

# First Eagle Alternative Capital BDC, Inc. Quarterly Update

March 31, 2022

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# Notice to Recipients

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The Company undertakes no duty to update any forward-looking statements made herein. All forward-looking statements speak only as of the date of this presentation.

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First Eagle Investments is the brand name for First Eagle Investment Management, LLC and its subsidiary investment advisers. First Eagle Alternative Credit is the brand name for those subsidiary investment advisers engaged in the alternative credit business.

# First Eagle Alternative Capital BDC, Inc. (NASDAQ: FCRD)

## Middle Market Lender

- Direct origination of first lien senior secured loans in the middle market
- Investment portfolio totaling approximately \$401 million across 77 portfolio companies as of March 31, 2022<sup>1</sup>
- Invested approximately \$2.5 billion in 181 portfolio investments since June 2009<sup>2</sup>

## Current Investment Criteria

- Private equity sponsored companies
- Typically invest in companies with EBITDA of \$5 to \$25 million
- Targeting investment hold sizes of less than 2.5% of FCRD's portfolio (approximately \$10 million)

## FCRD Competitive Advantages

- Access to scale and resources of \$21 billion FEAC investment platform<sup>3</sup>
- Increased deal flow and improved diversification for FCRD
- Strong and consistent shareholder alignment

First Eagle Alternative Credit (or "FEAC") is the brand name for those investment advisers of First Eagle Investments engaged in the alternative credit business. First Eagle Investments is the brand name for First Eagle Investment Management, LLC and its subsidiary investment advisers.

**Not a guarantee of future AUM, platform size, or composition.** See page 30 for important endnotes.

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# FCRD Strategy Update

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# Aligning Interests with Shareholders

Initiatives targeting an increase to Net Investment Income over the next 4 quarters

## Enhance investment income

- Refinancing Logan JV's investments through the issuance of a middle market CLO is expected to be accretive to Logan JV, allowing for increased distributions to the Company
  - Increased leverage at Logan JV from 1.8x to ~2.8x
  - Decreased borrowing rate by approximately 25 bps
  - Provides a more efficient structure, particularly in a volatile market as it is not subject to mark-to-market borrowing restrictions
- Expansion of investment portfolio
  - Increased leverage target of 1.3x – 1.4x allows for additional new investments at the Company
    - Credit facility size increased to \$175 million to support new leverage target
  - Redeploy potential return of capital from Logan JV into new direct lending assets

## Reduce borrowing costs

- Reduced interest rate spread on revolving credit facility from 3.0% to 2.5%
  - Weighted average cost of borrowing at March 31, 2022 was 4.0%, down from 4.2% at December 31, 2021

## Further diversification of portfolio

- Investment in Logan JV (as % of FMV Portfolio) expected to decrease from 18.6% as of March 31, 2021 to between 15%-16%
- Logan JV Middle Market CLO will maintain a similarly diversified portfolio profile as the prior portfolio:
  - +95% first lien senior secured directly originated, club and syndicated bank loans

**There can be no assurances or guarantees that the Company's investment objectives will be realized or that the Company investment strategy will prove successful.** There can be no guarantee that such targets will be achieved. Target returns are subject to numerous assumptions that are unlikely to be consistent with, and may differ materially from, actual events.

# Refinancing of Logan JV to MM CLO

On April 19, 2022, First Eagle Logan JV, LLC through its wholly-owned and consolidated subsidiary, LJV I MM CLO LLC closed a \$300M new issue middle-market CLO

	Logan JV SPV <sup>1</sup>	LJV I MM CLO LLC <sup>2</sup>
Portfolio Assets (par):	\$277 million	\$300 million
Borrowings Outstanding:	\$164 million	\$243 million <sup>3</sup>
Debt to Equity:	~1.8x	~4.2x <sup>3</sup>
Other Changes:	<ul style="list-style-type: none"> <li>• Lender approval required for investments held in portfolio</li> <li>• Financing subject to borrowing base and advance rates, which can fluctuate due to changes in market conditions                             <ul style="list-style-type: none"> <li>– May require selling assets to meet borrowing base requirements at inopportune points in the market cycle, permanently realizing losses</li> </ul> </li> </ul>	<ul style="list-style-type: none"> <li>• Generally no lender involvement in investment decisions</li> <li>• No changing advance rates due to market conditions                             <ul style="list-style-type: none"> <li>– Tempers need to sell assets at inopportune point in market cycle and recognizing permanent losses</li> </ul> </li> <li>• Potential for return of capital to Company for reinvestment in direct lending assets.</li> </ul>

1. As of March 31, 2022

2. CLO only. Does not include assets not transferred to CLO, which may be liquidated and/or distributed to joint venture partners.

3. Excludes notes held directly by the Logan JV.

## Recent Amendment to BDC Credit Facility

FCRD amended its credit facility to lower weighted average borrowing cost to 3.97% as of March 31, 2022 from 4.19% as of December 31, 2021, upsize the facility to \$175M, and extend the maturity

FCRD maintains a diversified and flexible capital structure with approximately 51% of outstanding debt in unsecured notes and the remainder represented by borrowings under a revolving credit facility

### FCRD Borrowing Summary as of March 31, 2022

<i>\$ in millions</i>	Commitment	Outstanding	Interest Rate	Maturity
<b>Revolving Credit Facility</b> <sup>1</sup>	\$175.0 Option to upsize to \$250.0	\$105.5	3.11% <sup>3</sup> (50 bps Adjusted SOFR Floor + 250)	- Revolving period through March 2027 and final maturity of March 2028
<b>2026 Notes</b> <sup>2</sup> - NYSE: FCRX	\$111.6	\$111.6	4.90%	- 2026 Notes mature on May 25, 2026 - Interest payable quarterly
<b>Total</b>	\$286.6	\$217.1	3.97% <sup>4</sup>	

1. The Revolving Credit Facility commitments were upsized from \$150.0 million to \$175.0 million on March 11, 2022.

2. The 2026 Notes were issued in May 2021 and November 2021. The proceeds from the public offering were used to redeem the 2022 Notes and 2023 Notes.

3. Based on one-month SOFR (with adjustment) effective March 11, 2022.

4. Total Interest Rate reflects weighted average.

# Shareholder-Friendly Fee Structure

- The Advisor will waive management fees in 2Q 2022 up to an amount to maintain at least a \$01.10 NII per share with the aim of offsetting the impact of upfront refinancing costs of the Logan JV
- Base management and total return incentive fee on income
- Among the highest hurdle rates among comparable BDCs<sup>1</sup>

## FCRD Fee Structure

Base Management Fee	1.0% on gross assets
Incentive Fee Features	
• Annualized Fee	17.5%
• Annualized Hurdle	8%
• Total Return Hurdle <sup>2</sup>	Yes
• Deferral of PIK and non-cash items until realized	Yes

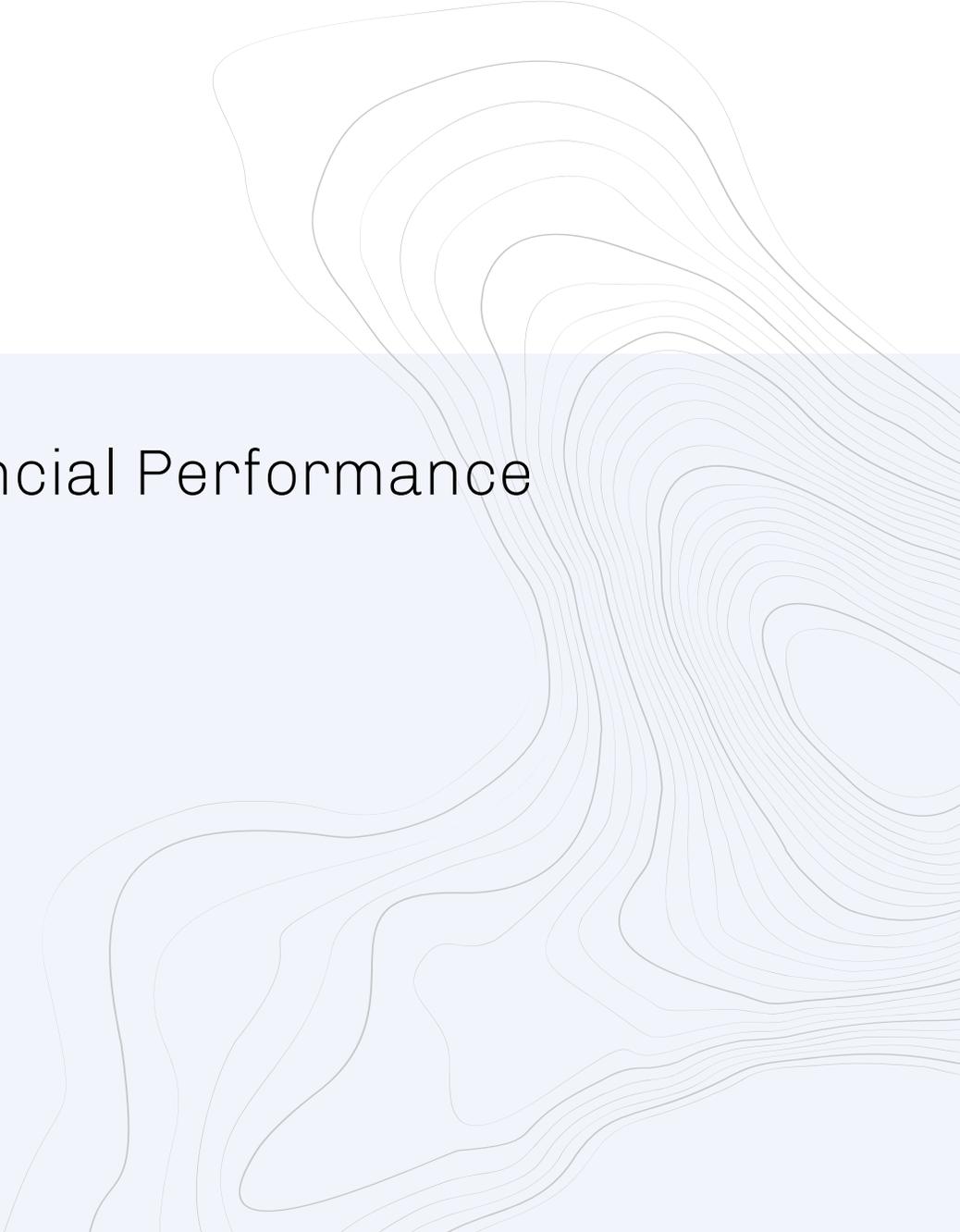
1. Based on universe of 38 publicly-traded BDCs from KBW's Weekly BDC/RIC Market Overview dated March 31, 2022.

2. The hurdle rate represents a minimum return requirement that must be met before the incentive fee can be paid. For more information on the hurdle rate and incentive fees, refer to Note 4 in the Notes to Consolidated Financial Statements in FCRD's most recently filed annual report on Form 10-K.

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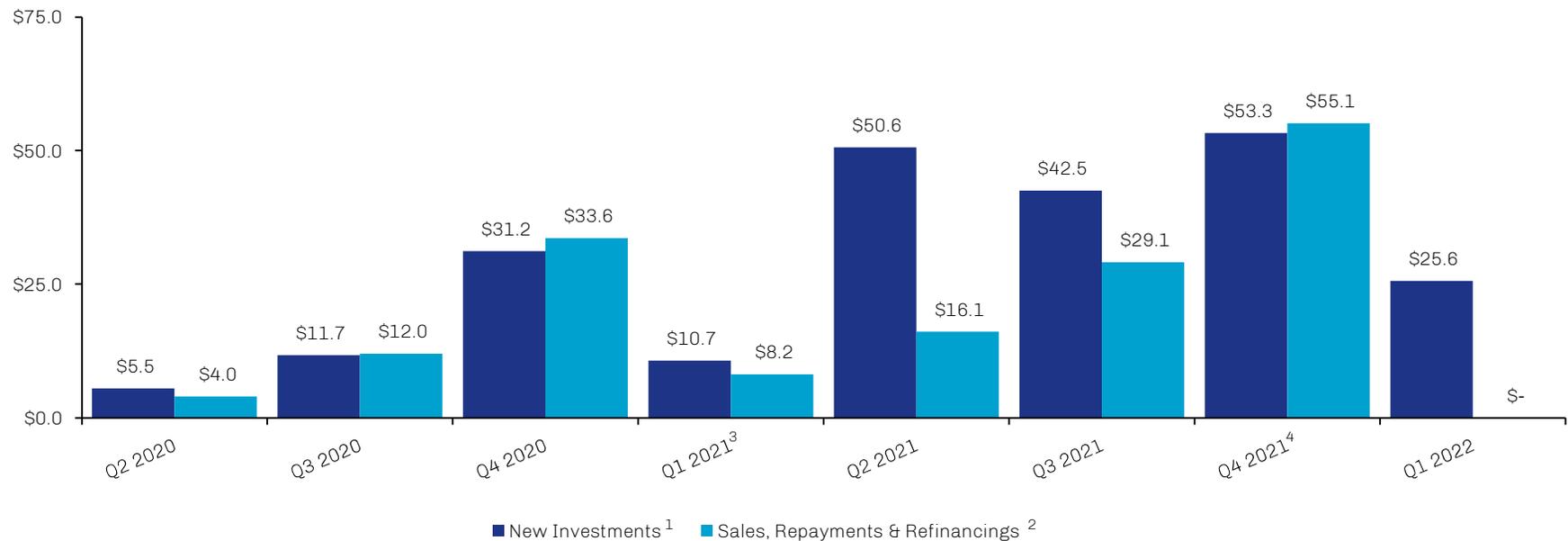
# Portfolio Overview & Financial Performance



# Investment Portfolio Activity

- Maintain underwriting discipline across market cycles with emphasis on portfolio optimization
- Leveraging broader FEAC direct lending platform to drive originations

## New Investments / Sales, Repayments & Refinancings (\$ in millions)



1. New Investments represent total par or principal amount of investments closed during the quarter, unless otherwise noted. Includes follow-on investments and funded delayed draw and revolver commitments.

2. Sales, Repayments and Refinancing represents par or principal amount on sales, prepayments and refinancings of investments liquidated during the quarter. Excludes prepayment premiums.

3. Q1 2021: Excludes short-term \$14.9 million broadly syndicated loan portfolio from New Investments.

4. Q4 2021 includes both debt repayments and proceeds from sale of equity positions & redemption of warrants.

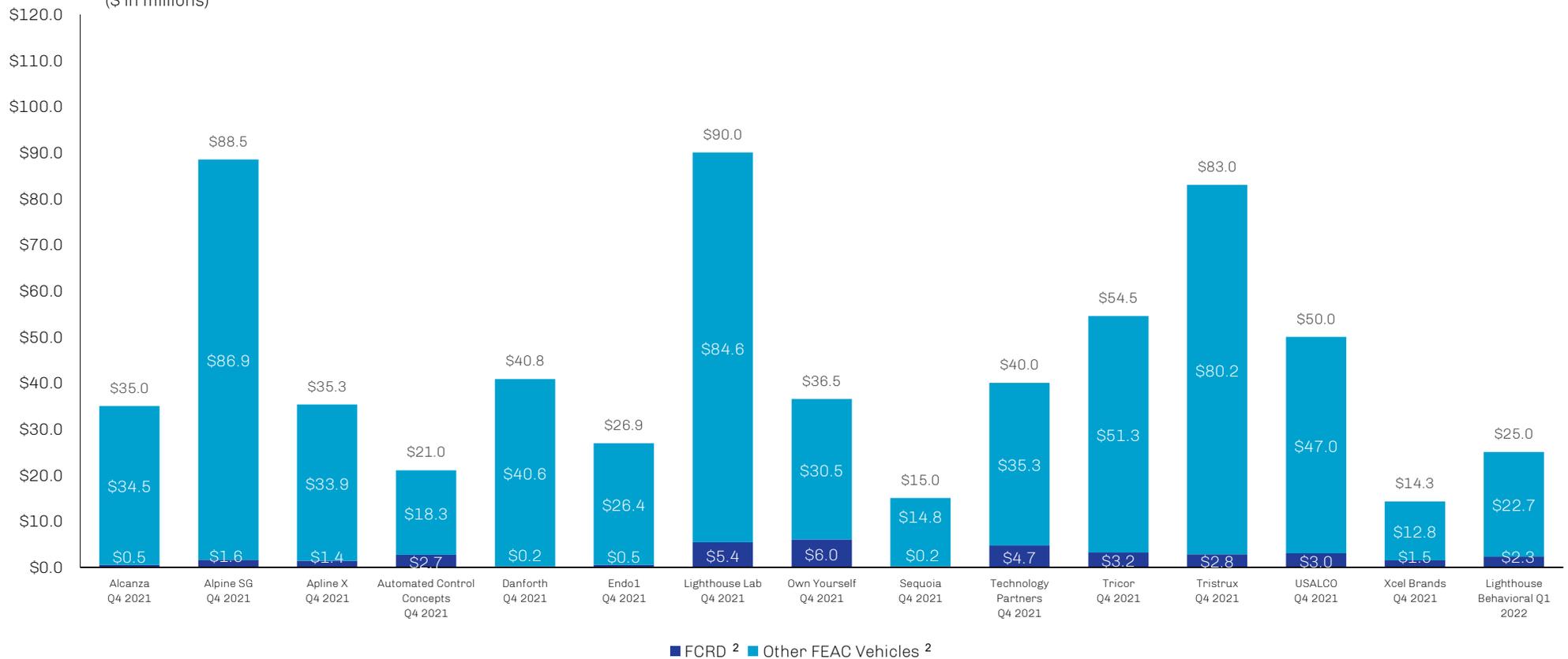
Note: Not a guarantee of future performance, portfolio composition, or investment pace.

# Direct Lending Platform Deployment

- Co-investment across FEAC's Direct Lending platform has resulted in smaller, more diversified positions for FCRD and better competitive positioning

## New FCRD Investments (Q4 2021 & Q1 2022)<sup>1</sup>

(\$ in millions)



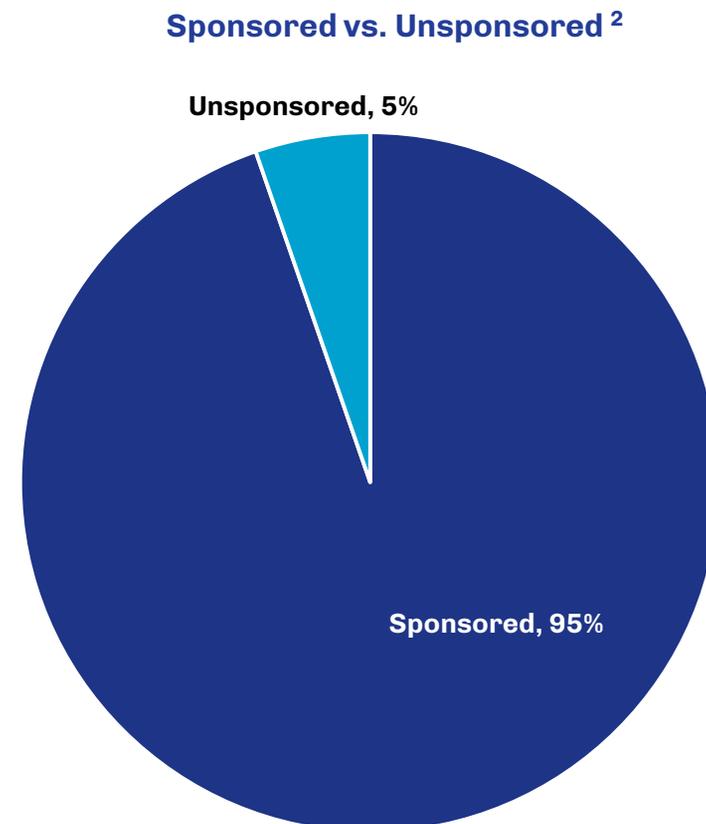
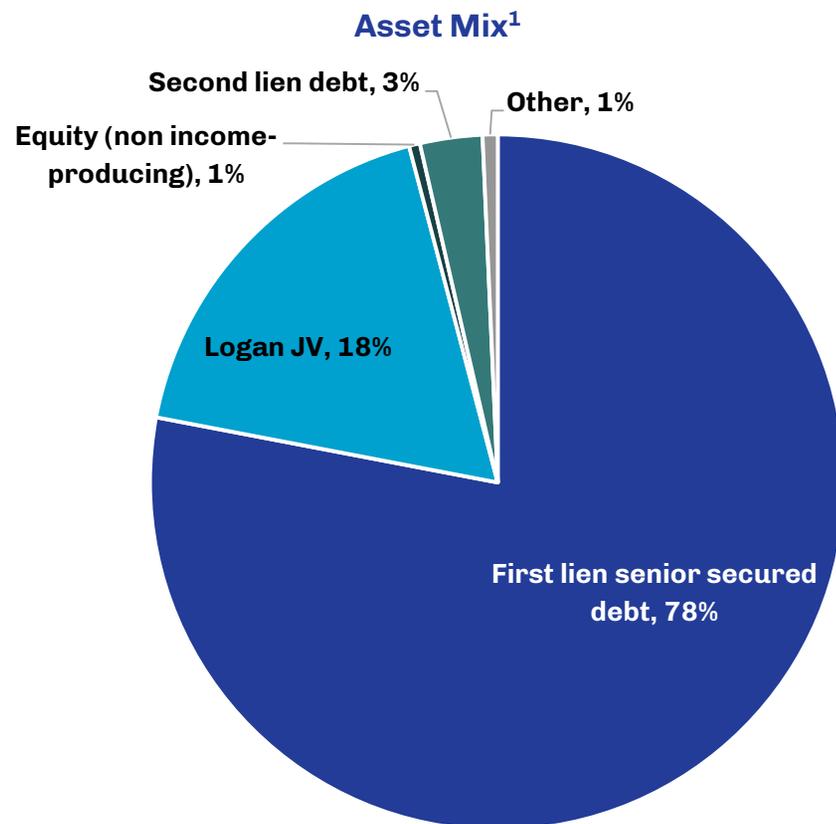
1. As of March 31, 2022.

2. Represents initial principal dollars invested.

Note: Not a guarantee of future portfolio composition or performance.

# Portfolio Construction

- Predominantly first lien senior secured loans to sponsor-backed middle market companies



1. Based on fair market value as of March 31, 2022.

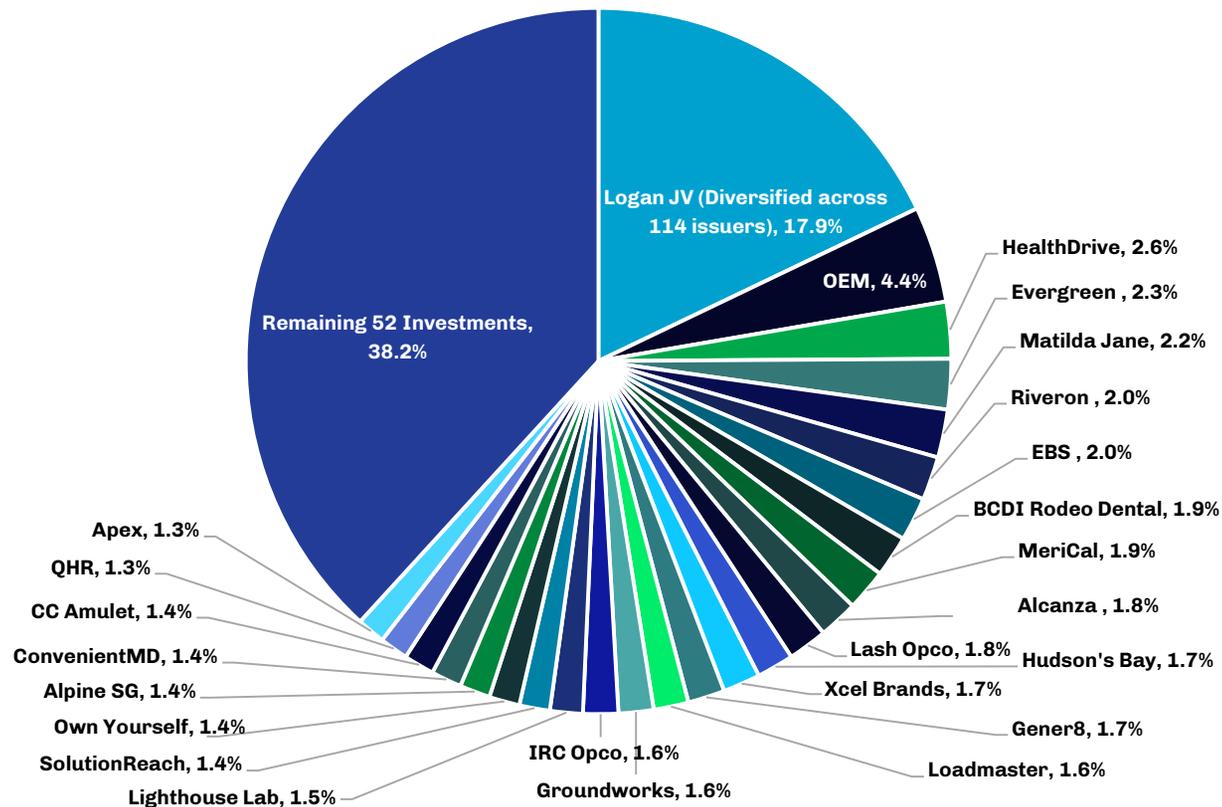
2. Percentage based on number of investments as of March 31, 2022. Excludes First Eagle Greenway Fund II, LLC, and First Eagle Logan JV, LLC. Percentages exclude investments in broadly syndicated loans and one public company.

Note: Data described is not a guarantee of future portfolio composition or performance.

# Portfolio Diversification

- FCRD targets investment concentrations of less than 2.5% of its portfolio
- Access to platform originations provides opportunity for further diversification
- Average hold size of investments made since 2018 was 1.0%<sup>1</sup>

**Current Diversification by Investment Size<sup>3</sup>**



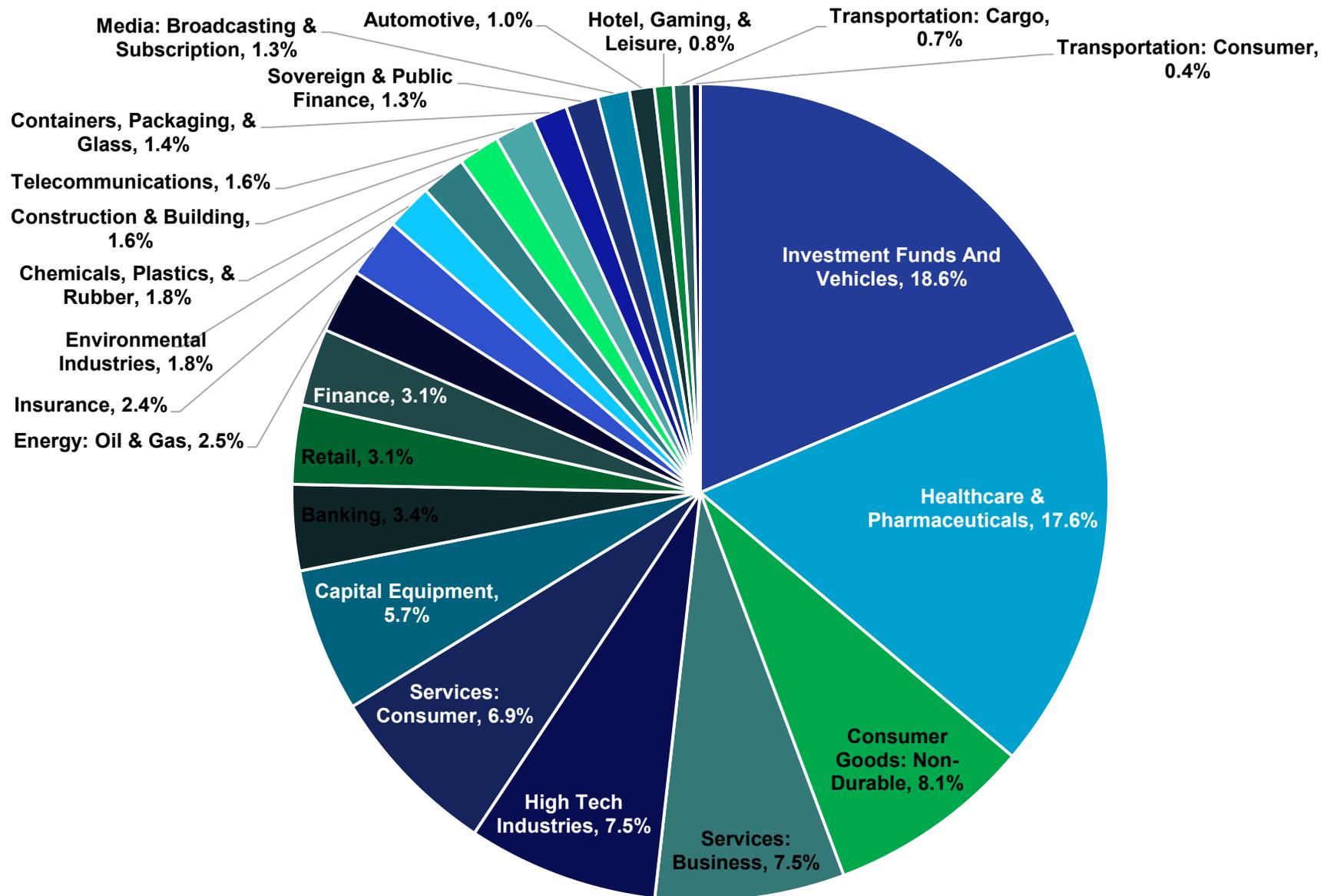
1. Based on initial investment amount.

2. Represents the number of original positions with a hold size greater than 2.5% of the total portfolio by fair market value since December 31, 2017. Excludes investment in Logan JV.

3. Based on percentage of FCRD's total fair market value as of March 31, 2022. Of remaining 52 investments, each represents less than 1.5% of the total fair value.

Note: Not a guarantee of future portfolio composition, earnings, or performance.

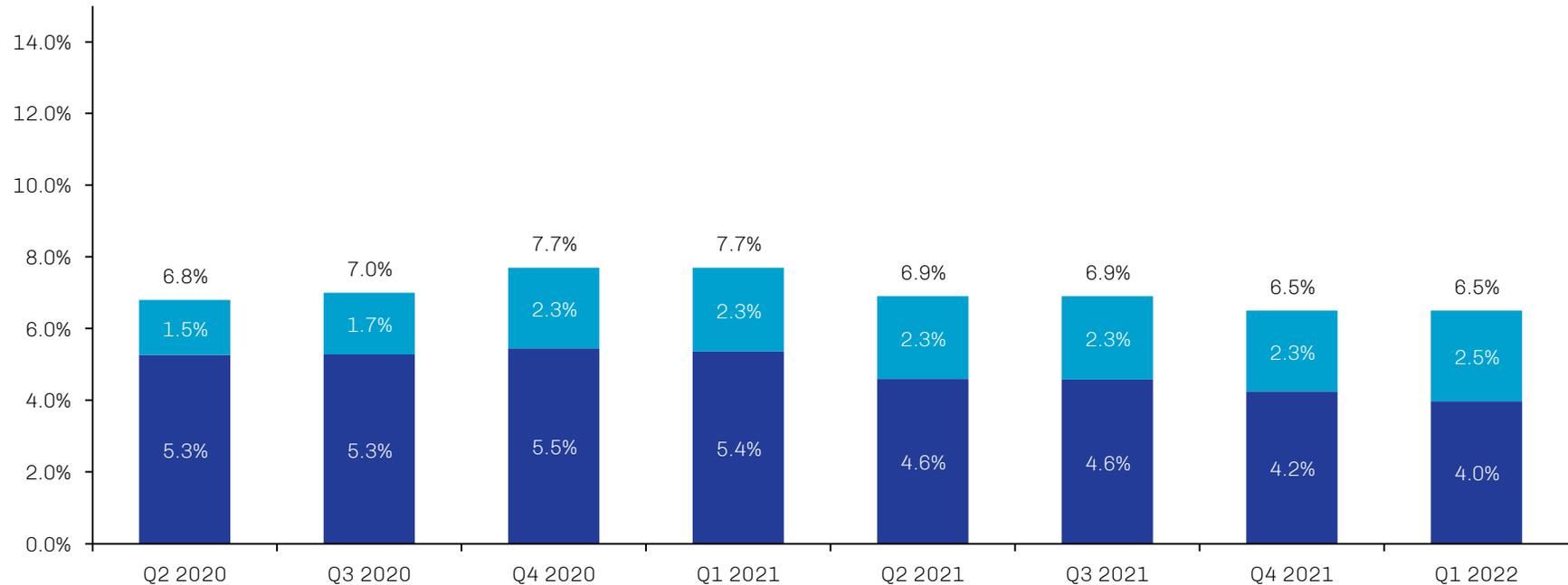
# Industry Diversification



1. Percentages shown are based on FCRD's total fair market value as of March 31, 2022.

# Portfolio Weighted Average Yields

- 95% of the portfolio invested in first lien senior secured investments and the Logan JV as of March 31, 2022



■ Weighted Average Cost of Debt <sup>2</sup>
■ Weighted Average Investment Spread <sup>3</sup>

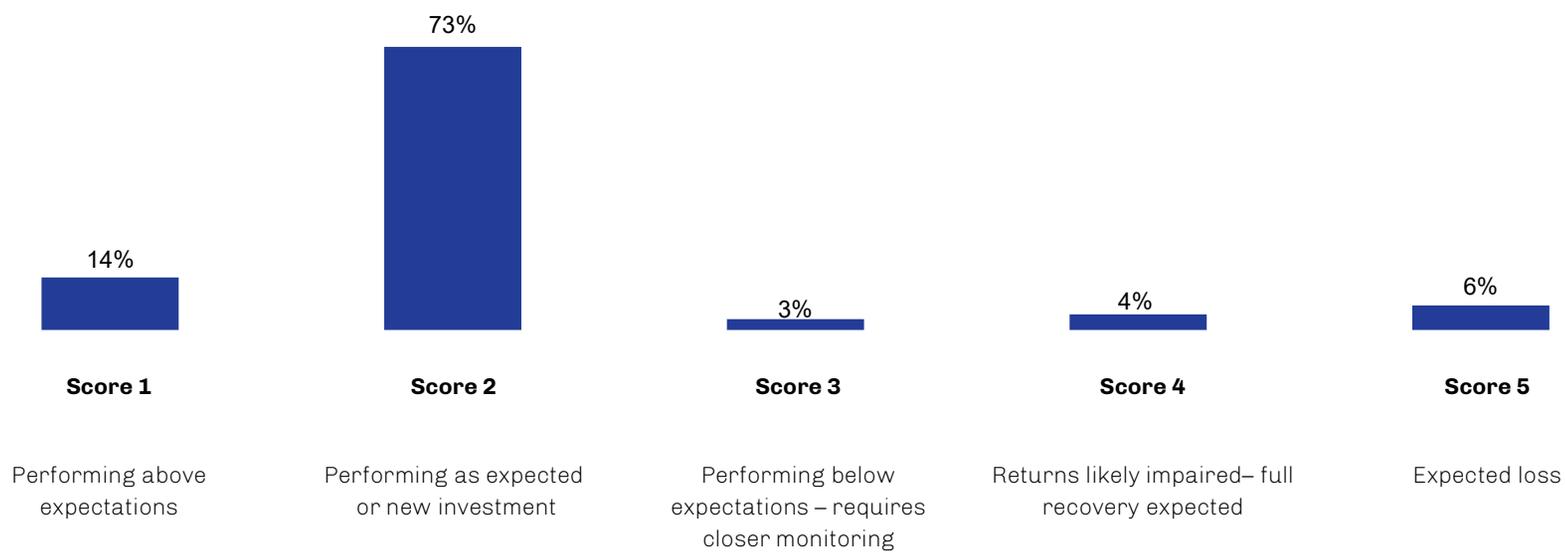
1. Totals reflect weighted average investment portfolio yield. Based on cost basis of portfolio at respective period end including Logan JV; includes cash interest, PIK and amortization of OID. Q3 2020, Q4 2020, Q1 2021, Q2 2021, Q3 2021, Q4 2021, and Q1 2022 includes restructured loans for which income is not being recognized. Not a guarantee of future performance or investment yield.

2. Based on all borrowings outstanding at each respective quarter end.

3. Calculated as Weighted Average Investment Portfolio Yield less Weighted Average Cost of Debt.

Note: Not a guarantee of future performance, portfolio composition, or investment pace.

# Portfolio Investment Scores (as of March 31, 2022)



Based on fair value of investments. Internal scores which are used for monitoring the performance of the underlying portfolio investments.

#### Investment Score Definitions

- 1 – The portfolio investment is performing above our underwriting expectations.
- 2 – The portfolio investment is performing as expected at the time of underwriting. All new investments are initially scored a 2.
- 3 – The portfolio investment is operating below our underwriting expectations and requires closer monitoring. The company may be out of compliance with financial covenants, however, principal or interest payments are generally not past due.
- 4 – The portfolio investment is performing materially below our underwriting expectations and returns on our investment are likely to be impaired. Principal or interest payments may be past due, however, full recovery of principal and interest payments are expected.
- 5 – The portfolio investment is performing substantially below expectations and the risk of the investment has increased substantially. The company is in payment default and the principal and interest payments are not expected to be repaid in full.

For purposes of clarity, underwriting as referenced herein may be redetermined after the initial investment as a result of a transformative credit event or other material event whereby such initial underwriting is deemed by the Advisor to be no longer appropriate for the purpose of assessing investment performance relative to plan.

Note: Data described is not a guarantee of future portfolio composition or performance. The percentage of portfolio investments by score is calculated based on fair value. Investment Scores are internally generated by FEAC.

# Direct Lending Platform Default Performance

Since 2010, FEAC's Direct Lending platform has focused on capital preservation with low loss rates and strong recovery rates

- Two defaults across the platform for deals originated since 2015
- Average annual default rate<sup>1</sup> from credits originated between 2015 to YTD 2022 is 0.43%

## Payment Default Experience Since 2010

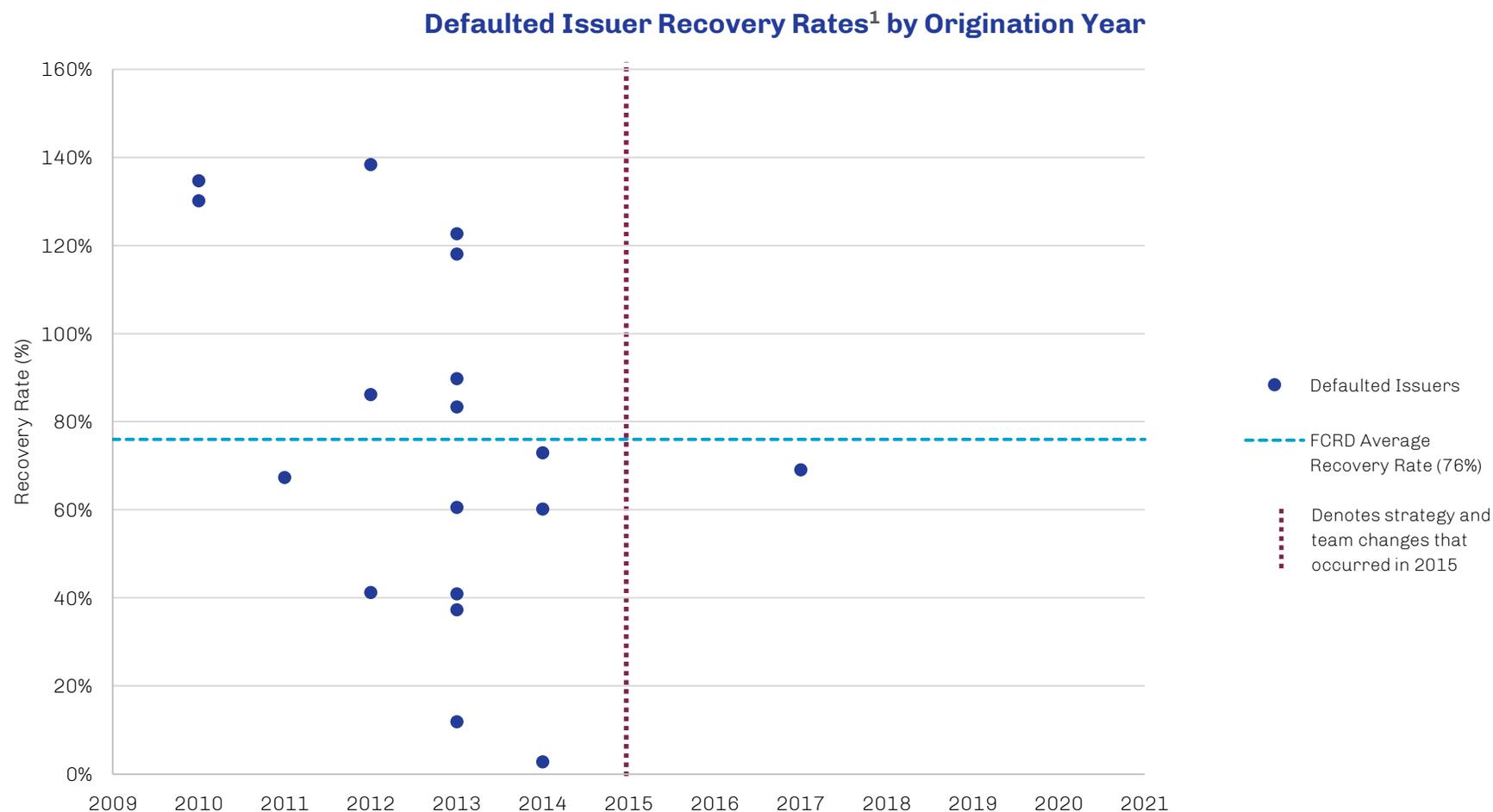
	DL Platform	DL Platform - First Lien Only	FCRD	FCRD – First Lien Only
Average Annual Default Rate <sup>1</sup>	2.44%	1.27%	2.91%	1.71%
Average Annual Recovery Rate <sup>2</sup>	76%	80%	76%	77%
Issuer Defaults (#)	19	11	19	11

1. FCRD default rates are calculated as the total number of loan investments in companies that have either filed for Chapter 11 bankruptcy or are no longer paying principal and interest, divided by the total number of loan investments under management at the time of default. FEAC has on occasion purchased loans in expectation of bankruptcy with the goal of higher recovery values, such defaults are excluded from the calculations. Actual results may vary from those shown.

2. Recovery rate analysis includes all income earned from purchase date through exit date plus the cost at exit date. The data is reflective of transactions which occurred in the First Eagle Alternative Capital BDC from April 2010 through December 31, 2021, as managed by FEAC. Information shown relates only to funds and middle market CLOs issued by First Eagle Alternative Credit and does not reflect any fund or vehicle issued by First Eagle Private Credit, LLC or its predecessors. Past performance is not a guarantee of future results. Some recoveries are not yet complete. These recovery rates and exit dates are estimated and subject to change. Recovery rates are based, in whole or in part, on the estimated, unrealized value of the investment. The actual recovery rate may differ materially from the rate indicated herein. Information is as of March 31, 2022, unless otherwise noted.

**Past performance is not a guarantee of future results.** Information shown relates only to private funds and middle market CLOs issued by First Eagle Alternative Credit and does not reflect any fund or vehicle issued by First Eagle Private Credit, LLC or its predecessors.

# Direct Lending Platform Recovery Experience

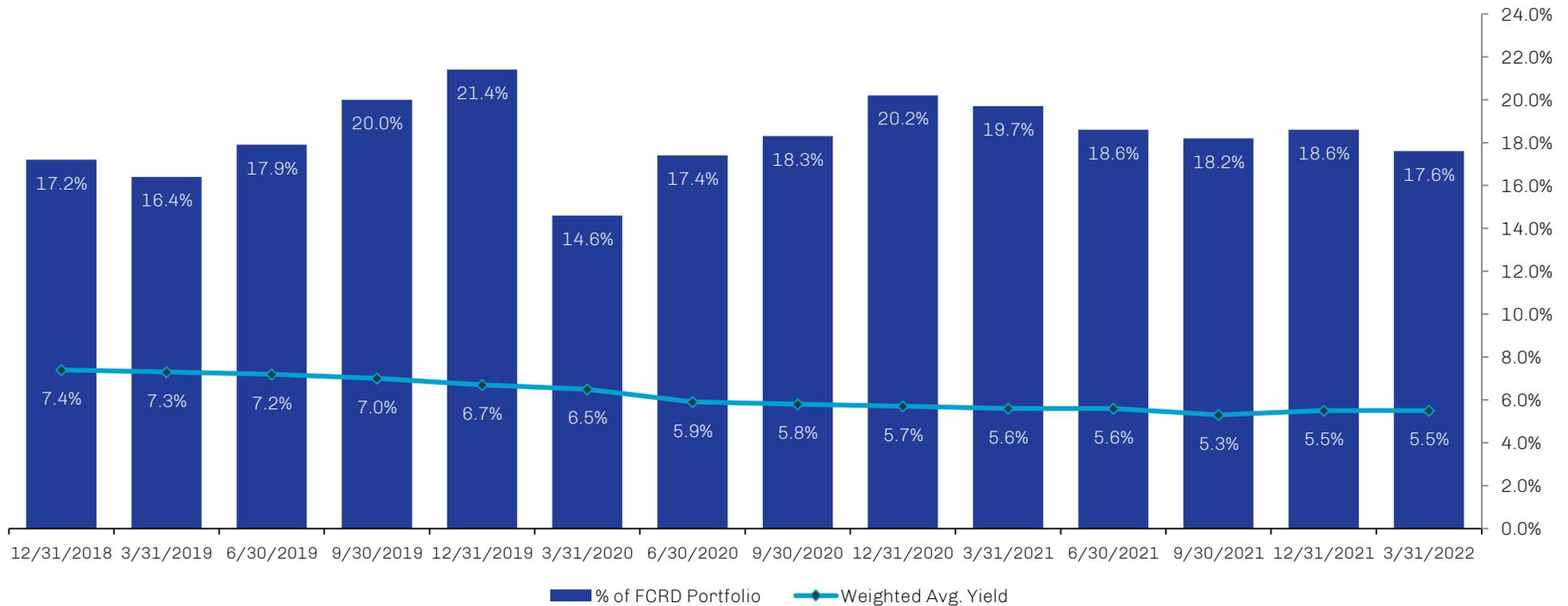


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# Senior Secured Logan JV

- Logan JV is a diversified portfolio of senior secured directly originated and syndicated bank loans; 99% first lien loans
- Highly diversified: \$287 million (par) invested across 114 borrowers as of March 31, 2022
- Attractive yield on net assets to FCRD shareholders



# Financial & Portfolio Highlights

## Financial Highlights

	Q1 2020	Q2 2020	Q3 2020	Q4 2020	Q1 2021	Q2 2021	Q3 2021	Q4 2021	Q1 2022
Net investment income per share	\$0.09	\$0.05	\$0.10	\$0.11	\$0.11	\$0.09	\$0.11	\$0.09	\$0.10
Net asset value per share	\$5.22	\$5.54	\$6.25	\$6.15	\$6.37	\$6.52	\$6.50	\$6.34	\$6.12
Regular dividend declared per share	\$0.21	\$0.10	\$0.10	\$0.10	\$0.10	\$0.10	\$0.10	\$0.10	\$0.10
Debt/net asset value <sup>1</sup>	1.25x	0.91x	0.94x	0.93x	0.93x	1.10x	1.13x	1.18x	1.26x

## Portfolio Highlights

	Q1 2020	Q2 2020	Q3 2020	Q4 2020	Q1 2021	Q2 2021	Q3 2021	Q4 2021	Q1 2022
Total fair value of investments <sup>2</sup>	\$316.8	\$331.0	\$343.4	\$337.7	\$363.0	\$394.6	\$402.0	\$392.1	\$400.7
Number of portfolio investments <sup>2</sup>	46	44	47	50	54	64	68	76	77
Fair value as % of cost <sup>3</sup>	79.4%	85.8%	93.4%	91.3%	92.5%	93.9%	94.1%	87.7%	86.5%
New investments at cost <sup>2</sup>	\$33.2	\$5.4	\$11.7	\$30.3	\$25.2	\$49.8	\$41.7	\$52.4	\$19.5
Average investment size at cost <sup>4</sup>	\$8.0	\$7.6	\$6.9	\$5.8	\$6.0	\$5.3	\$5.1	\$4.4	\$4.5
Weighted average yield <sup>5</sup>	6.8%	6.8%	7.6%	7.7%	7.7%	7.3%	7.4%	7.0%	7.0%
Median leverage through FEAC's security <sup>6</sup>	4.8x	5.2x	4.8x	4.3x	4.1x	4.0x	4.2x	4.3x	4.5x
Median EBITDA <sup>6</sup>	\$18	\$19	\$18	\$19	\$24	\$21	\$20	\$17	\$16

## Non-Accruals

	Q1 2020	Q2 2020	Q3 2020	Q4 2020	Q1 2021	Q2 2021	Q3 2021	Q4 2021	Q1 2022
Fair value of investments on non-accrual status	\$45.7	\$40.5	\$9.7	\$7.4	\$7.8	\$8.3	\$8.2	\$9.1	\$8.2
Cost of investments on non-accrual status	\$93.6	\$67.5	\$20.4	\$15.6	\$15.5	\$15.9	\$15.8	\$19.7	\$21.0
% of investments on non-accrual status (fair value)	14.4%	12.2%	2.8%	2.2%	2.1%	2.1%	2.0%	2.3%	2.0%
% of investments on non-accrual status (cost)	21.2%	16.2%	5.1%	3.9%	3.7%	3.6%	3.5%	4.4%	4.5%

Note: Data described is not a guarantee of future portfolio composition or performance. Please see page 30 for important endnotes

# Comparative Quarterly Summary Statement of Net Assets

(\$ in 000s)

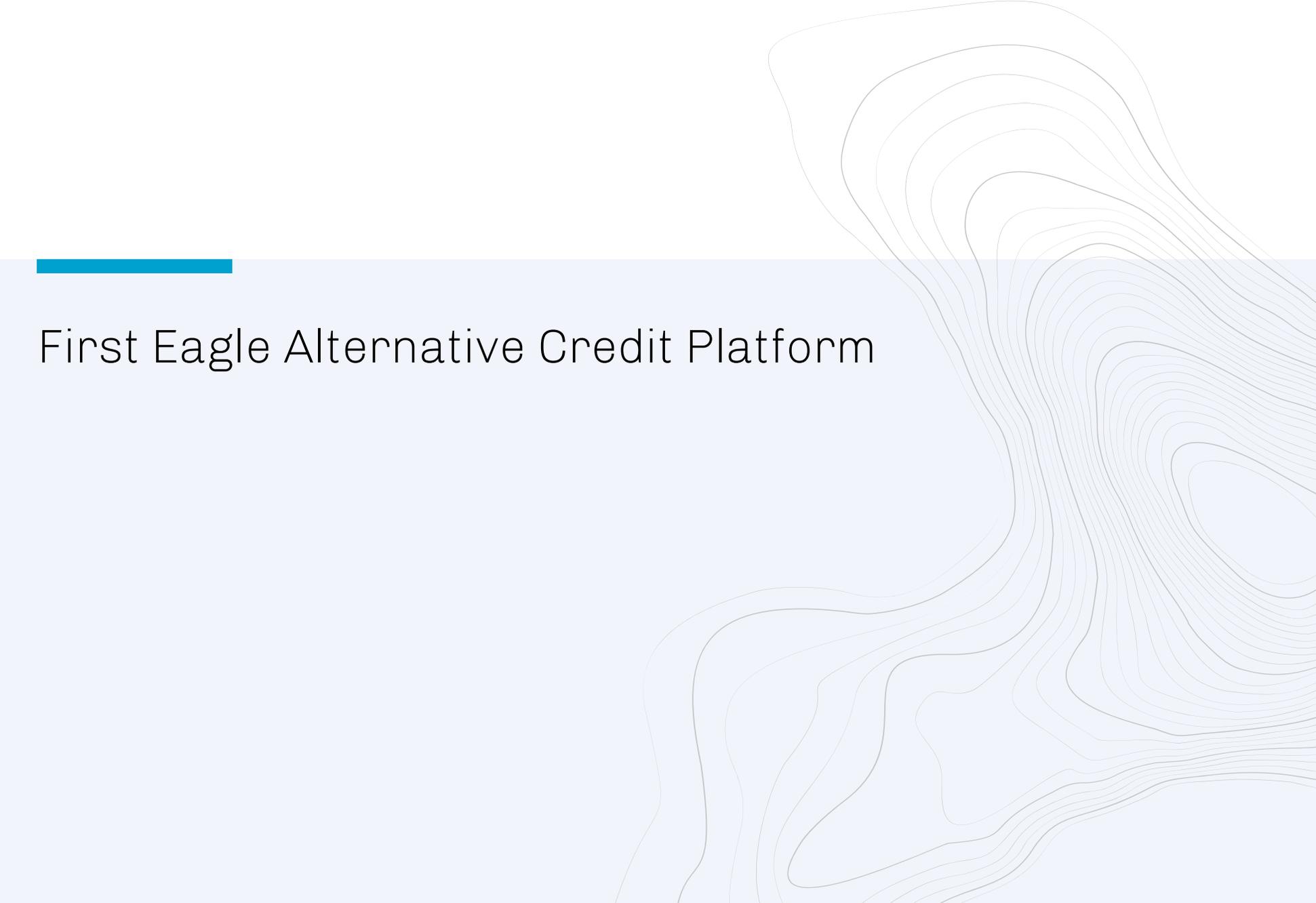
	As of				
	March 31, 2021 (unaudited)	June 30, 2021 (unaudited)	September 30, 2021 (unaudited)	December 31, 2021 (audited)	March 31, 2022 (unaudited)
<b>Assets</b>					
Investments, at fair value	\$362,964	\$394,615	\$402,013	\$392,079	\$400,698
Cash	13,197	11,347	9,612	16,276	6,099
Deferred financing costs	1,678	1,651	1,631	1,496	2,271
Interest, dividends and fees receivable	2,802	3,351	3,850	3,265	4,150
Escrows and other receivables	2,336	1,862	1,605	1,566	1,392
Prepaid expenses and other assets	3,293	2,998	2,940	3,080	3,692
<b>Total Assets</b>	<b>386,270</b>	<b>415,824</b>	<b>421,651</b>	<b>417,762</b>	<b>418,302</b>
<b>Liabilities &amp; Net Assets</b>					
Loans payable	66,161	95,000	100,500	114,100	121,500
Notes Payable	109,870	117,510	117,710	108,793	108,942
Payable for investments purchased	14,883	36	-	-	-
Accrued incentive fees	-	-	-	-	-
Base management fees payable	-	963	1,048	1,063	629
Accrued expenses and other liabilities	3,683	6,125	6,563	3,103	3,981
Total Liabilities	194,597	219,634	225,821	227,059	235,052
Total Net Assets <sup>1</sup>	191,673	196,190	195,830	190,703	183,250
Total Liabilities and Net Assets	386,270	415,824	421,651	417,762	418,302
<b>Net Asset Value per share<sup>1</sup></b>	<b>\$6.37</b>	<b>\$6.52</b>	<b>\$6.50</b>	<b>\$6.34</b>	<b>\$6.12</b>

1. Total Net Assets includes minority interest. Net Asset Value per share represents Net Asset Value per share attributable to First Eagle Alternative Capital BDC, Inc.

# Comparative Quarterly Summary Statement of Operations

(\$ in 000s)	For the three months ended				
	March 31, 2021 (unaudited)	June 30, 2021 (unaudited)	September 30, 2021 (unaudited)	December 31, 2021 (audited)	March 31, 2022 (unaudited)
<b>Investment Income</b>					
Interest income	\$5,424	\$5,827	\$6,271	\$6,022	5,474
Dividend income - Logan JV	1,568	1,649	1,652	1,694	1,680
Dividend income	-	-	-	-	-
Other income - affiliates	41	41	41	22	8
Other income	155	266	397	333	222
<b>Total Investment Income</b>	<b>7,188</b>	<b>7,783</b>	<b>8,361</b>	<b>8,071</b>	<b>7,384</b>
<b>Expenses</b>					
Incentive fees	-	-	-	-	-
Base management fees	879	963	1,048	1,063	1,029
Credit facility-related	2,774	2,937	2,888	3,040	2,662
Other operating expenses	884	992	894	879	849
Administrator expenses	221	224	218	238	295
<b>Total expenses before management fee waiver</b>	<b>4,758</b>	<b>5,116</b>	<b>5,048</b>	<b>5,220</b>	<b>4,835</b>
Income tax provision, excise and other taxes	26	26	26	68	25
Management fee waiver	(879)	-	-	-	(400)
<b>Total expenses, net of management fee waiver</b>	<b>3,905</b>	<b>5,142</b>	<b>5,074</b>	<b>5,288</b>	<b>4,460</b>
<b>Net Investment Income</b>	<b>3,283</b>	<b>2,641</b>	<b>3,287</b>	<b>2,783</b>	<b>2,924</b>
<b>Net gain (loss) on investments:</b>					
Realized (loss) gain on investments	(3,144)	(990)	103	3,049	44
Net change in unrealized appreciation (depreciation) on investments	9,681	6,195	(1,244)	(8,094)	(7,219)
(Provision) benefit for taxes on unrealized investments	(331)	(318)	505	301	300
Total (loss) gain on investments	6,206	4,887	(636)	(4,744)	(6,875)
Net increase (decrease) in net assets related to operations	9,489	7,528	2,651	(1,961)	(3,951)
<b>Per share data:</b>					
Net investment income	\$0.11	\$0.09	\$0.11	\$0.09	\$0.10
Dividend declared	\$0.10	\$0.10	\$0.10	\$0.10	\$0.10
Net increase (decrease) in net assets resulting from operations	\$0.32	\$0.25	\$0.09	(\$0.07)	(\$0.13)
Weighted average common shares outstanding	30,109	30,109	30,109	30,107	30,012

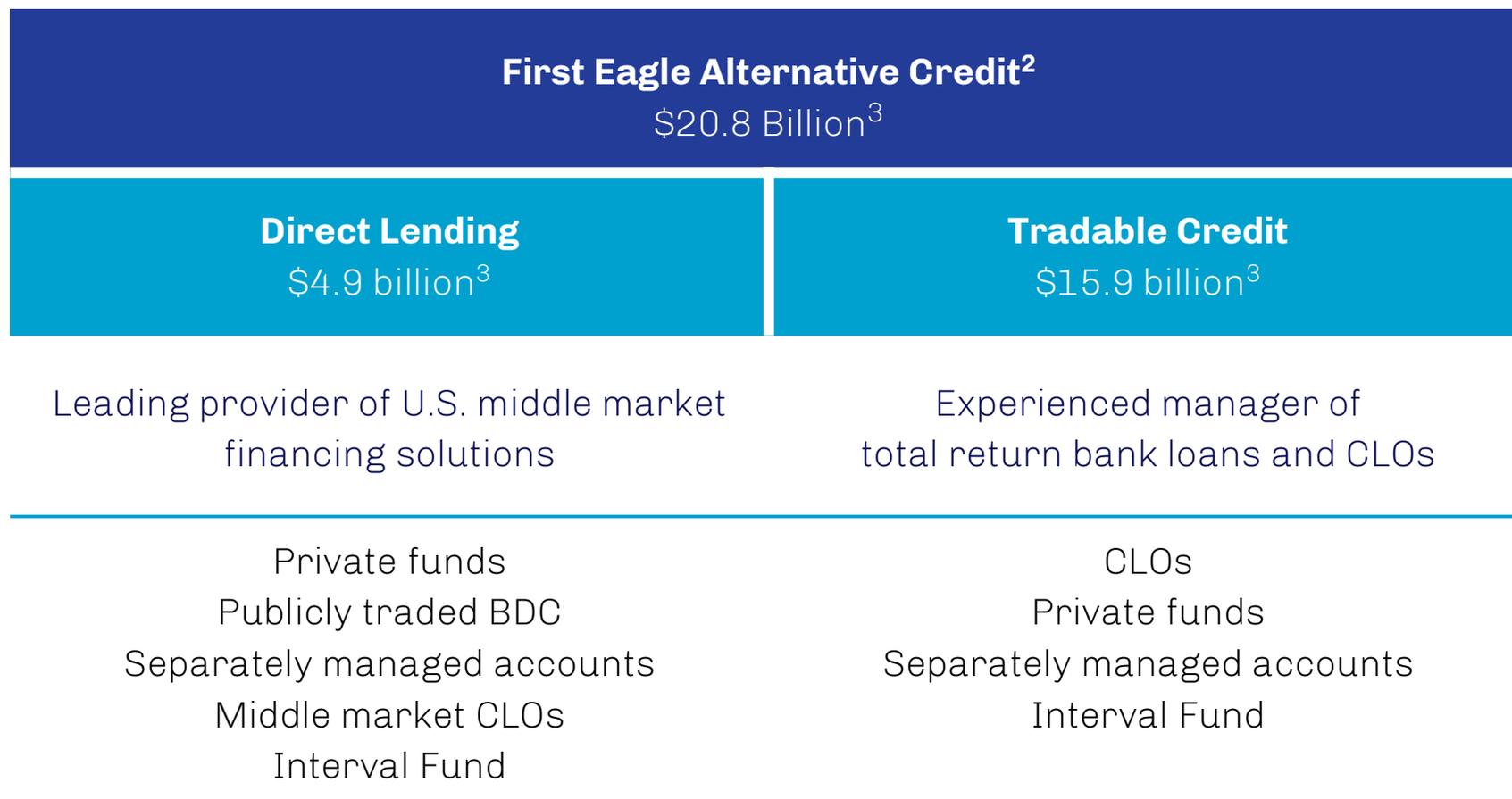
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# First Eagle Alternative Credit Platform

# First Eagle Alternative Credit Platform Overview

- Platform of complementary credit strategies seeking to generate consistent returns throughout credit cycles
- Affiliate of First Eagle Investments, a pioneer of Global Value Equity investing, with \$109 bn AUM<sup>1</sup>



1. As of March 31, 2022.

2. First Eagle Alternative Credit (or "FEAC") is the brand name for those investment advisers of First Eagle Investments engaged in the alternative credit business. First Eagle Investments is the brand name for First Eagle Investment Management, LLC and its subsidiary investment advisers.

3. Represents the aggregate assets under management of First Eagle Alternative Credit, LLC as of March 31, 2022, except the assets and AUM of FCRD and its related funds and separate accounts, which are as of December 31, 2021. Amounts shown consist of invested capital, outstanding committed capital and any proceeds thereof. **Not a guarantee of future AUM, platform size, or composition.**

# Middle Market Direct Lenders since 2007

**Target LTM EBITDA Range: \$10-\$40 Million**

## Middle Market

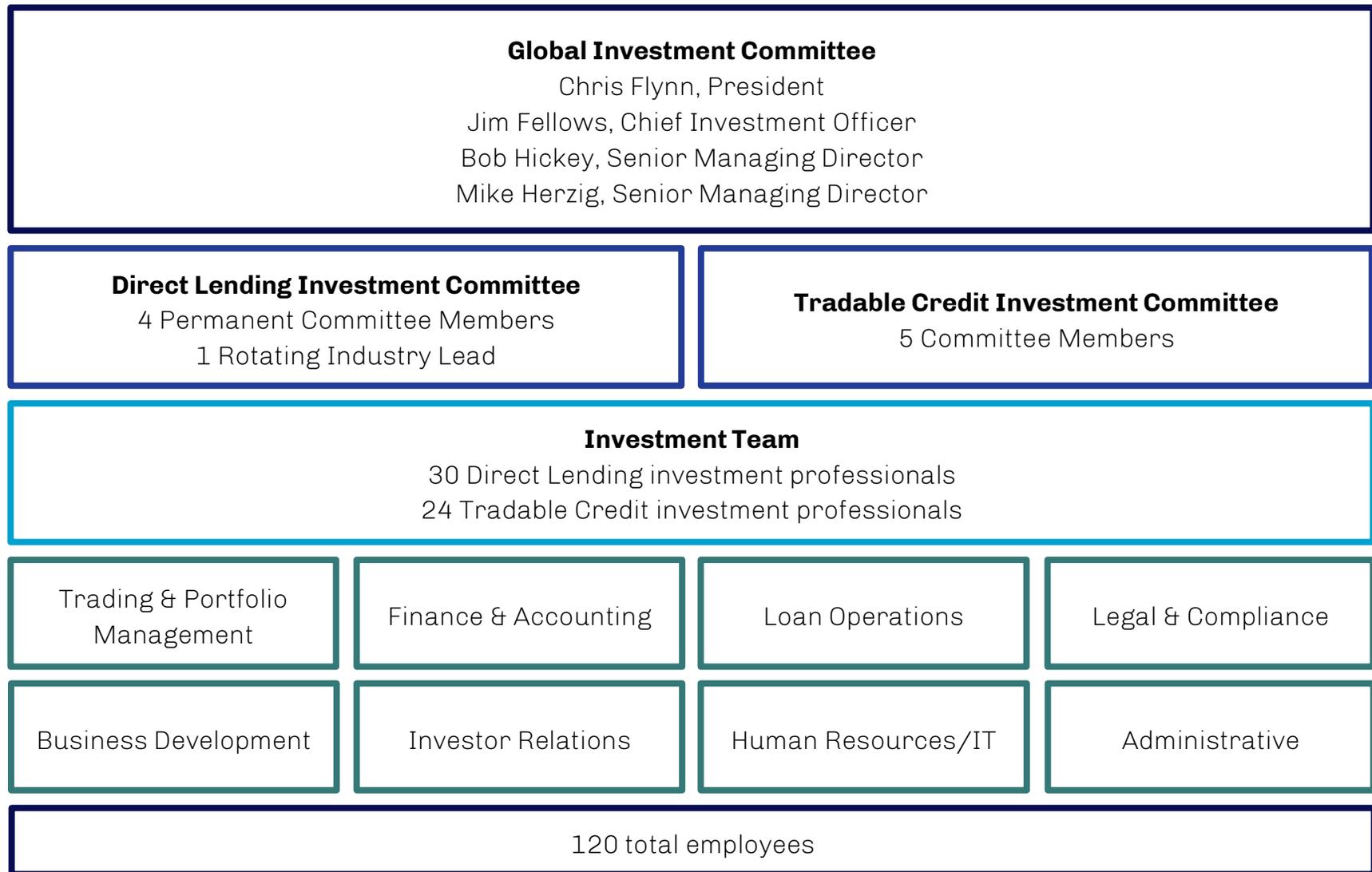
- ✓ Certainty of deal closing is a key priority for smaller PE funds
- ✓ Investments primarily driven by growth thesis
- ✓ Full access to management & information
- ✓ Higher contractual yields
- ✓ Tighter covenants
- ✓ Higher recovery rates
- ✓ Greater voting control
- ✓ More frequent financials and more commonly secure board observation rights

## Large Corporate

- ✗ Highest leverage & lowest rate are the key deal closing considerations for larger PE funds
- ✗ Financial engineering is a key return driver
- ✗ Less access to management & less reporting
- ✗ Lower contractual yields
- ✗ Cov-lite or no financial covenants
- ✗ Lower recovery rates
- ✗ Less voting control
- ✗ Less frequent financials (quarterly)

**There can be no assurance that expected investment opportunities, or those presenting the same or similar target investment characteristics, will be available for investment or that the Fund will invest in such investments.**

# First Eagle Alternative Credit Team



As of March 31, 2022.

# Direct Lending Investment Team

DIRECT LENDING INVESTMENT COMMITTEE					
<b>CHRIS FLYNN</b> <i>President</i> Boston	<b>JIM FELLOWS</b> <i>Chief Investment Officer</i> Chicago	<b>BOB HICKEY</b> <i>Senior Managing Director</i> Chicago	<b>MICHELLE HANDY</b> <i>Head of Portfolio &amp; Underwriting</i> Boston		
ORIGINATION					
BUSINESS SERVICES	CONSUMER	FINANCIAL SERVICES	HEALTHCARE	TECHNOLOGY	ASSET-BASED LENDING
<b>PATRICK MCAULIFFE<sup>1</sup></b> <i>Managing Director, Head of Sponsor Origination</i> Norwalk	<b>DARREN FEFELI</b> <i>Managing Director</i> Dallas	<b>JASON WENDORF<sup>1</sup></b> <i>Managing Director</i> Chicago	<b>GARRETT STEPHEN<sup>1</sup></b> <i>Managing Director</i> Boston	<b>HOWARD WU<sup>1</sup></b> <i>Managing Director</i> Los Angeles	<b>LARRY KLAFF<sup>1</sup></b> <i>Senior Managing Director</i> Boston
PORTFOLIO & UNDERWRITING			CAPITAL MARKETS		
<b>20 INVESTMENT PROFESSIONALS</b> Boston, Chicago			<b>BRIAN MURPHY</b> <i>Senior Managing Director, Head of Capital Markets</i> Chicago	<b>DYLAN BAKER</b> <i>Associate</i> Chicago	

1. Rotating Direct Lending Investment Committee Member  
As of March 31, 2022

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# Direct Lending Investment Strategy

Investment strategy relies on a proactive, comprehensive approach to transaction deal sourcing

## Why we work with private equity sponsors

- Institutional partner in collaboration with lenders
- Potential for stronger recovery in workout / restructure
- Operational and industry expertise
- Option for additional financial support

## Why private equity sponsors work with FEAC

- Ability to provide certainty to close
- Specific industry expertise
- Deep due diligence and timely feedback
- 10+ years of experience
- Creative structuring solutions

Origination and underwriting expertise supported by coverage by industry verticals:

**Business & Financial  
Services**

**Consumer**

**Healthcare**

**Information Services  
& Technology**

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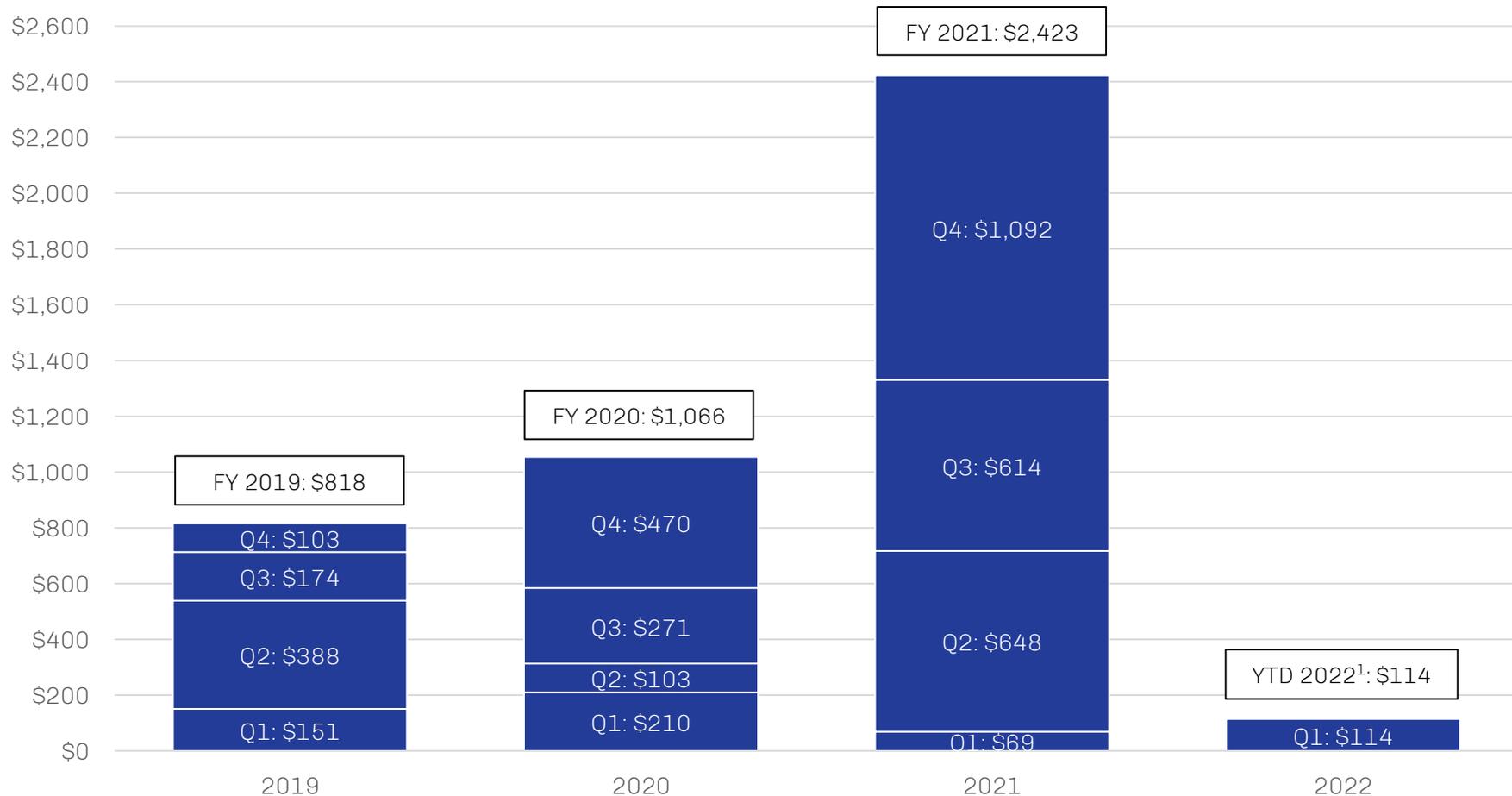
Disciplined investment process driven by robust due diligence process and ongoing active portfolio management



# Direct Lending Platform Deployment

Robust deployment in 2021 with \$2.4 billion in capital deployed across the platform<sup>1</sup>

## Annual Deployment (\$ in millions)



1. As of March 31, 2022

**Past performance is not a guarantee of future results or investment pace for any fund.** There can be no guarantee that any pipeline transactions will be consummated or, if consummated, will be profitable to any Fund.

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# Endnotes

## **Page 3 – First Eagle Alternative Capital BDC, Inc. (NASDAQ: FCRD)**

1. Includes the total fair value of FCRD's investments as of March 31, 2022.
2. As of March 31, 2022. Includes \$338 million invested alongside FCRD by First Eagle Greenway Fund II, LLC ("Fund II") and a related separately managed account, and \$62 million invested by a predecessor fund and transferred to FCRD at the time of its April 2010 IPO.
3. Represents the combined assets under management, "AUM", of First Eagle Alternative Credit, LLC as of March 31, 2022. Amounts shown consist of invested capital, outstanding committed capital and any proceeds thereof.

## **Page 20 – Financial & Portfolio Highlights**

1. Total debt balance excludes deferred financing costs related to our senior secured term loan facility and notes payable that are offset against the respective balances outstanding in our consolidated statements of assets and liabilities.
2. Q4 2019 includes 8 broadly syndicated loans totaling \$23.5 million at fair value. Q1 2021 includes 4 broadly syndicated loans totaling \$14.8 million at fair value.
3. Represents fair value as a percentage of cost for debt investments only.
4. Excludes First Eagle Greenway Fund II, LLC and other portfolio investments where FCRD has only an equity investment (including restructured investments where we converted debt to equity), Logan JV, and investments in funds, which would not be representative of our typical portfolio investment size).
5. Q3 2020, Q4 2020 and Q1 2021 excludes certain non-income producing securities that were restructured in Q3 2020. Including such securities in the calculation at Q3 2020, Q4 2020, Q1 2021, Q2 2021, Q3 2021, Q4 2021, and Q1 2022 would result in a yield of 7.0%, 7.2%, 7.0%, 6.9%, 6.9%, 6.5%, and 6.5% respectively.
6. Based on financial information available from portfolio companies as of each respective quarter end date. Debt investments only.

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# Corporate Data

## Board of Directors

CHRISTOPHER J. FLYNN

EDMUND P. GIAMBASTIANI, JR.

NANCY HAWTHORNE, CHAIRPERSON

JAMES D. KERN

DEBORAH MCANENY

JANE MUSSER NELSON

## Executive Management

CHRISTOPHER J. FLYNN  
President

JAMES FELLOWS  
Chief Investment Officer

SABRINA RUSNAK-CARLSON  
General Counsel

JENNIFER M. WILSON  
Chief Accounting Officer

## Investment Committee

### *Primary Members:*

CHRISTOPHER J. FLYNN  
President

JAMES FELLOWS  
Chief Investment Officer

ROBERT HICKEY  
Senior Managing Director

MICHELLE HANDY  
Head of Portfolio & Underwriting, Managing  
Director

### *Rotating Industry Experts:*

LARRY KLAFF  
Senior Managing Director, Head of ABL

PATRICK McAULIFFE  
Managing Director, Head of Sponsor Origination

HOWARD WU  
Managing Director

GARRETT STEPHEN  
Managing Director

JASON WENDORF  
Managing Director

## Corporate Counsel

Simpson Thacher & Bartlett LLP  
Washington, DC

## Independent Registered Public Accounting Firm

PRICEWATERHOUSECOOPERS LLP  
Boston, MA

## Corporate Headquarters

500 Boylston Street, Suite 1200  
Boston, MA 02116  
Tel: (617) 790-6000  
Fax: (617) 790-6099

## Securities Listing and Website

NASDAQ: FCRD (Common Stock)  
NYSE: FCRW (Notes)  
NYSE: FCRZ (Notes)  
[www.feacbd.com](http://www.feacbd.com)

## Transfer Agent

AMERICAN STOCK TRANSFER AND TRUST  
COMPANY, LLC  
6201 15<sup>th</sup> Avenue  
Brooklyn, NY 11219  
Tel: (866) 710-4835  
[www.amstock.com](http://www.amstock.com)

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# Contact

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214 347-7770

227 West Monroe Street  
Suite 3200  
Chicago, IL 60606  
312 702-8199

12130 Millennium Drive  
3<sup>rd</sup> Floor  
Los Angeles, CA 90064  
310 893-2400

1345 Avenue of the Americas  
48<sup>th</sup> Floor  
New York, NY 10105  
212 829-3100

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## Website

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