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**UNITED STATES  
SECURITIES AND EXCHANGE COMMISSION**  
Washington, D.C. 20549

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**FORM 8-K**

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**CURRENT REPORT  
Pursuant to Section 13 or 15(d)  
of The Securities Exchange Act of 1934**

**Date of Report (Date of earliest event reported): November 29, 2018**

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**Oaktree Specialty Lending Corporation**  
(Exact name of registrant as specified in its charter)

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**Delaware**  
(State or other jurisdiction  
of incorporation)

**814-00755**  
(Commission  
File Number)

**26-1219283**  
(IRS Employer  
Identification No.)

**333 South Grand Avenue, 28th Floor**  
**Los Angeles, CA**  
(Address of principal executive offices)

**90071**  
(Zip Code)

**Registrant's telephone number, including area code: (213) 830-6300**

**Not Applicable**  
(Former name or former address, if changed since last report)

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Check the appropriate box below if the Form 8-K filing is intended to simultaneously satisfy the filing obligation of the registrant under any of the following provisions:

- Written communications pursuant to Rule 425 under the Securities Act (17 CFR 230.425)
- Soliciting material pursuant to Rule 14a-12 under the Exchange Act (17 CFR 240.14a-12)
- Pre-commencement communications pursuant to Rule 14d-2(b) under the Exchange Act (17 CFR 240.14d-2(b))
- Pre-commencement communications pursuant to Rule 13e-4(c) under the Exchange Act (17 CFR 240.13e-4(c))

Indicate by check mark whether the registrant is an emerging growth company as defined in Rule 405 of the Securities Act of 1933 (17 CFR §230.405) or Rule 12b-2 of the Securities Exchange Act of 1934 (17 CFR §240.12b-2).

Emerging Growth Company

If an emerging growth company, indicate by check mark if the registrant has elected not to use the extended transition period for complying with any new or revised financial accounting standards provided pursuant to Section 13(a) of the Exchange Act.

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**Item 2.02. Results of Operations and Financial Condition.**

On November 29, 2018, Oaktree Specialty Lending Corporation (the “Company”) issued a press release announcing its financial results for the fiscal quarter and year ended September 30, 2018. A copy of the press release is attached hereto as Exhibit 99.1.

On November 29, 2018, the Company will host a conference call to discuss its financial results for the fiscal quarter and year ended September 30, 2018. In connection therewith, the Company provided an investor presentation on its website at <http://www.oaktreespecialtylending.com>. A copy of the investor presentation is attached hereto as Exhibit 99.2.

The information disclosed under this Item 2.02, including Exhibits 99.1 and 99.2 hereto, is being “furnished” and is not deemed “filed” by the Company for purposes of Section 18 of the Securities Exchange Act of 1934, as amended (the “Exchange Act”), or otherwise subject to the liabilities of that Section, nor is it deemed incorporated by reference into any filing under the Securities Act of 1933, as amended, or the Exchange Act, except as shall be expressly set forth by specific reference in such filing.

**Item 9.01. Financial Statements and Exhibits.**

(d) *Exhibits*

99.1 [Press release of Oaktree Specialty Lending Corporation dated November 29, 2018](#)

99.2 [Oaktree Specialty Lending Corporation Fourth Quarter and Fiscal Year 2018 Earnings Presentation](#)

**SIGNATURE**

Pursuant to the requirements of the Exchange Act, the registrant has duly caused this report to be signed on its behalf by the undersigned hereunto duly authorized.

OAKTREE SPECIALTY LENDING CORPORATION

Date: November 29, 2018

By: /s/ Mel Carlisle

Name: Mel Carlisle

Title: Chief Financial Officer and Treasurer



## Oaktree Specialty Lending Corporation Announces Fourth Fiscal Quarter 2018 Financial Results and Declares Distribution of \$0.095 Per Share

LOS ANGELES, CA, November 29, 2018—Oaktree Specialty Lending Corporation (NASDAQ: OCSL) (“Oaktree Specialty Lending” or the “Company”), a specialty finance company, today announced its unaudited financial results for the fiscal quarter ended September 30, 2018.

### Fourth Fiscal Quarter 2018 Highlights

- **Total investment income** of \$38.2 million (\$0.27 per share), up from \$31.8 million (\$0.23 per share) for the third fiscal quarter of 2018;
- **Net investment income** of \$17.0 million (\$0.12 per share), up from \$14.4 million (\$0.10 per share) for the third fiscal quarter of 2018;
- **Net asset value (“NAV”) per share** of \$6.09, up from \$5.95 for the third fiscal quarter of 2018;
- **Originated** \$228.4 million of new investment commitments and received \$267.5 million of proceeds from prepayments, exits, other paydowns and sales; and
- **A quarterly dividend was declared** of \$0.095 per share, payable on December 28, 2018 to stockholders of record on December 17, 2018.

### Management Commentary

Edgar Lee, Chief Executive Officer and Chief Investment Officer of Oaktree Specialty Lending said, “The fourth quarter completed a strong year for OCSL, highlighted by solid earnings growth and improved credit performance, including delivering the third consecutive quarter of increased NAV per share. Since we began managing OCSL a year ago, we have made significant progress in reducing credit risk in the portfolio and stabilizing NAV. During the fiscal year, we reduced non-core investments by \$569 million while adding over \$1.0 billion of new investments that are consistent with Oaktree’s investment philosophy. Core investments now represent 76 percent of our portfolio, up from 37 percent as of September 30, 2017. Given our substantial progress to date, we believe we are well positioned to further enhance our return on equity and deliver value to our shareholders in 2019.”

### Portfolio and Investment Activity

As of September 30, 2018, the fair value of the Company’s investment portfolio was \$1.5 billion and was comprised of investments in 113 companies. These included debt investments in 86 companies, the investments in Senior Loan Fund JV I, LLC (“SLF JV I”) and equity investments in 40 companies, including in SLF JV I and 2 private equity funds. Fourteen of the equity investments were in companies in which Oaktree Specialty Lending also had a debt investment.

At fair value, 95.0% of the Company’s portfolio as of September 30, 2018 consisted of debt investments, including 48.4% of first lien loans, 27.0% of second lien loans and 19.6% of unsecured debt investments, including the debt investments in SLF JV I.

As of September 30, 2018, SLF JV I had \$314.2 million in assets, including senior secured loans to 40 portfolio companies. The joint venture generated income of \$3.1 million for Oaktree Specialty Lending during the quarter ended September 30, 2018.

The weighted average yield on the Company’s debt investments as of September 30, 2018, including the return on the Company’s mezzanine note investments in SLF JV I, was 8.4%.

As of September 30, 2018, \$1.2 billion of the Company’s debt investments, or 83.2% of the total debt portfolio, at fair value, had floating interest rates.

During the quarter ended September 30, 2018, the Company originated \$228.4 million of investment commitments, including investments in 13 new and three existing portfolio companies, and funded \$218.4 million of investments across new and existing portfolio companies.

During the quarter, the Company received \$267.5 million of proceeds from various prepayments, exits, other paydowns and sales and exited 18 investments.

### Results of Operations

Total investment income for the quarter ended September 30, 2018 was \$38.2 million, including \$35.3 million of cash interest income from portfolio investments, \$0.5 million of payment-in-kind ("PIK") interest income, \$2.0 million of fee income and \$0.4 million of dividend income. PIK interest income, net of PIK collected in cash, represented 1.1% of total investment income for the quarter ended September 30, 2018. Total investment income increased \$6.4 million from the quarter ended June 30, 2018, which was primarily attributable to the acceleration of interest income and prepayments fees earned in connection with the exit of a certain investment.

Net expenses for the quarter were \$21.2 million, an increase of \$3.8 million from the quarter ended June 30, 2018. The increase in net expenses was due primarily to an increase in Part I incentive fees (net of fees waived) resulting from higher investment earnings during the quarter, and an increase in interest expense, which was attributable to higher levels of outstanding debt during the quarter.

Net realized and unrealized gain before taxes on the Company's investment portfolio for the quarter ended September 30, 2018 was \$16.9 million.

### Liquidity and Capital Resources

As of September 30, 2018, the Company had \$13.5 million of cash and cash equivalents (including restricted cash), total principal value of debt outstanding of \$643.4 million and \$359.0 million of undrawn capacity on its credit facility, subject to borrowing base and other limitations. The weighted average interest rate on debt outstanding was 5.1% as of September 30, 2018.

As of September 30, 2018, the Company's total leverage ratio was 0.75x debt-to-equity.

### Distribution Declaration

The Company's Board of Directors declared a quarterly distribution of \$0.095 per share, payable on December 28, 2018 to stockholders of record on December 17, 2018.

Distributions are paid primarily from distributable (taxable) income. To the extent taxable earnings for a fiscal taxable year fall below the total amount of dividend distributions for that fiscal year, a portion of those distributions may be deemed a return of capital to the Company's stockholders.

### Portfolio Asset Quality

As of September 30, 2018, there were eight investments on which the Company had stopped accruing cash and/or PIK interest or original issue discount ("OID") income that, in the aggregate, represented 14.5% of the Company's debt portfolio at cost and 7.0% at fair value.

(\$ in thousands)

| <u>Non-Accrual - Debt Investments</u>                        | <u>As of September 30, 2018</u> | <u>As of September 30, 2017</u> |
|--------------------------------------------------------------|---------------------------------|---------------------------------|
| Non-Accrual Investments at Fair Value                        | \$ 98,760                       | \$ 67,015                       |
| Non-Accrual Investments/Total Debt Investments at Fair Value | 7.0%                            | 4.7%                            |

**Oaktree Specialty Lending Corporation**  
**Consolidated Statements of Assets and Liabilities**  
(in thousands, except per share amounts)

| ASSETS                                                                                                                                                                    | September 30,<br>2018 | June 30, 2018<br>(unaudited) | September 30,<br>2017 |
|---------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-----------------------|------------------------------|-----------------------|
| <b>Investments at fair value:</b>                                                                                                                                         |                       |                              |                       |
| Control investments (cost September 30, 2018: \$213,470; cost June 30, 2018: \$266,097; cost September 30, 2017: \$444,826)                                               | \$ 196,874            | \$ 223,421                   | \$ 305,271            |
| Affiliate investments (cost September 30, 2018: \$1,080; cost June 30, 2018: \$1,080; cost September 30, 2017: \$33,743)                                                  | 2,161                 | 2,161                        | 36,983                |
| Non-control/Non-affiliate investments (cost September 30, 2018: \$1,392,383; cost June 30, 2018: \$1,416,632; cost September 30, 2017: \$1,279,096)                       | 1,292,166             | 1,294,936                    | 1,199,501             |
| <b>Total investments at fair value (cost September 30, 2018: \$1,606,933; cost June 30, 2018: \$1,683,809; cost September 30, 2017: \$1,757,665)</b>                      | <b>1,491,201</b>      | <b>1,520,518</b>             | <b>1,541,755</b>      |
| Cash and cash equivalents                                                                                                                                                 | 13,380                | 56,615                       | 53,018                |
| Restricted cash                                                                                                                                                           | 109                   | 499                          | 6,895                 |
| Interest, dividends and fees receivable                                                                                                                                   | 10,272                | 8,102                        | 6,892                 |
| Due from portfolio companies                                                                                                                                              | 1,357                 | 15,757                       | 5,670                 |
| Receivables from unsettled transactions                                                                                                                                   | 26,760                | 22,538                       | —                     |
| Deferred financing costs                                                                                                                                                  | 5,209                 | 5,620                        | 1,304                 |
| Derivative asset at fair value                                                                                                                                            | 162                   | —                            | —                     |
| Other assets                                                                                                                                                              | 3,008                 | 3,108                        | 514                   |
| <b>Total assets</b>                                                                                                                                                       | <b>\$ 1,551,458</b>   | <b>\$ 1,632,757</b>          | <b>\$ 1,616,048</b>   |
| <b>LIABILITIES AND NET ASSETS</b>                                                                                                                                         |                       |                              |                       |
| <b>Liabilities:</b>                                                                                                                                                       |                       |                              |                       |
| Accounts payable, accrued expenses and other liabilities                                                                                                                  | \$ 3,581              | \$ 2,714                     | \$ 2,417              |
| Base management fee and Part I incentive fee payable                                                                                                                      | 8,223                 | 7,094                        | 6,750                 |
| Due to affiliate                                                                                                                                                          | 3,274                 | 4,230                        | 1,815                 |
| Interest payable                                                                                                                                                          | 3,365                 | 6,338                        | 3,167                 |
| Amounts payable to syndication partners                                                                                                                                   | 109                   | 301                          | 1                     |
| Director fees payable                                                                                                                                                     | —                     | —                            | 184                   |
| Payables from unsettled transactions                                                                                                                                      | 37,236                | 166,903                      | 58,691                |
| Deferred tax liability                                                                                                                                                    | 422                   | —                            | —                     |
| Credit facilities payable                                                                                                                                                 | 241,000               | 211,000                      | 255,995               |
| Unsecured notes payable (net of \$3,483, \$3,851 and \$4,737 of unamortized financing costs as of September 30, 2018, June 30, 2018 and September 30, 2017, respectively) | 386,485               | 386,132                      | 406,115               |
| Secured borrowings at fair value (proceeds September 30, 2018: \$12,314; proceeds June 30, 2018: \$12,623; proceeds September 30, 2017: \$13,489)                         | 9,728                 | 9,950                        | 13,256                |
| <b>Total liabilities</b>                                                                                                                                                  | <b>693,423</b>        | <b>794,662</b>               | <b>748,391</b>        |
| <b>Commitments and contingencies</b>                                                                                                                                      |                       |                              |                       |
| <b>Net assets:</b>                                                                                                                                                        |                       |                              |                       |
| Common stock, \$0.01 par value, 250,000 shares authorized; 140,961 shares issued and outstanding as of September 30, 2018, June 30, 2018 and September 30, 2017           | 1,409                 | 1,409                        | 1,409                 |
| Additional paid-in-capital                                                                                                                                                | 1,492,739             | 1,579,278                    | 1,579,278             |
| Accumulated overdistributed earnings                                                                                                                                      | (636,113)             | (742,592)                    | (713,030)             |
| <b>Total net assets (equivalent to \$6.09, \$5.95 and \$6.16 per common share as of September 30, 2018, June 30, 2018 and September 30, 2017, respectively)</b>           | <b>858,035</b>        | <b>838,095</b>               | <b>867,657</b>        |
| <b>Total liabilities and net assets</b>                                                                                                                                   | <b>\$ 1,551,458</b>   | <b>\$ 1,632,757</b>          | <b>\$ 1,616,048</b>   |

**Oaktree Specialty Lending Corporation**  
**Consolidated Statements of Operations**  
(in thousands, except per share amounts)

|                                                                                       | Three months<br>ended<br>September 30,<br>2018<br>(unaudited) | Three months<br>ended<br>June 30,<br>2018<br>(unaudited) | Three months<br>ended<br>September 30,<br>2017<br>(unaudited) | Year ended<br>September 30,<br>2018 | Year ended<br>September 30,<br>2017 |
|---------------------------------------------------------------------------------------|---------------------------------------------------------------|----------------------------------------------------------|---------------------------------------------------------------|-------------------------------------|-------------------------------------|
| <b>Interest income:</b>                                                               |                                                               |                                                          |                                                               |                                     |                                     |
| Control investments                                                                   | \$ 3,687                                                      | \$ 2,737                                                 | \$ 3,126                                                      | \$ 12,698                           | \$ 14,230                           |
| Affiliate investments                                                                 | —                                                             | 161                                                      | 978                                                           | 2,027                               | 3,939                               |
| Non-control/Non-affiliate investments                                                 | 31,496                                                        | 23,629                                                   | 26,935                                                        | 103,223                             | 133,344                             |
| Interest on cash and cash equivalents                                                 | 123                                                           | 107                                                      | 313                                                           | 563                                 | 810                                 |
| <b>Total interest income</b>                                                          | <b>35,306</b>                                                 | <b>26,634</b>                                            | <b>31,352</b>                                                 | <b>118,511</b>                      | <b>152,323</b>                      |
| <b>PIK interest income:</b>                                                           |                                                               |                                                          |                                                               |                                     |                                     |
| Control investments                                                                   | —                                                             | 1,045                                                    | 1,186                                                         | 3,446                               | 6,631                               |
| Affiliate investments                                                                 | —                                                             | 52                                                       | 196                                                           | 416                                 | 788                                 |
| Non-control/Non-affiliate investments                                                 | 499                                                           | 360                                                      | 746                                                           | 1,907                               | 3,674                               |
| <b>Total PIK interest income</b>                                                      | <b>499</b>                                                    | <b>1,457</b>                                             | <b>2,128</b>                                                  | <b>5,769</b>                        | <b>11,093</b>                       |
| <b>Fee income:</b>                                                                    |                                                               |                                                          |                                                               |                                     |                                     |
| Control investments                                                                   | 6                                                             | 697                                                      | 315                                                           | 951                                 | 1,244                               |
| Affiliate investments                                                                 | —                                                             | —                                                        | 12                                                            | 48                                  | 753                                 |
| Non-control/Non-affiliate investments                                                 | 2,028                                                         | 1,728                                                    | 1,355                                                         | 8,433                               | 8,510                               |
| <b>Total fee income</b>                                                               | <b>2,034</b>                                                  | <b>2,425</b>                                             | <b>1,682</b>                                                  | <b>9,432</b>                        | <b>10,507</b>                       |
| <b>Dividend and other income:</b>                                                     |                                                               |                                                          |                                                               |                                     |                                     |
| Control investments                                                                   | 381                                                           | 1,331                                                    | 570                                                           | 5,010                               | 3,954                               |
| Non-control/Non-affiliate investments                                                 | —                                                             | —                                                        | —                                                             | —                                   | 87                                  |
| <b>Total dividend and other income</b>                                                | <b>381</b>                                                    | <b>1,331</b>                                             | <b>570</b>                                                    | <b>5,010</b>                        | <b>4,041</b>                        |
| <b>Total investment income</b>                                                        | <b>38,220</b>                                                 | <b>31,847</b>                                            | <b>35,732</b>                                                 | <b>138,722</b>                      | <b>177,964</b>                      |
| <b>Expenses:</b>                                                                      |                                                               |                                                          |                                                               |                                     |                                     |
| Base management fee                                                                   | 5,767                                                         | 5,909                                                    | 6,808                                                         | 22,652                              | 31,369                              |
| Part I incentive fee                                                                  | 3,675                                                         | 2,733                                                    | —                                                             | 10,485                              | 10,713                              |
| Professional fees                                                                     | 859                                                           | 924                                                      | 1,964                                                         | 5,696                               | 5,703                               |
| Directors fees                                                                        | 143                                                           | 154                                                      | 277                                                           | 650                                 | 872                                 |
| Interest expense                                                                      | 9,323                                                         | 8,291                                                    | 12,772                                                        | 35,728                              | 49,935                              |
| Administrator expense                                                                 | 336                                                           | 466                                                      | 660                                                           | 1,687                               | 2,217                               |
| General and administrative expenses                                                   | 794                                                           | 488                                                      | 1,845                                                         | 3,120                               | 5,999                               |
| Loss on legal settlements                                                             | —                                                             | —                                                        | —                                                             | —                                   | 3                                   |
| <b>Total expenses</b>                                                                 | <b>20,897</b>                                                 | <b>18,965</b>                                            | <b>24,326</b>                                                 | <b>80,018</b>                       | <b>106,811</b>                      |
| Fees waived                                                                           | 292                                                           | (1,548)                                                  | (58)                                                          | (1,342)                             | (240)                               |
| Insurance recoveries                                                                  | —                                                             | —                                                        | —                                                             | —                                   | (1,259)                             |
| <b>Net expenses</b>                                                                   | <b>21,189</b>                                                 | <b>17,417</b>                                            | <b>24,268</b>                                                 | <b>78,676</b>                       | <b>105,312</b>                      |
| <b>Net investment income</b>                                                          | <b>17,031</b>                                                 | <b>14,430</b>                                            | <b>11,464</b>                                                 | <b>60,046</b>                       | <b>72,652</b>                       |
| <b>Unrealized appreciation (depreciation) on investments and foreign currency:</b>    |                                                               |                                                          |                                                               |                                     |                                     |
| Control investments                                                                   | 26,081                                                        | 97,000                                                   | (83,359)                                                      | 115,906                             | (71,329)                            |
| Affiliate investments                                                                 | —                                                             | 72                                                       | (73)                                                          | (2,159)                             | (1,574)                             |
| Non-control/Non-affiliate investments                                                 | 21,039                                                        | 1,810                                                    | (33,008)                                                      | (13,657)                            | (24,640)                            |
| Foreign currency forward contracts                                                    | 162                                                           | —                                                        | —                                                             | 162                                 | —                                   |
| <b>Net unrealized appreciation (depreciation) on investments and foreign currency</b> | <b>47,282</b>                                                 | <b>98,882</b>                                            | <b>(116,440)</b>                                              | <b>100,252</b>                      | <b>(97,543)</b>                     |
| <b>Net unrealized (appreciation) depreciation on secured borrowings</b>               | <b>(87)</b>                                                   | <b>377</b>                                               | <b>—</b>                                                      | <b>2,353</b>                        | <b>(296)</b>                        |
| <b>Realized gain (loss) on investments, secured borrowings and foreign currency:</b>  |                                                               |                                                          |                                                               |                                     |                                     |
| Control investments                                                                   | (31,331)                                                      | (91,470)                                                 | (728)                                                         | (122,801)                           | (59,722)                            |
| Affiliate investments                                                                 | —                                                             | —                                                        | —                                                             | 2,048                               | —                                   |
| Non-control/Non-affiliate investments                                                 | 1,494                                                         | 2,033                                                    | (19,765)                                                      | 6,042                               | (112,060)                           |
| Foreign currency forward contracts                                                    | (436)                                                         | —                                                        | —                                                             | (436)                               | —                                   |
| <b>Net realized losses on investments, secured borrowings and foreign currency</b>    | <b>(30,273)</b>                                               | <b>(89,437)</b>                                          | <b>(20,493)</b>                                               | <b>(115,147)</b>                    | <b>(171,782)</b>                    |
| <b>Redemption premium on unsecured notes payable</b>                                  | <b>—</b>                                                      | <b>—</b>                                                 | <b>—</b>                                                      | <b>(120)</b>                        | <b>—</b>                            |
| <b>Provision for income taxes</b>                                                     | <b>(622)</b>                                                  | <b>—</b>                                                 | <b>—</b>                                                      | <b>(622)</b>                        | <b>—</b>                            |
| <b>Net increase (decrease) in net assets resulting from operations</b>                | <b>\$ 33,331</b>                                              | <b>\$ 24,252</b>                                         | <b>\$ (125,469)</b>                                           | <b>\$ 46,762</b>                    | <b>\$ (196,969)</b>                 |
| <b>Net investment income per common share — basic and diluted</b>                     | <b>\$ 0.12</b>                                                | <b>\$ 0.10</b>                                           | <b>\$ 0.08</b>                                                | <b>\$ 0.43</b>                      | <b>\$ 0.51</b>                      |
| <b>Earnings (loss) per common share — basic and diluted</b>                           | <b>\$ 0.24</b>                                                | <b>\$ 0.17</b>                                           | <b>\$ (0.89)</b>                                              | <b>\$ 0.33</b>                      | <b>\$ (1.39)</b>                    |
| Weighted average common shares outstanding — basic and diluted                        | 140,961                                                       | 140,961                                                  | 140,961                                                       | 140,961                             | 141,438                             |

## Conference Call Information

Oaktree Specialty Lending will host a conference call to discuss its fourth fiscal quarter 2018 results at 11:00 a.m. Eastern Time / 8:00 a.m. Pacific Time on November 29, 2018. The conference call may be accessed by dialing (877) 507-3275 (U.S. callers) or +1 (412) 317-5238 (non-U.S. callers), participant password "Oaktree Specialty Lending." During the earnings conference call, Oaktree Specialty Lending intends to refer to an investor presentation that will be available on the Investors section of the Oaktree Specialty Lending website, [www.oaktreespecialtylending.com](http://www.oaktreespecialtylending.com). Alternatively, a live webcast of the conference call can be accessed on Oaktree Specialty Lending's website.

For those individuals unable to listen to the live broadcast of the conference call, a replay will be available on Oaktree Specialty Lending's website, or by dialing (877) 344-7529 (U.S. callers) or +1 (412) 317-0088 (non-U.S. callers), access code 10125435, beginning approximately one hour after the broadcast.

## About Oaktree Specialty Lending Corporation

Oaktree Specialty Lending Corporation (NASDAQ:OCSL) is a specialty finance company dedicated to providing customized one-stop credit solutions to companies with limited access to public or syndicated capital markets. The firm seeks to generate current income and capital appreciation by providing companies with flexible and innovative financing solutions including first and second lien loans, unsecured and mezzanine loans, and preferred equity. The company is regulated as a business development company under the Investment Company Act of 1940, as amended. Oaktree Specialty Lending is managed by Oaktree Capital Management, L.P. For additional information, please visit Oaktree Specialty Lending's website at [www.oaktreespecialtylending.com](http://www.oaktreespecialtylending.com).

## Forward-Looking Statements

Some of the statements in this press release constitute forward-looking statements because they relate to future events or our future performance or financial condition. The forward-looking statements may include statements as to: our future operating results and distribution projections; our business prospects and the prospects of our portfolio companies; and the impact of the investments that we expect to make. In addition, words such as "anticipate," "believe," "expect," "seek," "plan," "should," "estimate," "project" and "intend" indicate forward-looking statements, although not all forward-looking statements include these words. The forward-looking statements contained in this press release involve risks and uncertainties. Our actual results could differ materially from those implied or expressed in the forward-looking statements for any reason, including the factors set forth in "Risk Factors" and elsewhere in our annual report on Form 10-K. Other factors that could cause actual results to differ materially include: changes in the economy, financial markets and political environment; risks associated with possible disruption in our operations or the economy generally due to terrorism or natural disasters; future changes in laws or regulations (including the interpretation of these laws and regulations by regulatory authorities) and conditions in our operating areas, particularly with respect to business development companies or regulated investment companies; and other considerations that may be disclosed from time to time in our publicly disseminated documents and filings.

We have based the forward-looking statements included in this presentation on information available to us on the date of this presentation, and we assume no obligation to update any such forward-looking statements. Although we undertake no obligation to revise or update any forward-looking statements, whether as a result of new information, future events or otherwise, you are advised to consult any additional disclosures that we may make directly to you or through reports that we in the future may file with the SEC, including annual reports on Form 10-K, quarterly reports on Form 10-Q and current reports on Form 8-K.

## Contacts

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Media Relations:  
Financial Profiles, Inc.  
Moirá Conlon  
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OAKTREE

OCSL | Specialty Lending Corporation

Fourth Quarter  
Fiscal Year 2018  
Earnings  
Presentation

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November 29, 2018

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Nasdaq: OCSL

## Forward Looking Statements

Some of the statements in this presentation constitute forward-looking statements because they relate to future events or our future performance or financial condition. The forward-looking statements contained in this presentation may include statements as to: our future operating results and distribution projections; the ability of Oaktree Capital Management, L.P. (“Oaktree” or our “Investment Adviser”) to find lower-risk investments to reposition our portfolio and to implement our Investment Adviser’s future plans with respect to our business; our business prospects and the prospects of our portfolio companies; the impact of the investments that we expect to make; the ability of our portfolio companies to achieve their objectives; our expected financings and investments and additional leverage we may seek to incur in the future; the adequacy of our cash resources and working capital; the timing of cash flows, if any, from the operations of our portfolio companies; and the cost or potential outcome of any litigation to which we may be a party. In addition, words such as “anticipate,” “believe,” “expect,” “seek,” “plan,” “should,” “estimate,” “project” and “intend” indicate forward-looking statements, although not all forward-looking statements include these words. The forward-looking statements contained in this presentation involve risks and uncertainties. Our actual results could differ materially from those implied or expressed in the forward-looking statements for any reason, including the factors set forth in “Risk Factors” and elsewhere in our annual report on Form 10-K for the fiscal year ended September 30, 2018. Other factors that could cause actual results to differ materially include: changes in the economy, financial markets and political environment; risks associated with possible disruption in our operations or the economy generally due to terrorism or natural disasters; future changes in laws or regulations (including the interpretation of these laws and regulations by regulatory authorities) and conditions in our operating areas, particularly with respect to business development companies or regulated investment companies; and other considerations that may be disclosed from time to time in our publicly disseminated documents and filings.

We have based the forward-looking statements included in this presentation on information available to us on the date of this presentation, and we assume no obligation to update any such forward-looking statements. Although we undertake no obligation to revise or update any forward-looking statements, whether as a result of new information, future events or otherwise, you are advised to consult any additional disclosures that we may make directly to you or through reports that we in the future may file with the SEC, including annual reports on Form 10-K, quarterly reports on Form 10-Q and current reports on Form 8-K.

Unless otherwise indicated, data provided herein are dated as of September 30, 2018.

# Accomplishments Since Oaktree Became Investment Adviser on October 17, 2017

## Key Accomplishments

- 1 Significant Progress Rotating Portfolio
- 2 NAV Stabilization
- 3 Improved Capital Structure
- 4 Reduced Operating Costs

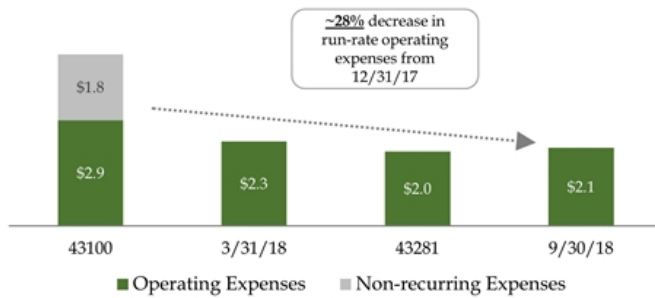
## Portfolio Assets

(\$ in millions, at fair value)

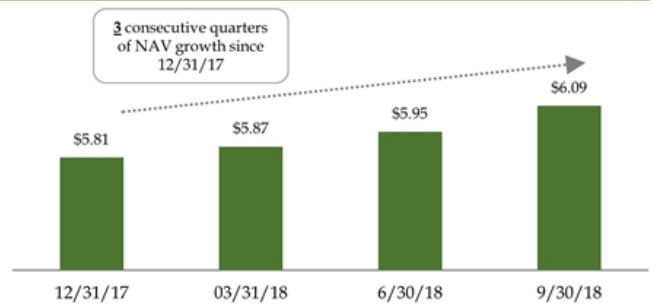


## Operating Expenses<sup>2</sup>

(\$ in millions)



## NAV Per Share



<sup>1</sup> Excludes investments in Senior Loan Fund JV I, LLC ("Kemper JV"), a joint venture that primarily invests in middle-market and other corporate debt securities.

<sup>2</sup> Operating expenses includes professional fees, directors fees, administrator expenses and general and administrative expenses.

## Q4 2018 Highlights

### 1 Net asset value per share increased by \$0.14 to \$6.09

- ✓ NAV continues to remain stable, increasing \$0.28 per share or approximately 5% since December 31, 2017
- ✓ Third consecutive quarter of NAV growth
- ✓ Realized gains resulting from monetizations of investments and unrealized write-ups of certain investments primarily contributed to the sequential NAV increase

### 2 Net investment income per share increased by \$0.02 to \$0.12

- ✓ Higher prepayment fees and OID acceleration on loan payoffs contributed to the increase
- ✓ Board of Directors declared a dividend of \$0.095 per share, payable on December 28, 2018 to stockholders of record as of December 17, 2018

### 3 Monetized \$32 million of non-core investments

- ✓ Exited one investment on non-accrual and monetized an aviation investment
- ✓ Core investments represented 76% of the portfolio as of September 30, 2018<sup>1</sup>
- ✓ Monetized approximately \$20 million of non-core investments since October 1, 2018

### 4 Entered into \$228 million of new investment commitments

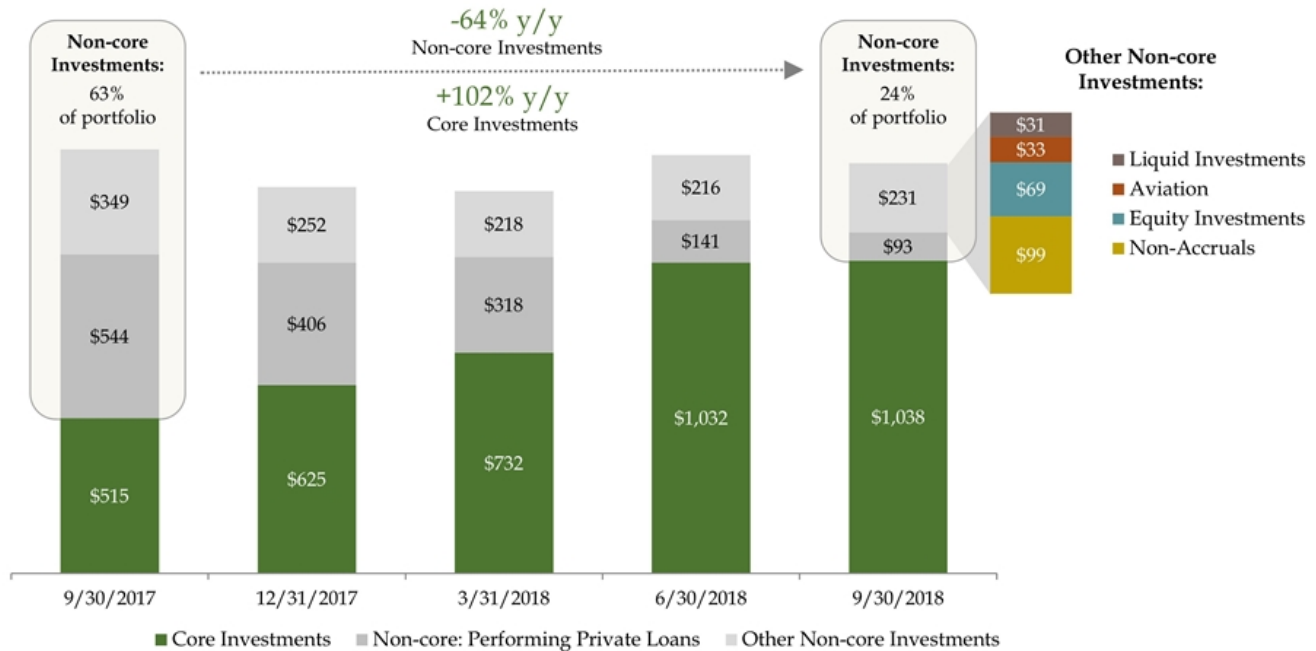
- ✓ Senior secured originations represented 88% of new investment commitments
- ✓ Diversified across 12 industries

<sup>1</sup> Excludes investments in the Kemper JV.

# Historical Portfolio Progression

## Portfolio by Category<sup>1</sup>

(\$ in millions, at fair value)



**Non-core private loans and non-accruals currently represent only 14% of OCSL's portfolio, down from 43% of the portfolio as of September 30, 2017**

<sup>1</sup> Excludes investments in the Kemper JV.

<sup>2</sup> Other non-core investments includes liquid investments, investments in aviation entities, equity investments, and non-accruals.

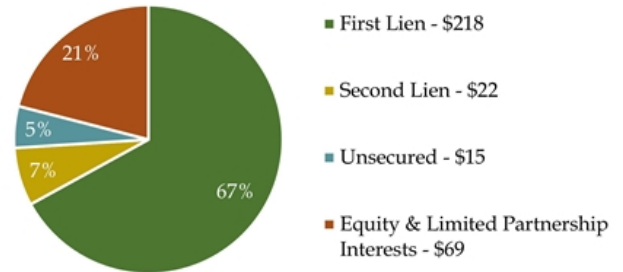
## Non-core Investment Portfolio Detail

### Non-core Investment Portfolio Characteristics

- Private Loans
  - \$93 million at fair value in seven companies
  - Net leverage through tranche: 3.9x
  - Average debt price: 90.1%
- Equity Investments
  - \$69 million at fair value in 27 equity positions and limited partnership interests in two third party managed funds
  - Sold or monetized approximately \$2mm during the quarter ended September 30, 2018 and approximately \$20 million since October 1, 2018
- Aviation
  - \$33 million at fair value in one entity
  - Exited \$17.5 million during the quarter ended September 30, 2018
- Liquid Investments
  - \$31 million at fair value in four companies
  - Comprised of publicly quoted liquid loans and bonds
  - Average debt price: 99.9%
- Non-accruals
  - \$99 million at fair value in eight companies
  - Average debt price: 39.7%

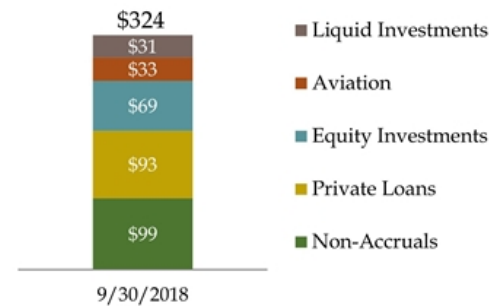
### Non-core Investments by Type

(As % of non-core investment portfolio, at fair value; \$ in millions)



### Non-core Portfolio Composition

(At fair value; \$ in millions)



Note: Numbers may not sum due to rounding.

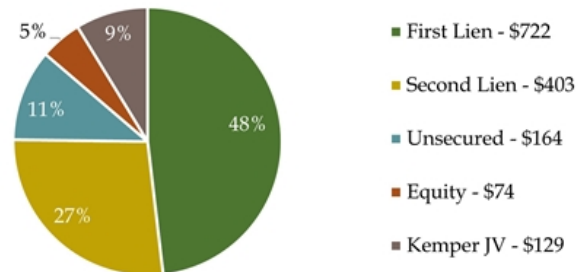
## Portfolio Summary as of September 30, 2018

### Portfolio Characteristics (at fair value)

- \$1.5 billion invested in 113 companies
- 95% of the total portfolio consists of debt investments
- \$15 million average debt investment size<sup>1</sup>
- 8.4% weighted average yield on debt investments
- 83% of debt portfolio consists of floating rate investments

### Portfolio Composition

(As % of total portfolio, at fair value; \$ in millions)



### Top 10 Industries<sup>1</sup>

(As % of total portfolio, at fair value)



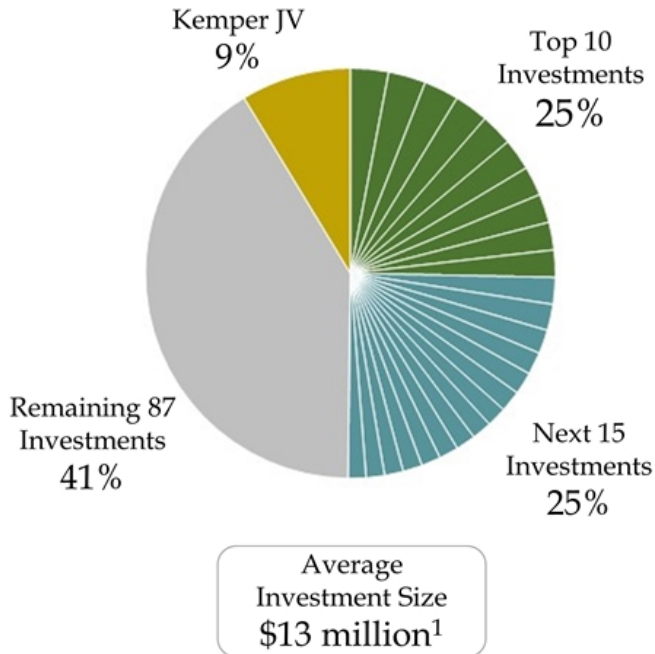
Note: Numbers rounded to the nearest million or percentage point.

<sup>1</sup> Excludes the investments in the Kemper JV.

## Portfolio Diversity

### Diversity by Investment Size

(At fair value)



### Portfolio by Industry<sup>1,2</sup>

| Industry Group                         | % of Portfolio |
|----------------------------------------|----------------|
| Health Care Providers & Services       | 8.4%           |
| Software                               | 8.3%           |
| Pharmaceuticals                        | 5.3%           |
| Insurance                              | 4.9%           |
| Oil, Gas & Consumable Fuels            | 4.8%           |
| Diversified Telecommunication Services | 4.8%           |
| Diversified Financial Services         | 4.5%           |
| Energy Equipment & Services            | 4.4%           |
| Health Care Technology                 | 3.8%           |
| Aerospace & Defense                    | 3.4%           |
| Specialty Retail                       | 3.2%           |
| IT Services                            | 3.2%           |
| Remaining 25 Industries                | 40.9%          |

Average  
Industry Exposure  
2.7%

**OCSL's portfolio is diverse across investments and industries**

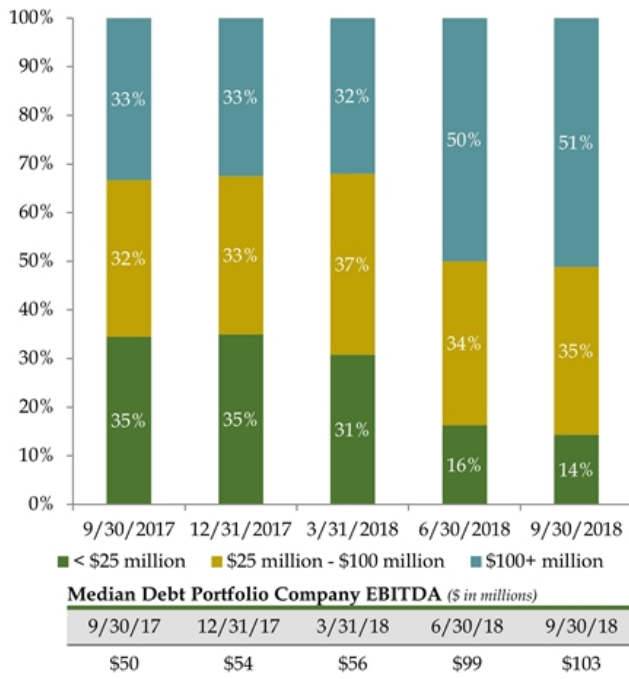
<sup>1</sup> Excludes investments in the Kemper JV.

<sup>2</sup> Based on GICS industry classifications.

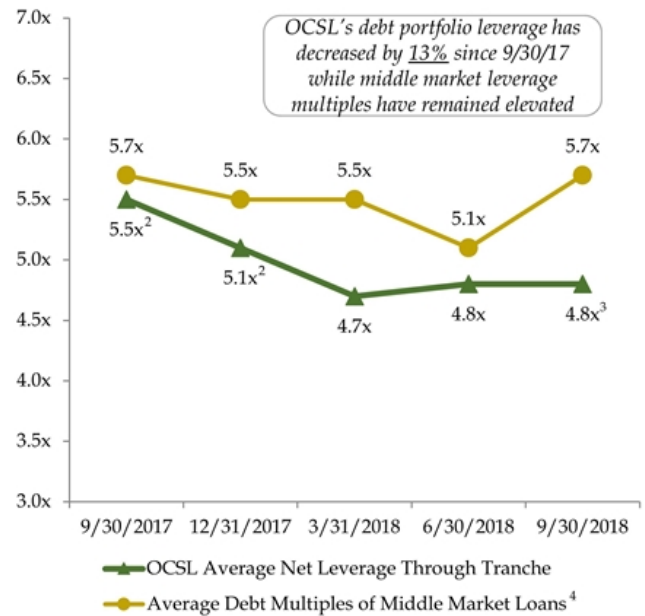


# Debt Portfolio Company Metrics

## Debt Portfolio Company EBITDA



## Debt Portfolio Company Leverage<sup>1</sup>



**OCSL's portfolio has transitioned into higher quality, larger borrowers with lower leverage, reflecting our defensive investment approach**

<sup>1</sup> Excludes investments in aviation entities and a \$35 million recurring revenue software investment.

<sup>2</sup> Excludes one investment on non-accrual and one venture capital investment.

<sup>3</sup> Excludes a \$10 million life sciences investment.

<sup>4</sup> Source: S&P Global Market Intelligence. Represents issuers with EBITDA less than or equal to \$50 million, adjusted for prospective cost savings or synergies.

## Q4 2018 Portfolio Originations<sup>1</sup>

### New Investment Highlights

- \$228 million of new commitments
- \$218 million in 13 new portfolio companies and \$10 million in 3 existing portfolio companies
- Diversified across 12 industries
- 8.4% weighted average yield at cost on new investments<sup>2</sup>
- 88% of new debt investment commitments at floating rates
- 93% of investments also held by other Oaktree funds
- Median portfolio company EBITDA: \$104 million
- Average net leverage through tranche: 4.9x<sup>2</sup>

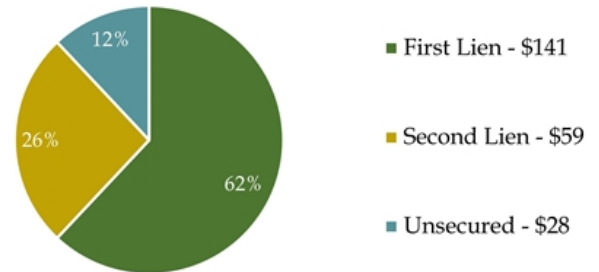
Note: Numbers rounded to the nearest million or percentage point.

<sup>1</sup> New investments exclude fundings of existing revolver or delayed draw term loan commitments.

<sup>2</sup> Excludes a \$10 million life sciences investment.

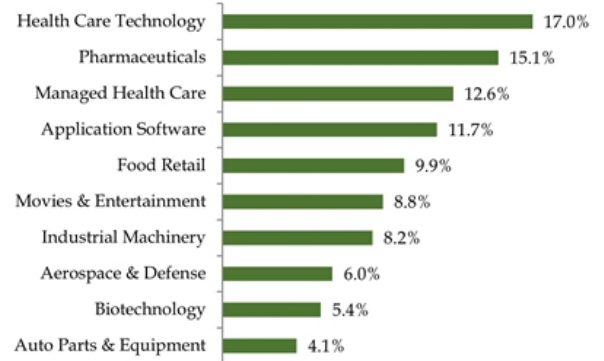
### New Investment Composition

(As % of total Q4'18 commitments; \$ in millions)



### New Investment Industry Composition

(As % of new investment commitments, at fair value)



## Historical Financial Information

| <i>(\$ in thousands, except per share amounts)</i>                       |                 |                 |                 |                   |                    |
|--------------------------------------------------------------------------|-----------------|-----------------|-----------------|-------------------|--------------------|
|                                                                          | Q4'18           | Q3'18           | Q2'18           | Q1'18             | Q4'17              |
| <b>Operating Results</b>                                                 | Sep-18          | Jun-18          | Mar-18          | Dec-17            | Sep-17             |
| Interest income                                                          | \$35,306        | \$26,634        | \$26,633        | \$29,938          | \$31,352           |
| PIK interest income                                                      | 499             | 1,457           | 1,946           | 1,867             | 2,128              |
| Fee income                                                               | 2,034           | 2,425           | 3,942           | 1,031             | 1,682              |
| Dividend & other income                                                  | 381             | 1,331           | 2,258           | 1,040             | 570                |
| <b>Total investment income</b>                                           | <b>38,220</b>   | <b>31,847</b>   | <b>34,779</b>   | <b>33,876</b>     | <b>35,732</b>      |
| Base management fee                                                      | 5,767           | 5,909           | 5,386           | 5,590             | 6,808              |
| Part I incentive fee                                                     | 3,675           | 2,733           | 3,247           | 830               | -                  |
| Interest expense                                                         | 9,323           | 8,291           | 8,530           | 9,584             | 12,772             |
| Other operating expenses <sup>1</sup>                                    | 2,132           | 2,032           | 2,305           | 4,684             | 4,746              |
| <b>Total expenses</b>                                                    | <b>20,897</b>   | <b>18,965</b>   | <b>19,468</b>   | <b>20,688</b>     | <b>24,326</b>      |
| Fees recouped/(waived)                                                   | 292             | (1,548)         | 48              | (134)             | (58)               |
| <b>Net expenses</b>                                                      | <b>21,189</b>   | <b>17,417</b>   | <b>19,516</b>   | <b>20,554</b>     | <b>24,268</b>      |
| <b>Net investment income</b>                                             | <b>17,031</b>   | <b>14,430</b>   | <b>15,263</b>   | <b>13,322</b>     | <b>11,464</b>      |
| Net realized and unrealized appreciation/(depreciation)                  | 16,922          | 9,822           | 4,357           | (43,763)          | (136,933)          |
| Provision for income taxes                                               | (622)           | -               | -               | -                 | -                  |
| <b>Net increase/decrease in net assets resulting from operations</b>     | <b>\$33,331</b> | <b>\$24,252</b> | <b>\$19,620</b> | <b>(\$30,441)</b> | <b>(\$125,469)</b> |
| <b>Net investment income per common share</b>                            | <b>\$0.12</b>   | <b>\$0.10</b>   | <b>\$0.11</b>   | <b>\$0.09</b>     | <b>\$0.08</b>      |
| Net realized and unrealized appreciation/(depreciation) per common share | 0.12            | 0.07            | 0.03            | (0.31)            | (0.97)             |
| <b>Earnings (loss) per common share - diluted</b>                        | <b>\$0.24</b>   | <b>\$0.17</b>   | <b>\$0.14</b>   | <b>(\$0.22)</b>   | <b>(\$0.89)</b>    |

Note: Results during Q1'18 occurred during management transition from Fifth Street Management LLC to Oaktree, which occurred on October 17, 2017. Results in prior periods occurred during management by Fifth Street Management LLC.

<sup>1</sup> Includes professional fees, directors fees, administrator expenses and general and administrative expenses.

## Historical Financial Information (continued)

| <i>(\$ in thousands, except per share amounts)</i>                 |             |             |             |             |             |
|--------------------------------------------------------------------|-------------|-------------|-------------|-------------|-------------|
|                                                                    | Q4'18       | Q3'18       | Q2'18       | Q1'18       | Q4'17       |
| Select Balance Sheet and Other Data                                | Sep-18      | Jun-18      | Mar-18      | Dec-17      | Sep-17      |
| Investment Portfolio (at fair value)                               | \$1,491,201 | \$1,520,518 | \$1,400,684 | \$1,415,404 | \$1,541,755 |
| Total Debt Outstanding <sup>1</sup>                                | 637,213     | 607,082     | 579,430     | 623,087     | 675,366     |
| Total Net Assets                                                   | 858,035     | 838,095     | 827,234     | 819,595     | 867,657     |
| Net Asset Value per share                                          | \$6.09      | \$5.95      | \$5.87      | \$5.81      | \$6.16      |
| Total Leverage                                                     | 0.75x       | 0.73x       | 0.71x       | 0.77x       | 0.78x       |
| Weighted Average Yield on Debt Investments <sup>2</sup>            | 8.4%        | 8.8%        | 9.3%        | 9.0%        | 9.6%        |
| Cash Component of Weighted Average Yield on Debt Investments       | 8.2%        | 8.5%        | 8.7%        | 8.4%        | 8.5%        |
| Weighted Average Yield on Total Portfolio Investments <sup>3</sup> | 8.1%        | 8.4%        | 8.6%        | 8.5%        | 8.4%        |
| Weighted Average Cost of Debt                                      | 5.1%        | 5.2%        | 4.9%        | 4.8%        | 4.3%        |

Note: Results during Q1'18 occurred during management transition from Fifth Street Management LLC to Oaktree, which occurred on October 17, 2017. Results in prior periods occurred during management by Fifth Street Management LLC.

<sup>1</sup> Net of unamortized financing costs.

<sup>2</sup> Annual stated yield earned plus net annual amortization of original issue discount or premium earned on accruing investments, including our share of the return on debt investments in the Kemper JV.

<sup>3</sup> Annual stated yield earned plus net annual amortization of original issue discount or premium earned on accruing investments and dividend income, including our share of the return on debt investments in the Kemper JV.

## Historical Portfolio Activity

|                                                                      | As of and for Three Months Ended |             |             |             |             |
|----------------------------------------------------------------------|----------------------------------|-------------|-------------|-------------|-------------|
|                                                                      | Q4'18                            | Q3'18       | Q2'18       | Q1'18       | Q4'17       |
|                                                                      | Sep-18                           | Jun-18      | Mar-18      | Dec-17      | Sep-17      |
| <i>(\$ in thousands)</i>                                             |                                  |             |             |             |             |
| Investments at Fair Value                                            | \$1,491,201                      | \$1,520,518 | \$1,400,684 | \$1,415,404 | \$1,541,755 |
| Number of Portfolio Companies                                        | 113                              | 116         | 115         | 122         | 125         |
| Average Portfolio Company Debt Investment Size                       | \$14,800                         | \$14,500    | \$14,600    | \$14,100    | \$16,400    |
| <b>Asset Class:</b>                                                  |                                  |             |             |             |             |
| Senior Secured Debt                                                  | 75.4%                            | 76.0%       | 76.6%       | 75.8%       | 78.0%       |
| Unsecured Debt                                                       | 11.0%                            | 10.9%       | 6.7%        | 7.0%        | 6.1%        |
| Equity                                                               | 4.4%                             | 3.8%        | 5.5%        | 6.0%        | 5.5%        |
| Kemper JV                                                            | 8.7%                             | 8.7%        | 9.5%        | 9.4%        | 8.7%        |
| Limited Partnership Interests                                        | 0.5%                             | 0.6%        | 1.8%        | 1.8%        | 1.7%        |
| <b>Interest Rate Type for Debt Investments:</b>                      |                                  |             |             |             |             |
| % Floating-Rate                                                      | 83.2%                            | 82.9%       | 84.6%       | 82.4%       | 83.6%       |
| % Fixed-Rate                                                         | 16.8%                            | 17.1%       | 15.4%       | 17.6%       | 16.4%       |
| <b>Investment Activity at Cost:</b>                                  |                                  |             |             |             |             |
| New Investment Commitments                                           | \$228,396                        | \$379,800   | \$223,200   | \$183,000   | \$155,800   |
| New Funded Investment Activity <sup>1</sup>                          | \$218,379                        | 389,000     | 227,800     | 200,200     | 168,000     |
| Proceeds from Prepayments, Exits, Other Paydowns and Sales           | 267,454                          | 280,700     | 241,900     | 284,800     | 283,300     |
| Net New Investments <sup>2</sup>                                     | (39,058)                         | 99,100      | (18,700)    | (101,800)   | (127,500)   |
| Number of New Investment Commitments in New Portfolio Companies      | 13                               | 24          | 9           | 13          | 9           |
| Number of New Investment Commitments in Existing Portfolio Companies | 3                                | 4           | 1           | 1           | 5           |
| Number of Portfolio Company Exits                                    | 18                               | 28          | 17          | 17          | 17          |

Note: Results during Q1'18 occurred during management transition from Fifth Street Management LLC to Oaktree, which occurred on October 17, 2017. Results in prior periods occurred during management by Fifth Street Management LLC. Numbers may not sum due to rounding.

<sup>1</sup> New funded investment activity includes drawdowns on existing revolver commitments.

<sup>2</sup> Net new investments consists of new investment commitments less proceeds from prepayments, exits, other paydowns and sales.

# Net Asset Value Per Share Bridge



Note: Net asset value per share amounts are based on the shares outstanding at each respective quarter end. Net investment income per share, net unrealized appreciation / (depreciation), and net realized gain / (loss) are based on the weighted average number of shares outstanding for the period.

<sup>1</sup> Excludes reclassifications of net unrealized appreciation / (depreciation) to net realized gains / (losses) as a result of investments exited during the quarter.

## Capital Structure Overview

- Current leverage of 0.75x, within target range of 0.70x to 0.85x debt-to-equity<sup>1</sup>
- Strong support from banking partners; 14 lending participants in \$600 million secured revolving credit facility
- Well-positioned to benefit from a rise in interest rates given fixed rate borrowings and 83% of debt portfolio consists of floating rate loans

| Funding Sources as of September 30, 2018 | Capacity        | Outstanding     | Interest Rate     | Maturity      |
|------------------------------------------|-----------------|-----------------|-------------------|---------------|
| Syndicated Credit Facility               | \$600.0 million | \$241.0 million | LIBOR+2.25%-2.75% | November 2021 |
| 2019 Notes <sup>2</sup>                  | \$228.8 million | \$228.8 million | 4.875%            | March 2019    |
| 2024 Notes                               | \$75.0 million  | \$75.0 million  | 5.875%            | October 2024  |
| 2028 Notes                               | \$86.3 million  | \$86.3 million  | 6.125%            | April 2028    |

As of September 30, 2018

<sup>1</sup> Long-term portfolio leverage may vary depending on market conditions.

<sup>2</sup> The original issue size of these notes was \$250 million. We repurchased \$21 million of these notes during the quarter ended March 31, 2018.

## Opportunities to Increase Return on Equity

- 1 Redeploy non-interest generating investments comprised of equity, limited partnership interests and loans on non-accrual**
  - Received proceeds of \$17 million from sales of limited partnership interests and exited one investment on non-accrual during the quarter ended September 30, 2018
  - \$173 million of non-interest generating assets remain as of September 30, 2018
  - Monetized approximately \$20 million of equity investments since October 1, 2018
- 2 Rotate into higher-yielding proprietary investments**
  - Reduced broadly syndicated loans priced at LIBOR + 4.00% or lower by \$40 million during the quarter ended September 30, 2018
  - \$17 million as of September 30, 2018
- 3 Benefit from rising interest rates as majority of debt portfolio is comprised of floating rate securities**
  - 83% of debt portfolio consisted of floating rate instruments as of September 30, 2018
- 4 Utilize additional investment capacity at the Kemper JV**
  - Invested in \$295 million of investments across 41 companies as of the quarter ended September 30, 2018
  - 94% first lien investments; 100% of debt portfolio consists of floating rate investments
  - Total remaining investment capacity of approximately \$150 million, assuming 2.0x leverage



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# Appendix



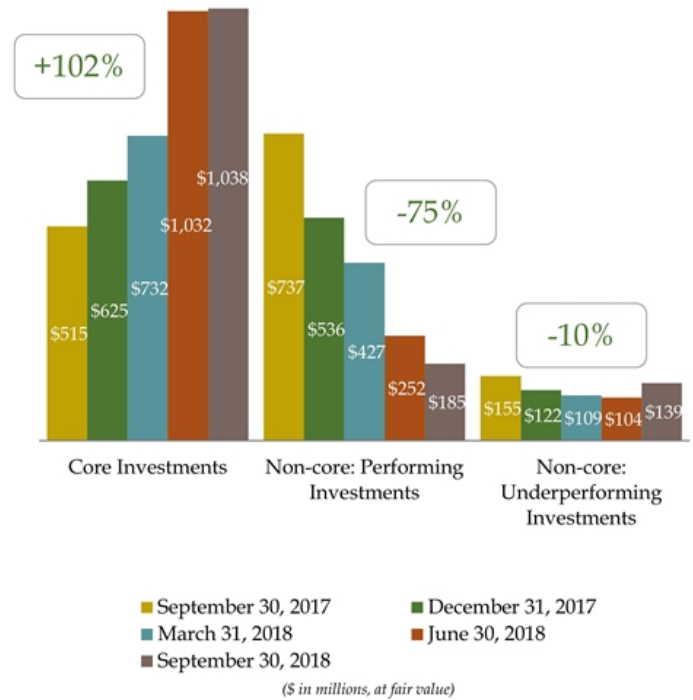
# Portfolio Summary: Core vs. Non-core Assets<sup>1</sup>

## Core Investments

- \$1.0 billion (76% of the total portfolio at fair value)
  - Average debt price: 99.6%
  - Represents 69 companies, increase from 66 in Q3 2018
  - \$228 million of investments originated during Q4 2018

## Non-core Investments

- Performing Investments
  - \$185 million (14% of the total portfolio at fair value)
  - Represents 35 companies, a decrease from 41 in Q3 2018
- Underperforming Investments
  - \$139 million (10% of the total portfolio at fair value)
  - Represents 8 companies



Note: Numbers rounded to the nearest million or percentage point.  
<sup>1</sup> Excludes investments in the Kemper JV.

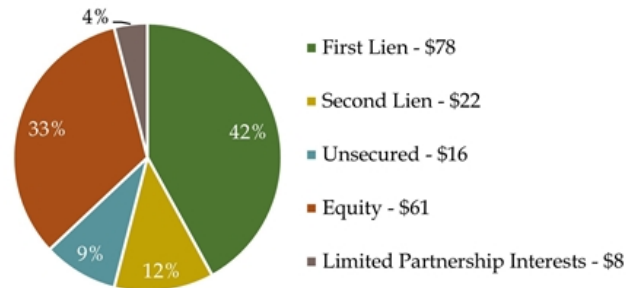
## Non-core: Performing Investments

### Investment Portfolio Characteristics

- Debt investments – \$84 million at fair value in 10 companies
  - \$31 million – publicly quoted liquid positions
    - 4 companies
  - \$53 million – privately placed debt investments
    - 6 companies
    - Net leverage through tranche: 3.2x
    - Average debt price: 93.4%
- Aviation investments – \$33 million at fair value
  - Exited \$17.5 million during the quarter ended September 30, 2018
- Equity and limited partnership interests – \$69 million at fair value in 27 equity positions and 2 limited partnership investments
  - Sold or monetized approximately \$2 million during the quarter ended September 30, 2018 and approximately \$20 million since October 1, 2018

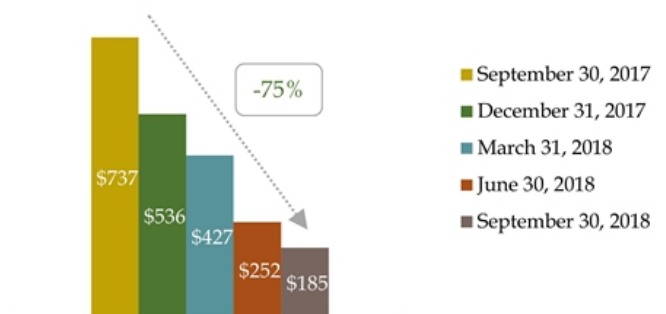
### Non-core: Performing Investments by Type

(As % of non-core performing investment portfolio, at fair value; \$ in millions)



### Non-core: Performing Portfolio Trend

(\$ in millions)



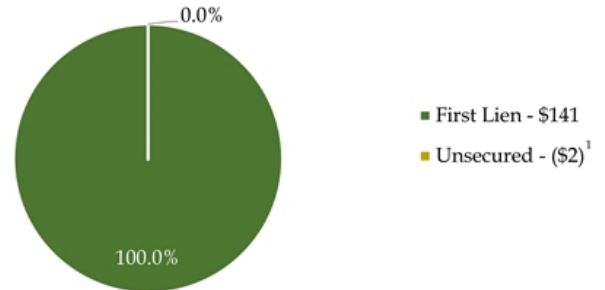
## Non-core: Underperforming Investments

### Investment Portfolio Characteristics

- \$139 million total debt investments
  - \$99 million on non-accrual
  - Represents 8 companies
  - Average debt price: 47%
- We continue to pursue sale processes on several of these assets
- During Q4 2018, we monetized one of our investments on non-accrual

### Non-core: Underperforming by Type

(As % of non-core underperforming investment portfolio, at fair value; \$ in millions)



### Non-core: Underperforming Portfolio Trend

(\$ in millions)



As of September 30, 2018, unless otherwise noted

Note: Numbers rounded to the nearest million or percentage point.

<sup>1</sup> Represents an investment in an unsecured revolver that has a fair value of -\$2 million.

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