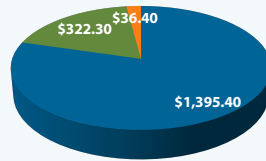


# BDC Industry Review: Second Quarter 2013

## BDC Company

**Total Assets** ..... \$1,756.2 Million  
**Investments**..... \$1,395.4 Million  
**Cash & Equivalents**..... \$322.3 Million  
**Other**..... \$36.4 Million



Public Offering Price ..... \$10.20  
 Current Distribution Rate ..... 7.84%  
 Reinvestment Price Per Share ..... 90% POP  
 Effective Date ..... April 16, 2012  
 Number of Months Effective ..... 19

Cash & Equivalents to Total Assets Ratio ..... 18.8%  
 Asset Type ..... Diversified Private Debt  
 Number of Companies in Portfolio ..... 152  
 Sponsor/Advisor ..... GHI Partners  
 Sub-Advisor ..... Not Applicable  
 Use of Total Return Swap (TRS) ..... No  
 Assets of TRS ..... Not Available

### Historical Price (Net Asset Value)



### Investment Strategy

#### Strategy:

To invest primarily in senior secured, second-lien secured and to a lesser extent subordinated debt of private U.S. companies.

#### Company Size:

\$53 million to \$2.6 billion in revenue

#### Average Portfolio Company Size:

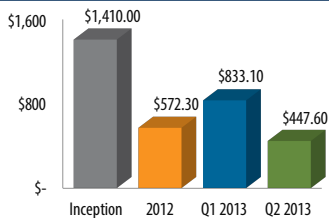
\$286.1 million in EBITDA

### Management

Investments are sourced, underwritten and managed in a collaborative effort between BDC Company and the sub-advisor, GHI Partners.

**GHI** – The credit arm of GHI manages over \$62 billion in credit investments. GHI is one of the world's largest investment management firms, has roughly \$231 billion in assets under management.

### Gross Offering Proceeds



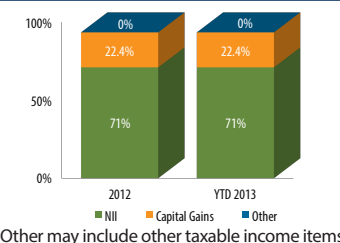
\*Includes reinvested distributions (in millions)

### Historical Distribution Per Share



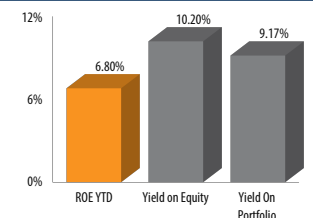
\*Does not include special distributions

### Sources of Distributions

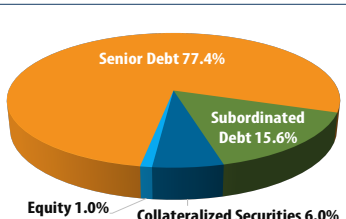


\*Other may include other taxable income items.

### Portfolio Yields



### Portfolio by Asset Type



### Portfolio Concentration – Top Five Industries

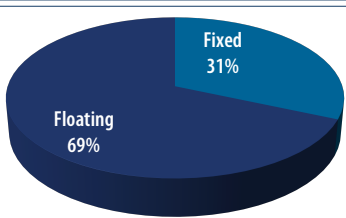
Industry	Q2 2013	2012
Energy	11%	20%
Health Care Equipment & Services	13%	10%
Diversified Financials	8%	6%
Telecommunications Services	10%	6%
Capital Goods	9%	16%

### Performance Returns

	YTD 2013	2012
FS Investment Corp.II	10.36%	8.9%
S&P/LSTA Leveraged Loan Index	4.56%	9.67%
BofA Merrill Lynch High Yield Master II	3.00%	15.58%

\* Annualized Returns based on NAV plus reinvestment of distributions  
 \*\* Limited operations for year of 2012, became effective 2/14/12

### Floating vs. Fixed Rate Investments



### Key Statistics

Total Operating Expense Ratio	2.5%
Interest Coverage Ratio	17.5x
Weighted Average Interest Rate	1.7%
Balance Sheet Leverage Ratio*	11.6%
Taxable Income Payout Ratio	110%
Net Change in Assets Payout Ratio	99%
Expense Support as % of NII	0%

\*Balance Sheet Leverage ratio does not include TRS liability, which increases the leverage.

### Contact Information

<http://www.BDCCompany.com>  
 BDC Company  
 2929 Company Lane, Suite 1  
 Yolands, CA 12456  
 877-355-0001