OAKTREE

OCSL | Specialty Lending Corporation

SECOND QUARTER 2021

INVESTOR PRESENTATION

NASDAQ: OCSL

Forward Looking Statements & Legal Disclosures

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 Fund Advisors, LLC (“Oaktree”) to reposition our portfolio and to implement Oaktree’s future plans with respect to our business; the ability of Oaktree and its affiliates to attract and retain highly talented professionals; 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, 2020 and our quarterly report on Form 10-Q for the quarter ended March 31, 2021. Other factors that could cause actual results to differ materially include: changes or potential disruptions in our operations, the economy, financial markets or political environment; risks associated with possible disruption in our operations or the economy generally due to terrorism, natural disasters or the COVID-19 pandemic; 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; general considerations associated with the COVID-19 pandemic; the ability to realize the anticipated benefits of the merger of Oaktree Strategic Income Corporation (“OCSI”) with and into us (the “Merger”); 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.

Calculation of Assets Under Management

References to total "assets under management" or "AUM" represent assets managed by Oaktree and a proportionate amount of the AUM reported by DoubleLine Capital LP ("DoubleLine Capital"), in which Oaktree owns a 20% minority interest. Oaktree's methodology for calculating AUM includes (i) the net asset value (“NAV”) of assets managed directly by Oaktree, (ii) the leverage on which management fees are charged, (iii) undrawn capital that Oaktree is entitled to call from investors in Oaktree funds pursuant to their capital commitments, (iv) for collateralized loan obligation vehicles ("CLOs"), the aggregate par value of collateral assets and principal cash, (v) for publicly-traded business development companies, gross assets (including assets acquired with leverage), net of cash, and (vi) Oaktree's pro rata portion (20%) of the AUM reported by DoubleLine Capital. This calculation of AUM is not based on the definitions of AUM that may be set forth in agreements governing the investment funds, vehicles or accounts managed and is not calculated pursuant to regulatory definitions.

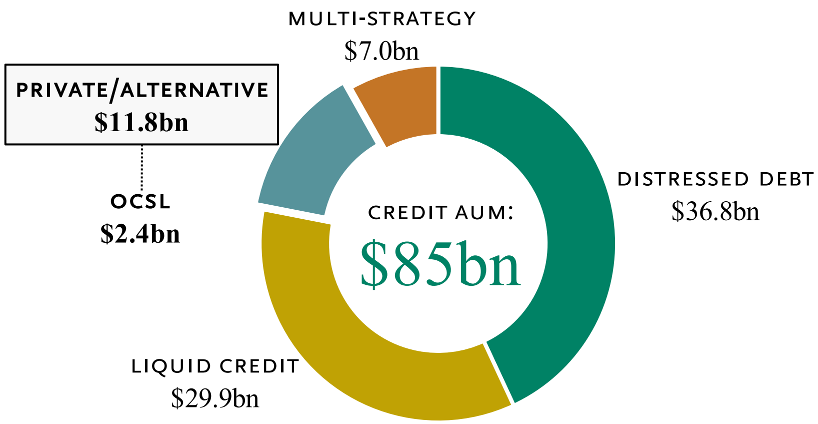
Managed by Oaktree: A Leading Global Alternative Asset Manager

- Founded in 1995, Oaktree is a leading global investment management firm focused on credit investing
- Assets under management of $153 billion[1] in contrarian, value-oriented, risk-controlled investment strategies across a variety of asset classes
- Partnered with Brookfield Asset Management in 2019, creating one of the largest and most comprehensive alternative investment platforms globally
- Manages assets for a wide variety of clients including many of the most significant investors in the world

SIGNIFICANT GLOBAL PRESENCE[2]

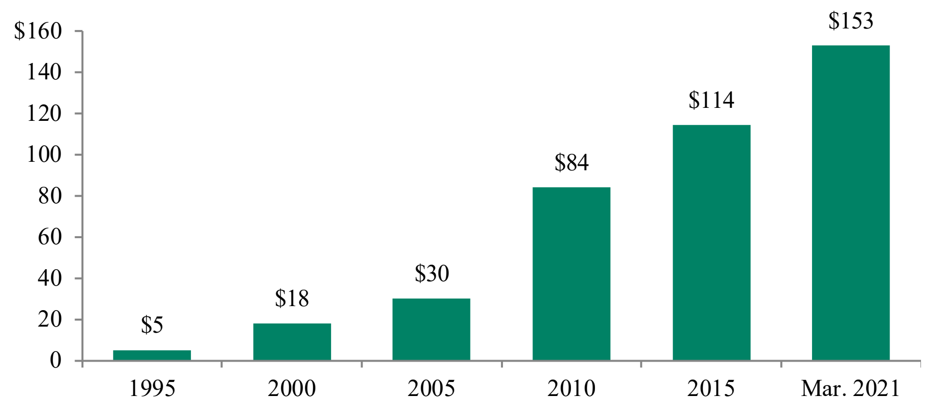
Over 1,000 employees in 19 cities and 14 countries

STRONG EMPHASIS ON CREDIT STRATEGIES



HISTORICAL ASSETS UNDER MANAGEMENT[1]

($ in billions)



As of March 31, 2021

1 *Includes Oaktree's proportionate amount of DoubleLine Capital AUM resulting from its 20% minority interest therein. See Forward Looking Statements & Legal Disclosures section for important information regarding Oaktree's calculation methodology for assets under management.*

2 *Includes offices of affiliates of Oaktree-managed funds in Amsterdam, Luxembourg and Dublin. Oaktree is headquartered in Los Angeles.*

Oaktree's Investment Philosophy

PRIMACY OF RISK CONTROL	Rather than merely searching for prospective profits, we place the highest priority on preventing losses; *"If we avoid the losers, the winners will take care of themselves" – Howard Marks*
EMPHASIS ON CONSISTENCY	A superior record is best built on a high batting average rather than a mix of brilliant successes and dismal failures
IMPORTANCE OF MARKET INEFFICIENCY	It is only in less-efficient markets that hard work and skill are likely to produce superior investment results
BENEFITS OF SPECIALIZATION	Our team members' long-term experience and expertise in creative, efficient structuring and institutional knowledge of bankruptcies and restructurings enables a focus on risk control that competitors lack
MACRO-FORECASTING NOT CRITICAL TO INVESTING	A bottom-up investment approach based on proprietary, company-specific research is most productive
DISAVOWAL OF MARKET TIMING	Bargains are purchased without reliance on predictions about the market's future direction

The key tenets of Oaktree's investment philosophy are strongly aligned with the interests of Oaktree Specialty Lending shareholders

The Oaktree Advantage

SIGNIFICANT SCALE & PRESENCE

- Oaktree's roots are in credit, dating back to our founders' investing activities in 1978[1]
- $85 billion of credit-focused AUM
- Deep and broad credit platform drawing from more than 290 highly experienced investment professionals with significant origination, structuring and underwriting expertise

"ALL WEATHER" CREDIT MANAGER

- Three decades of investment experience, in areas ranging from performing credit to distressed debt, over multiple market cycles[1]
- Over $24 billion invested in more than 400 directly originated loans since 2005
- Active investor in periods of market strength and distress

INTEGRATED INVESTMENT APPROACH

- Deep relationships with many sources of investment opportunities – private equity sponsors, capital raising advisers and borrowers
- Collaboration across teams of multi-disciplinary investment professionals drives superior investment insights
- Access to proprietary deal flow and frequent first look at investment opportunities

DISCIPLINED CREDIT UNDERWRITING PROCESS CENTERED ON RISK CONTROL

- Bottom-up, fundamental credit analysis at the core of our value-driven investment approach
- Expertise to structure comprehensive, flexible and creative credit solutions for companies of all sizes across various industries
- Capacity to invest in large deals and to sole underwrite transactions

As of March 31, 2021

[1] *This includes the investment team's record achieved at TCW Group since their inception through the first quarter of 1995, at which time they commenced portfolio management at newly formed Oaktree.*

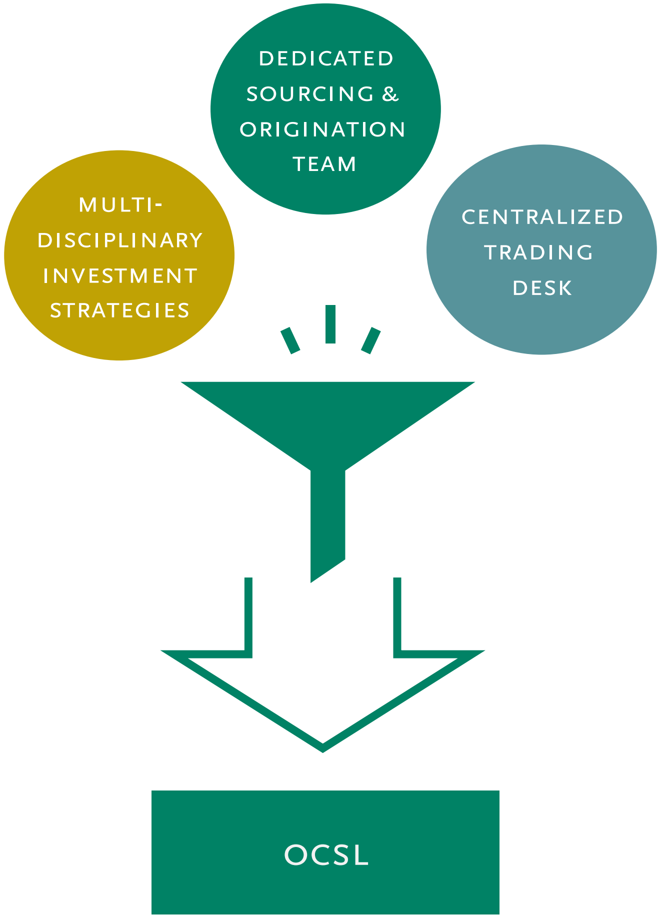
Oaktree's Extensive Origination Capabilities

EXTENSIVE, GLOBAL CREDIT PLATFORM TO SOURCE DEAL FLOW

- Strong market presence and established relationships with traditional sponsor channels as well as with management teams, capital raising advisors and individual issuers
- Leverage Oaktree's significant marketable securities presence to identify and create new lending opportunities
- Emphasis on proprietary deals: frequent "first look" opportunities, well positioned for difficult and complex transactions
- Established reputation as a "go-to" source for borrowers due to longstanding track record in direct lending; over $24 billion invested in more than 400 directly originated loans since 2005

ABILITY TO ADDRESS A WIDE RANGE OF BORROWER NEEDS

- Capability to invest across the capital structure
- Certainty to borrowers by seeking to provide fully underwritten finance commitments
- Capacity to fund large loans
- Expertise in performing credit, as well as restructuring and turnaround situations



Oaktree's extensive origination capabilities has led to greater ability to source quality investments

As of March 31, 2021

Experienced Management Team

ARMEN PANOSSIAN

Chief Executive Officer &
Chief Investment Officer

- Managing Director, Portfolio Manager of Oaktree's Strategic Credit Strategy and Oaktree's Head of Performing Credit
- Joined Oaktree in 2007 as a senior member of its Distressed Debt investment team
- Previously Portfolio Manager of Oaktree's U.S. Senior Loan group and led launch of Oaktree's CLO business
- Experience investing across market cycles in performing and stressed asset classes

MATT PENDO

President &
Chief Operating Officer

- Managing Director, Head of Oaktree's Corporate Development and Capital Markets
- Joined Oaktree in 2015
- Former CIO of TARP (Troubled Asset Relief Program) of the U.S. Department of the Treasury
- 30 years of investment banking experience at leading Wall Street firms

MEL CARLISLE

Chief Financial Officer &
Treasurer

- Managing Director, Head of Oaktree's Distressed Debt and Strategic Credit Fund Accounting Groups
- Joined Oaktree in 1995
- Prior experience includes public accounting at PwC and fund accounting at TCW Group, Inc.

OCSL IS SUPPORTED BY STRATEGIC CREDIT TEAM OF 28 INVESTMENT PROFESSIONALS[1] AND LEVERAGES OAKTREE'S FIRST-CLASS OPERATIONAL INFRASTRUCTURE

SIGNIFICANT EXPERIENCE

28 investment professionals[1]; senior investment professionals average 15 years of investment experience[3]

HIGHLY INTEGRATED

investment professionals, with a centralized trading desk and origination team

DEEP BENCH

340 multi-disciplinary investment professionals across the firm, including 147 managing directors

As of March 31, 2021

[1] *Includes five members of Sourcing & Origination team, which is a shared resource.*

[2] *Including Portfolio/Co-Portfolio Managers.*

[3] *Vice President level and above.*

Overview of OCSL

INVESTMENT OBJECTIVE

- Seek to generate current income and capital appreciation by providing companies with flexible and innovative financing solutions
- Primarily focused on first lien and second lien loans, mezzanine and unsecured debt, preferred equity and certain equity co-investments
- Pursue opportunities that may generate capital appreciation and income through secondary investments at discounts to par in either private or syndicated transactions
- May opportunistically take advantage of dislocations in the financial markets and other situations that may benefit from Oaktree's credit and structuring expertise

MANAGED BY OAKTREE

- Leverage the extensive firm-wide resources and expertise of Oaktree for sourcing, due diligence and credit selection
- Supported by a dedicated, 28-person investment team with significant investment experience
- Longstanding relationships with banks, advisers, companies and private equity sponsors enhances ability to source opportunities
- Collaboration with over 290 investment professionals to supplement analytical support and access to deal flow

HIGHLIGHTS	As of March 31, 2021
PORTFOLIO	$2.3 billion in Total Investments 137 Portfolio Companies
TOTAL NAV	$1.3 billion
ASSET TYPE	68% First Lien 18% Second Lien 6% Unsecured and Equity 8% Joint Venture
TICKER	Nasdaq: OCSL
MARKET CAP.	$1.2 billion[1]

Note: Numbers may not sum due to rounding.
[1] As of May 6, 2021.

Positioned to Provide Attractive Risk-Adjusted Returns to Shareholders

- ACCESS TO OAKTREE'S DEEP AND BROAD CREDIT PLATFORM
- ABILITY TO PARTICIPATE IN PROPRIETARY INVESTMENTS
- DIVERSE, HIGH-QUALITY SENIOR SECURED FLOATING RATE LOAN PORTFOLIO
- SUPPORTED BY DEDICATED STRATEGIC CREDIT TEAM OF 28 TENURED INVESTMENT PROFESSIONALS
- CONSERVATIVE BALANCE SHEET, STRONG LIQUIDITY AND FLEXIBLE, LOW-COST LIABILITY STRUCTURE
- FURTHER OPPORTUNITIES TO INCREASE RETURN ON EQUITY

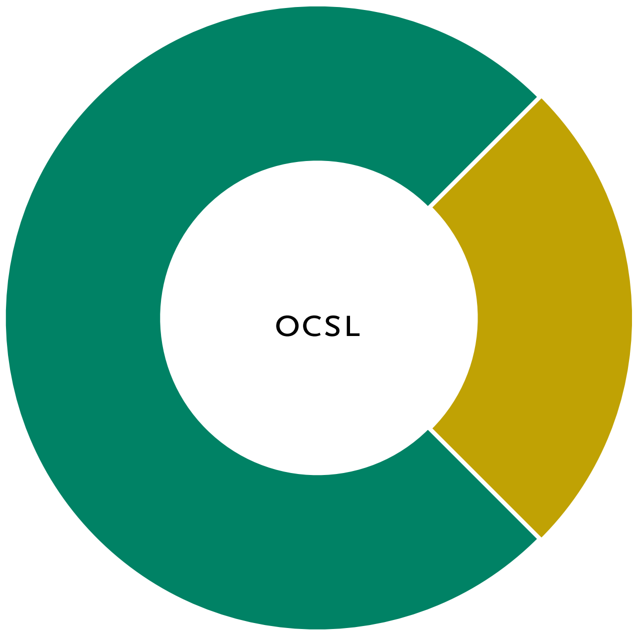
OCSL's Areas of Focus

PRIMARY FOCUS ON DIFFERENTIATED PRIVATE CREDIT TRANSACTIONS WITH A SECONDARY EMPHASIS ON MARKETABLE SECURITIES

PRIMARY FOCUS

PRIVATE CREDIT

- Bespoke, highly structured private investments in non-sponsor companies that have unique needs, complex business models or specific business challenges
- Direct lending to businesses backed by sponsors that have demonstrated industry expertise or value long-term partnerships
- Focus on opportunities that are not well-trafficked by other lenders



SECONDARY FOCUS

OPPORTUNISTIC PUBLIC CREDIT

- Leverage Oaktree's presence in liquid credit markets to uncover attractive primary market new issuance or discounted secondary opportunities
- Examples include broadly syndicated loans, high yield bonds and structured credit
- Generally shorter hold periods and smaller positions relative to private credit investments

Note: Chart for illustrative purposes only and is not meant to be representative of the percentage of OCSL's current or future portfolio that falls or will fall within each category.

Current Market Opportunities in Focus

SITUATIONAL LENDING

- Directly originated loans to non-sponsor companies that are hard to understand and value using traditional underwriting techniques

Opportunity

- Leverages Oaktree's ability to negotiate and structure bespoke private deals that provide downside risk management by mitigating the specific risks of the issuer and its business
- Many lenders do not have the skill or capacity to make these complex loans, making this a less competitive segment of the direct lending market

Examples

- Life sciences companies with revenue generating drugs and hard assets seeking to commercialize products; public companies seeking capital to fund acquisitions

SELECT SPONSOR LENDING

- Financing to support leveraged buyouts of companies with specialized sponsors that have expertise in certain industries

Opportunity

- Sponsors have a significant amount of dry powder and can write large equity checks which provide downside protection
- Lending to sponsors that act as partners to portfolio companies, and we are capable of underwriting valuable businesses with limited EBITDA

Examples

- Private equity firms focused on the software and healthcare sectors

STRESSED SECTOR & RESCUE LENDING

- Opportunistic private loans in industries experiencing stress or limited access to capital

Opportunity

- Lenders have a history of avoiding certain industries resulting in a lack of capital availability to both favorable and unfavorable issuers
- By leveraging Oaktree's extensive sourcing network, we are able to find attractive opportunities that are often over-secured by the issuer's most valuable assets
- Existing loan documents have weak legal protections that allow for well-structured priming debt to be issued

Examples

- COVID-impacted industries such as entertainment, aviation, real estate and energy

We believe there are ample opportunities for generating alpha in less crowded areas of the direct lending market

Highlights for the Quarter Ended March 31, 2021

NET ASSET VALUE PER SHARE	• $7.09, up 4% from $6.85 as of December 31, 2020 and up 7% from $6.61 as of December 31, 2019 (prior to the onset of the pandemic) • Quarterly increase primarily due to realized and unrealized gains on certain debt and equity investments
ADJUSTED NET INVESTMENT INCOME[1]	• $0.14 per share as compared with $0.14 per share for the quarter ended December 31, 2020 and $0.10 per share for the quarter ended December 31, 2019 • GAAP net investment income was $0.12 per share, up as compared with $0.07 per share for the quarter ended December 31, 2020 and up as compared with $0.06 per share for the quarter ended December 31, 2019
DIVIDEND	• Declared a cash distribution of $0.13 per share, an increase of 8% from the prior quarter and 37% from one year ago • **Fourth consecutive quarter with a distribution increase** • Distribution will be payable on June 30, 2021 to stockholders of record as of June 15, 2021
INVESTMENT ACTIVITY[2]	• $318 million of new investment commitments; 8.2% weighted average yield on new debt investments • $302 million of new investment fundings and received $229 million of proceeds from prepayments, exits, other paydowns and sales, which had a weighted average yield of 6.8% • First lien investments represented 80% of new investment commitments
INVESTMENT PORTFOLIO	• $2.3 billion at fair value diversified across 137 portfolio companies • 8.3% weighted average yield on debt investments • **No investments on non-accrual status as of March 31, 2021**
CAPITAL STRUCTURE & LIQUIDITY	• 0.87x total debt to equity ratio; 0.84x net debt to equity ratio • $40 million of cash and $325 million of undrawn capacity on credit facilities; $192 million of unfunded commitments eligible to be drawn[3] • On May 4, 2021, amended syndicated revolving credit facility; increased size to $950 million and extended maturity by two years to 2026
MERGER WITH OCSI	• Completed the Merger with OCSI on March 19, 2021 • Added $504 million of investments at fair value

1 *See page 31 for a description of this non-GAAP measure.*
2 *Excludes assets acquired in the Merger.*
2 *Excludes approximately $45 million of unfunded commitments that were ineligible to be immediately drawn due to certain milestones that must be met by portfolio companies.*

Portfolio Summary as of March 31, 2021

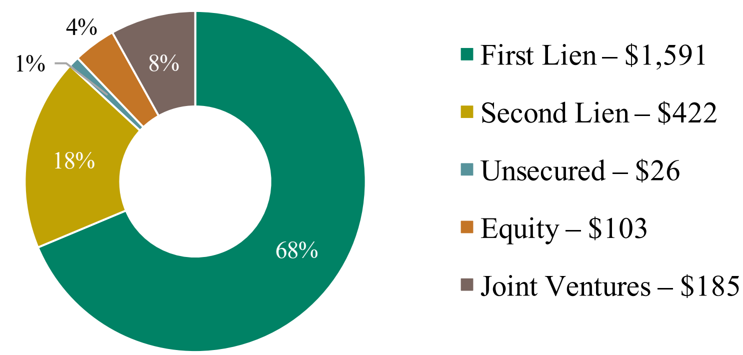
PORTFOLIO CHARACTERISTICS

(At fair value)

$2.3bn TOTAL INVESTMENTS	**137** PORTFOLIO COMPANIES
8.3% WEIGHTED AVERAGE YIELD ON DEBT INVESTMENTS	**$103mm** MEDIAN DEBT PORTFOLIO COMPANY EBITDA[1]
86% SENIOR SECURED DEBT INVESTMENTS	**0** NON-ACCRUALS

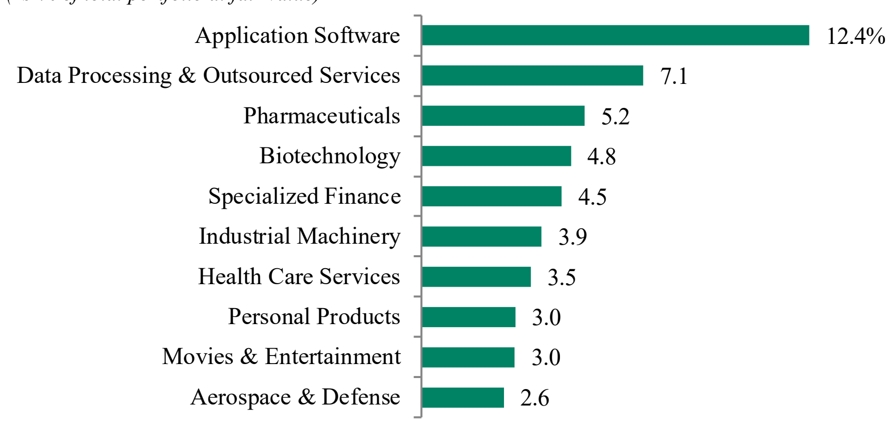
PORTFOLIO COMPOSITION

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



TOP TEN SUB-INDUSTRIES[2, 3]

(As % of total portfolio at fair value)



Note: Numbers may not sum due to rounding.

[1] Excludes negative EBITDA borrowers, investments in aviation subsidiaries, investments in structured products and recurring revenue software investments.

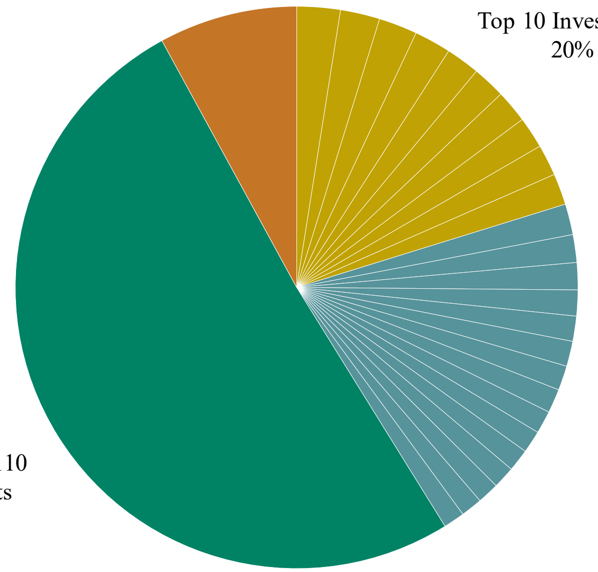
[2] Based on GICS sub-industry classification.

[3] Excludes multi-sector holdings, which is primarily composed of investments in Senior Loan Fund JV I LLC ("Kemper JV") and OCSI Glick JV (the "Glick JV"), joint ventures that invest primarily in senior secured loans of middle market companies.

OCSL's Portfolio Diversity Provides Downside Protection

DIVERSITY BY INVESTMENT SIZE

(As % of total portfolio at fair value)



PORTFOLIO BY INDUSTRY[1]

(As % of total portfolio at fair value)

Industry	% of Portfolio
Software	12.7%
IT Services	9.5
Pharmaceuticals	5.2
Health Care Providers & Services	5.0
Biotechnology	4.8
Chemicals	3.9
Machinery	3.9
Real Estate Management & Development	3.4
Diversified Financial Services	3.3
Oil, Gas & Consumable Fuels	3.1
Personal Products	3.0
Entertainment	3.0
Remaining 29 Industries	31.1
Joint Ventures	8.0

OCSL's portfolio is diverse across borrowers and industries

As of March 31, 2021
Note: Numbers may not sum due to rounding.
[1] *Based on GICS industry classification.*

Investment Activity

NEW INVESTMENT HIGHLIGHTS

$318mm
NEW INVESTMENT COMMITMENTS

$302 million
NEW INVESTMENT FUNDINGS[1]

8.2%
WEIGHTED AVERAGE YIELD ON NEW DEBT COMMITMENTS

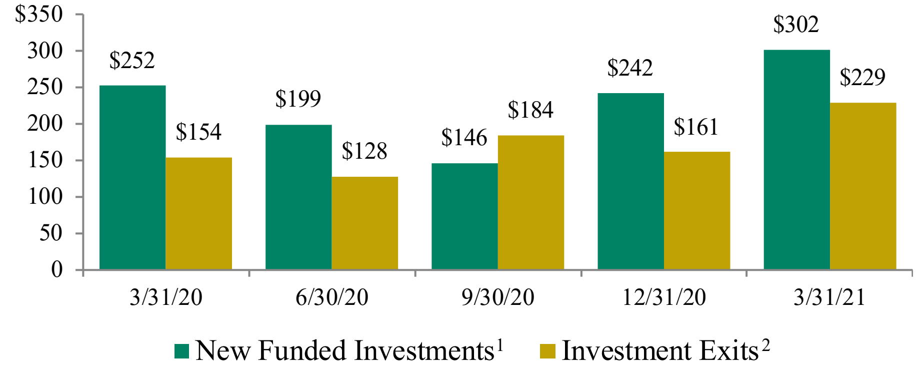
100%
ALSO HELD BY OTHER OAKTREE FUNDS

$297mm
NEW INVESTMENT COMMITMENTS IN NEW PORTFOLIO COMPANIES

$21mm
NEW INVESTMENT COMMITMENTS IN EXISTING PORTFOLIO COMPANIES

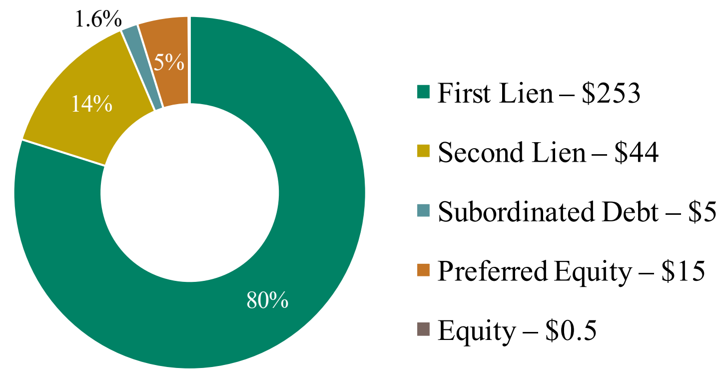
HISTORICAL FUNDED ORIGINATIONS AND EXITS

($ in millions)



NEW INVESTMENT COMPOSITION

As % of new investment commitments ($ in millions)



Note: Numbers rounded to the nearest million or percentage point and may not sum as a result. Excludes the assets acquired in the OCSI merger.
[1] New funded investments includes drawdowns on existing revolver commitments.
[2] Investment exits includes proceeds from prepayments, exits, other paydowns and sales.

Investment Activity (continued)

NEW INVESTMENT COMMITMENT DETAIL

($ in millions)

			Security Type			Market			
Quarter	**Investment Commitments**	**Number of Deals**	**First Lien**	**Second Lien**	**Unsecured & Other**	**Private Placement**	**Primary (Public)**	**Secondary (Public)**	**Avg. Secondary Purchase Price**
2Q2020	**$273**	**39**	**$210**	**$21**	**$42**	**$141**	**$58**	**$75**	**83%**
3Q2020	**261**	**18**	**177**	**8**	**76**	**154**	**71**	**35**	**74**
4Q2020	**148**	**10**	**123**	**25**	**0.5**	**90**	**57**	**2**	**96**
1Q2021	**286**	**21**	**196**	**90**	**--**	**181**	**84**	**22**	**93**
January	41	2	41	--	--	41	--	--	--
February	102	10	73	11	18	64	28	10	93
March	174	8	139	33	2	139	35	--	--
Total 2Q2021[1]	**$318**	**20**	**$253**	**$44**	**$21**	**$245**	**$63**	**$10**	**93%**

Note: Numbers may not sum due to rounding. Excludes any positions originated, purchased and sold within the same quarter.
[1] Excludes the assets acquired in the OCSI merger.

Strategic Joint Ventures are Accretive to Earnings

OCSL'S JOINT VENTURES ARE INCOME-ENHANCING VEHICLES THAT PRIMARILY INVEST IN SENIOR SECURED LOANS OF MIDDLE MARKET COMPANIES AND OTHER CORPORATE DEBT SECURITIES

Key Attributes of Joint Ventures:

- Equity ownership: 87.5% OCSL and 12.5% joint venture partner
- Shared voting control: 50% OCSL and 50% joint venture partner

KEMPER JV CHARACTERISTICS

At fair value

$130mm	5.6%	$3.5mm
OCSL'S INVESTMENTS IN THE KEMPER JV	% OF OCSL'S PORTFOLIO	NET INVESTMENT INCOME[1]

GLICK JV CHARACTERISTICS

At fair value

$55mm	2.3%	$1.3mm
OCSL'S INVESTMENTS IN THE GLICK JV	% OF OCSL'S PORTFOLIO	NET INVESTMENT INCOME[2]

COMBINED PORTFOLIO SUMMARY

INVESTMENT PORTFOLIO	FIRST LIEN	PORTFOLIO COMPANY COUNT	WTD. AVG. DEBT PORTFOLIO YIELD	LEVERAGE RATIO
$454mm	94%	64	5.9%	1.3x

As of March 31, 2021

[1] *Represents OCSL's 87.5% share of the Kemper JV's net investment income (excluding subordinated note interest expense) earned during the quarter ended March 31, 2021.*

[2] *Represents 87.5% of the Glick JV's net investment income (excluding subordinated note interest expense) earned during the quarter ended March 31, 2021 (including amounts accrued prior to the closing of the Merger).*

Non-Core Investment Portfolio Detail

NON-CORE INVESTMENT PORTFOLIO CHARACTERISTICS

DEBT INVESTMENTS

- $86 million at fair value in four companies
- Exited one non-core position at par during the quarter ended March 31, 2021, received $0.7 million of proceeds above previous fair value mark

EQUITY INVESTMENTS[1]

- $70 million at fair value in 20 companies and limited partnership interests in one third-party managed fund
- Exited one limited partnership investment during the quarter ended March 31, 2021, received $0.7 million of proceeds above previous fair value mark

AVIATION

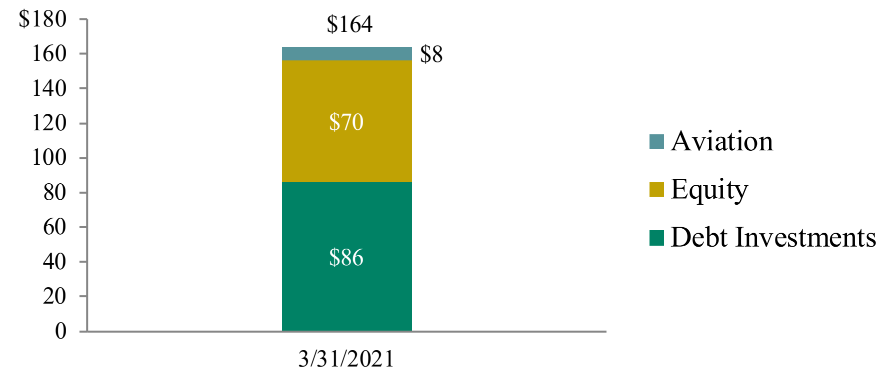
- $8 million at fair value in one aircraft

NON-ACCRUALS

- No non-accruals as of March 31, 2021
- Exited remaining non-core, non-accrual investment during the quarter ended March 31, 2021 above previous fair value mark

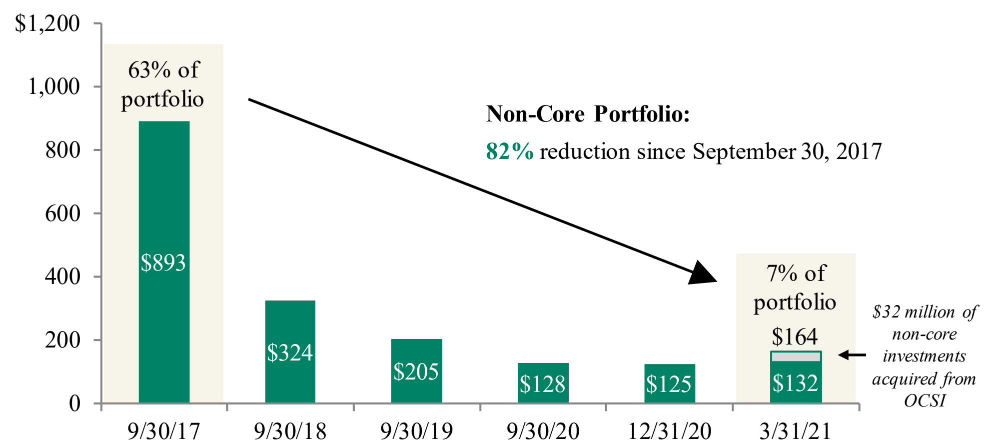
NON-CORE PORTFOLIO COMPOSITION

At fair value ($ in millions)



NON-CORE PORTFOLIO PROGRESSION[2]

At fair value ($ in millions)

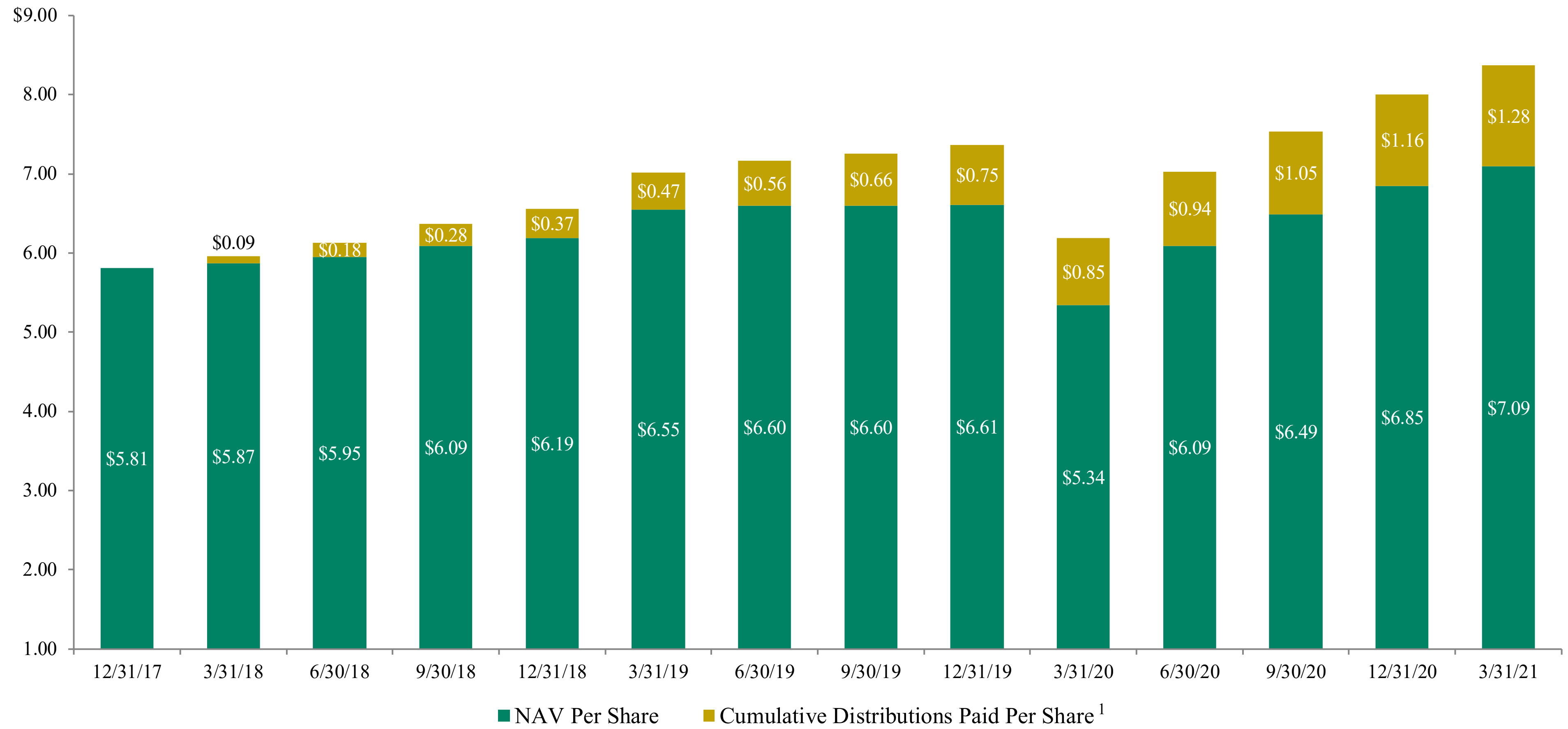


Note: Numbers may not sum due to rounding.
[1] Excludes OCSL's equity investment in First Star Speir Aviation Limited.
[2] Excludes investments in the Kemper JV and Glick JV.

Compelling Performance Under Oaktree Management

NAV AND CUMULATIVE DISTRIBUTIONS PAID PER SHARE

($ in millions)



OCSL has generated an 11.9% annualized return on equity[2] under Oaktree management

[1] *Cumulative distributions declared and paid from December 31, 2017 through March 31, 2021.*
[2] *Annualized return on equity calculated as the change in net asset value plus distributions paid from December 31, 2017 through March 31, 2021.*

Opportunities to Increase Return on Equity

1. ROTATE INTO HIGHER-YIELDING INVESTMENTS

- $163 million at fair value of senior secured loans priced at or below LIBOR + 4.50%[1]
  – Acquired $102 million of these investments following closing of merger with OCSI
- Exited $49 million of lower yielding senior secured loans during the quarter ended March 31, 2021
- $318 million of new investment commitments had a weighted average yield of 8.2% during the quarter ended March 31, 2021

2. OPERATE WITHIN TARGET LEVERAGE RANGE

- Current target leverage range: 0.85x to 1.00x debt to equity
- 0.87x total debt to equity; 0.84x net debt to equity
- $325 million of undrawn capacity under credit facilities[2]
- Would need to utilize approximately $110 million of additional borrowings to reach the midpoint of target leverage range (0.925x)

3. OPTIMIZATION OF JOINT VENTURES

- Opportunity to increase underlying portfolio yields by rotating into higher spread in investments
  – $76 million of investments priced at or below L+3.75% in the Kemper and Glick JVs
- Utilize additional borrowings to operate within target leverage range
  – Target leverage range: 1.25x to 1.75x debt to equity
  – 1.3x and 1.2x total debt to equity at Kemper JV and Glick JV, respectively

4. REALIZATION OF MERGER SYNERGIES

- Merger with OCSI closed on March 19, 2021
- Operational synergies resulting from the elimination of duplicative expenses expected to result in near-term G&A savings
- Streamlined capital structure anticipated to result in interest expense savings
- Base management fee waiver totaling $6 million for two years ($0.75 million per quarter)

We believe OCSL is well-positioned to provide further improvements to return on equity

As of March 31, 2021
1 *For senior secured loans that have a cost basis above 92.5%.*
2 *Subject to borrowing base and other limitations.*

Capital Structure Overview

0.85x to 1.00x
TARGET LEVERAGE RATIO

Investment Grade Rated
BY MOODY'S AND FITCH

27%
UNSECURED BORROWINGS

Extended and Upsized
SYNDICATED CREDIT FACILITY ON MAY 4, 2021

FUNDING SOURCES

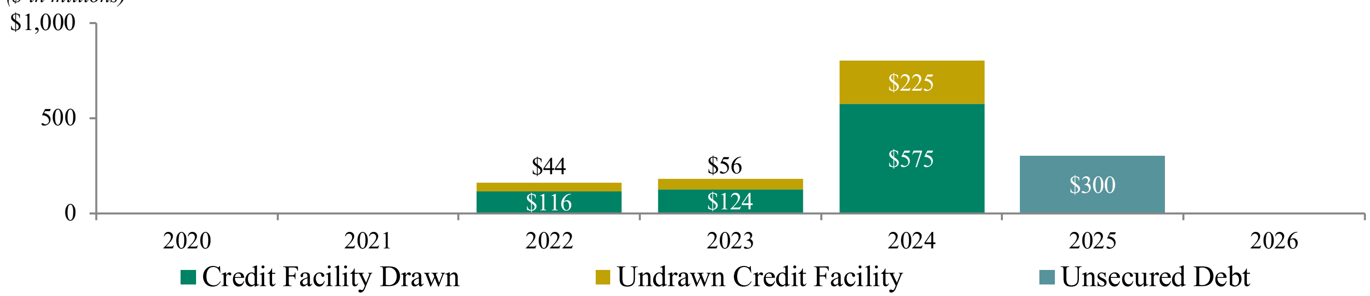
($ in millions)

	Committed	Principal Outstanding	Interest Rate	Maturity
Syndicated Credit Facility[1]	$800	$575	LIBOR + 2.00%[2]	2/25/2024
2025 Notes	300	300	3.500%	2/25/2025
Citibank Facility	180	124	LIBOR + 1.70% / 2.25%[3]	7/18/2023
Deutsche Bank Facility[4]	160	116	LIBOR + 2.65%	3/30/2022
Cash and Cash Equivalents	--	(40)	--	--
Total	**$1,440**	**$1,075**		
Weighted Average Interest Rate		**2.6%**		
Net Debt to Equity Ratio		**0.84x**		

Facilities from OCSI (Citibank Facility and Deutsche Bank Facility)

MATURITIES

($ in millions)



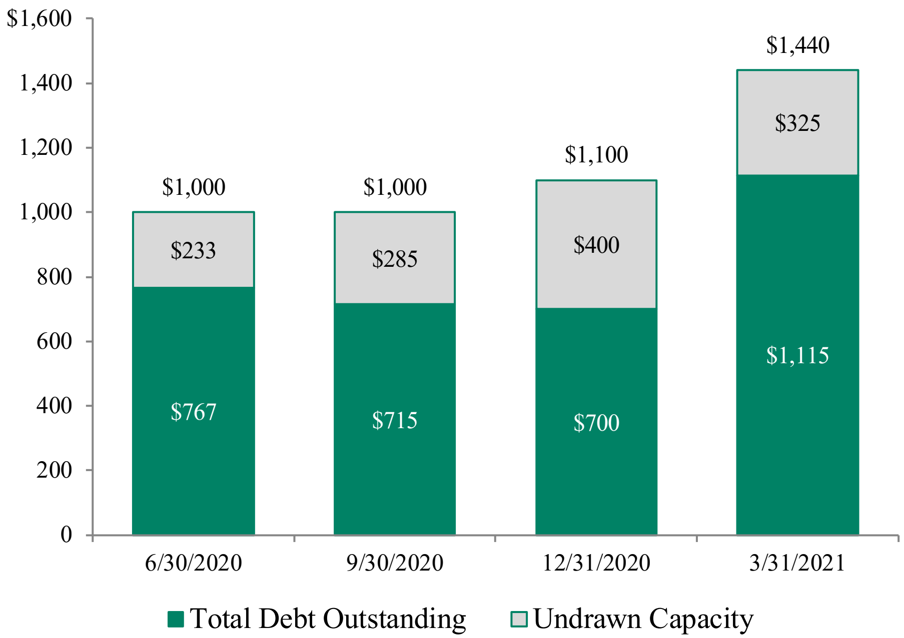
Diverse and flexible sources of debt capital

As of March 31, 2021
Note: Numbers may not sum due to rounding.
[1] *On May 4, 2021, the Company amended the syndicated credit facility to, among other things, increase the total size to $950 million, extend the maturity to May 2026 and remove the pricing grid.*
[2] *Interest rate spread can increase up to 2.75% depending on the senior coverage ratio and Obligor's Net Worth. On May 4, 2021, the pricing grid was removed as part of an amendment.*
[3] *Interest rate spread depends on asset type.*
[4] *On May 4, 2021, the Company repaid all amounts outstanding under the Deutsche Bank Facility, following which the facility was terminated.*

Funding and Liquidity Metrics

LEVERAGE UTILIZATION

($ in millions)



	6/30/2020	9/30/2020	12/31/2020	3/31/2021
Cash	$51	$39	$24	$40
Net Assets	$859	$915	$965	$1,279
Net Leverage	0.83x	0.74x	0.70x	0.84x
Total Leverage	0.89x	0.78x	0.73x	0.87x

LIQUIDITY ROLLFORWARD

($ in millions)

	6/30/2020	9/30/2020	12/31/2020	3/31/2021
Credit Facility Committed	$700	$700	$800	$1,140
Credit Facility Drawn	(467)	(415)	(400)	(815)
Cash and Cash Equivalents	51	39	24	40
Total Liquidity	**284**	**324**	**424**	**365**
Total Unfunded Commitments[1]	(155)	(158)	(198)	(242)
Unavailable Unfunded Commitments[2]	79	64	48	50
Adjusted Liquidity	**$208**	**$230**	**$274**	**$173**

Ample liquidity to support funding needs[3]

1 Excludes unfunded commitments to the Kemper JV and Glick JV.
2 Includes unfunded commitments ineligible to be drawn due to certain limitations in credit agreements.
3 As of March 31, 2021, we have analyzed cash and cash equivalents, availability under our credit facilities, the ability to rotate out of certain assets and amounts of unfunded commitments that could be drawn and believe our liquidity and capital resources are sufficient to take advantage of market opportunities in the current economic climate.

Appendix

OAKTREE
OCSL | Specialty Lending Corporation

Portfolio Progression Under Oaktree Management

PORTFOLIO PROGRESSION: SEPTEMBER 30, 2017 VS. MARCH 31, 2021

($ in millions, at fair value)

	9/30/2017	3/31/2021
BALANCE SHEET		
Investments at Fair Value	$1,542	$2,327
Net Assets	$868	$1,279
Net Leverage Ratio	0.70x	0.84x
Weighted Average Interest Rate on Debt Outstanding	4.3%	2.6%
Credit Ratings (Moody's/S&P/Fitch)	- / BB+ / -	Baa3 / - / BBB-
PORTFOLIO		
First Lien	53.9%	68.3%
Second Lien	24.1%	18.2%
Senior Secured Debt	78.0%	86.5%
Unsecured Debt	6.1%	1.1%
Equity & Limited Partnership Interests	7.2%	4.4%
Joint Venture Interests	8.7%	8.0%
Median Debt Portfolio Company EBITDA[1]	$50	$103
NON-CORE PORTFOLIO		
Total Non-Core Investments	$893	$164
Number of Non-Core Debt Portfolio Companies	54	4
Non-Accruals	$67	$--
Non-Accruals % of Debt Portfolio	4.7%	--%

As of March 31, 2021

[1] *Excludes negative EBITDA borrowers, investments in aviation subsidiaries and recurring revenue software investments.*

Oaktree's ESG Framework

- Oaktree has invested with a sensitivity to ESG considerations since the firm's inception, a commitment first formalized in our Socially Responsible Investment policy in 2014
- Oaktree is a signatory to the United Nations-supported Principles for Responsible Investment ("PRI") and a supporter of the Task Force on Climate-Related Financial Disclosures ("TCFD")
- Oaktree's investment professionals are active participants in advancing ESG at the firm, both as part of the firm's ESG Governance Committee and in each individual strategy

OUR BELIEFS

- ESG considerations directly affect company fundamentals and investment outcomes, both positively and negatively
- A focus on ESG throughout the investment lifecycle advances our mission to deliver superior investment results with risk under control
- Engagement with company management can influence positive change
- ESG integration deepens our alignment with our stakeholders, their beneficiaries and their collective long-term interests

OUR APPROACH

- Oaktree's ESG Governance Committee:
  - Drives the firm's approach to ESG matters
  - Ensures ESG best practices are shared and applied in every strategy
  - Comprises senior professionals from investment strategies and non-investment areas
- Each strategy investment team:
  - Factors ESG risks and opportunities into its assessment of prospective returns
  - Manages portfolios in accordance with Oaktree's SRI policy and the strategy's distinct ESG implementation plan

Portfolio Highlights

($ in thousands, at fair value)	As of 3/31/2021	12/31/2020	9/30/2020	6/30/2020	3/31/2020
Investments at Fair Value	$2,327,353	$1,712,324	$1,573,851	$1,561,153	$1,392,187
Number of Portfolio Companies	137	115	113	119	128
Average Portfolio Company Debt Investment Size	$17,600	$16,200	$15,800	$14,600	$11,900
Asset Class:					
First Lien	68.3%	60.3%	62.3%	61.3%	62.3%
Second Lien	18.2	25.4	21.7	19.6	19.7
Unsecured Debt	1.1	3.1	4.2	7.2	5.8
Equity	4.4	3.8	4.1	4.7	5.5
Limited Partnership Interests	0.0	0.1	0.2	0.2	0.2
Joint Venture Interests	8.0	7.3	7.5	7.0	6.6
Interest Rate Type for Debt Investments:					
% Floating-Rate	91.8%	88.8%	88.3%	86.2%	90.6%
% Fixed-Rate	8.2	11.2	11.7	13.8	9.4
Yields:					
Weighted Average Yield on Debt Investments[1]	8.3%	8.5%	8.3%	8.1%	8.0%
Cash Component of Weighted Average Yield on Debt Investments	7.1	7.1	7.0	6.9	6.9
Weighted Average Yield on Total Portfolio Investments[2]	7.8	8.0	7.8	7.6	7.5

Note: Numbers may not sum due to rounding.

[1] *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 and Glick JV.*

[2] *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 and Glick JV.*

Investment Activity

($ in thousands)	As of 3/31/2021[1]	12/31/2020	9/30/2020	6/30/2020	3/31/2020
New Investment Commitments	$317,700	$286,300	$148,500	$260,500	$272,900
New Funded Investment Activity[2]	$301,800	$241,500	$146,300	$198,500	$251,700
Proceeds from Prepayments, Exits, Other Paydowns and Sales	$228,900	$160,700	$184,200	$127,800	$154,500
Net New Investments[3]	$72,900	$80,800	$(37,900)	$70,700	$97,200
New Investment Commitments in New Portfolio Companies	18	14	8	10	32
New Investment Commitments in Existing Portfolio Companies	2	7	3	8	8
Portfolio Company Exits	12	12	12	19	10
Weighted Average Yield at Cost on New Debt Investment Commitments	8.2%	8.7%	10.6%	10.5%	7.9%

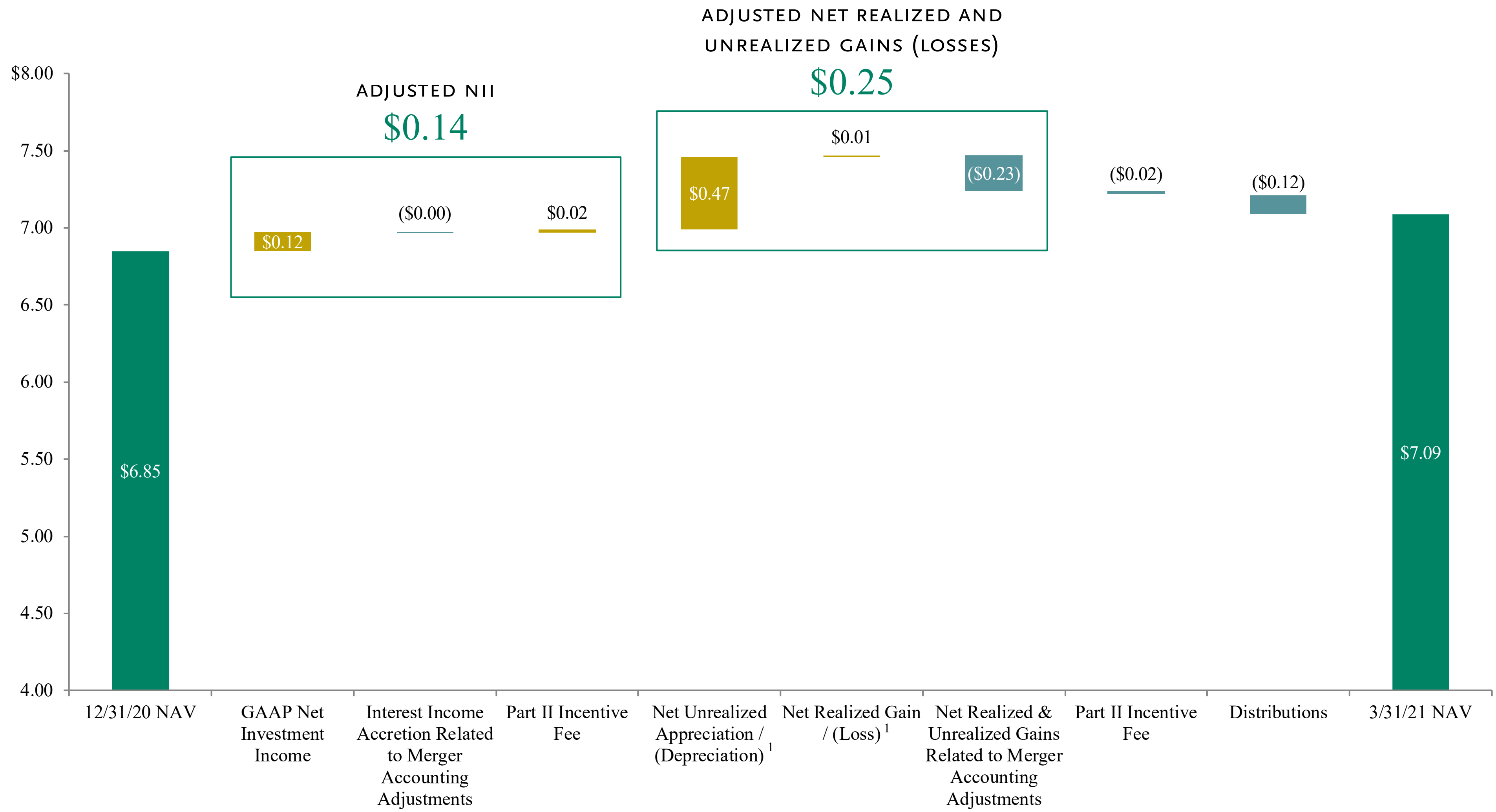
1 *Excludes the assets acquired in the OCSI merger.*
2 *New funded investment activity includes drawdowns on existing revolver commitments. Includes $103 million of unsettled purchases as of December 31, 2020.*
3 *Net new investments consists of new funded investment activity less proceeds from prepayments, exits, other paydowns and sales.*

Financial Highlights

($ and number of shares in thousands, except per share amounts)	As of 3/31/2021	12/31/2020	9/30/2020	6/30/2020	3/31/2020
GAAP Net Investment Income per Share	$0.12	$0.07	$0.17	$0.12	$0.16
Adjusted Net Investment Income per Share[1]	*$0.14*	*$0.14*	*$0.17*	*$0.12*	*$0.12*
Net Realized and Unrealized Gains (Losses), Net of Taxes per Share	$0.48	$0.39	$0.33	$0.73	$(1.33)
Adjusted Net Realized and Unrealized Gains (Losses), Net of Taxes per Share[1]	*$0.25*	*$0.39*	*$0.33*	*$0.73*	*$(1.33)*
Earnings (Loss) per Share	$0.60	$0.46	$0.50	$0.85	$(1.17)
Adjusted Earnings (Loss) per Share[1]	*$0.37*	*$0.46*	*$0.50*	*$0.85*	*$(1.17)*
Distributions per Share	$0.120	$0.110	$0.105	$0.095	$0.095
NAV per Share	$7.09	$6.85	$6.49	$6.09	$5.34
Weighted Average Shares Outstanding	146,652	140,961	140,961	140,961	140,961
Shares Outstanding, End of Period	180,361	140,961	140,961	140,961	140,961
Investment Portfolio (at Fair Value)	$2,327,353	$1,712,324	$1,573,851	$1,561,153	$1,392,187
Cash and Cash Equivalents	$39,872	$24,234	$39,096	$50,728	$89,509
Total Assets	$2,433,413	$1,793,903	$1,640,712	$1,647,567	$1,501,627
Total Debt Outstanding[2]	$1,109,897	$694,827	$709,315	$761,002	$698,686
Net Assets	$1,278,823	$964,917	$914,879	$859,063	$752,224
Total Debt to Equity Ratio	0.87x	0.73x	0.78x	0.89x	0.94x
Net Debt to Equity Ratio	0.84x	0.70x	0.74x	0.83x	0.82x
Weighted Average Interest Rate on Debt Outstanding	2.6%	2.7%	2.7%	2.7%	3.1%

[1] *See page 31 for a description of the non-GAAP measures.*
[2] *Net of unamortized financing costs.*

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. Numbers may not sum due to rounding. See page 31 for a description of the non-GAAP measures.

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

Quarterly Statement of Operations

	For the three months ended				
($ in thousands)	**3/31/2021**	**12/31/2020**	**9/30/2020**	**6/30/2020**	**3/31/2020**
INVESTMENT INCOME					
Interest income	$35,655	$31,633	$37,153	$30,112	$29,898
PIK interest income	3,801	3,089	2,573	2,183	1,946
Fee income	2,278	3,352	3,571	1,827	2,050
Dividend income	209	130	302	281	277
GAAP total investment income	**41,943**	**38,204**	**43,599**	**34,403**	**34,171**
Less: Interest income accretion related to merger accounting adjustments	(665)	--	--	--	--
Adjusted total investment income	***41,278***	***38,204***	***43,599***	***34,403***	***34,171***
EXPENSES					
Base management fee	7,074	6,541	6,005	5,988	5,295
Part I incentive fees	4,444	4,149	5,206	3,556	3,444
Part II incentive fees	3,609	9,540	--	--	(6,608)
Interest expense	6,568	6,095	6,133	6,406	7,215
Other operating expenses[1]	2,242	1,861	1,710	1,683	1,984
Total expenses	**23,937**	**28,186**	**19,054**	**17,633**	**11,330**
Fees waived (reversal of fees waived)	(108)	--	--	--	--
Net expenses	**23,829**	**28,186**	**19,054**	**17,633**	**11,330**
GAAP net investment income	**18,114**	**10,018**	**24,545**	**16,770**	**22,841**
Less: Interest income accretion related to merger accounting adjustments	(665)	--	--	--	--
Add: Part II incentive fee	3,609	9,540	--	--	(6,608)
Adjusted net investment income	***$21,058***	***$19,558***	***$24,545***	***$16,770***	***$16,233***

Note: See page 31 for a description of the non-GAAP measures.
[1] *Includes professional fees, directors fees, administrator expenses and general and administrative expenses.*

Quarterly Statement of Operations (continued)

($ in thousands, except per share amounts)	For the three months ended 3/31/2021	12/31/2020	9/30/2020	6/30/2020	3/31/2020
NET REALIZED AND UNREALIZED GAINS (LOSSES)					
Net unrealized appreciation (depreciation)	65,144	47,556	39,468	100,572	(163,533)
New realized gains (losses)	5,856	8,215	6,447	2,821	(26,480)
Provision for income tax (expense) benefit	(997)	(245)	157	68	1,705
GAAP net realized and unrealized gains (losses), net of taxes	**$70,003**	**$55,526**	**$46,072**	**$103,461**	**$(188,308)**
Less: Net realized and unrealized gains related to merger accounting adjustments	(33,396)	--	--	--	--
Adjusted net realized and unrealized gains (losses), net of taxes	***$36,607***	***$55,526***	***$46,072***	***$103,461***	***$(188,308)***
GAAP net increase/decrease in net assets resulting from operations	**$88,117**	**$65,544**	**$70,617**	**$120,231**	**$(165,467)**
Less: Interest income accretion related to merger accounting adjustments	(665)	--	--	--	--
Less: Net realized and unrealized gains related to merger accounting adjustments	(33,396)	--	--	--	--
Adjusted earnings (loss)	***$54,056***	***$65,544***	***$70,617***	***$120,231***	***$(165,467)***
PER SHARE DATA:					
GAAP total investment income	0.29	0.27	0.31	0.24	0.24
Adjusted total investment income	*0.28*	*0.27*	*0.31*	*0.24*	*0.24*
GAAP net investment income	0.12	0.07	0.17	0.12	0.16
Adjusted net investment income	*0.14*	*0.14*	*0.17*	*0.12*	*0.12*
GAAP net realized and unrealized gains (losses), net of taxes	0.48	0.39	0.33	0.73	(1.33)
Adjusted net realized and unrealized gains (losses), net of taxes	*0.25*	*0.39*	*0.33*	*0.73*	*(1.33)*
GAAP net increase/decrease in net assets resulting from operations	0.60	0.46	0.50	0.85	(1.17)
Adjusted earnings (loss)	*0.37*	*0.46*	*0.50*	*0.85*	*(1.17)*
Weighted average common shares outstanding	146,652	140,961	140,961	140,961	140,961
Shares outstanding, end of period	180,361	140,961	140,961	140,961	140,961

Note: See page 31 for a description of the non-GAAP measures.

Non-GAAP Disclosures

On March 19, 2021, the Company completed the Merger. The Merger was accounted for as an asset acquisition in accordance with the asset acquisition method of accounting as detailed in ASC 805-50, Business Combinations—Related Issues ("ASC 805"). The consideration paid to OCSI's stockholders was allocated to the individual assets acquired and liabilities assumed based on the relative fair values of the net identifiable assets acquired other than "non-qualifying" assets, which established a new cost basis for the acquired OCSI investments under ASC 805 that, in aggregate, was significantly lower than the historical cost basis of the acquired OCSI investments prior to the Merger. Additionally, immediately following the completion of the Merger, the acquired OCSI investments were marked to their respective fair values under ASC 820, Fair Value Measurements, which resulted in unrealized appreciation. The new cost basis established by ASC 805 on debt investments acquired will accrete over the life of each respective debt investment through interest income, with a corresponding adjustment recorded to unrealized appreciation on such investment acquired through its ultimate disposition. The new cost basis established by ASC 805 on equity investments acquired will not accrete over the life of such investments through interest income and, assuming no subsequent change to the fair value of the equity investments acquired and disposition of such equity investments at fair value, the Company will recognize a realized gain with a corresponding reversal of the unrealized appreciation on disposition of such equity investments acquired.

On March 19, 2021, in connection with the closing of the Merger, OCSL entered into an amended and restated investment advisory agreement (the "A&R Advisory Agreement") with Oaktree Fund Advisors, LLC (the "Adviser"). The A&R Advisory Agreement amended and restated the existing investment advisory agreement, dated as of May 4, 2020, by and between the Company and the Adviser to (1) waive an aggregate of $6 million of base management fees otherwise payable to the Adviser in the two years following the closing of the Merger at a rate of $750,000 per quarter (with such amount appropriately prorated for any partial quarter) and (2) revise the calculation of the incentive fees to eliminate certain unintended consequences of the accounting treatment of the Merger on the incentive fees payable to the Adviser.

The Company's management uses the non-GAAP financial measures described above internally to analyze and evaluate financial results and performance and to compare its financial results with those of other business development companies that have not adjusted the cost basis of certain investments pursuant to ASC 805. The Company's management believes "Adjusted Total Investment Income", "Adjusted Total Investment Income Per Share", "Adjusted Net Investment Income" and "Adjusted Net Investment Income Per Share" are useful to investors as an additional tool to evaluate ongoing results and trends for the Company without giving effect to the accretion income resulting from the new cost basis of the OCSI investments acquired in the Merger because these amounts do not impact the fees payable to the Adviser under the A&R Advisory Agreement, and specifically as its relates to "Adjusted Net Investment Income" and "Adjusted Net Investment Income Per Share", without giving effect to Part II incentive fees. In addition, the Company's management believes that "Adjusted Net Realized and Unrealized Gains (Losses), Net of Taxes", "Adjusted Net Realized and Unrealized Gains (Losses), Net of Taxes Per Share", "Adjusted Earnings (Loss)" and "Adjusted Earnings (Loss) Per Share" are useful to investors as they exclude the non-cash income/gain resulting from the Merger and used by management to evaluate the economic earnings of its investment portfolio. Moreover, these metrics align the Company's key financial measures with the calculation of incentive fees payable to the Adviser under with the A&R Advisory Agreement (i.e., excluding amounts resulting solely from the lower cost basis of the acquired OCSI investments established by ASC 805 that would have been to the benefit of the Adviser absent such exclusion).

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