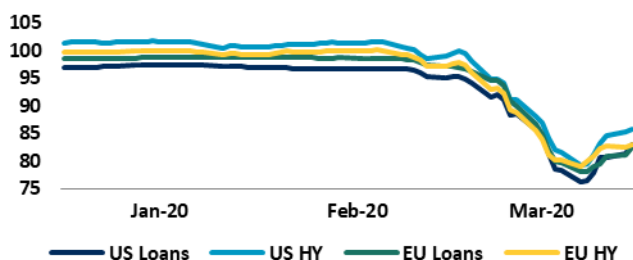


Market Update

- ▶ March was one of the worst performing months for loans since 2008 as the coronavirus strained the global economy and oil prices fell significantly. In the US, loans lost -12.46% in March compared to -12.28% for high yield and -12.35% for the S&P 500. In Europe, loans lost -13.57% in March compared to -13.66% for high yield and -16.18% for the Euro Stoxx 50.⁽¹⁾
- ▶ Loan primary issuance stalled in March as the loan market suffered alongside bonds and equities. Only a dozen US loans priced this month for \$4.3 billion and two European loan add-ons priced for €150 million, with no issuance taking place after 12th March.⁽²⁾
- ▶ Primary CLO markets globally ground to a halt in mid-March with no new-issue, reset, or refi deals pricing after 12th March, consistent with the loan market. During the first two weeks of the month, \$3.4 billion of US CLOs, the lowest reading in three years, and €1.2 billion of European CLOs priced. For the year overall, CLO issuance stands at \$17.4 billion in the US (trailing 2019 by 41%) and €5.8 billion in Europe (trailing 2019 by 15%).⁽²⁾
- ▶ Loan default rates began to increase in March and due to a significantly weaker economy stemming from the COVID-19 outbreak as well as stress in the energy sector, 2020 loan default forecasts are expected to range from 5-13% in the US and 4-9% in Europe.⁽³⁾
- ▶ Since March, over 1,000 CLO tranches have been placed on negative watch or outlook. Many of the actions are concentrated in the lower tranches and reflect higher expected losses consistent with the rating downgrades within the loans owned by CLOs.

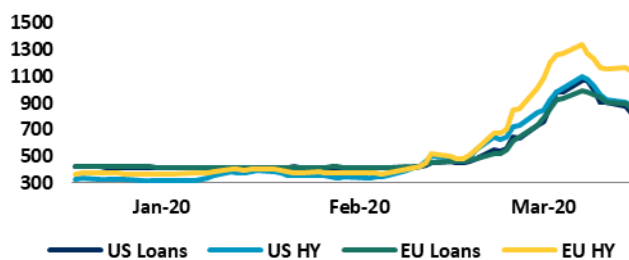
Loan and High Yield Prices⁽⁴⁾

(\$,€)



Loan and High Yield Spreads⁽⁴⁾

(bp)



Portfolio Update

- ▶ GSO has conducted a detailed, bottom-up review of all ~970 companies within its portfolios to determine the potential impact of the COVID-19 on the performance of these businesses. The results of this exercise have allowed GSO to consider the likely impact on cashflows generated by BGLF's directly and indirectly held CLOs.
- ▶ The medium- and long-term impacts of the global pandemic remain uncertain. However, in the short-term, rating agency downgrades and corporate defaults of companies within GSO's portfolios may lead to temporary cashflow diversions away from subordinate note distributions as a result of breaches in interest diversion and/or over-collateralisation ratios within a number of CLOs to which the Company has exposure (through BGCF).
- ▶ GSO has already taken numerous steps to seek to mitigate the impact of COVID-19 on the performance of its portfolios and will continue to monitor the rapidly evolving economic environment to identify risks and opportunities. Despite the near term economic disruption and resulting dislocation in the global credit markets, GSO believes that these events create good investment opportunities and provide further prospects for BGLF to enhance shareholder value.

Investor Update Call

- ▶ We invite you to join the BGLF board and GSO for a market update call next Wednesday, 29 April, at 4:30pm BST by registering beforehand using the below link:
 - <https://www.incommglobalevents.com/registration/client/3592/bglf-investor-call/>
- ▶ Please email questions in advance to BGLF@n1singer.com.

Capitalised terms used but not defined herein have the meanings assigned to them in the Company's Prospectus dated 23 November 2018.

(1) Credit Suisse: Leveraged Loan Index, High Yield Index, Western European Leveraged Loan Index (hedged to EUR), Western European High Yield Index (hedged to EUR) ("CSWEHYI"); Bloomberg: S&P 500 Index, Euro Stoxx 50 Index; all as of 31 March 2020.

(2) S&P/LCD, as of 31 March 2020.

(3) S&P, Moody's, and Fitch, as of 31 March 2020.

(4) S&P/LSTA Leveraged Loan Index, Bloomberg Barclays High Yield Index, JPMorgan European Leveraged Loan Index, CSWEHYI, as of 31 March 2020.

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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Although the portfolio reflected in this document (the "Portfolio") is consistent with the investment strategy of the Company, there is no guarantee that the portfolio acquired will be identical to the make-up of the Portfolio. Moreover, the future investments to be made by the Company may differ substantially from the investments included in the Portfolio. Therefore, the Portfolio parameters, industry concentration, rating concentration, spread distribution and other factors related to the Portfolio could all be materially different than those of the future portfolio acquired by the Company.

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All investments are subject to risk, including the loss of the principal amount invested. **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. Certain countries have been susceptible to epidemics, most recently COVID-19, which may be designated as pandemics by world health authorities. The outbreak of such epidemics, together with any resulting restrictions on travel or quarantines imposed, has had and will continue to have a negative impact on the economy and business activity globally (including in the countries in which the Company invests), and thereby is expected to adversely affect the performance of the Company's Investments. Furthermore, the rapid development of epidemics could preclude prediction as to their ultimate adverse impact on economic and market conditions, and, as a result, presents material uncertainty and risk with respect to the Company and the performance of its Investments.** All investments to be held by the Company involve a substantial degree of risk, including the risk of total loss. The value of shares and the income from them is not guaranteed and can fall as well as rise due to stock market and currency movements. When you sell your investment you may get back less than you originally invested. You should always seek expert legal, financial, tax and other professional advice before making any investment decision.

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