



NEW MOUNTAIN FINANCE
CORPORATION

Q4 2014 Earnings Presentation

March 3, 2015

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For the purposes of this presentation, all financial data prior to Q2 2014 relates to the consolidated operations of New Mountain Finance Holdings, L.L.C. (the “Predecessor Operating Company” or “NMFH”). Financial data for Q2 2014 reflects the consolidated operations of NMFC, which includes allocations from the Predecessor Operating Company from the period April 1, 2014 to May 7, 2014. Financial data from Q3 2014 onward reflects the consolidated operations of NMFC with no further allocations from the Predecessor Operating Company.

Investment portfolio related activity, metrics and disclosures on slides 4, 5, 13, 14, 15, 21, 22, 23, 25, 26, 27, 28 and 29 include the underlying collateral from securities purchased under collateralized agreements to resell of \$30.0 million. Figures shown herein are unaudited and may not add due to rounding.



Management Participants

Steven B. Klinsky

Chairman of the Board of Directors

Robert A. Hamwee

Chief Executive Officer, President and Director

David M. Cordova

Chief Financial Officer and Treasurer



Q4 2014 Highlights

- Q4 Adjusted Net Investment Income (“NII”) of \$0.34 per weighted average share, versus guidance of \$0.33 to \$0.35
 - Q4 regular dividend of \$0.34 per share paid on December 30, 2014
- December 31, 2014 book value of \$13.83 per share, a decrease of \$0.50 per share from the September 30, 2014 book value of \$14.33 per share
- Q1 2015 regular dividend of \$0.34 per share announced
 - Payable on March 31, 2015 to holders of record as of March 17, 2015
- Approximately \$226 million of gross originations and \$156 million of originations net of repayments in Q4 2014
- Key strategic initiative updates:
 - Merged two previously existing credit facilities with Wells Fargo into New Holdings Credit Facility and extended the maturity to December 2019
 - Upsized NMFC revolving credit facility to \$80 million
 - Began to utilize SBA leverage from our recently issued SBIC license
 - Formed a strategic alliance with Five States Energy Capital, LLC (“Five States”)⁽¹⁾
- Portfolio continues to be positioned in recession resistant, acyclical industries



Key Highlights

Financial Highlights

	Quarter Ended				12/31/2014
	12/31/2013	3/31/2014	6/30/2014	9/30/2014	
Pro Forma Adjusted NII Per Share ⁽¹⁾	\$0.34	\$0.37	\$0.36	\$0.35	\$0.34
NAV Per Share	\$14.38	\$14.53	\$14.65	\$14.33	\$13.83
Dividends Per Share ⁽²⁾	\$0.34	\$0.34	\$0.34	\$0.46	\$0.34
Share Count - End of Period (mm)	47.9	48.0	52.1	52.2	58.0

Portfolio Highlights

	Quarter Ended				12/31/2014
	12/31/2013	3/31/2014	6/30/2014	9/30/2014	
Fair Value of Investments (\$mm)	\$1,115.7	\$1,180.2	\$1,310.9	\$1,353.7	\$1,454.7
Number of Portfolio Companies	59	60	67	70	72
Middle Market Focus (EBITDA / Facility Size) ⁽³⁾	67% / 73%	66% / 71%	65% / 73%	64% / 70%	65% / 72%
Current Yield at Cost ⁽⁴⁾	10.0%	9.9%	9.8%	9.7%	9.8%
YTM at Cost ⁽⁵⁾	11.0%	10.9%	10.7%	10.7%	10.7%
Portfolio Activity (\$mm)⁽⁶⁾					
Gross Originations	\$180.3	\$158.3	\$158.3	\$199.2	\$225.7
(-) Repayments	(106.9)	(40.6)	(22.1)	(135.2)	(69.6)
Net Originations	\$73.4	\$117.7	\$136.2	\$64.0	\$156.1
(-) Sales	(3.0)	(61.2)	(8.9)	(8.9)	(23.4)
Net Originations Less Sales	\$70.4	\$56.5	\$127.3	\$55.1	\$132.6

¹ See pg. 38 for adjustments for current quarter

² Includes regular and special dividends

³ Defined as the % of portfolio companies (by fair value) with LTM EBITDA at the time of investment less than \$100m and facility sizes as of each date less than \$300m

⁴ Current Yield at Cost is calculated as annual stated interest rate plus annual amortization of original issue discount and market discount / premium earned on accruing debt and other income producing securities divided by total accruing debt and other income producing securities at amortized cost

⁵ Yield to Maturity ("YTM") at Cost assumes that the accruing investments in our portfolio as of each date are purchased at adjusted cost (estimated) on that date and held until their respective maturities with no prepayments or losses and are exited at par at maturity. This calculation excludes the impact of existing leverage. YTM at Cost uses the LIBOR curves at each quarter's respective end date. The actual yield to maturity may be higher or lower due to the future selection of LIBOR contracts by the individual companies in our portfolio or other factors. See "Important Notice and Safe Harbor Statement."

⁶ Excludes PIK ("paid-in-kind" interest), revolvers, bridges, return of capital, and realized gains



Review of NMFC

Overview

- Founded in October 2008 to apply New Mountain Capital, L.L.C.'s ("NMC" or "New Mountain") private equity strengths to attractive risk-reward opportunities in the U.S. debt markets
 - Externally managed Business Development Company ("BDC")
 - Initial Public Offering ("IPO") completed in May 2011 (NYSE: NMFC)
- Invests in the debt of "defensive growth" companies, often in many of the same acyclical companies or industries that New Mountain has already evaluated for private equity investment purposes
- Targets investments up to a \$50 million hold size in:
 - "Defensive growth" middle market companies, typically generating \$20 – \$200 million of EBITDA
 - Senior secured debt (1st lien, 2nd lien or uni-tranche), mezzanine and other subordinated securities

Public Float Market Cap History (\$ in millions)



Key Investment Highlights

- Strong track record on credit and returns
- Well established New Mountain platform provides unique knowledge warehouse and sourcing capabilities
- Differentiated "defensive growth" investment strategy
- High quality and diverse portfolio
- Experienced management team who are also significant shareholders



NMFC Strategy

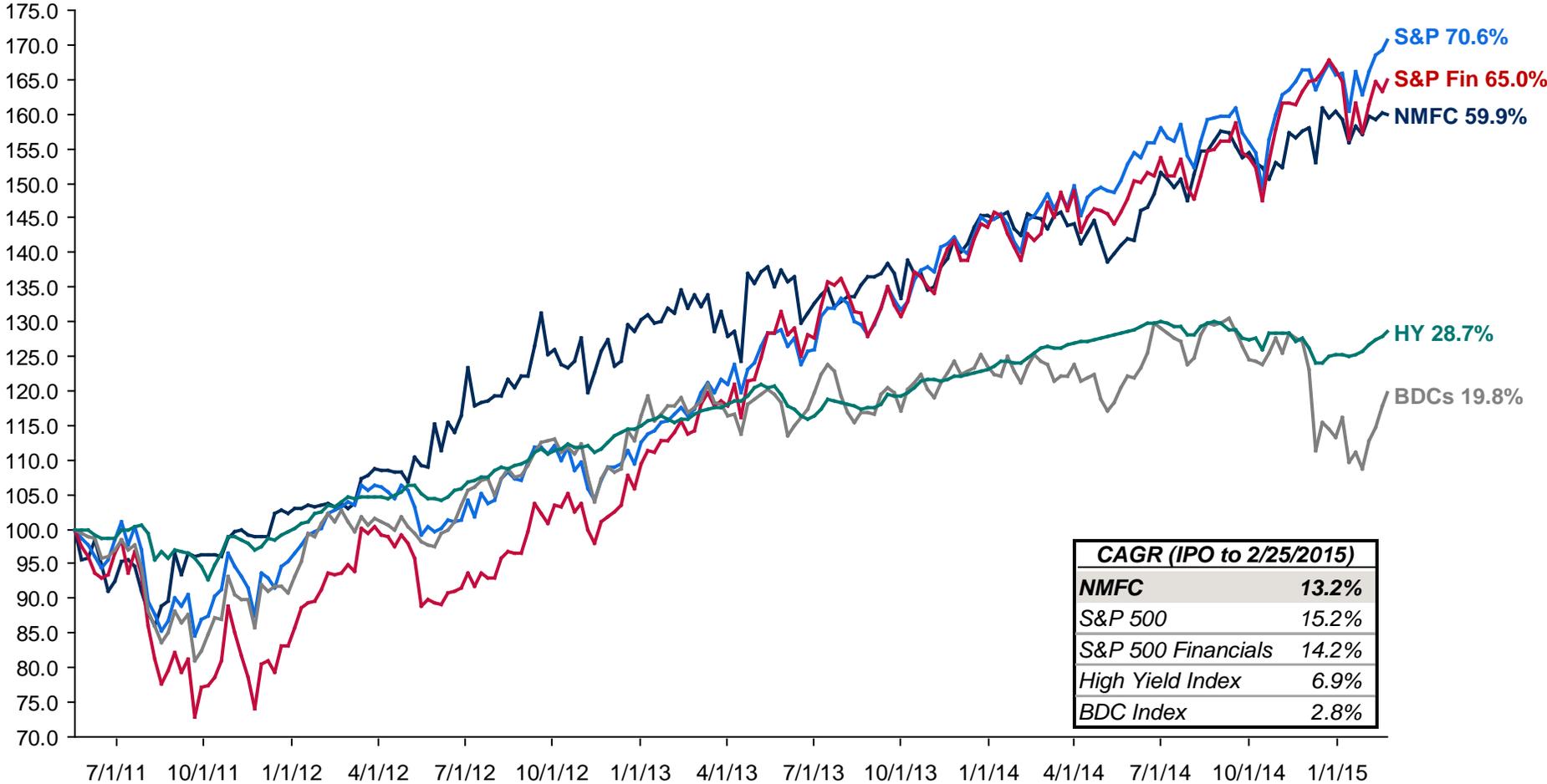
- Externally managed by an affiliate of New Mountain, a leading private equity firm with ~\$15 billion of assets under management⁽¹⁾, approximately 100 staff members, and a consistent focus on “defensive growth” business building and deep fundamental research
- NMFC’s mandate is to primarily target businesses in the middle market that, consistent with New Mountain’s private equity platform, are **quality, defensive growth** companies, in industries that are **well-researched** by New Mountain
 - Key hallmarks of “defensive growth” include: acyclicity, sustainable secular growth drivers, high barriers to competitive entry, niche-market dominance, repetitive revenue, variable cost structures, and strong free cash flow
 - Sustainable, highly differentiated and competitively protected niche
- Mandate achieved by **utilizing existing New Mountain investment team** as primary underwriting resource; team combines operating executives with financial executives
- Target loan to value ratios typically average less than 50% of both sponsor purchase price and NMC valuation



NMFC Relative Return Performance – Indexed Total Return

May 19, 2011 (IPO) – February 25, 2015

Indexed Total Return



CAGR (IPO to 2/25/2015)	
NMFC	13.2%
S&P 500	15.2%
S&P 500 Financials	14.2%
High Yield Index	6.9%
BDC Index	2.8%



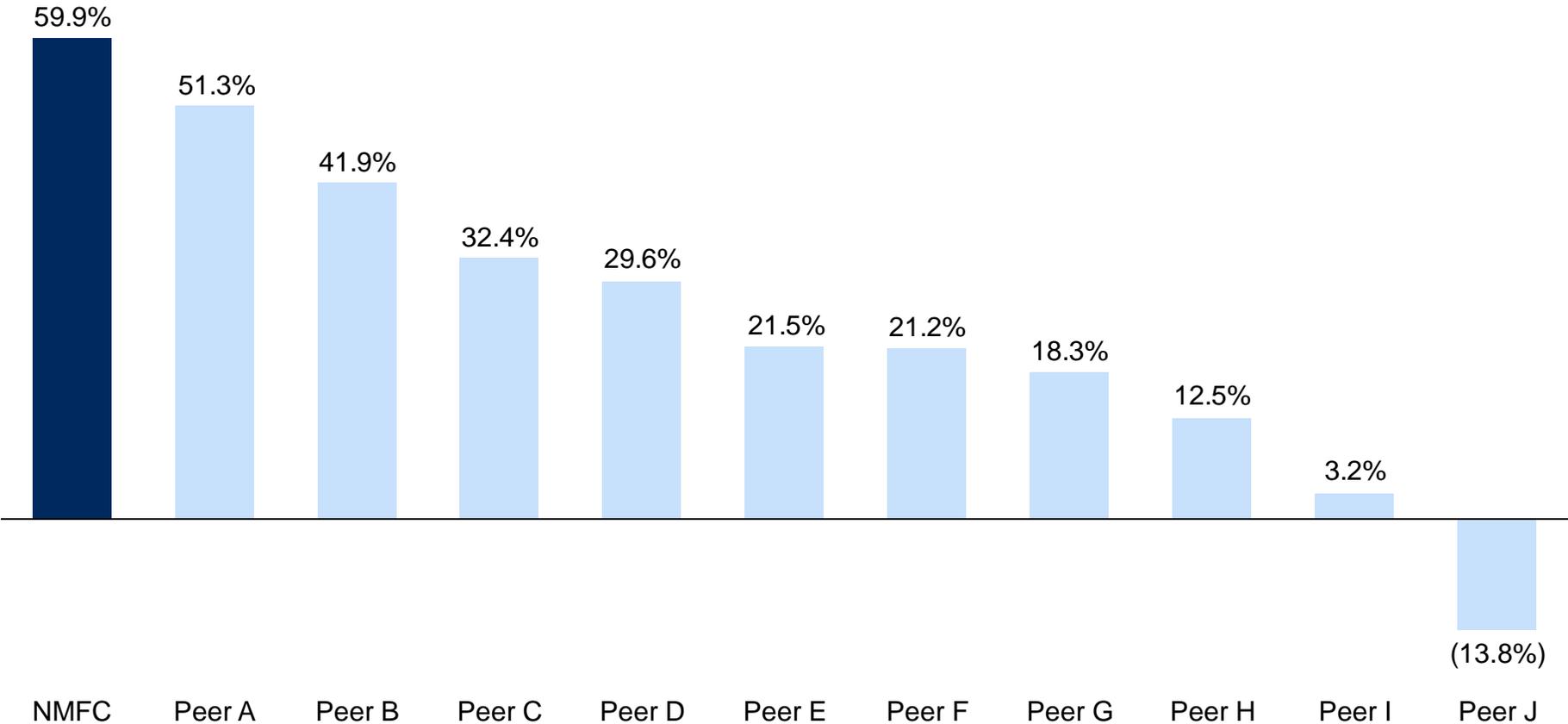
— NMFC — S&P 500 — S&P 500 Financials — BDC Index⁽¹⁾ — High Yield Index

Source: Capital IQ, Credit Suisse Research & Analytics

¹ BDC Index includes median of Ares, Apollo, Prospect, Solar, Fifth Street, Blackrock Kelso, Pennant Park, MVC, Golub, THL Credit, Gladstone, Medley, Solar Senior and Horizon Technology; equal-weighted

NMFC Cumulative Total Return Performance Versus Peers⁽¹⁾

May 19, 2011 (IPO) – February 25, 2015



Source: Capital IQ

¹ NMFC priced its initial public offering on 5/19/2011. Peers include publicly-traded, externally-managed BDCs with market capitalizations greater than \$400 million and that have been publicly traded since NMFC's IPO. Peers include Ares, Apollo, Prospect, Solar, Fifth Street, Blackrock Kelso, Pennant Park, Golub, THL Credit, and Medley

Management and Shareholder Interests Aligned

Fee Structure

- Base management fee
 - 1.75% on gross assets less 1) borrowings under the old SLF Credit Facility and 2) cash
 - Intention is to charge a fee only on the equity invested in lower yielding assets (primarily lower levered 1st lien assets)
 - In light of the merger of our credit facilities, we will waive the equivalent amount of management fees on those same assets that share the same underlying yield characteristics
 - **Equates to effective blended management fee of ~1.4% for 2014, ~1.4% for 2013 and ~1.3% for 2012**
- Incentive fee
 - Part 1: 20% of pre-incentive fee NII (subject to 8% hurdle, 10% catch-up)
 - Part 2: 20% of cumulative (since inception) realized gains less cumulative (since inception) realized and unrealized losses

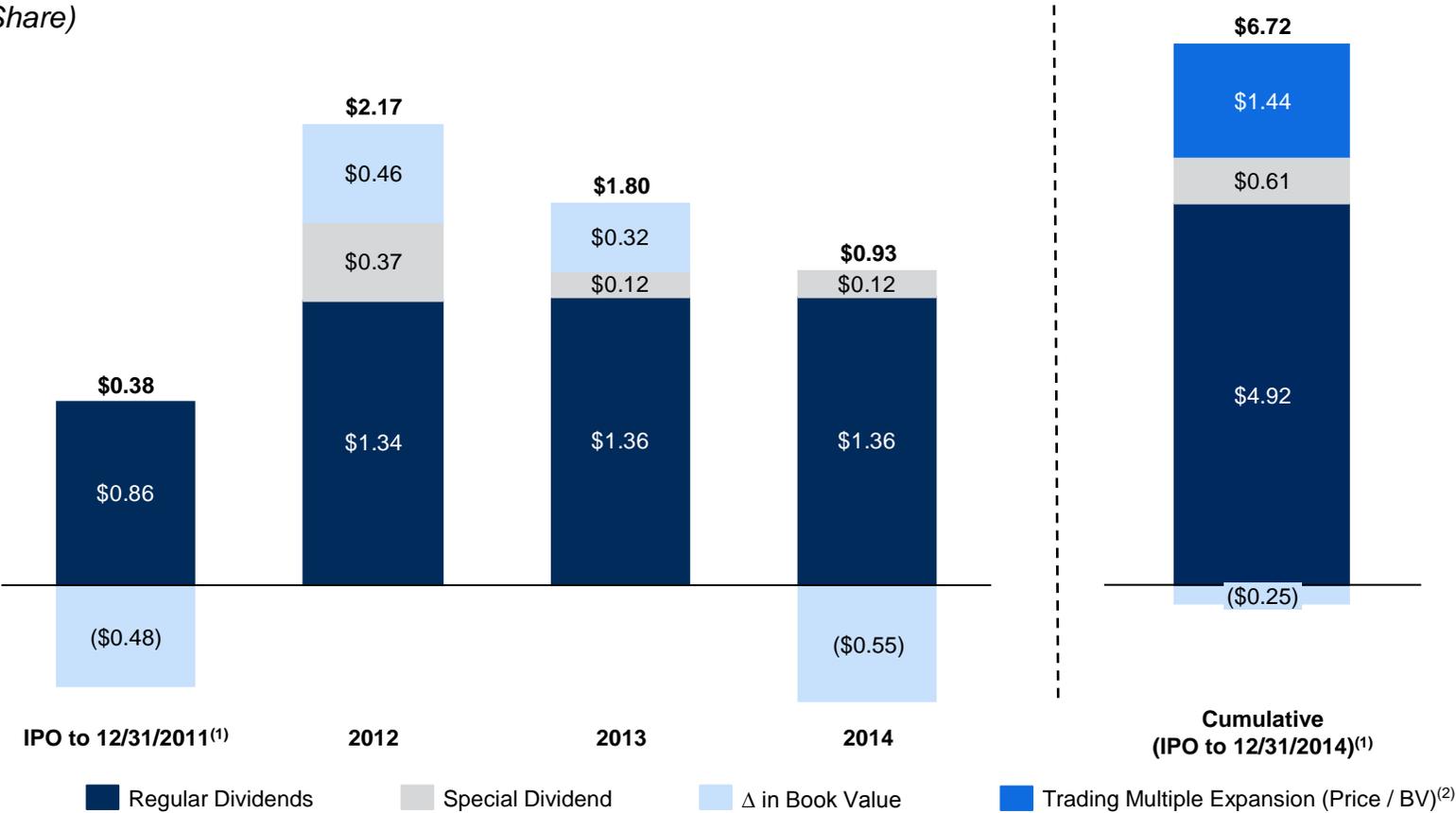
Other

- NMFC has not and will not issue equity below book value
- Management's initial investment and continued support
 - ~\$30 million private placement (20% of total capital raise) at IPO
 - Expense cap in place from IPO through March 31, 2014 (excess borne by New Mountain Capital; cumulatively ~\$9 million)
 - Shareholder friendly expense allocation policy
 - As of December 31, 2014, management and independent directors own nearly \$60 million of NMFC shares



NMFC Return Attribution

(\$ per Share)



Since IPO, NMFC has distributed \$4.92 per share in regular dividends and \$0.61 per share in special dividends, and NMFC public shares have traded up from \$13.75 at IPO to \$14.94 at close on 12/31/2014



¹ NMFC priced its initial public offering on 5/19/2011 at \$13.75 per share; closing price on 12/31/2014 of \$14.94 per share

² Increase in value from trading multiple expansion shown only for cumulative period and is equal to increase in share price over period less change in book value per share

Credit Market Conditions

- Credit spreads have broadly widened since our last call
 - Primarily driven by intense volatility in the financial markets
 - Energy complex weakness
 - Moderate fund outflows
- With limited exceptions, smaller deals continue to be priced at a premium
- NMFC works to be well positioned to capitalize on volatile markets:
 - NMC and NMFC have **always** proactively focused on defensive, acyclical business models
 - Wells Fargo leverage facility **not** subject to margin calls

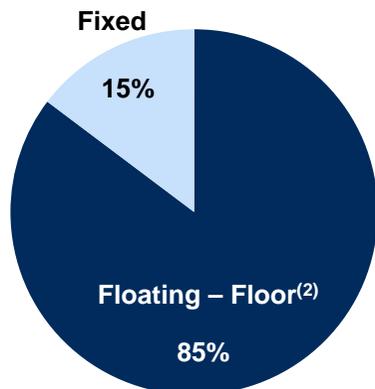


Credit Market Conditions – Interest Rates

Floating vs. Fixed

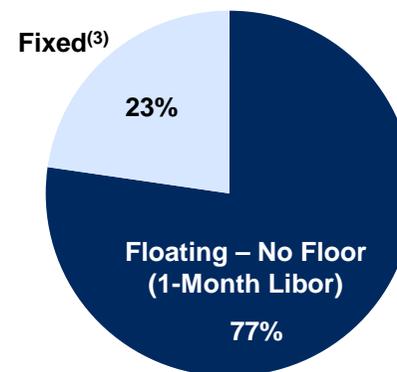
Assets

(Aggregate par value of \$1,445.7 million as of 12/31/2014)⁽¹⁾



Liabilities

(\$670.6 million drawn as of 12/31/2014)



Impact of Changing Rates⁽⁴⁾

Change in Base Interest Rates	Estimated % Change in Interest Income Net of Interest Expense	Illustrative Adj. NII / Share Impact Assuming \$1.36 Annual Adj. NII / Share
+100 bps	(2.9%)	(\$0.04)
+200 bps	2.6%	\$0.04
+300 bps	8.8%	\$0.12
+400 bps	15.1%	\$0.21

¹ Based on par values (excludes assets on non-accrual, revolvers and non-interest bearing equity investments)

² Includes assets on Prime contracts

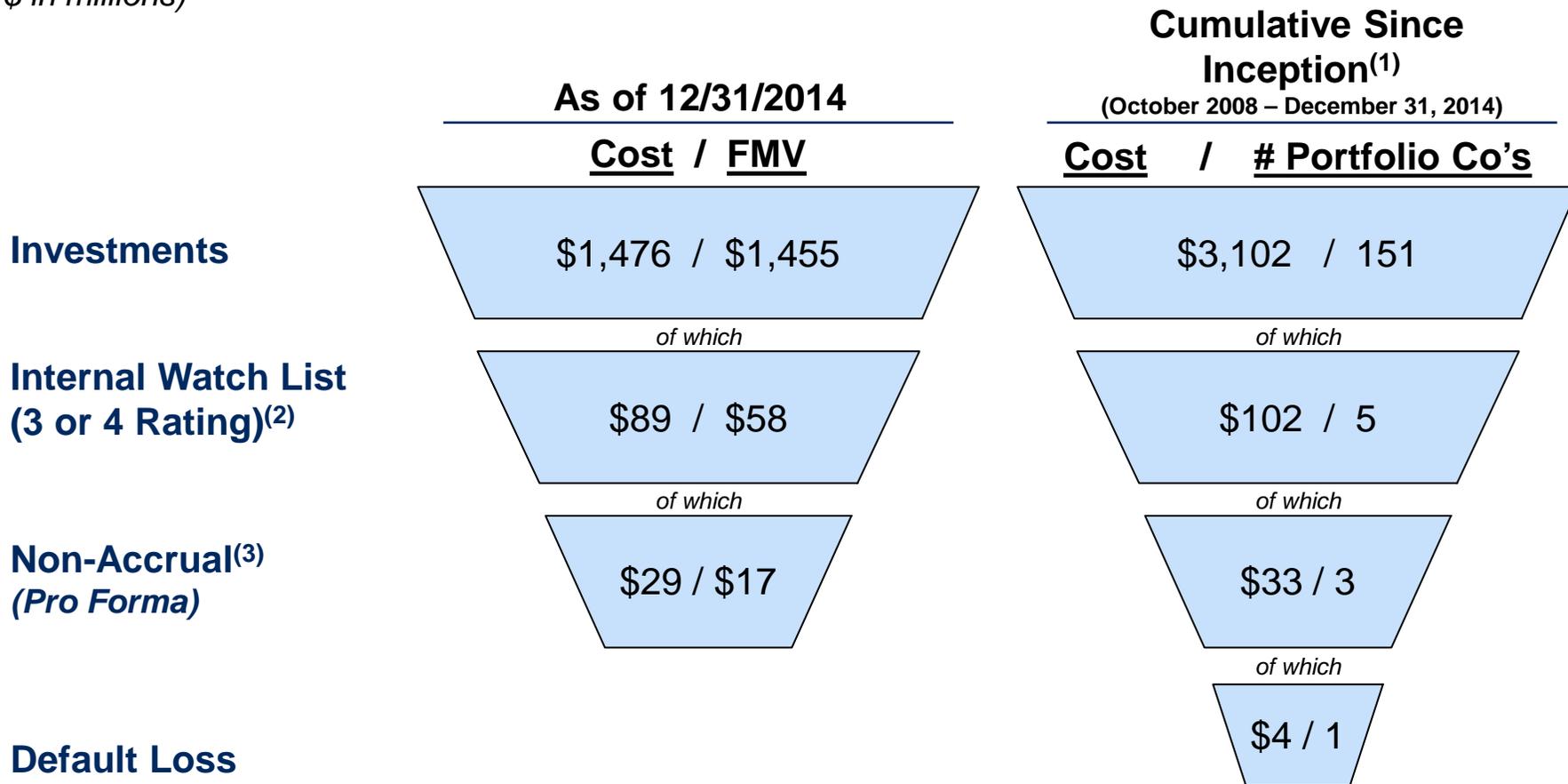
³ Includes SBA debentures which become fixed rate debt upon semi-annual debenture pooling dates every March and September

⁴ These hypothetical calculations are based on a model of the investments in our portfolio, held as of 12/31/2014, and are only adjusted for assumed changes in the underlying base interest rates. Assumes constant share count



Credit Performance

(\$ in millions)



¹ Since inception of predecessor entity in 10/2008 through 12/31/2014

² Determined on a quarterly basis by Management. In addition to various risk management and monitoring tools, NMFC also uses a four-level numeric investment rating system to characterize and monitor the credit profile and expected level of returns on each portfolio investment. Ratings of 1 and 2 indicate the investment is performing materially above, or materially in-line, with expectations, respectively. All new loans are rated 2 when approved. A rating of 3 indicates the investment is performing materially below expectations and risk has increased materially since the original investment. A rating of 4 indicates the investment is performing substantially below expectations and risks have increased substantially since the original investment. Payments may be delinquent. There is a meaningful possibility that we will not recoup our original cost basis in the investment and may realize a substantial loss upon exit. Where it is determined that an investment is underperforming, or circumstances suggest that the risk associated with a particular investment has significantly increased, a more aggressive monitoring of the affected portfolio company will be undertaken

³ Refers to the investments in ATI Acquisition Company, a portion (approximately 30%) of the first lien term loan in UniTek Global Services, Inc. and pro forma for a portion (approximately 50%) of the second lien term loan in Edmentum, Inc. which was not on non-accrual as of 12/31/2014 but which we expect to be in Q1 2015



Credit Performance – Non-70% Advance Rate Assets

Portfolio Company ⁽¹⁾	NMFC Leverage Ratio ⁽²⁾		Variance
	At Purchase	Current	Positive / (Negative)
Company A	5.9x	5.7x	0.3x
Company B	4.9x	4.6x	0.3x
Company C	7.7x	7.7x	-
Company D	6.1x	5.5x	0.5x
Company E	4.9x	4.6x	0.4x
Company F	5.0x	4.7x	0.3x
Company G	6.0x	6.2x	(0.2x)
Company H	5.6x	5.2x	0.4x
Company I	5.9x	6.2x	(0.2x)
Company J	5.0x	5.4x	(0.4x)
Company K	5.8x	5.8x	0.0x
Company L	6.2x	6.2x	-
Company M	4.1x	5.5x	(1.4x)
Company N	5.6x	5.6x	-
Company O	6.8x	7.0x	(0.2x)
Company P	5.6x	5.8x	(0.2x)
Company Q	6.6x	6.6x	-
Company R	3.2x	5.2x	(2.1x)
Company S	3.7x	3.4x	0.3x
Company T	4.9x	4.2x	0.7x
Company U	6.0x	6.2x	(0.2x)
Company V	5.1x	5.0x	0.1x
Company W	6.7x	4.7x	2.0x
Company X	4.6x	4.1x	0.5x
Company Y	5.0x	4.8x	0.2x
Company Z	5.7x	5.0x	0.7x
Company AA	2.6x	2.1x	0.4x
Company AB	5.0x	5.2x	(0.2x)
Company AC	5.8x	6.2x	(0.4x)
Company AD	3.8x	3.0x	0.8x
Company AE	4.8x	4.5x	0.3x
Company AF	0.6x	0.6x	-
Company AG	1.2x	1.5x	(0.2x)
Company AH	5.8x	5.9x	(0.1x)
Weighted Average (12/31/2014)⁽³⁾	5.0x	5.0x	0.0x
Memo: Weighted Average (9/30/2014)	4.6x	4.7x	(0.1x)
Memo: Weighted Average (6/30/2014)	4.7x	4.6x	0.1x
Memo: Weighted Average (3/31/2014)	4.8x	4.8x	0.0x



¹ Current positions with a cost greater than \$7.5mm as of 12/31/2014 (represents 84% of non-70% advance rate asset cost and 83% of non-70% advance rate asset fair value)

² Defined as total debt (assuming par for debt senior to our security, purchase price for our security, and no value for debt subordinated to our security) less total cash for the period, divided by the trailing twelve month EBITDA; as of the third calendar quarter of 2014, if available, or otherwise, the most recently reported fiscal quarter

³ Includes all non-70% advance rate assets not on non-accrual except equity, revolvers and project finance related investments; weighted by cost

Credit Performance – 70% Advance Rate Assets

Portfolio Company ⁽¹⁾	NMFC Leverage Ratio ⁽²⁾		Variance
	At Purchase	Current	Positive / (Negative)
Company AI	3.7x	3.4x	0.4x
Company AJ	3.4x	3.1x	0.2x
Company AK	3.1x	3.0x	0.1x
Company AL	3.6x	3.6x	(0.1x)
Company AM	2.3x	2.2x	0.0x
Company AN	3.8x	4.9x	(1.1x)
Company AO	4.5x	4.5x	-
Company AP	3.5x	4.4x	(0.9x)
Company AQ	3.8x	3.8x	-
Company AR	3.3x	2.5x	0.8x
Company AS	3.4x	3.0x	0.4x
Company AT	1.2x	0.3x	0.9x
Company AU	4.6x	4.6x	-
Company AV	2.9x	2.8x	0.1x
Company AW	3.8x	2.8x	1.0x
Company AX	4.3x	3.0x	1.3x
Company AY	3.3x	2.9x	0.4x
Company AZ	5.3x	4.2x	1.0x
Company BA	2.9x	4.2x	(1.3x)
Company BB	3.9x	3.5x	0.4x
Company BC	0.9x	1.1x	(0.2x)
Weighted Average (12/31/2014)⁽³⁾	3.4x	3.4x	0.0x
Memo: Weighted Average (9/30/2014)	3.4x	3.5x	(0.1x)
Memo: Weighted Average (6/30/2014)	3.4x	3.6x	(0.2x)
Memo: Weighted Average (3/31/2014)	3.4x	3.4x	(0.0x)



¹ Current positions with a cost greater than \$7.5mm as of 12/31/2014 (represents 95% of 70% advance rate asset cost and 95% of 70% advance rate asset fair value)

² Defined as total debt (assuming par for debt senior to our security, purchase price for our security, and no value for debt subordinated to our security) less total cash for the period, divided by the trailing twelve month EBITDA; as of the third calendar quarter of 2014, if available, or otherwise, the most recently reported fiscal quarter

³ Includes all assets with a 70% advance rate; weighted by cost

Portfolio Update Since Quarter End

- On December 31, 2014, Edmentum, Inc. released a very weak FY2015 budget and indicated that financial covenants would be violated in upcoming quarters
 - All parties are organizing and preparing for some type of restructuring
 - NMFC owns \$31.2 million of the 2nd lien debt; position marked at 50 as of December 31, 2014
 - Expect to move a meaningful portion to non-accrual in Q1 2015
- In January 2015, Global Knowledge Training LLC, NMFC's largest portfolio company⁽¹⁾, was acquired
 - As a result of the transaction, NMFC's \$41.5 million 2nd lien position was repaid at 100.81
 - In addition, NMFC received \$13.3 million of proceeds⁽²⁾ on our original \$2.4 million equity position resulting in a realized gain of \$10.9 million
- In February 2015, Storapod Holding Company, Inc. was acquired for over \$1 billion
 - As a result of the transaction, NMFC received \$4.2 million of proceeds from exercising our warrants (which had a cost basis of \$0.2 million), resulting in a realized gain of \$4.0 million
- In January 2015, UniTek Global Services, Inc. ("Unitek") completed its restructuring
 - NMFC and one other large lender now have effective control of Unitek and are allowing for their affiliated private equity practices to add significant value



NMFC's Energy Initiative

- NMFC's strategic alliance with Five States⁽¹⁾ is a new initiative to pursue defensive, lower-middle market energy investments
 - Relationship with Five States arose out of New Mountain's "deep dive" into the Energy sector beginning nearly 3 years ago
- Five States is a Dallas-based energy investment boutique with over 30 employees
 - Principals have core competencies in petroleum engineering and geology since the 1970s
 - Defensive approach and culture is very consistent with New Mountain's
- Five States provides access to regional, lower-middle market deal flow
 - 25+ year track record of investment success
- Focused on opportunities that are either not levered to commodity prices or where downside can be protected irrespective of commodity prices (through investment structure, hedges, etc.)



Performance Since IPO

(\$ in millions)

	IPO -	2012	2013	2014			
	12/31/2011 ⁽¹⁾			3/31/2014	6/30/2014	9/30/2014	12/31/2014
Regular Dividend	\$26.6	\$46.6	\$59.8	\$16.3	\$17.7	\$17.7	\$19.7
Cumulative Regular Dividend	26.6	73.2	133.0	149.2	166.9	184.6	204.3
Adj. NII	26.5	46.1	62.1 ⁽²⁾	17.6 ⁽²⁾	18.5	18.1	19.2
Cumulative Adj. NII	26.5	72.7	134.8	152.4	170.9	189.0	208.2
Dividend Coverage (Cumulative Adj. NII / Dividend)	100%	99%	101%	102%	102%	102%	102%
Adj. Realized Gains	\$1.6	\$13.9	\$13.8 ⁽³⁾	\$3.4 ⁽³⁾	\$6.1 ⁽⁴⁾	\$1.7	\$1.2
Adj. Realized Credit & Other Losses	(\$0.8)	(2.0)	(6.1)	(0.5)	(1.3)	(1.2)	(0.6)
Total Adj. Realized Gains / (Losses)	0.9	11.9	7.8	2.9	4.7	0.6	0.6
Cumulative Adj. Realized Gains / (Losses)	0.9	12.8	20.5	23.4	28.1	28.7	29.3
Adj. Change in Unrealized Appreciation	17.0	46.5	46.0 ⁽⁵⁾	13.2	10.7	8.6	6.6
Adj. Change in Unrealized Depreciation ⁽⁶⁾	(28.1)	(26.1)	(34.0)	(8.2)	(9.0)	(22.5)	(42.0)
Total Adj. Change in Unrealized Appreciation / (Depreciation)	(11.1)	20.4	12.0	5.0	1.7	(13.9)	(35.4)
Cumulative Adj. Change in Unrealized Appreciation / (Depreciation)	(11.1)	9.3	21.3	26.3	28.0	14.1	(21.3)
Cumulative Net Realized and Unrealized Gains and Appreciation	(\$10.2)	\$22.0	\$41.7	\$49.7	\$56.1	\$42.8	\$8.0

¹ NMFC priced its initial public offering on 5/19/2011; IPO – 12/31/2011 Adj. NII reflects nine months ended 12/31/ 2011 for comparability to the dividend

² Reflects Pro-Forma Adjusted Net Investment Income

³ Includes net YP distribution (net of incentive fee) and subsequent change in tax estimates of \$4.9 million for the year ended 2013 and \$0.2 million for the three months ended 3/31/2014

⁴ Primarily comprised of gain from the exit of LCG warrants of \$5.7 million

⁵ Includes net YP distribution (net of incentive fee) reclassification of \$0.4 million from change in tax estimate

⁶ From 6/30/2014 on, includes provision for income tax



Change in Unrealized Appreciation / (Depreciation) Detail

(\$ in millions)

Component	For Quarter Ended 12/31/2014	Commentary
Broad Market Movement	(\$12.8)	<ul style="list-style-type: none"> Market weakness led to overall decline in the marks for our portfolio investments generally
Energy Market Movement	(10.1)	<ul style="list-style-type: none"> Decline in oil prices led to decline in marks for our liquid energy investments (see detail on following page)
Edmentum	(15.9)	<ul style="list-style-type: none"> Written down from 101 to 50 due to anticipated financial weakness and likely restructuring
Global Knowledge and Storapod	3.4	<ul style="list-style-type: none"> Written up due to sale of Global Knowledge and Storapod in January 2015 and February 2015, respectively
Total Change in Unrealized Appreciation / (Depreciation)	(\$35.4)	



NMFC's Energy Portfolio Companies

Name	Security – Par, Mark, and FMV (As of 12/31/2014)	Description	NMFC Perspective
	1st Lien <ul style="list-style-type: none"> ▪ Par: \$40.0 million ▪ Mark: 99.6 ▪ FMV: \$39.8 million Common Equity <ul style="list-style-type: none"> ▪ \$ Invested: \$3.0 million ▪ Mark: 81.0 ▪ FMV: \$2.4 million 	<ul style="list-style-type: none"> ▪ Large-scale natural gas processing plant that straddles a major pipeline transporting natural gas from the Mid-Continent to Midwest and East Coast markets 	<ul style="list-style-type: none"> ▪ Spread based business ▪ Attractive structure and loan to value ▪ Limited volume risk because straddles mature pipeline in an established production region ▪ Originated from Five States relationship
	2nd Lien <ul style="list-style-type: none"> ▪ Par: \$30.0 million ▪ Mark: 100.0 ▪ FMV: \$30.0 million 	<ul style="list-style-type: none"> ▪ Oil and gas production company strategically focused in the Gulf of Mexico owned by a large hedge fund 	<ul style="list-style-type: none"> ▪ Exposure to oil prices partially hedged ▪ Fund level guarantee and put option provided by a hedge fund with over \$800 million in AUM
	1st Lien <ul style="list-style-type: none"> ▪ Par: \$25.0 million ▪ Mark: 93.0 ▪ FMV: \$23.3 million 	<ul style="list-style-type: none"> ▪ Provider of outsourced engineering and on-site supervision services to the oil and gas industry 	<ul style="list-style-type: none"> ▪ Modest lag in rig count decline ▪ Currently, NMFC holds a portion of the only material debt in the company's capital structure; modest leverage ▪ Minimal capex ▪ Significant accounts receivable balance will generate strong cash flow
	1st Lien <ul style="list-style-type: none"> ▪ Par: \$24.4 million ▪ Mark: 75.5 ▪ FMV: \$18.4 million 	<ul style="list-style-type: none"> ▪ Supplier of above ground storage tanks and processing equipment to oil and gas exploration and production industry 	<ul style="list-style-type: none"> ▪ Price reductions partially offset by lower steel costs ▪ Low fixed costs give flexibility to preserve profitability ▪ Minimal maintenance capex ▪ Reduction in working capital results in cash generation in the near term
Total	FMV: \$113.9 million (8% of Total Portfolio)		



Q4 Originations

Portfolio Originations⁽¹⁾

(\$ in millions)

Date ⁽²⁾	Name	Industry	Amount (\$'s Invested)	Tranche Size	Type of Investment	Advance Rate ⁽³⁾	YTM at Purchase ⁽⁴⁾	
							Unlevered	Levered
10/9/2014	NMFC SLP I	Investment in Fund	\$7.8	N/A	Membership Interest	N/A	12.3%	12.3%
10/29/2014	 TASC INSIGHT APPLIED	Federal Services	\$5.9 / \$2.0	\$829 / \$400	1 st Lien / 2 nd Lien	70% / 25%	7.8% / 13.1%	18.1% / 16.1%
11/7/2014	 Northstar Offshore Group, LLC	Energy	\$30.0	\$80	2nd Lien	N/A	15.9%	15.9%
11/19/2014	 DIAMONDBACK DRUGS	Distribution & Logistics	\$19.9 / \$2.0	\$36 / N/A	Unitranche / Preferred Equity	66.7% / 66.7%	11.0% / N/A	25.4% / N/A
11/20/2014	 NAVEX GLOBAL™ The Ethics and Compliance Experts	Software	\$14.9 / \$16.8	\$200 / \$90	1 st Lien / 2 nd Lien	66.7% / 66.7% ⁽⁶⁾	7.1% / 11.5%	13.4% / 27.1%
11/24/2014	 TIBC	Software	\$28.5 / \$14.6	\$1,670 / \$950	1 st Lien / Subordinated	70% / 25%	8.8% / 12.5%	22.6% / 15.4%
12/17/2014	 PetVet Care CENTERS	Consumer Services	\$23.8	\$74	2 nd Lien	25%	11.4%	13.7%
12/18/2014	 CRST	Federal Services	\$24.8	\$100	1 st Lien	70%	8.9%	19.8%
	Other		\$34.7				10.6%	12.8%
Total Originations			\$225.7				Non-70%: 11.6%	Non-70%: 15.3%
Repayments ⁽¹⁾			(\$69.6)				/ 70%: 8.7%⁽⁵⁾	/ 70%: 20.9%⁽⁵⁾
Net Originations			\$156.1					
Sales			(\$23.4)					
Net Originations Less Sales			\$132.6					

¹ Origination commitments over \$7.5m shown, originations less than \$7.5m included in "Other"; originations and repayments exclude PIK, revolvers, and bridges

² Date of commitment; where multiple trade dates, the first trade date is listed

³ For assets not in the SBIC or in the Wells Fargo borrowing base, illustrative advance rates shown based on Wells Fargo advance rates for comparable assets

⁴ Assumes that investments are purchased at purchase price on settlement date and held until their respective maturities with no prepayments or losses and are exited at par at maturity. The actual yield to maturity may be higher or lower due to the future selection of LIBOR contracts by the individual companies in our portfolio or other factors. See "Important Notice and Safe Harbor Statement."

⁵ Weighted average YTM; 70% includes all assets with 70% advance rate

⁶ Majority of our investment in Navex Global, Inc. sits in the SBIC; however, a small pro rata portion of the 1st and 2nd lien investment is in the BDC at 70% and 25% advanced rates, respectively



Annual Originations and Repayments

(\$ in millions, unaudited)

	2011 (IPO ⁽¹⁾ – 12/31/2011)	2012	2013	2014	Cumulative (IPO ⁽¹⁾ – 12/31/2014)
Total Originations	\$379.3	\$673.2	\$529.7	\$741.5	\$2,323.7
Repayments	(\$86.5)	(\$299.6)	(\$395.3)	(\$267.5)	(\$1,048.9)
Net Originations	\$292.8	\$373.6	\$134.4	\$474.0	\$1,274.8
Sales ⁽²⁾	(\$45.7)	(\$123.0)	(\$27.9)	(\$102.4)	(\$299.0)
Net Originations less Sales	\$247.1	\$250.6	\$106.5	\$371.6	\$975.8



Origination Activity Since Quarter End (Through 2/25/2015)

(\$ in millions)

Portfolio Originations⁽¹⁾

Date ⁽²⁾	Name	Industry	Amount (\$'s Invested)	Tranche Size	Type of Investment	Advance Rate ⁽³⁾	YTM at Purchase ⁽⁴⁾	
							Unlevered	Levered
1/30/2015		Software	\$29.3	\$194	2 nd Lien	25%	12.1%	14.9%
2/10/2015		Distribution & Logistics	\$10.0	\$805	Subordinated	25%	10.7%	12.9%
2/13/2015		Software	\$9.3	\$125	2 nd Lien	25%	12.8%	15.9%
2/23/2015		Software	\$9.9	\$90	2 nd Lien	25%	12.1%	14.8%
Other			\$6.4				Non-70%: 11.8%	Non-70%: 14.1%
Total Originations			\$64.8				/ 70%: N/A ⁽⁵⁾	/ 70%: N/A ⁽⁵⁾
Repayments ⁽⁶⁾			(\$46.2)					
Net Originations			\$18.6					
Sales			(\$9.9)					
Net Originations less Sales			\$8.7					

Investment Pipeline

- Over \$100 million of potential investments in near-term pipeline
- Over \$75 million additional in earlier-stage pipeline

¹ Origination commitments over \$7.5m shown, originations less than \$7.5m included in "Other"; originations and repayments exclude PIK, revolvers, and bridges

² Date of commitment; where multiple trade dates, the first trade date is listed

³ For assets not in the SBIC or in the Wells Fargo borrowing base, illustrative advance rates shown based on Wells Fargo advance rates for comparable assets

⁴ Assumes that investments are purchased at purchase price on settlement date and held until their respective maturities with no prepayments or losses and are exited at par at maturity. The actual yield to maturity may be higher or lower due to the future selection of LIBOR contracts by the individual companies in our portfolio or other factors. See "Important Notice and Safe Harbor Statement."

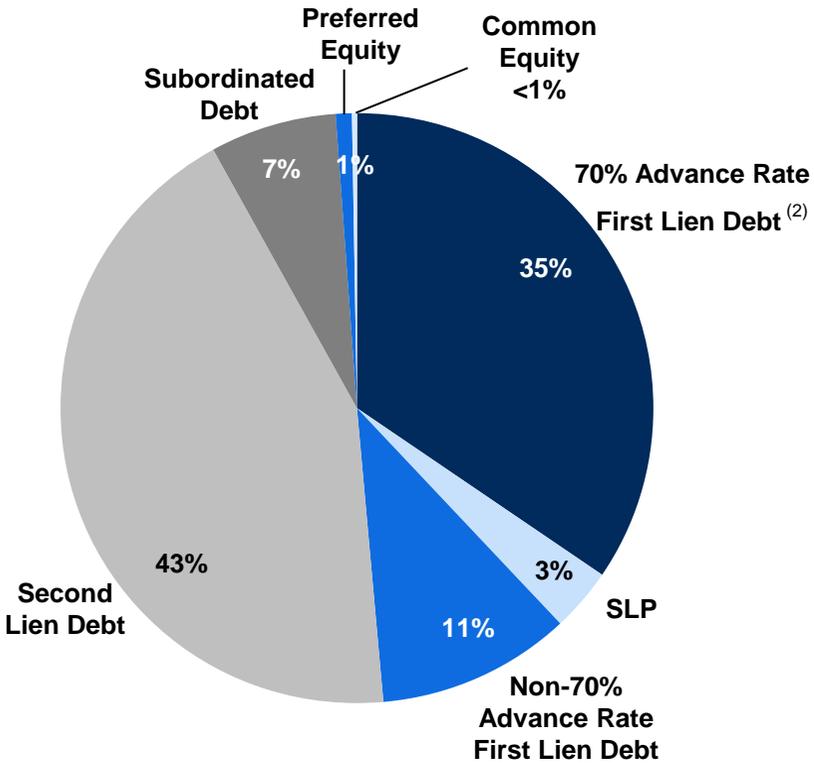
⁵ Weighted average YTM

⁶ Excludes realized gain from sale of Global Knowledge and Storapod equity positions

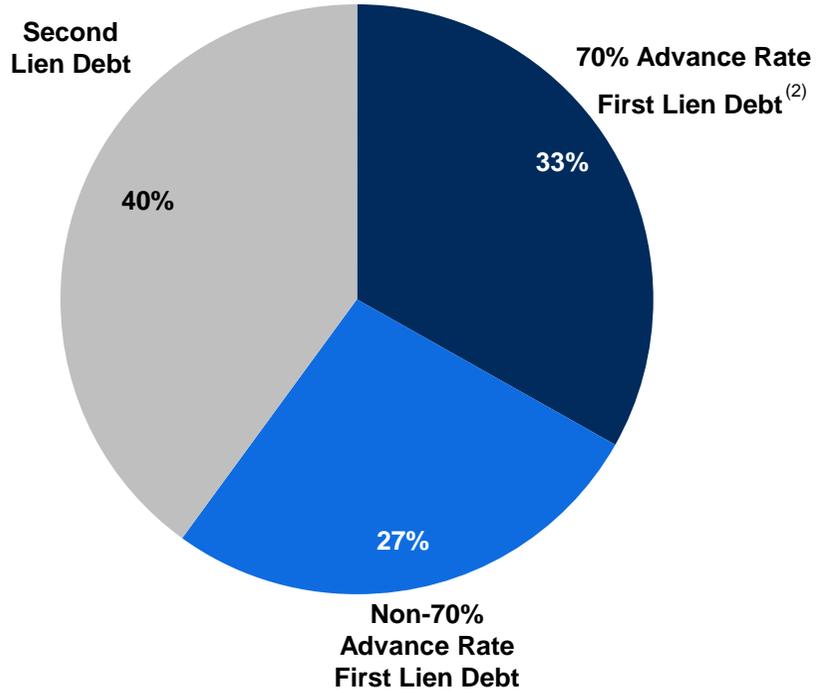


Q4 2014 Originations and Repayments

Originations by Type⁽¹⁾



Sales / Repayments by Type⁽¹⁾

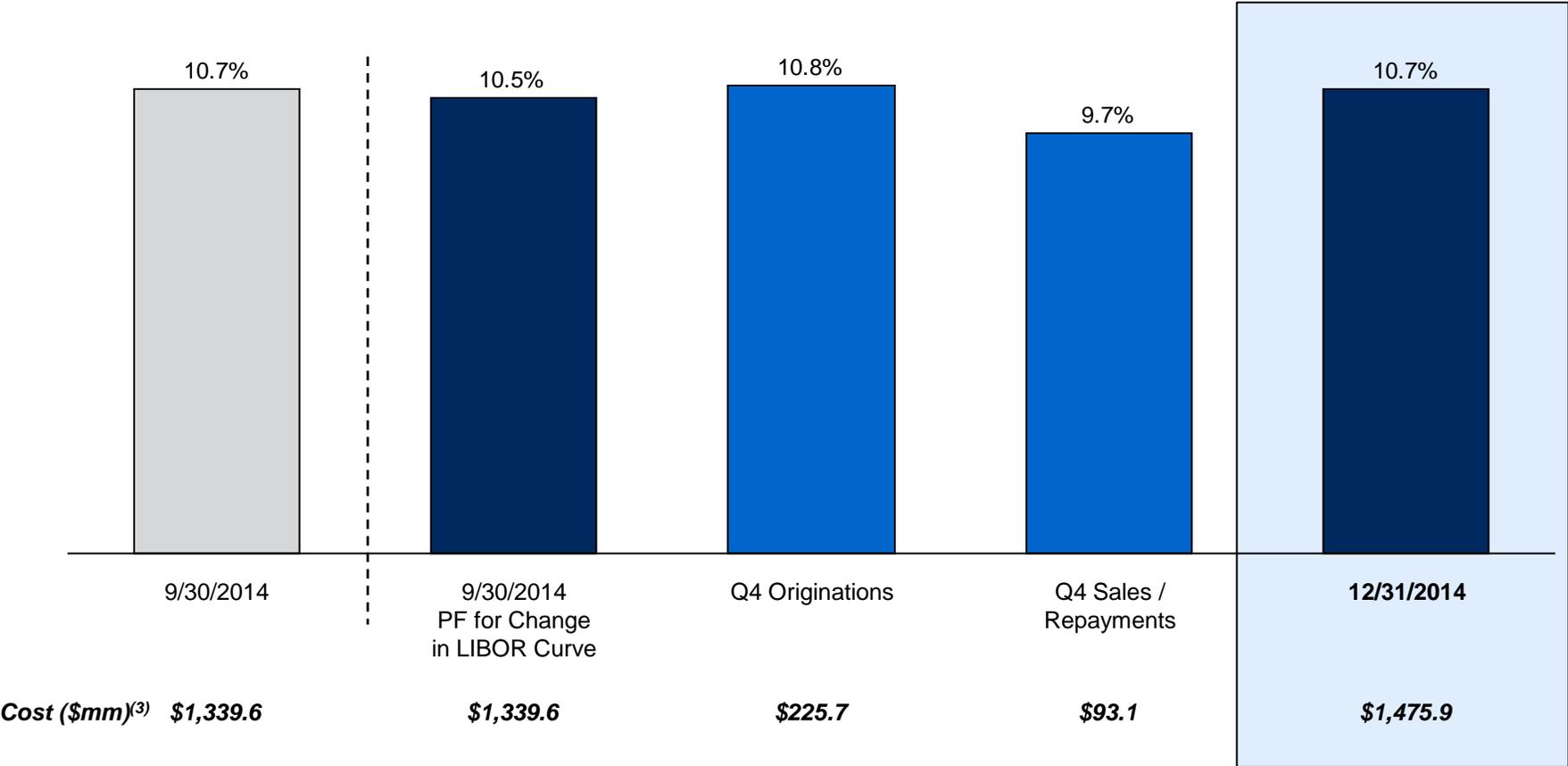


¹ By \$s invested / \$s received at time of origination / sale / repayment; excludes PIK, revolvers and bridges

² 70% advance rate first lien debt includes first lien assets with 70% advance rate

Q4 2014 Investment Activity Roll

YTM at Cost⁽¹⁾ / Purchase⁽²⁾



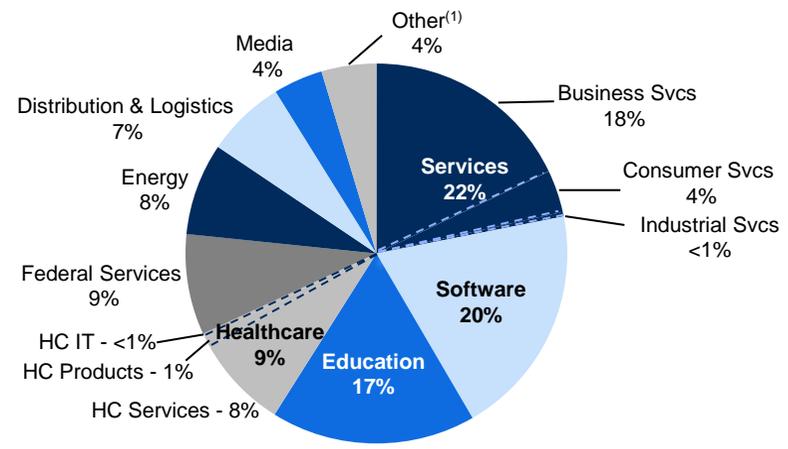
¹ Assumes that investments are purchased at adjusted cost (estimated) and held until their respective maturities with no prepayments or losses and are exited at par at maturity. The actual yield to maturity may be higher or lower due to the future selection of LIBOR contracts by the individual companies in our portfolio or other factors. See "Important Notice and Safe Harbor Statement."

² References to "YTM at Purchase" have the same assumptions as above except that investments are purchased at purchase price on settlement date

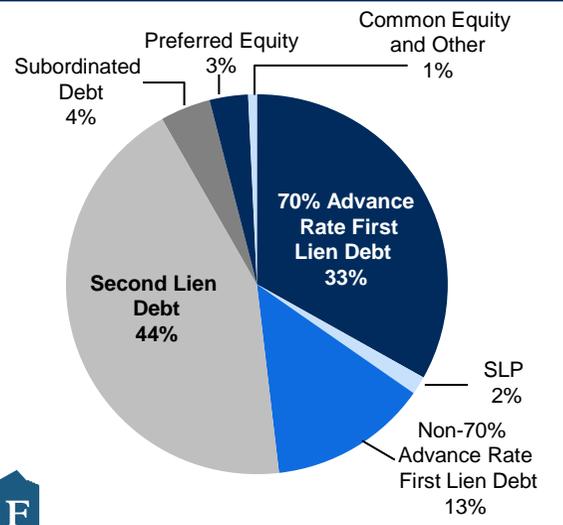
³ Will not sum across due to amortization, PIK, realized gain / loss, and revolvers

Portfolio Mix (By Fair Value as of 12/31/2014)

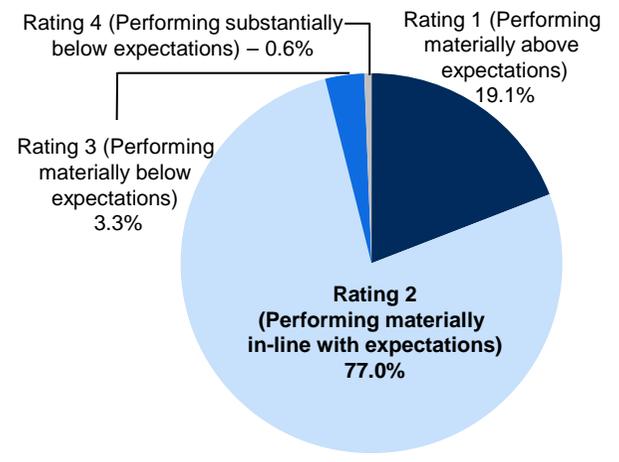
By Industry



By Type of Investment



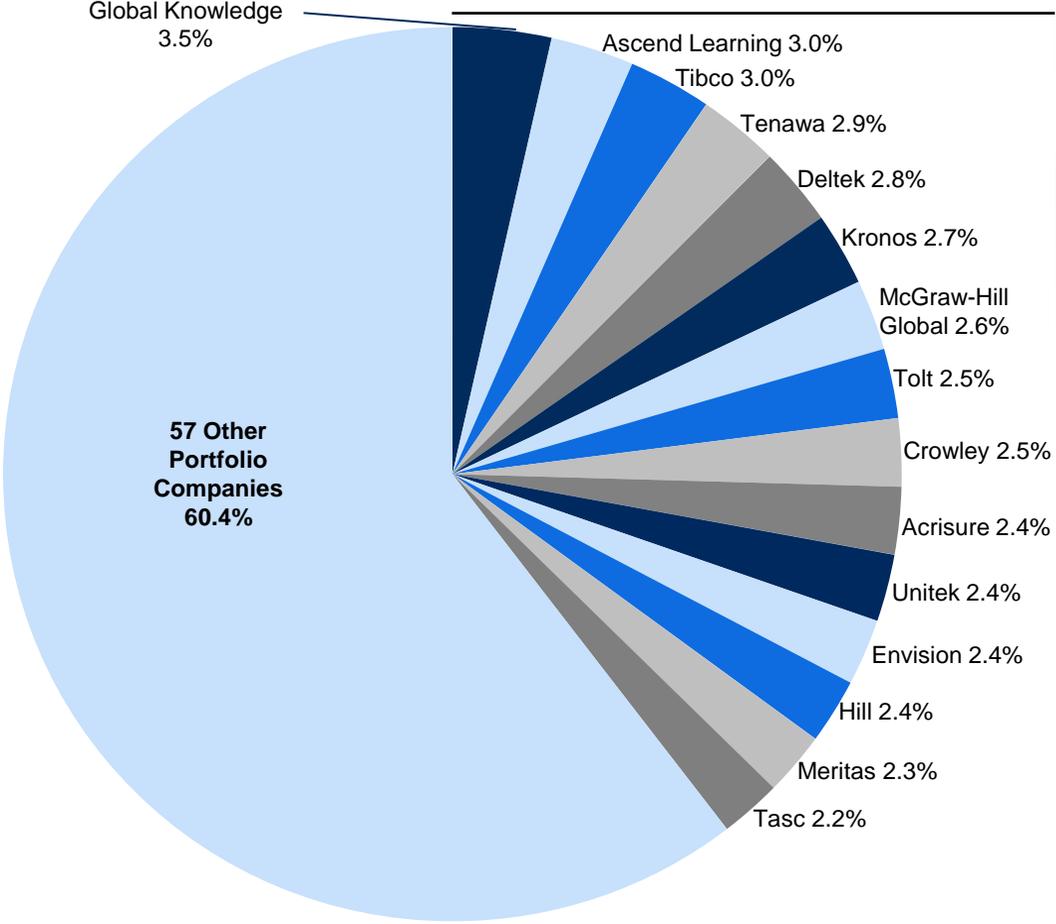
By Rating



¹ Includes 2% Business Products, 2% SLP I, and ~1% Specialty Chemicals & Materials

Portfolio Concentration (By Fair Value as of 12/31/2014)

Portfolio Names By Fair Value



Top 15 portfolio companies represent \$575.5 million, or 39.6%, of consolidated investments

Memo: Top 15 Portfolio Companies

As of		
3/31/2014	6/30/2014	9/30/2014
\$541.4m	\$570.6m	\$570.6m
45.9%	43.5%	42.1%

Balance Sheet Highlights

(\$ in millions, except per unit/share data)	Quarter Ended				12/31/2014
	12/31/2013	3/31/2014	6/30/2014	9/30/2014	
Assets					
Portfolio	\$1,115.7	\$1,180.2	\$1,310.9	\$1,353.7	\$1,454.7
Cash & Equivalents ⁽¹⁾	15.0	13.3	21.7	19.6	23.4
Other Assets ⁽²⁾	17.1	25.9	25.5	24.8	36.8
Total Assets	\$1,147.8	\$1,219.4	\$1,358.1	\$1,398.1	\$1,514.9
Liabilities					
Statutory Debt	\$436.5	\$486.8	\$568.1	\$600.8	\$633.1
SBA-Guaranteed Debentures	–	–	–	–	37.5
Other Liabilities ⁽³⁾	22.8	35.5	27.5	49.9	42.1
Total Liabilities	\$459.3	\$522.3	\$595.6	\$650.7	\$712.7
NAV	\$688.5	\$697.1	\$762.6	\$747.5	\$802.2
Shares Outstanding - Ending Balance (mm)	47.9	48.0	52.1	52.2	58.0
NAV / Share	\$14.38	\$14.53	\$14.65	\$14.33	\$13.83
Statutory Debt / Equity⁽⁴⁾	0.63x	0.70x	0.74x	0.80x	0.79x

¹ For the three months ended 9/30/2014, includes \$1.8m of restricted cash

² Includes interest and dividends receivable, receivable from unsettled securities sold, deferred financing costs, receivable from affiliates and other assets

³ Includes payable for unsettled securities purchased, incentive fee payable, capital gains incentive fee payable, management fee payable, interest payable, payable to affiliates, deferred tax liability and other liabilities

⁴ Statutory debt / equity calculation excludes SBA-guaranteed debentures, which are fully funded, non-recourse, asset-backed securities that are excluded by SEC exemptive order from the definition of "senior securities" under the 200% asset coverage test

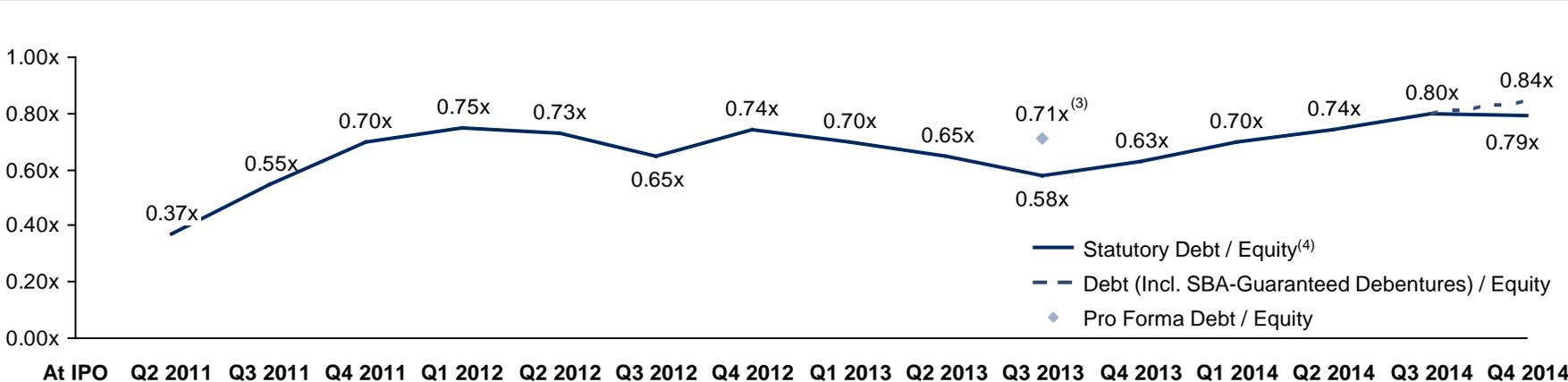


Historical NAV / Share and Leverage Trends

NAV / Share



Debt / Equity



¹ Q2 2011 NAV / share adjusted for payment of Q2 dividend
² Q1 2012 NAV / share adjusted for payment of special dividend
³ Pro-forma for \$78.4m of securities purchases and investment commitments that were unsettled as of 9/30/2013 and funded shortly after the third quarter end
⁴ Statutory debt / equity calculation excludes SBA-guaranteed debentures, which are fully funded, non-recourse, asset-backed securities that are excluded by SEC exemptive order from the definition of "senior securities" under the 200% asset coverage test

Income Statement Highlights (Quarterly)

Quarter Ended - Pro Forma Adjusted⁽¹⁾

(\$ in millions, except per unit/share data)

	12/31/2013	3/31/2014	6/30/2014	9/30/2014	12/31/2014
Investment Income					
Interest income	\$27.4	\$28.1	\$31.6	\$32.3	\$34.0
Dividend income	0.0	1.9	1.3	0.5	0.8
Other income	0.9	0.7	0.8	1.9	1.9
Total investment income	\$28.3	\$30.7	\$33.7	\$34.7	\$36.7
Expenses					
Management fee ⁽²⁾	\$3.8	\$4.2	\$4.6	\$5.0	\$5.1
Incentive fee	4.1	4.4	4.6	4.5	4.8
Interest and other financing expenses	3.1	3.4	4.0	5.2	5.5
Net administrative, professional, other G&A expenses and income taxes ⁽³⁾	1.1	1.1	1.9	1.8	2.1
Total net expenses	\$12.1	\$13.1	\$15.1	\$16.6	\$17.5
Net investment income	\$16.2	\$17.6	\$18.5	\$18.1	\$19.2
Gain / Loss					
Net realized (losses) gains on investments	(\$1.9)	\$2.9	\$4.7	\$0.6	\$0.6
Net change in unrealized appreciation (depreciation) of investments	5.5	5.0	2.1	(14.0)	(35.2)
Provision for income tax	—	—	(0.4)	0.1	(0.2)
Capital gains incentive fee	(0.7)	(1.6)	(1.3)	2.7	6.7
Net increase (decrease) in members' capital/net assets resulting from operations	\$19.1	\$23.9	\$23.7	\$7.4	(\$8.9)
Weighted average units/shares outstanding (mm)	47.5	47.9	51.6	52.1	56.5
NIU per weighted average unit/share	\$0.34	\$0.37	\$0.36	\$0.35	\$0.34



¹ Q4 2013 and Q1 2014 represent results of Predecessor Operating Company; pro forma adjusted net investment income excludes net impact of non-recurring YP, LLC distribution received in Q2 2013 and subsequent changes in tax estimate from 9/30/2013 to 3/31/2014

² Three months ended 12/31/2014 reflects management fee net of waiver

³ Net of expense waivers and reimbursements

Income Statement Highlights (Annually)

	Year Ended - Pro Forma Adjusted ⁽¹⁾		
	12/31/2012	12/31/2013	12/31/2014
<i>(\$ in millions, except per unit/share data)</i>			
Investment Income			
Interest income	\$80.2	\$106.1	\$126.0
Dividend income	0.8	0.2	4.5
Other income	1.3	2.9	5.4
Total investment income	\$82.3	\$109.1	\$135.7
Expenses			
Management fee ⁽²⁾	\$11.1	\$14.9	\$19.0
Incentive fee	11.5	15.5	18.4
Interest and other financing expenses	10.1	12.5	18.1
Net administrative, professional, other G&A expenses and income taxes ⁽³⁾	3.5	4.1	6.9
Total net expenses	\$36.2	\$47.0	\$62.3
Net investment income	\$46.1	\$62.1	\$73.4
Gain / Loss			
Net realized gains (losses) on investments	\$11.9	\$3.0	\$8.8
Net change in unrealized appreciation (depreciation) of investments	20.4	11.6	(42.1)
Provision for income tax	–	–	(0.5)
Capital gains incentive fee	(4.4)	(2.9)	6.5
Net increase in members' capital/net assets resulting from operations	\$74.0	\$73.8	\$46.0
Weighted average units/shares outstanding (mm)	34.0	44.0	52.1
NIU per weighted average unit/share	\$1.36	\$1.41	\$1.41



¹ Year ended 12/31/2014 includes the results of both the Predecessor Operating Company for Q1 2014 and NMFC for Q2 – Q4 2014; pro forma adjusted net investment income excludes net impact of non-recurring YP, LLC distribution received in Q2 2013 and subsequent changes in tax estimate from 9/30/2013 to 3/31/2014

² Year ended 12/31/2014 reflects management fee net of waiver

³ Net of expense waivers and reimbursements

Investment Income Detail

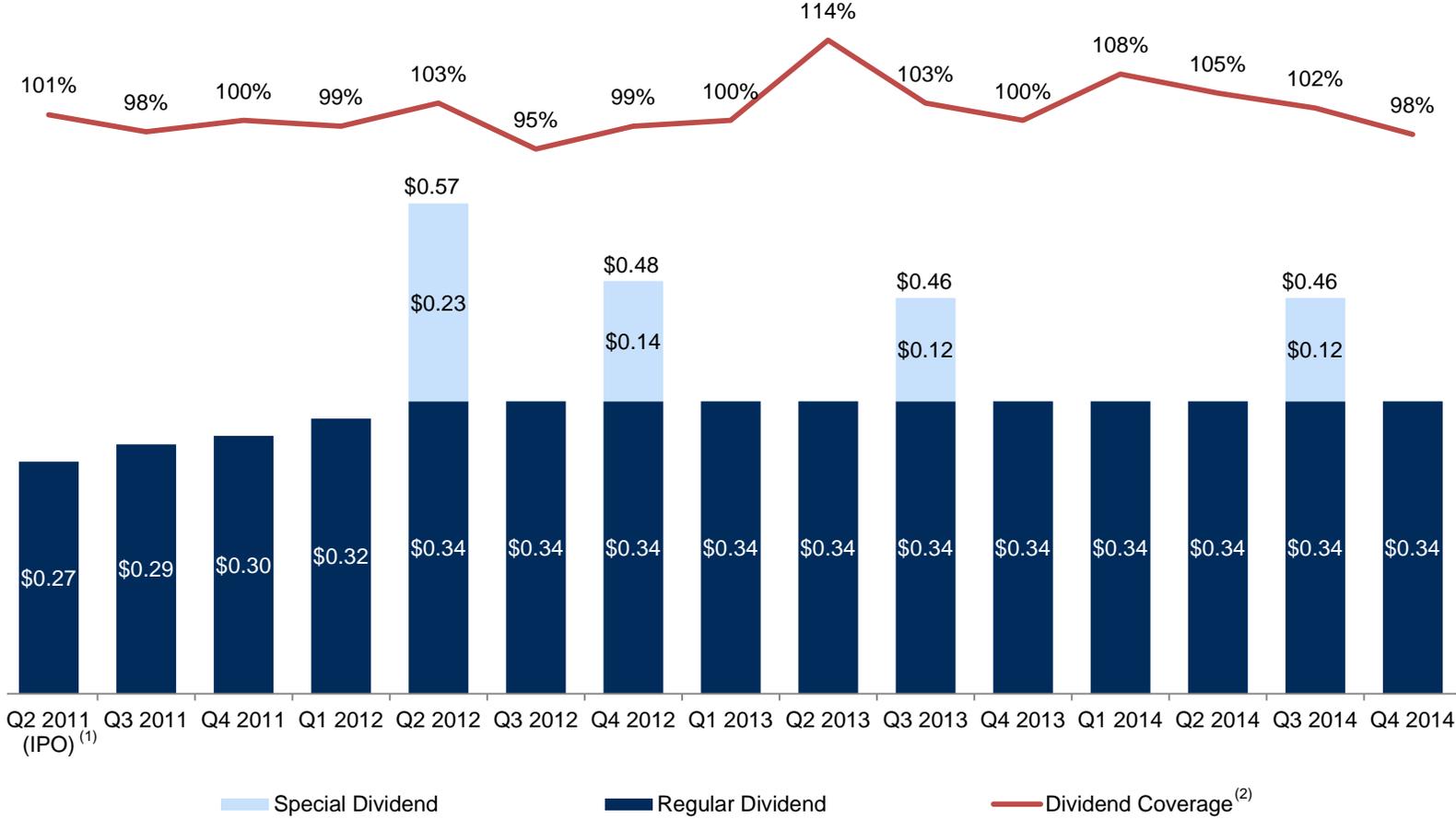
(\$ in millions)	Quarter Ended - Pro Forma Adjusted ⁽¹⁾				12/31/2014
	12/31/2013	3/31/2014	6/30/2014	9/30/2014	
Investment Income Build					
Cash interest	\$24.3	\$26.3	\$28.4	\$29.1	\$31.1
Non-cash interest	1.0	0.8	0.6	1.6	1.6
Amortization of purchase discounts (premiums) and fees	0.7	0.7	0.6	0.6	0.6
Interest Income Excl. Prepayment Fees	\$26.0	\$27.8	\$29.7	\$31.3	\$33.3
Prepayment Fees	1.4	0.3	1.9	1.0	0.7
Total Interest Income	\$27.4	\$28.1	\$31.6	\$32.3	\$34.0
Dividend Income	0.0	1.9	1.3	0.5	0.8
Other Income	0.9	0.7	0.8	1.9	1.9
Total Investment Income	\$28.3	\$30.7	\$33.7	\$34.7	\$36.7
Key Statistics					
% of Total Investment Income that is Non-cash⁽²⁾	6%	5%	4%	6%	6%
Total Interest Income as % of Total Investment Income					
Excluding Prepayment Fees	92%	91%	88%	90%	91%
Including Prepayment Fees	97%	92%	94%	93%	92%

**Our investment income continues to be predominantly paid in cash
and generated by stable and predictable sources**



Dividend Summary and Coverage

We believe our Q1 2015 Adjusted NII will be in the \$0.33 to \$0.35 per share range. Our board of directors has declared a first quarter dividend of \$0.34 per share.



¹ NMFC priced its initial public offering on 5/19/2011
² Calculated as Pro Forma Adjusted Net Investment Income / regular dividend

Diversified Leverage Profile

<i>(As of 12/31/2014, \$ in millions)</i>	Amount Outstanding / Facility Size	Interest Rate	Maturity
New Holdings Credit Facility <i>(Wells Fargo)</i>	\$468 / \$495	Broadly syndicated 1 st lien loans ⁽¹⁾ : L + 2.00% All other: L + 2.75% (No LIBOR floor)	December 2019
NMFC Credit Facility <i>(Goldman Sachs / Morgan Stanley)</i>	\$50 / \$80	L + 2.50% (No LIBOR floor)	June 2019
Convertible Notes	\$115 / \$115	5.00%	June 2019
SBA-Guaranteed Debentures ⁽²⁾	\$38 / \$150 ⁽³⁾	Interim rate ⁽⁴⁾ : L+0.30% Illustrative all-in interest rate of ~4% p.a. ⁽⁵⁾	10-Year Tenor
Total	\$671 / \$840		

- On December 18, 2014, the two previously existing credit facilities with Wells Fargo were combined and replaced by the New Holdings Credit Facility, which has a total facility size of \$495 million; in addition, the maturity was extended by over 3 years to December 18, 2019
 - The merger does not have any meaningful economic impact; rather, the merger allows for operational streamlining
 - Like the former facilities, the New Holdings Credit Facility's borrowing base and liquidity are not tied to trading prices and valuations of securities; covenants tied to underlying portfolio company operating performance, not mark-to-market
- On December 29, 2014, the NMFC Credit Facility's facility size was increased from \$50 million to \$80 million



¹ As defined in the New Holdings Credit Facility

² SBA-guaranteed debentures are fully funded, non-recourse, asset-backed securities, excluded by SEC exemptive order from the definition of "senior securities" under the 200% asset coverage test

³ Current SBIC license allows access up to two tiers of leverage (\$150 million) but SBIC can access only one tier of leverage (\$75 million) at a time

⁴ Debentures priced between SBA debenture pooling dates pay an interim rate of L+30bps until the next debenture pooling (which will occur in March 2015)

⁵ Illustrative all-in interest rate of debentures reflects latest pooled interest rate of 3.015% as of September 2014 and includes additional fees and expenses

Corporate Information

Board of Directors

Inside Directors

Steven B. Klinsky (Chairman)

Robert A. Hamwee

Adam B. Weinstein

Independent Directors

Alfred F. Hurley, Jr.

David R. Malpass

David Ogens

Kurt J. Wolfgruber

Corporate Offices & Website

787 Seventh Avenue

48th Floor

New York, NY 10019

<http://www.newmountainfinance.com>

Investor Relations

David M. Cordova

New Mountain Finance Corporation

212-220-3546

dcordova@newmountaincapital.com

Senior Management

Steven B. Klinsky

Chairman of the Board of Directors

Robert A. Hamwee

*Chief Executive Officer, President
and Director*

John R. Kline

EVP and Chief Operating Officer

David M. Cordova

Chief Financial Officer and Treasurer

Adam B. Weinstein

*EVP, Chief Administration Officer
and Director*

Paula A. Bosco

*Chief Compliance Officer,
Chief Regulatory Counsel and
Corporate Secretary*

James W. Stone III

Managing Director

Research Coverage

Baird Equity Research

Bryce Rowe, 804-447-8019

Dan Nicholas, 804-447-8020

Keefe, Bruyette & Woods (KBW)

Greg Mason, 314-342-2194

Troy Ward, 314-342-2714

BB&T Capital Markets

Vernon C. Plack, 804-780-3257

Peter W. Council, 804-782-8850

Oppenheimer & Co.

Chris Kotowski, 212-667-6699

L. Allison Taylor, 212-667-5366

Wells Fargo Securities

Jonathan Bock, 443-263-6410

Fiscal Year End

December 31

Independent Auditor

Deloitte & Touche LLP

New York, NY

Corporate Counsel

Sutherland Asbill & Brennan LLP

Washington D.C.

Securities Listing

NYSE: NMFC

Transfer Agent

American Stock Transfer & Trust Company, LLC

800-937-5449

www.amstock.com





**NEW MOUNTAIN FINANCE
CORPORATION**

Appendix A: NMFC Pro-Forma Adjusted NII Reconciliation

(\$ in millions except per share data)

	Three months ended 12/31/2014		Year ended 12/31/2014 ⁽⁴⁾	
	Amount	Per Weighted Average Share	Amount	Per Weighted Average Share
GAAP net investment income ("NII")	\$25.9	\$0.46	\$80.1	\$1.54
Non-cash capital gains incentive fee ⁽¹⁾⁽²⁾	(6.7)	(0.12)	(6.8)	(0.13)
Adjusted NII	\$19.2	\$0.34	\$73.3	\$1.41
Non-recurring net YP, LLC distribution ⁽³⁾	–	–	(0.2)	–
Pro-forma adjusted NII	\$19.2	\$0.34	\$73.1	\$1.41

¹ Reclassification of the non-cash capital gains incentive fee out of net investment income and into net change in net assets resulting from operations

² Includes a non-cash amortization adjustment of less than \$200,000

³ Adjustment related to the NII impact (net of incentive fee) from the change in tax estimate related to a non-recurring YP, LLC distribution

⁴ Represents Pro-Forma Adjusted NII for NMFC for the twelve months ended 12/31/2014, which includes its pro-rata allocation from the Predecessor Operating Company from 1/1/2014 to 5/7/2014. Refer to pg. 31 for the results of the Predecessor Operating Company for the three months ended 3/31/2014 and pg. 32 for the combined annual results of the Predecessor Operating Company and NMFC for the year ended 12/31/2014



Appendix B: Structure Chart

