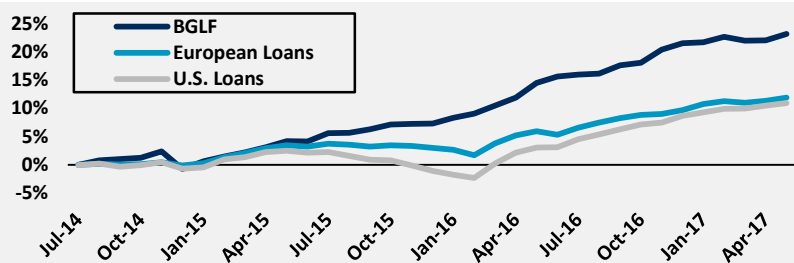


Objective

- 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 Returns ^{2, 3} As at 31/05/2017	May-17	YTD	LTM	Ann. Since Inception	Cum. Since Inception
BGLF Euro NAV	0.95%	1.33%	7.59%	7.58%	23.22%



Monthly Commentary

- The Company's total return for May was 0.95%, including total net portfolio income of 1.06% and net portfolio movements of -0.11. Following a period of aggressive spread compression over the last number of months, the net portfolio movements in May reflects a deceleration in the rate of spread compression across the European and US loan markets.
- May returns were robust in both the European and US loan markets with performance of 0.52% and 0.38%, respectively.¹⁰
- Loan issuance in May was the lowest month year-to-date with €5.6bn in Europe and \$44.3bn in the US, slightly down from €6.4bn and \$45.7bn respectively for May 2016. Loan refinancing continues to dominate market activity.¹¹
- In contrast, CLO new issuance volume for May in Europe was the highest month year-to-date with €2.4bn through 6 CLOs while the US also experienced strong issuance with \$9.8bn through 18 CLOs. This brings year-to-date volumes globally through May to €6.7bn / 17 CLOs in Europe and \$37.5bn / 67 CLOs in the US.¹¹
- Low loan volume issuance, in conjunction with a high level of monthly repayments, tipped the supply/demand equilibrium back into a supply shortage in Europe. This imbalance was compounded as repayments outpaced new issues resulting in further reductions on the supply side with par amount outstanding falling. As a result, the rolling three-month yield to maturity of the new TLB issues fell again slightly to 4% in May from 4.05% in April. In the US, new-issue yields on single-B loans hit their lowest point since January, at 5.08% as of end May, down from 5.37% at the end of April.¹¹
- Strong global demand for CLO liabilities has supported tightening across the debt tranches to be at, or near, post-crisis tight, which has helped to offset compression of underlying loan spreads. Equity in US CLOs has also begun to benefit from a steeper LIBOR curve.
- In May, BGCF invested €49.9 million into Blackstone / GSO US Corporate Funding, Ltd., the Adviser's U.S. Majority Owned Affiliate ("US MOA"). With these proceeds, the US MOA established Thayer Park CLO, Ltd (\$515m) and Catskill Park CLO, Ltd. (\$1.03bn), which closed on 15 May and 18 May respectively. BGCF through its investment in the US MOA, owns 31% of Thayer Park's Income Notes and 34% of Catskill Park's Income Notes.

Key Facts

Ticker LN:	BGLF
Inception Date:	23/7/14
Inception Share Price:	€1.00
NAV per share: ⁴	€0.9870
Monthly NAV: ¹³	-1.57%
Share Price: ⁵	€1.0300
Premium/Discount:	4.36%
Latest Dividend:	€0.025
Target Dividend Yield: ⁶	10.00%
BGCF Gross Assets: ⁷	€561.8
BGLF Net Assets:	€399.4m
Market Capitalisation: ⁵	€416.8m
Shares Outstanding:	404.7m

Top 10 Holdings ^{8, 9}

Numericable	1.7%
Xella International	1.6%
Ineos	1.4%
Euro Garages	1.4%
Ziggo Finance	1.3%
Verallia	1.2%
Amaya	1.2%
Wind Acquisition	1.1%
Onex Wizard Acquisition	1.1%
Eircom	1.1%

Top 5 Industries ^{8, 9}

Healthcare & Pharma	13.0%
Hotels, Gaming & Leisure	8.1%
Construction and Building	8.0%
Services Business	7.8%
Chemicals, Plastics & Rubber	7.5%

Top 5 Countries ^{8, 9}

United States of America	30.8%
France	13.0%
United Kingdom	11.9%
Germany	11.7%
Netherlands	8.1%

Blackstone / GSO Loan Financing Limited

Asset Breakdown ⁹

	Total	BGCF Directly Held Loans	BGCF Indirect Loans / CLO Portfolio
Net Assets:	€399.4	€161.4	€238.0m
% of BGLF NAV:	100.0%	40.40%	59.60%
Number of Issuers:	518	94	516
Senior Secured Loans/Notes:	99.8%	100.7%	99.8%
Floating Rate:	99.2%	99.8%	99.1%
Weighted Average Asset Spread (including impact of floors):	4.1%	3.4%	4.2%
Weighted Average Loan MTM:	100.2%	100.7%	100.2%
Average Cost of Liabilities:		0.8% undrawn / 1.8% drawn	2.0%

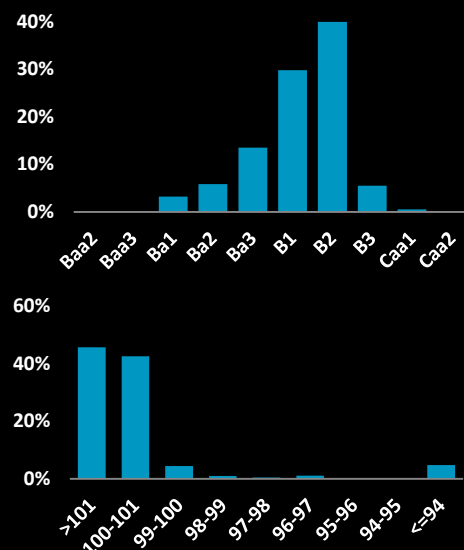
Retained CLO Income Note Investments ⁹

	Closing		Deal Size	BGCF/US MOA Position (% of Tranche)	Distributions Through Last Payment Date	
	Date	Currency			Ann.	Cum.
Phoenix Park	Jul 14	EUR	€413m	51.4%	17.7%	47.9%
Sorrento Park	Oct 14	EUR	€517m	51.8%	15.1%	47.2%
Castle Park	Dec 14	EUR	€415m	100.0%	17.0%	38.4%
Dorchester Park	Feb 15	USD	\$509m	60.9%	15.0%	40.9%
Dartry Park	Mar 15	EUR	€411m	51.1%	16.6%	36.3%
Orwell Park	Jun 15	EUR	€415m	51.0%	16.6%	32.5%
Tymon Park	Dec 15	EUR	€414m	51.0%	19.0%	22.6%
Elm Park	May 16	EUR	€558m	82.4%	11.1%	14.7%
Griffith Park	Sep 16	EUR	€454m	59.5%	12.3%	7.5%
Clarinda Park	Nov 16	EUR	€415m	51.2%	12.9%	6.4%
Grippen Park	Mar 17	USD	\$611m	60.0% ⁽¹²⁾	n/a	n/a
Palmerston Park	Apr 17	EUR	€415m	62.2%	n/a	n/a
Thayer Park	May 17	USD	\$514m	54.6% ⁽¹²⁾	n/a	n/a
Catskill Park	May 17	USD	\$1,028m	60.6% ⁽¹²⁾	n/a	n/a

Historical Performance ^{2, 10}

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%								1.33%
European Loans	1.00%	0.46%	-0.29%	0.29%	0.52%								2.00%
U.S. Loans	0.53%	0.59%	0.08%	0.44%	0.38%								2.03%
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%

Moody's Rating Distribution and Asset MTM Bands ^{8,9}



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.

Contacts:

Company Secretary:

BNP Paribas Securities Services S.C.A., Jersey Branch
Liberté House
19-23 La Motte Street
St Helier
Jersey JE2 4SY

Adviser:

Blackstone / GSO Debt Funds Management Europe Limited
Alex Leonard +353 1 436 0113
David Cunningham +353 1 436 0122

www.blackstone.com/bglf

Blackstone / GSO Loan Financing Limited

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%

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.
- 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.
- Source: Bloomberg, as at 31 May 2017.
- Dividend Yield based on IPO issue price and last announced target dividend yield of €0.10 per share annualised (24 April 2017). 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.
- BGLF's proportion of BGCF's gross assets.
- 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.
- Credit Suisse: Leveraged Loan Index, Western European Leveraged Loan Index (hedged to EUR), as of 31 May 2017.
- S&P /LCD, as of 13 June 2017.
- Position as a percent of tranche represents the percentage ownership of Blackstone / GSO US Corporate Funding, Ltd., the U.S. Majority Owned Affiliate ("U.S. MOA"), of which BGCF is invested.
- Monthly NAV: 0.95 % monthly performance; -1.57% change in monthly NAV. Difference due to distribution of the quarterly dividend

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.

This document has been issued by Blackstone / GSO Loan Financing Limited (the "Company"), and should not be taken as an inducement to engage in any investment activity and is for the purpose of providing information about the Company. This document does not constitute or form part of, and should not be construed as, any offer for sale or subscription of, or solicitation of any offer to buy or subscribe for, any share in the Company or securities in any other entity, in any jurisdiction, including the United States, Canada, Japan or South Africa nor shall it, or any part of it, or the fact of its distribution, form the basis of, or be relied on in connection with, any contract or investment decision whatsoever, in any jurisdiction.

This document, and the information contained therein, is not for viewing, release, distribution or publication in or into the United States, Canada, Japan, South Africa or any other jurisdiction where applicable laws prohibit its release, distribution or publication, and will not be made available to any national, resident or citizen of the United States, Canada, Japan or South Africa. The distribution of this document in other jurisdictions may be restricted by law and persons into whose possession this document comes must inform themselves about, and observe, any such restrictions. Any failure to comply with the restrictions may constitute a violation of the federal securities law of the United States and the laws of other jurisdictions.

The shares issued and to be issued by the Company (the "Shares") have not been and will not be registered under the US Securities Act of 1933, as amended (the "Securities Act"), or with any securities regulatory authority of any state or other jurisdiction of the United States. The Shares may not be offered, sold, resold, pledged, delivered, distributed or otherwise transferred, directly or indirectly, into or within the United States, or to, or for the account or benefit of, US persons (as defined in Regulation S under the Securities Act). No public offering of the Shares is being made in the United States.

The Company has not been and will not be registered under the US Investment Company Act of 1940, as amended (the "Investment Company Act") and, as such, holders of the Shares will not be entitled to the benefits of the Investment Company Act. No offer, sale, resale, pledge, delivery, distribution or transfer of the Shares may be made except under circumstances that will not result in the Company being required to register as an investment company under the Investment Company Act. Neither the U.S. Securities and Exchange Commission (the "SEC") nor any state securities commission has approved or disapproved of the Shares or passed upon or endorsed the merits of the offering of the Shares or the adequacy or accuracy of the Prospectus. Any representation to the contrary is a criminal offence in the United States. In addition, the Shares are subject to restrictions on transferability and resale in certain jurisdictions and may not be transferred or resold except as permitted under applicable securities laws and regulations. Investors may be required to bear the financial risks of their investment in the Shares for an indefinite period of time. Any failure to comply with these restrictions may constitute a violation of the securities laws of any such jurisdictions.

This document is directed only at: (i) persons having professional experience in matters relating to investments who fall within the definition of "investment professionals" in Article 19(5) of the Financial Services and Markets Act 2000 (Financial Promotion) Order 2005; or (ii) high net worth bodies corporate, unincorporated associations and partnerships and trustees of high value trusts as described in Article 49(2) of the Financial Services and Markets Act 2000 (Financial Promotion) Order 2005 and persons who receive this document who do not fall within (i) or (ii) above should not rely on or act upon this document.

No liability whatsoever (whether in negligence or otherwise) arising directly or indirectly from the use of this document is accepted and no representation, warranty or undertaking, express or implied, is or will be made by the Company, or any of their respective directors, officers, employees, advisers, representatives or other agents ("Agents") for any information or any of the opinions contained herein or for any errors, omissions or misstatements. None of the Agents makes or has been authorised to make any representation or warranties (express or implied) in relation to the Company or as to the truth, accuracy or completeness of this document, or any other written or oral statement provided. In particular, no representation or warranty is given as to the achievement or reasonableness of, and no reliance should be placed on any projections, targets, estimates or forecasts contained in this document and nothing in this document is or should be relied on as a promise or representation as to the future.

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.

Any forecasts and estimates contained herein are based upon certain assumptions that the Company considers reasonable. Forecasts and estimates are necessarily speculative in nature, and it can be expected that some or all of the assumptions underlying the forecasts and estimates will not materialize and/or that actual events and consequences thereof will vary significantly from the assumptions upon which forecasts and estimates contained herein have been based. The inclusion of forecasts and estimates herein should not be regarded as a representation or guarantee regarding the reliability, accuracy or completeness of the information contained herein, the Company is under no obligation to update or keep current such information. Unless otherwise indicated, the information provided herein is based on matters as they exist as of the date of preparation and not as of any future date. Recipients of this document are encouraged to contact the Company's representatives to discuss the procedures and methodologies used to make the forecasts and estimates and other information provided herein.

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. 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.

Blackstone / GSO Loan Financing Limited is a self-managed Jersey registered alternative investment fund, and is regulated by the Jersey Financial Services Commission.

Copyright © 2017, S&P Capital IQ (and its affiliates, as applicable). This may contain information obtained from third parties, including ratings from credit ratings agencies such as Standard & Poor's. Reproduction and distribution of third party content in any form is prohibited except with the prior written permission of the related third party. Third party content providers do not guarantee the accuracy, completeness, timeliness or availability of any information, including ratings, and are not responsible for any errors or omissions (negligent or otherwise), regardless of the cause, or for the results obtained from the use of such content. THIRD PARTY CONTENT PROVIDERS GIVE NO EXPRESS OR IMPLIED WARRANTIES, INCLUDING, BUT NOT LIMITED TO, ANY WARRANTIES OF MERCHANTABILITY OR FITNESS FOR A PARTICULAR PURPOSE OR USE. THIRD PARTY CONTENT PROVIDERS SHALL NOT BE LIABLE FOR ANY DIRECT, INDIRECT, INCIDENTAL, EXEMPLARY, COMPENSATORY, PUNITIVE, SPECIAL OR CONSEQUENTIAL DAMAGES, COSTS, EXPENSES, LEGAL FEES, OR LOSSES (INCLUDING LOST INCOME OR PROFITS AND OPPORTUNITY COSTS OR LOSSES COSTS BY NEGLIGENCE) IN CONNECTION WITH ANY USE OF THEIR CONTENT, INCLUDING RATINGS. Credit ratings are statements of opinions and are not statements of fact or recommendations to purchase, hold or sell securities. They do not address the suitability of securities or the suitability of securities for investment purposes, and should not be relied on as investment advice. To the extent that this document contains third party data or information (including, without limitation S&P Credit Ratings) (collectively "Content"), neither Blackstone nor the applicable third party content provider(s) ("Blackstone Parties") guarantee the accuracy, completeness, timeliness or availability of any Content, and are not responsible for any errors or omissions (negligent or otherwise), regardless of the cause, or for the results obtained from the access or use of such Content. In no event shall the Blackstone Parties be liable for any damages, costs, expenses, legal fees or losses (including lost income or lost profit and opportunity costs) in connection with any use of the Content. Please read the complete disclaimer with respect to S&P Credit Ratings: http://www.standardandpoors.com/en_US/web/guest/regulatory/legal-disclaimers.