

BLACKSTONE/GSO SENIOR FLOATING RATE TERM FUND
(NYSE: BSL)

280 Park Avenue, 11th Floor
New York, NY 10017
877.876.1121

PRESS RELEASE

FOR IMMEDIATE RELEASE

July 1, 2010

**BLACKSTONE / GSO SENIOR FLOATING RATE TERM FUND
DECLARES INITIAL MONTHLY DISTRIBUTION OF \$0.11 PER SHARE**

New York, New York –Blackstone / GSO Senior Floating Rate Term Fund (the Fund) (NYSE: BSL) today declared its first monthly distribution of \$0.11 per common share, payable August 31, 2010. Based on the Fund’s initial public offering price of \$20.00 per share, the distribution represents an annualized yield of 6.6%.

The following dates apply to the distribution declared today:

Ex-Distribution Date: August 16, 2010

Record Date: August 18, 2010

Payable Date: August 31, 2010

“We are pleased with the way the portfolio has come together in terms of quality, price and speed. The unsettled state of the credit markets following May’s spike in stock market volatility created an environment where we have been able to deploy the Fund’s capital into high quality senior secured loans at attractive yields and at a faster pace than previously anticipated” said Dan Smith, Senior Managing Director of GSO / Blackstone. “As a result, investing the proceeds from the Fund’s initial public offering and subsequent exercises of portions of the over allotment option is substantially complete and we are well on our way towards delivering to investors an attractive yield based on a very solid portfolio.”

Blackstone / GSO Senior Floating Rate Term Fund

The Fund is a non-diversified, closed-end management investment company that is managed by GSO / Blackstone Debt Funds Management LLC, a subsidiary of The Blackstone Group and GSO Capital Partners LP. The Fund’s primary objective is to seek high current income with a secondary objective to seek preservation of capital, consistent with its primary goal of high current income. There can be no assurance the Fund will achieve its investment objectives. The Fund had approximately \$285.8 million of total net assets and 15 million common shares outstanding as of June 30, 2010.

About The Blackstone Group and GSO Capital Partners

Blackstone is one of the world’s leading investment and advisory firms. We seek to create positive economic impact and long-term value for our investors, the companies we invest in, the companies we advise and the broader global economy. We do this through the commitment of our extraordinary people and flexible capital. Our credit business, GSO Capital Partners LP, with over \$24 billion of assets under management, is one of the largest credit-oriented alternative asset managers in the world and a major participant in leveraged finance. GSO specializes in collateralized loan obligation vehicles (CLOs) and credit-oriented funds, which include leveraged loans, special situations, mezzanine, distressed, secondary market and rescue financing credit strategies. Our other alternative asset management businesses include the management of private equity funds, real estate funds, funds of hedge funds, and closed-end mutual

funds. The Blackstone Group also provides various financial advisory services, including mergers and acquisitions advisory, restructuring and reorganization advisory and fund placement services. Further information is available at www.blackstone.com.

Contact the Fund at 1-877-876-1121 or visit the Fund's website at www.blackstone-gso.com for additional information.

*The Blackstone / GSO Senior Floating Rate Term Fund is a closed-end fund and closed-end funds do not continuously issue shares for sale as open-end mutual funds do. Since its initial public offering, the Fund has traded on the New York Stock Exchange under the symbol **BSL**. Investors wishing to buy or sell shares need to place orders through an intermediary or broker.*