



MSC

INCOME FUND

Dividend Update and FAQ's

Third Quarter – 2024

Disclaimers

MSC Income Fund, Inc. (MSIF or the Company) cautions that statements in this presentation that are forward-looking, and provide other than historical information, involve risks and uncertainties that may impact MSIF's future results of operations. The forward-looking statements in this presentation are based on current conditions as of November 14, 2024, and include, but are not limited to, statements regarding MSIF's goals, beliefs, strategies, future operating results and cash flows, operating expenses, investment originations and performance, available capital, payment and the tax attributes of future dividends, activities related to potential shareholder liquidity and shareholder returns. Although MSIF believes that the expectations reflected in any forward-looking statements are reasonable, MSIF can give no assurance that those expectations will prove to have been correct. Those statements are made based on various underlying assumptions and are subject to numerous uncertainties and risks, including, without limitation: MSIF's continued effectiveness in investing and managing capital; adverse changes in the economy generally or in the industries in which its portfolio companies operate; the impacts of macroeconomic factors on MSIF and its portfolio companies' business and operations, liquidity and access to capital, and on the U.S. and global economies, including impacts related to pandemics and other public health crises, risk of recession, inflation, supply chain constraints or disruptions and changes in market index interest rates; changes in laws and regulations or business, political and/or regulatory conditions that may adversely impact MSIF's operations or the operations of its portfolio companies; the operating and financial performance of MSIF's portfolio companies and their access to capital; retention of key investment personnel by MSIF's investment adviser; competitive factors; and such other factors described under the captions "Cautionary Statement Concerning Forward-Looking Statements," "Management's Discussion and Analysis of Financial Condition and Results of Operations" and "Risk Factors" included in MSIF's filings with the U.S. Securities and Exchange Commission (the SEC) (www.sec.gov), including its most recent annual report on Form 10-K and subsequently filed quarterly reports on Form 10-Q. MSIF undertakes no obligation to update the information contained herein to reflect subsequently occurring events or circumstances, except as required by applicable securities laws and regulations.

You should read the documents MSIF has filed with the SEC for more complete information about MSIF. You may access these documents for free by visiting EDGAR on the SEC website at www.sec.gov. These materials are also accessible on MSIF's website at www.msicomefund.com. Information contained on MSIF's website is not incorporated by reference into this communication.

The summary descriptions and other information included herein are intended only for informational purposes and convenient reference. The information contained herein is not intended to provide, and should not be relied upon for, accounting, legal or tax advice or investment recommendations. Before making an investment decision with respect to MSIF's securities, investors are advised to carefully review any applicable offering memorandum and MSIF's quarterly and annual reports filed with the SEC to review the risk factors described or incorporated by reference therein, and to consult with their tax, financial, investment and legal advisors.

MSIF Announces Dividends to Shareholders

On November 13, 2024, the Company's Board of Directors (the Board) declared a quarterly cash dividend of \$0.18 per share

- The dividend will be payable on January 31, 2025 to holders as of the record date of December 31, 2024
- Prior to Main Street⁽¹⁾ assuming the role of sole investment adviser, the Company's dividends were suspended beginning in July 2020 due to constrained liquidity and reduced net investment income from the impacts of the COVID-19 pandemic
- Since Main Street⁽¹⁾ was appointed as the sole investment adviser and administrator of the Company on October 30, 2020, the Company has announced 16 consecutive quarterly dividends beginning in April 2021 totaling an aggregate amount of \$2.60 per share to date
- The January 31, 2025 quarterly dividend represents an annualized dividend rate of \$0.72 per share, which is greater than the Company's historical annualized dividend rate of \$0.70 per share paid prior to suspending the Company's dividends in July 2020

(1) Through MSC Adviser I, LLC, a wholly owned subsidiary of Main Street Capital Corporation

MSIF Announces Dividends to Shareholders (continued)

After being appointed the sole investment adviser to the Company, Main Street⁽¹⁾ has increased MSIF's access to capital and liquidity by:

1. Structuring a new revolving credit facility with JPMorgan Chase Bank, replacing a prior credit facility that provided no liquidity to the Company; this facility was amended in August 2023 to extend the maturity to February 2028 with \$300 million in total commitments
2. Amending the Company's corporate revolver with EverBank, formerly TIAA Bank, to (i) increase total commitments by \$35 million to \$165 million with an accordion feature allowing up to \$200 million in total commitments, (ii) reduce the interest rate and (iii) lower the Asset Coverage Ratio covenant to 2.0:1.0 (previously 2.1:1.0); this facility was further amended in November 2024 to (i) further reduce the interest rate and (ii) extend the maturity to May 2029
3. Obtaining an investment grade rating of BBB- with stable outlook from Kroll Bond Rating Agency, which was reaffirmed in October 2024
4. Facilitating the issuance of \$150 million in aggregate principal amount 4.04% Series A Senior Notes due 2026 (Series A Notes); unsecured, fixed-rate debt with a five-year maturity

(1) Through MSC Adviser I, LLC, a wholly owned subsidiary of Main Street Capital Corporation

Quarterly Dividend Plan

Expectation of future quarterly dividends

- The quarterly dividend of \$0.18 per share payable on January 31, 2025 represents a \$0.005 (or 2.9%) increase from the dividend paid on January 31, 2024 and is consistent with the prior quarterly dividend paid on November 1, 2024
- The Company expects to continue paying quarterly dividends in the future and such dividends will fluctuate over time based upon the level of MSIF's operating performance and financial results
- Quarterly dividends are subject to the approval of the Board

Frequently Asked Questions

Q: Who will be entitled to receive dividends?

A: All shareholders who hold shares in the Company as of the Record Date (which is established by the Company when a dividend is declared) will be eligible to receive dividends on those shares. For example, if Holder A holds shares of the Company's common stock on December 27, 2024, but transfers the shares on December 30, 2024, Holder A would not receive a dividend declared to shareholders with a Record Date as of December 31, 2024, and such dividend would instead be paid to the transferee of Holder A's shares. Conversely, if Holder A transfers shares on January 2, 2025, Holder A will still receive the dividend with a Record Date as of December 31, 2024 that is paid on January 31, 2025.

Q: Will I receive my dividends in cash or additional shares of common stock?

A: Shareholders who have previously "opted in" to the dividend reinvestment plan (the DRIP) will have their dividends automatically re-invested in shares of the Company's common stock. If you would like to change your DRIP election, the Account Maintenance Form is available on the Company's website at www.mscomefund.com/investors/forms under the "Investors" tab. If you do not know how you have elected to receive dividends, please contact the investor relations group at **888-220-6121**.

Frequently Asked Questions (Continued)

Q: Are dividends taxable to shareholders and, if so, at what rate?

A: Following the end of each year, we provide a Form 1099-DIV and a tax status letter to the Company's shareholders that describe the tax characteristics of the dividends paid in the preceding year, including a breakdown of such dividends between ordinary income, capital gains, qualified dividends and return of capital for tax purposes. DRIP participants are taxed on the dividends received as if they had received cash. For information about taxes in respect of dividends received by you, you should consult your own tax advisor.

Q: Does the Company offer a share repurchase program?

A: The Company has historically offered a quarterly share repurchase program. However, the Company has scheduled a special meeting of shareholders on December 2, 2024 to consider a series of proposals that the Company believes will position it to potentially effect a listing of the Company's shares of common stock on a national securities exchange (such as the New York Stock Exchange) (a Listing) if and when market conditions make it desirable to do so and it is otherwise in the Company's best interest. The Board, including the independent directors, has determined to suspend the Company's share repurchase program in anticipation of a Listing and the opportunity for enhanced liquidity a Listing is expected to provide the Company's shareholders. The share repurchase program will ultimately terminate upon a Listing.

Frequently Asked Questions (Continued)

Q: How can I make sure I receive the latest updates with respect to the Company?

A: Shareholders can sign up for e-mail updates through the Company's website at www.mscomefund.com/news/email-alerts to receive the most recent news regarding the Company.

Q: When does the Company expect to provide significant updates to its shareholders?

A: At a minimum, the Company expects to provide updates on its website upon the occurrence of any of the following:

- a. At the end of each fiscal quarter when the Company provides its quarterly financial reporting
- b. Upon the approval of significant events by the Board
- c. All activities or events involving dividends or liquidity opportunities for the Company's shareholders

Frequently Asked Questions (Continued)

Q: Whom can I contact for general information about the Company?

A: Dwayne L. Hyzak
Chief Executive Officer
713-350-6000
dhyzak@mainstcapital.com

Cory E. Gilbert
Chief Financial Officer
713-350-6000
cgilbert@mainstcapital.com

Alejandro Palomo
VP, Investor Relations, Asset Management Business
713-350-6000
apalomo@mainstcapital.com

Q: Whom can I contact for information about my account?

A: Hines Private Wealth Solutions
888-220-6121