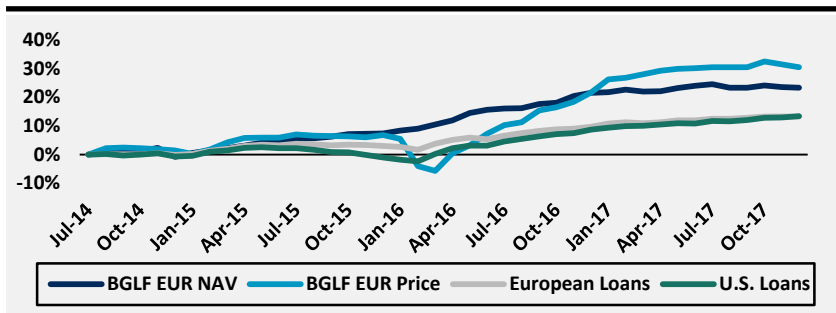


Objective

- 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 European and US 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”)¹, which is an investor in global floating rate senior secured loans.
- BGCF funds its investment in European and US 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 ^{2,3,7}	Dec-17	YTD	LTM	Ann. Since Inception	Cum. Since Inception
BGLF Euro NAV	-0.18%	1.38%	1.38%	6.28%	23.28%
BGLF Euro Price	-0.76%	7.20%	7.20%	8.02%	30.42%
European Loans	0.00%	3.30%	3.30%	3.69%	13.31%
U.S. Loans	0.39%	4.25%	4.25%	3.71%	13.36%



Monthly Commentary

- Company’s total NAV return was -0.18% in December and 1.38% for the year. This month’s total return for the direct investment in loans was -0.09%, comprised of 0.10% income after leverage costs and -0.19% in MTM movement. Price movements in December for Europe and US loans markets were -0.19% and 0.08% respectively. In addition, 7 of the 19 CLOs in the portfolio experienced asset spread compression ranging from 3bp to 8bp. The total return across the European and US CLO investments was -0.02%, comprised of 0.88% income and -0.90% net portfolio movement. The Company’s share price return for December was -0.76%, resulting in a full year return of 7.20%.^{7,8}
- During December, €15 million of Elm Park Income Notes were sold at a 10 point premium to the November month end valuation; the existing valuation remains materially unchanged.⁹
- For the month of December, U.S. loans and high yield returned 0.39% and 0.32%, respectively, and European loans and high yield returned 0.00% and 0.03%, respectively. This brings 2017 returns to 4.25% and 7.03% for U.S. loans and high yield while in Europe loans returned 3.30% and high yield returned 6.28%.⁷
- European loan volume finished the year at the highest level since 2007, driven by opportunistic refinancing and dividend recaps. In December, an additional €4.5 billion of issuance came to market bringing total 2017 issuance to €120.5 billion with the three month rolling average TLB spread on primary dipping to 347bp in Europe. In the U.S., 2017 was the busiest year on record for loans. Loan issuance totalled \$32.0 billion for December, bringing 2017 volume to \$644.7 billion.⁸
- Total 2017 US CLO issuance volumes reached \$118.1 billion from 212 CLOs compared to 2016 which issued \$72.3bn across 156 CLOs. European CLO issuance reached €20.9 billion from 51 CLOs, well ahead of total 2016 issuance of €16.8 billion.
- Total 2017 combined refinancing and reset activity for CLOs is \$167.0 billion and €24.8 billion in the U.S. and Europe, respectively.⁸
- In December, BGCF invested additional capital into Blackstone / GSO US Corporate Funding, Ltd., the Adviser’s U.S. Majority Owned Affiliate (“U.S. MOA”). These proceeds were used to establish Long Point Park CLO, Ltd (“Long Point Park”)(€611 million), which priced on 30 November and closed on 28 December. The U.S. MOA, will own 59% of Long Point Park’s Income Notes.

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.

Key Facts

Ticker LN:	BGLF	BGLP
Share Price: ⁴	€0.9850	€0.8750
NAV per share: ⁵	€0.9378	€0.8329
Premium/Discount:	5.03%	5.05%
Dividend Yield: ⁶	10.00%	9.80%
Monthly NAV Return:	-0.18%	
Latest Quarterly Div:	€0.025	
Net Assets:	€379.5m	
Market Capitalisation: ⁴	€398.6m	
Shares Outstanding:	404.7m	
Inception Date:	23/7/14	

BGCF Portfolio

Gross Assets:	€980.0m
Net Assets:	€679.7m
Directly Held Loans:	67.36%
EUR CLO Income Notes:	38.94%
US CLO Income Notes:	27.74%
US CLO Warehouses:	9.36%
Net Cash:	-43.40%

BGCF Ownership

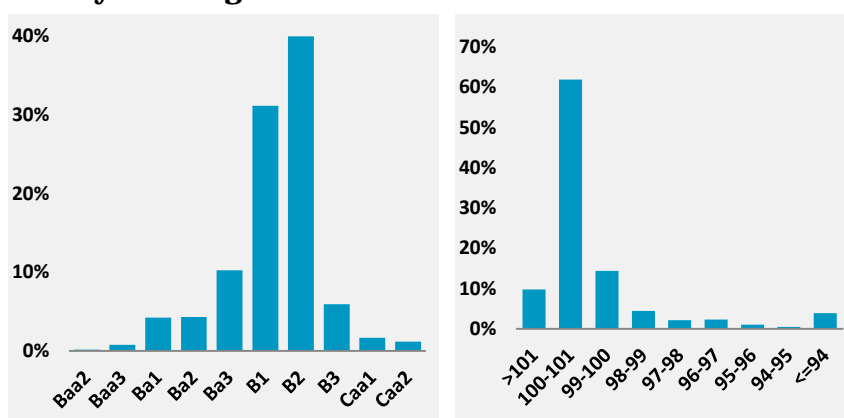
BGLF:	55.49%
BGCF EUR:	44.51%

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BGCF Look Through Summary ¹¹

	Total ¹²	BGCF Directly Held Loans	BGCF Indirect Loans
Number of Issuers:	628	95	623
Senior Secured Loans/Notes:	98.99%	99.83%	98.94%
Floating Rate:	98.11%	91.23%	98.51%
Weighted Average Asset Spread (including impact of floors):	3.72%	3.71%	3.72%
Weighted Average Loan MTM:	99.35%	99.71%	99.33%
Average Cost of Liabilities:	0.7% undrawn / 1.6% drawn		1.8%

Moody's Rating Distribution and Asset MTM Bands ^{10,11}



Top 5 Industries and Countries ^{10,11}

Healthcare & Pharma	14.66%	United States of America	42.45%
Banking, Finance, Insurance and Real Estate	8.64%	France	11.01%
High Tech Industries	8.38%	United Kingdom	9.68%
Hotels, Gaming & Leisure	7.74%	Luxembourg	8.70%
Services Business	7.43%	Netherlands	8.26%

Historical Performance ^{2,7}

2017	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
BGLF	0.14%	0.76%	-0.53%	0.02%	0.95%	0.63%	0.44%	-1.01%	-0.02%	0.65%	-0.46%	-0.18%	1.38%
European Loans	1.00%	0.46%	-0.29%	0.29%	0.52%	0.06%	0.48%	-0.02%	0.34%	0.33%	0.07%	0.0%	3.30%
U.S. Loans	0.53%	0.59%	0.08%	0.44%	0.38%	-0.06%	0.78%	-0.14%	0.41%	0.66%	0.12%	0.4%	4.25%
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%	0.97%	13.28%
European Loans	-0.32%	-0.93%	2.06%	1.35%	0.74%	-0.60%	1.16%	0.88%	0.74%	0.50%	0.18%	0.63%	6.52%
U.S. Loans	-0.73%	-0.56%	2.64%	1.90%	0.91%	0.03%	1.41%	0.79%	0.87%	0.77%	0.32%	1.15%	9.88%
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%
U.S. Loans	0.26%	1.41%	0.39%	0.90%	0.20%	-0.31%	0.09%	-0.65%	-0.67%	-0.14%	-0.89%	-0.95%	-0.38%

Top 10 Holdings ^{10,11}

Numericable	1.6%
Ziggo Finance	1.2%
Kella International	1.1%
Ineos	1.1%
Avantor	1.0%
Paysafe	1.0%
Euro Garages	1.0%
Kella International	0.9%
Stars Group	0.9%
Eircom	0.9%

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 in which BGCF invests directly or indirectly. 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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Historical Performance Continued ^{2, 7}

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%
U.S. Loans								0.23%	-0.52%	0.29%	0.46%	-1.10%	-0.65%

Retained CLO Income Note Investments ¹¹

	Closing Date	Currency	Deal Size	Equity Tranche	BGCF/US MOA Position (% of Tranche)	Distributions Through Last Payment Date ¹³	
						Ann.	Cum.
Phoenix Park	Jul 14	EUR	€413m	€45.3m	51.4%	17.0%	55.4%
Sorrento Park	Oct 14	EUR	€517m	€57.0m	51.8%	17.8%	55.0%
Castle Park	Dec 14	EUR	€415m	€46.0m	100.0%	16.2%	45.7%
Dorchester Park	Feb 15	USD	\$509m	\$45.9m	60.9%	17.4%	46.2%
Dartry Park	Mar 15	EUR	€411m	€44.6m	51.1%	15.3%	40.3%
Orwell Park	Jun 15	EUR	€415m	€47.5m	51.0%	15.8%	37.6%
Tymon Park	Dec 15	EUR	€414m	€44.5m	51.0%	14.7%	27.3%
Elm Park	May 16	EUR	€558m	€56.9m	56.1%	13.9%	19.3%
Griffith Park	Sep 16	EUR	€454m	€48.7m	59.5%	11.2%	12.3%
Clarinda Park	Nov 16	EUR	€415m	€45.1m	51.2%	11.1%	11.1%
Grippen Park	Mar 17	USD	\$611m	\$59.4m	60.0% ¹⁴	9.3%	5.6%
Palmerston Park	Apr 17	EUR	€415m	€45.0m	62.2%	17.5%	9.1%
Thayer Park	May 17	USD	\$514m	\$54.6m	54.6% ¹⁴	25.2%	10.8%
Catskill Park	May 17	USD	\$1,028m	\$108.5m	60.0% ¹⁴	23.0%	9.7%
Clontarf Park	Jul 17	EUR	€414m	€43.3m	69.2%	n/a	n/a
Dewolf Park	Aug 17	USD	\$614m	\$36.9m	60.0% ¹⁴	n/a	n/a
Gilbert Park	Oct 17	USD	\$1,022m	\$102.0m	59.0% ¹⁴	n/a	n/a
Willow Park	Nov 17	EUR	€412m	€38.3m	61.0%	n/a	n/a
Long Point Park	Dec 17	USD	\$611m	\$58.8m	59.0% ¹⁴	n/a	n/a

Footnotes:

- Blackstone / GSO Corporate Funding DAC ("BGCF") was incorporated in Ireland on 16 April 2014.
- 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.
- YTD and Monthly performance are non-annualised. Dividends are assumed to be reinvested at the NAV.
- Bloomberg, as of 31 December 2017.
- 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. BGLF NAV per share is converted at the exchange rate of €1.0000:£0.8881 as at 29 December 2017. The exchange rate used by BGLF's Administrator may differ from that of Bloomberg, which may result in a variation between BGLF's premium/discount to its NAV and BGLF's premium/discount to its NAV.
- The 12 month Dividend Yield is based on last four quarterly dividends declared. Share price data is as at the end of the respective month. 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.
- Credit Suisse: Leveraged Loan Index, Western European Leveraged Loan Index (hedged to EUR), High Yield Index, Western European High Yield Index (hedged to EUR) as of 31 December 2017.
- S&P / LCD, as of, 4 January 2018.
- Thomson Reuters, as of, 31 December 2017.
- 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.
- 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.
- Loans may be held both directly and indirectly through the underlying CLO portfolios, which may result in an overlap in the Issuer Count.
- Calculated based on cost using data available on Intex as of 31 December 2017.
- Position as a percent of tranche represents the percentage ownership of the U.S. MOA, of which BGCF is invested. BGCF's ownership of the U.S. MOA was 79.40%

Blackstone / GSO Loan Financing Limited

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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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