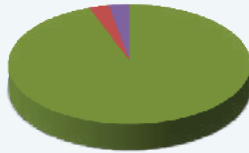


BDC Industry Review: Third Quarter 2014



HMS Income Fund Inc.

Total Assets.....	\$385.6 Million
Investments.....	\$363.7 Million
Cash & Equivalents.....	\$10.8 Million
Other.....	\$11.1 Million

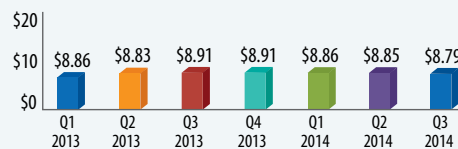


Public Offering Price:	\$10.00
Current Distribution Rate*:	7.00%
Reinvestment Price Per Share:.....	90% POP
Effective Date:.....	June 4, 2012
Number of Months Effective:.....	27

*Current distribution rate based on public offering price

Cash & Equivalents to Total Assets Ratio:.....	2.8%
Asset Type:	Diversified Private Debt
Number of Companies in Portfolio:	85
Sponsor/Advisor:	Hines
Sub-Advisor:.....	Main Street Capital Corporation
Use of Total Return Swap (TRS):	No
Assets of TRS:	Not Applicable

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)

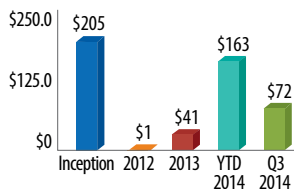
Management

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 \$23 billion of investments. Together with its predecessor, Hines has been investing and managing real estate for over 50 years..

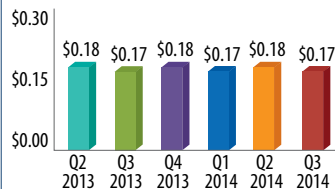
Main Street Capital – A manager of private debt and equity investments, Main Street Capital Corp. is a publicly traded BDC with a market capitalization of roughly \$1.25 billion.

Gross Offering Proceeds



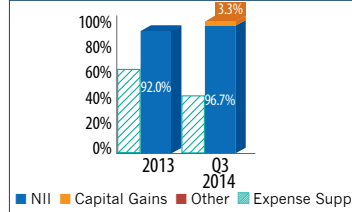
*Includes reinvested distributions (in millions)

Historical Distribution Per Share



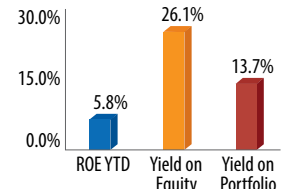
*Does not include special distributions

Sources of Distributions

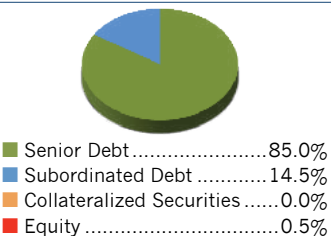


*Other may include other taxable income items.

Portfolio Yields



Portfolio by Asset Type



Portfolio Concentration – Top 5 Industries

Industry	2014 YTD	2013
Media	12%	7%
Hotels, Restaurants, and Leisure	9%	5%
IT Services	9%	11%
Electronic Equipment, Instruments, & Components	6%	3%
Health Care Providers and Services	6%	6%

* Short-term Treasury Investments not included

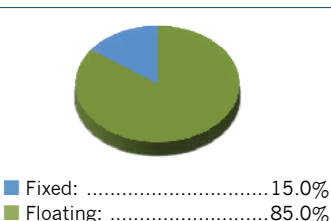
Performance Returns

	2014 YTD*	2013*	2012
HMS Income Fund Inc.	4.49%	8.47%	10.85%
S&P/LSTA Leveraged Loan Index	2.11%	5.25%	9.67%
BofA Merrill Lynch High Yield Master II	3.61%	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



*See additional notes on page 19.

Key Statistics

Fund Operating Expense Ratio.....	6.4%
Interest Coverage Ratio.....	9.2x
Weighted Average Interest Rate	4.0%
Leverage Ratio.....	37.0%
Taxable Income Payout Ratio*	100.0%
Net Change in Assets Payout Ratio	133.0%
Expense Support % of Distribution	42.0%

Contact Information

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