



**Barings BDC, Inc.
Fourth Quarter 2021
Earnings Presentation**

February 23, 2022

Disclaimers and Cautionary Notes Regarding Forward-Looking Statements

Cautionary Notice: Certain statements contained in this presentation are "forward-looking" statements. Investors are cautioned not to place undue reliance on forward-looking statements, which speak only as of the date on which they are made and which reflect management's current estimates, projections, expectations or beliefs, and which are subject to risks and uncertainties that may cause actual results or events to differ materially. Forward-looking statements include, but are not limited to, the ability of Barings LLC to manage Barings BDC, Inc. ("Barings BDC" or the "Company") and identify investment opportunities, and some of the factors that could cause actual results or events to differ materially from those identified in forward-looking statements are enumerated in the filings Barings BDC makes with the Securities and Exchange Commission (the "SEC"). These statements are subject to change at any time based upon economic, market or other conditions, including with respect to the impact of the COVID-19 pandemic and its effects on Barings BDC's and its portfolio companies' results of operations and financial condition, and may not be relied upon as investment advice or an indication of Barings BDC's investment intent. Important factors that could cause actual results to differ materially from plans, estimates or expectations included in this presentation include, among others, those risk factors detailed in Barings BDC's annual report on Form 10-K for the fiscal year ended December 31, 2021, filed with the SEC on February 23, 2022, in Barings BDC's most recently filed quarterly report on Form 10-Q, and as may be included from time to time in Barings BDC's other filings with the SEC, including current reports on Form 8-K. In addition, there is no assurance that Barings BDC or any of its affiliates will purchase additional shares of Barings BDC at any specific discount levels or in any specific amounts or that the market price of Barings BDC's shares, either absolutely or relative to net asset value, will increase as a result of any share repurchases, or that any repurchase plan will enhance stockholder value over the long term. The Company undertakes no obligation to publicly update forward-looking statements, whether as a result of new information, future events or otherwise, unless required to do so by law.

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Any forecasts in this document are based upon Barings' opinion of the market at the date of preparation and are subject to change without notice, dependent upon many factors. Any prediction, projection or forecast is not necessarily indicative of the future or likely performance. Investment involves risk. The value of any investments and any income generated may increase or decrease and are not guaranteed. Past performance is no indication of current or future performance. PAST PERFORMANCE IS NOT NECESSARILY INDICATIVE OF FUTURE RESULTS. Any investment results, portfolio compositions and/or examples set forth in this document are provided for illustrative purposes only and are not indicative of any future investment results, future portfolio composition or investments. The composition, size of, and risks associated with an investment may differ substantially from any examples set forth in this document. No representation is made that an investment will be profitable or will not incur losses. Where appropriate, changes in the currency exchange rates may affect the value of investments. Prospective investors should read the relevant offering documents for the details and specific risk factors of any investment vehicle discussed in this document.

ERIC LLOYD

*Chief Executive Officer
Barings BDC, Inc.*

IAN FOWLER

*President
Barings BDC, Inc.*

BRYAN HIGH

*Vice President
Barings BDC, Inc.*

JONATHAN BOCK

*Chief Financial Officer
Barings BDC, Inc.*

4Q 2021 HIGHLIGHTS (Lloyd)

What were the summary points of the quarter?

BBDC MARKET UPDATE & INVESTMENT PORTFOLIO (Fowler)

Update on the portfolio performance.

BBDC FINANCIALS (Bock)

A walk through the balance sheet, income statement, NAV bridge and liquidity.

1Q 2022 ORIGINATION PIPELINE (Bock)

What is the level of investment activity post-quarter end?

4Q 2021 Highlights

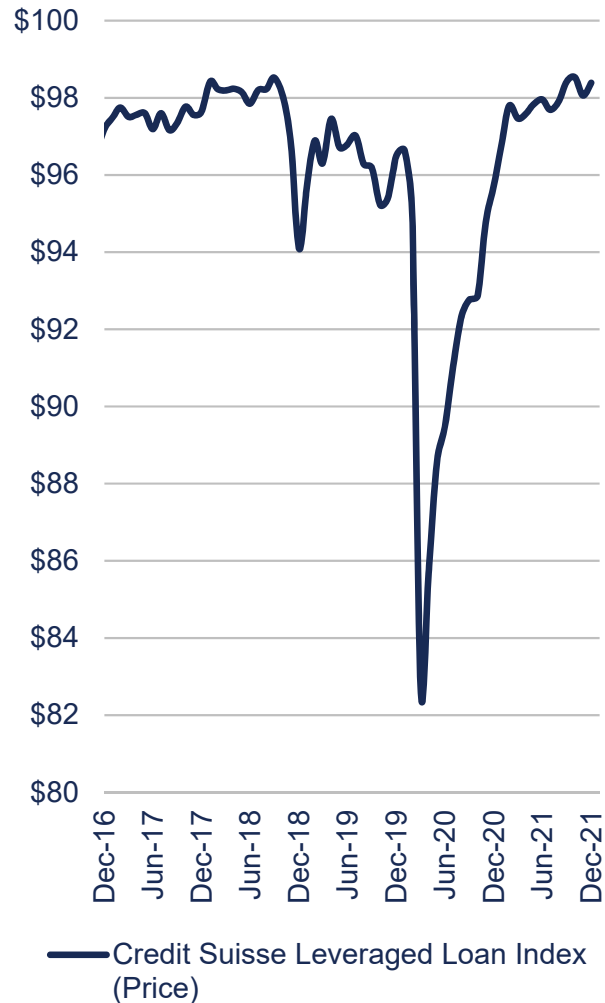
Credit Spreads & BDC Equity Prices

BSL spreads and prices were little changed in 4Q and remained at pre-COVID levels, while BDC equity prices traded in a fairly narrow band (before breaking out to new four-year highs in Q1)

BROADLY-SYNDICATED LOAN SPREADS



BROADLY-SYNDICATED LOAN PRICES



BDC EQUITY PRICES



Fourth Quarter 2021 Highlights

NET ASSET VALUE

Net asset value (NAV) as of December 31, 2021 was \$11.36 per share as compared to \$11.40 as of September 30, 2021

ORIGINATIONS

Total originations during the quarter were \$671 million, while sales and repayments totaled \$453 million, for net originations of \$218 million

NET INVESTMENT INCOME

Net investment income for the quarter ended December 31, 2021 was \$0.23 per share

PORTFOLIO YIELD

The weighted-average portfolio yield¹ as of December 31, 2021 was 6.7% for Middle-Market Loans (MML), 9.4% for Cross-Platform investments, and 10.2% for MVC assets²

DIVIDEND

The Board of Directors approved a first quarter dividend of \$0.23 per share, up from \$0.22 per share in the fourth quarter

CREDIT PERFORMANCE

There were no BBDC-originated investments on non-accrual status as of quarter end, and two MVC-acquired portfolio companies on non-accrual (2.0% of total portfolio fair value)

Data as of December 31, 2021. Refer to slide 19 for fully-reconciled income statement including number of shares used to calculate per-share data.

1. Yield is calculated as the weighted average of current coupon rates (USD-equivalent).

2. Excludes short-term investments, equity investments, and non accrual investments

Selected Financial Highlights

Balance Sheet Highlights	4Q 2021	3Q 2021	2Q 2021	1Q 2021	4Q 2020
Investment Portfolio, at Fair Value	\$1,800.6	\$1,652.5	\$1,575.1	\$1,602.1	\$1,495.8
Total Debt Outstanding (Principal)	\$1,380.2	\$1,037.7	\$1,043.5	\$986.1	\$944.7
Total Net Assets (Equity)	\$741.9	\$744.8	\$744.1	\$727.9	\$717.8
Debt-to-Equity Ratio	1.86x	1.39x	1.40x	1.35x	1.32x
Net Debt-to-Equity Ratio ¹	1.49x	1.19x	1.14x	1.14x	1.04x
Income Statement Highlights					
Total Investment Income	\$36.6	\$35.0	\$33.2	\$30.6	\$19.9
Net Investment Income	\$15.2	\$14.9	\$14.6	\$14.4	\$9.2
Net Realized Gains/(Losses)	(\$1.8)	(\$3.8)	\$0.3	\$1.8	(\$1.0)
Net Unrealized Appreciation/(Depreciation)	(\$1.9)	\$3.3	\$14.4	\$6.3	\$17.0
Net Income	\$11.5	\$14.4	\$29.3	\$22.5	\$22.8
Per-Share Data					
Net Asset Value per Share	\$11.36	\$11.40	\$11.39	\$11.14	\$10.99
Net Investment Income per Share (Basic and Diluted) ²	\$0.23	\$0.23	\$0.22	\$0.22	\$0.19
Net Income per Share (Basic and Diluted) ²	\$0.18	\$0.22	\$0.45	\$0.34	\$0.46
Dividend per share	\$0.22	\$0.21	\$0.20	\$0.19	\$0.17

Amounts in millions, except per-share data and ratios.

1. Net of cash and foreign currencies (excluding restricted), short-term investments and net unsettled transactions. Refer to slide 30 for a reconciliation of Debt-to-Net Debt and a calculation of Net Debt-to-Equity Ratio.

2. Refer to slide 19 for weighted-average shares outstanding for each period.

BBDC Market Update & Investment Portfolio

Investment Activity

Summary of investment activity during the quarter ended December 31, 2021

• Middle-Market Loans:

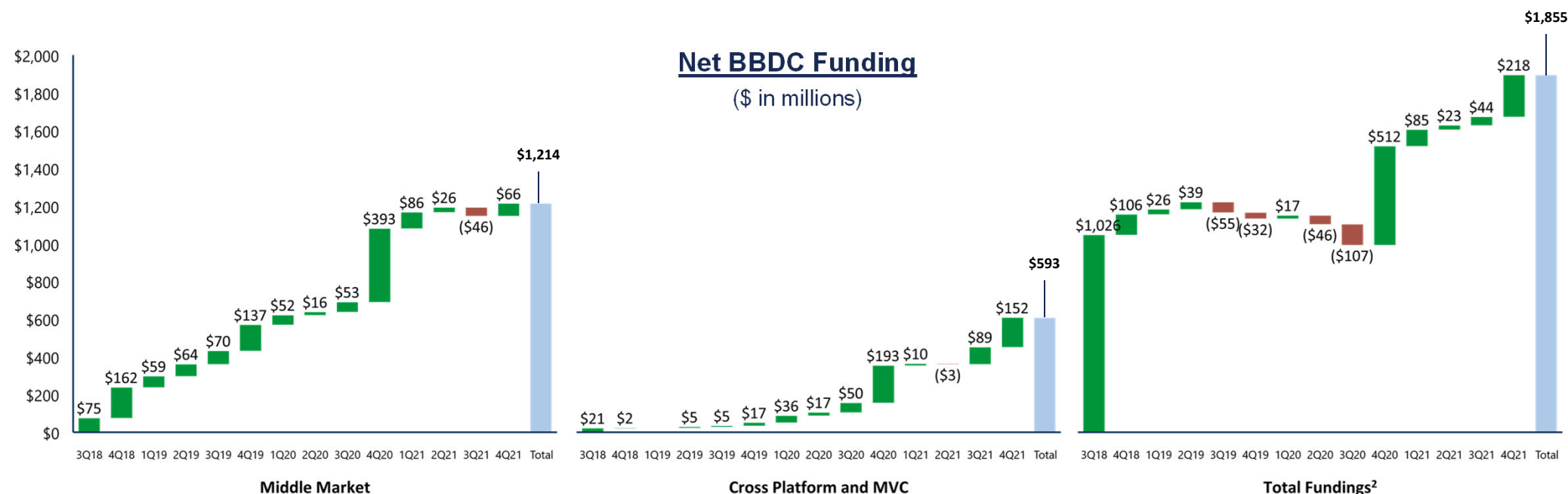
- Net increase in investments of \$66 million
 - Total MML fundings were \$503 million
 - Includes \$375 million in 44 new portfolio companies
 - Includes \$128 million in 29 existing portfolio companies, including previously-committed Delayed-Draw Term Loans (DDTLs)
 - Sales and repayments totaled \$437 million

• Cross-Platform Investments:

- Net increase in investments of \$152 million
 - \$168 of million new originations, and \$16 million of sales and repayments

• MVC Portfolio:

- No change to acquired MVC portfolio



All amounts in millions. 3Q18 amounts are for post-externalization period from August 3, 2018 to September 30, 2018. Excludes short-term investments.

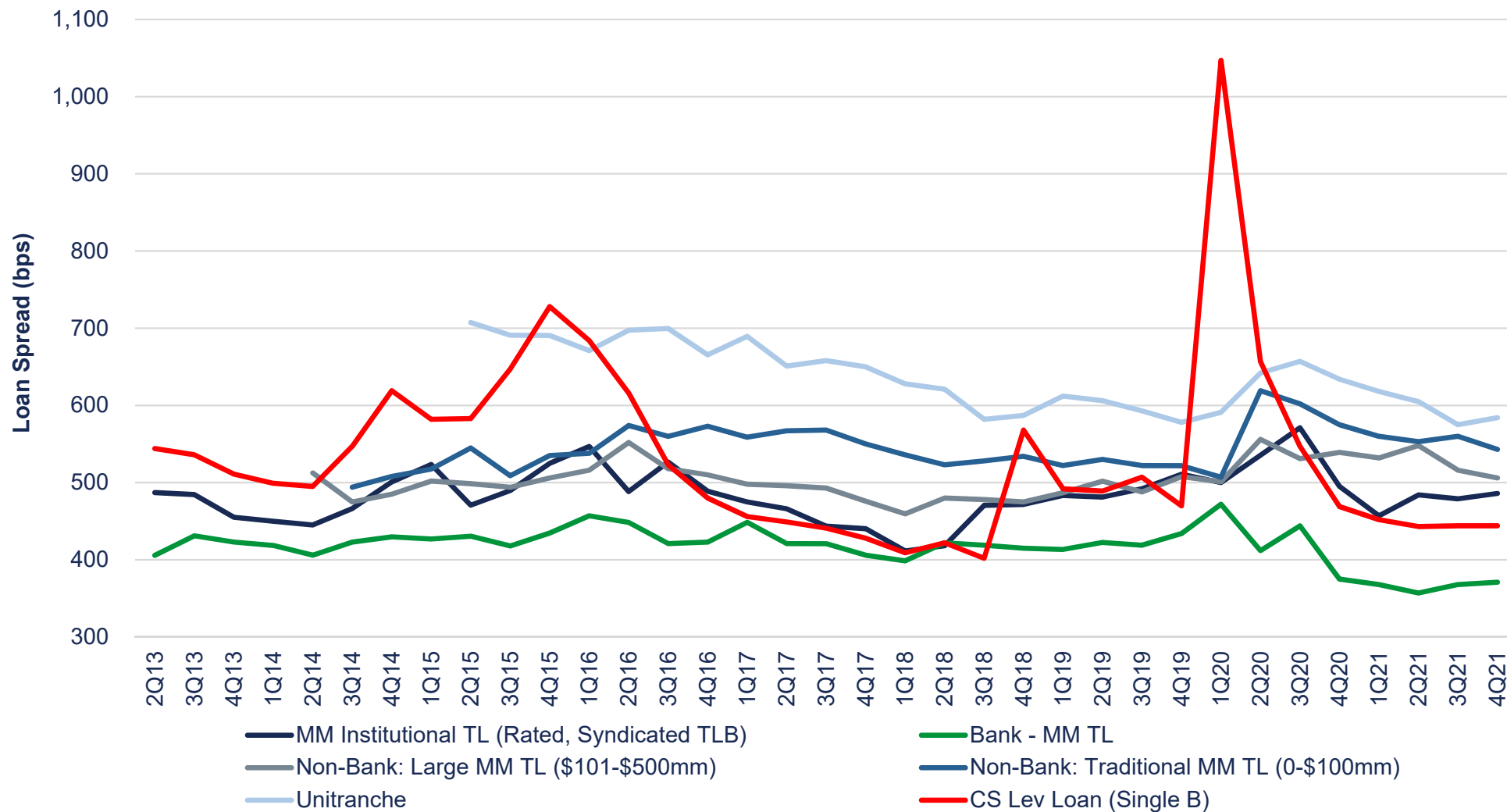
1. Cross Platform includes Jocassee Partners LLC, Thompson Rivers LLC, and Waccamaw River LLC.

2. Includes Initial BSL portfolio.

All-In Senior Investment Spreads

Spreads in most segments of the direct lending market were flat to slightly up in the fourth quarter; non-bank middle market loans were an exception as spreads tightened ~15bps vs the prior quarter

QUARTERLY MIDDLE-MARKET SPREADS ACROSS THE CAPITAL STRUCTURE



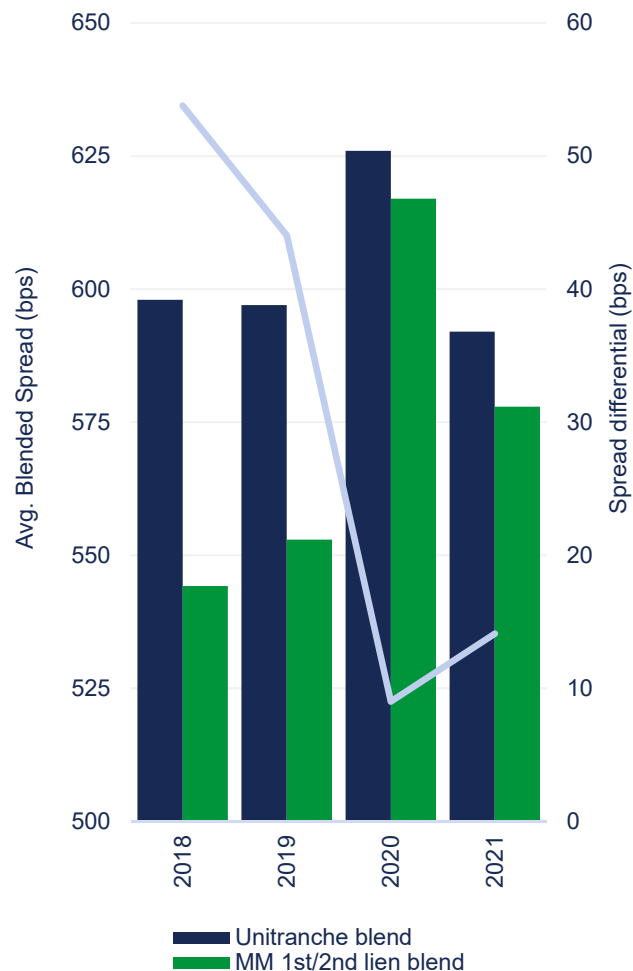
Source: Refinitiv LPC.

BARINGS

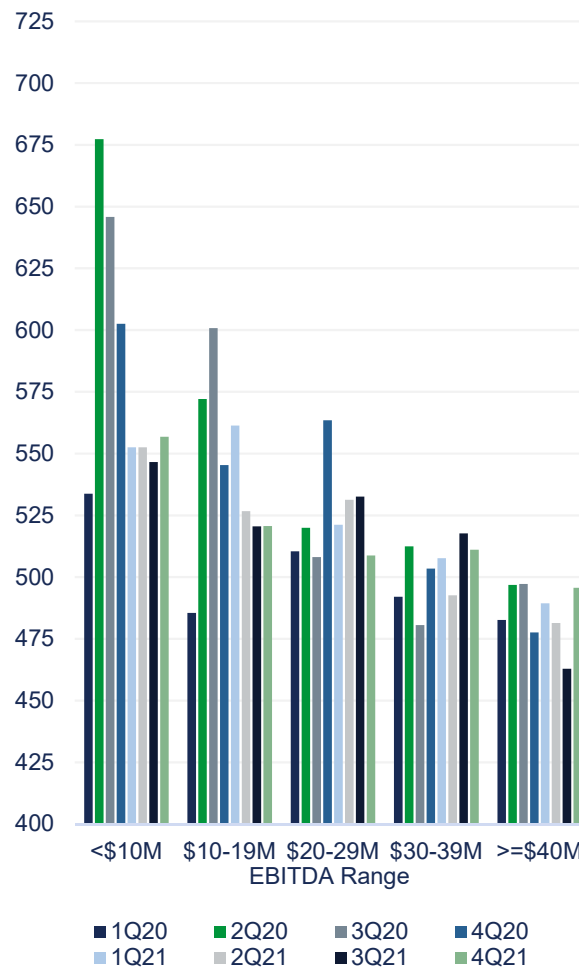
Middle Market Spreads

Unitranche spreads continue to compress and approach all time tights relative to 1L/2L loan executions

**Spread Differential:
Unitranche vs 1L/2L**



**Average 1L Term Loan Spread by
EBITDA Size (bps)**

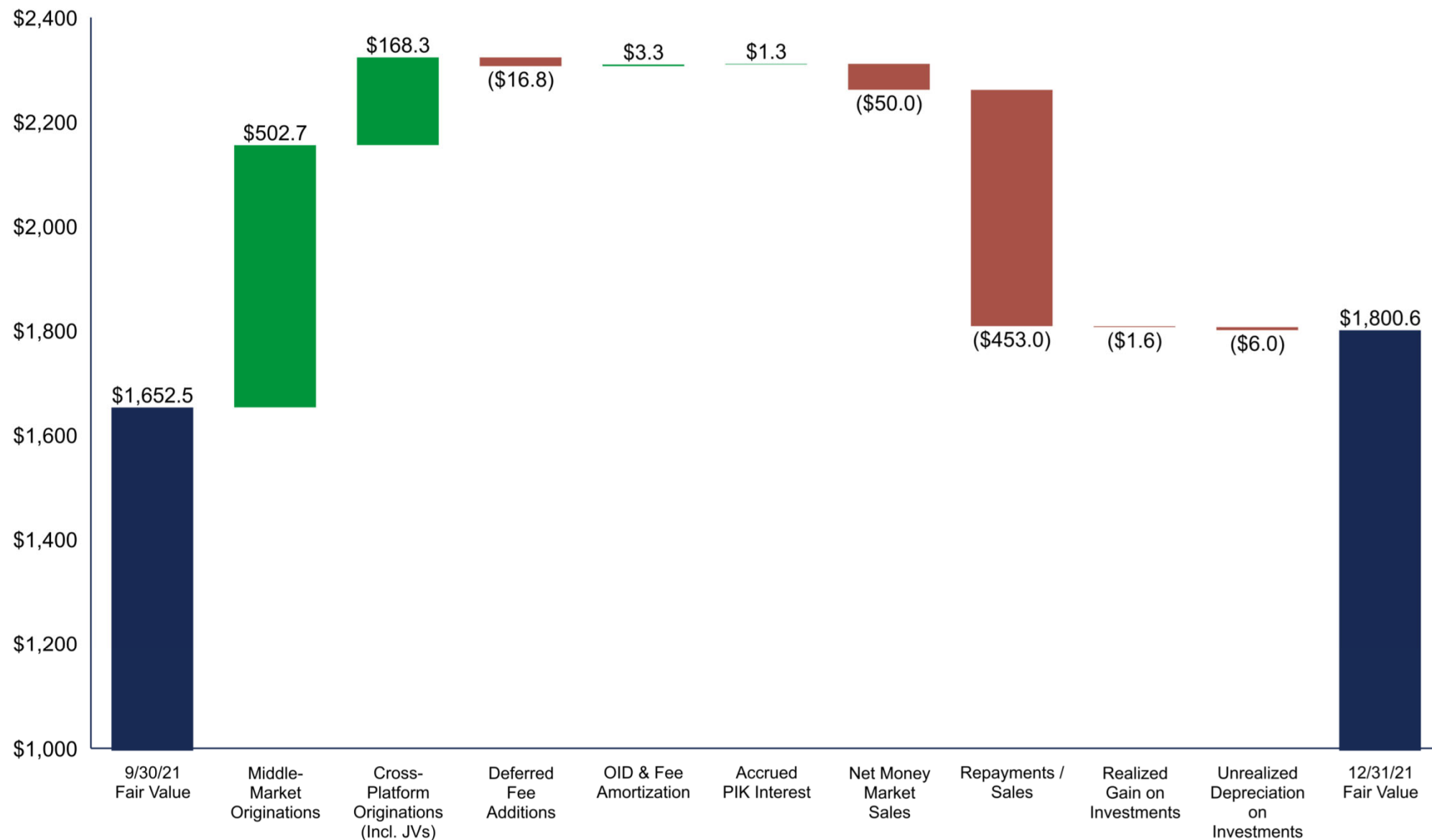


**Cov-Lite Unitranche
Volume (\$bn)**



Portfolio Bridge – 3Q21 to 4Q21

In the fourth quarter we originated \$503 million of Middle-Market Loans, made \$168 million of Cross-Platform Investments (including JVs), and had \$453 million of sales/paydowns



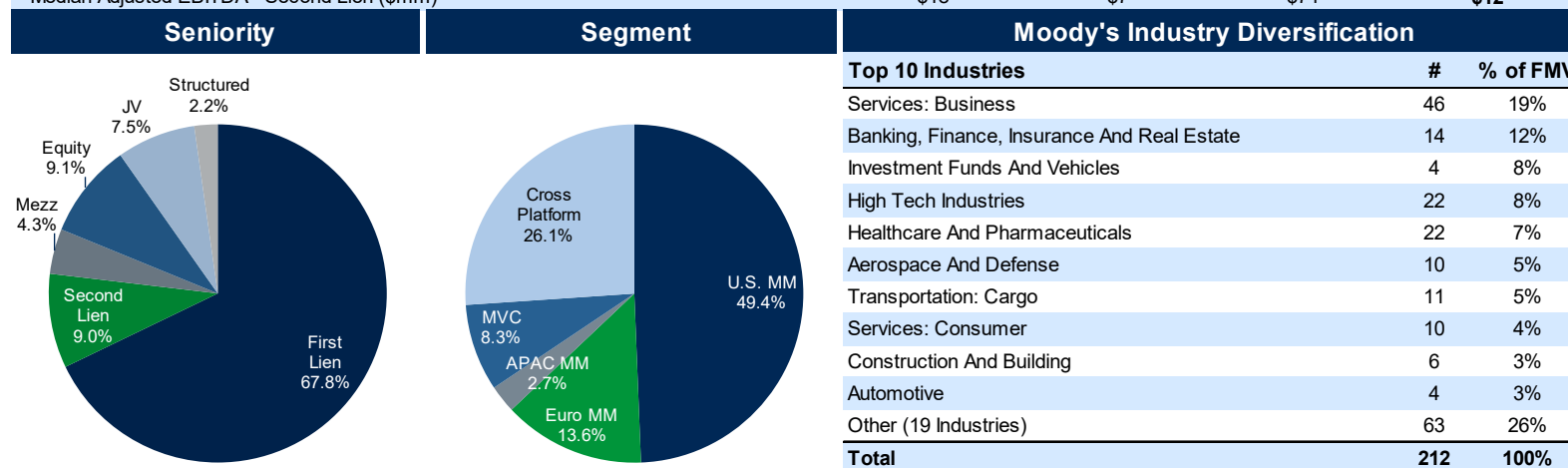
\$ in millions. Total may not foot due to rounding.

Aggregate Portfolio Characteristics (as of December 31, 2021)

	Middle Market	Acquired MVC	Cross Platform	Total
Total Investments and Commitments (\$mm)	\$1,361	\$150	\$525	\$2,035
Unfunded Commitments (\$mm)	\$180	\$0	\$55	\$235
Total Investments at Fair Value (\$mm)	\$1,181	\$150	\$470	\$1,801
Assets on Non-Accrual	\$0	\$36	\$0	\$36
Assets Valued Below 90% of Cost	0.6%	29.1%	0.0%	2.8%
Average Spread	597 bps	1,022 bps	923 bps	669 bps
Yield at Fair Value of Investments (%) ¹	6.8%	10.4%	9.2%	7.4%
Revenue Contribution (as % of Total Revenue)				
Cash Interest	56.1%	5.3%	23.5%	84.9%
PIK Interest	0.5%	1.6%	1.7%	3.7%
Restructured PIK Interest ²	0.3%	0.0%	0.0%	0.3%
OID/Upfront Fee	7.5%	0.0%	1.4%	8.9%
Other Fees	2.2%	0.0%	0.0%	2.2%
Total	66.4%	6.9%	26.7%	100.0%

Portfolio Statistics

Number of Portfolio Companies	168	13	31	212
Percent 1st Lien	91.3%	1.8%	48.0%*	67.8%
Weighted-Average First Lien Leverage (Debt/Adjusted EBITDA)	5.5x	1.7x	4.5x	5.2x
Weighted-Average Total Leverage (Debt/Adjusted EBITDA)	5.8x	4.1x	7.6x	5.8x
Weighted-Average Interest Coverage	5.1x	4.1x	2.5x	4.9x
Median Adjusted EBITDA - First Lien (\$mm)	\$27	-	\$70	\$29
Median Adjusted EBITDA - Second Lien (\$mm)	\$18	\$7	\$74	\$12



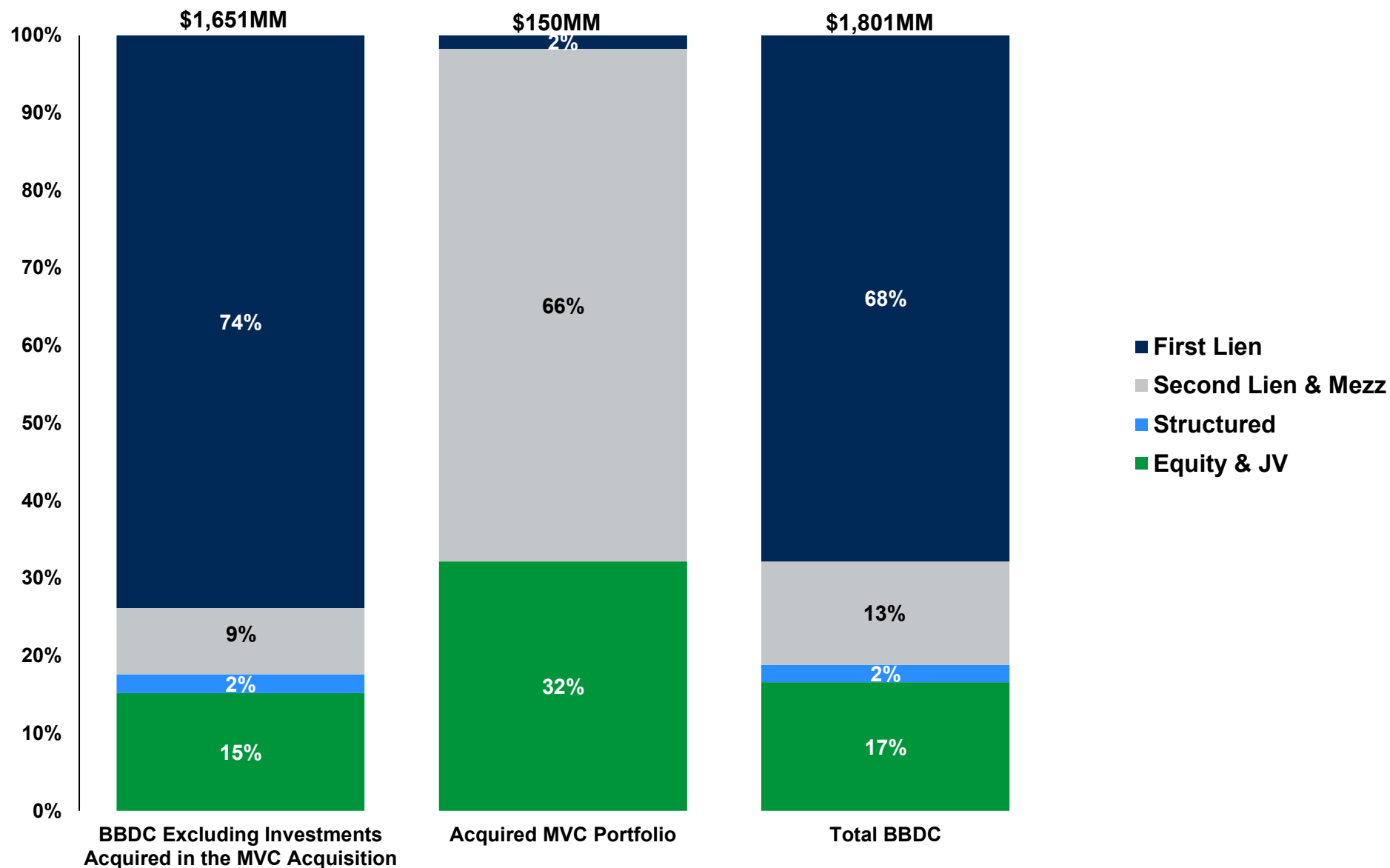
Data as of December 31, 2021. Excludes short-term investments. * Excludes structured products and joint ventures.

1. Yield at Fair Value is calculated as current coupon (USD-equivalent) divided by current price.

2. Restructured PIK Interest refers to a deal amended after closing due to underperformance to increase the PIK portion of interest and reduce the cash portion.

MVC Portfolio Rotation

While the MVC Capital acquisition diversified the Barings BDC portfolio, our core focus remains first lien investments



Based on fair value as of December 31, 2021. Excludes short-term investments. Totals may not foot due to rounding.

Top 10 Investments

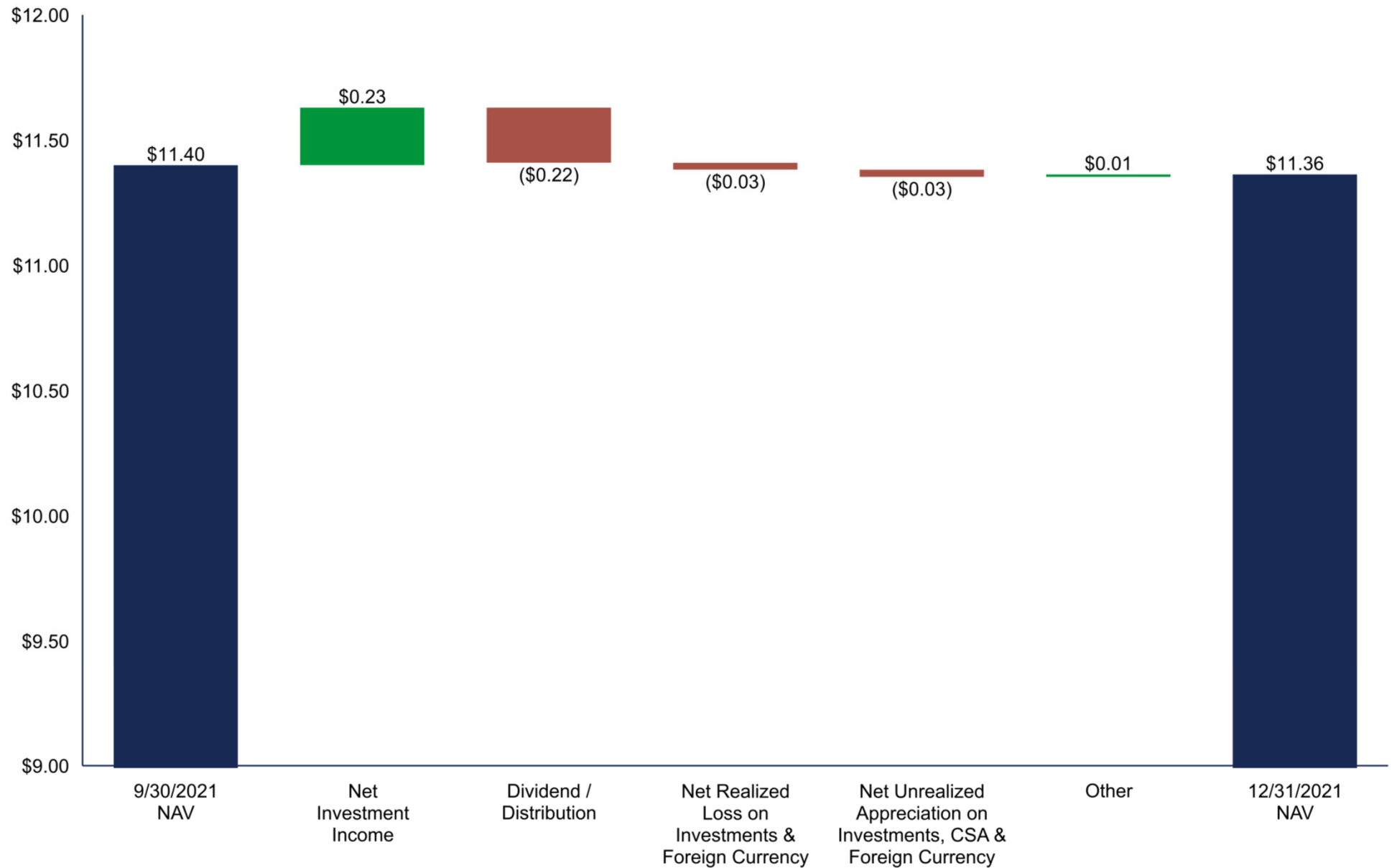
Top 10 Holdings (as of December 31, 2021)						
Issuer	Moody's Industry	Segment	Principal Amount	Cost	Fair Value	% of Portfolio
Eclipse Business Capital, LLC	Banking, Finance, Insurance and Real Estate	Cross Platform	\$6,363,637	\$96,042,933	\$99,223,914	5.5%
Thompson Rivers LLC	Investment Funds and Vehicles	JV		79,414,271	84,438,256	4.7%
Security Holdings B.V.	Services: Business	Middle Market	22,282,331	43,878,437	47,107,405	2.6%
Policy Services Company, LLC	Banking, Finance, Insurance and Real Estate	Cross Platform	45,830,921	44,017,961	44,007,782	2.4%
Jocassee Partners LLC	Investment Funds and Vehicles	JV		30,158,270	37,601,490	2.1%
Custom Alloy Corporation	Construction and Building	MVC	49,255,337	40,780,794	30,045,755	1.7%
Accurus Aerospace Corporation	Aerospace and Defense	Middle Market	24,873,702	24,684,100	24,015,559	1.3%
Superjet Buyer, LLC	Services: Business	Middle Market	23,174,707	22,674,707	22,674,707	1.3%
HTI Technology & Industries	Consumer Goods: Durable	MVC	22,746,455	22,095,749	22,215,294	1.2%
AQA Acquisition Holding, Inc.	High Tech Industries	Middle Market	20,000,000	19,510,261	20,000,000	1.1%
Top 10			214,527,089	423,257,483	431,330,162	24.0%
Rest of Portfolio			1,339,975,367	1,364,566,581	1,369,263,790	76.0%
Total Portfolio			\$1,554,502,456	\$1,787,824,064	\$1,800,593,952	100.0%

Excludes short-term investments. Totals may not foot due to rounding.

BBDC Financials

Net Asset Value Per Share (NAV) Bridge – 3Q21 to 4Q21

BBDC's NAV per share declined slightly in 4Q21 to \$11.36 from \$11.40



Total may not foot due to rounding.

BBDC Portfolio Summary as of December 31, 2021

4Q 2021 Portfolio Summary

	Par	Cost	Fair Value	4Q Unrealized App (Dep) - Price	4Q Unrealized App (Dep) - Credit	4Q Unrealized App (Dep) - FX	4Q Unrealized App (Dep) - Total	Per Share
Middle-Market Lending								
North America	\$892,965	\$888,777	\$889,113	(\$191)	\$2,589	\$25	\$2,423	\$0.04
Europe / APAC	298,387	293,388	292,042	(414)	95	(1,405)	(1,724)	(0.03)
Total Middle-Market Lending	1,191,352	1,182,166	1,181,154	(605)	2,684	(1,380)	699	0.01
Cross-Platform Investments								
Special Situations & ABL	149,020	237,580	248,705	3,937	-	(42)	3,895	0.06
Opportunistic Liquid	21,245	20,513	20,647	(170)	-	-	(170)	(0.00)
Infrastructure	62,729	61,553	64,738	697	-	-	697	0.01
Joint Ventures		123,293	135,540	3,592	-	-	3,592	0.06
Total Cross-Platform Investments	232,994	442,938	469,631	8,056	-	(42)	8,014	0.12
Legacy MVC Portfolio	130,157	162,720	149,809	-	(10,428)	(605)	(11,033)	(0.17)
Total Portfolio as of 12/31/21	\$1,554,502	\$1,787,824	\$1,800,594	7,450	(7,744)	(2,026)	(2,320)	(\$0.04)
Reclass. Adj. - Sales & Repayments				(4,918)	-	1,238	(3,680)	(0.06)
Money Market Funds				-	-	-	-	-
Total Unrealized App (Dep) on Investments				2,532	(7,744)	(788)	(6,000)	(0.09)
Foreign Currency Transactions				-	-	3,007	3,007	0.05
Credit Support Agreement				-	1,100	-	1,100	0.02
Total Unrealized App (Dep) on Investments, CSA and Foreign Currency Transactions				\$2,532	(\$6,644)	\$2,219	(\$1,893)	(\$0.03)

\$ in thousands. Excludes short-term investments.

BBDC Income Statement

	4Q21	3Q21	2Q21	1Q21	4Q20
Investment income:					
Interest income	\$25,783,323	\$24,622,330	\$26,819,189	\$25,214,241	\$17,433,263
Dividend income	5,546,089	2,866,668	394,901	71,500	—
Fee and other income	3,830,268	4,488,346	2,568,455	2,133,175	1,700,084
Payment-in-kind interest income	1,445,144	3,006,481	3,370,885	3,173,787	749,217
Interest income from cash	—	—	58	528	—
Total investment income	36,604,824	34,983,825	33,153,488	30,593,231	19,882,564
Operating expenses:					
Interest and other financing fees	9,631,464	8,103,044	7,994,447	7,284,709	5,444,856
Base management fee	5,422,322	5,273,797	4,891,372	3,929,251	3,413,271
Incentive management fees	4,067,256	4,442,607	3,510,345	2,721,741	—
Compensation expenses	—	—	—	—	(29)
General and administrative expenses	2,312,263	2,281,825	2,199,666	2,301,434	1,749,427
Total operating expenses	21,433,305	20,101,273	18,595,830	16,237,135	10,607,525
Net investment income before taxes	15,171,519	14,882,552	14,557,658	14,356,096	9,275,039
Income taxes, including excise tax expense (benefit)	—	25,533	—	(18,038)	63,038
Net investment income after taxes	15,171,519	14,857,019	14,557,658	14,374,134	9,212,001
Realized and unrealized gains (losses) on investments, CSA and FX:					
Net realized gains (losses)	(1,799,602)	(3,761,700)	342,660	1,839,580	(966,126)
Net unrealized appreciation (depreciation)	(1,893,635)	3,315,063	14,409,413	6,274,155	16,954,949
Net realized and unrealized gains (losses)	(3,693,237)	(446,637)	14,752,073	8,113,735	15,988,823
Loss on extinguishment of debt	—	—	—	—	(2,428,662)
Tax benefit (provision)	446	—	(1,700)	410	43
Net increase (decrease) in net assets resulting from operations	\$11,478,728	\$14,410,382	\$29,308,031	\$22,488,279	\$22,772,205
Net investment income per share—basic and diluted	\$0.23	\$0.23	\$0.22	\$0.22	\$0.19
Net increase (decrease) in net assets resulting from operations per share—basic and diluted	\$0.18	\$0.22	\$0.45	\$0.34	\$0.46
Weighted average shares outstanding—basic and diluted	65,316,085	65,316,085	65,316,085	65,316,085	49,470,825

BBDC Balance Sheet

Debt-to-equity at December 31, 2021 was 1.86x, or 1.49x⁽¹⁾ after adjusting for cash and foreign currencies, short-term investments and unsettled transactions

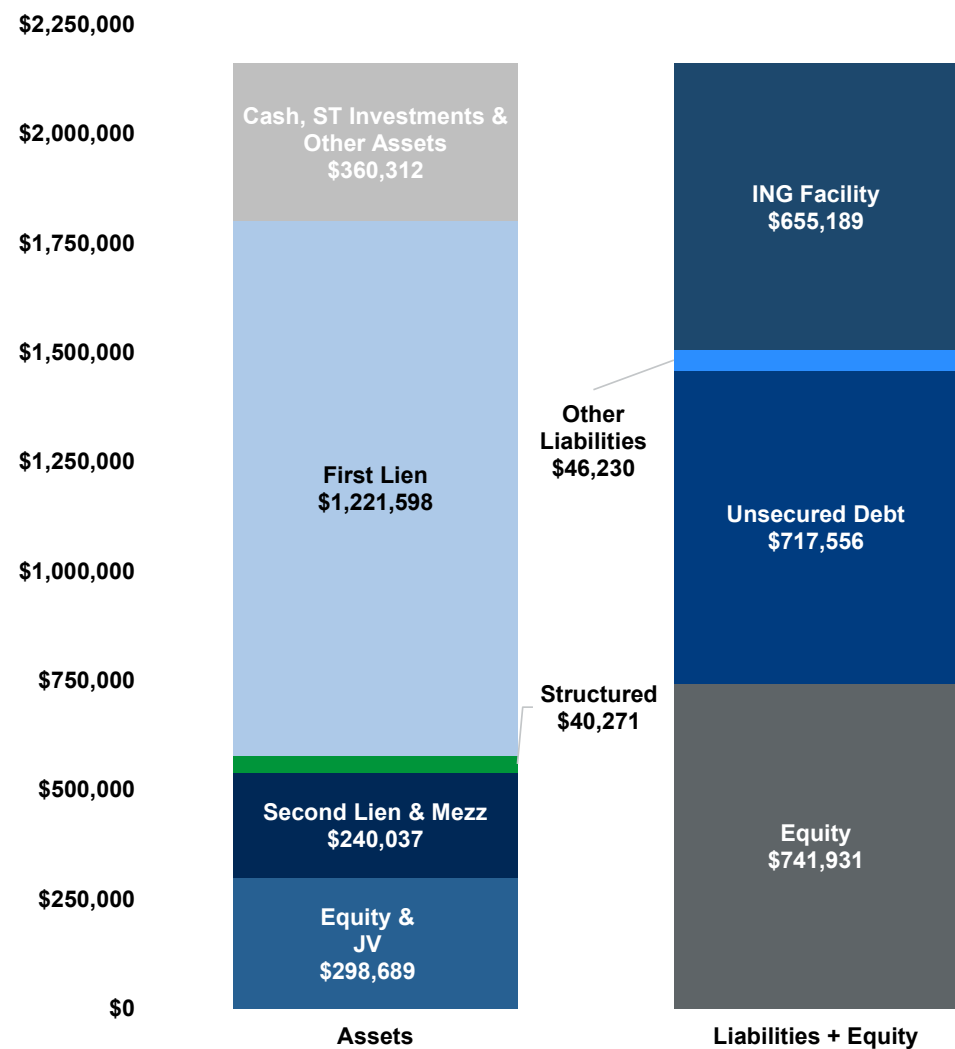
	December 31, 2021	September 30, 2021	June 30, 2021	March 31, 2021	December 31, 2020
Assets:					
Investments at fair value:					
Non-Control / Non-Affiliate investments	\$1,490,112,663	\$1,355,088,125	\$1,414,823,146	\$1,401,742,025	\$1,325,783,281
Affiliate investments	288,068,788	222,999,987	126,432,371	100,429,674	78,598,633
Control investments	22,412,501	24,394,808	23,279,660	26,386,362	25,855,796
Short-term investments	—	50,000,000	10,574,196	73,565,676	65,558,227
Total investments at fair value	1,800,593,952	1,652,482,920	1,575,109,373	1,602,123,737	1,495,795,937
Cash and foreign currencies	84,253,600	41,385,572	30,703,634	40,515,091	92,487,461
Receivable from unsettled transactions	219,731,592	61,438,187	153,721,772	47,911,907	47,412,382
Credit Support Agreement	15,400,000	14,300,006	14,300,006	12,000,000	13,600,000
Other assets	40,927,197	29,927,548	32,512,504	24,563,456	27,742,965
Total assets	\$2,160,906,341	\$1,799,534,233	\$1,806,347,289	\$1,727,114,191	\$1,677,038,745
Liabilities:					
Borrowings under credit facilities	\$655,189,256	\$662,664,367	\$668,452,480	\$611,144,523	\$719,660,707
Notes payable (net of deferred financing fees)	717,556,296	374,265,334	374,222,921	374,181,388	224,335,666
Payable from unsettled transactions	26,785,566	59,063	2,872,973	—	1,548,578
Other liabilities	19,444,460	17,723,904	16,671,354	13,905,533	13,689,270
Total liabilities	1,418,975,578	1,054,712,668	1,062,219,728	999,231,444	959,234,221
Total net assets	741,930,763	744,821,565	744,127,561	727,882,747	717,804,524
Total liabilities and net assets	\$2,160,906,341	\$1,799,534,233	\$1,806,347,289	\$1,727,114,191	\$1,677,038,745
Net asset value per share	\$11.36	\$11.40	\$11.39	\$11.14	\$10.99

1. Refer to slide 30 for a reconciliation of Debt-to-Net Debt and a calculation of Net Debt-to-Equity Ratio.

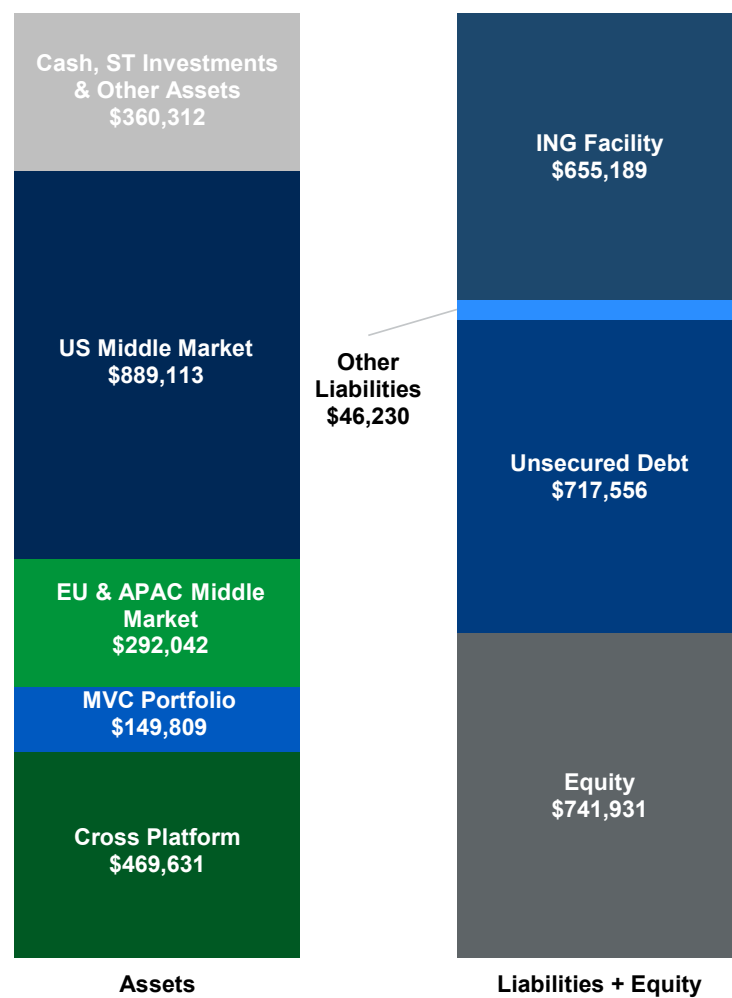
Asset and Liability Mix

Barings BDC seeks to match its assets with a diversified mix of secured and unsecured debt

FUNDING MIX BY SENIORITY (000'S)



FUNDING MIX BY ASSET CLASS (000'S)

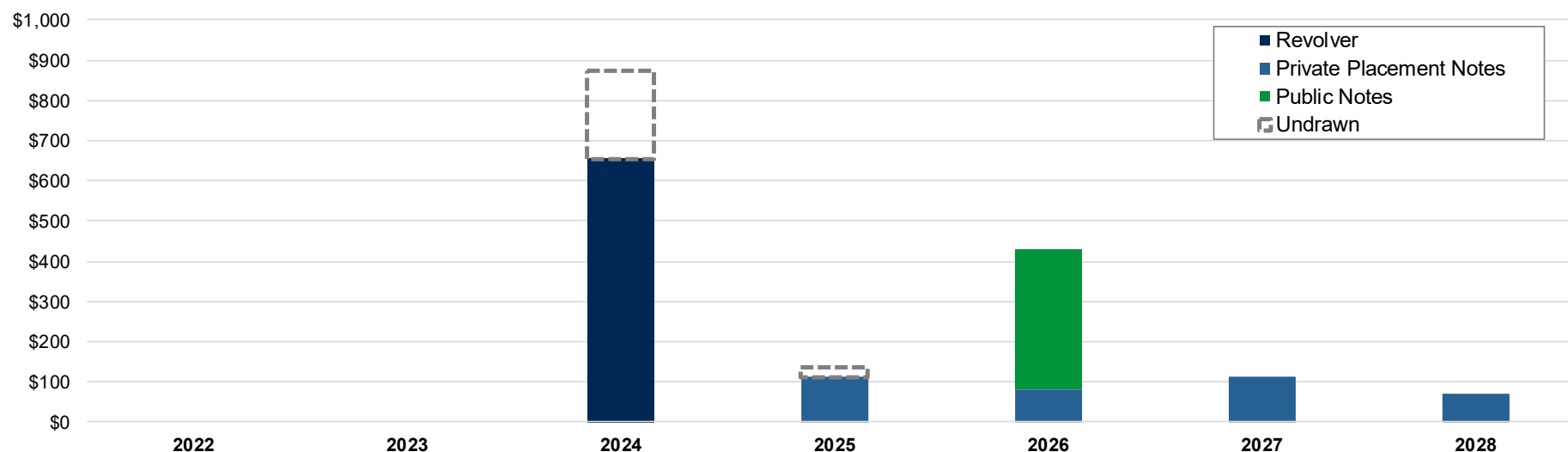


Dollars amounts in thousands. Based on fair value as of December 31, 2021. Totals may not foot due to rounding.

Debt Summary and Maturity Profile

BBDC issued its first public unsecured notes in November

	Borrower	Interest Rate	Collateral	Maturity Date	As of 12/31/21		As of 9/30/21		As of 6/30/21	
					Principal Amount Committed	Principal Amount Outstanding	Principal Amount Committed	Principal Amount Outstanding	Principal Amount Committed	Principal Amount Outstanding
Revolving Credit Facility	Barings BDC, Inc.	L + 200	MML, BSL & SP	Feb-2024	\$875.0	\$655.2	\$800.0	\$662.7	\$800.0	\$668.5
Unsecured PP Notes - Series A	Barings BDC, Inc.	4.66%	n/a	Aug-2025	75.0	50.0	75.0	50.0	75.0	50.0
Unsecured PP Notes - Series B	Barings BDC, Inc.	4.25%	n/a	Nov-2025	62.5	62.5	62.5	62.5	62.5	62.5
Unsecured PP Notes - Series C	Barings BDC, Inc.	4.75%	n/a	Nov-2027	112.5	112.5	112.5	112.5	112.5	112.5
Unsecured PP Notes - Series D	Barings BDC, Inc.	3.41%	n/a	Feb-2026	80.0	80.0	80.0	80.0	80.0	80.0
Unsecured PP Notes - Series E	Barings BDC, Inc.	4.06%	n/a	Feb-2028	70.0	70.0	70.0	70.0	70.0	70.0
Unsecured Public Notes	Barings BDC, Inc.	3.30%	n/a	Nov-2026	350.0	350.0	--	--	--	--
Total Debt					\$1,625.0	\$1,380.2	\$1,200.0	\$1,037.7	\$1,200.0	\$1,043.5



Note: Dollar amounts in millions. Excludes deferred financing fees.

Liquidity Summary

Pro Forma for the SIC acquisition, BBDC has liquidity under its senior secured revolving credit agreement and unsecured debt commitment, with cushion to support its unused capital commitments of \$209 million

Standalone BBDC as of December 31, 2021			
	Debt / Net Debt Outstanding	Total Net Assets	Debt / Net Debt-to-Equity Ratio ⁽¹⁾
Debt-to-equity ratio, December 31, 2021	\$1,380.2	\$741.9	1.86x
Adjust for cash, short-term investments and unsettled transactions	(277.2)	-	
Net debt-to-equity ratio, September 31, 2021	1,103.0	741.9	1.49x
Fund all unused commitments to extend debt financing	203.4	-	
Pro forma net debt-to-equity ratio	1,306.4	741.9	1.76x
Fund remaining joint venture commitments	31.3	-	
Pro forma net debt-to-equity ratio	\$1,337.6	\$741.9	1.80x

Estimated Pro Forma including SIC as of December 31, 2021			
	Debt / Net Debt Outstanding	Total Net Assets	Debt / Net Debt-to-Equity Ratio ⁽¹⁾
Debt-to-equity ratio, December 31, 2021	\$1,380.2	\$1,265.5	1.09x
Adjust for cash, short-term investments and unsettled transactions	(357.2)	-	
Net debt-to-equity ratio, September 31, 2021	1,023.0	1,265.5	0.81x
Fund all unused commitments to extend debt financing	209.4	-	
Pro forma net debt-to-equity ratio	1,232.4	1,265.5	0.97x
Fund remaining joint venture commitments	31.3	-	
Pro forma net debt-to-equity ratio	\$1,263.6	\$1,265.5	1.00x

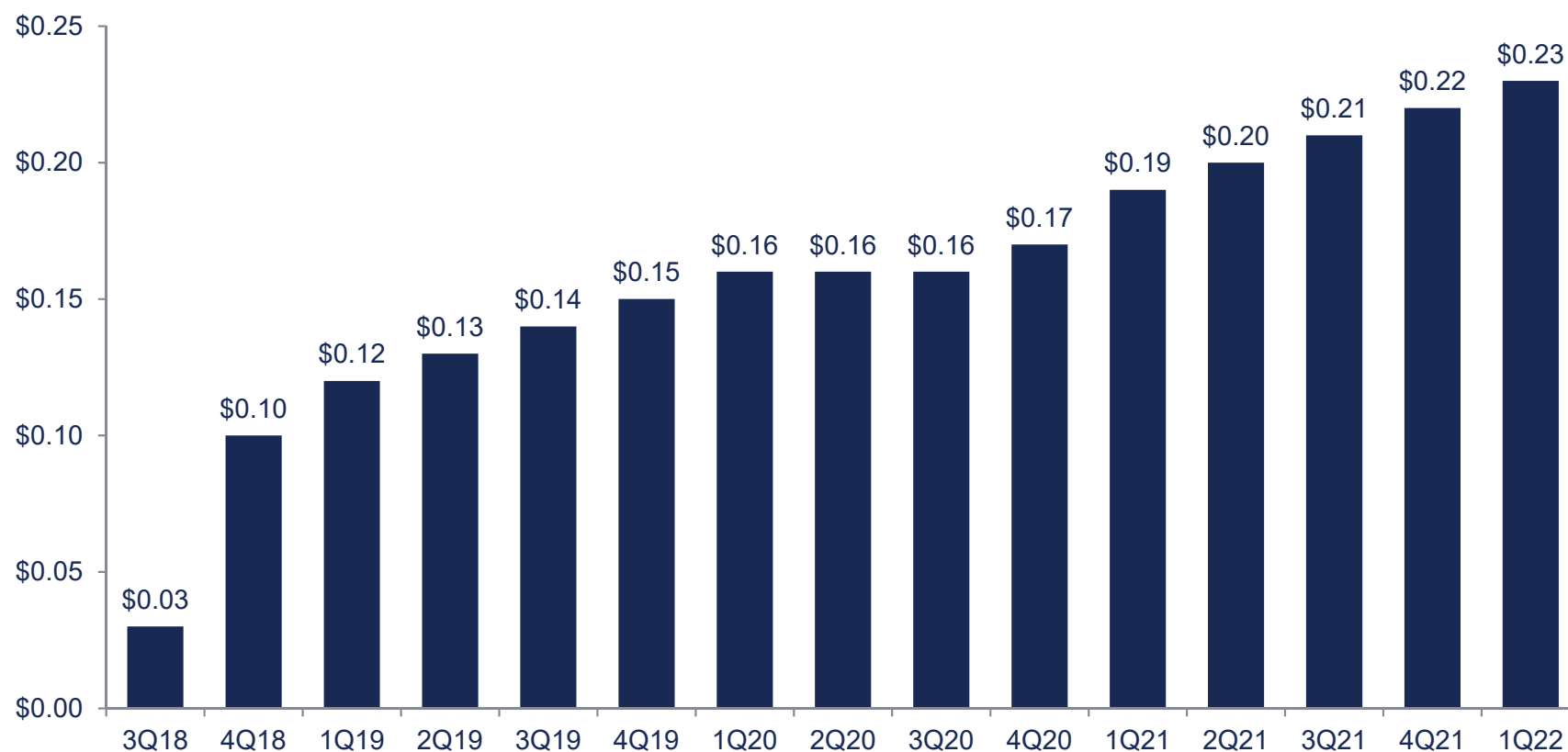
Note: Dollar amounts in millions, except Debt / Net Debt-to-Equity Ratio.

1. Refer to slide 30 for a reconciliation of Debt-to-Net Debt and a calculation of Net Debt-to-Equity Ratio.

Quarterly Dividends

BBDC declared a 1Q22 dividend of \$0.23 per share, up from \$0.22 in 4Q21

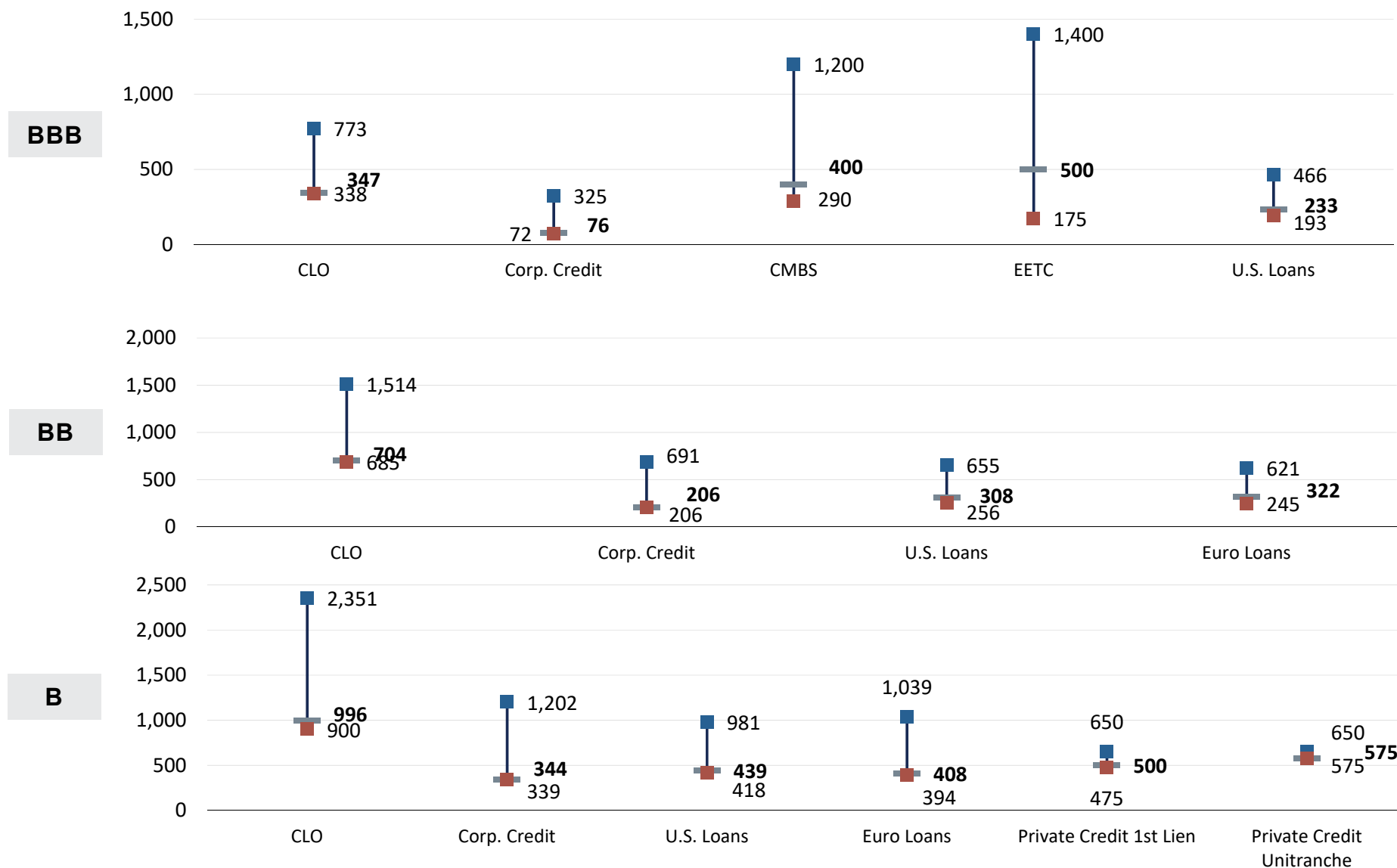
BBDC DIVIDENDS DECLARED PER SHARE



1Q 2022 Origination Pipeline

Relative Value in Credit Asset Classes

3 Year Lookback (Wide/Tight/Current):



CLO spread source: J.P. Morgan CLOIE Index, As of December 31, 2021.

CMBS Source: Bank of America/Merrill Lynch, As of December 31, 2021.

Corporate Credit Spread to Swap Source: Barclays, As of December 31, 2021.

U.S. and Europeans Loan Spread Source: Credit Suisse, As of December 31, 2021.

New Investment Illiquidity and Complexity Premiums

Barings BDC seeks to generate excess shareholder return via illiquidity and complexity premiums across its wide investment frame of reference

		4Q21		
	Asset Class	Dollars Deployed (\$mm)	All-in Spread (bps) ¹	Premium/ Discount To Market Indices (bps)
Market Indices	US IG Credit BBB		113	
	US HY Credit BB		194	
	US HY Credit B		312	
	US HY Credit CCC		555	
	US BSLs BB		307	
	US BSLs B		444	
	US BSLs CCC		945	
	EUR BSLs BB		312	
	EUR BSLs B		411	
	EUR BSLs CCC		894	
BBDC Middle-Market & Cross-Platform Originations	Middle Market			
	North America	\$351	744	+300
	Europe & Asia Pacific	\$141	724	+313
	Total	\$492		+304
	Cross Platform			
	Special Situation	\$83	1,256	+701
	Opportunistic Liquid	\$4	772	+328
	Structured Products	\$20	918	+805
	Waccamaw River	\$4	800	n/a
	Thompson Rivers	\$49	800	n/a
	Total	\$161		+705
TOTAL		\$653	815	+375

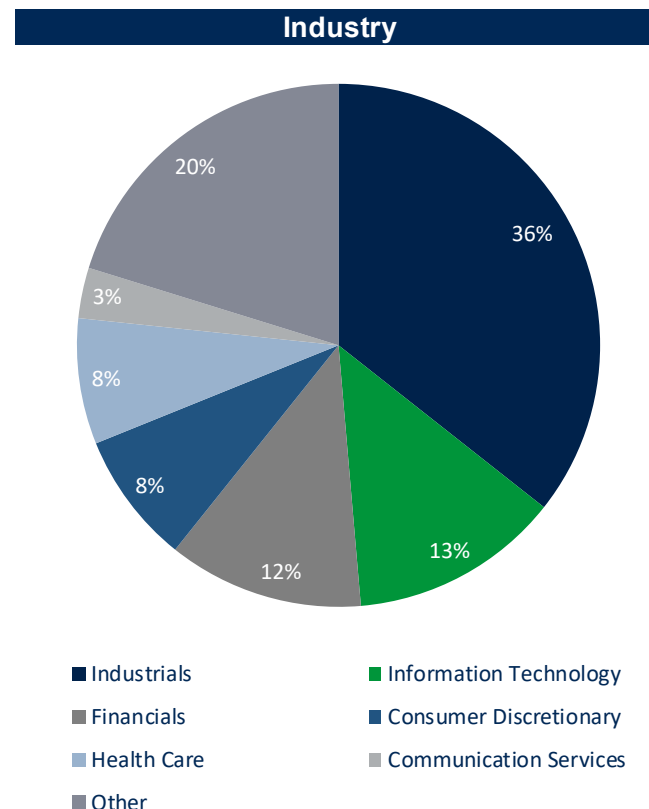
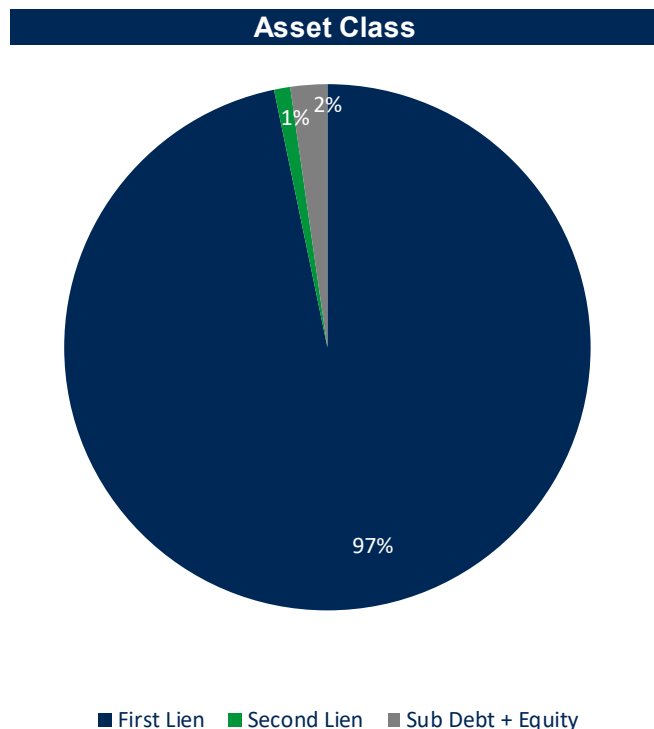
- In 4Q21, BBDC deployed \$653 million at an all-in spread¹ (inclusive of upfronts/OID) of 815 bps over LIBOR; this equates to a **375-bp spread premium²** to comparable liquid market indices at the same credit risk profile

1. 3-year discount margins (DM3) for MM and BSLs; Swapped spread to LIBOR for Fixed Rate Assets; Structured Products based on market convention; annualized dividend income for Waccamaw River and Thompson Rivers.

2. Represents a weighted average based on dollars deployed; excludes Waccamaw River and Thompson Rivers.

Investment Activity Since Quarter End and Investment Pipeline

- From January 1, 2022 through February 22, 2022, Barings BDC made approximately \$126 million of new commitments, of which approximately \$105 million closed and funded; in addition, BBDC funded \$8 million of previously-committed delayed draw term loans
- Of the new 1Q22 investments, the weighted-average origination margin (DM-3)¹ is 7.1%, 72% are in first lien senior secured loans, 13% are in Cross Platform, and 26% are European or Asia Pac originations
- There were no sales or repayments of middle-market loans through February 22
- As of February 22, 2022, Barings Global Private Finance group had a probability-weighted pipeline of approximately \$2.2 billion²
- The following is a breakdown of the pipeline by seniority and by industry



1. Excludes Joint Ventures and Equity.

2. Represents pipeline applicable to all investment vehicles managed by Barings Global Private Finance. Not all deals may be suitable for Barings BDC. Barings BDC allocations to be determined in accordance with Barings Global Private Finance allocation policy.

Appendix

Appendix: Reconciliation of Debt-to-Net Debt and Calculation of Net Debt-to-Equity Ratio

	December 31, 2021	September 30, 2021	June 30, 2021	March 31, 2021	December 31, 2020
Total debt (principal)	\$1,380,189,256	\$1,037,664,367	\$1,043,452,480	\$986,144,523	\$944,660,707
<i>minus: Cash and foreign currencies (excluding restricted)</i>	(84,253,600)	(41,385,572)	(30,703,634)	(37,026,688)	(88,999,125)
<i>minus: Short-term investments</i>	—	(50,000,000)	(10,574,196)	(73,565,676)	(65,558,227)
<i>plus: Payable from unsettled transactions</i>	26,785,566	59,063	2,872,973	—	1,548,578
<i>minus: Receivable from unsettled transactions</i>	(219,731,592)	(61,438,187)	(153,721,772)	(47,911,907)	(47,412,382)
Total net debt	1,102,989,630	884,899,671	851,325,851	827,640,252	744,239,551
Total net assets	741,930,763	744,821,565	744,127,561	727,882,747	717,804,524
Total net debt-to-equity ratio	1.49x	1.19x	1.14x	1.14x	1.04x

Totals may not foot due to rounding.

Appendix: Barings BDC Corporate Data

Board of Directors

ERIC LLOYD
Chairman and CEO of BBDC,
President of Barings

BERNARD HARRIS
Managing Partner of Vesalius
Ventures

DAVID MIHALICK
Head of Private Assets at
Barings

ROBERT C. KNAPP
Founder and CIO of Ironsides
Partners LLC

TOM OKEL
Former Executive Director of
Catawba Lands Conservancy,
a nonprofit land trust

JILL OLMSTEAD
Chief Human Resources
Officer at LendingTree

MARK MULHERN
Retired Senior Vice President
and CFO at Highwoods
Properties

JOHN SWITZER
Retired Managing Partner at
KPMG

Corporate Officers

ERIC LLOYD
Chief Executive Officer

IAN FOWLER
President

JONATHAN BOCK
Chief Financial Officer

MICHAEL COWART
Chief Compliance Officer

JILL DINERMAN
Chief Legal Officer

ELIZABETH MURRAY
Principal Accounting Officer

JEFFREY CHILLAG
Director of Finance

BRYAN HIGH
Vice President

JONATHAN LANDSBERG
Treasurer and Head of
Investor Relations

ALEXANDRA PACINI
Assistant Secretary

ALBERT PERLEY
Assistant Treasurer

ASHLEE STEINNERD
Corporate Secretary

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OPPENHEIMER & CO.
Mitchel Penn
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Dechert LLP

Independent Accounting Firm

KPMG LLP

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