

# Franklin BSP Lending Fund

**Unlock attractive opportunities in core middle market direct lending**

January 2026



# What are the risks?

Past performance is no guarantee of future results. All investments involve risk, including loss of principal. **Franklin BSP Lending Fund (the "Fund") is subject to a high degree of risk;** specific risk considerations are listed below.

Franklin BSP Lending Fund is structured as a continuously offered, closed-end interval fund due to the relatively illiquid nature of many of the Fund's investments. Investors can purchase shares on any day the markets are open, but shares are not redeemed daily. Instead, Franklin BSP Lending Fund intends to make a quarterly offer to repurchase 5%–25% of the outstanding shares at NAV. Under normal market conditions, the Fund currently expects to offer to repurchase 5% of outstanding shares per quarter, subject to approval by the Fund's Board. There is no guarantee all shares can be repurchased.

**Concentration Risk:** An investment should be considered long-term within a multi-asset portfolio and should not be viewed individually as a complete investment program.

**Liquidity Risks:** The Fund should be viewed as a long-term investment, as it is inherently illiquid and suitable only for investors who can bear the risks associated with the limited liquidity of the Fund. Limited liquidity is provided to shareholders only through the Fund's quarterly repurchase offers for at least 5% of the Fund's shares outstanding at net asset value (NAV). There is no guarantee these repurchases will occur as scheduled, or at all. Shareholders may not be able to sell their shares in the Fund at all or at a favorable price.

**Redemptions/Tender Offers:** Franklin Templeton intends to recommend that the Fund conduct quarterly repurchase offers of at least 5% of the Fund's net assets, subject to the approval of the Fund's board in its sole discretion. There can be no assurance that the Fund will conduct repurchase offers in any particular period and shareholders may be unable to tender any or all shares for repurchase for an indefinite period of time. Shareholders should not expect to be able to sell their shares regardless of how the fund performs.

**Leverage Risk:** The use of leverage can increase the volatility of investment returns and subject a fund to magnified losses underlying investments decline in value. A fund with a higher leverage ratio will be more sensitive to volatility and more susceptible to losses due to declines in asset values, than a fund with a lower ratio.

**Fund Distributions:** Distributions are not guaranteed and are subject to change.

**Private Market Investment Risks:** The fund may be able to invest in private securities that are illiquid and thinly traded, which may limit the manager's ability to sell such securities at their fair market value or when necessary to meet the portfolio's liquidity needs. To the extent the fund invests in privately held companies they present certain challenges and involve incremental risks as opposed to investments in public companies, such as dealing with the lack of available information about these companies as well as their general lack of liquidity. There also can be no assurance that companies will list their securities on a securities exchange, as such, the lack of an established, liquid secondary market for some investments may have an adverse effect on the market value of those investments and on an investor's ability to dispose of them at a favorable time or price.

**Derivatives Risk:** Derivative instruments can be illiquid, may disproportionately increase losses, and have a potentially large impact on performance.

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# Company overview

## Franklin Templeton Private Markets overview

A global investment firm investing across private markets all over the world. Our scale enables us to invest in dynamic sectors positioned for long term growth.

**\$274B<sup>1</sup>**

Alternatives AUM

**44+**

Years of experience

**23**

Offices across  
4 continents



Private Markets AUM

**\$1.7T**

Total firm AUM

**1,200+**

Global private markets  
focused employees

**500+**

Global private markets  
investment professionals

**\$95B**

Private Equity

**\$89B**

Private Credit

**\$79B**

Real Assets

1. Source: Franklin Templeton. Month-end assets under management as of December 31, 2025. Alternative assets may include liquid alternatives and other unconstrained strategies that are not defined as private market securities. AUM category classifications are subject to change without any notice.

## Benefit Street Partners at-a-glance



**\$91bn**  
Asset under management<sup>1</sup>



**553**  
Employees<sup>2</sup>



**8**  
Offices



**190**  
Investment professionals<sup>2</sup>

### Direct Lending

**\$28.3bn**  
AUM

### Special Situations

**\$2.7bn**  
AUM

### CLOs

**\$29.7bn**  
AUM

### Liquid Funds<sup>3,4</sup>

**\$8.0bn**  
AUM

### Structured Credit<sup>5</sup>

**\$8.5bn**  
AUM

### Commercial Real Estate

**\$13.1bn**  
AUM

### Infrastructure Debt<sup>6</sup>

**\$0.4bn**  
AUM

Leading global credit-focused  
alternative asset manager  
offering investment **capabilities**  
**across the credit spectrum**

Proven **track record of 21+  
years** investing across multiple  
market cycles

Demonstrated credit discipline  
through an emphasis on  
**downside risk management**

*Note: **PAST PERFORMANCE IS NOT NECESSARILY INDICATIVE OF FUTURE RESULTS. ANY INVESTMENT INVOLVES SIGNIFICANT RISKS, INCLUDING LOSS OF THE ENTIRE INVESTMENT.** Please see disclaimers at the end of this presentation for additional information.*

*1. AUM refers to the assets under management for all credit funds and separately managed accounts managed and administered by BSP or Alcentra. AUM amounts are approximations as of September 30, 2025 unless noted otherwise and are unaudited. Certain amounts are preliminary and remain subject to change.*

*2. As of September 30, 2025. Includes Franklin Templeton team members who dedicate substantially all their time to BSP-Alcentra products. Includes Apera employees and offices.*

*3. Includes High Yield, Loans, and Multi Credit strategies.*

*4. US includes \$1.0bn in global mandates.*

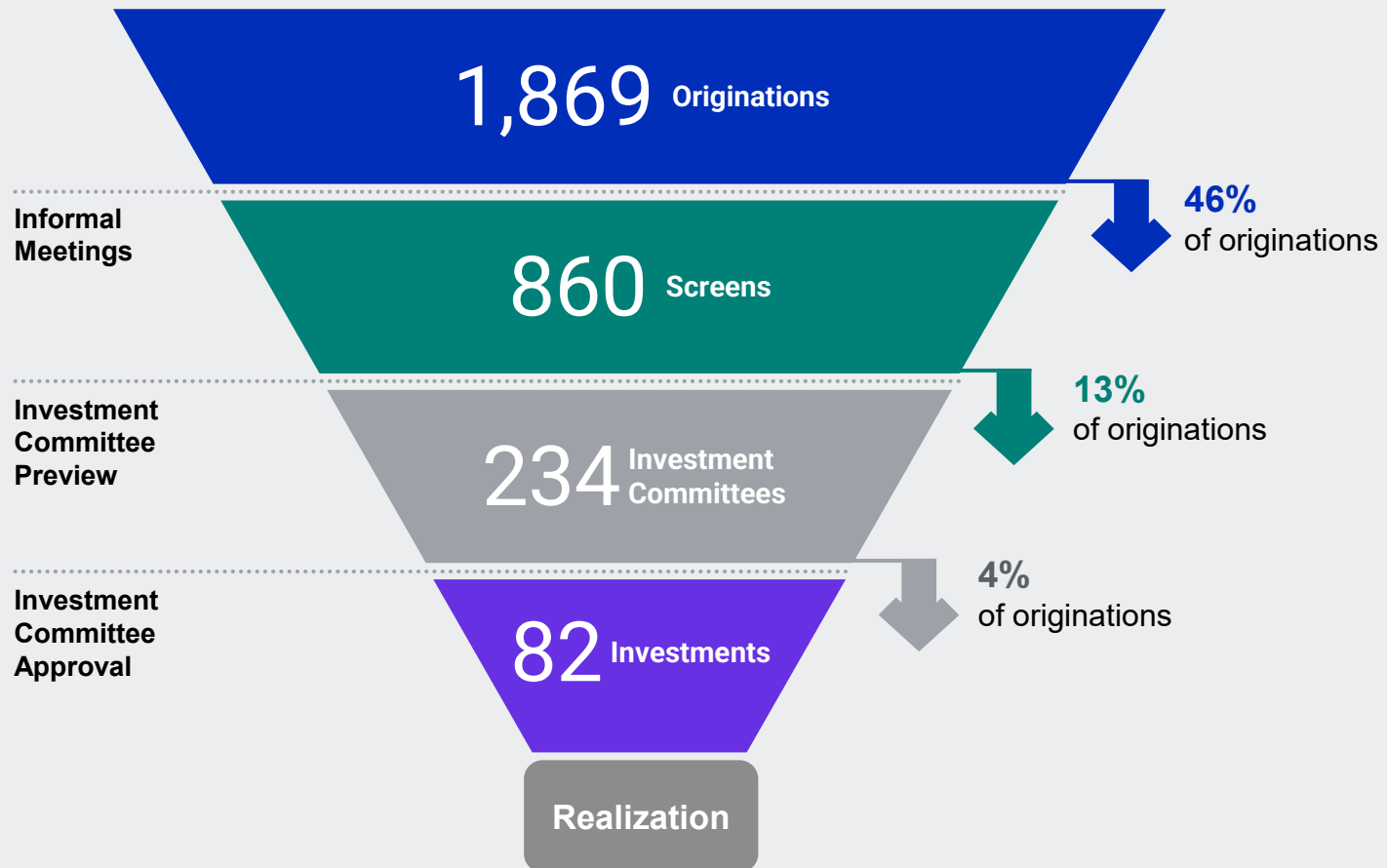
*5. Closed-ended Structured Credit AUM included is committed capital. Excludes assets within multi-credit mandates that the Structured Credit team manages. Approximately \$100m of third-party US CLO assets managed as a part of a broader diversified portfolio excluded from Structured Credit assets.*

*6. Infrastructure AUMs are calculated on a committed basis.*



## BSP has a broad sourcing funnel and highly selective investment process

### 2022-2025 Origination Statistics<sup>1</sup>

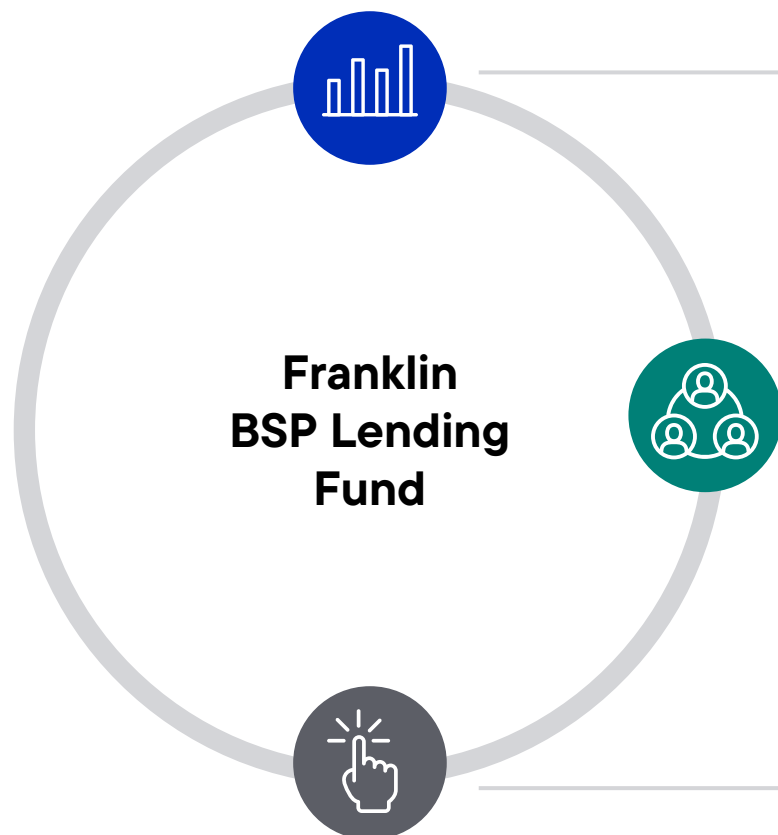


**Note: PAST PERFORMANCE IS NOT NECESSARILY INDICATIVE OF FUTURE RESULTS. INVESTMENT IN A FUND INVOLVES SIGNIFICANT RISKS, INCLUDING LOSS OF THE ENTIRE INVESTMENT.** It should not be assumed that recommendations made in the future will be profitable or will equal the performance of the investments made by the funds shown above. All index returns are calculated as total returns. Portfolio characteristics, composition or returns may be significantly different than those shown.

1. Represents 2022 – September 24, 2025. Deal Sourcing Statistics for new private debt deals including pending close deals. Excludes add-ons and follow-on investments.

# Franklin BSP Lending Fund

FBLUX provides access to a portfolio anchored in direct lending and seeks to generate consistent income, provide diversification benefits, and lower volatility compared to public credit markets.



## Compelling market opportunity

- Middle market companies represent a significant segment of the U.S. economy, yet underserved by public debt markets
- BSP believes there is a large imbalance between core middle market companies' demand for credit and their ability to source it
- Bank retrenchment due to changes in the regulatory landscape provides opportunities for private lenders to fill the void

## BSP edge

- Access to “strategic capital” opportunities, including non-sponsor investments that are typically less competitive and offer better terms
- Sourcing of private debt opportunities through extensive proprietary networks and close relationships
- Ability to take advantage of mispriced opportunities

## Attractive fee and structure

- |                       |                       |
|-----------------------|-----------------------|
| • No incentive fee    | • Quarterly liquidity |
| • Perpetually offered | • 1099 tax reporting  |
| • \$2,500 minimum     | • Daily valuations    |

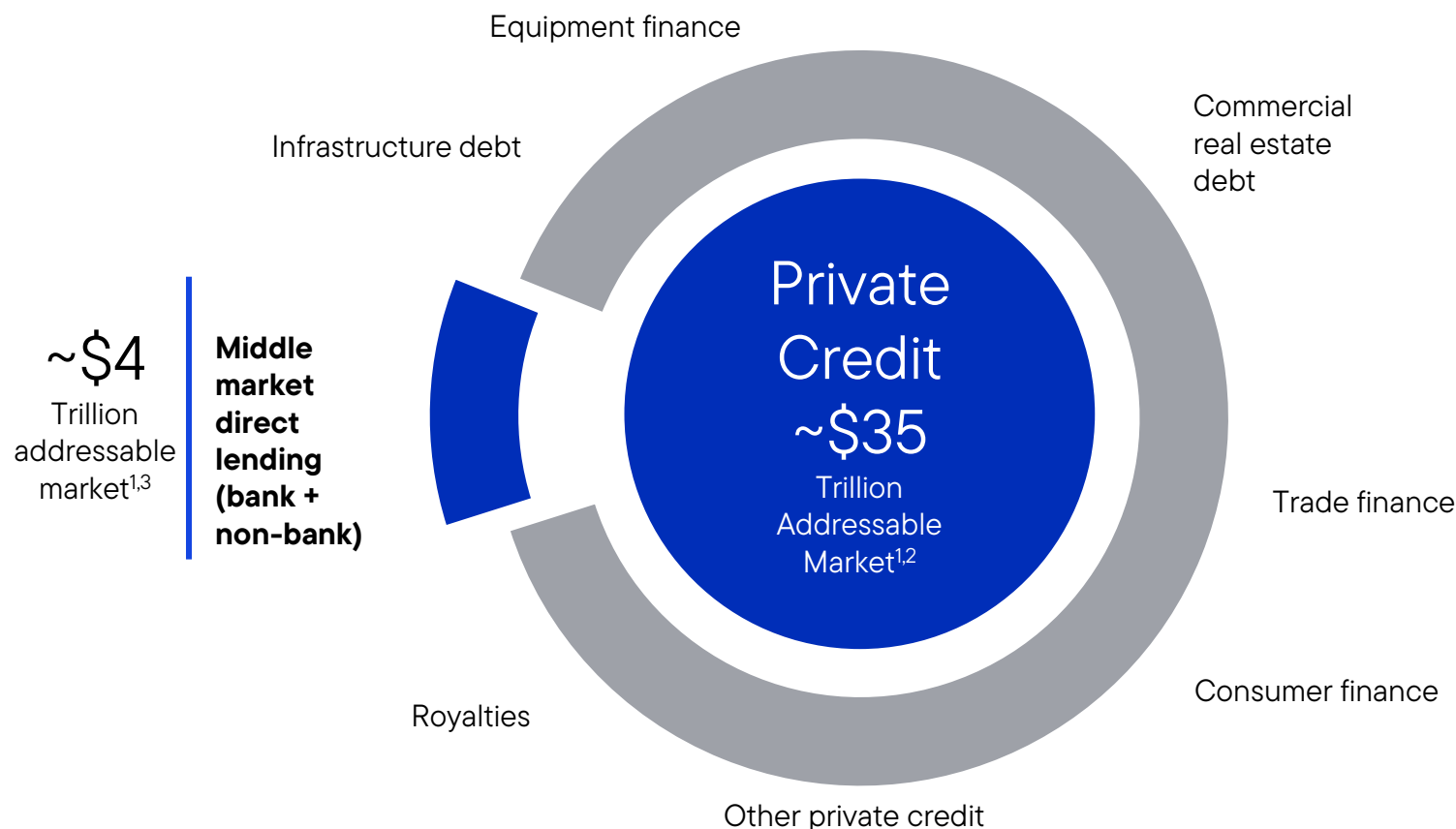


**Why middle market  
direct lending?**

Why middle market direct lending?

## Private credit market opportunity

**BSP believes that middle market direct lending represents a large opportunity within the private credit market**



1. Source: McKinsey & Company, "The Next Era of Private Credit", September 2024.

2. Source: Trepp, Q2, 2024.

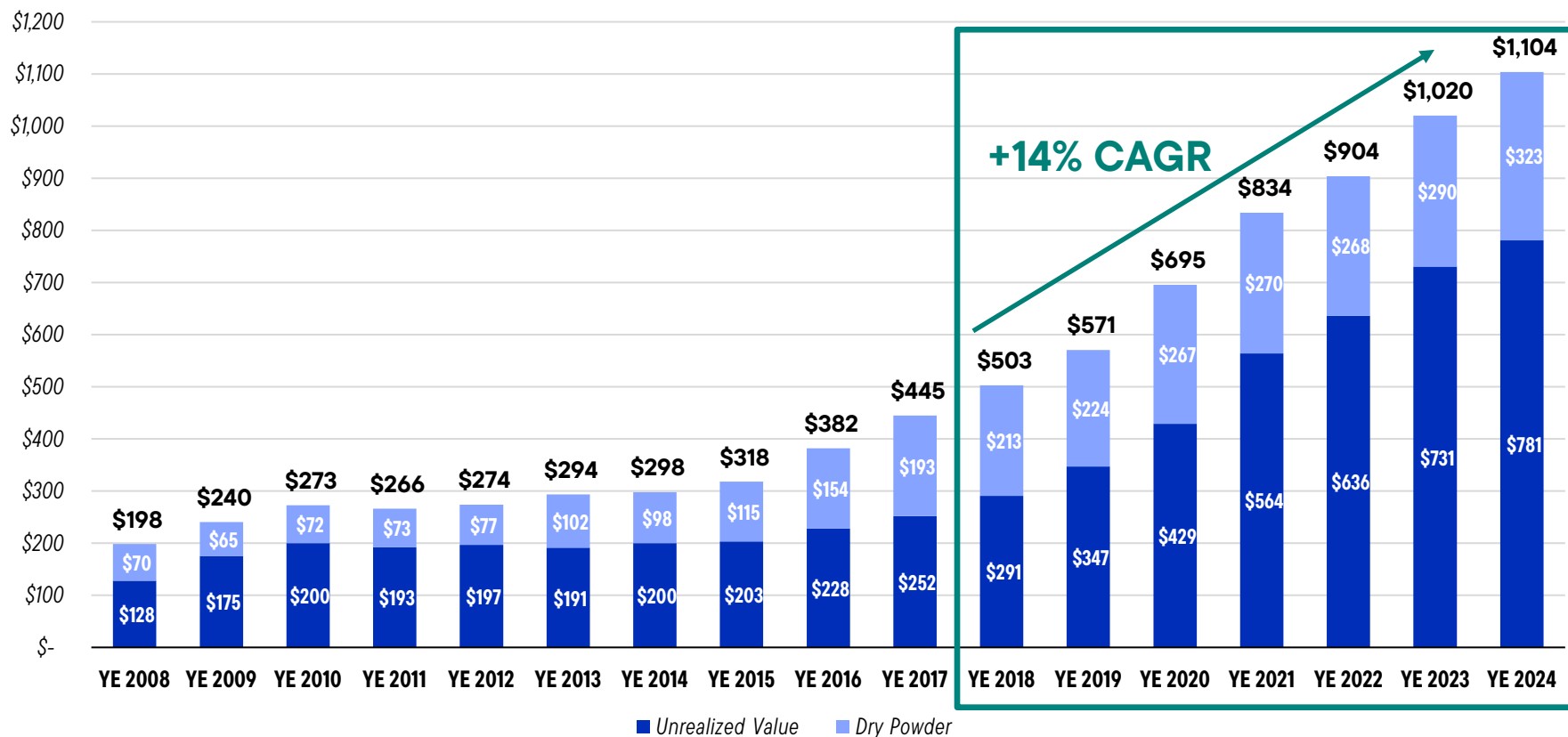
3. J.P. Morgan, "US High Yield and Leveraged Loan Strategy", March 2025.

Why middle market direct lending?

## Growth of private credit has risen considerably since the global financial crisis

### Total private credit AUM in North America (\$B)

As of September 30, 2024

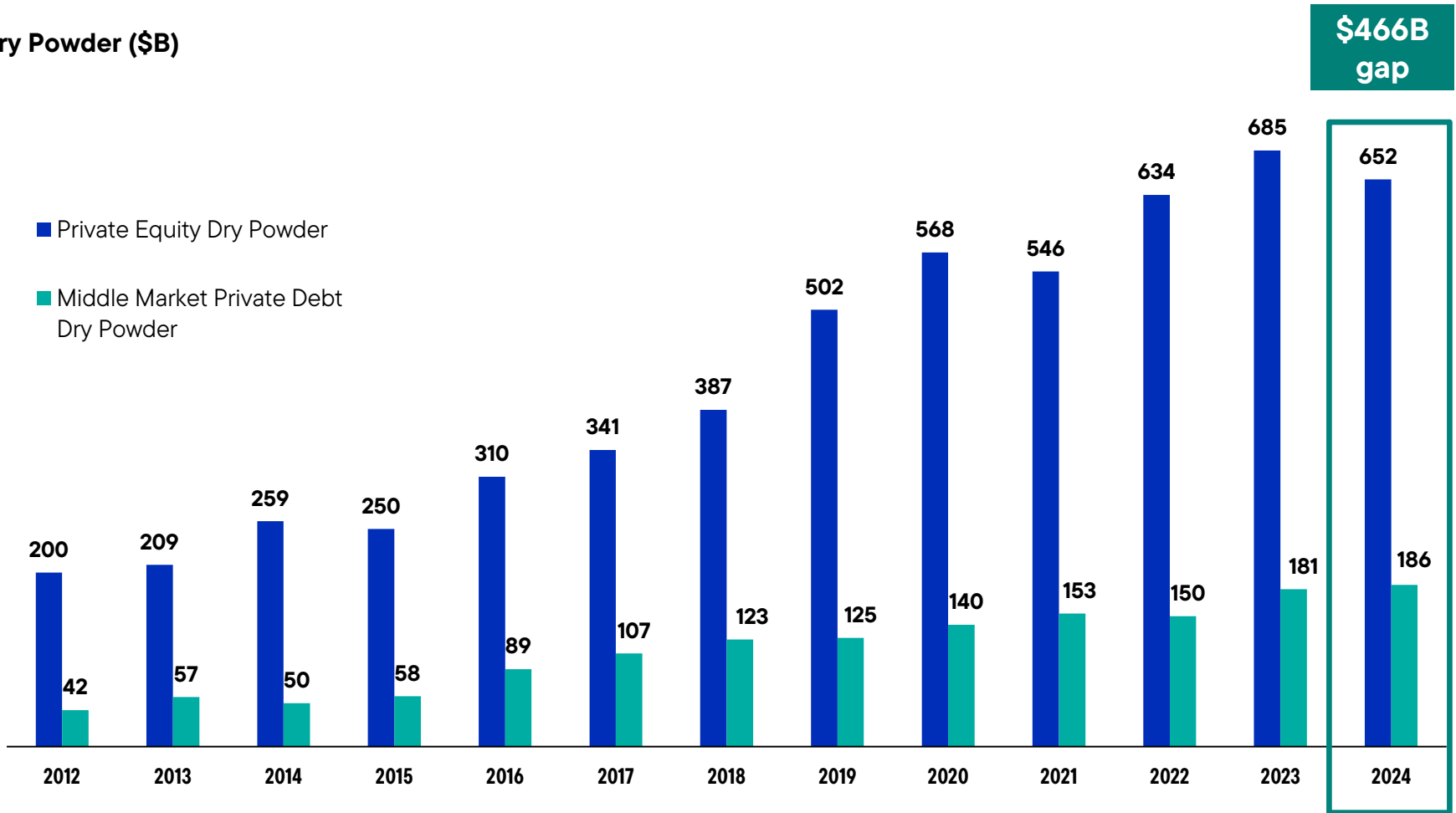


Dry powder is a term that refers to the amount of cash reserves or liquid assets set aside and available for use for future investment opportunities.

Source: Preqin, Franklin Templeton. As of December 31, 2024.

## Strong Private Equity fundraising has created a dry powder gap and appealing pipeline for private debt in the middle market

### Dry Powder (\$B)



Source: Preqin; North America data. As of February 2025.

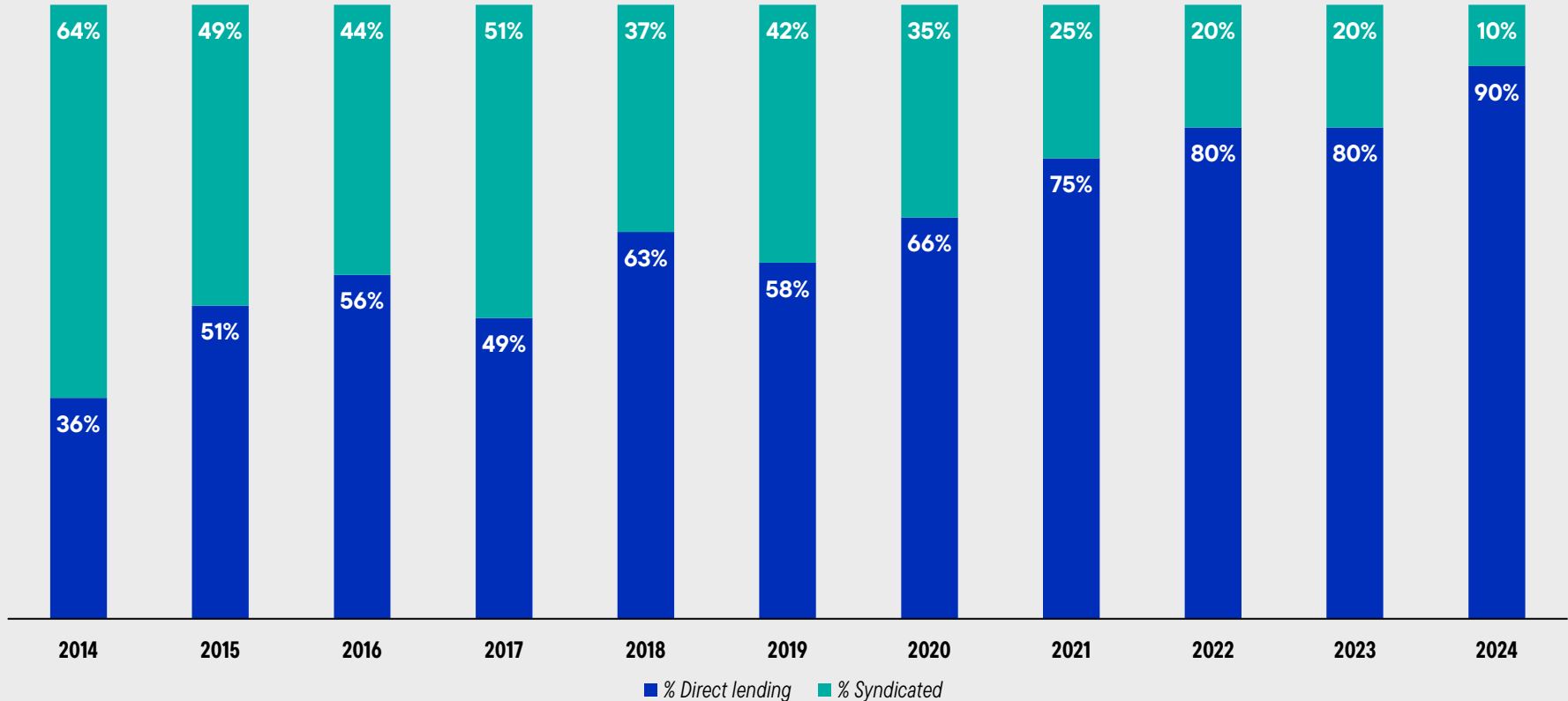
Dry powder refers to the readily available capital set aside and available for use for future investment opportunities

Why middle market direct lending?

## Direct lending represents a large share of US middle market capital

### US middle market leveraged buyout volume

As of December 31, 2024

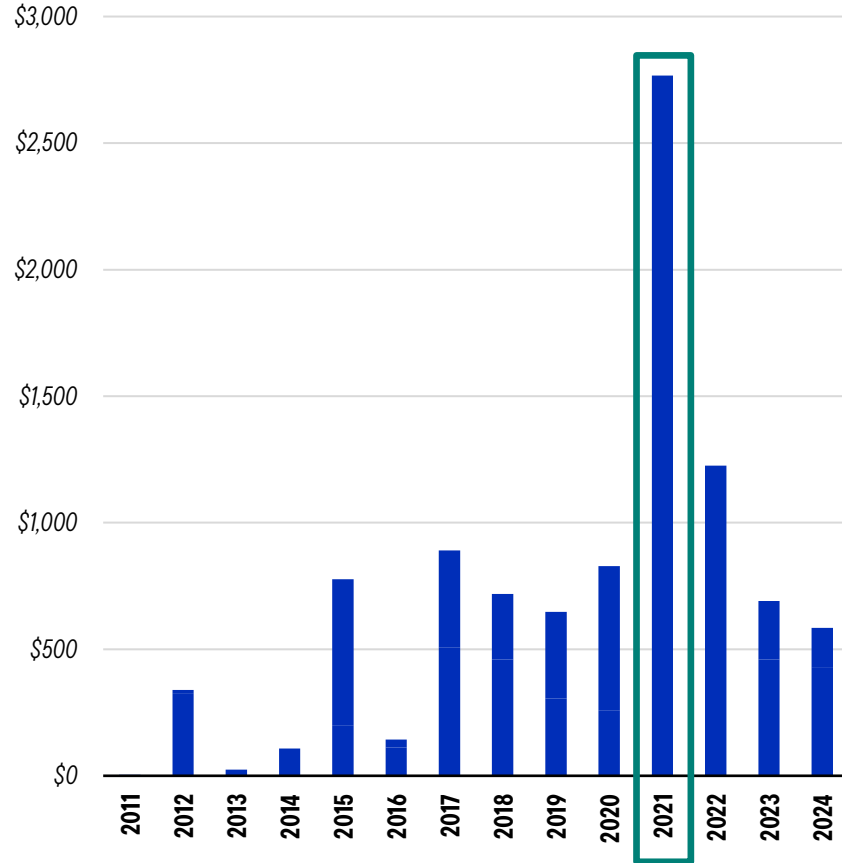


Why middle market direct lending?

## Market conditions have changed, enabling new entrants to diligence opportunities post-correction

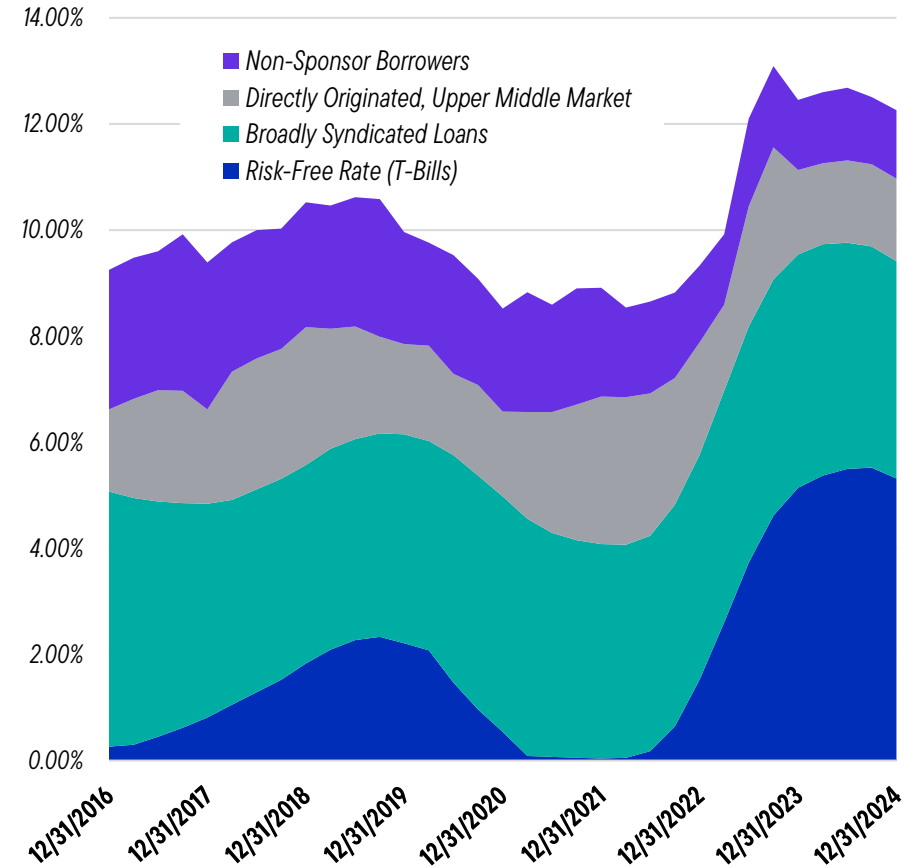
### 2024 Non-Accruals by origination vintage (cost value, \$ millions)

As of December 31, 2024



### Risk Premium Over Time (%)

As of December 31, 2024



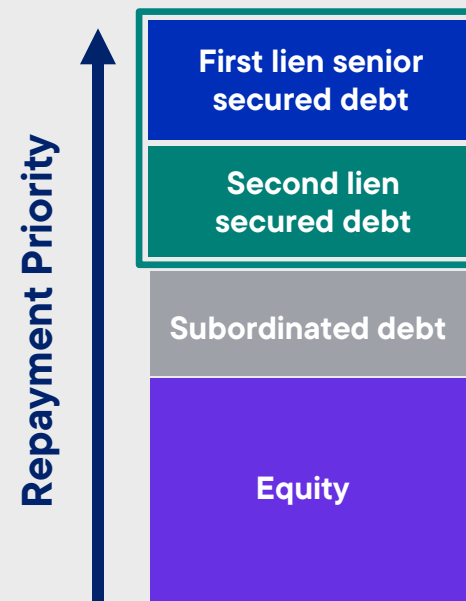
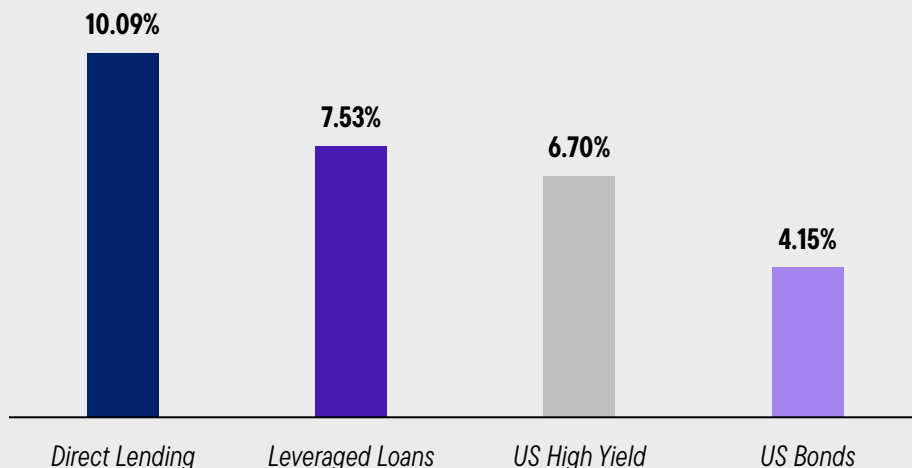
Sources: Cliffwater Direct Lending Index, Morningstar LSTA US Leveraged Loan Index. As of December 31, 2024.

Non-accruals are unsecured loans no longer generating its stated interest rate because no payment has been made by the borrower for 90 days or more.

## Attractive yield premiums at the top of the capital structure

### Income

Asset Class Yields (%)



Sources: Franklin Templeton, Cliffwater, Morningstar. As of September 30, 2025. The indices used are Cliffwater Direct Lending Index for Private Credit, Morningstar LSTA US LL TR USD Index for Leveraged Loans, Bloomberg Corporate High Yield Index for US High Yield, Bloomberg US Aggregate Bond Index for US Bonds. This information is provided for illustrative purposes only. Hypothetical portfolio results shown do not represent the performance of an actual investment. The results are rebalanced quarterly and assume reinvestment of ordinary income and distributions. The results do not reflect a deduction of fees, taxes and other expenses, if any, which would reduce performance.

**Private Credit Investment Risks:** Private credit investments can be similarly impacted by interest rates as publicly offered fixed income securities. Additionally, privately offered credit investments including private debt and loans are suitable only for investors who can bear the risks associated with private market investments (such as private credit and private equity) with potential limited liquidity. Shares will not be listed on a public exchange, and no secondary market is expected to develop. Assessing the value of privately offered credit investments can be hindered by a lack of available information and depend on representations made by the borrower. There can be no assurance that such representations are accurate or complete, and any misrepresentation or omission may adversely affect the value of such investments.

**Leveraged Loans Investment Risks:** Leveraged Loans carry similar risks as private credit investments, but carry a higher degree of risk, since borrowers typically have high levels of debt and/or a low credit rating. Due to the higher risk associated with these loans they typically pay higher interest rates, but also carry a higher risk of default.

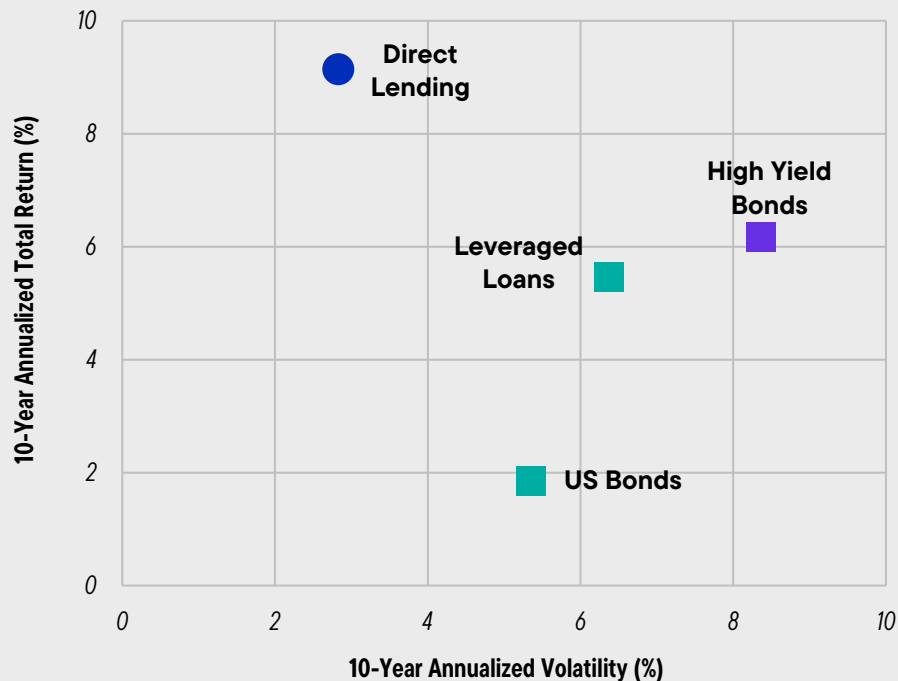
**Fixed Income Investment Risks (including Corporate and U.S. Government securities):** Bond prices generally move in the opposite direction of interest rates. As the prices of bonds in the fund adjust to a rise in interest rates, the fund's share price may decline. Changes in the financial strength of a bond issuer or in a bond's credit rating may affect its value. Investment grade bonds (rated BBB and higher) typically have lower risk of default than lower rated securities, but usually carry a lower interest rate. High yield bonds (or Junk Bonds rated CCC and lower) may carry a higher interest rate than investment grade bond, but are subject to greater price volatility, illiquidity, and possibility of default.



## Attractive risk-adjusted returns with diversification

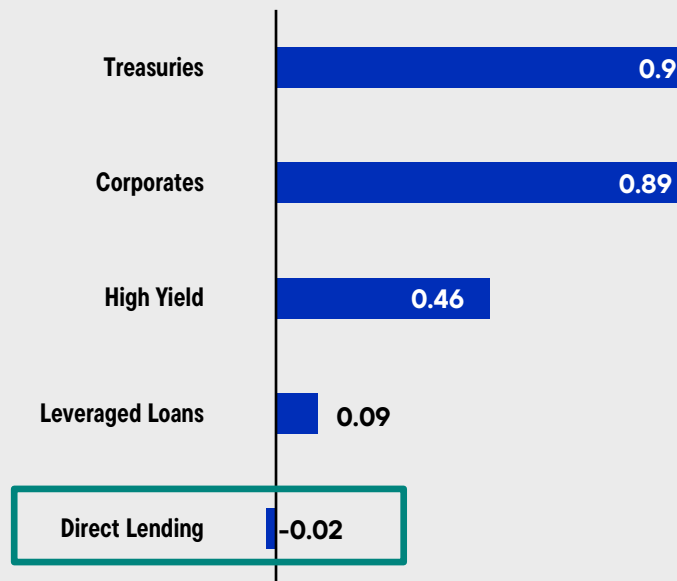
### Plot of 10-Year Annualized Return and Annualized Volatility

As of September 30, 2025



### Correlations to Investment Grade Bonds

As of September 30, 2025 (10 Years, Annualized)



Please see page 15 for descriptions and comparisons of the asset classes shown above.

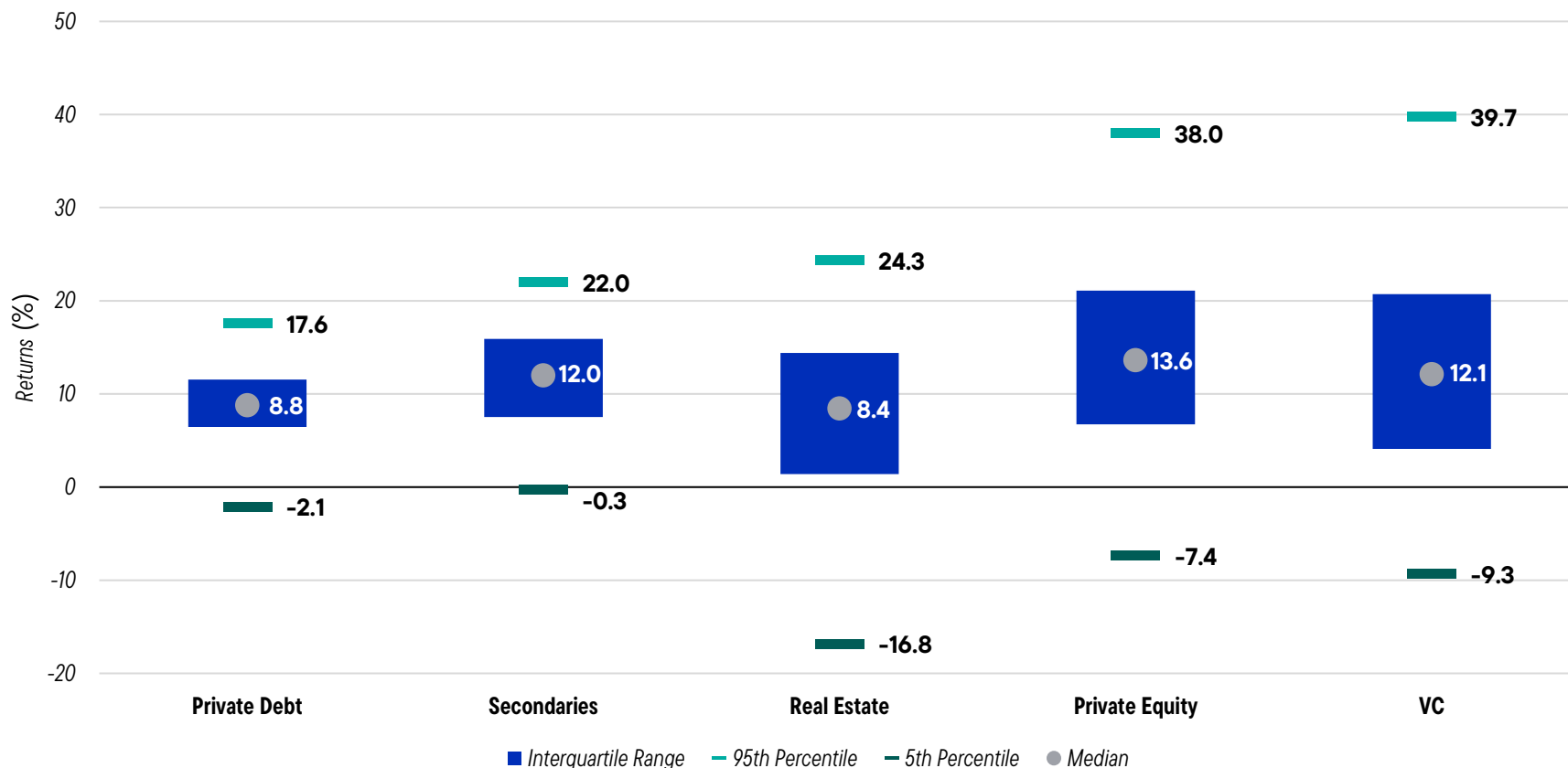
Past performance is not a guarantee of future results. Diversification does not guarantee a profit or protect against a loss.

Source: Franklin Templeton, Morningstar. As of June 30, 2025. Historical yield observations are based on monthly data. The indices used are Bloomberg US Agg Bond TR USD Index for US Bonds, Bloomberg Corporate High Yield Index for US High Yield, Morningstar LSTA US LL TR USD Index for Leveraged Loans, and Cliffwater Direct Lending Index for Private Debt. Index returns do not reflect any fees, expenses or sales charges. Indexes are unmanaged and investors cannot invest directly in an index. This information is provided for illustrative purposes only. Hypothetical portfolio results shown do not represent the performance of an actual investment. The results are rebalanced quarterly and assume reinvestment of ordinary income and distributions. The results do not reflect a deduction of fees, taxes, and other expenses, if any, which would reduce performance.

Why middle market direct lending?

## Direct lending has had the lowest dispersion of returns in the private markets

### Dispersion of Returns

















As of March 31, 2025

Sources: MSCI Private Capital Solutions.

Notes: The returns for Real Estate, Secondaries, Private Equity, Venture Capital (VC), and Private Debt are the Internal Rate of Return (IRR) of the funds with vintage years from 2005 to 2018, as of March 31, 2025. Past performance is not an indicator or a guarantee of future results. Important data provider notices and terms available at [www.franklintempletondatasources.com](http://www.franklintempletondatasources.com).

Why middle market direct lending?

## Direct lending can offer more features compared to public fixed income

			Direct Lending	Leverage Loans	High Yield
	<b>Enhanced Yield</b>	Potentially attractive yield relative to traditional fixed income			
	<b>Senior Secured</b>	Risk/return profile at top of the capital structure			
	<b>Covenants</b>	Stricter requirements on loan documentation and higher equity cushions (lower loan-to-value)			
	<b>Private Negotiated</b>	Directly negotiate fees, covenants, and investment terms with borrower			
	<b>Liquidity</b>	Ability to easily convert into cash in the public markets			

Please see page 15 for descriptions and comparisons of the asset classes shown above.

Senior Secured refers to debt and obligations which are prioritized for repayment in the case of bankruptcy. Senior secured is typically the highest priority and is often secured by collateral, and therefore has lower risk and offers lower interest rates.

Source: Franklin Templeton.

# **The opportunity: Franklin BSP Lending Fund**

## Franklin BSP Lending Fund

The Fund seeks to generate attractive risk-adjusted returns with consistent current income through majority directly originated corporate loans to middle market companies<sup>1</sup> by:

- Capitalizing on the core middle market debt opportunity and illiquidity premium
- Investing in a segment BSP believes represents a large opportunity set for well-positioned managers that possess a scaled platform, deep credit markets experience, knowledge, and proprietary sourcing networks

### Middle Market Direct Lending

**~80%**

- First lien senior secured loans, unitranche loans, second lien senior secured loans, senior unsecured loans, and subordinated debt



### Liquid Credit

**~20%**

- Broadly syndicated loans, structured credit, and high yield corporate bonds

*1. The Fund seeks to achieve its investment objective through private debt investment opportunities in middle market companies in the United States, which it generally defines as companies with \$25 million to \$100 million EBITDA. Under normal circumstances, corporate loans will represent at least 80% of the Fund's net assets (plus the amount of any borrowings for investment purposes). The investment portfolio will consist of privately offered secured debt (including senior secured, unitranche and second-lien debt) and unsecured debt (including senior unsecured and subordinated debt) across directly originated corporate loans and, to a lesser extent, broadly syndicated corporate loans, CLOs and high yield corporate bonds. The Fund also intends to invest a portion of its assets in Liquid Assets.*

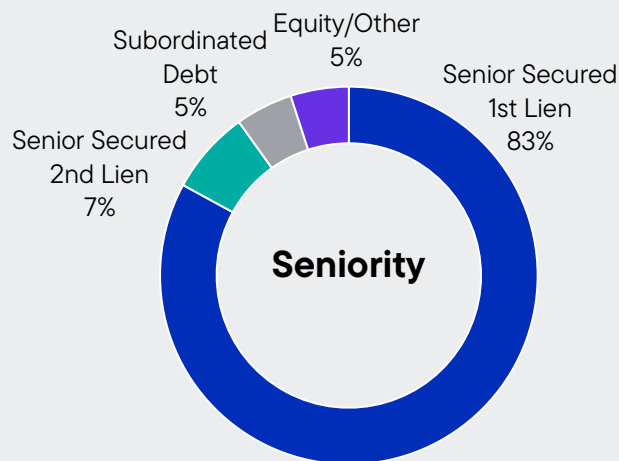
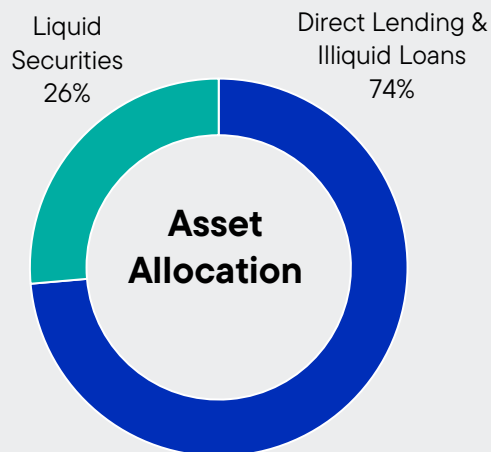
*2. As of December 31, 2025*

*There is no guarantee the Fund's investments will successfully include these characteristics.*

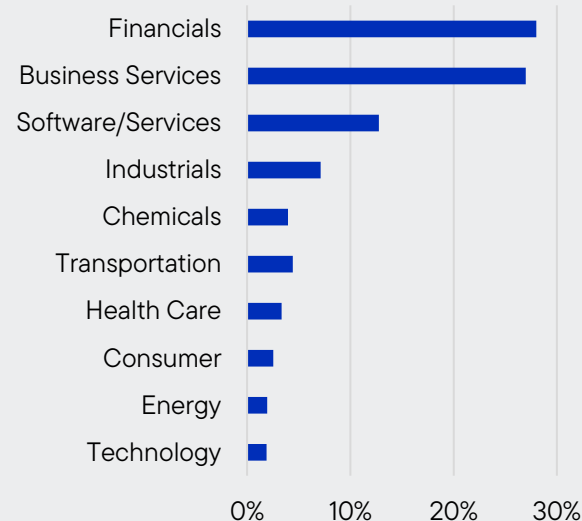
# Current portfolio

## Franklin BSP Lending Fund

As of 12/31/2025 (% of managed assets)<sup>1</sup>



## Top 10 Industries



## Key portfolio statistics

**\$207.3M**

Net asset value

**24**

Portfolio companies

**90.1%**

Senior secured loans

**84.2%**

Floating rate

**\$94.7M**

Median EBITDA<sup>2</sup>

1. Percentage of managed assets includes both funded and unfunded commitments. Funded commitments represent amounts drawn by the borrower, which accrue interest and fees in accordance with the loan terms. Unfunded commitments represent amounts that are contractually available to the borrower but have not yet been drawn. Unfunded commitments generally do not accrue interest and typically earn a lower commitment fee than funded commitments. Accordingly, if a borrower does not draw all or a portion of its unfunded commitment, the Fund's income and yield on that investment may be lower than if the full commitment were funded.

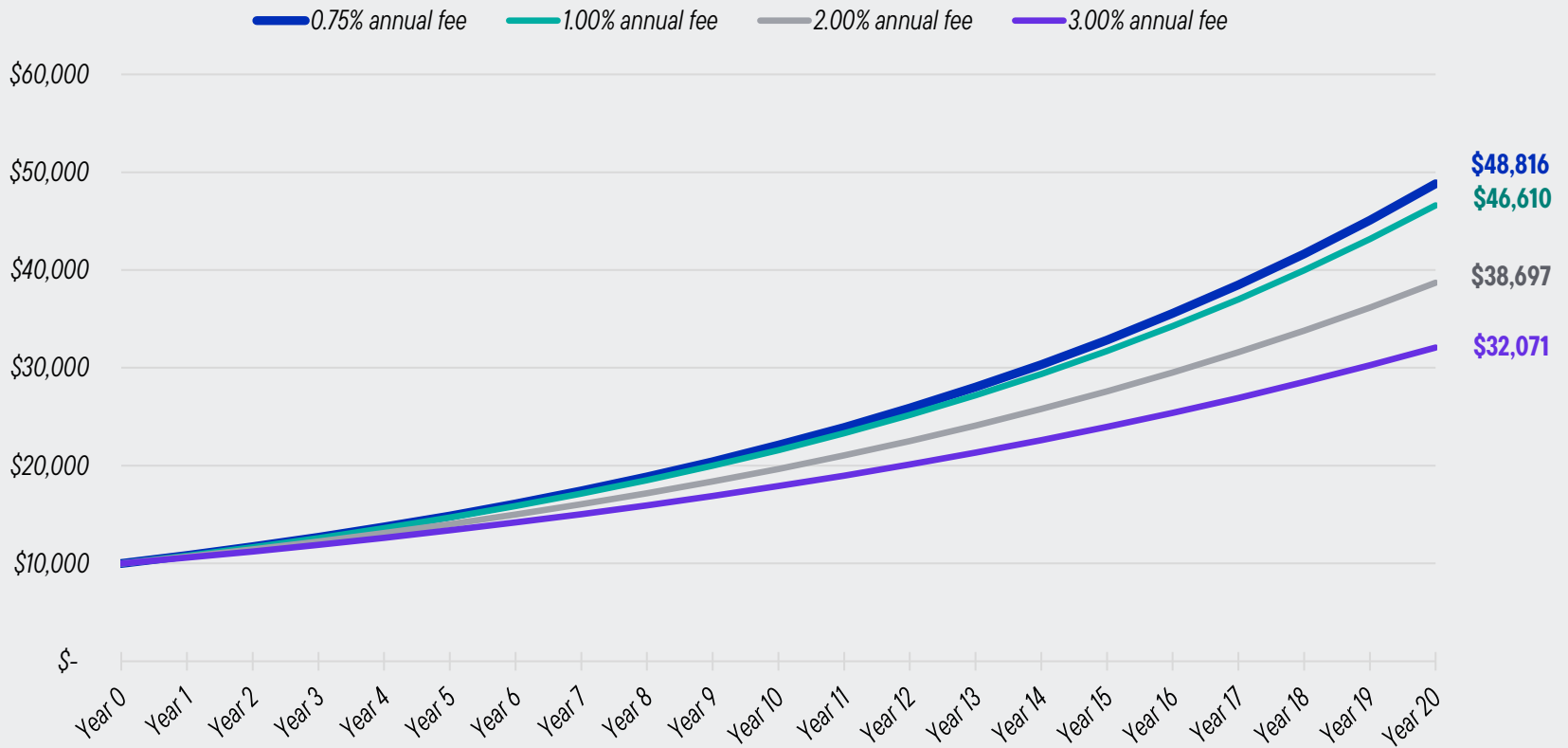
2. Median EBITDA is calculated with respect to private debt deals and will exclude investment names with the following characteristics: LTM EBITDA is negative, distressed/ stressed, asset type is equity, annual recurring revenue (ARR) loans. Borrower financials are derived from the most recently available portfolio company financial statements, have not been independently verified by Franklin Templeton, and may reflect a normalized or adjusted amount. Accordingly, Franklin Templeton makes no representation or warranty in respect of this information.

# The impact of fees

Fees can have a major impact on an investment portfolio over time.

## Growth of \$10,000 investment

20 years, 9% annual return



For illustrative purposes only



# Retail investors have increased access to private debt markets

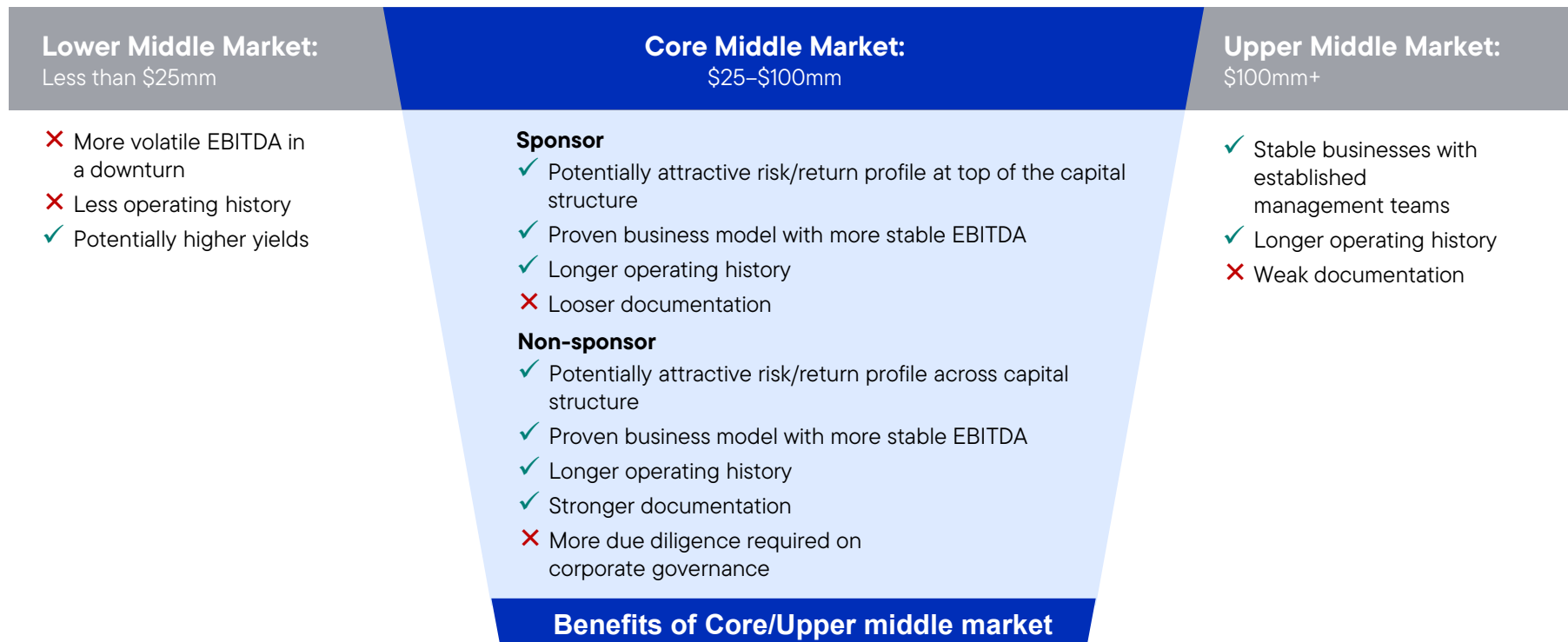
Semi Liquid Vehicle Types	Interval Funds	Non-Traded BDCs
<b>Flexibility</b>	<ul style="list-style-type: none"> <li>No max on illiquid investments but must maintain repurchase offer amount in liquid assets.</li> </ul>	<ul style="list-style-type: none"> <li>Must invest at least 70% in direct private company debt/equity ("eligible portfolio companies"). Typically holds 10–20% in liquid assets.</li> </ul>
<b>Leverage<sup>1</sup></b>	<ul style="list-style-type: none"> <li>0.5:1</li> <li>Limited to 300% asset coverage ratio</li> </ul>	<ul style="list-style-type: none"> <li>2:1</li> <li>200% asset coverage (150% if approved)</li> </ul>
<b>Redemptions<sup>2</sup></b>	<ul style="list-style-type: none"> <li>Typically quarterly of at least 5%–25% of outstanding shares (on a limited basis)</li> <li>Shareholder approval needed to change</li> </ul>	<ul style="list-style-type: none"> <li>Typically quarterly up to 5%</li> <li>Tender offers are subject to board discretion</li> </ul>
<b>Subscriptions</b>	<ul style="list-style-type: none"> <li>Typically daily</li> </ul>	<ul style="list-style-type: none"> <li>Typically monthly</li> </ul>
<b>Suitability requirements</b>	<ul style="list-style-type: none"> <li>Generally none</li> </ul>	<ul style="list-style-type: none"> <li>Generally no accreditation requirement, but subject to minimum suitability standards (gross income/net worth)</li> </ul>

1. The use of leverage can increase the volatility of investment returns and subject a fund to magnified losses underlying investments decline in value. A fund with a higher leverage ratio will be more sensitive to volatility and more susceptible to losses due to declines in asset values, than a fund with a lower ratio.

2. Any investment entails a risk of loss. \*The Quarterly Repurchase Offer: Franklin BSP Lending Fund is structured as a continuously offered, closed-end interval fund due to the relatively illiquid nature of many of the Fund's investments. Investors can purchase shares on any day the markets are open, but shares are not redeemed daily. Instead, Franklin BSP Lending Fund intends to make a quarterly offer to repurchase 5%–25% of the outstanding shares at NAV. Under normal market conditions, the Fund currently expects to offer to repurchase 5% of outstanding shares per quarter, subject to approval by the Fund's Board. There is no guarantee all shares can be repurchased.

# Focus on core to upper middle market

## Company Size EBITDA (\$mm)



Historically  
**outperform  
smaller  
companies**  
in a downturn



**Established  
and tenured  
management  
teams**



**Long operating  
history**, often  
through  
downturns

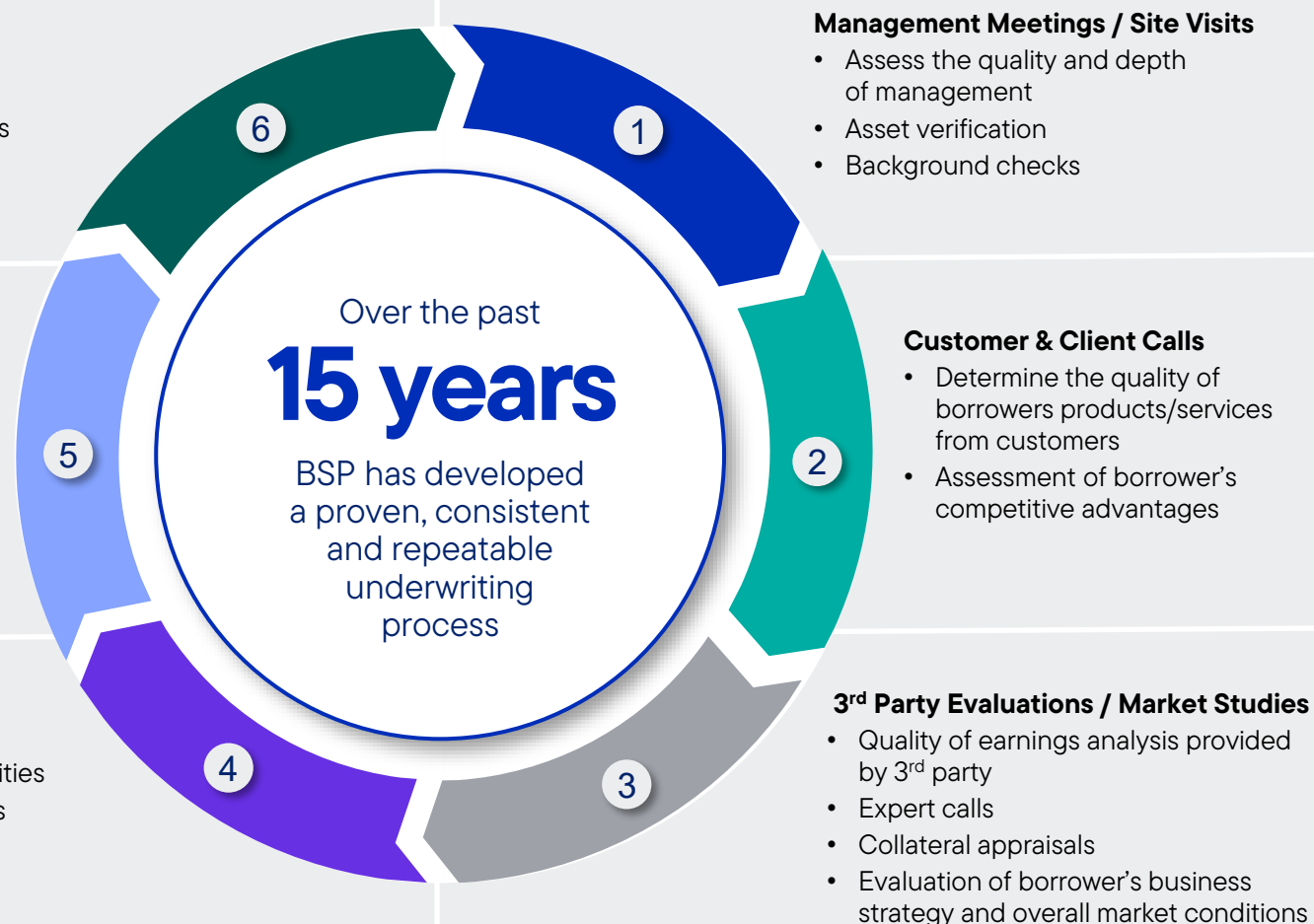


Typically, **stronger  
equity support**  
from ownership  
group



**Diversification  
of contracts**  
and customers  
mitigate  
concentration risk

## Disciplined underwriting process



## Summary of structure and key terms

<b>Structure</b>	Perpetual offering, '40 Act Interval Fund
<b>Fund Objective</b>	The Fund's investment objective is to seek to generate attractive risk-adjusted returns with consistent current income. The Fund seeks to achieve its investment objective through private debt investment opportunities in middle market companies in the United States, which it generally defines as companies with annual revenues up to \$1 billion. Under normal circumstances, directly originated corporate loans and to a lesser extent other lending securities, will represent ~80% of the Fund's net assets (plus the amount of any borrowings for investment purposes).
<b>Investment Manager</b>	Franklin Templeton Fund Adviser, LLC ("FTFA")
<b>Sub-Advisor</b>	Benefit Street Partners L.L.C.
<b>Leverage</b>	The 1940 Act limits fund leverage to 33 1/3% of total assets
<b>Management Fee</b>	0.75% of NAV per annum
<b>Performance fee</b>	None
<b>Repurchases</b>	Quarterly, 5% of aggregate NAV per quarter Subject to 2% early repurchase fee for repurchases made within one year of subscription
<b>Investor Qualification</b>	None
<b>Subscriptions</b>	Daily
<b>Tax Reporting</b>	1099 tax treatment

# Case Studies

Revolving  
Credit Facility **\$75mm**

First Lien  
Term Loan **\$200mm**

- **BSP Investment:** \$137.5 million (\$100.0mm in the First Lien Term Loan, \$37.5mm in the Revolving Credit Facility)
- **Coupon:** S+500 bps with two 25 bps step-down at 6.0x and 7.0x Net Trading Capital Coverage (starting 1 year post-close)
- **Offering Price:** 98.50
- **PF Closing Trading Capital Coverage / Leverage / LTV at Initial Close:** 5.75x Closing Net Trading Capital Coverage; 0.74x Net Leverage; 14.8% LTV
- **Call Premium:** 102 / 101
- **Covenants:** Minimum 3.00x Net Trading Capital Coverage
- **Agency:** Benefit Street Partners

### Transaction Overview

- **Investment Date:** October 2024
- **Borrower:** Flow Traders Holding LLC ("Flow Traders") is a global market maker specializing in providing liquidity to Exchange Traded Product ("ETP") markets across equities, fixed income, digital assets, commodities, and FX.
- **Sourcing:** Proprietary via relationship with intermediary Perella Weinberg Partners
- **Maintenance covenant:** The maintenance covenant requires minimum 3.0x Trading Capital Coverage, tested daily, offering protection against downside scenarios by ensuring adequate liquidity in excess of loan principal balance even in the event of material trading capital losses. The 3.0x minimum Trading Capital Coverage covenant compares favorably to market maker peers. Notably, this higher standard applies even though Flow Traders operates a 100% market-making model, while several peers assume medium-term market risk.

### Borrower Highlights

- **Long history or profitability across cycles:** Founded in 2004, Flow Traders has delivered profitability through the GFC, COVID-19, and numerous other market shocks. Flow Traders takes a short-term, market-neutral approach across their trading book. Since its 2015 IPO, Flow Traders has recorded only one week of trading losses (~€700k in 2023), reflecting the firm's stringent risk controls. Flow Traders benefits from countercyclical Net Trading Income generation as bid-ask spreads widen during market stress events. The company employs a highly variable expense structure as evidenced by trough EBITDA margins of 23% since becoming public.
- **European ETP leader with flexible global footprint:** Flow Traders maintains a leading market share in European ETP market making (~26% market share as of FY24), supported by its two-decade history and deep expertise in the region. Despite its historical strength in Europe, the firm operates on 180+ venues across 40 countries with over 2,400 counterparties, creating a broad, diversified platform for trading income across asset classes and geographies. The company benefits from a flexible capital allocation strategy, redeploying trading capital to markets and products where volatility and spreads are most attractive, ensuring performance is not dependent on conditions in any single geography.
- **Favorable trading capital coverage:** Flow Traders' Net Trading Capital — a highly liquid, fully hedged book of securities held for short-term trading — totaled €848mm at Q3'25 and will rise to over €989mm pro forma for the contemplated financing, covering the term loan balance 5.75x.

*Note: Data as of October 2025. The investment described above does not represent all the investments that BSP has made on behalf of its clients, and it should not be assumed that recommendations made in the future will be profitable or will equal the performance of this investment. All views expressed are those of BSP, which may not ultimately be realized. There is no guarantee that the opportunity listed above will be available to an investor at the time of investment. The investment above is for illustrative purposes only and was chosen on an objective and non-performance-based standard. A full schedule of investments is available upon request. Please see disclaimer on the last page of this presentation for more information. As of December 31, 2025, this investment represents 2.25% of the total cost of the held portfolio.*

Incremental  
First Lien Term Loan

**\$15mm**

Incremental  
First Lien Term Loan

**\$165mm**

Delayed Draw  
Term Loan

**\$100mm**

- **BSP Investment:** \$95.0 million (\$60.3mm in the First Lien Term Loan, \$30.2mm in the Delayed Draw Term Loan, and \$4.6mm in the Revolving Credit Facility)
- **Coupon:** S+625 bps
- **Offering Price:** 98.5
- **PF Closing Leverage / Loan-to-Value (LTV) at Initial Close:** 4.3x (gross) / 4.1x (net); 34.0% LTV
- **Call Premium:** 102/101
- **Covenants:** Maximum 5.5x Total Net Leverage with step-down to 5.25x at September 2027 and 5.0x at September 2028 & 1.15x FCCR
- **EBITDA:** \$71.3mm

### Transaction Overview

- **Investment date:** September 2025
- **Maturity:** March 2029 (3.5-year maturity)
- **Borrower:** ICAT Logistics is a global leader in specialized, mission-critical logistics for high value end-markets including events & entertainment, government & defense, luxury, and financial services.
- **Transaction:** ICAT Logistics raised \$280 million of incremental credit facilities to fund the acquisitions of Ava Global Logistics and HenX Group, and to provide DDTL capacity for future acquisitions
- **Sourcing:** Non-sponsored transaction sourced via proprietary relationship with single asset investment vehicle, New Atlas Partners

### Borrower Highlights

- **Specialized service nature:** Unlike regular-way freight forwarders that are simply transporting goods from one place to another, specialty freight forwarders like ICAT handle time-critical, high-security, or oversized cargo (e.g. A&D, luxury goods, live events). These shipments require expertise and custom solutions, making customers less price sensitive and more focused on quality of service and reliability, whereas commoditized forwarders typically compete mainly on price
- **End-market diversity w/ few scaled competitors:** Company is well diversified across four primary end-markets (events & entertainment, government and defense, luxury, and financial services with no single end-market comprising > 18% of revenue. New Atlas Capital has focused on building out highly specialized freight forwarding / logistics capabilities via acquisitions in these end-markets because they aren't served by a single scaled competitor and are heavily fragmented.
- **Limited Customer Churn:** Across its top 50 customers which represent ~60% of revenue, the Company has had no churn since 2021 and gross / net retention have consistently remained 95%+ / 100%+

*Note: Data as of June 2025. The investment described above does not represent all the investments that BSP has made on behalf of its clients, and it should not be assumed that recommendations made in the future will be profitable or will equal the performance of this investment. All views expressed are those of BSP, which may not ultimately be realized. There is no guarantee that the opportunity listed above will be available to an investor at the time of investment. The investment above is for illustrative purposes only and was chosen on an objective and non-performance-based standard. A full schedule of investments is available upon request. Please see disclaimer on the last page of this presentation for more information. As of October 27, 2025, this investment represents 3.40% of the total cost of the held portfolio.*



Incremental  
First Lien  
Term Loan<sup>1</sup> **\$110mm**

Incremental  
First Lien  
Term Loan **\$155mm**

Delayed Draw  
Term Loan **\$150mm**

- **BSP Investment:** \$55.0 million in an incremental First Lien Term Loan to fund an add-on acquisition, NewSouth
- **Coupon:** S + 525 bps + 10bps CSA, with two 25bps step-up at 5.5x TNL and 6.0x TNL
- **Offering Price:** 98.5
- **PF Closing Leverage / LTV at Initial Close:** 4.8x Closing TNL; 32.2% LTV
- **Call Premium:** 101 for 12 months
- **Covenants:** Maximum 10.0x Total Net Leverage when RCF is 35% drawn
- **EBITDA:** \$90.6mm

## Transaction Overview

- **Investment Date:** September 2025
- **Borrower:** Solifi is a leading provider of front-office and back-office software products for customers to manage their asset finance portfolios across equipment, automotive and working capital finance
- **Sourcing:** Sourced via relationship with the Sponsor, TA Associates

## Borrower Highlights

- **Category leader in large, growing TAM:** Solifi is the #1 player in the asset-backed financing software space, which EY-Parthenon estimates is ~33% unvended today. The Company serves a total-addressable-market (TAM) of ~\$2bn that is estimated to be growing at ~10% p.a.. As a \$150mm+ Annual Recurring Revenue (ARR) player serving multiple portfolio types across asset finance, Solifi is in a leading position with substantial market share in a highly fragmented environment and the choice platform for blue chip bank, independent, and Original Equipment Manufacturer finance providers.
- **Strong Customer Retention:** Solifi has strong retention metrics with 99% loss-only, 96% gross, and 107% net retention. Very strong gross retention is driven by time and cost of implementation as well as customizations. The process of replacing an existing solution and implementing a new one can take up to 4 years from evaluation trigger to conclusion of implementation.
- **Strong Customer Retention:** Solifi's ARR has grown at ~15% compound annual growth rate (CAGR) from 2022 –2024, with the majority of this growth coming from upsell with existing clients. While the Company continues to win new logos every year, this does not contribute significantly to overall growth. The Company is not reliant on new wins to continue growth trajectory as most of growth is embedded in existing customer base.

*1. The borrower may pay-in-kind (PIK) up to 50% of the spread for up to two years post-close, subject to minimum S+250 cash pay and a premium of up to 50 bps (scales based on % of spread PIK'ed – e.g., 50 bps for 50% of spread, 25 bps for 25% of spread).*

*Data as of September 2025. The investment described above does not represent all the investments that BSP has made on behalf of its clients, and it should not be assumed that recommendations made in the future will be profitable or will equal the performance of this investment. All views expressed are those of BSP, which may not ultimately be realized. There is no guarantee that the opportunity listed above will be available to an investor at the time of investment. The investment above is for illustrative purposes only and was chosen on an objective and non-performance-based standard. A full schedule of investments is available upon request. Please see disclaimer on the last page of this presentation for more information. As of October 27, 2025, this investment represents 3.49% of the total cost of the held portfolio.*

Incremental  
First Lien  
Term Loan

\$110mm

- **BSP Investment:** \$55.0 million in an incremental First Lien Term Loan to fund an add-on acquisition, NewSouth
- **Coupon:** S + 525 bps + 10bps CSA, with two 25bps step-up at 5.5x TNL and 6.0x TNL
- **Offering Price:** 98.5
- **PF Closing Leverage / LTV at Initial Close:** 4.8x Closing TNL; 32.2% LTV
- **Call Premium:** 101 for 12 months
- **Covenants:** Maximum 10.0x Total Net Leverage when RCF is 35% drawn
- **EBITDA:** \$90.6mm

**Transaction  
Overview**

- **Investment Date:** September 2025
- **Borrower:** Window Nation is a direct-to-consumer provider of replacement windows and exterior doors to the residential repair and replacement market, currently serving 37 MSAs nationwide
- **Sourcing:** Sourced via relationship with the Sponsor, AEA; BSP supported AEA's initial buyout in 2021

**Borrower  
Highlights**

- **Target Overview:** Window Nation is acquiring NewSouth, a Florida-based installer of windows and doors – AEA views NewSouth as a strong addition to its existing Florida exposure, and an efficient way to increase its scale in a competitive market. The Company initially entered the Florida market in September 2024 through a smaller installer, Armovue – this was the Company's first acquisition in its history. Due to Florida's unique HOA infrastructure and need for hurricane-resistant windows, AEA elected to enter inorganically.
- **Consistent organic growth:** The DTC window/door replacement model continues to take share from traditional home renovation contractors. Window Nation has grown revenue 18 of the last 19 years, driven by continued growth of established markets as well as greenfield expansion into new markets.
- **Significant remaining whitespace:** The Company has opened 3 – 5 markets per year since 2018, and has developed an efficient playbook for greenfield expansion. Despite this, Window Nation only has presences today in 31 of the top 100 metro areas in the United States – they have ample room to expand in future years.
- **Strong free cash flow:** Window Nation's asset-light outsourced business model combined with minimal capex requirements (less than 1% of sales annually) and negative working capital dynamics creates an incredibly robust free cash flow profile. Since investment, the business has generated >\$85mm of free cash flow.

*Note: Data as of August 2025. The investment described above does not represent all the investments that BSP has made on behalf of its clients, and it should not be assumed that recommendations made in the future will be profitable or will equal the performance of this investment. All views expressed are those of BSP, which may not ultimately be realized. There is no guarantee that the opportunity listed above will be available to an investor at the time of investment. The investment above is for illustrative purposes only and was chosen on an objective and non-performance-based standard. A full schedule of investments is available upon request. Please see disclaimer on the last page of this presentation for more information. As of October 27, 2025, this investment represents 4.04% of the total cost of the held portfolio.*

# Appendix

<b>First lien senior secured loans</b>	First lien senior secured loans are debt instruments that sit at the top of a company's capital structure, giving lenders the primary claim on the borrower's assets in the event of default.
<b>Second lien senior secured loans</b>	Second lien senior secured loans are debt instruments that have a secondary claim on a borrower's assets, following the first lien loans in the capital structure.
<b>Unitranche loans</b>	Unitranche loans are a type of financing that combines elements of senior and junior debt into a single loan facility, often simplifying the capital structure for borrowers.
<b>Illiquidity premium</b>	The additional return investors expect to receive for investing in assets that are less easily bought or sold, such as private equity, real estate, or hedge funds, compared to more liquid assets like publicly traded stocks and bonds.
<b>Compound annual growth rate (CAGR)</b>	A measure of the rate of return of an investment over a specified period longer than one year, taking into account the compounding effect of growth from year to year.
<b>Payment-in-kind (PIK)</b>	PIK, or Payment-In-Kind, refers to a financial arrangement where interest or dividends are paid in the form of additional debt or securities rather than cash.

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**The Morningstar LSTA US Leveraged Loan Index** is designed to deliver comprehensive, precise coverage of the US leveraged loan market. Underpinned by PitchBook | LCD data, the index brings transparency to the performance, activity, and key characteristics of the market.

**The Bloomberg USD High-Yield Corporate Bond Index** is a rules-based, market-value-weighted index engineered to measure publicly issued non-investment grade USD fixed-rate, taxable and corporate bonds. To be included in the index, a security must have a minimum par amount of \$250 million and have a minimum maturity of 1 year at rebalancing. Emerging market debt is excluded.

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