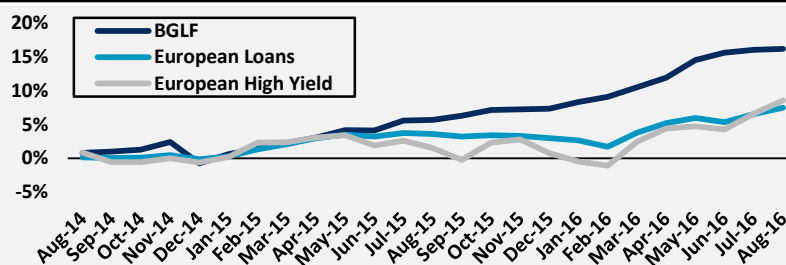


Objective

- 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 DAC ("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.

Total Return

Total Returns ^{2, 3} As at 31/08/16	Aug-16	YTD	LTM	Ann. Since Inception	Cum. Since Inception
BGLF Euro NAV	0.13%	8.25%	9.93%	7.37%	16.19%



Monthly Commentary

- The Company's total return for August was 0.13%, which included total net portfolio income of 1.07% and net portfolio movements of -0.94%. BGLF has returned 8.25% year-to-date, which compares well to European loans (4.37%) and European high yield (7.73%).⁹
- BGCF received one distribution during the month from Sorrento Park, one of its retained CLO Income Note investments. Sorrento Park made a distribution during August raising its cumulative distribution to 34.6% up from 30.1%.
- The post-Brexit rally extended into August as European loans returned 0.88% and high yield rose 1.86% for the month. The down-in-quality trade outperformed with triple-C paper leading in both markets.⁹ The average bid of S&P/LCD's European loan flow name composite rose 0.12 to continue its rise to a new 12-month high of 100.47, which is 1.42 above 2015's closing level.¹⁰
- European loan issuance was minimal during the month given the typical August slowdown with only €2.7 billion coming to market. The forward pipeline has begun to grow through the beginning of September in the loan market, though activity is still concentrated by opportunistic refinancing transactions that produce little net supply.¹⁰
- Global CLO spreads continued to tighten across the capital structure in both the primary and the secondary market, due mainly to global investor demand and a strong technical environment. European CLO 2.0 secondary spreads closed the month generally inside year-end 2015 levels.¹¹
- The CLO new issue market, similar to the loan market, was slow in Europe, although August was the third strongest month of 2016 for US CLOs issuance both in volume (\$5.9 billion) and number of CLOs (13). Current year-to-date volume stands at €10.1 billion through 25 deals versus €9.8 billion/25 deals last year in Europe, and \$37.8 billion through 87 deals versus \$73.3 billion/139 last year in the US.¹⁰
- On 2 September, the Directors of BGLF announced an increase in the Company's target dividend yield to an annualised rate of €0.10 per share from the previous €0.08 per share. The first dividend to be paid in accordance with this revised target yield will be for the quarter to 30 September 2016, which is expected to be declared in October 2016 and paid in November 2016.

Key Facts

Ticker LN:	BGLF
Inception Date:	23/7/14
Inception Share Price:	€1.00
NAV per share: ⁴	€1.0029
Share Price: ⁵	€0.9500
Premium/Discount:	-5.27%
Latest Dividend:	€0.0200
Target Dividend Yield: ⁶	10.00%
BGCF Gross Assets:	€337.2m
BGLF Net Assets:	€325.6m
Market Capitalisation: ⁵	€308.4m
Shares Outstanding:	324.6m

Top 10 Holdings ^{7, 8}

Eircom	2.57%
Ziggo Finance	1.93%
Capio Sanidad	1.93%
Ineos	1.59%
Amaya	1.38%
Cyan Blue Holdco 3 Limited	1.37%
Wind Acquisition	1.32%
Horizon Holdings III (Verallia)	1.30%
Solera	1.29%
Concordia Healthcare	1.28%

Top 5 Industries ^{7, 8}

Healthcare & Pharma	14.66%
Services Business	9.51%
Hotels, Gaming & Leisure	8.72%
Chemicals, Plastics & Rubber	7.41%
Containers, Packaging	6.12%

Top 5 Countries ^{7, 8}

United States of America	27.17%
France	13.36%
United Kingdom	12.57%
Germany	10.76%
Netherlands	8.69%

Blackstone / GSO Loan Financing Limited

Asset Breakdown ⁸

	BGCF Direct Loan Portfolio	BGCF Indirect Loans / CLO Portfolio
Net Assets:	€79.6m	€246.0m
% of BGLF NAV:	24.44%	75.56%
Number of Issuers:	16	386
Senior Secured Loans/Notes:	100.0%	99.4%
Floating Rate:	100.0%	98.5%
Weighted Average Asset Spread (including impact of floors):	3.63%	4.67%
Weighted Average Loan MTM:	99.2%	99.8%
Average Cost of Liabilities:	0.8% undrawn / 1.8% drawn	2.1%

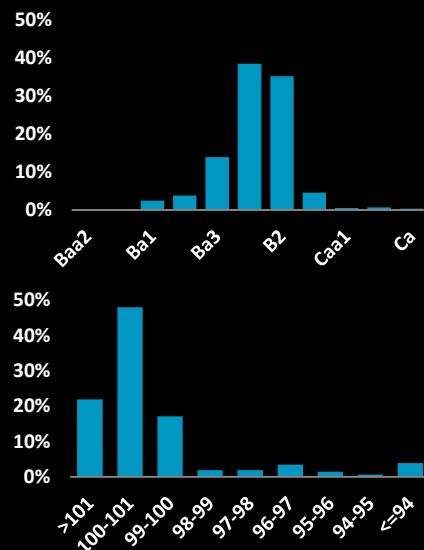
Retained CLO Income Note Investments ⁸

	Closing Date	Currency	Deal Size	BGCF Position (% of Tranche)	Distributions Through Last Payment Date	
					Ann.	Cum.
Phoenix Park	Jul 14	EUR	€413m	51.4%	17.0%	34.2%
Sorrento Park	Oct 14	EUR	€517m	60.5%	18.9%	34.6%
Castle Park	Dec 14	EUR	€415m	100.0%	17.0%	26.7%
Dorchester Park	Jan 15	USD	\$509m	60.9%	22.0%	30.7%
Dartry Park	Feb 15	EUR	€411m	51.1%	17.8%	24.3%
Orwell Park	May 15	EUR	€415m	51.0%	18.2%	20.5%
Tymon Park	Dec 15	EUR	€414m	51.0%	18.7%	11.1%
Elm Park	May 16	EUR	€558m	82.4%	n/a	n/a
Griffith Park	Jul 16	EUR	€454m	59.5%	n/a	n/a

Historical Performance ^{2,9}

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%					8.25%
European Loans	-0.32%	-0.93%	2.06%	1.35%	0.74%	-0.60%	1.16%	0.88%					4.37%
European High Yield	-1.24%	-0.60%	3.59%	1.85%	0.36%	-0.46%	2.21%	1.86%					7.73%
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 ^{7, 8}



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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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.

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 31 August 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. 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), as of 31 August 2016.
10. S&P /LCD, as of 16 September 2016.
11. BNP Paribas, EUR and US CLO Monthly Tracker – August 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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