

Blackstone

Secured
Lending

Blackstone Secured Lending Fund Reports Fourth Quarter and Full Year 2021 Results

NEW YORK – February 28, 2022 – Blackstone Secured Lending Fund (NYSE: BXSL, or the “Company”) today reported its fourth quarter and full year 2021 results.

Brad Marshall, Chief Executive Officer of Blackstone Secured Lending Fund, said, “BXSL’s fourth quarter results represented a strong finish to a banner year, including exceptional performance and credit quality. For the full year, we delivered a NAV-based total return of 12.6% and entered 2022 in great shape with no loans on non-accrual. Looking ahead, we believe BXSL is well positioned to continue delivering for investors given a high-quality portfolio, structural competitive advantages and an attractive regular dividend yield of over 8% based on NAV.”

Blackstone Secured Lending Fund issued a full detailed presentation of its fourth quarter and full year 2021 results, which can be viewed at www.bxsl.com.

Dividend Declaration

The Company’s Board of Trustees has declared a first quarter 2022 dividend of \$0.53 per share to shareholders of record as of March 31, 2022, payable on May 13, 2022.

Quarterly Investor Call Details

Blackstone Secured Lending Fund will host its conference call today at 9:00 a.m. ET to discuss results. To register for the webcast, please use the following link:

https://event.webcasts.com/starthere.jsp?ei=1528278&tp_key=195087d9f5.

Blackstone Secured Lending Fund
345 Park Avenue
New York, NY 10154
T 212 583 5000

For those unable to listen to the live broadcast, there will be a webcast replay on the Shareholders section of BXSL’s website at <https://ir.bxsl.com>.

About Blackstone Secured Lending Fund

Blackstone Secured Lending Fund (NYSE:BXSL) is a specialty finance company that invests primarily in the debt of private US companies. As of December 31, 2021, BXSL’s fair value of investments was approximately \$9.9 billion. BXSL has elected to be regulated as a business development company under the Investment Company Act of 1940, as amended. BXSL is externally managed by Blackstone Credit BDC Advisors LLC, an SEC-registered investment adviser that is an affiliate of Blackstone Inc. (formerly, The Blackstone Group Inc.). Blackstone Inc., together with its subsidiaries, is the world’s largest alternative investment firm with approximately \$881 billion of assets under management as of December 31, 2021.

Forward-Looking Statements and Other Matters

This presentation contains forward-looking statements within the meaning of Section 27A of the Securities Act of 1933, as amended, and Section 21E of the Securities Exchange Act of 1934, as amended. You can identify these forward-looking statements by the use of words such as “outlook,” “objective,” “indicator,” “believes,” “expects,” “potential,” “continues,” “may,” “will,” “should,” “seeks,” “predicts,” “intends,” “plans,” “estimates,” “anticipates” or the negative version of these words or other comparable words. Such forward-looking statements are subject to various risks and uncertainties. Accordingly, there are or will be important factors that could cause actual outcomes or results to differ materially from those indicated in these statements. The Company believes these factors include but are not limited to those described under the section entitled “Risk Factors” in its Annual Report on Form 10-K for the fiscal year ended December 31, 2021, as such factors may be updated from time to time in its periodic filings with the SEC which are accessible on the SEC’s website at www.sec.gov. These factors should not be construed as exhaustive and should be read in conjunction with the other cautionary statements that are included in this release and in the filings. The Company assumes no obligation to update or supplement forward-looking statements that become untrue because of subsequent events or circumstances.

Contacts

Investors

Michael Needham

Blackstoneshareholderrelations@blackstone.com

+1 888-756-8443

Media

Mariel Seidman-Gati

Mariel.seidmangati@blackstone.com

+1 917-698-1674

Blackstone

Secured
Lending

Blackstone Secured Lending Fund

Fourth Quarter and Full Year 2021 Results

FEBRUARY 28, 2022

This presentation should be read in conjunction with BXSL's latest annual report filed on Form 10-K for the period ended December 31, 2021. Numbers are approximate and may not add up due to rounding.

Earnings Summary

- Net investment income of \$111 million, or \$0.67 per share, in the quarter
- Net income of \$122 million, or \$0.73 per share, in the quarter
- Net asset value of \$4.4 billion, or \$26.27 per share at quarter-end
- Total return (based on NAV) of 10.1% annualized inception to date and 12.6% for the year ended December 31, 2021⁽¹⁾
- Regular dividend of \$0.53 per share in the fourth quarter, up from \$0.50 per share in the third quarter, resulting in a regular dividend yield of 8.1%⁽²⁾

Portfolio and Investment Activity

- Total portfolio at fair value of \$9.9 billion, up 76% year-over-year
- 98% first lien, 44% loan-to-value⁽³⁾ and 0% of portfolio on non-accrual
- New investment commitments of \$2.6 billion (at par) and new investment fundings of \$2.4 billion in the quarter
- Proceeds from sales and repayments of \$788 million which generated net realized gains of \$1.3 million in the quarter

Liquidity Update

- \$809 million of liquidity in cash and undrawn debt (subject to borrowing base capacity)
 - Debt funding mix comprised of 58% unsecured debt based on drawn amounts
- Leverage at quarter-end of 1.25x and average leverage of 1.22x⁽⁴⁾ over the quarter

(1) Total return is calculated as the change in NAV per share during the period, plus dividends per share (assuming dividends and distributions are reinvested in accordance with the Company's dividend reinvestment plan), divided by the beginning NAV per share.

(2) Dividend yield is calculated as the 4Q'21 regular quarterly dividend of \$0.53 per share (annualized) divided by the December 31, 2021 NAV per share.

(3) Average loan-to-value represents the net ratio of loan-to-value for each portfolio company, weighted based on the fair value of total applicable private debt investments. Loan-to-value is calculated as the current total net debt through each respective loan tranche divided by the estimated enterprise value of the portfolio company as of the most recent quarter end.

(4) Average debt to equity leverage ratio has been calculated using the average daily borrowings during the quarter divided by average net assets.

FOURTH QUARTER AND FULL YEAR 2021 HIGHLIGHTS

(\$ in millions, unless otherwise noted)

	4Q'20	4Q'21	FY'20	FY'21
Operating Results				
Net investment income	\$ 85	\$ 111	\$ 240	\$ 352
Net income	121	122	219	460
Net investment income per share	\$ 0.78	\$ 0.67	\$ 2.51	\$ 2.43
Net income per share	1.11	0.73	2.29	3.19
Regular dividends per share	0.50	0.53	2.00	2.03
Special dividends per share	0.30	-	0.30	-
Annualized net investment income return ⁽¹⁾	12.5%	10.2%	9.6%	9.6%
Total return based on NAV ⁽²⁾	4.4%	2.5%	6.5%	12.6%
Portfolio Activity				
New investment commitments, at par	\$ 2,211	\$ 2,597	\$ 4,913	\$ 8,379
New investment fundings	2,030	2,392	4,537	6,833
Investments sold and repaid	(1,392)	(788)	(2,075)	(2,734)
			12/31/20	12/31/21
Balance Sheet				
Investments at fair value			\$ 5,586	\$ 9,855
Total debt outstanding ⁽³⁾			2,500	5,499
Net asset value			3,268	4,447
Net asset value per share			25.20	26.27
Ending debt-to-equity ⁽³⁾			0.77x	1.25x
Average debt-to-equity ⁽³⁾			0.90x	1.22x
% First lien			98.5%	97.6%
Weighted average yield on debt and income producing investments, at fair value ⁽⁴⁾			7.7%	7.2%
Number of portfolio companies			81	148

(1) Annualized net investment income return is calculated as the net investment income per share divided by NAV per share at the beginning of the period.

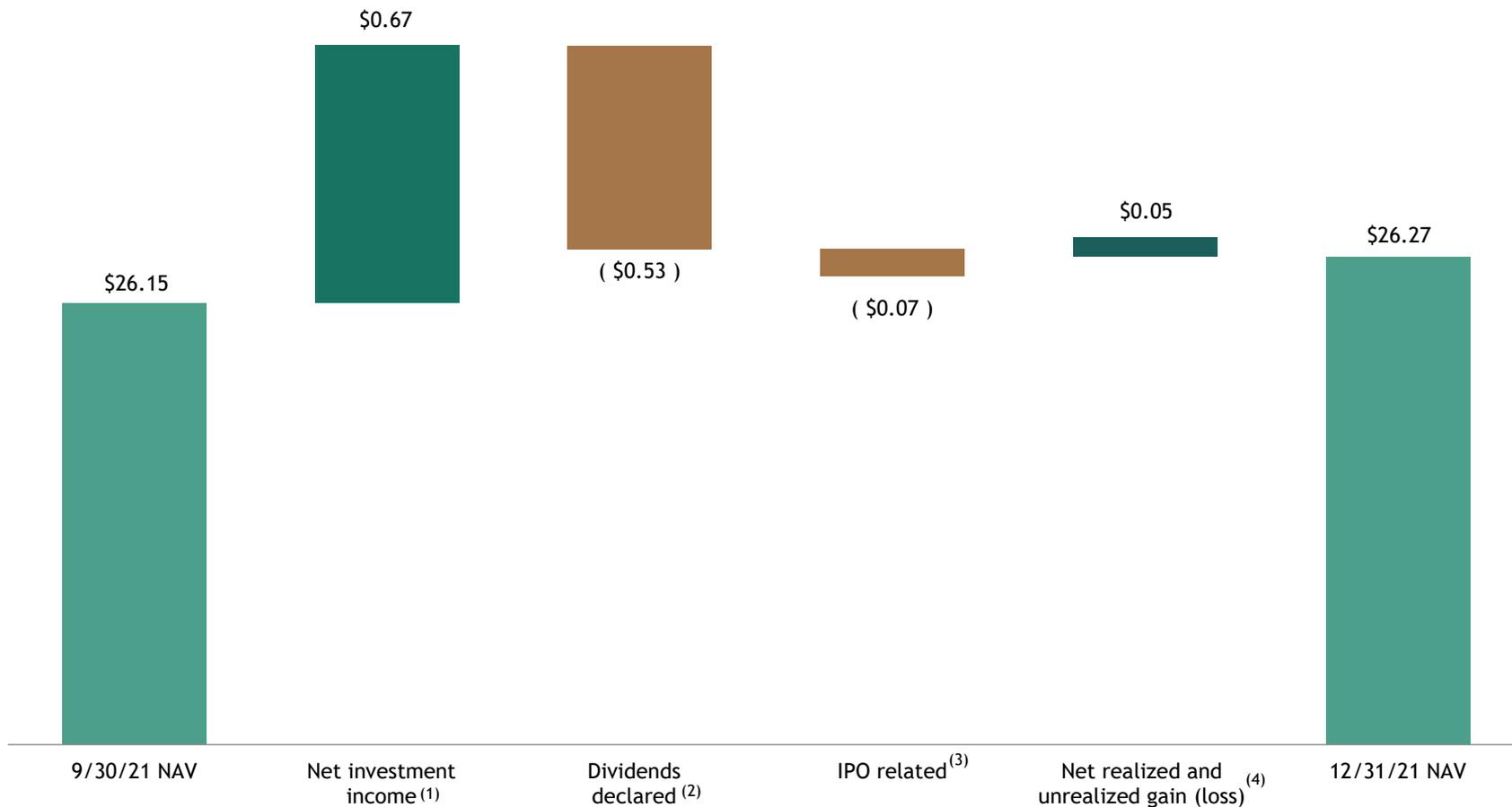
(2) Total return is calculated as the change in NAV per share during the period, plus dividends per share (assuming dividends and distributions are reinvested in accordance with the Company's dividend reinvestment plan), divided by the beginning NAV per share.

(3) Total debt outstanding is shown net of unamortized debt issuance costs. Average and ending leverage is calculated using principal amounts outstanding.

(4) Computed as (a) the annual stated interest rate or yield plus the annual accretion of discounts or less the annual amortization of premiums, as applicable, on accruing debt included in such securities, divided by (b) total debt investments (at fair value) included in such securities. Actual yields earned over the life of each investment could differ materially from the yields presented.

Fourth Quarter 2021 Net Asset Value Bridge

(\$ per share)



(1) The per share data was derived by using the weighted average shares outstanding during the period.

(2) The per share data for dividends was derived by using the actual shares outstanding at the date of the relevant transactions.

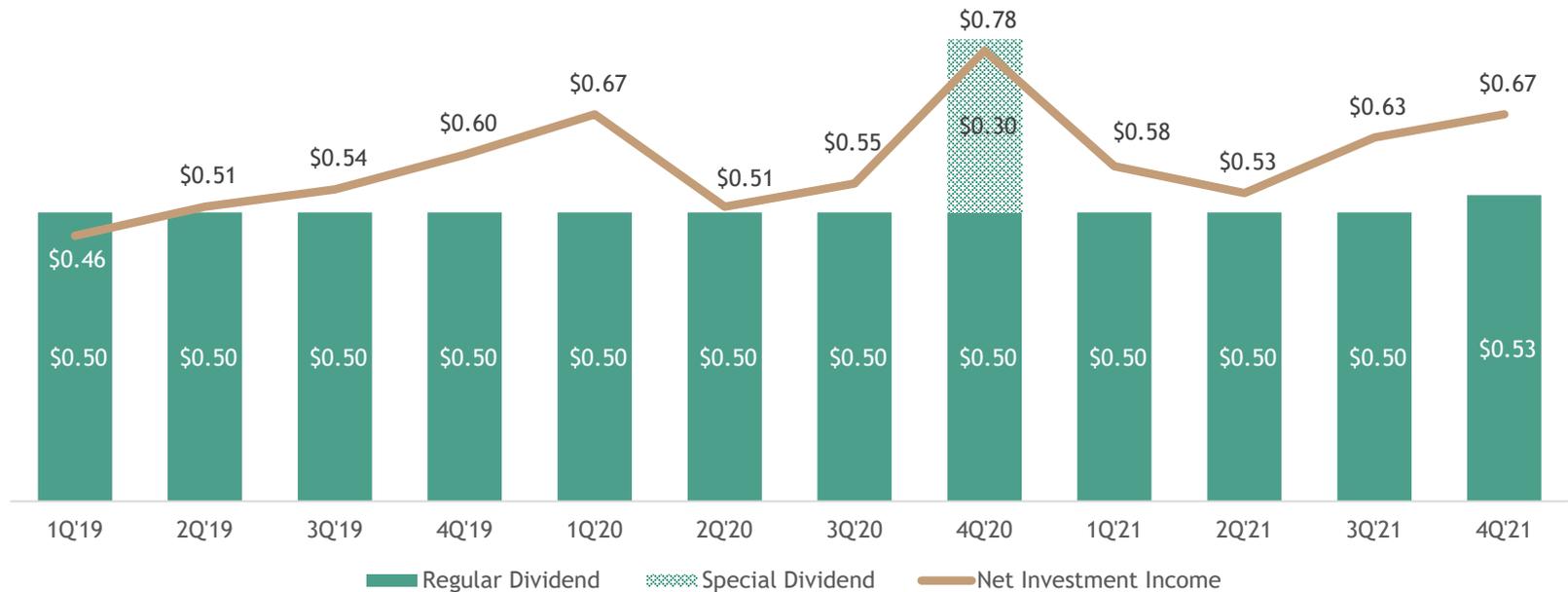
(3) Includes impact of underwriting commissions and offerings costs relating to the IPO.

(4) The amount shown does not correspond with the aggregate amount for the period as it includes the effect of the timing of capital transactions.

DIVIDEND COVERAGE HISTORY

- 4Q'21 dividend of \$0.53 per share, up from \$0.50 per share in the prior quarter
- Previously announced four special dividends totaling \$0.65 per share to be paid out by November 2022⁽¹⁾
- Current 8.1% regular dividend yield⁽²⁾ with an additional yield of 2.5%⁽³⁾ from special dividends previously declared
- Regular dividend exceeded by net investment income which increased from the prior quarter due to prepayment activity and operating at target leverage levels

Quarterly dividends per share



Quarterly Regular Dividend Yield ⁽²⁾	1Q'19	2Q'19	3Q'19	4Q'19	1Q'20	2Q'20	3Q'20	4Q'20	1Q'21	2Q'21	3Q'21	4Q'21
	7.9%	7.8%	7.8%	7.7%	9.2%	8.4%	8.0%	7.9%	7.8%	7.7%	7.6%	8.1%

(1) Special dividends of \$0.10, \$0.15, \$0.20 and \$0.20 to be paid on May 13, 2022, May 13, 2022, August 12, 2022 and November 14, 2022, respectively.

(2) Dividend yield is calculated as regular quarterly dividends (annualized) per share divided by the ending NAV per share.

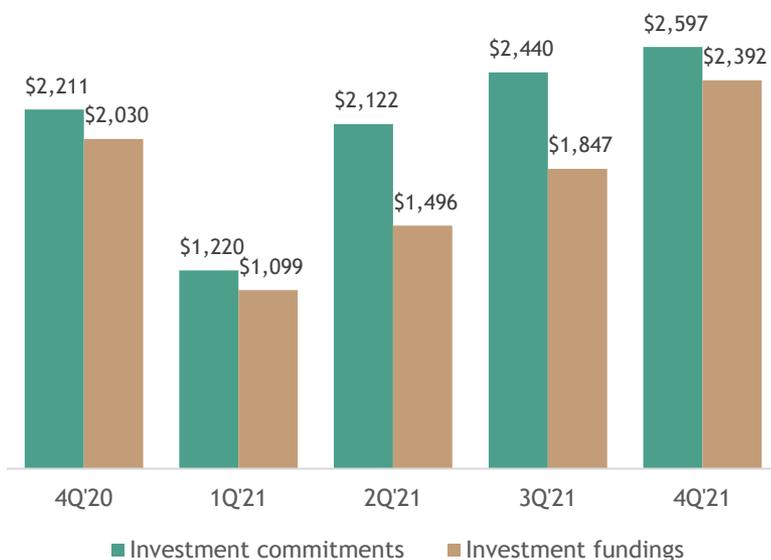
(3) Special dividend yield is calculated as total previously declared special dividends of \$0.65 per share divided by December 31, 2021 NAV of 26.27.

INVESTMENT ACTIVITY

- Portfolio fair market value increased to \$9.9 billion from \$8.2 billion as of September 30, 2021 and \$5.6 billion as of December 31, 2020
- Net portfolio activity of \$1.6 billion in the quarter:
 - New investment commitments of \$2.6 billion (at par); New investment fundings of \$2.4 billion
 - Proceeds from sales and repayments of \$788 million

Originations and Fundings

(\$ in millions)



Investment Activity Summary

(\$ in millions, unless otherwise noted)

	4Q '21
Investment commitments, at par	\$ 2,597
Investment fundings	2,392
Investments sold	(347)
Investments repaid	(441)
Net funded investment activity	\$ 1,604
Average new investment commitment	\$ 63
Number of new portfolio companies	41
Weighted average yield of new investment commitments ⁽¹⁾	7.0%
Weighted average yield on investments fully sold or paid down ⁽¹⁾	7.8%

(1) Computed as (a) the annual stated interest rate or yield plus the annual accretion of discounts or less the annual amortization of premiums, as applicable, on accruing debt included in such securities, divided by (b) total debt investments (at fair value) included in such securities. Actual yields earned over the life of each investment could differ materially from the yields presented.

PORTFOLIO CHARACTERISTICS

97.6%

of investments in first lien, senior secured debt⁽¹⁾

44.0%

Average loan to value (LTV)⁽²⁾⁽³⁾

99.9%

of debt investments are floating rate⁽¹⁾

148

portfolio companies

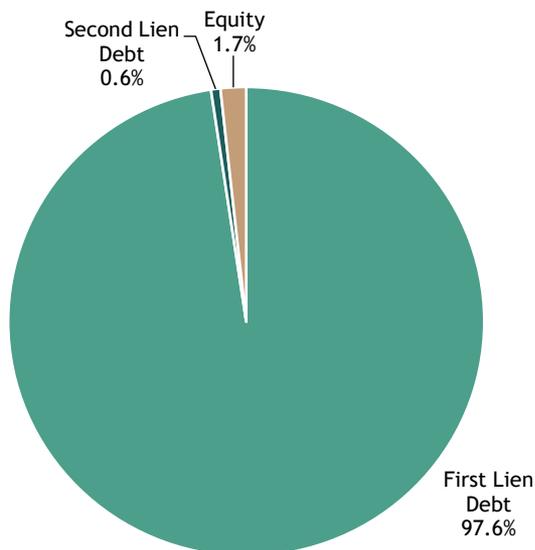
\$9.9B

investments at fair value

0%

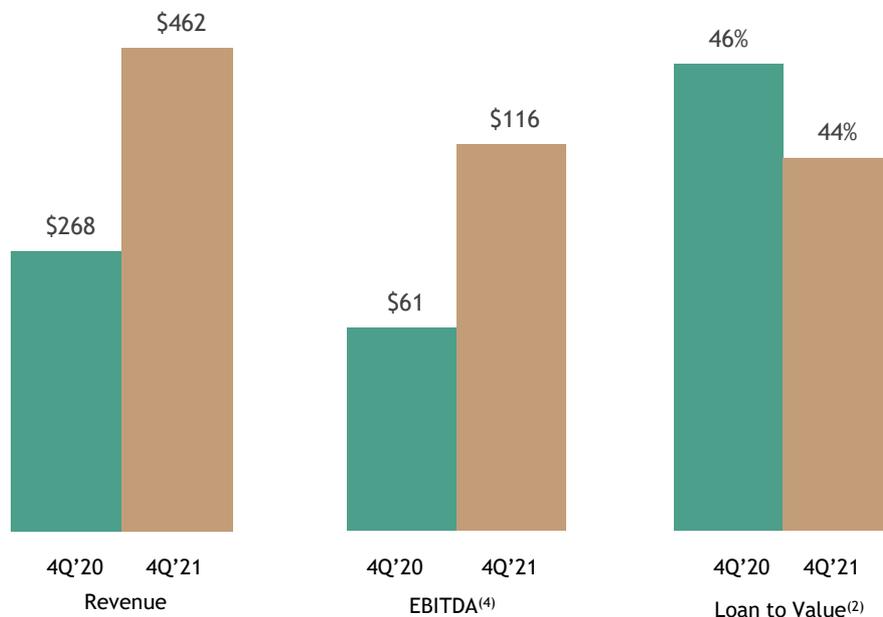
non-accrual debt investments⁽¹⁾

Portfolio predominantly first lien debt⁽¹⁾



Portfolio company weighted average revenue, EBITDA and LTV(%)⁽³⁾

(\$ in millions, unless otherwise noted)



(1) Based on the fair market value of the portfolio.

(2) Average loan-to-value represents the net ratio of loan-to-value for each portfolio company, weighted based on the fair value of total applicable private debt investments. Loan-to-value is calculated as the current total net debt through each respective loan tranche divided by the estimated enterprise value of the portfolio company as of the most recent quarter end.

(3) Includes all private debt investments for which fair value is determined by the Board of Trustees in conjunction with a third-party valuation firm and excludes quoted assets. Amounts are weighted on fair market value of each respective investment. Amounts were derived from the most recently available portfolio company financial statements, have not been independently verified by BXS, and may reflect a normalized or adjusted amount. Accordingly, BXS makes no representation or warranty in respect of this information. This represents approximately 95% of the total debt portfolio based on fair value.

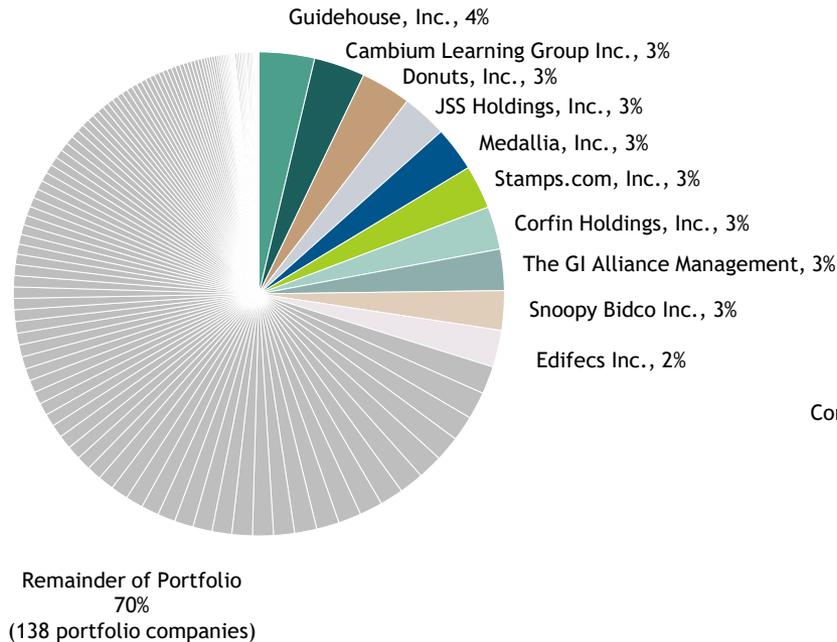
(4) EBITDA is a non-GAAP financial measure. For a particular portfolio company, EBITDA is generally defined as net income before net interest expense, income tax expense, depreciation and amortization.

PORTFOLIO CONSTRUCTION

- Top ten portfolio companies represent approximately 30% of the portfolio
- Portfolio well-diversified across industries with no issuer accounting for more than 5% of the portfolio

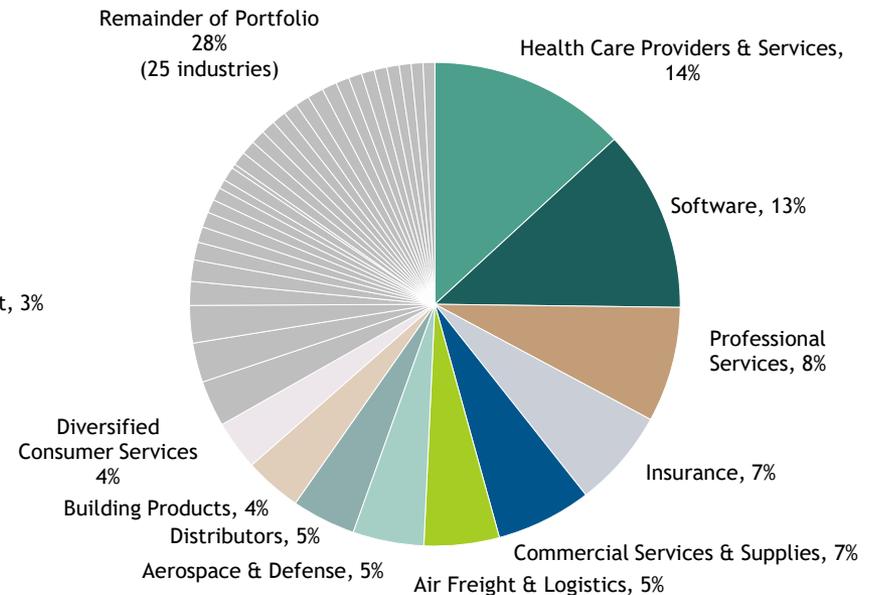
Top Ten Portfolio Companies⁽¹⁾

(as of December 31, 2021)



Top Ten Industries⁽¹⁾

(as of December 31, 2021)



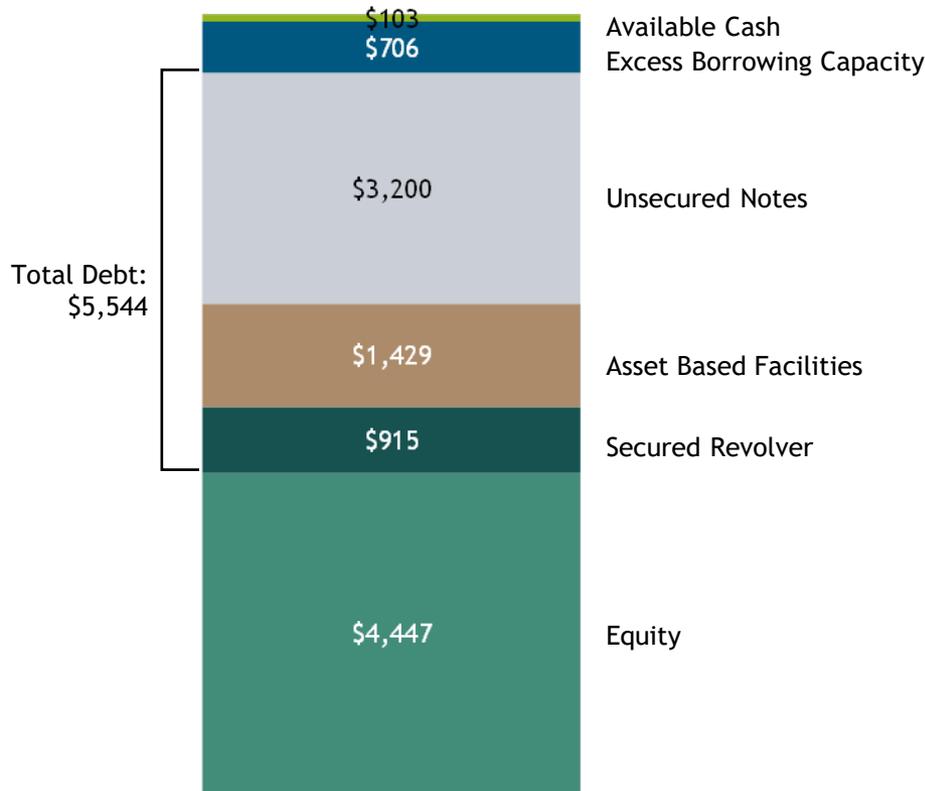
(1) Based on fair market value.

FUNDING PROFILE

- Flexible and efficient liability management, utilizing diversified financing sources with significant available liquidity

Funding Profile

(\$ in millions)



~75%

of assets supported by unsecured debt and equity

\$809M

of liquidity in cash and undrawn debt provides capacity to the business

\$6.3B

of total committed debt capacity

2.9%

weighted average cost of debt⁽¹⁾

~4.2 years

to average maturity

(1) Cost of debt represents amounts for 4Q'21 annualized. Includes unused fees and the accretion of original issue discount.

STATEMENTS OF FINANCIAL CONDITION

(\$ in millions, except per share data)

	12/31/20	12/31/21
Assets		
Investments at fair value	\$ 5,586	\$ 9,855
Cash and cash equivalents	218	103
Interest receivable	21	63
Deferred financing costs	7	14
Receivable for investments	115	143
Subscription receivable	3	-
Other assets	1	0
Total Assets	\$ 5,951	\$ 10,178
Liabilities & Net Assets		
Debt (net of unamortized debt issuance costs)	\$ 2,500	\$ 5,499
Payable for investments purchased	49	36
Due to affiliates	6	8
Management fees payable	10	18
Income based incentive fee payable	15	20
Capital gains incentive fee payable	1	17
Interest payable	15	39
Distribution payable	87	90
Accrued expenses and other liabilities	1	3
Total Liabilities	\$ 2,683	\$ 5,730
Total Net Assets	\$ 3,268	\$ 4,447
Total Liabilities and Net Assets	\$ 5,951	\$ 10,178
Net Asset Value per share	\$ 25.20	\$ 26.27

SUMMARY OF OPERATING RESULTS - COMPARATIVE

(\$ in millions, except share and per share data)

	4Q'20	4Q'21	FY'20	FY'21
Investment Income				
Interest Income	\$ 135	\$ 186	\$ 382	\$ 611
Payment-in-kind interest income	1	5	7	8
Dividend income	—	0	—	0
Fee Income	1	1	1	6
Total investment income	\$ 137	\$ 192	\$ 390	\$ 625
Operating Expenses				
Interest expense	\$ 21	\$ 39	\$ 66	\$ 120
Management fees	10	22	33	62
Income based incentive fees	15	22	42	67
Capital gains incentive fees	1	2	(3)	16
Other operating expenses	4	2	10	11
Total expenses	\$ 51	\$ 87	\$ 148	\$ 277
Management fee waived	—	(4)	—	(4)
Incentive fee waived	—	(2)	—	(2)
Expense Support	—	—	—	—
Recoupment of expense support	0	—	1	—
Net expenses before excise tax	51	81	150	271
Excise tax expense	0	1	1	2
Total expenses after excise tax	52	82	150	273
Net investment income	\$ 85	\$ 111	\$ 240	\$ 352
Net realized and unrealized gains (losses)				
Net realized gain (loss)	(7)	(1)	(4)	5
Net change in unrealized appreciation (depreciation)	42	12	(17)	104
Net realized and unrealized gains (losses)	36	11	(21)	109
Net increase (decrease) in net assets resulting from operations	\$ 121	\$ 122	\$ 219	\$ 460
Per share data⁽¹⁾				
Net investment income (basic and diluted)	\$ 0.78	\$ 0.67	\$ 2.51	\$ 2.43
Earnings (loss) per share (basic and diluted)	1.11	0.73	2.29	3.19
Dividends declared per share (regular)	0.50	0.53	2.00	2.03
Dividends declared per share (special)	0.30	—	0.30	—
Weighted average shares outstanding (basic and diluted)	109,068,653	165,921,691	95,333,867	144,510,122

(1) Per share data is calculated based on weighted average shares outstanding, unless otherwise noted. Dividends declared were derived by using the actual shares outstanding at the date of the relevant transactions.

Supplemental Details

SUMMARY OF QUARTERLY FINANCIAL HIGHLIGHTS

(\$ in millions, unless otherwise noted)

	4Q'20	1Q'21	2Q'21	3Q'21	4Q'21
Operating Results					
Net investment income	\$ 85	\$ 76	\$ 71	\$ 94	\$ 111
Net income	121	112	117	110	122
Net investment income per share	\$ 0.78	\$ 0.58	\$ 0.53	\$ 0.63	\$ 0.67
Net income per share	1.11	0.86	0.87	0.74	0.73
Regular dividends per share	0.50	0.50	0.50	0.50	0.53
Special dividends per share	0.30	-	-	-	-
Annualized net investment income return ⁽¹⁾	12.5%	9.2%	8.3%	9.7%	10.2%
Quarterly total return based on NAV ⁽²⁾	4.4%	3.4%	3.4%	2.8%	2.5%
Portfolio Activity					
New investment commitments, at par	\$ 2,211	\$ 1,220	\$ 2,122	\$ 2,440	\$ 2,597
New investment fundings	2,030	1,099	1,496	1,847	2,392
Investments sold and repaid	(1,392)	(637)	(302)	(1,007)	(788)
	12/31/20	3/31/21	6/30/21	9/30/21	12/31/21
Balance sheet					
Investments at fair value	\$ 5,586	\$ 6,105	\$ 7,357	\$ 8,223	\$ 9,855
Total debt outstanding ⁽³⁾	2,500	2,946	3,761	4,458	5,499
Net asset value	3,268	3,326	3,741	4,142	4,447
Net asset value per share	25.20	25.56	25.92	26.15	26.27
Ending debt-to-equity ⁽³⁾	0.77x	0.89x	1.01x	1.09x	1.25x
Average debt-to-equity ⁽³⁾	0.90x	0.80x	0.99x	1.16x	1.22x
% First lien	98.5%	98.2%	98.1%	98.1%	97.6%
Weighted average yield on debt and income producing investments, at fair value ⁽⁴⁾	7.7%	7.6%	7.4%	7.3%	7.2%
Number of portfolio companies	81	89	111	117	148

(1) Annualized net investment income return is calculated as the total quarterly net investment income per share (annualized) divided by NAV per share at the beginning of the quarter.

(2) Total return is calculated as the change in NAV per share during the period, plus dividends per share (assuming dividends and distributions are reinvested in accordance with the Company's dividend reinvestment plan), divided by the beginning NAV per share.

(3) Total debt outstanding is shown net of unamortized debt issuance costs. Average and ending leverage is calculated using principal amounts outstanding.

(4) Computed as (a) the annual stated interest rate or yield plus the annual accretion of discounts or less the annual amortization of premiums, as applicable, on accruing debt included in such securities, divided by (b) total debt investments (at fair value) included in such securities. Actual yields earned over the life of each investment could differ materially from the yields presented.

SUMMARY OF QUARTERLY OPERATING RESULTS

(\$ in millions, except share and per share data)

	4Q'20	1Q'21	2Q'21	3Q'21	4Q'21
Investment Income					
Interest Income	\$ 135	\$ 128	\$ 131	\$ 165	\$ 186
Payment-in-kind interest income	1	2	0	1	5
Dividend income	—	—	—	—	0
Fee Income	1	1	4	0	1
Total investment income	\$ 137	\$ 131	\$ 135	\$ 167	\$ 192
Operating Expenses					
Interest expense	\$ 21	\$ 21	\$ 27	\$ 33	\$ 39
Management fees	10	12	13	15	22
Income based incentive fees	15	14	14	17	22
Capital gains incentive fees	1	5	7	2	2
Other operating expenses	4	3	3	3	2
Total expenses	\$ 51	\$ 55	\$ 64	\$ 71	\$ 87
Management fee waived	—	—	—	—	(4)
Incentive fee waived	—	—	—	—	(2)
Expense Support	—	—	—	—	—
Recoupment of expense support	0	—	—	—	—
Net expenses before excise tax	51	55	64	71	81
Excise tax expense	0	(0)	—	2	1
Total expenses after excise tax	52	55	64	73	82
Net investment income	\$ 85	\$ 76	\$ 71	\$ 94	\$ 111
Net Realized and Unrealized Gains (Losses)					
Net realized gain (loss)	(7)	4	3	(2)	(1)
Net change in unrealized appreciation (depreciation)	42	32	42	18	12
Net realized and unrealized gains (losses)	36	36	45	16	11
Net increase (decrease) in net assets resulting from operations	\$ 121	\$ 112	\$ 117	\$ 110	\$ 122
Per Share Data⁽¹⁾					
Net investment income (basic and diluted)	\$ 0.78	\$ 0.58	\$ 0.53	\$ 0.63	\$ 0.67
Earnings (loss) per share (basic and diluted)	1.11	0.86	0.87	0.74	0.73
Dividends declared per share (regular)	0.50	0.50	0.50	0.50	0.53
Dividends declared per share (special)	0.30	—	—	—	—
Weighted average shares outstanding (basic and diluted)	109,068,653	129,967,204	133,789,760	147,932,846	165,921,691

(1) Per share data is calculated based on weighted average shares outstanding, unless otherwise noted. Dividends declared were derived by using the actual shares outstanding at the date of the relevant transactions.

FUNDING SOURCES SUMMARY

- No debt maturities until July 2023
- \$809 million of liquidity in cash and undrawn debt⁽¹⁾ as of December 31, 2021

	Counterparty and Initial Date Entered	Interest Rate	Maturity Date	Principal Committed	Total Outstanding (Par)
Jackson Hole Funding	JPM - 11/16/18	Libor + 2.375%	5/16/2025	\$400	\$361
Breckenridge Funding	BNP - 12/21/18	Libor + 1.55% - 2.15% ⁽²⁾	12/21/2026	\$825	\$569
Big Sky Funding	BOA - 12/10/19	Libor + 1.70%	9/30/2024	\$500	\$500
Revolving Credit Facility (Syndicated)	Citi - 6/15/20	Libor + 1.75% - 1.875% ⁽³⁾	6/15/2025	\$1,325	\$915
2023 Notes	7/15/20	3.65%	7/14/2023	\$400	\$400
2026 Notes	10/23/20	3.63%	1/15/2026	\$800	\$800
New 2026 Notes	3/16/21	2.75%	9/16/2026	\$700	\$700
2027 Notes	7/23/21	2.13%	2/15/2027	\$650	\$650
2028 Notes	9/30/21	2.85%	9/30/2028	\$650	\$650
Totals:				\$6,250	\$5,544

(1) Subject to borrowing base availability

(2) Interest rate is Libor + 1.55%, Libor + 1.90% or Libor + 2.15% per annum depending on the nature of the advances and underlying collateral.

(3) Interest rate is Libor + 1.75% or Libor + 1.875% depending on borrowing base availability at the time of borrowing.

Important Disclosure Information

FORWARD LOOKING STATEMENTS

This presentation may contain forward-looking statements within the meaning of Section 27A of the Securities Act of 1933, as amended, and Section 21E of the Securities Exchange Act of 1934, as amended, which reflect BXSL's current views with respect to, among other things, its operations and financial performance, its business plans and the impact of and recovery from the negative effects of the COVID-19 pandemic. You can identify these forward-looking statements by the use of words such as "outlook," "objective," "indicator," "believes," "expects," "potential," "continues," "may," "will," "should," "seeks," "predicts," "intends," "plans," "estimates," "anticipates" or the negative version of these words or other comparable words. Such forward-looking statements are subject to various risks and uncertainties. Accordingly, there are or will be important factors that could cause actual outcomes or results to differ materially from those indicated in these statements. BXSL believes these factors include but are not limited to those described under the section entitled "Risk Factors" in its Annual Report on Form 10-K for the fiscal year ended December 31, 2021, as such factors may be further updated from time to time in its periodic filings with the Securities and Exchange Commission ("SEC") which are accessible on the SEC's website at www.sec.gov. These factors should not be construed as exhaustive and should be read in conjunction with the other cautionary statements that are included in this presentation and in the filings. BXSL assumes no obligation to update or supplement forward-looking statements that become untrue because of subsequent events or circumstances.