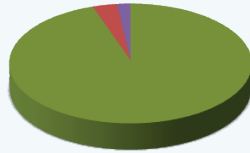


# BDC Industry Review: First Quarter 2015

## HMS Income Fund Inc.

Total Assets.....	\$696.9 Million
Investments.....	\$659.9 Million
Cash & Equivalents.....	\$23.9 Million
Other.....	\$13.1 Million

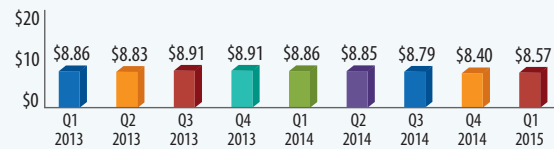


Public Offering Price: .....	\$9.90
Current Distribution Rate*: .....	7.07%
Reinvestment Price Per Share:.....	90% POP
Effective Date:.....	June 4, 2012
Number of Months Effective:.....	33

\*Current distribution rate based on public offering price declared January 9, 2015

Cash & Equivalents to Total Assets Ratio:.....	3.4%
Asset Type: .....	Diversified Private Debt
Number of Companies in Portfolio: .....	106
Sponsor/Advisor: .....	Hines
Sub-Advisor:.....	Main Street Capital Corporation
Use of Total Return Swap (TRS): .....	No
Assets of TRS: .....	\$0 Million

### Historical Price (Net Asset Value)



### Investment Strategy

#### Strategy:

Generate current income and to a lesser, extent capital gains primarily through debt and equity investments in privately owned U.S. lower middle market companies as well as upper middle market firms.

#### Company Size:

Annual revenues of \$10 million to \$150 million (lower middle market) up to \$3 billion (upper middle market)

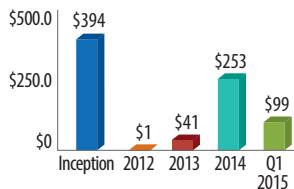
### Management

Investments are managed by HMS Adviser, a Hines subsidiary, and sub-advised by Main Street Capital. Main Street provides sourcing, evaluation, negotiation and structuring for HMS's investments.

**Hines** – A global real estate investment firm that manages or has interests in over \$25.2 billion of investments. Together with its predecessor, Hines has been investing and managing real estate for over 50 years..

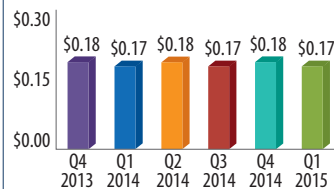
**Main Street Capital** – A manager of private debt and equity investments, Main Street Capital Corp. is a publicly traded BDC with a market capitalization of roughly \$2 billion.

### Gross Offering Proceeds



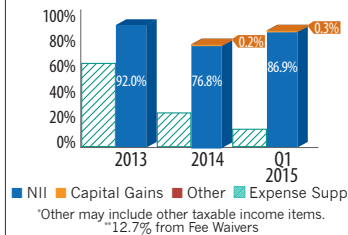
\*Includes reinvested distributions (in millions)

### Historical Distribution Per Share



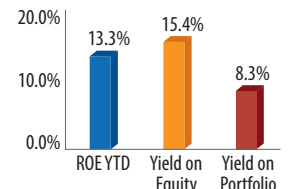
\*Does not include special distributions

### Sources of Distributions

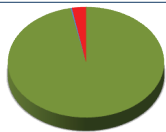


\*Other may include other taxable income items.  
\*12.7% from Fee Waivers

### Portfolio Yields



### Portfolio by Asset Type



Senior Debt .....	96.8%
Subordinated Debt .....	0.3%
Collateralized Securities .....	0.0%
Equity .....	2.9%

### Portfolio Concentration – Top 5 Industries

Industry	2015 YTD	2014
Media	8%	9%
IT Services	7%	7%
Diversified Consumer Services	6%	5%
Hotels, Restaurants, and Leisure	6%	8%
Oil, Gas, and Consumable Fuels	6%	5%

\* Short-term Treasury Investments not included

### Performance Returns

	2015 YTD	2014	2013	2012**
HMS Income Fund Inc.	4.05%	2.13%	8.47%	0.85%
S&P/LSTA Leveraged Loan Index	1.85%	0.99%	5.25%	9.67%
BofA Merrill Lynch High Yield Master II	2.48%	2.50%	7.42%	15.58%

\* YTD returns are not annualized  
\*\* Limited operations for year of 2012, became effective 2/14/12

### Floating vs. Fixed Rate Investments



Fixed: .....	19.0%
Floating: .....	81.0%

### Key Statistics

Fund Operating Expense Ratio.....	4.9%
Interest Coverage Ratio.....	6.0x
Weighted Average Interest Rate .....	3.5%
Leverage Ratio.....	38.0%
Taxable Income Payout Ratio* .....	99.0%
Net Change in Assets Payout Ratio .....	61.0%
Expense Support % of Distribution .....	13.0%

[www.HinesSecurities.com/BDCS/HMS-Income-Fund](http://www.HinesSecurities.com/BDCS/HMS-Income-Fund)  
**Hines Securities**  
 2800 Post Oak Boulevard, Suite 4700, Houston, TX 77056  
 888.446.3773

\*See additional notes on page 19.