

# Private Credit: Navigating the Market Volatility

---

April 24, 2025



# Key Risks and Disclosures

This confidential document is for informational purposes only and does not constitute an offer to sell or a solicitation of an offer to buy any securities or partnership interests described herein. Interests in each fund or separately managed account may not be purchased except pursuant to each the entity's definitive legal documents, which should be reviewed in entirety prior to investment. Potential investors are urged to consult a professional regarding the possible economic, tax, legal, or other consequences of entering into any investments or transactions described herein. Any investor who subscribes, or proposes to subscribe, for an investment in each fund or separately managed account must be able to bear the risks involved and must meet relevant suitability requirements. Some or all alternative investments may not be suitable for certain investors. No assurance can be given that each fund or separately managed account's investment objectives will be achieved. Alternative investments, including each fund, are speculative and involve a substantial degree of risk. Opportunities for withdrawal/redemption and transferability of interests are generally restricted, so investors may not have access to capital when it is needed. Oak Hill Advisors, L.P. ("OHA") has total trading authority. The use of a single advisor applying generally similar trading programs could mean lack of diversification and, consequently, higher risk. Each fund or separately managed account may be leveraged and engage in other speculative practices that may increase the risk of investment loss or make investment performance volatile. In addition, the fees and expenses charged may be higher than the fees and expenses of other investment alternatives, which will reduce profits. There can be no assurance that OHA will be able to implement its strategy or avoid incurring any losses.

There is no guarantee that an investor would achieve results comparable to those presented. All investments involve the risk of material or total loss. Past performance is not necessarily indicative of future results. The data used to calculate the returns is unaudited and subject to revision.

Opinions and estimates offered herein constitute the judgment of OHA as of the date this document is provided to you (unless otherwise noted) and are subject to change, as are statements about market trends. All opinions and estimates are based on assumptions, all of which are difficult to predict and many of which are beyond the control of OHA in addition, any calculations used to generate the estimates were not prepared with a view towards public disclosure or compliance with any published guidelines. In preparing this document, OHA has relied upon and assumed, without independent verification, the accuracy and completeness of all information. OHA believes that the information provided herein is reliable; however, it does not warrant its accuracy or completeness.

This document may contain, or may be deemed to contain, forward-looking statements, which are statements other than statements of historical facts. By their nature, forward-looking statements involve risks and uncertainties because they relate to events and depend on circumstances that may or may not occur in the future. The future of investment results of the investments described herein may vary from the results expressed in, or implied by, any forward-looking statements included in this document, possibly to a material degree.

The offer and sale of any securities, products, services and/or interests described herein may be restricted or prohibited by law in certain jurisdictions. Some of these restrictions are described in the Appendix at the end of this document, if applicable. Prospective investors should inform themselves as to the legal requirements and tax consequences of the receipt of this document and the acquisition, holding and disposition of any investment described herein within the countries of their citizenship, residence, domicile and place of business.

The track records referenced herein, if included, reflect a subset of investments made by certain Client Accounts (as defined within the respective track record endnotes). The investments included in the track records were not managed as a single portfolio and may not be representative of what would have been achieved in a single portfolio. Because the track records reflect a subset of investments made by certain Client Accounts whose strategies included investments other than those included in the respective track record, such Client Accounts may have experienced significantly different returns than the returns provided herein. Further, as applicable, the account structures, advisory fee rates, performance compensation rates, expenses, capital structures, liquidity terms, holding periods, investment sizes, leverage (including the use of any subscription credit facility), investment guidelines, diversification requirements, foreign exchange management requirements, risk-return thresholds, strategies and other guidelines, objectives and requirements are different for each Client Account and therefore, the investment results included are not directly comparable to the portfolio that any specific Client Account may hold or the results that each individual Client Account or prospective investor has obtained or can expect to obtain.

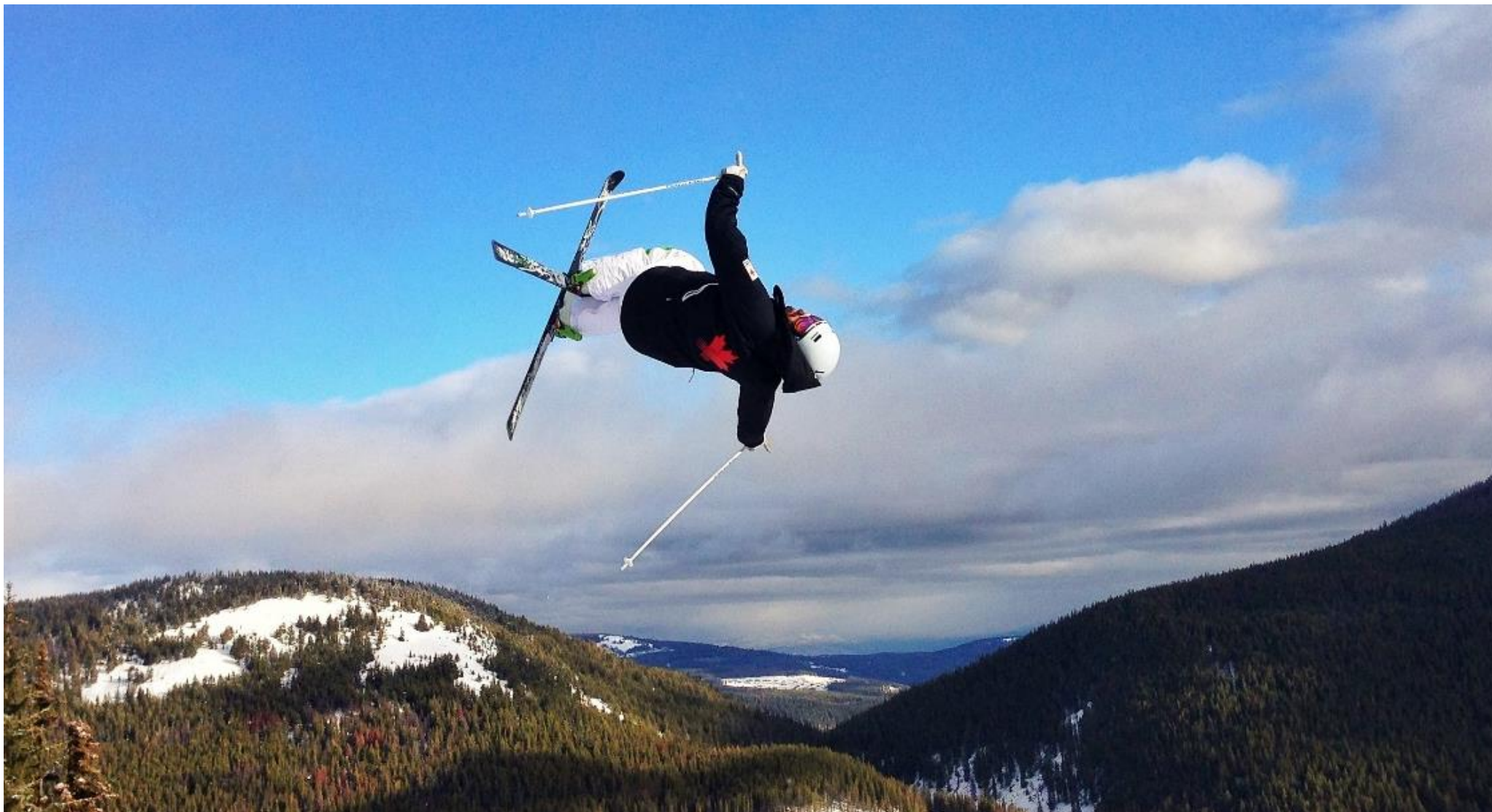
The endnotes appearing at the end of this document, if included, are an integral part of this document and should be read in their entirety. This document has been prepared solely for the use of persons interested in obtaining detailed information on each fund and the investment advisory services of OHA and/or any of its subsidiary investment advisers. This document is not to be distributed without the prior written consent of OHA.

The recipient may contact OHA at (212) 326-1500 to obtain additional information or ask questions about any information, including the methodology used for any calculations and details concerning any of the summary charts or information provided herein.

© 2025 Oak Hill Advisors. All Rights Reserved. OHA is a trademark of Oak Hill Advisors, L.P. All other trademarks shown are the property of their respective owners. Use does not imply endorsement, sponsorship, or affiliation of Oak Hill Advisors with any of the trademark owners.

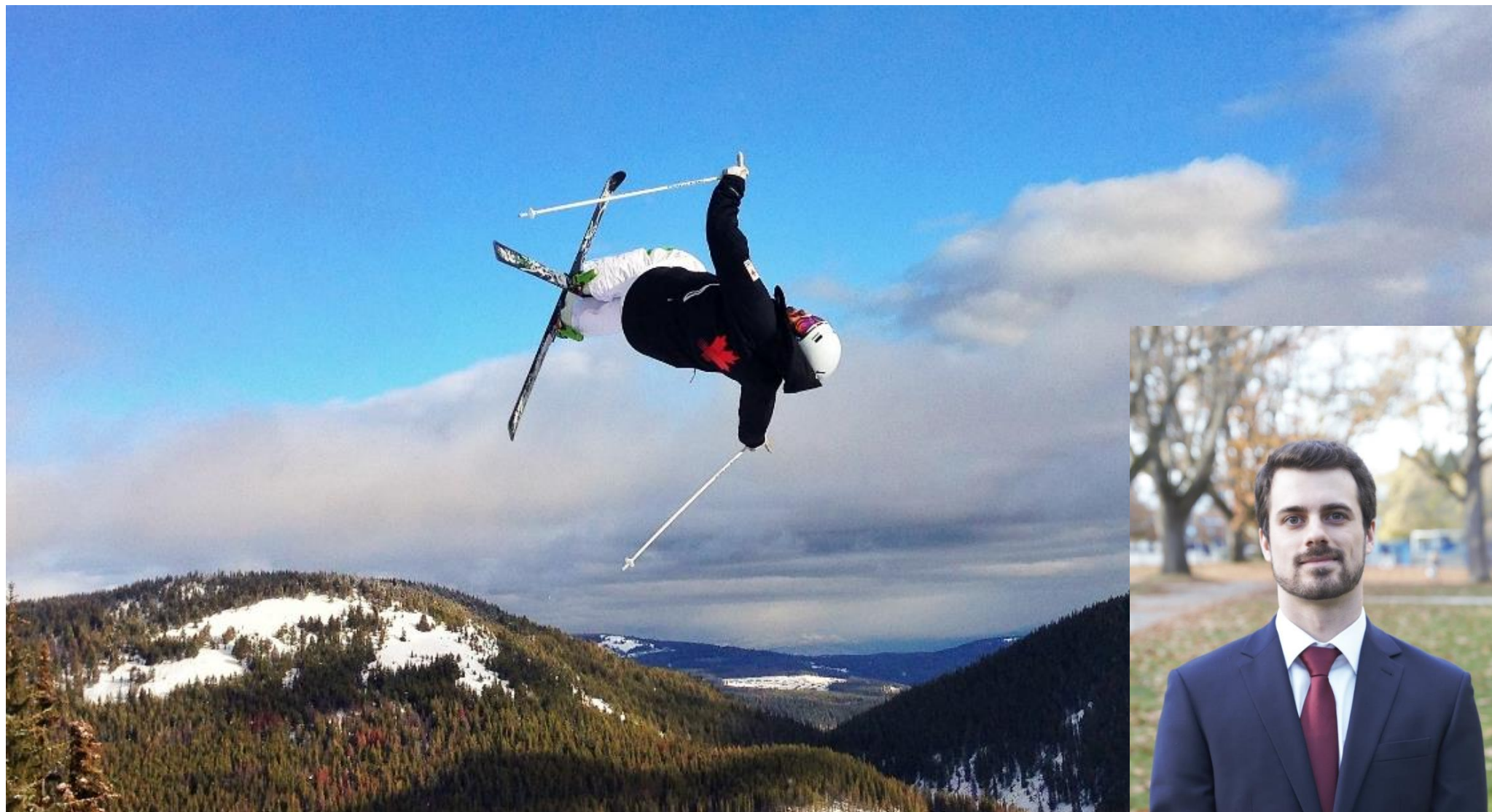
## Canada Disclosure

Team Canada Talent at OHA – Eddie Hicks (2014 Olympian)



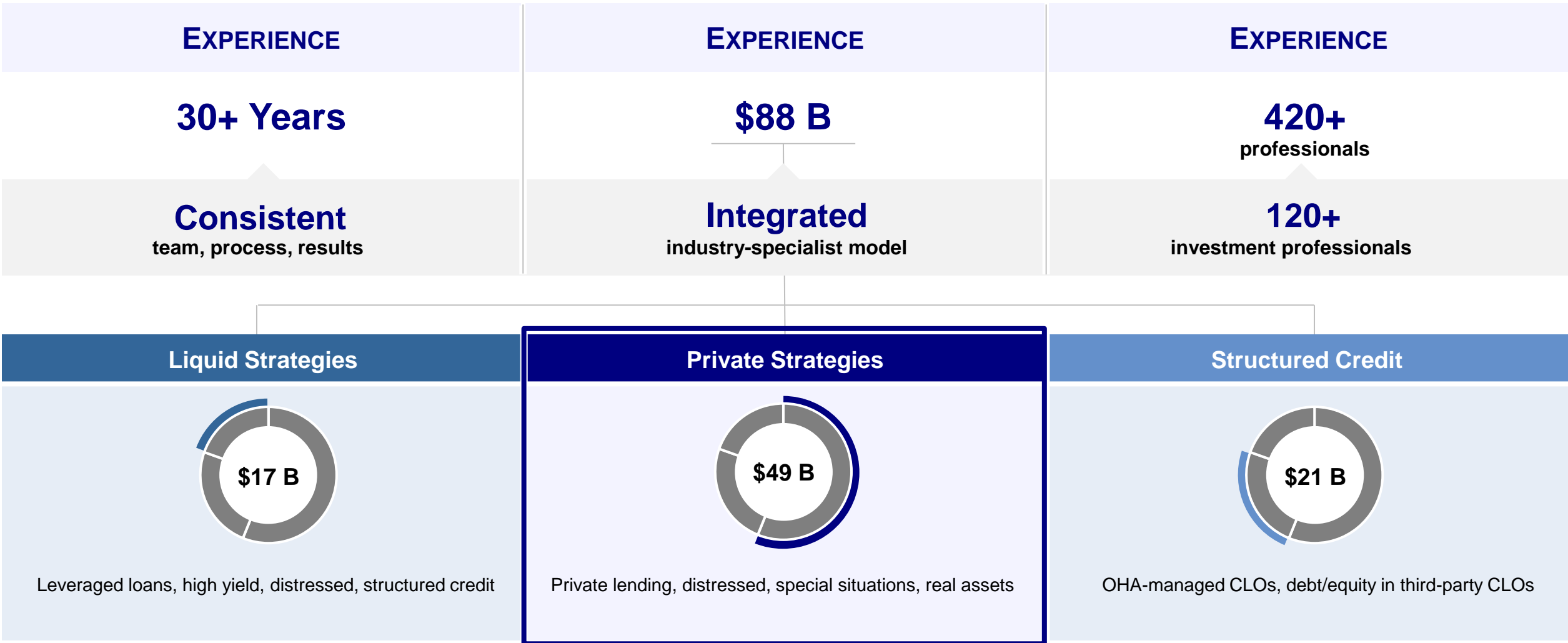
# Canada Disclosure

Team Canada Talent at OHA – Eddie Hicks (2014 Olympian)



# Introduction

OHA is a Leading Global Alternative Credit Investment Specialist



Assets under management ("AUM") estimated as of December 31, 2024. Refers to the discretionary and non-discretionary assets of investment advisory clients and of certain tactical relationships to which OHA provides management, advisory or sourcing and administrative services. AUM includes net asset value, drawn and undrawn debt at the portfolio level, portfolio value and/or unfunded capital, as applicable. AUM uses USD exchange rates as of the applicable month-end for any non-USD-denominated assets. For the CLOs OHA manages, OHA's AUM is equal to the initial principal of collateral adjusted for paydowns. Additional information on the AUM calculation methodology is available upon request. Private Strategies, Liquid Strategies and Structured Credit are based on the primary strategy of each investment vehicle and/or account, each of which may invest in multiple asset classes. The AUM provided here is distinct from regulatory assets under management (as reported on the Form ADV), GIPS assets under management calculations and capital under management. Totals may not add due to rounding.

# Contents

1	Tariff Update
2	OHA Perspectives on Private Credit
3	Manager and Strategy Selection
	Appendix: Endnotes



# Section 1

---

## Tariff Update

# Tariff Update

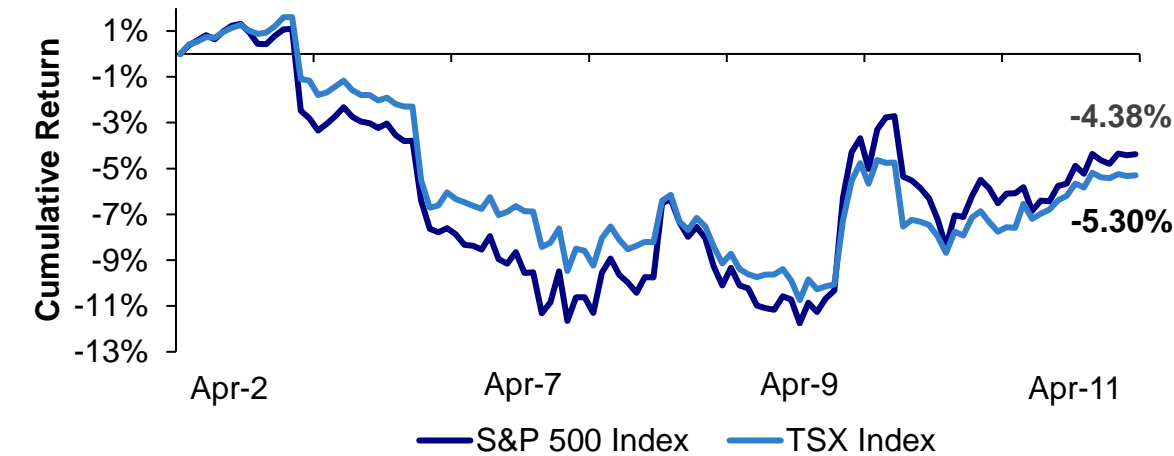
## Tariff Headline Overload



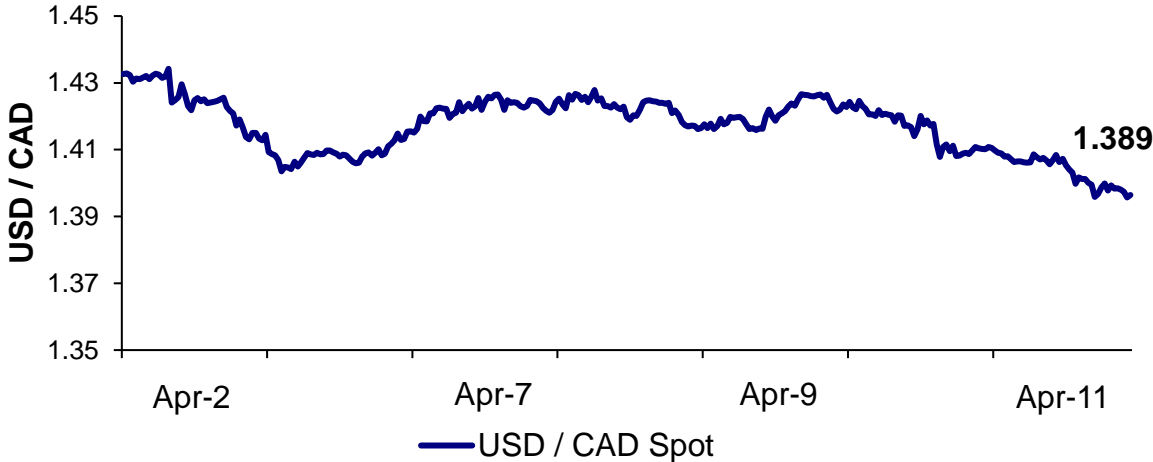
# Tariff Update

## U.S. Market Overview

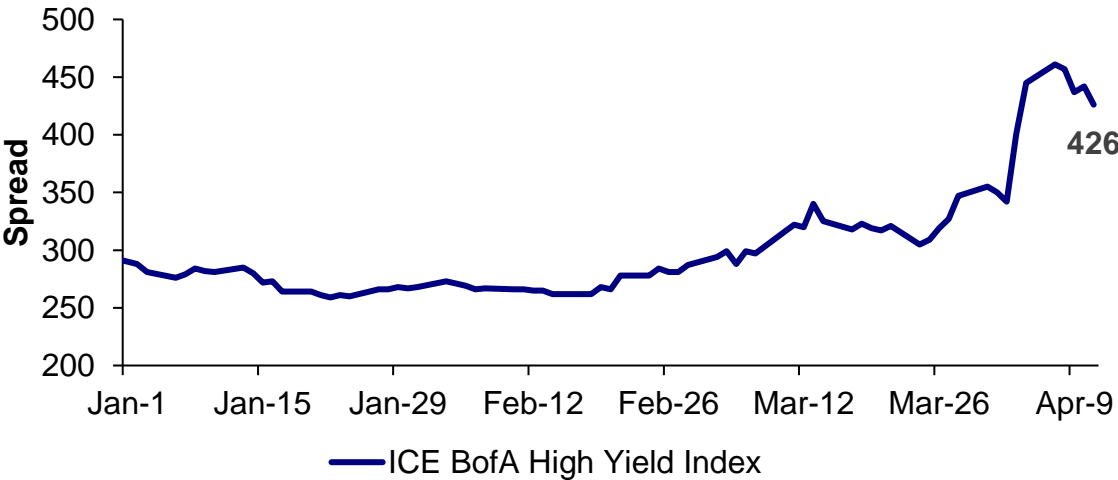
**S&P 500 & TSX Daily Returns**



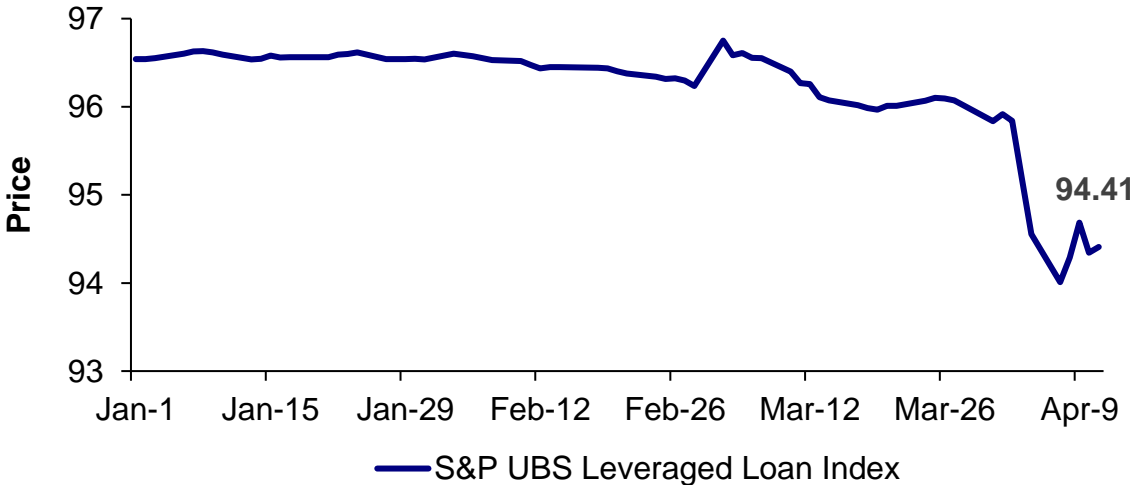
**FX Rates**



**High Yield Index OAS**



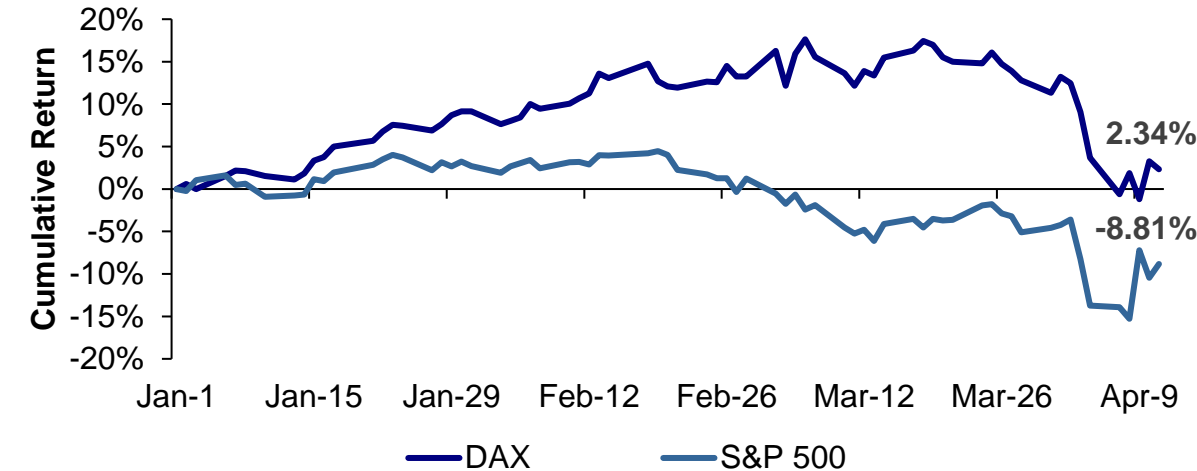
**Loan Index**



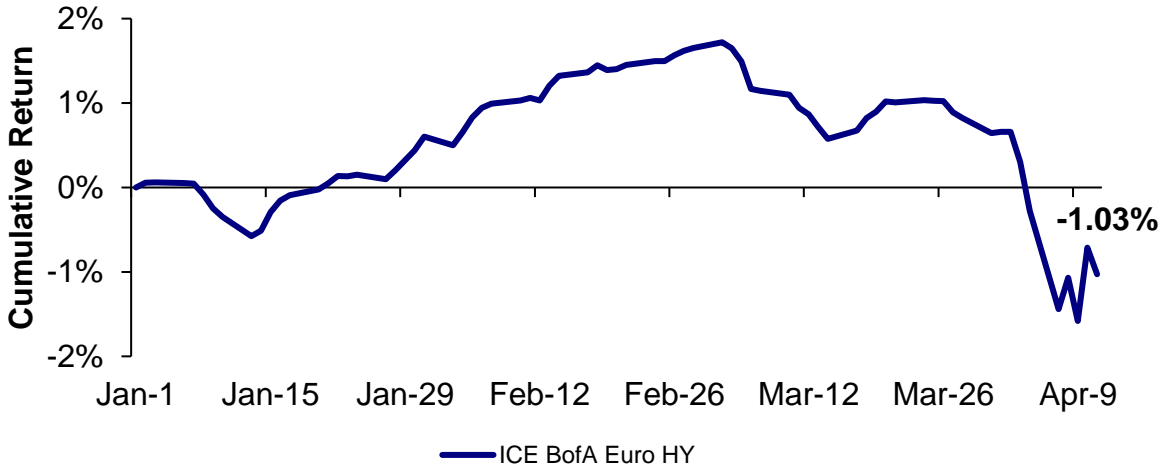
# Tariff Update

## European Market Overview

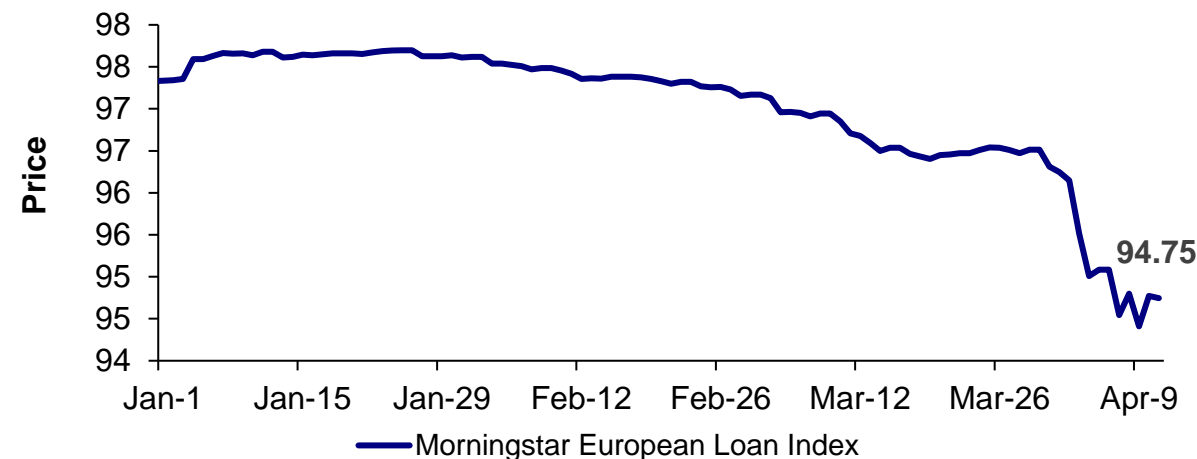
EU vs. U.S. Equity Markets



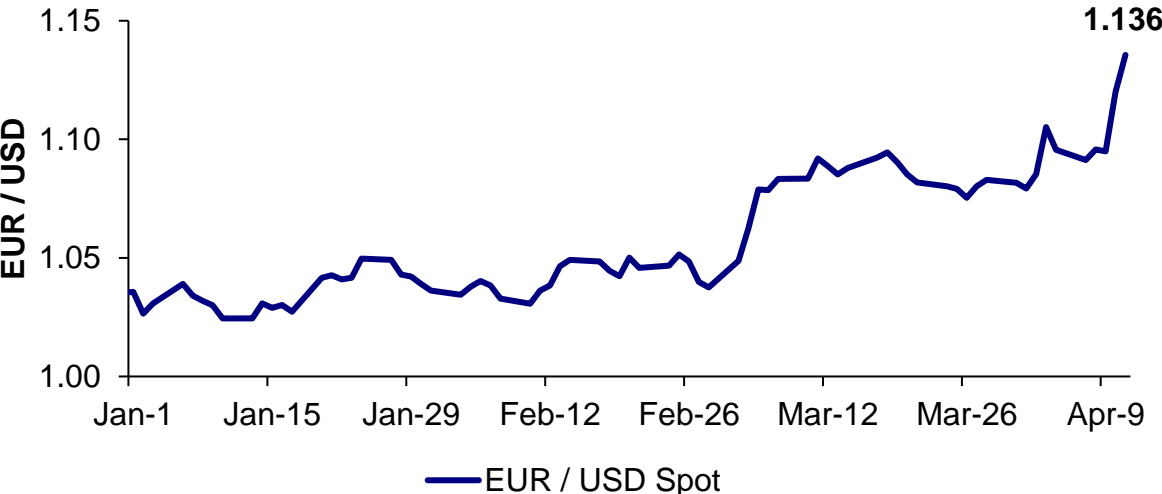
Credit Markets



Loan Index



FX Rates







## Section 2

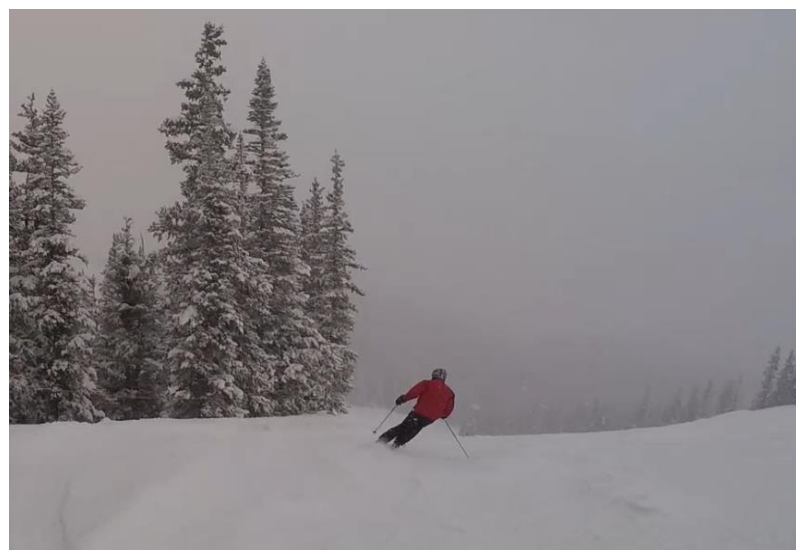
---

### OHA Perspectives on Private Credit

# OHA Perspectives on Private Credit

Why?

Good



Better

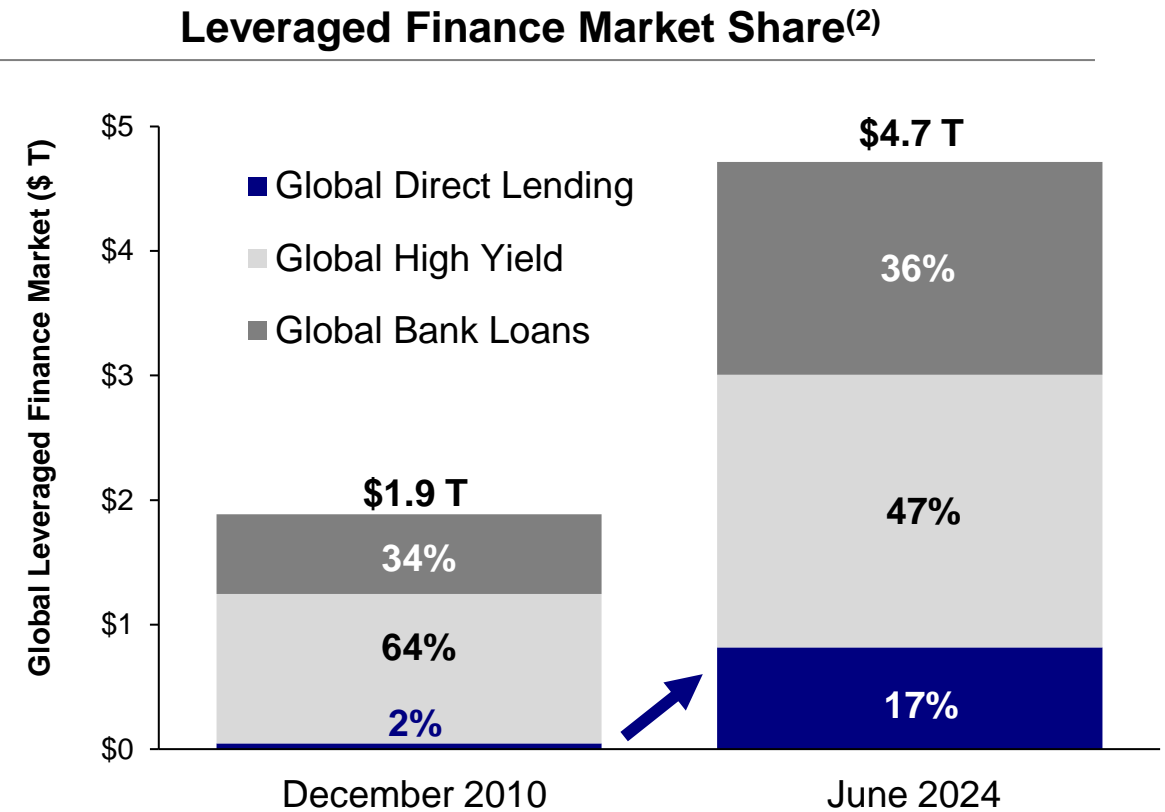
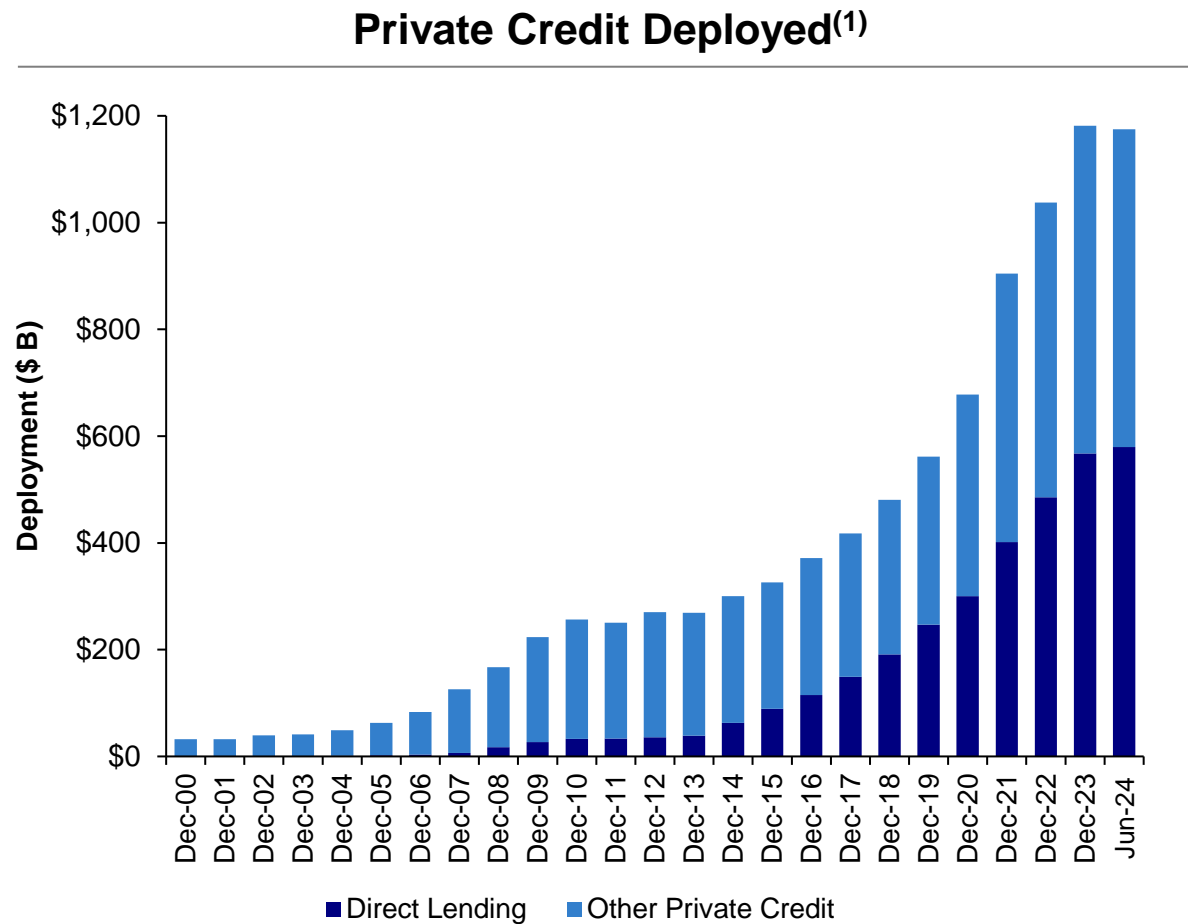


Best



# OHA Perspectives on Private Credit

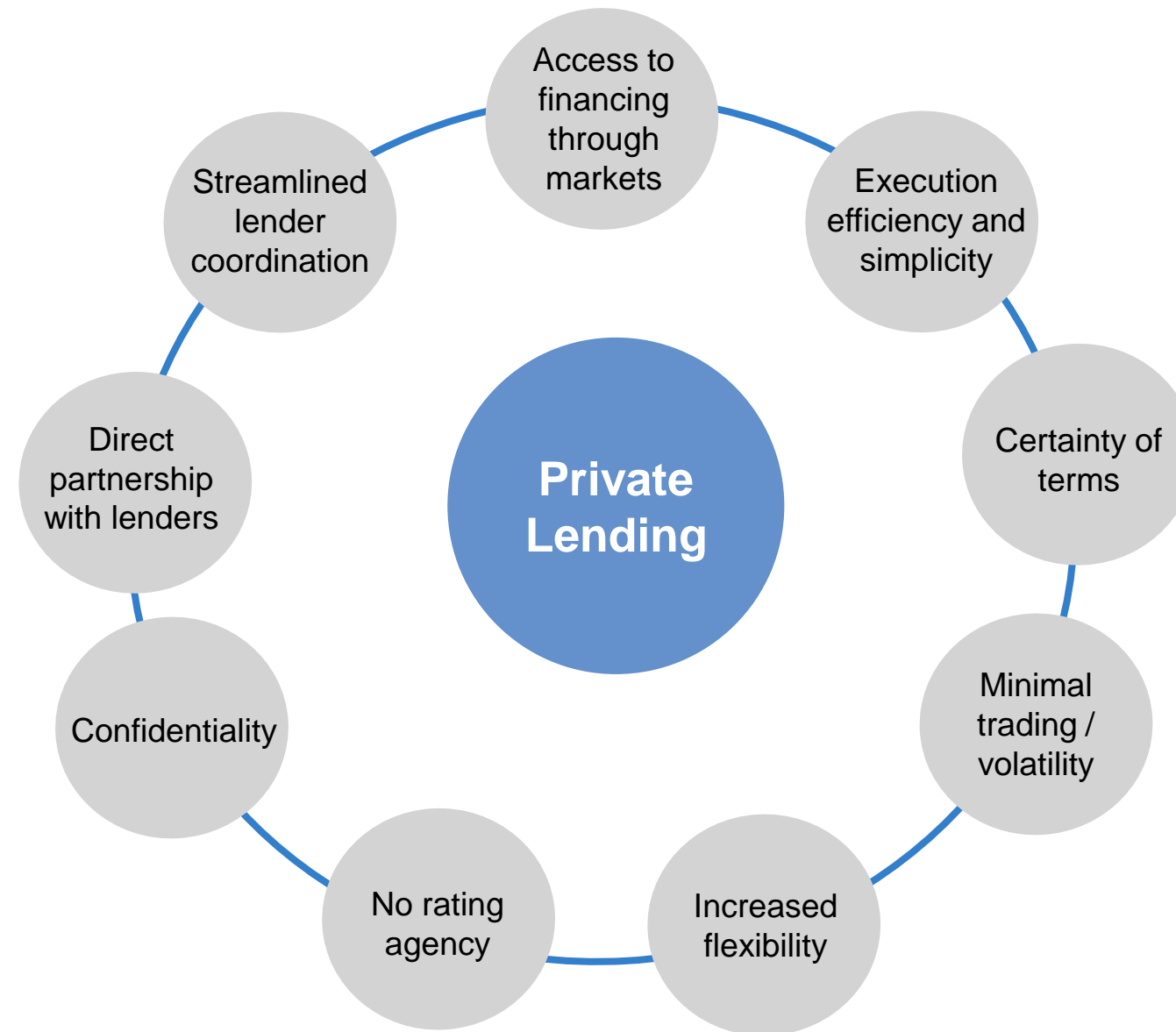
## Private Lending Continues Rapid Growth



1) Source: Preqin as of June 30, 2024. Reflects unrealized value.  
2) Source: Preqin, Bank of America Global High Yield Index, S&P Global U.S. and Euro Leveraged Loan Indices as of June 30, 2024. Euro Leveraged Loan Index converted to USD as of June 30, 2024. Totals may not add due to rounding.

# OHA Perspectives on Private Credit

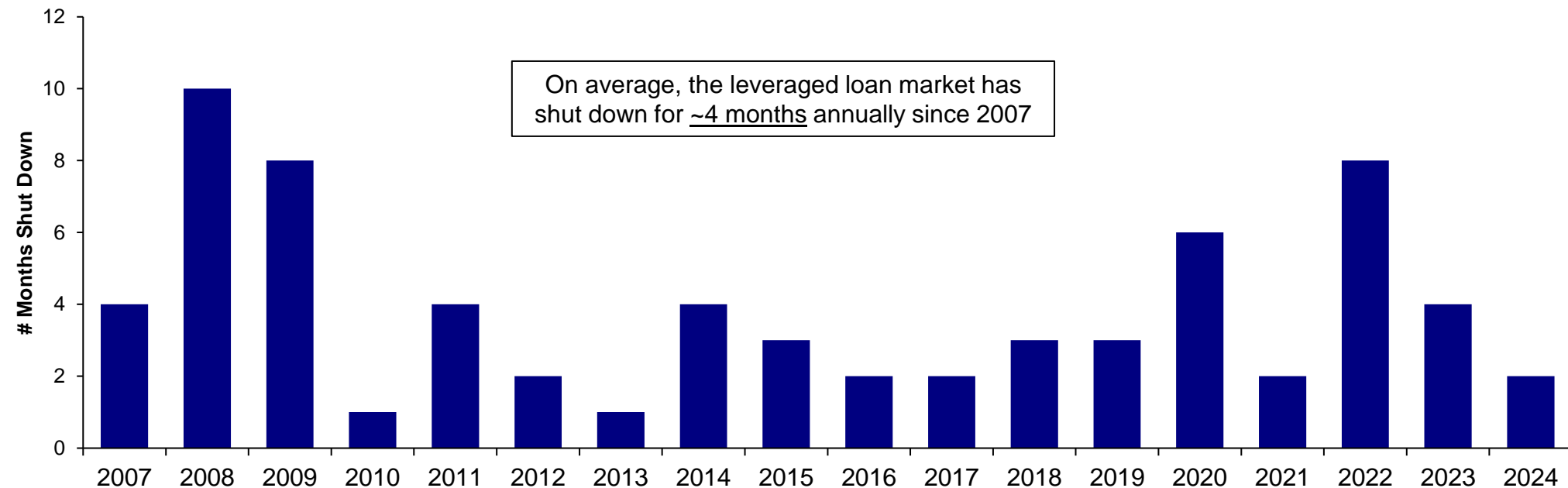
## Why is it Better for Borrowers?



# OHA Perspectives on Private Credit

## Syndicated Loan Market Shuts Down

# of Months Per Year The Leveraged Loan Market Has “Shut Down”<sup>(1)</sup>  
2007 - 2024



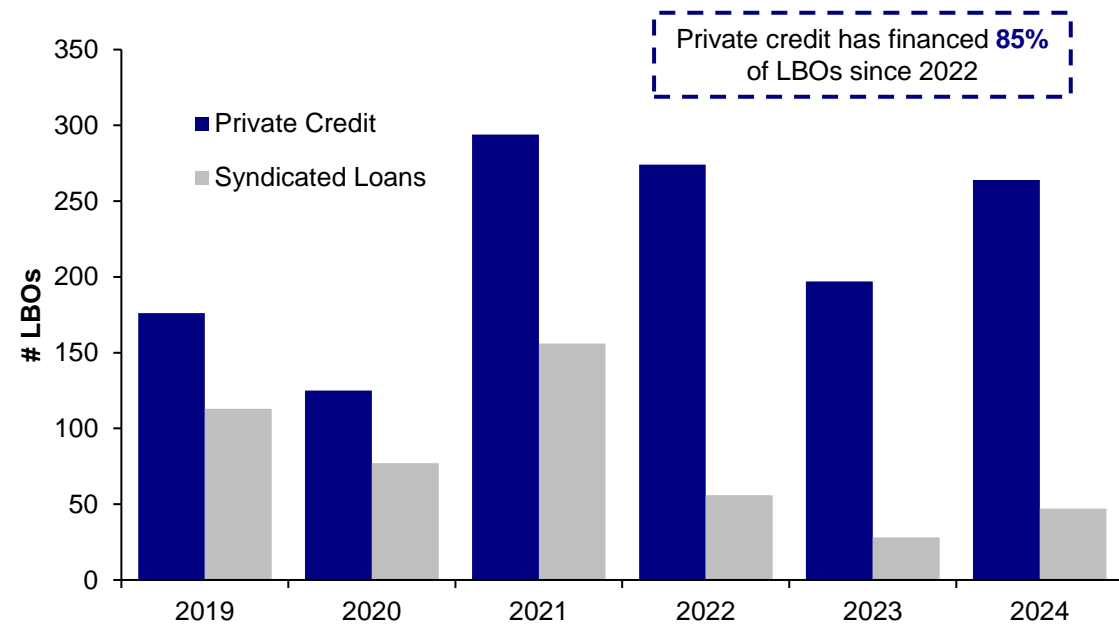
OHA believes cyclicity of the leveraged loan market creates risk for borrowers seeking to access financing

1) Source: OHA analysis of data from PitchBook LCD as of December 31, 2024. OHA defines “leveraged loan market shut down” as a month where monthly syndicated new issue volume is at least 30% below the 12-month trailing average.  
CONFIDENTIAL - FOR USE WITH INSTITUTIONAL INVESTORS ONLY. NOT FOR FURTHER DISTRIBUTION. Page 16

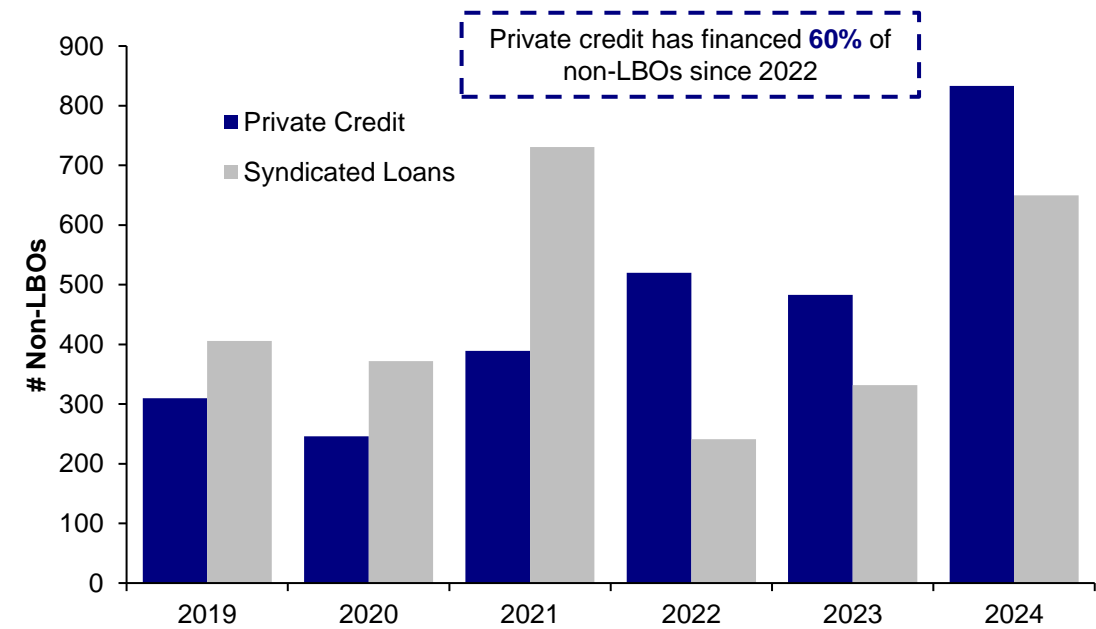
# OHA Perspectives on Private Credit

## Sponsors Shifting to Private Capital

**LBOs Financed in  
Private Credit vs. Syndicated Markets<sup>(1)</sup>**



**Non-LBOs Financed in  
Private Credit vs. Syndicated Markets<sup>(1)</sup>**



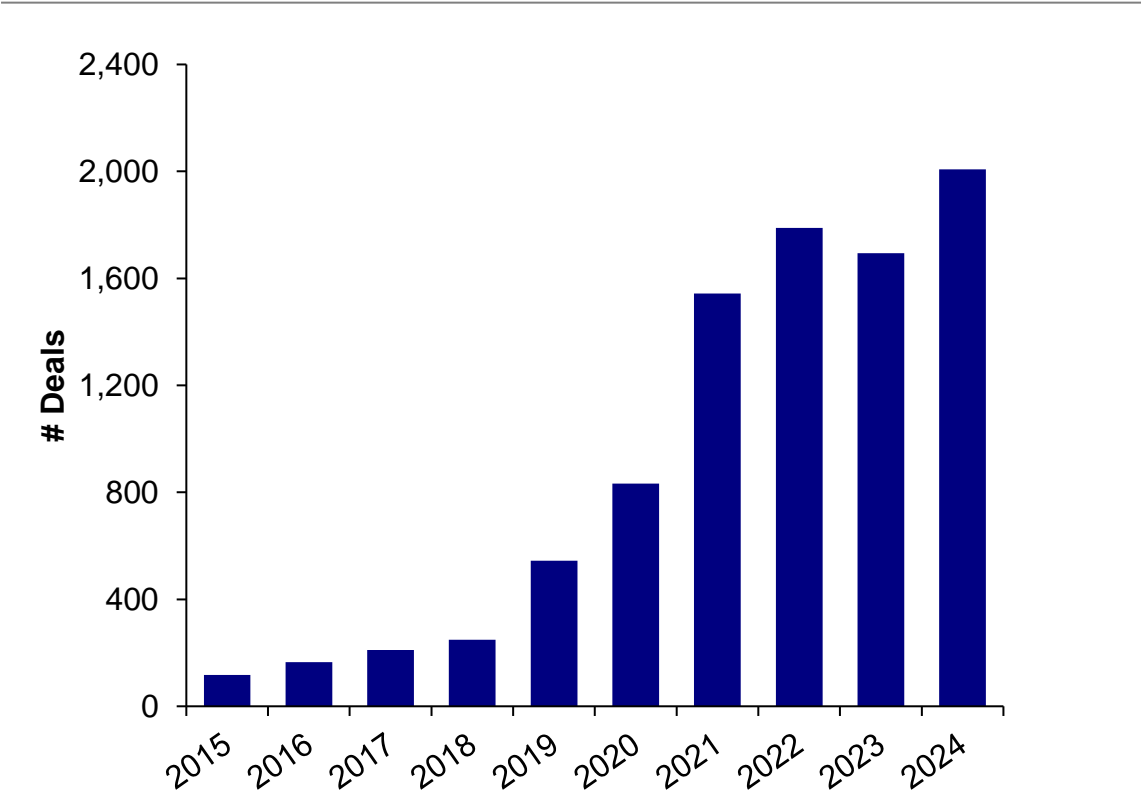
**Private credit has financed 85% of LBOs since 2022<sup>(1)</sup>**

1) Source: PitchBook LCD through December 31, 2024. Private credit count is based on transactions covered by LCD News.

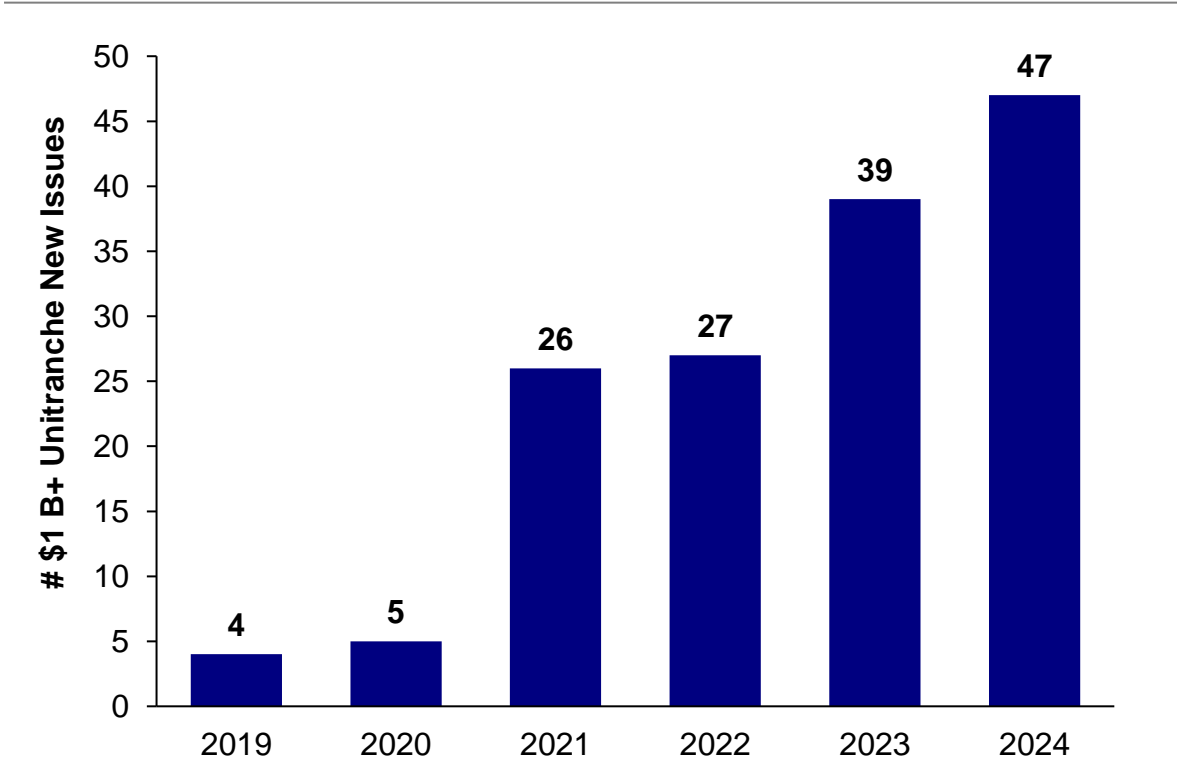
# OHA Perspectives on Private Credit

## More Deals and Bigger Deals

Direct Lending Deals by Year<sup>(1)</sup>



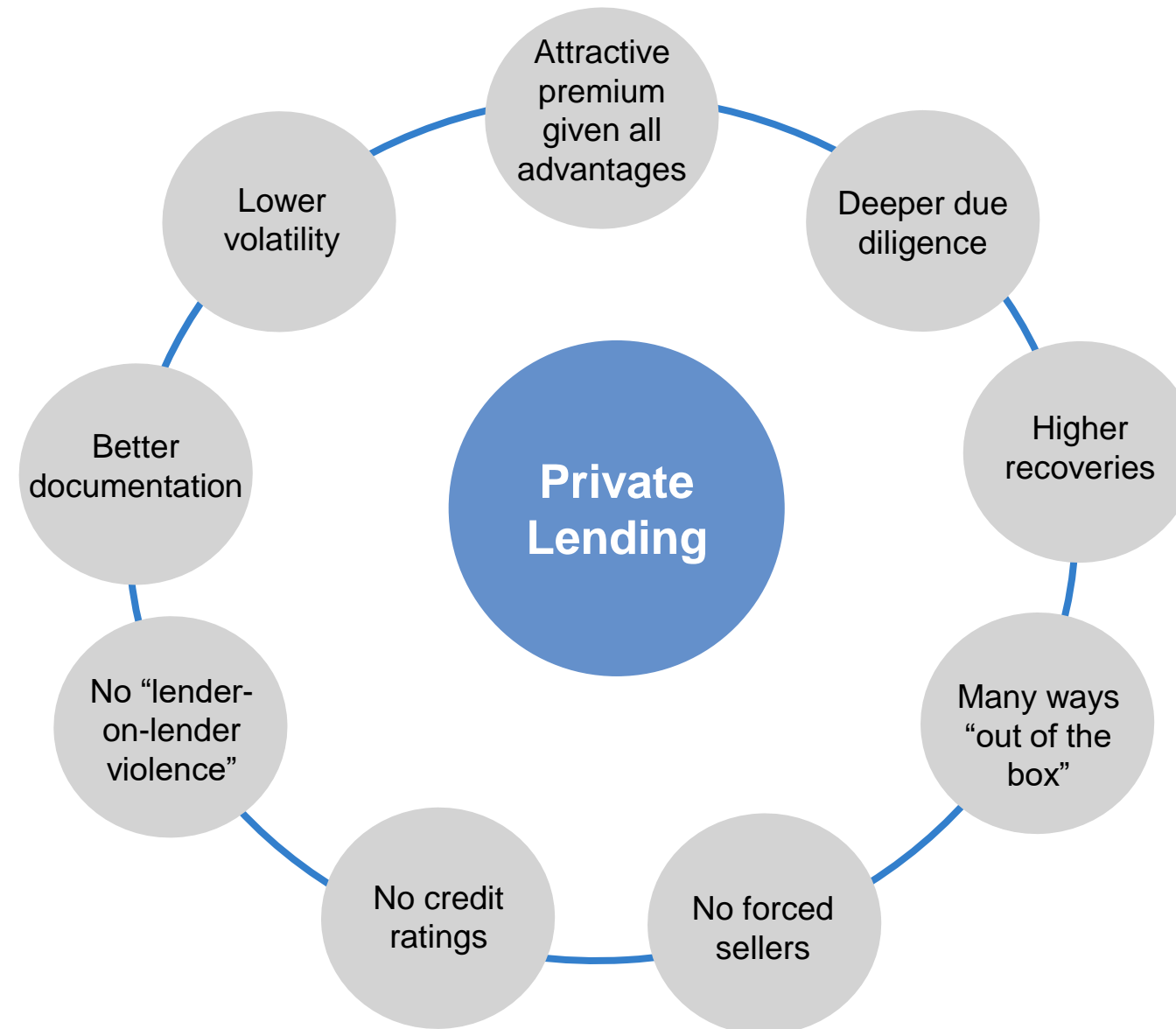
\$1 B+ Private Financings<sup>(1)</sup>



1) Source: KBRA Direct Lending Deals and OHA analysis as of December 31, 2024.

# OHA Perspectives on Private Credit

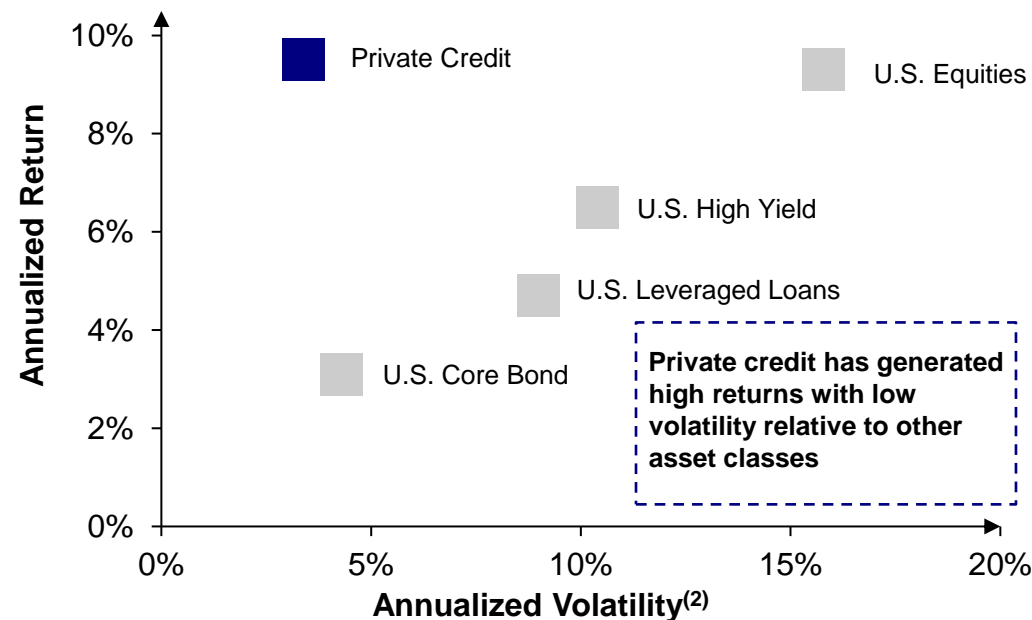
## Why is it Better for Investors?



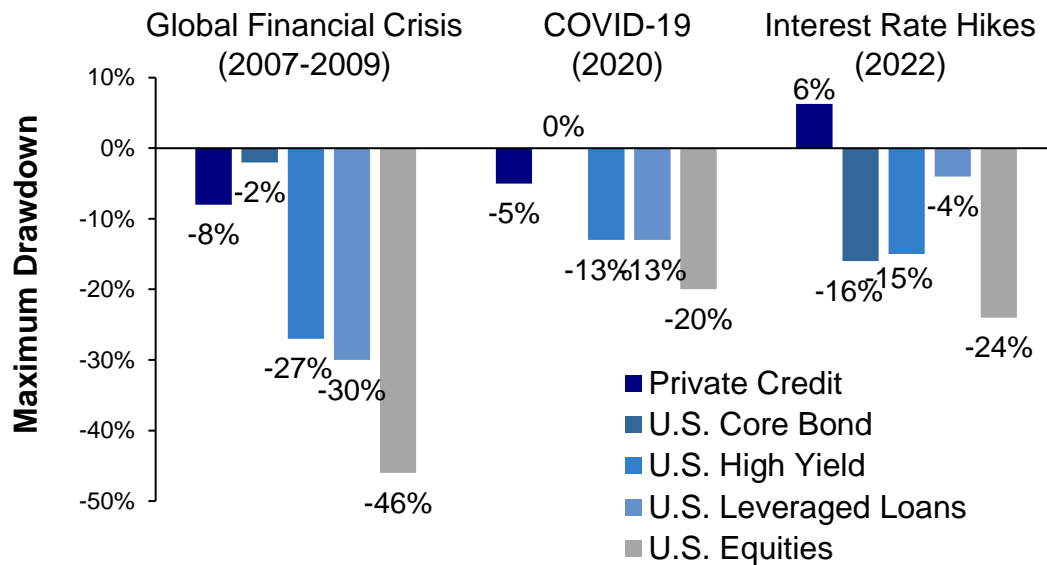
# OHA Perspectives on Private Credit

## The Data

**Asset Class Risk / Reward Analysis<sup>(1)</sup>**  
September 2004 – June 2024



**Asset Class Scenario Drawdown<sup>(1)</sup>**



Past performance is not indicative of future results. Please refer to the Appendix for additional endnotes.

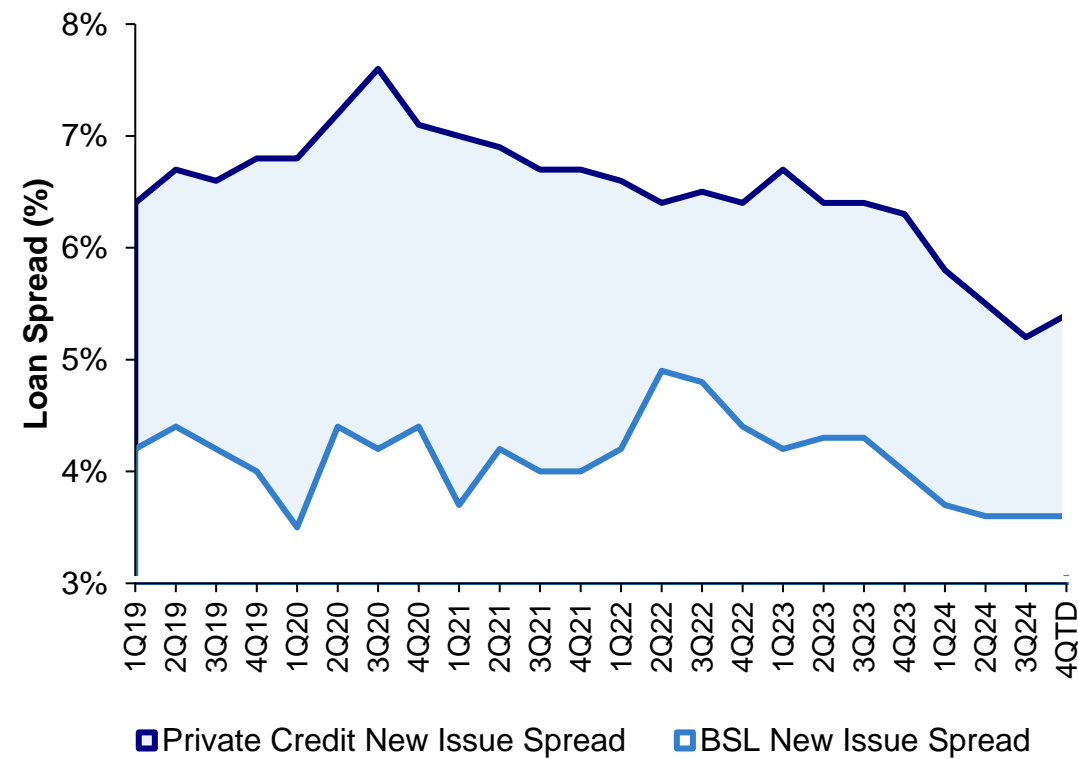
1) OHA analysis as of June 30, 2024. September 2004 reflects the inception date of the Cliffwater Direct Lending Index. Private Credit represented by the Cliffwater Direct Lending Index, U.S. Core Bond represented by the Bloomberg U.S. Aggregate Bond Index, U.S. High Yield represented by the Bloomberg U.S. Corporate High Yield Index, U.S. Equities represented by the S&P 500 Index, U.S. Leveraged Loans represented by the Credit Suisse Leveraged Loan Index. There is no representation being made that an individual investor will achieve returns similar to those shown. The volatility of the indices may be materially different from the individual performance attained by a specific investor. In addition, the portfolio holdings may differ significantly from the securities that comprise the indices. The indices have not been selected to represent an appropriate benchmark to compare an investor's performance, rather are disclosed to allow for comparison of the investor's performance in a certain asset class to that of certain well-known and widely recognized indices. One cannot invest directly in an index.

2) Volatility is represented by standard deviation. Standard deviation measures the volatility of returns. Higher standard deviation represents higher volatility.

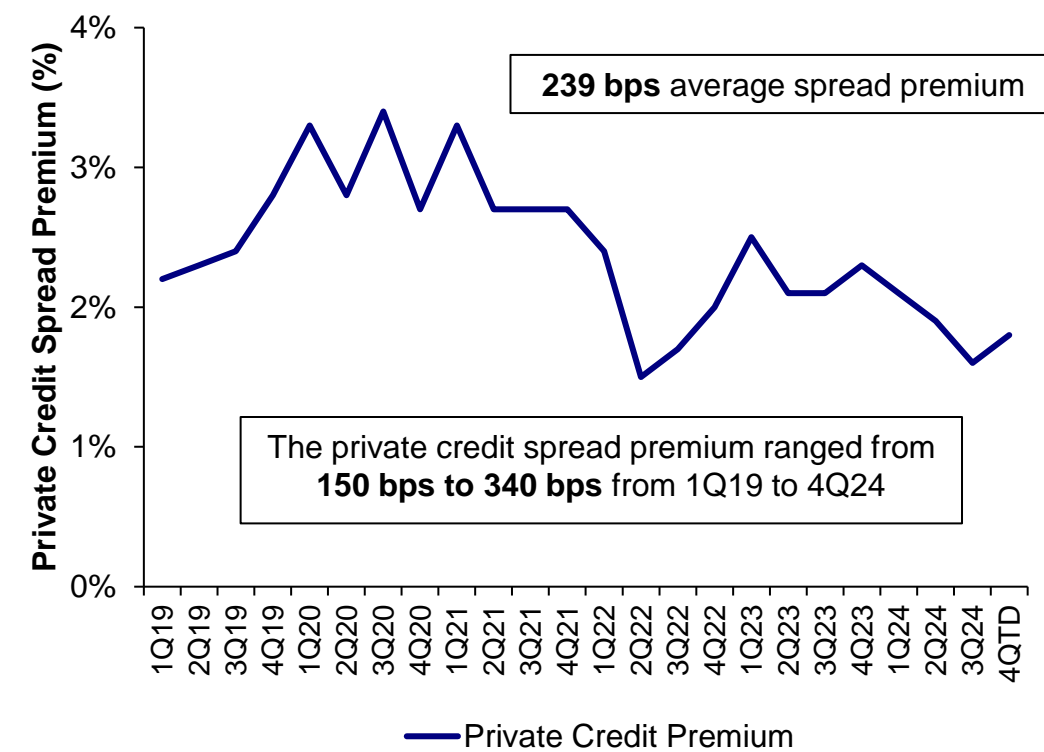
# OHA Perspectives on Private Credit

## Persistent Value and Relative Value

Private Credit vs. Broadly Syndicated Loans (BSLs)<sup>(1)</sup>  
1Q 2019 – 4QTD 2024



Private Credit Premium vs. Broadly Syndicated Loans (BSLs)<sup>(1)</sup>  
1Q 2019 – 4QTD 2024

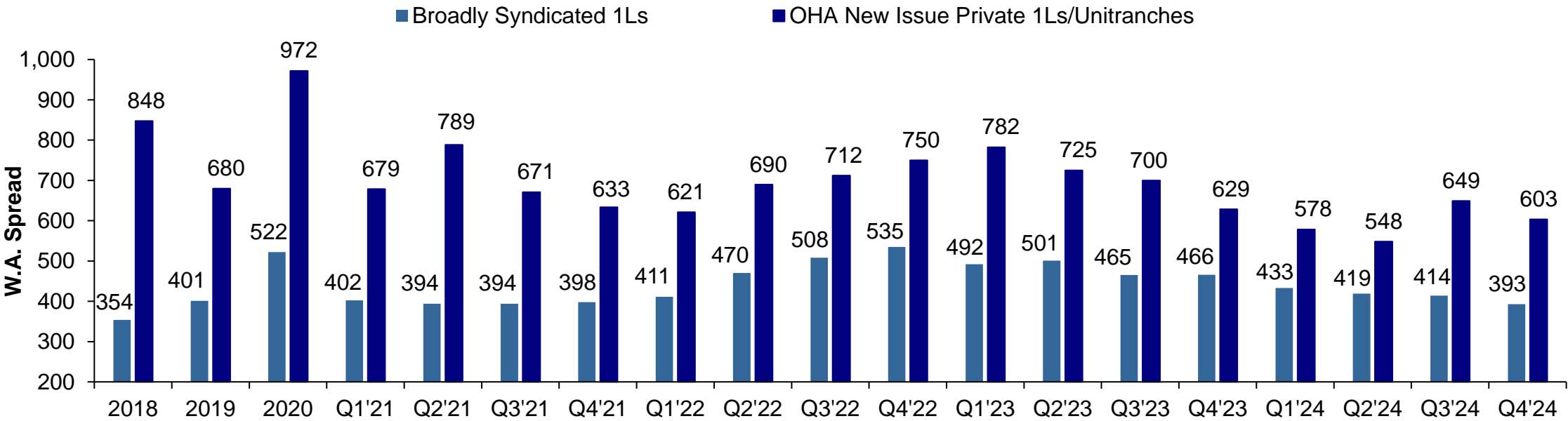


1) Source: PitchBook LCD, Company data, Goldman Sachs Investment Research as of November 22, 2024. Private credit new issue spreads represented by business development company (BDC) new issue spreads. Includes: OBDC, OBDC II, OBDE, OCIC, OTIC, OTF, OTF II, ARCC, ASIF, BXSL, BCRED, FSK, MFIC, TSLX, GBDC. Broadly syndicated loan new issue spreads represented by PitchBook LCD new issue data.

# OHA Perspectives on Private Credit

## Persistent Spread Premium

Average Spread			
	OHA New Issue Private 1Ls	Broadly Syndicated 1Ls	OHA Premium
3 Year	663 bps	454 bps	+209 bps
5 Year	712 bps	457 bps	+255 bps

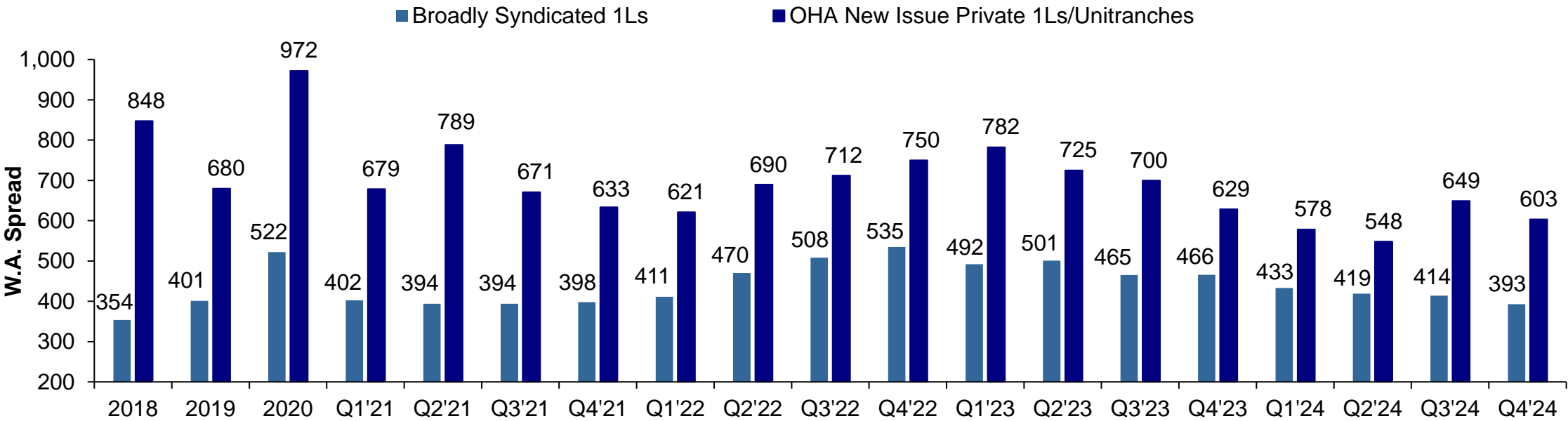


OHA analysis as of December 31, 2024. The analysis portrays different scenarios intended to depict OHA senior private lending as compared to broadly syndicated 1L loans but is for illustrative and discussion purposes only. OHA New Issue Private 1Ls are all first lien / unitranche assets from the OHA First Lien Private Lending Transactions Record. For comparative purposes, OHA spread includes nominal spread plus amortized OID and fees. Broadly Syndicated 1L spreads are average discounted spreads for first lien loans (secondary market) from Pitchbook. While the analysis has been prepared by OHA on the basis of estimates and assumptions about the market believed to be reasonable, it does not warrant its accuracy or make any representations that it is fit for your purposes. The estimates, assumptions and hypothetical figures shown in the analysis are inherently subject to economic, market and other uncertainties and should not be relied upon as facts. The results presented in the analysis would differ if different estimates and assumptions had been used. While OHA believes the analysis is reasonably illustrative of the calculations presented, it is inherently limited in scope and does not purport to illustrate every part or nuance of such calculations, nor does it reflect all possible scenarios that may occur. This is not intended to be a prediction of performance. Actual results will be different than those reflected in the model. Additional information is available upon request.

# OHA Perspectives on Private Credit

## Persistent Spread Premium

Average Spread			
	OHA New Issue Private 1Ls	Broadly Syndicated 1Ls	OHA Premium
3 Year	663 bps	454 bps	+209 bps
5 Year	712 bps	457 bps	+255 bps



OHA analysis as of December 31, 2024. The analysis portrays different scenarios intended to depict OHA senior private lending as compared to broadly syndicated 1L loans but is for illustrative and discussion purposes only. OHA New Issue Private 1Ls are all first lien / unitranche assets from the OHA First Lien Private Lending Transactions Record. For comparative purposes, OHA spread includes nominal spread plus amortized OID and fees. Broadly Syndicated 1L spreads are average discounted spreads for first lien loans (secondary market) from Pitchbook. While the analysis has been prepared by OHA on the basis of estimates and assumptions about the market believed to be reasonable, it does not warrant its accuracy or make any representations that it is fit for your purposes. The estimates, assumptions and hypothetical figures shown in the analysis are inherently subject to economic, market and other uncertainties and should not be relied upon as facts. The results presented in the analysis would differ if different estimates and assumptions had been used. While OHA believes the analysis is reasonably illustrative of the calculations presented, it is inherently limited in scope and does not purport to illustrate every part or nuance of such calculations, nor does it reflect all possible scenarios that may occur. This is not intended to be a prediction of performance. Actual results will be different than those reflected in the model. Additional information is available upon request.



## Section 3

---

### Manager and Strategy Selection

# Manager and Strategy Selection

## Why Do Managers Matter?

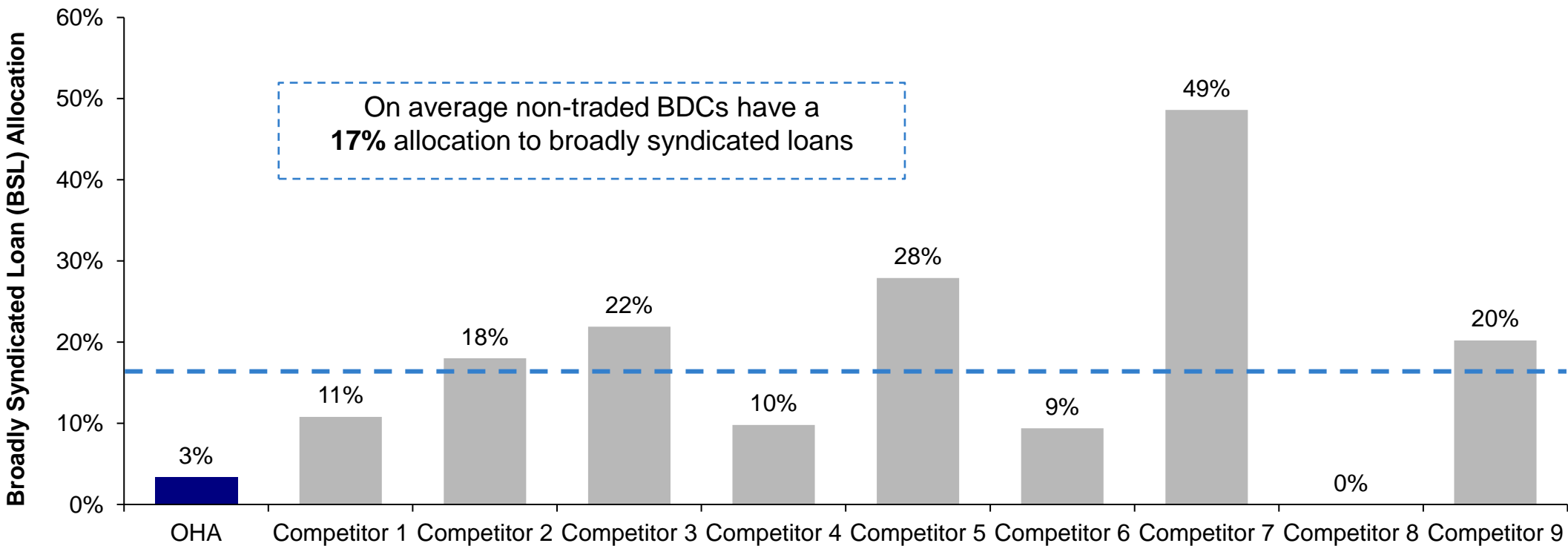
### Key Themes

- Size matters in private lending
- Investment styles / risk appetite / credit discipline make a difference
- Portfolio construction / leverage are critical

# Manager and Strategy Selection

## Manager Positing Matters

**Non-Traded BDC Portfolio Positioning<sup>(1)</sup>**  
*Allocation to Broadly Syndicated Loans*

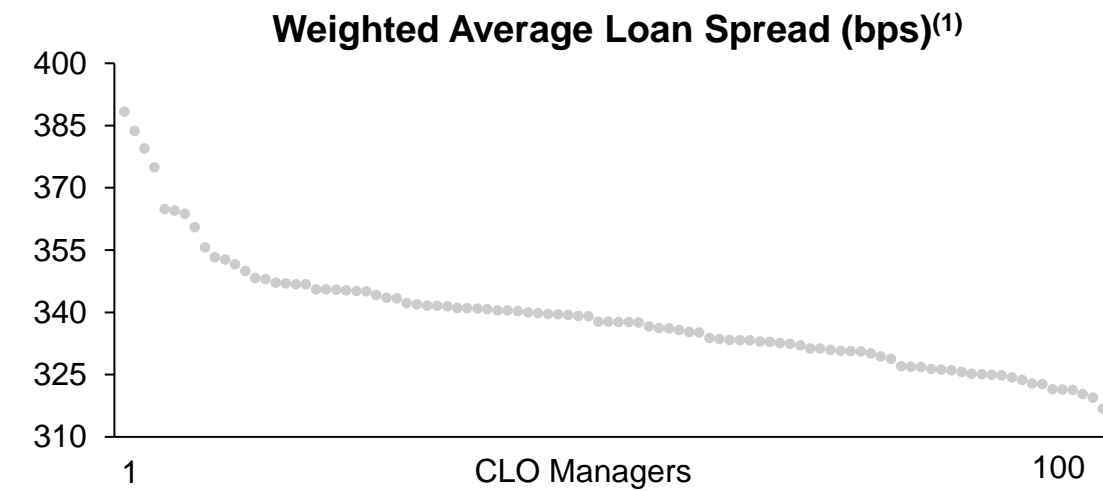


1) Source: Company filings as of December 31, 2024. Broadly syndicated loan allocation represented by non-level 3 asset exposure of non-traded BDCs. Competitors represented by Blackstone, Blue Owl, Apollo, HPS, Oaktree, Morgan Stanley, Ares, Angelo Gordon and Churchill.

CONFIDENTIAL - FOR USE WITH INSTITUTIONAL INVESTORS ONLY. NOT FOR FURTHER DISTRIBUTION. Page 26

# Manager and Strategy Selection

## CLO Data Shows Important Differences in Manager Styles / Risk Appetite

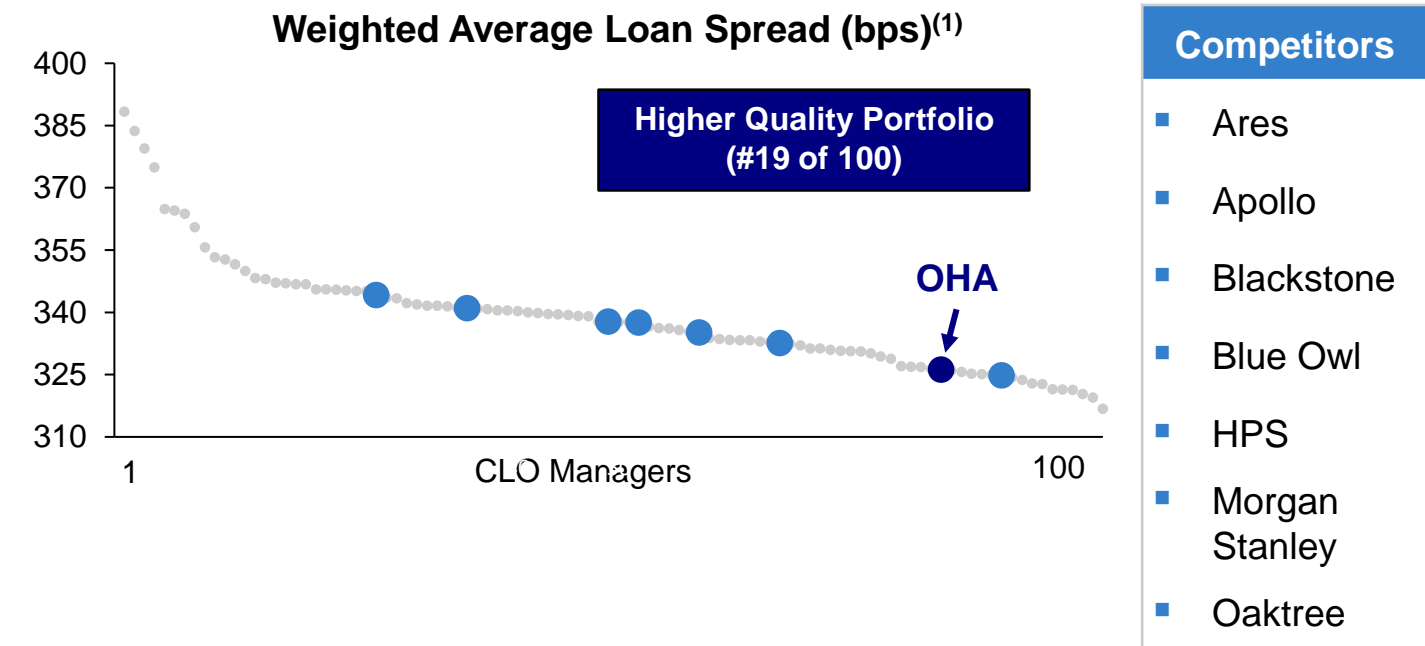


Past performance is not indicative of future results. Competitor set based on top seven largest non-traded BDC managers by total assets as of December 2024 as reported by Houlihan Lokey.

1) As of January 31, 2025. Source: Wells Fargo U.S. CLO Manager Style Guide. Includes all outstanding OHA U.S. CLOs.

# Manager and Strategy Selection

## CLO Data Shows Important Differences in Manager Styles / Risk Appetite

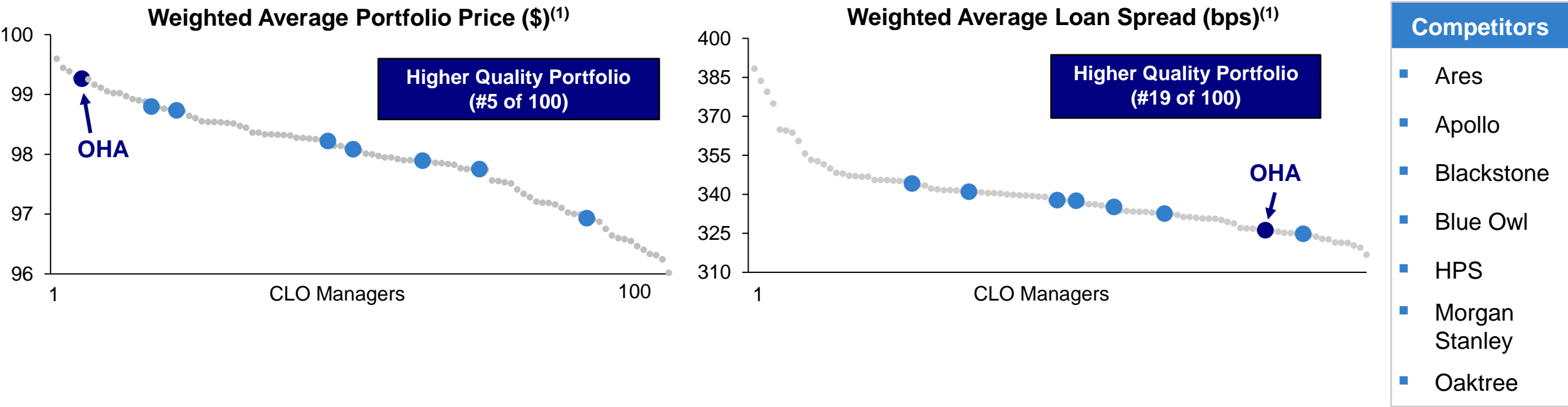


Past performance is not indicative of future results. Competitor set based on top seven largest non-traded BDC managers by total assets as of December 2024 as reported by Houlihan Lokey.

1) As of January 31, 2025. Source: Wells Fargo U.S. CLO Manager Style Guide. Includes all outstanding OHA U.S. CLOs.

# Manager and Strategy Selection

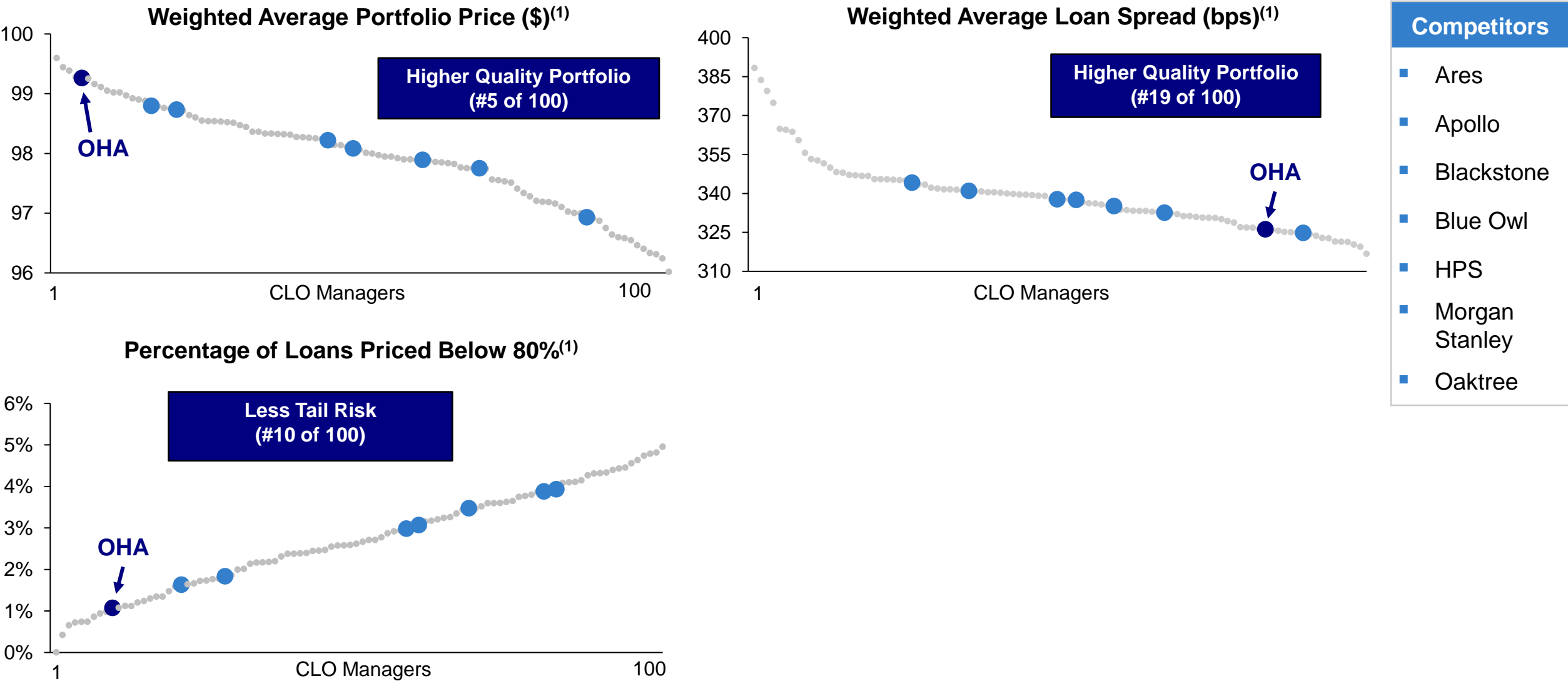
## CLO Data Shows Important Differences in Manager Styles / Risk Appetite



Past performance is not indicative of future results. Competitor set based on top seven largest non-traded BDC managers by total assets as of December 2024 as reported by Houlihan Lokey.  
1) As of January 31, 2025. Source: Wells Fargo U.S. CLO Manager Style Guide. Includes all outstanding OHA U.S. CLOs.

# Manager and Strategy Selection

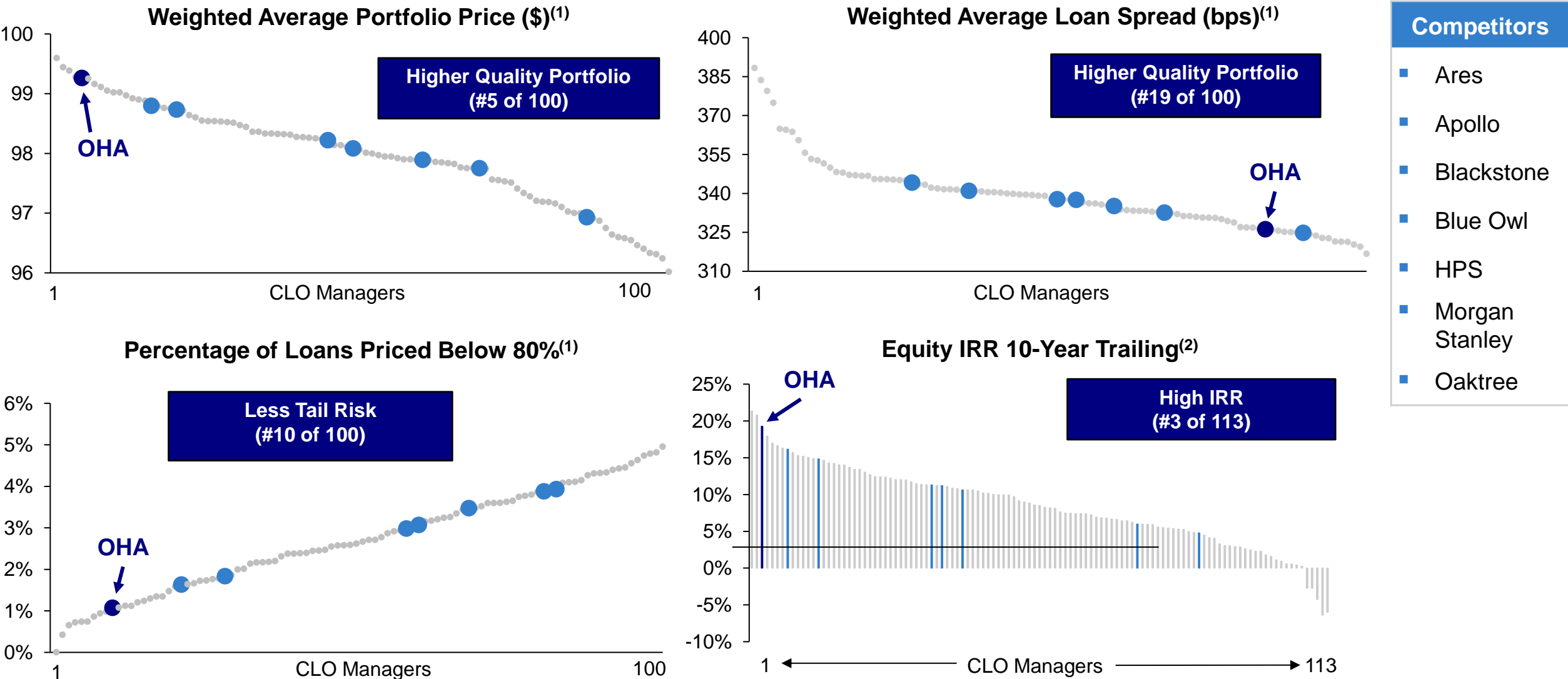
## CLO Data Shows Important Differences in Manager Styles / Risk Appetite



Past performance is not indicative of future results. Competitor set based on top seven largest non-traded BDC managers by total assets as of December 2024 as reported by Houlihan Lokey.  
 1) As of January 31, 2025. Source: Wells Fargo U.S. CLO Manager Style Guide. Includes all outstanding OHA U.S. CLOs.

# Manager and Strategy Selection

## CLO Data Shows Important Differences in Manager Styles / Risk Appetite



Past performance is not indicative of future results. Competitor set based on top seven largest non-traded BDC managers by total assets as of December 2024 as reported by Houlihan Lokey.

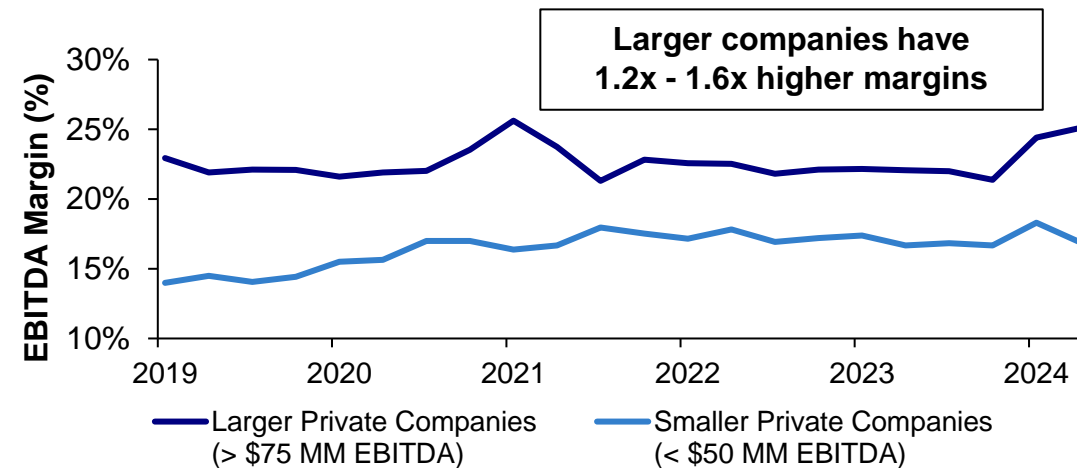
1) As of January 31, 2025. Source: Wells Fargo U.S. CLO Manager Style Guide. Includes all outstanding OHA U.S. CLOs.

2) As of December 31, 2024. Source: Intex. Includes all CLO equity performance of managers since January 2015. Only includes managers who show net performance.

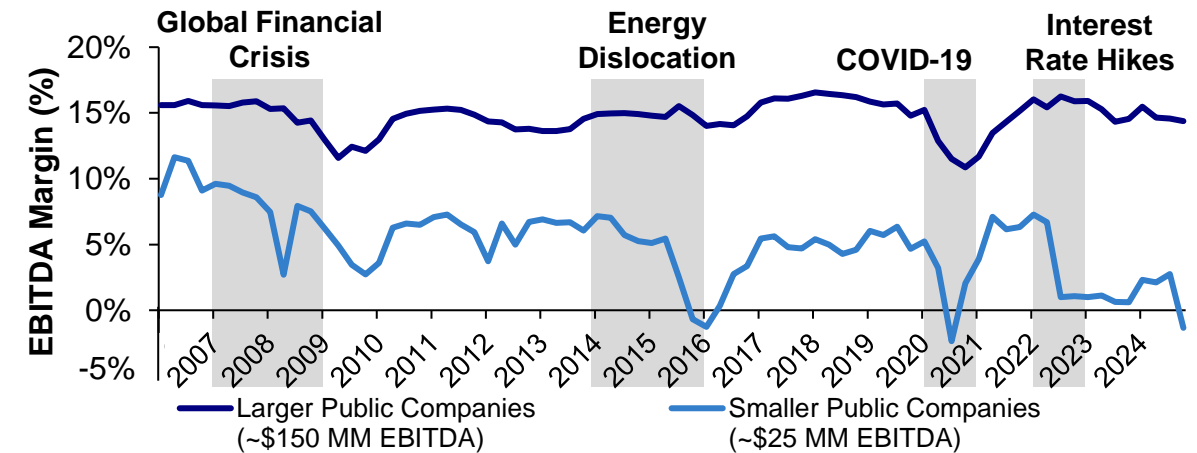
# Manager and Strategy Selection

## Larger Companies Historically Have Higher, More Resilient Margins and Interest Coverage, Driving Lower Defaults

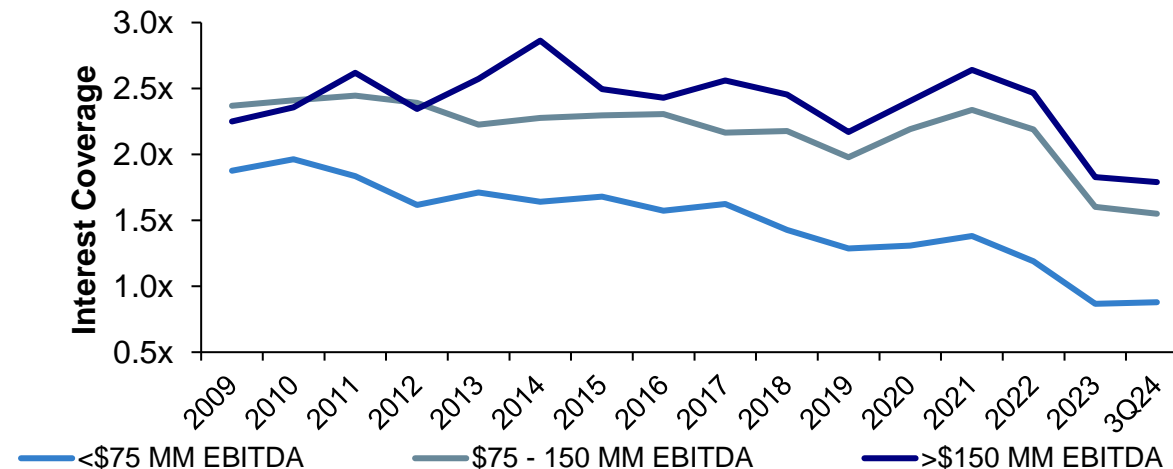
**Higher Margins<sup>(1)</sup>**  
1Q 2019 – 3Q 2024



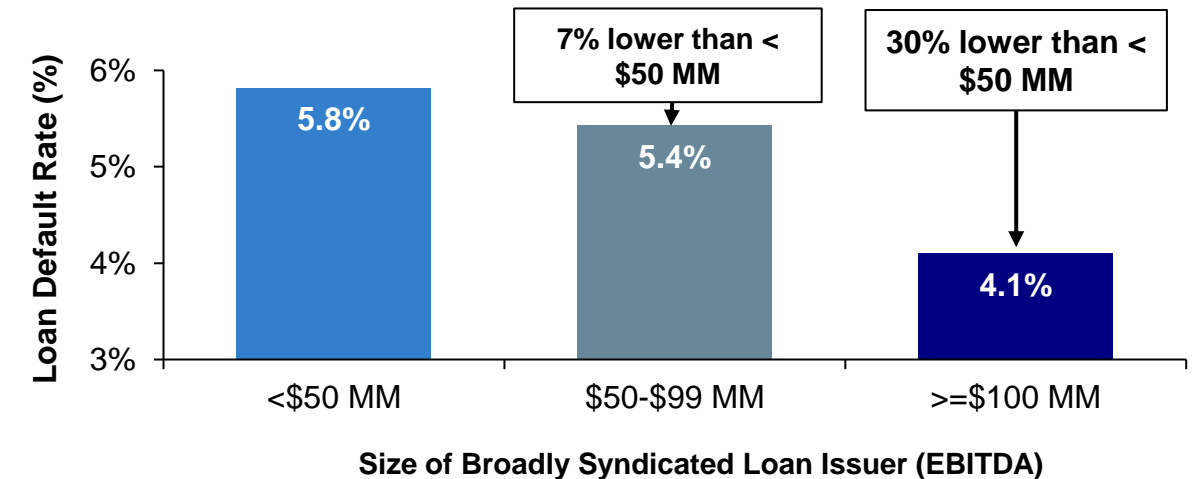
**More Resilient Margins<sup>(2)</sup>**  
1Q 2006 – 4Q 2024



**Higher Interest Coverage Margins<sup>(3)</sup>**  
2009 – 3Q 2024



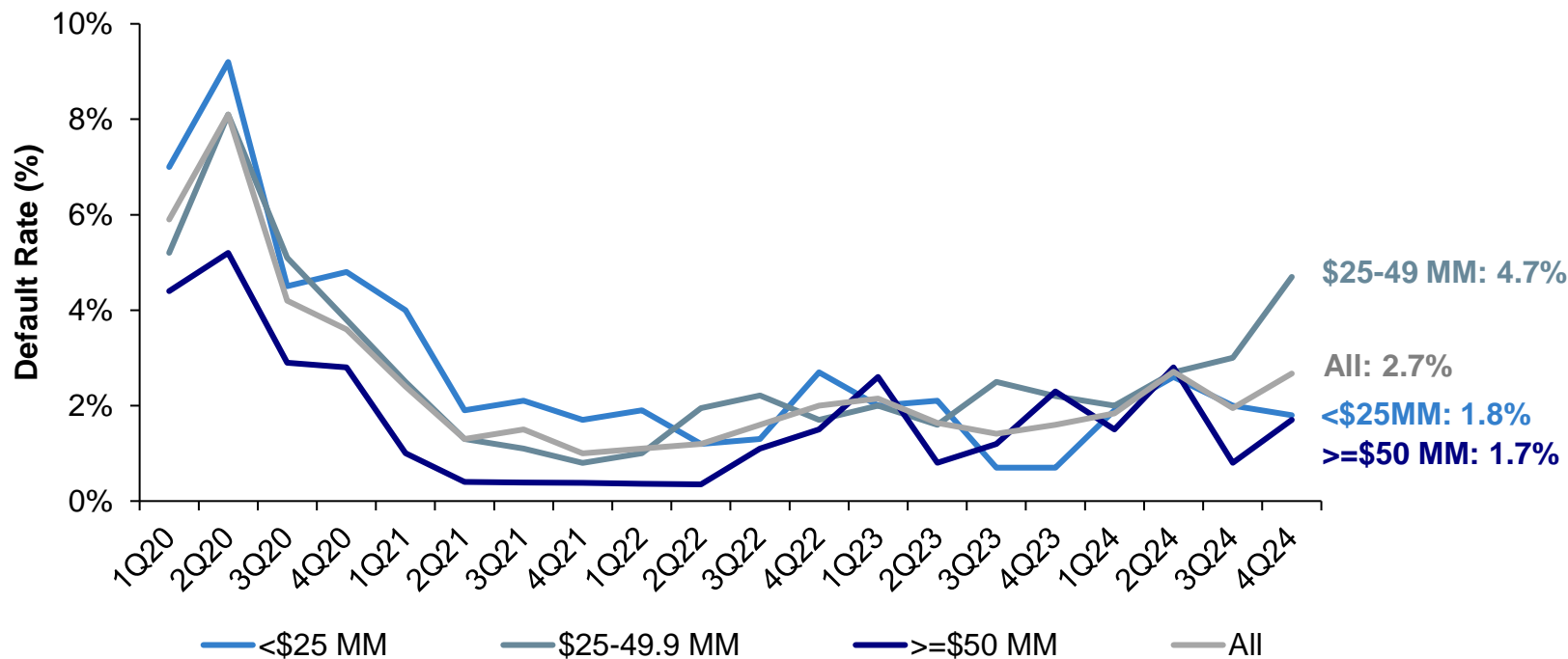
**Lower Defaults<sup>(4)</sup>**  
1Q 1995 – 4Q 2024



# Manager and Strategy Selection

Larger Borrowers Have Historically Shown Lower Defaults and Higher Recoveries

Private Credit Defaults and Recoveries by Borrower Annual EBITDA  
1Q 2020 – 4Q 2024



Recovery Rates by EBITDA	
>\$100 MM	55%
<\$30 MM	35%

OHA believes better default / recovery experience reflects better credit profiles

Source: Defaults represented by the Proskauer Private Credit Default Index as of December 31, 2024. Default rates are equal weighted. Recovery rates represented by the Cliffwater Direct Lending Index. The Cliffwater upper and lower middle market indices cover a five-year period ending September 30, 2024. Upper middle market is defined as private loan collateral with borrower size greater than \$100 MM of EBITDA. Lower middle market is defined as private loan collateral with borrower size less than \$30 MM of EBITDA.

# Manager and Strategy Selection

## Key Takeaways

- Current spread widening and dislocation may create compelling opportunities in credit
- Whether adding risk or shedding risk, credit can be a part of the solution
- Large cap private lending is a large and growing market that:
  - Offers borrowers multiple benefits
  - Offers investors compelling investment opportunities
- Manager style and strategy differences can be meaningful and offer investors a range of options

# Questions

Thank You





# Appendix

---

## Endnotes

# Endnotes

## Page - Specific

**The Data**

OHA is providing you with a confidential model which is proprietary and should not be replicated and/or redistributed. The model portrays different scenarios intended to depict annualized returns but is for illustrative and discussion purposes only. While the model has prepared by OHA on the basis of estimates and assumptions about the market believed to be reasonable, it does not warrant its accuracy or make any representations that it is fit for your purposes. The estimates, assumptions and hypothetical figures shown in the model are inherently subject to economic, market and other uncertainties and should not be relied upon as facts. The results presented in the model would differ if different estimates and assumptions had been used. While OHA believes the model is reasonably illustrative of the calculations presented, it is inherently limited in scope and does not purport to illustrate every part or nuance of such calculations, nor does it reflect all possible scenarios that may occur. This is not intended to be a prediction of performance. Actual results will be different than those reflected in the model. Additional information is available upon request.

**Larger Companies Historically Have Higher Margins, More Resilient Margins and Higher Interest Coverage, Driving Lower Defaults**

- 1) Source: Lincoln International as of September 30, 2024. Larger companies defined as companies with greater than \$75 MM in LTM EBITDA. Smaller companies defined as companies with less than \$50 MM in LTM EBITDA. Median EBITDA shown for Lincoln International Valuation and Opinions Group (VOG) private market proprietary data. Contains same companies quarter over quarter.
- 2) Source: OHA analysis of Bloomberg data as of December 31, 2024. Larger Borrowers represent companies in the Russell Midcap index which have a median EBITDA of \$156 MM from 1Q 2006 – 4Q 2024. Smaller Borrowers represent companies in the Russell Microcap index, which have a median EBITDA of \$24 MM from 1Q 2006 to 4Q 2024. Global Financial Crisis defined as January 2008 to December 2009. Energy Dislocation defined as January 2014 to December 2015. COVID-19 defined as January 2020 to December 2020. Interest Rate Hikes defined as January 2022 to December 2022.
- 3) Source: S&P Global Ratings data as of September 30, 2024. Interest coverage shown is for U.S. and Canada speculative grade rated non-financial corporate issuers with debt outstanding (broadly syndicated loans and/or bonds) in respective year for 'B' and 'B-' Rated Issuers. Data is GAAP-reported on a trailing basis.
- 4) Source: PitchBook LCD as of December 31, 2024. Data shown is from LCD Default Review 4Q24. Comprises loans closed between 1Q 1995 and 4Q 2024.

# Endnotes

## General Methodology

The description set out in this General Methodology section applies to and is intended to be read in conjunction with all track record-specific supplements set out below. The track record-specific supplements supplement and supersede the General Methodology, as applicable, for the relevant track record. Any reference to a specific Endnote shall be understood to mean this statement of General Methodology, as supplemented and superseded, as applicable, by the specific track record supplement.

### Scope

Each track record generally comprises all assets held by the applicable Client Accounts that fit within the applicable strategy and time frame, each as set forth in the applicable track record supplement. Assets are excluded if they were contributed by a client or investor in-kind to a Client Account and intended to be liquidated by OHA. A track record may include assets issued by non-U.S. issuers. In some cases, OHA invested in the applicable strategy prior to the inception date of the track record. Inclusion of applicable assets made prior to the relevant time frame of the track record would have an impact on the performance results.

### Client Accounts

Each track record generally comprises the following types of accounts having assets within the applicable strategy and time frame: (i) all applicable Client Accounts, which include all funds (including private funds, CLOs and business development companies) and separate accounts, in each case managed on a discretionary basis by Oak Hill Advisors, L.P. and/or its subsidiary investment advisers and/or predecessor management companies (together, “OHA”) and (ii) joint ventures under which OHA has substantial authority and responsibility for sourcing, underwriting and monitoring transactions for the applicable account, subject to certain veto and other rights of its joint venture partner with respect to specified governance, allocation, acquisition, management and disposition decisions over such account.

### Return Calculation

Returns reflect the effects of capital appreciation, income and direct trading costs of purchasing and selling assets and obligations. Investment transactions are generally recorded on a trade date basis and investment income is recorded on an accrual basis. Interest income is not accrued on non-performing securities.

Returns do not reflect the effects of leverage (including the use of any subscription credit facility). If leverage were used by a Client Account, including to fund investments or expenses in lieu of calling capital from its investors, it could materially impact the returns experienced by such Client Account. Returns generally do not reflect the effects of cash management within any Client Account (e.g., if the Client Account were to experience a “cash drag”) prior to an investment being made and/or after the disposition of an investment, each of which could materially impact the returns experienced by such Client Account. Returns include the reinvestment of earnings (or otherwise known as “recycling”), and accordingly, the assets included in each track record were funded, in whole or in part, with recycled proceeds.

The calculations assume unrealized investments (or partially unrealized investments) are disposed of at their fair market value (including accrued interest) as of the date indicated. There can be no assurance that the assumptions used by OHA are correct or that the fair value determined by OHA for an unrealized portion of an investment will be ultimately realized. The actual realized returns on unrealized investments differ or may differ, in some cases, negatively and/or materially, from the fair market value as of the date of the return calculation. The actual realized returns of the unrealized portion of an investment will depend upon, among other factors, future operating results, the value of such unrealized portion and market conditions at the time of disposition of such unrealized portion, any related transaction costs and the timing and manner of sale, each of which may differ from the assumptions on which the valuations contained herein are based.

The applicable return methodology (whether time-weighted or money-weighted) for a track record is set out in the track record description. Returns are or may be materially lower if a different methodology is used. Certain track records utilize different methodologies over the life of the track record, in which case results may not be comparable across periods, and results may be materially lower if one methodology were used through the entire life of the track record.

### Time-Weighted Returns (“TWR”)

Certain track records utilize TWR. TWR is derived by geometrically linking monthly or quarterly returns, as applicable. Geometrically linked returns represent the geometric average of the monthly or quarterly returns, as applicable, over the period shown. Client Accounts are generally excluded from a track record as of the first day of the month following initiation of a non-discretionary liquidation.

TWR excludes cash from the return calculation. If cash were included, the results are or may be materially different. TWR is calculated by dividing the monthly gains and losses on each asset over the average investment in that asset during the month. The average investment is equal to the beginning market value of the asset plus or minus any cash flows during the month on a time-weighted basis.

### Money-Weighted Returns (“MWR”)

Certain track records utilize MWR (which may also be referred to as internal rate of return (“IRR”)). MWR measures the discount rate at which the present value of capital invested is equal to the present value of cash flows from such capital. In the calculation of an MWR, early cash flows (whether inflow or outflow) and larger cash flows will have a disproportionately larger impact on the overall MWR, because an MWR takes into account size and timing. As a result, an MWR may present certain limitations for relatively newer (or older) and smaller investments. MWR assumes an unlimited amount of capital.

# Endnotes

## General Methodology (Continued)

### Gross and Net

Gross returns do not reflect advisory fees, performance compensation and expenses, each of which are or may be substantial. For purposes of calculating net returns, the applicable advisory fees, performance compensation and/or expenses are not intended to be reflective of the actual figures assessed on any Client Account whose investments are included in the track record, nor is there any assurance that they reflect the actual figures that may be charged to any future Client Account.

TWR net returns reflect the effects of fees and expenses, in each case, assuming all investors bore advisory fees and expenses at such rates. Such net returns do not include any deduction for hypothetical performance compensation.

MWR net returns reflect the effects of advisory fees, performance compensation and expenses. The MWR net returns do not reflect actual hurdles, loss recovery accounts (also known as high water marks) or similar mechanisms included in the Client Accounts reflected in the track records. These mechanisms could have reduced the amount of performance compensation actually paid in respect of the investments included in the track records.

### Currency

Valuations and returns are computed and stated in USD. Certain Client Accounts include investments denominated in foreign currencies. These Client Accounts utilize or may utilize FX forwards or borrowings denominated in foreign currencies to manage some or all of the currency exchange risk associated with these investments. In general, the net foreign currency gains and losses are not material to performance returns.

For non-USD investments in TWR calculations, transacted amounts or cash flows are converted into USD at the applicable FX spot rate as of the date of such transaction or cash flow, and positions held in the track record as of the start of a month are converted into USD at the applicable FX spot rate as of the start of such month. Unrealized gains and losses are converted at the average monthly FX rate.

For non-USD investments in IRR calculations, investments and add-ons are converted to USD at the applicable spot rate as of the date of such investment or add-on, and any cash flows will be converted at the average FX spot rate, weighted across the dates of the investment and any add-ons.

### Hypothetical Returns

Investments included in a track record are not managed as a single portfolio. A track record is hypothetical, and may not be representative of what would have been achieved in a single portfolio dedicated solely to the applicable strategy.

Because a track record reflects a subset of investments made by certain Client Accounts whose strategies included investments other than the applicable strategy, the track record is hypothetical and such Client Accounts may have experienced returns significantly different from the returns provided for in the track record. Further, the account structures, the actual commitment amounts, advisory fee rates, performance compensation rates, expenses, cash management effects, capital structures, liquidity terms, holding periods, investment sizes, leverage (including the use of any subscription credit facility), investment guidelines, diversification requirements, foreign exchange management requirements, risk-return thresholds, strategies, collateral tests and other guidelines, objectives and requirements are different for each Client Account and, therefore, the investment results of a track record are not directly comparable to and may significantly differ from that of the portfolio that any specific Client Account may hold. The returns do not reflect the actual rate of return experienced by any individual investor in any Client Account or that a prospective investor can expect to obtain, each of which would depend on such investor's specific facts and circumstances. In addition, specific Client Accounts may use methods of return calculation that are different from that used in the track record.

The investment results are based on unaudited information subject to revision, provided for illustrative purposes only and are not necessarily indicative of future investment results. This information should not be deemed a recommendation to buy or sell the securities mentioned. Investors risk a material or total loss of capital. An independent accountant has not audited, reviewed or compiled the performance information contained herein (or the underlying data used to determine such performance information), including the track record. Actual performance with respect to both past and future investments may differ substantially from a track record performance presented herein. There is no guarantee that an investor would achieve results comparable to those presented herein.

Any fund or product that is offered to potential investors may permit investments in assets other than those that would comprise any one track record. There can be no assurance that any fund or product will achieve comparable results, be able to implement its investment strategy or be able to avoid losses.

### Assumptions and Disclosures

The track records utilize certain assumptions and advisory fee and expense rates and accordingly, the calculations have inherent limitations. There can be no assurance that the assumptions or rates utilized by OHA are appropriate, and returns based upon such assumptions and rates may not be realized in the actual management of a Client Account, even where its strategy is to predominantly invest in any applicable strategy. The assumptions and rates used by OHA to calculate the gross returns and net returns may be incorrect or may become outdated or no longer appropriate and may be adjusted by OHA at any time, for any reason. No representation or warranty is made as to the reasonableness of the assumptions or model rates used or that other assumptions that may be used in calculating the gross returns and net returns have been stated or fully considered. Alternative modeling techniques or assumptions might produce significantly different results and prove to be more appropriate. In addition, the calculations and applications used to determine gross returns and net returns are complex and inconsistencies or errors may have taken place (including, without limitation, typographical and clerical errors), which could have significant impacts on the determinations of gross returns and net returns.

# Endnotes

## General Methodology (Continued)

### Benchmark Index

Certain track records reference one or more benchmark indices. The volatility of any index may be materially different from the individual performance attained by a specific investor. In addition, the track record holdings differ or may differ significantly from the securities and/or obligations that comprise an index. There may be material differences between the criteria for inclusion in an index and in the track record. These differences may be material and may result in materially different performance. In addition, OHA makes no representation that it is calculating returns in the same manner as the indices. The indices have not been selected to represent an appropriate benchmark to compare an investor's performance, but rather to allow for comparison of OHA's performance in a certain asset class to that of certain well-known and widely recognized indices. One cannot invest directly in an index.

### Historic Markets

With respect to track records that cover 2008-2009 and/or 2020-2021, the returns are partly a result of market conditions specific to those periods of time. Potential investors should note that starting in early September 2008 and lasting through late 2009, and again in early March 2020 through early-to-mid 2021, the global financial markets entered a period of significant upheaval, marked by a lack of liquidity and availability of financing, falling prices for private and public equity and debt and unusually high market volatility. In each instance, subsequent to the peaks of each of the Global Financial Crisis and the COVID-19 pandemic, the markets substantially recovered and, as a result, investments made during the 2008-2009 period and the 2020-2021 period have generally outperformed investments made during other time periods. If these periods or other extraordinary periods were excluded, returns may be materially different.

Furthermore, earlier periods of a track record reflect market conditions and circumstances that could be very different from current market conditions and circumstances. Investors should consider factors such as prevailing interest rates, risk premiums and other factors to determine whether past returns are an appropriate comparison to current markets. Accordingly, there is no representation being made that any Client Account or an individual investor will achieve returns similar to those shown for the track record.

### Additional Information

Further information on the returns of any Client Account whose assets are included in the track records is available upon request. Additional information on the calculation methodology for any track record is available upon request. The performance information is to be used only for the purpose of a current or prospective investor discussing with OHA such investor's preliminary interest in investing in a product or service managed by OHA. Recipients must rely on their own examination of the information presented herein and should consult their own professional advisers as appropriate.

The effective as-of dates for the relevant track records are as set forth below:

Private Lending Representative Transactions Record: December 31, 2024

# Endnotes

## Track Record Specific Supplements (Continued)

### Private Lending Representative Transactions Record Supplement

The Private Lending Representative Transactions Record (the “Track Record”) consists of Private Lending Investments (as defined below) held by certain Client Accounts. The First Lien Private Lending Track Record and Second Lien Private Lending Track Record, if included, only include positions in first lien investments and second lien investments, respectively, and are subsets of the Track Record.

The inception of the Track Record is September 2002, which was on or about the time when OHA began to focus on private lending opportunities. OHA may have made investments that could be considered Private Lending Investments prior to such date (“Pre-2002 Investments”), but factors such as whether such investments were non-broadly syndicated and/or sourced, originated, negotiated and/or structured by OHA (which are factors used to determine a Private Lending Investment) were not, at the time, a distinction that was a primary focus of OHA’s investment activities, and therefore information regarding such factors was not retained. Accordingly, no Pre-2002 Investments are included in the Track Record, and if any such Pre-2002 Investments were to qualify as Private Lending Investments and be included in the Track Record, such Pre-2002 Investments could materially impact the performance shown herein. The Track Record excludes any investment made by one Client Account that was jointly managed by OHA and a third-party manager.

“Private Lending Investments” include bonds or loans that were sourced, originated, negotiated and/or structured by OHA and in which OHA purchased an interest at primary issuance, as well as subsequent purchases or “add ons”, whether in the primary or secondary market, and including purchases in advance of and relating to such a pending primary issuance. Generally, Private Lending Investments would be non-broadly syndicated debt investments.

The Track Record includes the following Private Lending Investments:

From September 2002 through December 20, 2015, the Track Record included Private Lending Investments that had (a) an applicable coupon at the time of investment of greater than LIBOR+300; or (b) an applicable coupon at the time of investment equal to LIBOR+300 and an initial purchase price of less than 95% of par value.

From December 21, 2015 through March 31, 2019, the Track Record included Private Lending Investments that, as determined at the time of initial trade, met any one of the following criteria, in each case, if the applicable coupon was equal to or greater than LIBOR+500: (a) all securities and obligations for which Client Accounts originated the debt; (b) all securities and obligations for which a transaction was arranged, placed or underwritten in the U.S. (for multi-jurisdictional parties, this depends on the location of the relevant deal team) and for which Client Accounts bought 20% or more of a tranche at issuance; (c) all securities and obligations for which a transaction was arranged, placed, or underwritten in Europe (for multi-jurisdictional parties, this depends on the location of the relevant OHA deal team) and for which Client Accounts bought 10% or more of a tranche at issuance; (d) securities and obligations purchased at issuance from parties acting as placement agents/underwriters that OHA deems not to have had active sales and trading operations; or (e) all securities and obligations purchased in a transaction for which the total deal size was equal to or below 200 million (denominated in the applicable currency for that deal); provided, that OHA may have included or excluded any investment based on a determination in its discretion that such investment did or did not meet the definition of a Private Lending Investment set forth above, regardless of whether such investment met any of the criteria described in clauses (a) through (e). Any exclusions were distressed swap trades and/or trades that OHA determined were broadly syndicated and therefore not representative of a private lending investment strategy. Any inclusions were trades that OHA believes were consistent with the intent of the definition, were not broadly syndicated and are representative of a private lending investment strategy.

From April 1, 2019 through August 15, 2024, the Track Record includes Private Lending Investments (1) that, as determined at the time of initial trade, met (or meets) any one of the following criteria, in each case, if the applicable coupon was (or is) equal to or greater than the relevant base rate (such as SOFR and previously LIBOR)+500: (a) all securities and obligations for which Client Accounts originated (or originate) the debt; (b) all securities and obligations for which a transaction was (or is) arranged, placed or underwritten in the U.S. (for multi-jurisdictional parties, this depends on the location of the relevant deal team) and for which Client Accounts bought (or buy) 20% or more of a tranche at issuance; (c) all securities and obligations for which a transaction was (or is) arranged, placed, or underwritten in Europe (for multi-jurisdictional parties, this depends on the location of the relevant deal team) and for which Client Accounts bought (or buy) 10% or more of a tranche at issuance; (d) securities and obligations purchased at issuance from parties acting as placement agents / underwriters that OHA deems not to have had (or have) active sales and trading operations; or (e) all securities and obligations purchased in a transaction for which the total deal size was (or is) equal to or below 200 million (denominated in the applicable currency for that deal); or (2) in which the OHA Credit Solutions Fund or OHA Credit Solutions Fund II (including their related feeder entities and parallel funds) (“OHCSF” and “OHCSFII”, respectively) purchased (or purchases) an interest, provided, that, in each case, OHA may have included or excluded (or may include or exclude) any investment based on a determination in its discretion that such investment did or did not (or does or does not) meet the definition of a Private Lending Investment, regardless of whether such investment met (or meets) any of the criteria described in the foregoing clauses (1) or (2). Any exclusions were distressed swap trades and/or trades that OHA determined were broadly syndicated and therefore not representative of a private lending investment strategy. Any inclusions were trades that OHA believes were consistent with the intent of the definition, were not broadly syndicated and are representative of a private lending investment strategy. For the avoidance of doubt, investments purchased by OHCSF or OHCSFII do not have a base rate+500 requirement in order for such investments to be included in the Track Record.

For the period commencing August 16, 2024, and thereafter, the Track Record includes all investments in their entirety (i) in which one or more Flagship Private Lending Funds acquired an interest (regardless of the size of such interest) at the time of initial trade or (ii) that are or were an incremental or add on investment to any already existing Private Lending Investment. For purposes hereof, “Flagship Private Lending Funds” includes: (a) OHCSF; (b) OHCSFII; (c) OHA Senior Private Lending Fund, L.P. (including any related feeder or parallel funds, and any series thereof, “OLEND”); (d) OHA Senior Private Lending Fund (U) LLC (“ULEND”); and (e) OHA Senior Private Lending Fund (R), L.P. (“OLEND-R”); provided that, OHA may have included or excluded (or may include or exclude) any investment (I) that is or was held under any other Client Account (other than the Flagship Private Lending Funds) and (II) in which none of the Flagship Private Lending Funds invested at the initial trade and (III) that, based on OHA’s determination, in its discretion, did or did not (or does or does not) meet the definition of a Private Lending Investment set forth above. For clarity, because OHA intends to include in the Track Record for this period all investments in which one or more Flagship Private Lending Funds acquired an interest (regardless of the size of such interest) at the time of initial trade, it is possible that one or more of such investments would not otherwise meet the criteria of a Private Lending Investment and would have been excluded had it not been acquired by the relevant Flagship Private Lending Fund(s) at the initial trade.

Track Record returns were calculated using a money-weighted methodology. Investment transactions are generally recorded on a settlement date basis.

# Endnotes

## Track Record Specific Supplements (Continued)

Net returns include 1.50% per annum in advisory fees on the cost basis of investments, performance compensation of 15% (subject to achieving a 7% preferred return and a 100% "general partner catch-up") and expenses of 0.35% per annum on the cost basis of investments. The cost basis is calculated on an issuer-by-issuer level as the sum of all outflows related to an issuer minus all inflows related to such issuer. The advisory fee and performance compensation rates used in calculating the net returns were chosen because they are the rates paid by OHCSF. Prior to April 2019 and the initial closing of OHCSF, OHA had not managed any Client Account that employed a strategy predominantly focused on investing in Private Lending Investments. Therefore, the foregoing advisory fees, performance compensation and expenses are not reflective of the actual advisory fees, performance compensation and expenses assessed on any Client Account managed by OHA prior to OHCSF that did employ a strategy predominantly focused on investing in Private Lending Investments, nor is there any assurance that they reflect the advisory fees, performance compensation and expenses that may be charged to any such future Client Account.

The "rack-rate" advisory fees assessed on OHCSF II are lower than the "rack-rate" advisory fees assessed on OHCSF.

"Total Investment Amount" means, with respect to each Private Lending Investment, the initial par value at issuance in addition to the par value of any subsequent purchases and/or the cost of any equity purchased. Total Investment Amount for investments in the form of interests in special purpose entities shall be limited to the initial par value purchase and not include any subsequent purchases. With respect to debtor-in-possession loans, revolvers, delayed draw term loans and other similar investments, as denoted by "\*" in the Company column, Total Investment Amount reflects the total par capital committed by Client Accounts at the time of purchase, regardless of the amount (if any) drawn by the applicable borrower. The Total Investment Amount includes Private Lending Investments based on trade date; however, the Track Record gross and net returns are calculated based on the date of the cash flows (i.e., settlement date).

"Total Capital Invested" means, with respect to each Private Lending Investment, the outstanding (funded) value of such investment. With respect to debtor-in-possession loans, revolvers, delayed draw term loans and other similar investments, as denoted by "\*" in the Company column, Total Capital Invested reflects the outstanding (funded) amount of any initial or subsequently drawn capital by the applicable borrower. For equity investments, Total Capital Invested reflects the purchase cost of such investment rather than the face value of such investment. The Total Capital Invested and the Track Record gross and net returns include Private Lending Investments based on the date of the cash flows (i.e., settlement date) and follow-on investments that may have not yet settled. Total Capital Invested for an investment does not necessarily reflect the Total Investment Amount of such investment, depending on the timing and amount of cash flows.

"Total Realized Proceeds" means, with respect to each Private Lending Investment, the sum of gross proceeds generated from such investment, including, without limitation, through dispositions of such investment or cash dividends and/or interest received in respect of such investment, in each case, prior to payment of advisory fees, performance compensation and other expenses in connection with such investment which, in the aggregate, may be substantial. Total Realized Proceeds will (as applicable) also include the discount or premium received when purchasing a bond or loan.

"Unrealized Value" means, with respect to each Private Lending Investment, the fair value of the unrealized portion of such investment as determined by OHA, which determination may be based on material assumptions.

"Total Value" means the sum of Total Realized Proceeds and Unrealized Value.

"Multiple of Cost" represents the Total Value divided by the Total Capital Invested.

# Endnotes

## Canada

THE SECURITIES OFFERED HEREBY MAY BE SOLD ONLY TO INVESTORS PURCHASING, OR DEEMED TO BE PURCHASING, AS PRINCIPAL THAT ARE ACCREDITED INVESTORS, AS DEFINED IN NATIONAL INSTRUMENT 45-106 PROSPECTUS EXEMPTIONS OR SUBSECTION 73.3(1) OF THE SECURITIES ACT (ONTARIO), AND ARE PERMITTED CLIENTS, AS DEFINED IN NATIONAL INSTRUMENT 31-103 REGISTRATION REQUIREMENTS, EXEMPTIONS AND ONGOING REGISTRANT OBLIGATIONS. ANY RESALE OF THE SECURITIES MUST BE MADE IN ACCORDANCE WITH AN EXEMPTION FROM, OR IN A TRANSACTION NOT SUBJECT TO, THE PROSPECTUS REQUIREMENTS OF APPLICABLE SECURITIES LAWS. SECURITIES LEGISLATION IN CERTAIN PROVINCES OR TERRITORIES OF CANADA MAY PROVIDE AN INVESTOR WITH REMEDIES FOR RESCISSION OR DAMAGES IF THIS OFFERING MEMORANDUM (INCLUDING ANY AMENDMENT THERETO) CONTAINS A MISREPRESENTATION, PROVIDED THAT THE REMEDIES FOR RESCISSION OR DAMAGES ARE EXERCISED BY THE INVESTOR WITHIN THE TIME LIMIT PRESCRIBED BY THE SECURITIES LEGISLATION OF THE INVESTOR'S PROVINCE OR TERRITORY. THE INVESTOR SHOULD REFER TO ANY APPLICABLE PROVISIONS OF THE SECURITIES LEGISLATION OF THE INVESTOR'S PROVINCE OR TERRITORY FOR PARTICULARS OF THESE RIGHTS OR CONSULT WITH A LEGAL ADVISOR. PURSUANT TO SECTION 3A.3 (OR, IN THE CASE OF SECURITIES ISSUED OR GUARANTEED BY THE GOVERNMENT OF A NON-CANADIAN JURISDICTION, SECTION 3A.4) OF NATIONAL INSTRUMENT 33-105 UNDERWRITING CONFLICTS (NI 33-105), THE DEALERS ARE NOT REQUIRED TO COMPLY WITH THE DISCLOSURE REQUIREMENTS OF NI 33-105 REGARDING UNDERWRITER CONFLICTS OF INTEREST IN CONNECTION WITH THIS OFFERING.