

Blackstone / GSO Loan Financing Limited
2 September 2016

Increase in Target Dividend

The information contained within this announcement constitutes inside information.

Blackstone / GSO Loan Financing Limited (the "Company") launched in July 2014 raising €260.5 million.

The Company's 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 through CLO securities and investments in loan warehouses. The Company achieves its investment objective through its investment in Blackstone / GSO Corporate Funding DAC ("BGCF").

The Company's stated dividend target yield and policy is to target a dividend of €0.02 a quarter, equating to an 8 per cent annualised return based on the IPO issue price of €1.00, with the expectation of progressive growth.

Since IPO, the Company has generated an annualised NAV total return of 7.64 per cent¹ (8.11 per cent 2016 YTD¹) and, since 1 January 2015, has paid its targeted annualised dividend of €0.08 per share.

In line with its stated investment strategy, BGCF has originated 9 CLOs since launch and retained majority interests in the income notes in each of them. As at 29 July 2016, 23.87 per cent of the Company's net asset value had exposure to BGCF's direct loan portfolio, with 76.13 per cent via BGCF's indirect loans/CLO portfolio.

As BGCF's assets have rotated out of senior secured loans into CLOs, the income received by BGCF has increased such that the Directors of the Company have now increased the Company's target dividend yield to an annualised rate of €0.10 per share.² 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.

The person responsible for arranging for the release of this announcement on behalf of the Company is Siobhan Lavery of BNP Paribas Securities Services S.C.A., Jersey Branch, Company Secretary.

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¹ As at 29 July 2016

² 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.

NOTE: PAST PERFORMANCE IS NOT NECESSARILY INDICATIVE OF FUTURE PERFORMANCE RESULTS AND THERE CAN BE NO ASSURANCE THAT BGLF WILL ACHIEVE COMPARABLE RESULTS.

IMPORTANT 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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Blackstone / GSO Loan Financing Limited is a self-managed Jersey registered alternative investment fund, and is regulated by the Jersey Financial Services Commission. The Jersey Financial Services Commission does not take any responsibility for the financial soundness of the Company or for the correctness of any statements made or expressed in this document.