



TPG Specialty Lending

Earnings Presentation

Quarter Ended March 31, 2018

Disclaimer and Forward-Looking Statement

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

This Presentation includes forward-looking statements about TSLX that involve substantial risks and uncertainties. These forward-looking statements are not historical facts, but rather are based on current expectations, estimates and projections about us, our current and prospective portfolio investments, our industry, our beliefs, and our assumptions. Words such as “anticipates,” “expects,” “intends,” “plans,” “believes,” “seeks,” “estimates,” “would,” “should,” “targets,” “projects,” and variations of these words and similar expressions are intended to identify forward-looking statements. These statements are not guarantees of future performance and are subject to risks, uncertainties, and other factors, some of which are beyond our control and difficult to predict, that could cause actual results to differ materially from those expressed or forecasted in the forward-looking statements. Such factors include, but are not limited to the risks, uncertainties and other factors we identify in the section entitled “Risk Factors” in filings we make with the Securities and Exchange Commission. Opinions expressed are current opinions as of the date of this Presentation.

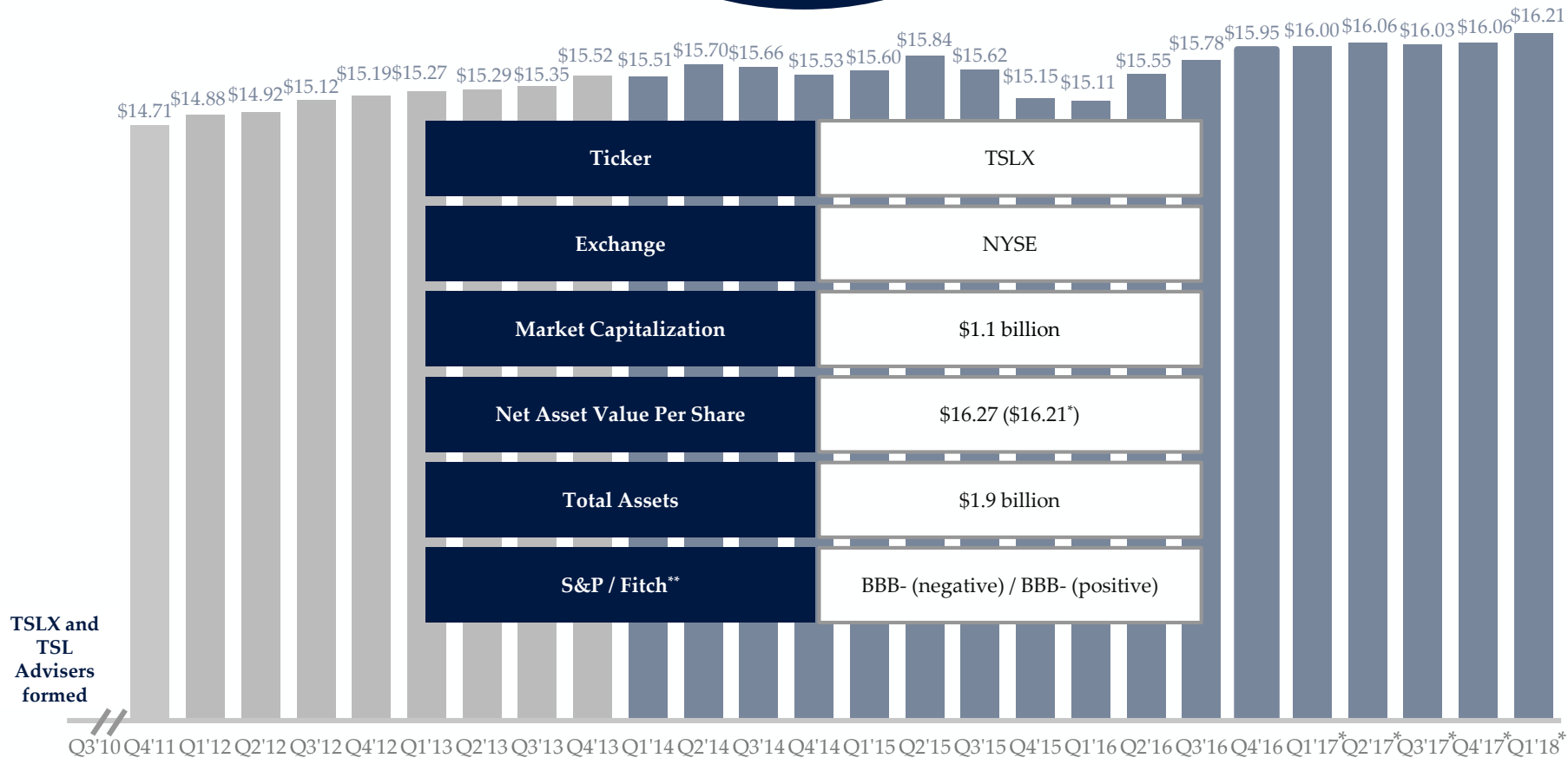
We have based the forward-looking statements included in this presentation on information available to us on the date of this Presentation, and we assume no obligation to update any such forward-looking statements. Should TSLX’s estimates, projections and assumptions or these other uncertainties and factors materialize in ways that TSLX did not expect, actual results could differ materially from the forward-looking statements in this Presentation.

Information throughout the Presentation provided by sources other than TSLX (including information relating to portfolio companies) has not been independently verified and, accordingly, TSLX makes no representation or warranty in respect of this information.

The following slides contain summaries of certain financial and statistical information about TSLX. The information contained in this Presentation is summary information that is intended to be considered in the context of our Securities and Exchange Commission filings and other public announcements that we may make, by press release or otherwise, from time to time. We undertake no duty or obligation to publicly update or revise the information contained in this Presentation. In addition, information related to past performance, while helpful as an evaluative tool, is not necessarily indicative of future results, the achievement of which cannot be assured. You should not view the past performance of TSLX, or information about the market, as indicative of TSLX’s future results. This Presentation does not constitute a prospectus and should under no circumstances be understood as an offer to sell or the solicitation of an offer to buy any securities of TSLX.

Overview

Specialty finance company focused on lending to middle-market companies



Note: Market capitalization and financial data as of 3/31/2018

*Reflects NAV per share pro forma for the variable supplemental dividend per share of \$0.04, \$0.09, \$0.06, \$0.03 and \$0.06 related to Q1 2017, Q2 2017, Q3 2017, Q4 2017, and Q1 2018 earnings, respectively

**S&P rating affirmed on 02/06/2018 and Fitch rating affirmed on 03/05/2018

■ Pre-IPO ■ Post-IPO

Highlights

Broadly distributed, scaled senior floating rate-focused portfolio

- ▶ Core focus on investing in middle-market loans to U.S. based companies
 - Target EBITDA: \$10 million to \$250 million
 - Portfolio weighted average EBITDA: \$26 million⁽¹⁾
- ▶ Target investment hold size of \$30 million to \$100 million
- ▶ Diversified portfolio of investments in 48 portfolio companies with an average investment size of \$40 million; largest investment represents 6.2%
- ▶ Portfolio of 98% secured, 95% first-lien debt investments; 100% floating rate*

Leading platform with proprietary, directly originated deal flow

- ▶ External advisor part of TPG Sixth Street Partners, with approximately \$21 billion of credit related assets under management as of December 31, 2017
- ▶ Direct, primary originations sourced through coverage of companies, financial sponsors, and intermediaries
- ▶ Sourcing from non-intermediated channels accounts for 99% of TSLX originations
- ▶ Sponsor coverage focused on sector-based themes

Disciplined investment strategy, underwriting process, and active asset management

- ▶ Focus on investing at the top of the capital structure and protecting that position
- ▶ Weighted average of 2.3 key financial covenants per credit agreement
- ▶ Effective voting control on 84% of debt investments

Drive ROE

- ▶ Q1'18 Annualized ROAE from Net Investment Income of 12.7%⁽²⁾
- ▶ Q1'18 Annualized ROAE from Net Income of 13.8%⁽²⁾

*Includes fixed rate investments for which TSLX entered into interest rate swap agreements to swap to a floating rate

Financial Highlights

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

	Q1 2017	Q2 2017	Q3 2017	Q4 2017	Q1 2018
Net investment income per share	\$0.48	\$0.57	\$0.51	\$0.45	\$0.51
Net realized and unrealized gains (losses) per share	(\$0.01)	(\$0.04)	(\$0.10)	(\$0.01)	\$0.05
Net income per share	\$0.47	\$0.53	\$0.41	\$0.44	\$0.56
Net asset value per share (ending shares)	\$16.04	\$16.15	\$16.09	\$16.09	\$16.27
Pro forma net asset value per share (ending shares)*	\$16.00	\$16.06	\$16.03	\$16.06	\$16.21
Distributions paid per share (ending shares)	\$0.39	\$0.43	\$0.48	\$0.45	\$0.42
Net assets	\$959,641	\$968,099	\$966,743	\$969,284	\$1,043,967
Total debt ^{(3)**}	\$618,094	\$585,455	\$577,145	\$715,198	\$852,426
Debt to equity at quarter-end ⁽⁴⁾	0.64x	0.60x	0.60x	0.74x	0.82x
Average debt to equity ⁽⁵⁾	0.73x	0.62x	0.61x	0.72x	0.84x
Annualized ROAE on net investment income ⁽²⁾	12.0%	14.1%	12.8%	11.1%	12.7%
Annualized ROAE on net income ⁽²⁾	11.9%	13.2%	10.2%	11.0%	13.8%

*Reflects NAV per share pro forma for the variable supplemental dividend per share of \$0.04, \$0.09, \$0.06, \$0.03 and \$0.06 related to Q1 2017, Q2 2017, Q3 2017, Q4 2017 and Q1 2018 earnings, respectively

**Total carrying value of debt excluding unamortized balance of Deferred Financing Costs

Portfolio Highlights – Selected Metrics

(Dollar amounts in thousands)

	As of and For Three Months Ended				
	March 31, 2017	June 30, 2017	September 30, 2017	December 31, 2017	March 31, 2018
Investments at Fair Value	\$1,580,278	\$1,554,451	\$1,550,280	\$1,693,723	\$1,909,320
Number of Portfolio Companies	48	46	44	45	48
Average Investment Size in Our Portfolio Companies	\$32,922	\$33,792	\$35,234	\$37,638	\$39,777
Asset Class:					
First-Lien Debt Investments	99%	93%	93%	93%	95%
Second-Lien Debt Investments	<1%	4%	4%	4%	3%
Mezzanine and Unsecured Debt Investments	0%	0%	0%	0%	0%
Equity and Other Investments	1%	3%	3%	3%	2%
Interest Rate Type:					
% Floating Rate*	100%	100%	100%	100%	100%
% Fixed Rate	0%	0%	0%	0%	0%
Yields at Fair Value unless Otherwise Noted:					
Weighted Average Total Yield of Debt and Income Producing Securities at Amortized Cost ⁽⁶⁾	10.4%	10.8%	10.8%	10.8%	11.2%
Weighted Average Total Yield of Debt and Income Producing Securities ⁽⁶⁾	10.3%	10.7%	10.7%	10.7%	11.1%
Weighted Average Spread Over LIBOR of All Floating Rate Investments*	8.8%	9.0%	9.0%	8.8%	8.6%
Weighted Average Interest Rate of Debt and Income Producing Securities	9.7%	10.1%	10.2%	10.2%	10.6%
Fair Value as a Percentage of Principal (Debt)	98.6%	99.5%	99.4%	99.4%	99.2%
Fair Value as a Percentage of Call Price (Debt)	95.2%	95.8%	95.6%	95.6%	95.8%
Investment Activity at Par:					
New Investment Commitments	\$149,217	\$267,727	\$359,036	\$296,667	\$331,666
Net Funded Investment Activity	(\$71,290)	(\$24,251)	(\$2,030)	\$135,366	\$207,515
New Investment Commitments at Par:					
Number of New Investment Commitments in New Portfolio Companies	5	5	7	5	7
Average New Investment Commitment Amount in New Portfolio Companies	\$29,843	\$43,700	\$40,910	\$57,393	\$47,381
Weighted Average Term for New Investment Commitments in New Portfolio Companies (in years)	5.6	4.9	5.0	4.2	5.7
Weighted Average Interest Rate of New Investment Commitments	9.4%	11.2%	9.2%	8.4%	10.0%
Weighted Average Spread Over LIBOR of New Floating Rate Investment Commitments*	8.7%	9.9%	7.9%	6.9%	7.8%

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

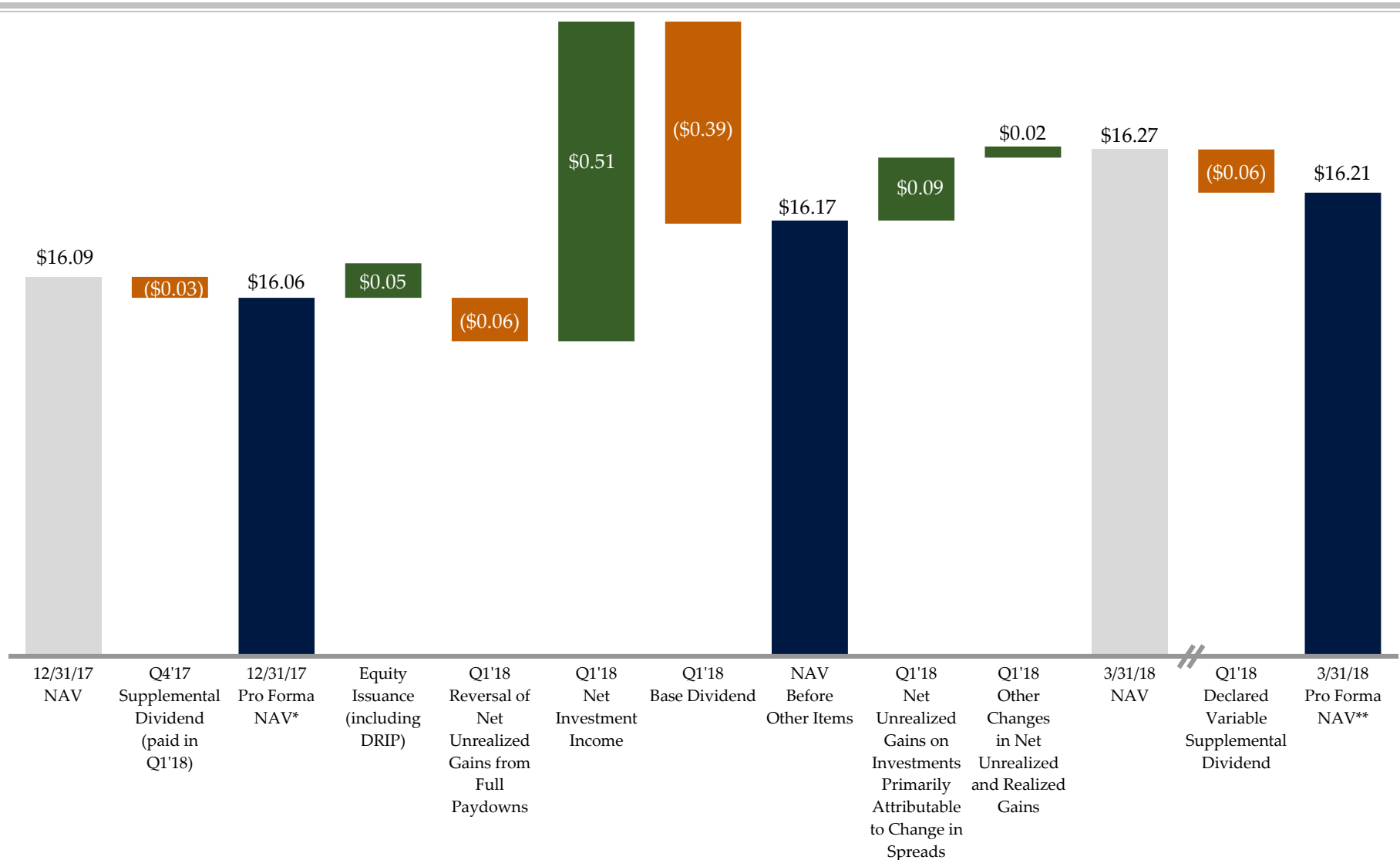
Quarterly Statements of Financial Condition

(Dollar amounts in thousands, except per share data; per share data is based on ending shares outstanding)

	As of				
	March 31, 2017	June 30, 2017	September 30, 2017	December 31, 2017	March 31, 2018
Assets					
Investments at Fair Value	\$1,580,278	\$1,554,451	\$1,550,280	\$1,693,723	\$1,909,320
Cash and Cash Equivalents	\$7,030	\$13,466	\$8,118	\$6,665	\$8,870
Interest Receivable	\$7,914	\$8,188	\$7,918	\$6,762	\$8,541
Receivable for Interest Rate Swaps	\$223	\$2,356	\$674	-	-
Receivable for Investments Sold	\$7,080	-	-	-	-
Prepaid Expenses and Other Assets	\$4,355	\$10,667	\$14,076	\$13,088	\$3,413
Total Assets	\$1,606,880	\$1,589,128	\$1,581,066	\$1,720,238	\$1,930,144
Liabilities					
Debt (Net of Deferred Financing Costs) ⁽³⁾	\$603,999	\$572,158	\$564,558	\$703,428	\$835,914
Management Fees Payable to Affiliate	\$6,071	\$5,977	\$5,995	\$6,219	\$6,631
Incentive Fees Payable to Affiliate	\$6,050	\$7,198	\$6,561	\$5,628	\$6,574
Dividends Payable	\$23,337	\$23,380	\$23,428	\$23,488	\$23,556
Payables to Affiliate	\$1,348	\$2,356	\$3,572	\$1,901	\$2,410
Other Liabilities	\$6,434	\$9,960	\$10,209	\$10,290	\$11,092
Total Liabilities	\$647,239	\$621,029	\$614,323	\$750,954	\$886,177
Total Net Assets	\$959,641	\$968,099	\$966,743	\$969,284	\$1,043,967
Total Liabilities and Net Assets	\$1,606,880	\$1,589,128	\$1,581,066	\$1,720,238	\$1,930,144
Net Asset Value per Share	\$16.04	\$16.15	\$16.09	\$16.09	\$16.27
Pro Forma Net Asset Value per Share*	\$16.00	\$16.06	\$16.03	\$16.06	\$16.21
Debt to Equity at Quarter End ⁽⁴⁾	0.64x	0.60x	0.60x	0.74x	0.82x
Average Debt to Equity ⁽⁵⁾	0.73x	0.62x	0.61x	0.72x	0.84x

*Reflects NAV per share pro forma for the variable supplemental dividend per share of \$0.04, \$0.09, \$0.06, \$0.03 and \$0.06 related to Q1 2017, Q2 2017, Q3 2017, Q4 2017 and Q1 2018 earnings, respectively

Net Asset Value Bridge – Q1'18



Note: Per share data was derived using the Q1 2018 weighted average shares outstanding except for equity issuance and dividend amounts. Numbers may not sum due to rounding

*Reflects Q4 2017 NAV per share pro forma for the declared variable supplemental dividend per share of \$0.03 related to Q4 2017 earnings and payable in Q1 2018

**Reflects Q1 2018 NAV per share pro forma for the declared variable supplemental dividend per share of \$0.06 related to Q1 2018 earnings and payable in Q2 2018

Operating Results

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

	For Three Months Ended				
	March 31, 2017	June 30, 2017	September 30, 2017	December 31, 2017	March 31, 2018
Total Investment Income	\$50,948	\$58,819	\$52,305	\$48,825	\$57,767
Net Expenses	\$21,679	\$24,007	\$20,736	\$21,381	\$25,731
Net Investment Income Before Income Taxes	\$29,269	\$34,812	\$31,569	\$27,444	\$32,036
Income Taxes, Including Excise Taxes	\$750	\$880	\$640	\$565	\$850
Net Investment Income	\$28,519	\$33,932	\$30,929	\$26,879	\$31,186
Net Realized and Unrealized Gains (Losses)	(\$241)	(\$2,106)	(\$6,170)	(\$133)	\$2,650
Net Income	\$28,278	\$31,826	\$24,759	\$26,746	\$33,836
<u>Per Share:</u>					
Net Investment Income	\$0.48	\$0.57	\$0.51	\$0.45	\$0.51
Net Income	\$0.47	\$0.53	\$0.41	\$0.44	\$0.56
Distributions Paid (Record Date)	\$0.39	\$0.43	\$0.48	\$0.45	\$0.42
Weighted Average Shares Outstanding for the Period	59,796,731	59,912,804	60,057,567	60,209,230	60,840,459
Shares Outstanding at End of Period	59,839,041	59,960,674	60,099,355	60,247,201	64,166,951

Quarterly Operating Results Detail

(Dollar amounts in thousands)

	For Three Months Ended				
	March 31, 2017	June 30, 2017	September 30, 2017	December 31, 2017	March 31, 2018
Investment Income:					
Interest From Investments – Interest and Dividend Income ⁽⁷⁾	\$40,691	\$40,708	\$41,967	\$43,768	\$46,837
Interest From Investments – Other Fees ⁽⁸⁾	\$8,080	\$15,708	\$6,785	\$3,369	\$5,059
Total Interest From Investments	\$48,771	\$56,416	\$48,752	\$47,137	\$51,896
Other Income ⁽⁹⁾	\$2,177	\$2,403	\$3,553	\$1,688	\$5,871
Total Investment Income	\$50,948	\$58,819	\$52,305	\$48,825	\$57,767
Expenses:					
Interest	\$6,865	\$7,655	\$5,498	\$7,424	\$9,070
Management Fees	\$6,071	\$5,977	\$5,995	\$6,243	\$6,660
Incentive Fees	\$6,050	\$7,197	\$6,561	\$5,689	\$6,608
Other Operating Expenses	\$2,693	\$3,178	\$2,682	\$2,110	\$3,456
Total Expenses	\$21,679	\$24,007	\$20,736	\$21,466	\$25,794
Management and Incentive Fees Waived	-	-	-	(\$85)	(\$63)
Net Expenses	\$21,679	\$24,007	\$20,736	\$21,381	\$25,731
Net Investment Income Before Income Taxes	\$29,269	\$34,812	\$31,569	\$27,444	\$32,036
Income Taxes, Including Excise Taxes	\$750	\$880	\$640	\$565	\$850
Net Investment Income	\$28,519	\$33,932	\$30,929	\$26,879	\$31,186
Net Unrealized and Realized Gains (Losses)	(\$241)	(\$2,106)	(\$6,170)	(\$133)	\$2,650
Net Income	\$28,278	\$31,826	\$24,759	\$26,746	\$33,836

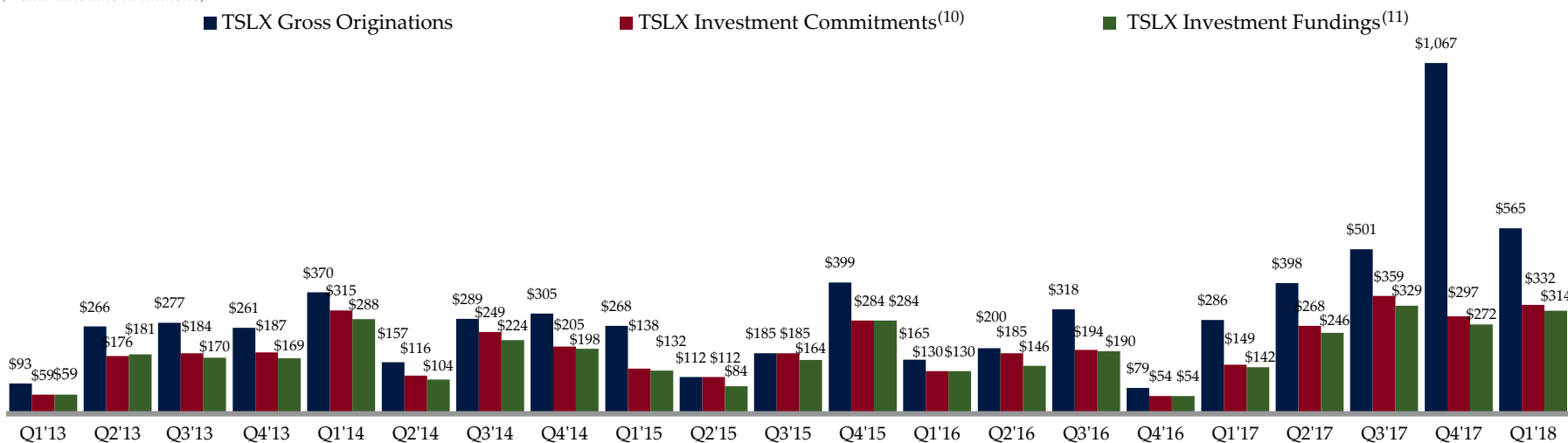
Portfolio Highlights – Originations

(Dollar amounts in millions)

Q1'18 Originations and Net Funding

- Gross originations were \$564.6 for the quarter
- New investment commitments and fundings totaled \$331.7 and \$313.5, respectively. The commitments were distributed across 7 new portfolio companies
- Paydowns and sales totaled \$106.0. The paydowns and sales were distributed across 4 full paydowns, 1 partial paydown, and 1 partial sale
- Net funded investment activity was \$207.5

(Dollar amounts in millions)



Portfolio Funds Roll⁽¹²⁾

(Dollar amounts in thousands)

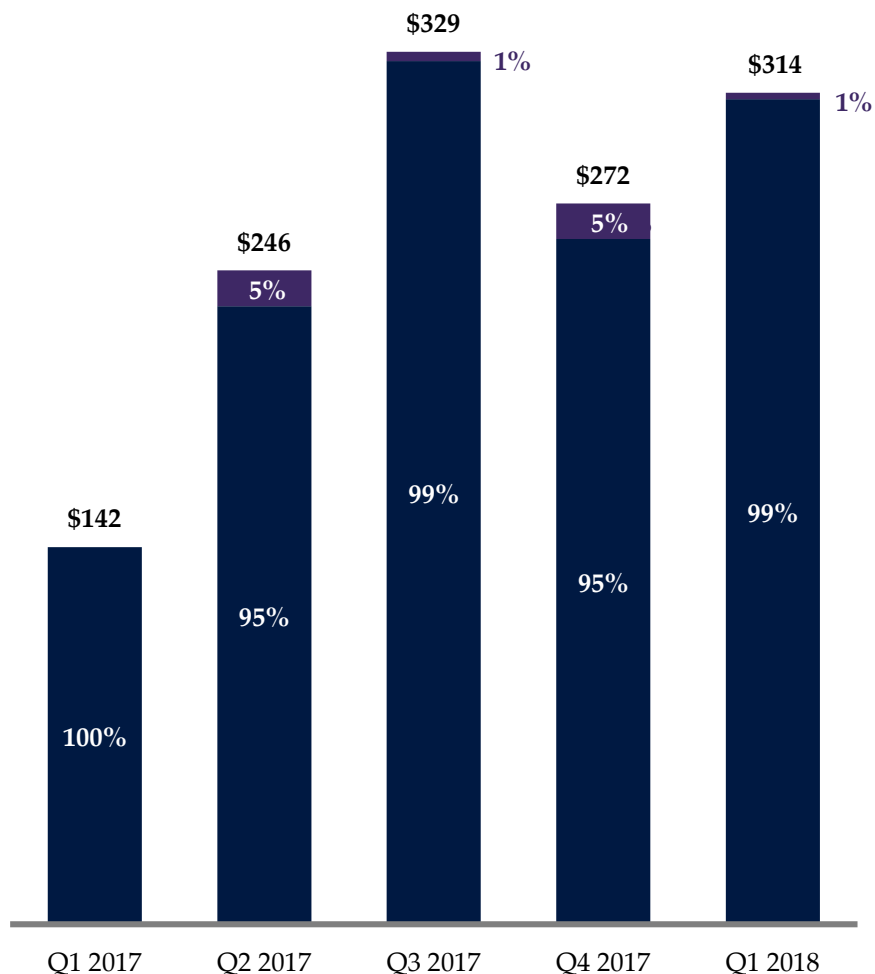
	Q1 2017	Q2 2017	Q3 2017	Q4 2017	Q1 2018
Investment Commitments	\$149,217	\$267,727	\$359,036	\$296,667	\$331,666
Investment Fundings	\$142,217	\$246,477	\$328,889	\$271,759	\$313,502
Investments Sold or Repaid	(\$213,507)	(\$270,728)	(\$330,919)	(\$136,393)	(\$105,987)
Net Funded Investment Activity	(\$71,290)	(\$24,251)	(\$2,030)	\$135,366	\$207,515

Portfolio Highlights – Asset Mix

NEW INVESTMENT FUNDINGS

(At Par Value, \$mm)

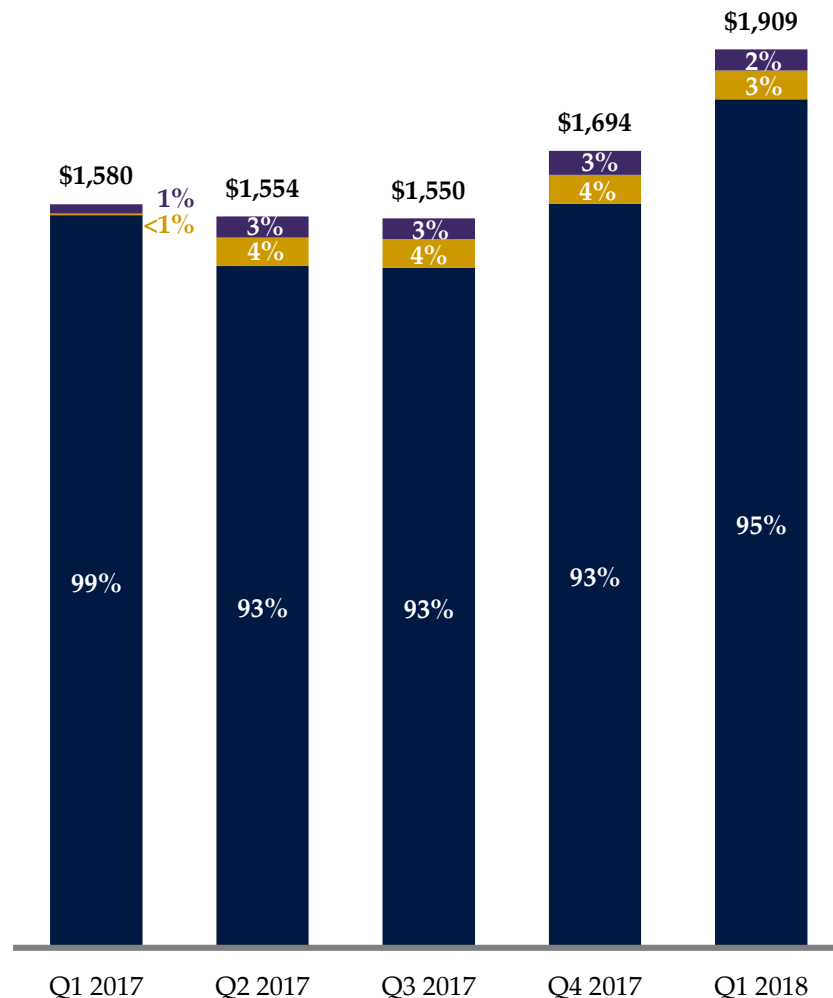
■ First Lien ■ Second Lien ■ Equity & Other



END OF PERIOD INVESTMENTS

(At Fair Value, \$mm)

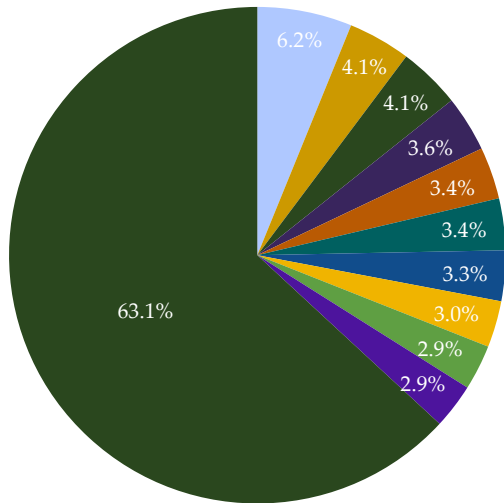
■ First Lien ■ Second Lien ■ Equity & Other



Portfolio Highlights – Diversification Across Borrowers and Industries

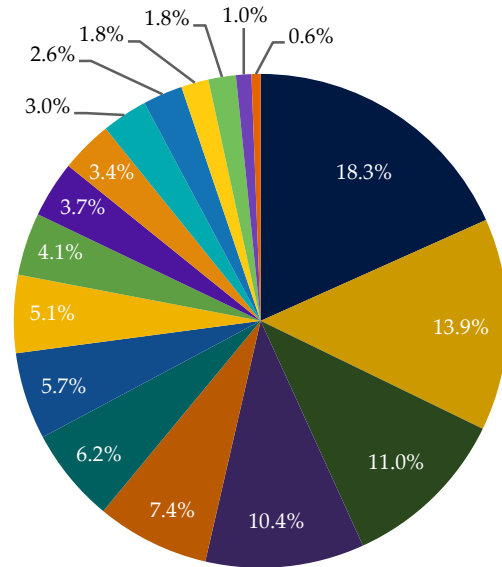
TOP 10 BORROWER DIVERSIFICATION

- iHeart Communications, Inc.
- AFS Technologies
- Nektar Therapeutics
- Motus, LLC
- Nintex
- Insurity Inc.
- AvidXchange
- MatrixCare, Inc.
- Illuminate Education Inc.
- PayLease, LLC
- Remainder of Portfolio



INDUSTRY DIVERSIFICATION

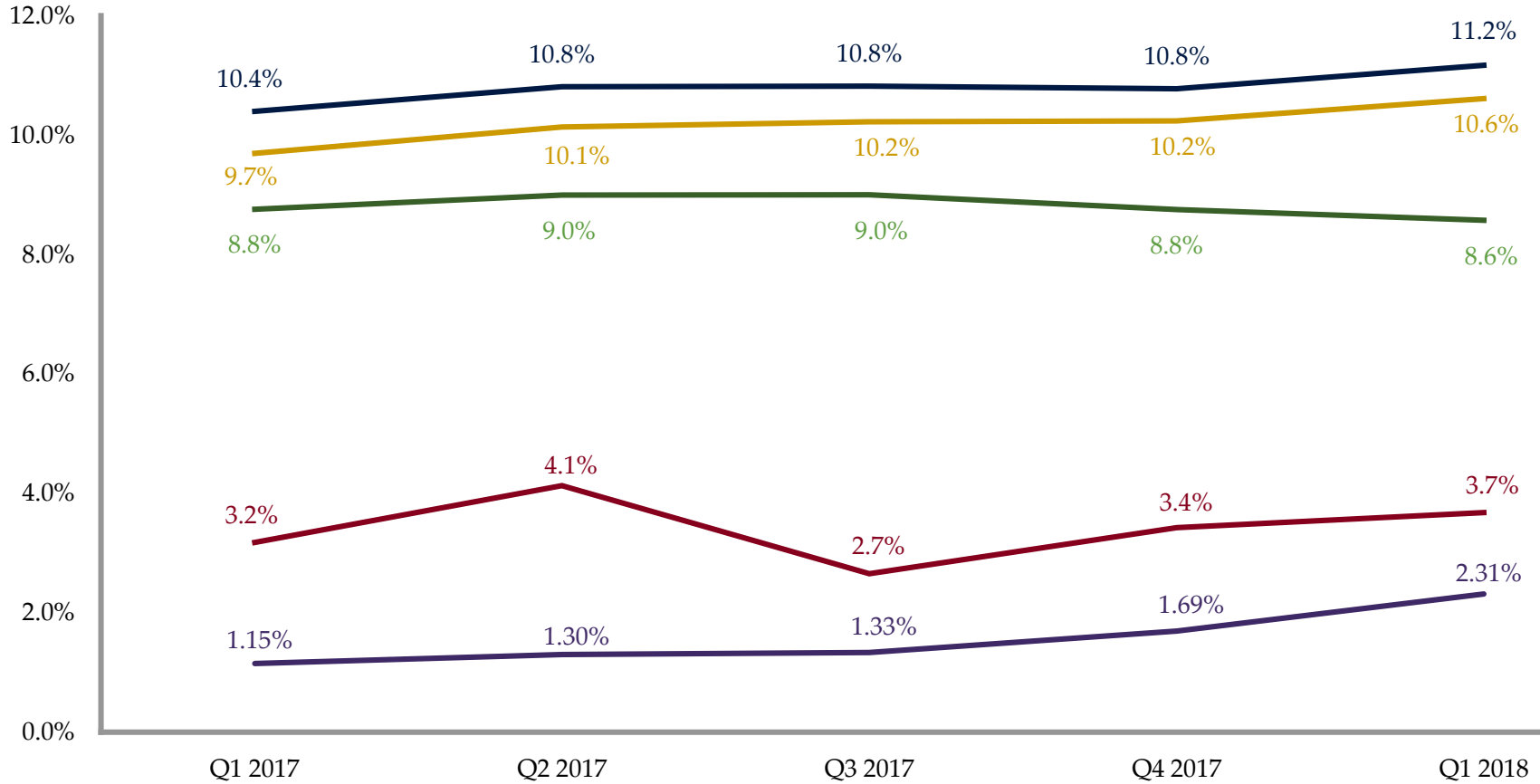
- Business services
- Financial services
- Healthcare
- Education
- Pharmaceuticals
- Communications
- Retail and consumer products
- Oil, gas and consumable fuels
- Beverage, food, and tobacco
- Marketing services
- Insurance
- Manufacturing
- Internet services
- Hotel, gaming, and leisure
- Human resource support services
- Office products
- Chemicals



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

Portfolio Highlights – Net Interest Margin Analysis

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



Liquidity Management

Cash and Cash Equivalents

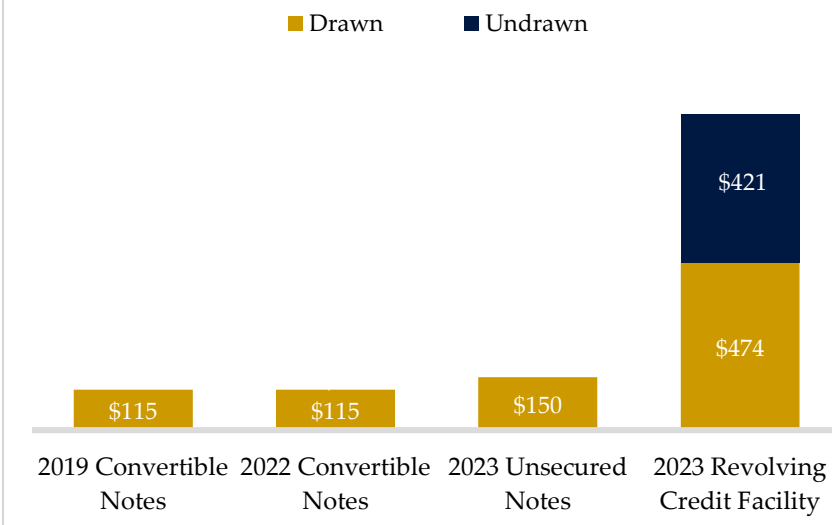
Unrestricted cash totaled \$3.2 million as of March 31, 2018. Restricted cash related to our interest rate swaps totaled \$5.7 million.

Revolving Credit Facility*		Unsecured Notes		
Size:	\$895.0 million; uncommitted accordion feature can increase total size to \$1.25 billion	Convertible Notes		Unsecured Notes
		Size:	\$115 million	\$115 million
			\$115 million	\$150 million
Revolving Period:	February 18, 2022	Maturity:	December 15, 2019	August 1, 2022
			January 22, 2023	
Maturity Date:	February 17, 2023	Coupon:	4.50%	4.50%
			4.50%	4.50%
Interest Rate:	LIBOR + 1.875%/ LIBOR + 1.75%	Interest Rate Swap Pricing: ⁽¹⁴⁾	LIBOR + 2.86%	LIBOR + 2.37%
			LIBOR + 1.99%	LIBOR + 1.99%
Undrawn Fee:	0.375%	Initial / Current Conversion Price: **	\$25.83 / \$25.35	\$21.34 / \$21.12
			N/A	N/A

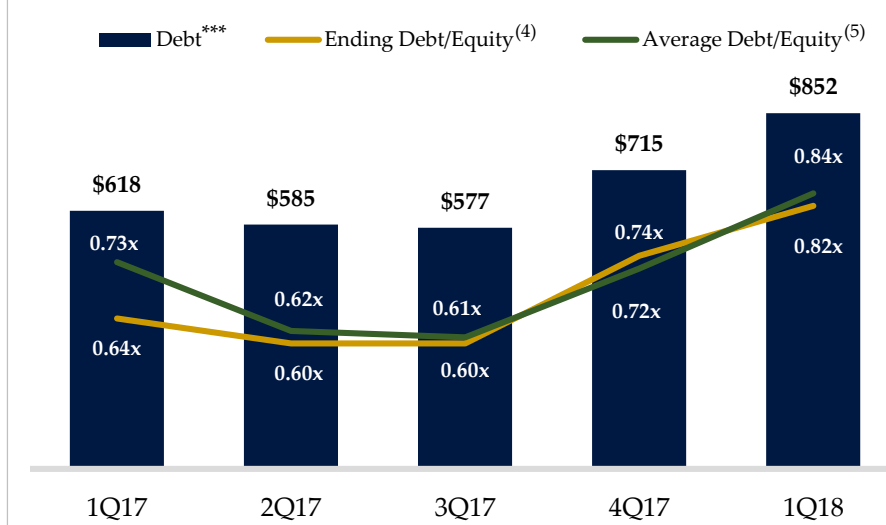
*Interest rate on the facility is a formula based calculation. If the Borrowing Base is equal to or greater than 1.85 times the Combined Debt Amount (i.e. 1.85x total commitments), the applicable margin is L+1.75%

**Current conversion price adjusted for dividends in excess of dividend thresholds

(As of March 31, 2018; \$ in millions)



(\$ in millions)

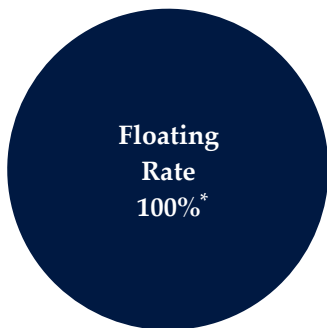


***Total carrying value of debt excluding unamortized balance of Deferred Financing Costs ⁽³⁾

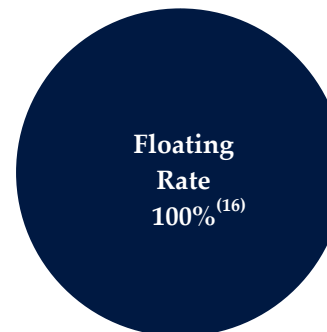
Funding Profile

Stable Funding Profile

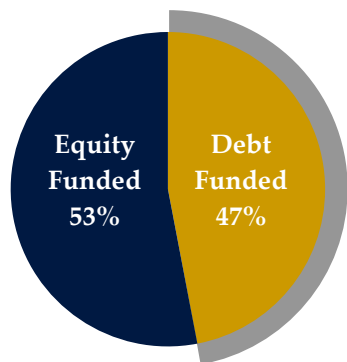
DEBT PORTFOLIO COMPOSITION



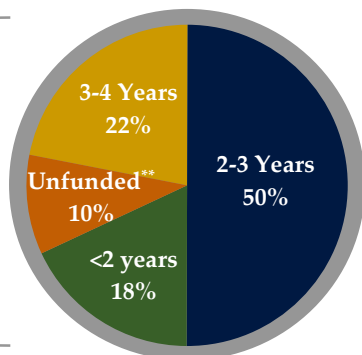
FLOATING RATE DEBT



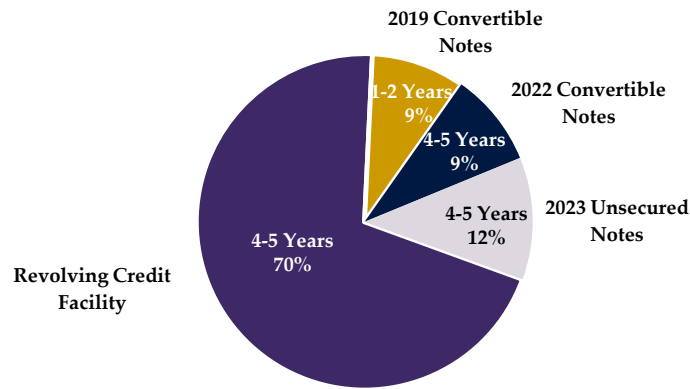
PORTFOLIO FUNDING PROFILE⁽³⁾



INVESTMENTS FUNDED WITH DEBT



REMAINING DURATION OF DEBT^{***}



• Weighted average remaining life of investments funded by debt of ~2.5 years⁽¹⁵⁾

• Weighted average remaining maturity of debt of ~4.5 years⁽¹⁷⁾

TSLX is match funded from an interest rate and duration perspective

^{*}Includes fixed rate investments for which TSLX entered into interest rate swap agreements to swap to a floating rate

^{**}Includes unfunded commitments of \$89.8mm

^{***}Based on remaining life of debt weighted by total capacity as of 3/31/2018

Distribution Information

Distribution Data⁽¹⁸⁾

Date Declared	Record Date	Payment Date	Amount Per Share	Total Amount (\$000's)
December 31, 2011	December 31, 2011	January 30, 2012	\$0.06	\$649
March 20, 2012	March 31, 2012	May 7, 2012	\$0.16	\$3,100
May 9, 2012	June 30, 2012	August 3, 2012	\$0.32	\$7,410
September 30, 2012	September 30, 2012	October 30, 2012	\$0.36	\$9,000
December 31, 2012	December 31, 2012	January 31, 2013	\$0.33 ⁽¹⁹⁾	\$10,260 ⁽¹⁹⁾
March 31, 2013	March 31, 2013	May 6, 2013	\$0.38	\$13,000
June 30, 2013	June 30, 2013	July 31, 2013	\$0.40	\$13,675
September 30, 2013	September 30, 2013	October 31, 2013	\$0.38	\$13,900
December 31, 2013	December 31, 2013	January 30, 2014	\$0.40 ⁽²⁰⁾	\$14,810 ⁽²⁰⁾
March 26, 2014	March 31, 2014	April 30, 2014	\$0.38	\$19,717
May 6, 2014	June 30, 2014	July 31, 2014	\$0.38	\$20,272
August 4, 2014	September 30, 2014	October 31, 2014	\$0.38	\$20,355
November 3, 2014	December 31, 2014	January 30, 2015	\$0.39	\$20,981
February 20, 2015	March 31, 2015	April 30, 2015	\$0.39	\$21,044
May 6, 2015	June 30, 2015	July 31, 2015	\$0.39	\$21,061
August 4, 2015	September 30, 2015	October 30, 2015	\$0.39	\$21,070
November 3, 2015	December 31, 2015	January 29, 2016	\$0.39	\$21,124
February 24, 2016	March 31, 2016	April 29, 2016	\$0.39	\$23,098
May 4, 2016	June 30, 2016	July 29, 2016	\$0.39	\$23,171
August 3, 2016	September 30, 2016	October 31, 2016	\$0.39	\$23,236
November 7, 2016	December 30, 2016	January 31, 2017	\$0.39	\$23,289
February 22, 2017	April 7, 2017	April 28, 2017	\$0.39	\$23,337
May 3, 2017	May 31, 2017	June 30, 2017	\$0.04	\$2,398
May 3, 2017	June 15, 2017	July 14, 2017	\$0.39	\$23,380
August 2, 2017	August 31, 2017	September 29, 2017	\$0.09	\$5,407
August 2, 2017	September 15, 2017	October 13, 2017	\$0.39	\$23,428
November 7, 2017	November 30, 2017	December 29, 2017	\$0.06	\$3,613
November 7, 2017	December 15, 2017	January 12, 2018	\$0.39	\$23,488
February 21, 2018	February 28, 2018	March 30, 2018	\$0.03	\$1,812
February 21, 2018	March 15, 2018	April 13, 2018	\$0.39	\$23,556
May 3, 2018	May 31, 2018	June 29, 2018	\$0.06	TBD
May 3, 2018	June 15, 2018	July 13, 2018	\$0.39	TBD

Equity Information

Equity Offerings / Repurchases⁽²²⁾

Date	Offering	Amount Per Share	Gross Amount (\$000s)
January 15, 2014	Capital Call	\$15.35	\$65,000
February 13, 2014	DRIP Issuance	\$15.52	\$7,794
March 21, 2014	Private Placement	\$16.00	\$50,000
March 21, 2014	Public Offering	\$16.00	\$128,402
May 1, 2014	DRIP Issuance ⁽²¹⁾	\$17.24	\$7,072
August 1, 2014	DRIP Issuance	\$18.40	\$4,028
November 3, 2014	DRIP Issuance	\$15.93	\$3,673
February 2, 2015	DRIP Issuance	\$16.61	\$2,699
May 1, 2015	DRIP Issuance	\$17.25	\$715
August 3, 2015	DRIP Issuance	\$16.91	\$444
August 24, 2015	Stock Repurchase	\$14.42	(\$29)
November 2, 2015	DRIP Issuance	\$16.15	\$2,235
January – February 2016	Stock Repurchase ⁽²³⁾	\$15.44	(\$1,329)
February 1, 2016	DRIP Issuance	\$15.63	\$2,310
March 3, 2016	Equity Issuance	\$16.42	\$79,600
May 2, 2016	DRIP Issuance	\$15.61	\$2,907
August 1, 2016	DRIP Issuance	\$16.67	\$2,811
November 1, 2016	DRIP Issuance	\$17.02	\$2,310
February 1, 2017	DRIP Issuance	\$17.36	\$2,132
May 1, 2017	DRIP Issuance	\$19.86	\$2,182
June 30, 2017	DRIP Issuance	\$19.43	\$229
July 14, 2017	DRIP Issuance	\$19.54	\$2,192
September 29, 2017	DRIP Issuance	\$19.91	\$528
October 13, 2017	DRIP Issuance	\$19.72	\$2,475
December 29, 2017	DRIP Issuance	\$18.81	\$420
January 12, 2018	DRIP Issuance	\$19.06	\$2,921
March 21, 2018	Equity Issuance	\$17.45	\$65,438
March 30, 2018	DRIP Issuance	\$16.97	\$279

Common Stock Market Price Data

Quarter Ended	Low	High	End of Period
March 31, 2014	\$16.00	\$16.70	\$16.60
June 30, 2014	\$16.60	\$23.90	\$21.83
September 30, 2014	\$16.01	\$22.36	\$16.01
December 31, 2014	\$15.74	\$18.00	\$16.82
March 31, 2015	\$16.34	\$18.54	\$17.21
June 30, 2015	\$17.00	\$18.35	\$17.00
September 30, 2015	\$16.22	\$18.00	\$16.43
December 31, 2015	\$15.97	\$17.65	\$16.22
March 31, 2016	\$15.15	\$16.86	\$16.13
June 30, 2016	\$15.97	\$16.74	\$16.61
September 30, 2016	\$16.61	\$18.77	\$18.11
December 31, 2016	\$17.43	\$19.05	\$18.68
March 31, 2017	\$18.27	\$20.39	\$20.39
June 30, 2017	\$20.31	\$20.99	\$20.45
September 30, 2017	\$19.94	\$21.61	\$20.96
December 31, 2017	\$19.80	\$21.12	\$19.80
March 31, 2018	\$17.47	\$20.06	\$17.86

Endnotes

Note: Figures are as of 3/31/18 quarter end unless otherwise noted

- 1) Represents our core portfolio, which excludes certain investments that fall outside of our typical borrower profile. EBITDA is defined as earnings before interest, tax, depreciation and amortization. This calculation may vary depending on the portfolio company
- 2) Return on Average Equity is calculated using weighted average equity. Weighted average equity is calculated by starting with NAV at the beginning of the period, adjusting daily for equity issuances and adjusting on the last day of the period for that period's net income and dividends payable
- 3) Deferred Financing Costs total \$14.1mm at 3/31/17, \$13.3mm at 6/30/17, \$12.6mm at 9/30/17, \$11.8mm at 12/31/17, and \$16.5mm at 3/31/18
- 4) Pro-forma for unsettled trades of -\$7.0mm at 3/31/17, \$0 at 6/30/17, \$0 at 9/30/17, \$0 at 12/31/17, and \$0.4mm at 3/31/18
- 5) Daily average debt outstanding during the quarter divided by daily average net assets during the quarter. Daily average net assets is calculated by starting with the prior quarter end net asset value and adjusting for capital activity during the quarter (adding common stock offerings / DRIP contributions)
- 6) Total yield on investments is calculated based on the interest rate and the accretion of OID, exclusive of investments on non-accrual status
- 7) Interest from investments – interest and dividend income includes accrued interest and dividend income, amortization of purchase discounts (premiums) and certain fees, and accelerated amortization of upfront fees from scheduled principal payments
- 8) Interest from investments – other fees includes prepayment fees and accelerated amortization of upfront fees from unscheduled paydowns
- 9) Other income includes amendment fees, syndication fees, interest on cash and cash equivalents and miscellaneous fees
- 10) New investments are net of sell-downs
- 11) Fundings exclude intra-quarter revolver borrowings that are repaid by quarter-end
- 12) Par value; excludes amortization, excess cash flow sweeps, PIK, FX movements, and intra-quarter revolver borrowings that are repaid by quarter-end
- 13) Interest rate on debt outstanding includes the swap-adjusted interest expense related to our Convertible Notes
- 14) In connection with the note offerings, the Company entered into interest rate swaps to continue to align the interest rates of our liabilities with our investment portfolio, which consists of predominately floating rate loans. As a result of the swaps, our effective interest rate on the 2019 and 2022 convertible notes and 2023 notes was three-month LIBOR plus 2.86%, 2.37%, and 1.99% respectively, which reflects the current terms
- 15) Weighted by amortized cost of debt investments. Investments are financed by debt and permanent equity capital. This analysis assumes longer-dated investments are currently funded by permanent equity capital (53% of investments) and the remaining (shorter-dated) investments (47% of investments) are currently funded by debt financing. Investments for purposes of this analysis include unfunded commitments, and permanent equity capital is defined as 3/31/18 net assets
- 16) Convertible debt treated as floating rate due to interest rate swap TSLX entered into to swap fixed notes payments for floating rate payments
- 17) Weighted by gross commitment amount. Reflects current terms
- 18) Total distributions and shares issued before accounting for proceeds reinvested under the company's dividend reinvestment (DRIP) program
- 19) Includes special dividend of \$260,000, or \$0.01 per share
- 20) Includes special dividend of \$1,110,781, or \$0.03 per share
- 21) Includes overallotment shares issued. Offering price of \$16.00 per share less \$0.38 dividend per share
- 22) Reflects equity offerings since 2014, including capital calls pursuant to the subscription agreement between the Company and private placement investors prior to our initial public offering
- 23) Reflects aggregate amount of shares repurchased across various dates throughout stated time period

Contact Us:

TSLX Investor Relations

IRTSL@tpg.com

(212) 601-4753

Follow Us:



www.tpgspecialtylending.com