

BGLF’s Objective

- BGLF’s (the “Company”) investment objective is to provide shareholders with stable and growing income returns, and to grow the capital value of its investment portfolio by exposure predominantly to floating rate senior secured loans, both directly and indirectly. The Company achieves its investment objective solely through its investment in Blackstone / GSO Corporate Funding Limited (“BGCF”)¹, which is an investor in floating rate senior secured loans.
- BGCF funds its investment in loans using a variety of funding sources, including equity capital, its 3-year syndicated financing facility, notes issued to the Company, and non-recourse leverage obtained from retaining Income Notes in collateralised loan obligations (“CLOs”) that BGCF has established.

BGLF’s Total Return

| Total Returns ^{2,3} | | | | Ann. Since | Cum. Since |
|------------------------------|-----------|-------|-------|------------|------------|
| As at 29/02/2016 | 29-Feb-16 | YTD | LTM | Inception | Inception |
| BGLF Euro NAV | 0.67% | 1.63% | 7.52% | 5.88% | 9.08% |

BGLF Monthly Commentary

- The total return for February was 0.67%, which included total portfolio net income of 0.90% and net portfolio movements of -0.23%. Income on the directly held loan portfolio, less financing costs, was 0.19% with -0.31% from net portfolio movements. Retained CLO Income Note investments contributed 0.78% of net income with 0.08% of net portfolio movements.
- BGCF received a distribution of 16.8% annualised from Sorrento Park on 16 February, which is below its previous distribution though still in line with expectations.
- Having been through one of the worst January performances in the post financial crisis era, markets were relieved to see some stability during the later part of February. European loans fell 0.93% during February underperforming high yield (-0.60%), which was able to capture more of the end-of-month rally.⁹
- New-issue loan volume dipped in February to €1.7 billion as the market struggled to gain much traction with investors still predominantly in risk-off mode. However, as conditions weakened, clearing yields on assets rated B rose to 6.18%, the highest level since August 2012.¹⁰
- Secondary loan prices declined globally, with European loans falling €1.40 to €95.24 and US loans falling \$0.79 to \$89.44 by the end of February.¹¹
- The US CLO new issue market showed signs of life this month with five transactions totalling \$2.1 billion having priced while issuance in Europe remained modest as one transaction for €0.4 billion priced. Several strategists have now reduced their 2016 US CLO issuance forecasts from \$70-80 billion to \$45-60 billion. European CLO issuance projections have only been reduced by Morgan Stanley at this time and generally remain between €10-20 billion.¹⁰
- On 29 February, the Company announced that the resolutions put forward earlier in the month were duly passed. These proposals include permitting investments in all debt tranches of CLOs and Loan Warehouses, and enabling the Company to invest, through BGCF, in a newly-formed US entity, controlled by an affiliate of the Adviser, that may invest in loans and CLO Securities and enable the Adviser to comply with US risk retention obligations.

BGLF Key Facts

| | |
|-------------------------------------|---------|
| Ticker LN: | BGLF |
| Inception Date: | 23/7/14 |
| Inception Share Price: | €1.00 |
| NAV per share: ⁴ | €0.9799 |
| Monthly NAV: ¹² | -1.34% |
| Share Price: ⁵ | €0.8600 |
| Premium/Discount: | -12.23% |
| Latest Dividend: | €0.0200 |
| Dividend Yield: ⁶ | 8.00% |
| BGCF Gross Assets: | €485.2m |
| BGLF Net Assets: | €324.7m |
| Market Capitalisation: ⁵ | €284.9m |
| Shares Outstanding: | 331.3m |

Top 10 Holdings ^{7, 8}

| | |
|----------------------------|-------|
| Eircom | 2.64% |
| Telenet | 1.75% |
| Numericable Finance / YPSO | 1.61% |
| Capio Sanidad | 1.59% |
| Amaya | 1.55% |
| Solera Holdings | 1.49% |
| Ineos | 1.46% |
| Verallia | 1.45% |
| Ziggo Finance BV | 1.43% |
| Cyan Blue | 1.42% |

Top 10 Industries ^{7, 8}

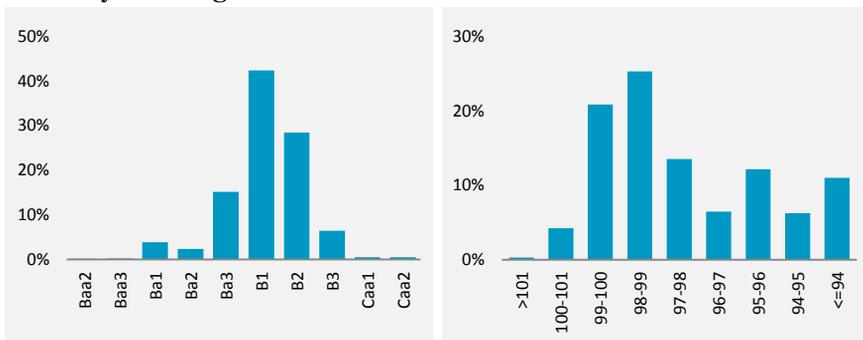
| | |
|------------------------------|--------|
| Healthcare & Pharma | 12.51% |
| Services Business | 10.59% |
| Media Broadcasting | 7.29% |
| Hotels, Gaming and Leisure | 7.06% |
| High Tech Industries | 6.87% |
| Containers, Packaging, Glass | 6.82% |
| Chemicals, Plastics & Rubber | 6.46% |
| Telecommunications | 6.29% |
| Construction & Building | 5.87% |
| Beverage, Food & Tobacco | 4.96% |

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Top 10 Countries ^{7, 8}

| | |
|--------------------------|--------|
| United States of America | 28.17% |
| France | 14.65% |
| United Kingdom | 10.61% |
| Germany | 9.46% |
| Netherlands | 9.04% |
| Luxembourg | 8.56% |
| Spain | 3.90% |
| Ireland | 3.68% |
| Switzerland | 3.31% |
| Belgium | 1.75% |

Moody's Rating Distribution and Asset MTM Bands ^{7, 8}



Retained CLO Income Note Investments ⁸

| | Phoenix Park | Sorrento Park | Castle Park | Dorchester Park | Dartry Park | Orwell Park | Tymon Park |
|--|--------------|---------------|-------------|-----------------|-------------|-------------|------------|
| Closing Date | Jul 14 | Oct 14 | Dec 14 | Jan 15 | Feb 15 | May 15 | Dec 15 |
| Currency | EUR | EUR | EUR | USD | EUR | EUR | EUR |
| Deal Size | €413m | €517m | €415m | \$509m | €411m | €415m | €414m |
| BGCF Position (% of CLO Income Notes) | 51.4% | 60.5% | 100.0% | 60.9% | 51.1% | 51.0% | 51.0% |
| Last Distribution (Annualised) | 15.9% | 16.8% | 14.6% | 21.9% | 16.1% | 19.4% | n/a |

Asset Breakdown ⁸

| | BGCF Direct Loan Portfolio | BGCF Indirect Loans / CLO Portfolio |
|--|-------------------------------|-------------------------------------|
| Net Assets: | €149.7m | €175.0m |
| % of BGLF NAV: | 46.10% | 53.90% |
| Number of Issuers: | 71 | 345 |
| Senior Secured Loans/Notes: | 99.7% | 99.3% |
| Floating Rate: | 92.4% | 98.4% |
| Weighted Average Asset Spread (including impact of floors): | 4.85% | 4.61% |
| Weighted Average Loan MTM: | 96.7% | 96.5% |
| Weighted Average Cost of Liabilities: | 0.80% undrawn/ 1.80% drawn | 2.10% |

Other Information:

BGLF charges no management or performance fees. The Adviser earns a management and performance fee on CLOs it manages in which BGCF invests. CLO management fees are typically 0.5% per annum on the CLO assets. The Adviser rebates 20% of the CLO management fees it receives to BGCF, pro-rata to CLO Income Notes held by BGCF. Capitalised terms used but not defined herein have the meanings assigned to them in the Company's Prospectus dated 10 July 2014.

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Historical Performance ¹³

| 2016 | Jan | Feb | Mar | Apr | May | Jun | Jul | Aug | Sep | Oct | Nov | Dec | YTD |
|---------------------|--------|--------|-------|-------|-------|--------|-------|--------|--------|-------|--------|--------|--------|
| BGLF | 0.95% | 0.67% | | | | | | | | | | | 1.63% |
| European Loans | -0.32% | -0.93% | | | | | | | | | | | -1.25% |
| European High Yield | -1.24% | -0.60% | | | | | | | | | | | -1.83% |
| 2015 | Jan | Feb | Mar | Apr | May | Jun | Jul | Aug | Sep | Oct | Nov | Dec | YTD |
| BGLF | 1.36% | 0.82% | 0.76% | 0.86% | 1.05% | -0.07% | 1.42% | 0.09% | 0.57% | 0.83% | 0.07% | 0.07% | 8.11% |
| European Loans | 0.42% | 1.06% | 0.73% | 0.88% | 0.50% | -0.23% | 0.50% | -0.17% | -0.33% | 0.18% | -0.11% | -0.32% | 3.14% |
| European High Yield | 0.77% | 2.12% | 0.06% | 0.70% | 0.31% | -1.47% | 0.68% | -1.04% | -1.72% | 2.57% | 0.43% | -1.95% | 1.36% |
| 2014 | Jan | Feb | Mar | Apr | May | Jun | Jul | Aug | Sep | Oct | Nov | Dec | YTD |
| BGLF | | | | | | | | 0.78% | 0.21% | 0.26% | 1.12% | -3.05% | -0.73% |
| European Loans | | | | | | | | 0.13% | -0.07% | 0.03% | 0.37% | -0.61% | -0.16% |
| European High Yield | | | | | | | | 0.86% | -1.42% | 0.02% | 0.54% | -0.58% | -0.59% |

For footnotes, please see page 3. Your attention is drawn to the disclaimer (Important Disclosure Information) on the final page of this document. Past performance is not necessarily indicative of future results, and there can be no assurance that BGLF will achieve comparable results, will meet its target returns, achieve its investment objectives or be able to implement its investment strategy.

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Footnotes:

1. Blackstone / GSO Corporate Funding Limited ("BGCF") was incorporated in Ireland on 16 April 2014.
2. Past performance is not necessarily indicative of future results, and there can be no assurance that BGLF will achieve comparable results, will meet its target returns, achieve its investment objectives or be able to implement its investment strategy. Please refer to the "Important Disclosure Information" section of this document for important information, including information about performance results.
3. YTD and Monthly performance are non-annualised. Dividends are assumed to be reinvested at the NAV.
4. As calculated by BGLF's Administrator in accordance with the provisions of the BGLF Prospectus. Per share data based on final number of shares in the period.
5. Source: Bloomberg as at 29 February 2016.
6. Dividend Yield based on IPO issue price and last declared dividend of €0.02.
7. Portfolio data by Issuer, Industry, Country, Rating and Loan Price Bands are presented using the gross par amount of assets held directly and indirectly by BGCF. Indirect asset holdings are held within CLOs BGCF has invested in. The total par amount of all assets held within each CLO are included on a fully consolidated basis and added to those assets held directly by BGCF. Data calculated by GSO.
8. Portfolio holdings, Rating, Country, Industry and Loan Price Band distributions are subject to change and are not recommendations to buy or sell any security. Weighted Average Asset Spread and Weighted Average Loan MTM mean, for the Direct Loan Portfolio the weighted average asset margin and mid market valuation at the relevant month end and for Indirect Loans/CLO Portfolio the look-through Weighted Average Asset Spread and Weighted Average Loan Price at the relevant month end. Direct Loan Portfolio holdings are reported on a trade date basis and liabilities will only be drawn on the relevant loan settlement date. Data calculated by GSO.
9. Credit Suisse (Western European Leveraged Loan Index (hedged to EUR), Western European High Yield Index (hedged to EUR), US Leveraged Loan Index).
10. S&P/LCD, as of 29 February 2016.
11. Average prices of the S&P European Loan Index and the S&P/LSTA Leveraged Loan Index, as of 29 February 2016.
12. Monthly NAV: 0.67% monthly performance; -1.34% change in monthly NAV. Difference due to distribution of the quarterly dividend.
13. Credit Suisse Western European Leveraged Loan Index, Hedged to EUR, and Western European Leveraged Loan Index, Hedged to EUR, as of 29 February 2016.

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Any reference herein to future returns or distributions is a target and not a forecast and there can be no guarantee or assurance that it will be achieved.

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IMPORTANT DISCLOSURE INFORMATION (cont'd.)

Blackstone / GSO Loan Financing Limited is a self-managed Jersey registered alternative investment fund, and is regulated by the Jersey Financial Services Commission.

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