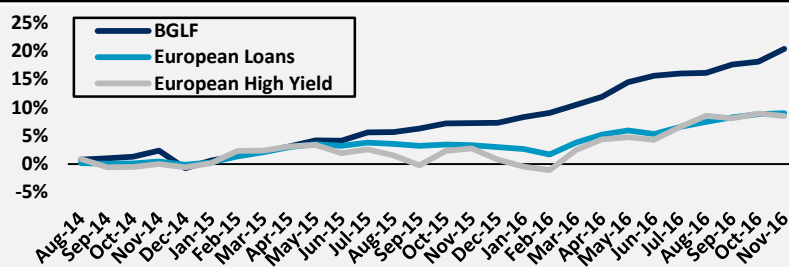


Objective

- 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 (“BGCF”), 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.

Total Return

Total Returns ^{2, 3} As at 30/11/16	Nov-16	YTD	LTM	Ann. Since Inception	Cum. Since Inception
BGLF Euro NAV	1.96%	12.20%	12.27%	8.20%	20.42%



Monthly Commentary

- The Company’s total return for November was 1.96%, which included total net portfolio income of 1.59% and net portfolio movements of 0.36%. BGLF has returned 12.20% year-to-date, which compares well to European loans at 5.85% and European high yield at 7.67%.¹⁰
- BGCF received one distribution during the month from Sorrento Park, one of its retained CLO Income Note investments. Sorrento Park made a distribution during November raising its cumulative distribution to 39.2%, 18.8% annualised.
- BGCF made a \$10 million investment in the CLO Income Notes of Bristol Park, which is a \$562 million US CLO priced by GSO in November.
- Markets responded decisively to the results of the US elections as rates spiked and equities set fresh all-time record highs. Market participants interpreted Trump policies as inflationary and a net positive for US corporate growth.
- Within fixed income, long-term rates widened faster than short-term rates, leading to a 2.67% loss for US Treasuries – the worst month for Treasuries since January 2009. The weakness spilled into credit, leading high yield to a 0.40% loss during November. Loans were relatively resilient, gaining 0.18%.¹⁰
- The loan market’s technical backdrop continued to support valuations in November despite the surprise election news. Primary activity for the month was similar to October, with the majority of deals being applied to repricing and refinancing with a handful of recaps and buyouts. The average bid of S&P/LCD’s European loan flow name composite gained €0.11 over the month. As at 1 December, the average bid was 100.68 – €1.63 above 2015 year end levels.¹¹
- November was the most active month for US CLO issuance since June 2015, with volume totalling \$10.9 billion through 21 US CLOs. The European market was also quite active as five CLOs totalling €2.0 billion priced. YTD issuance currently stands at \$65.3 billion / 141 transactions and €15.6 billion / 38 transactions.¹⁰ Strategists are currently forecasting 2017 CLO issuance to total \$50-75 billion in the US and €15-20 billion in Europe.
- CLO refinancing and reset activity, which was rampant in the US last month, spread into Europe during November. Activity totalled \$12.7 billion through 28 CLOs, including two European deals.¹² The most recent European CLO reduced its AAA spread from E+145bp to E+85bp.¹¹ Spreads achieved on the CLO tranche refinancing depends on many factors, including tranche weighted average life, the presence of a floor, and if its distributions are quarterly or semi-annually.

Key Facts

Ticker LN:	BGLF
Inception Date:	23/7/14
Inception Share Price:	€1.00
NAV per share: ⁴	€1.0140
Share Price: ⁵	€0.9850
Premium/Discount:	-2.86%
Latest Dividend:	€0.0250
Target Dividend Yield: ⁶	10.00%
BGCF Gross Assets: ⁷	€404.6m
BGLF Net Assets:	€329.1m
Market Capitalisation: ⁵	€319.7m
Shares Outstanding:	324.6m

Top 10 Holdings ^{8, 9}

Eircom	2.0%
Numericable Finance / YPSO	1.9%
Ziggo Finance BV	1.7%
Euro Garages	1.6%
Capio Sanidad S.L.	1.6%
Ineos	1.4%
Concordia International	1.4%
Wind Acquisition	1.3%
Ephios Bondco	1.3%
Onex Wizard Acquisition	1.3%

Top 5 Industries ^{8, 9}

Healthcare & Pharma	13.7%
Hotels, Gaming & Leisure	9.1%
Services Business	8.4%
Media, Broadcasting & Sub	7.1%
Chemicals, Plastics & Rubber	6.8%

Top 5 Countries ^{8, 9}

United States of America	25.0%
United Kingdom	15.1%
France	12.2%
Germany	10.6%
Luxembourg	8.1%

Blackstone / GSO Loan Financing Limited

Asset Breakdown ⁹

	BGCF Directly Held Loans	BGCF Indirect Loans / CLO Portfolio
Net Assets:	€125.5m	€203.6m
% of BGLF NAV:	38.13%	61.87%
Number of Issuers:	47	429
Senior Secured Loans/Notes:	100.0%	99.5%
Floating Rate:	92.1%	97.7%
Weighted Average Asset Spread (including impact of floors):	4.55%	4.59%
Weighted Average Loan MTM:	99.7%	100.0%
Average Cost of Liabilities:	0.8% undrawn / 1.8% drawn	2.1%

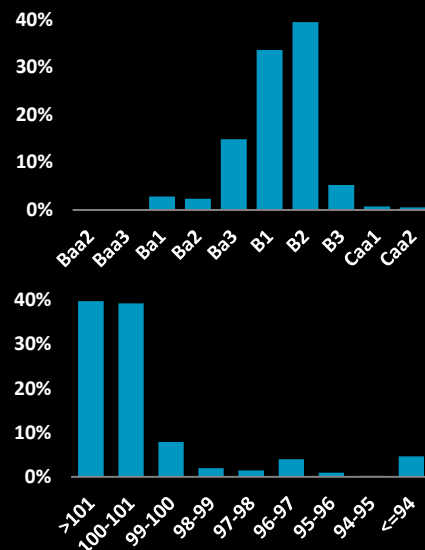
Retained CLO Income Note Investments ⁹

	Closing Date	Currency	Deal Size	BGCF Position (% of Tranche)	Distributions Through Last Payment Date	
					Ann.	Cum.
Phoenix Park	Jul 14	EUR	€413m	51.4%	17.2%	39.0%
Sorrento Park	Oct 14	EUR	€517m	51.8%	18.8%	39.2%
Castle Park	Dec 14	EUR	€415m	100.0%	17.0%	31.1%
Dorchester Park	Feb 15	USD	\$509m	60.9%	21.0%	34.6%
Dartry Park	Mar 15	EUR	€411m	51.1%	17.6%	28.5%
Orwell Park	Jun 15	EUR	€415m	51.0%	18.1%	24.9%
Tymon Park	Dec 15	EUR	€414m	51.0%	18.3%	15.5%
Elm Park	May 16	EUR	€558m	82.4%	17.3%	6.8%
Griffith Park	Sep 16	EUR	€454m	59.5%	n/a	n/a
Clarinda Park	Nov 16	EUR	€415m	51.2%	n/a	n/a

Historical Performance ^{2, 10}

2016	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
BGLF	0.95%	0.67%	1.32%	1.28%	2.31%	0.98%	0.34%	0.13%	1.28%	0.37%	1.96%		12.20%
European Loans	-0.32%	-0.93%	2.06%	1.35%	0.74%	-0.60%	1.16%	0.88%	0.74%	0.50%	0.18%		5.85%
European High Yield	-1.24%	-0.60%	3.59%	1.85%	0.36%	-0.46%	2.21%	1.86%	-0.42%	0.78%	-0.40%		7.67%
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%

Moody's Rating Distribution and Asset MTM Bands ^{8,9}



Other Information:

BGLF does not pay any 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 31 March 2016.

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Blackstone / GSO Loan Financing Limited

Footnotes:

1. Blackstone / GSO Corporate Funding DAC ("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 30 November 2016.
6. Dividend Yield based on IPO issue price and last announced target dividend yield of €0.10 per share annualised (2 September 2016). The target dividend should not be taken as an indication of the Company's expected future performance or results. The target dividend is a target only and there is no guarantee that it can or will be achieved and should not be seen as an indication of the Company's expected or actual return. Target returns are hypothetical and are neither guarantees nor predictions or projections of future performance. Actual events and conditions may differ materially from the assumptions used to establish the target dividend.
7. BGLF's proportion of BGCF's gross assets.
8. 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.
9. 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 Directly Held 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. Directly Held Loan Portfolio holdings are reported on a trade date basis and liabilities will only be drawn on the relevant loan settlement date. CLO Note and CLO warehouse investments are excluded from all figures. Data calculated by GSO.
10. Barclays U.S. Treasury Index, Credit Suisse (Western European Leveraged Loan Index (hedged to EUR), Western European High Yield Index (hedged to EUR), as of 30 November 2016.
11. S&P /LCD, as of 8 December 2016.
12. J.P. Morgan YTD CLO Issuance Package, 12 December 2016.

IMPORTANT DISCLOSURE INFORMATION

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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