   |                                    |                | ED FORM 8937 APPEND          |                 |  |  |  |
|   |   | <u>-</u>                           |                |                              |                 |  |  |  |
|   |   |                                    |                |                              |                 |  |  |  |
|   |   |                                    |                |                              |                 |  |  |  |
|   |   |                                    |                |                              |                 |  |  |  |
|   |   |                                    |                |                              |                 |  |  |  |
|   |   |                                    |                |                              |                 |  |  |  |
|   |   |                                    |                |                              |                 |  |  |  |
|   |   |                                    |                |                              |                 |  |  |  |
|   |   |                                    |                |                              |                 |  |  |  |
|   |   |                                    |                |                              |                 |  |  |  |
| <b>16</b> Des   | cribe the calculation                       | on of the change in b              | nasis and the  | data that supports the ca    | alculation su   | ch as the market values of securities and the                |  |  |
|   |   | E ATTACHED FORM                    |                |                              | aloulation, ou  | on as the market values of securities and the                |  |  |
|   | <u>321</u>                                  | L MI MONED I ON                    | 10737 711 1 L  | NDIX                         |                 |  |  |  |
|   |   |                                    |                |                              |                 |  |  |  |
|   |   |                                    |                |                              |                 |  |  |  |
|   |   |                                    |                |                              |                 |  |  |  |
|   |   |                                    |                |                              |                 |  |  |  |
|   |   |                                    |                |                              |                 |  |  |  |
|   |   |                                    |                |                              |                 |  |  |  |
|   |   |                                    |                |                              |                 |  |  |  |
|   |   |                                    |                |                              |                 |  |  |  |
|   |   |                                    |                |                              |                 |  |  |  |

| Part I        |        | Organizational Action (continue                                     | d)                                     |                                    |   |  |  |
|---------------|--------|---|--|------------------------------------|---|--|--|
|               |        |   |  |                                    |   |  |  |
|               |        | applicable Internal Revenue Code section                            | on(s) and subsection(s) upon w         | hich the tax treatment is bas      | ed ►                                      |  |  |
| SEE AT        | TACE   | HED FORM 8937 APPENDIX A  |  |                                    |   |  |  |
|               |        |   |  |                                    |   |  |  |
|               |        |   |  |                                    |   |  |  |
|               |        |   |  |                                    |   |  |  |
|               |        |   |  |                                    |   |  |  |
|               |        |   |  |                                    |   |  |  |
|               |        |   |  |                                    |   |  |  |
|               |        |   |  |                                    |   |  |  |
|               |        |   |  |                                    |   |  |  |
|               |        |   |  |                                    |   |  |  |
|               |        |   |  |                                    |   |  |  |
|               |        |   |  |                                    |   |  |  |
|               |        |   |  |                                    |   |  |  |
| <b>18</b> C   | an any | y resulting loss be recognized? ►                                   |  |                                    |   |  |  |
| SEE AT        | TACH   | HED FORM 8937 APPENDIX A  |  |                                    |   |  |  |
|               |        |   |  |                                    |   |  |  |
|               |        |   |  |                                    |   |  |  |
|               |        |   |  |                                    |   |  |  |
|               |        |   |  |                                    |   |  |  |
|               |        |   |  |                                    |   |  |  |
|               |        |   |  |                                    |   |  |  |
|               |        |   |  |                                    |   |  |  |
|               |        |   |  |                                    |   |  |  |
|               |        |   |  |                                    |   |  |  |
|               |        |   |  |                                    |   |  |  |
|               |        |   |  |                                    |   |  |  |
|               |        |   |  |                                    |   |  |  |
| 40 D          |        |   |  | - th                               |   |  |  |
|               |        | any other information necessary to impl<br>HED FORM 8937 APPENDIX A | ement the adjustment, such as          | s the reportable tax year -        |   |  |  |
| <u>SLL AI</u> | TACI   | IED I ORIVI 0937 AFFEINDIX A  |  |                                    |   |  |  |
|               |        |   |  |                                    |   |  |  |
|               |        |   |  |                                    |   |  |  |
|               |        |   |  |                                    |   |  |  |
|               |        |   |  |                                    |   |  |  |
|               |        |   |  |                                    |   |  |  |
|               |        |   |  |                                    |   |  |  |
|               |        |   |  |                                    |   |  |  |
|               |        |   |  |                                    |   |  |  |
|               |        |   |  |                                    |   |  |  |
|               |        |   |  |                                    |   |  |  |
|               |        |   |  |                                    |   |  |  |
|               | Unde   | er penalties of perjury, I declare that I have ex                   | amined this return, including acco     | mpanying schedules and statem      | ents, and to the best of my knowledge and |  |  |
|               | belief | f, it is true, correct, and complete. Declaration                   | of preparer (other than officer) is be | ased on all information of which p | preparer has any knowledge.               |  |  |
| Sign          |        |   |  |                                    |   |  |  |
| Here          | Signa  | ature ▶   |  | Date ▶                             |   |  |  |
|               |        |   |  |                                    |   |  |  |
|               | Print  | your name ► Ian Simmonds  | Dren event1                            |                                    | Financial Officer                         |  |  |
| Paid          |        | Print/Type preparer's name  | Preparer's signature                   | Date                               | Check if                                  |  |  |
| Prepa         |        |   |  |                                    | self-employed                             |  |  |
| Use C         | nly    |   |  |                                    | Firm's EIN ►                              |  |  |
| Send Fo       | orm 89 | Firm's address ► 937 (including accompanying statements             | to: Department of the Treasu           | rv. Internal Revenue Service       | Phone no. Oaden, UT 84201-0054            |  |  |



## Form 8937 Appendix A

**Issuer:** Sixth Street Specialty Lending, Inc.

CUSIP: 87265KAD4 (4.50% Convertibles Notes due 2022)

Line 14 – Description of Organizational Action. On February 17, 2021, TSLX's Board of Directors declared a base dividend of \$0.41 per share of TSLX's common stock with a record date of March 15, 2021, to be paid on April 15, 2021. Section 13.04(a) of the Indenture for TSLX's 4.50% Convertible Notes due 2022 (or "2022 Notes") provides for an increase in the Conversion Rate in connection with these dividends.

Line 15 – Quantitative Effect of Organizational Action. Section 13.04(a) of the 2022 Notes provides for an increase in the conversion rate in connection with the dividends mentioned above on the Ex-Dividend Date, March 12, 2021.

## Conversion Rate Adjustment Calculation Illustration:

$$CR_1 = CR_0 \times \frac{SP_0 - T}{SP_0 - C}$$

where.

CR<sub>0</sub> = the conversion rate in effect immediately prior to the open of business on the ex-dividend date for such dividend or distribution;

CR<sub>1</sub> = the conversion rate in effect immediately after the open of business on the ex-dividend date for such dividend or distribution;

SP<sub>0</sub> = the last reported sale price of our common stock on the trading day immediately preceding the ex-dividend date for such dividend or distribution;

T = the initial dividend threshold; provided that if the dividend or distribution is not a regular quarterly cash dividend, the initial dividend threshold will be deemed to be zero; and

C = the amount in cash per share we distribute to holders of our common stock.

Pursuant to IRC Section 305(b)(2) and 305(c), the Conversion Rate Adjustment results in a deemed distribution to the holders of TSLX's 2022 Notes. The conversion rate is **50.6774** common shares per \$1,000 principal amount of 2022 Notes. The deemed distribution as a result of the increase in Conversion Rate of the 2022 Notes is \$1.03 per \$1,000 principal amount of 2022 Notes, and the 2022 Notes holders are entitled to an increase in basis by a like amount. TSLX had earnings and profits in excess of the deemed distributions.

Line 16 – Calculation of the Change in Basis. Sample calculation: A holder of 2022 Notes has \$1,000 basis in \$1,000 par amount of 2022 Notes. The holder of these 2022 Notes will increase its basis in such 2022 Notes by \$1.03 as a result of the increase in Conversion Rate of the 2022 Notes in connection with the dividend mentioned above on the Ex-Dividend Date of March 12, 2021.

Line 17 – Code Sections Upon Which Tax Treatment is Based. IRC Sections 305(b)(2), 305(c), 301(c), 301(d) and 316.



Line 18 – Recognition of Any Resulting Loss. This is not a loss transaction.

**Line 19 – Reportable Tax Year.** The reportable tax year is 2021 for taxpayers reporting taxable income on a calendar year basis.