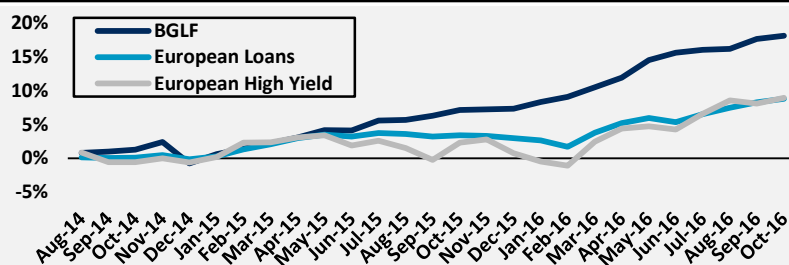


Objective

- 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 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”), which is an investor in floating rate senior secured loans.
- BGCF funds its investment in 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} As at 28/10/16	Oct-16	YTD	LTM	Ann. Since Inception	Cum. Since Inception
BGLF Euro NAV	0.37%	10.04%	10.19%	7.58%	18.11%



Monthly Commentary

- The Company’s total return for October was 0.37%, which included total net portfolio income of 1.64% and net portfolio movements of -1.27%, due to seven of BGCF’s Income Note investments making distributions. BGLF has returned 10.04% year-to-date, which compares well to European loans at 5.66% and European high yield at 8.11%.⁹
- Elm Park made its first distribution, which, at 17.3% annualised, was higher than initially modelled. Total distributed amounts since BGCF’s initial investment are: Castle Park: 31.1%; Dartry Park: 28.5%; Dorchester Park: 34.6%; Orwell Park: 24.9%; and Phoenix Park: 39.0%, Tymon Park: 15.5%.
- European loans extended their monthly winning streak to four months, adding 0.50% in October. High Yield reversed last month’s loss and returned 0.78%⁹
- The average bid of S&P/LCD’s European loan flow name composite ended October down slightly versus September month end after dropping €0.20 during the first week of the month. As at 27 October, the average bid was 100.57.¹⁰
- The European loan market had another busy month in October with total monthly loan volume of €7.8 billion, which represents the third highest monthly volume YTD. Repricing and refinancing transactions continue to dominate issuance activity.¹⁰
- The forward pipeline, which consists mainly of institutional loans, has been growing since mid-October and stood at €2.8 billion as of month end. While this does include some coming repricings/refinancings, the market expects these transactions to decelerate due to uncertainty over results of the US election and since most borrowers who could complete a transaction have already done so.¹⁰
- CLO issuance remained strong during the month as managers work to issue deals ahead of the US risk retention effective date. 17 US CLOs totalling \$8.4 billion and four European CLOs totalling €1.7 billion came to market in October. Persistent demand from Japanese investors for European CLO paper helped to drive AAA spreads to new lows, falling as low as E+98bp by month end. YTD issuance is poised to exceed full year projections and currently stands at \$54.5 billion / 120 transactions and €13.5 billion / 33 transactions.¹⁰

Key Facts

Ticker LN:	BGLF
Inception Date:	23/7/14
Inception Share Price:	€1.00
NAV per share: ⁴	€0.9945
Monthly NAV: ¹¹	-2.09%
Share Price: ⁵	€1.0000
Premium/Discount:	0.55%
Latest Dividend:	€0.0250
Target Dividend Yield: ⁶	10.00%
BGCF Gross Assets:	€358.4m
BGLF Net Assets:	€322.8m
Market Capitalisation: ⁵	€324.6m
Shares Outstanding:	324.6m

Top 10 Holdings ^{7, 8}

Eircom	2.2%
Numericable Finance / YPSO	1.9%
Capio Sanidad S.L.	1.7%
Ziggo Finance BV	1.7%
Euro Garages	1.7%
Ineos	1.5%
Concordia International	1.5%
Onex Wizard Acquisition	1.4%
Amaya	1.3%
Horizon Holdings III (Verallia)	1.3%

Top 5 Industries ^{7, 8}

Healthcare & Pharma	14.1%
Hotels, Gaming & Leisure	9.5%
Services Business	8.2%
Chemicals, Plastics & Rubber	6.7%
Containers, Packaging	6.4%

Top 5 Countries ^{7, 8}

United States of America	24.6%
United Kingdom	14.7%
France	12.1%
Germany	11.3%
Netherlands	8.4%

Blackstone / GSO Loan Financing Limited

Asset Breakdown ⁸

	BGCF Direct Loans / Investments	BGCF Indirect Loans / CLO Portfolio
Net Assets:	€66.8m	€256.0m
% of BGLF NAV:	20.69%	79.31%
Number of Issuers:	24	419
Senior Secured Loans/Notes:	100.0%	99.5%
Floating Rate:	84.7%	97.4%
Weighted Average Asset Spread (including impact of floors):	4.94%	4.61%
Weighted Average Loan MTM:	97.9%	100.1%
Average Cost of Liabilities:	0.8% undrawn / 1.8% drawn	2.1%

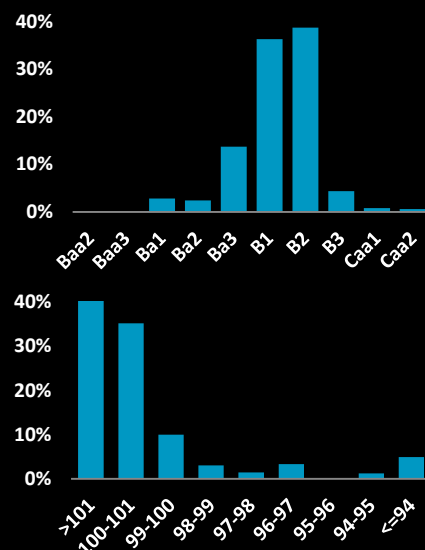
Retained CLO Income Note Investments ⁸

	Closing Date	Currency	Deal Size	BGCF Position (% of Tranche)	Distributions Through Last Payment Date	
					Ann.	Cum.
Phoenix Park	Jul 14	EUR	€413m	51.4%	17.2%	39.0%
Sorrento Park	Oct 14	EUR	€517m	51.8%	18.9%	34.6%
Castle Park	Dec 14	EUR	€415m	100.0%	17.0%	31.1%
Dorchester Park	Jan 15	USD	\$509m	60.9%	21.0%	34.6%
Dartry Park	Feb 15	EUR	€411m	51.1%	17.6%	28.5%
Orwell Park	May 15	EUR	€415m	51.0%	18.1%	24.9%
Tymon Park	Dec 15	EUR	€414m	51.0%	18.3%	15.5%
Elm Park	May 16	EUR	€558m	82.4%	17.3%	6.8%
Griffith Park	Sep 16	EUR	€454m	59.5%	n/a	n/a
Clarinda Park	Nov 16	EUR	€415m	51.2%	n/a	n/a

Historical Performance ^{2,9}

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%			10.04%
European Loans	-0.32%	-0.93%	2.06%	1.35%	0.74%	-0.60%	1.16%	0.88%	0.74%	0.50%			5.66%
European High Yield	-1.24%	-0.60%	3.59%	1.85%	0.36%	-0.46%	2.21%	1.86%	-0.42%	0.78%			8.11%
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%
European High Yield	0.77%	2.12%	0.06%	0.70%	0.31%	-1.47%	0.68%	-1.04%	-1.72%	2.57%	0.43%	-1.95%	1.36%
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%
European High Yield								0.86%	-1.42%	0.02%	0.54%	-0.58%	-0.59%

Moody's Rating Distribution and Asset MTM Bands ^{7, 8}



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 held by BGCF. 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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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.

Blackstone / GSO Loan Financing Limited

Footnotes:

1. Blackstone / GSO Corporate Funding DAC ("BGCF") was incorporated in Ireland on 16 April 2014.
2. 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.
3. YTD and Monthly performance are non-annualised. Dividends are assumed to be reinvested at the NAV.
4. 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.
5. Source: Bloomberg, as at 31 October 2016.
6. Dividend Yield based on IPO issue price and last announced target dividend yield of €0.10 per share annualised (2 September 2016). 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.
7. 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.
8. 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 Direct Loans / Investments 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. Direct Loans / Investments Portfolio holdings are reported on a trade date basis and liabilities will only be drawn on the relevant loan settlement date and include investments in non-retention CLO securities and CLO warehouses. CLO Note and CLO warehouse investments are excluded from all figures except Issuer Count. Data calculated by GSO.
9. Credit Suisse (Western European Leveraged Loan Index (hedged to EUR), Western European High Yield Index (hedged to EUR), as of 31 October 2016.
10. S&P /LCD, as of 16 November 2016.
11. Monthly NAV: 0.37% monthly performance; -2.09% 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.

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