

BARINGS



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

November 9, 2021

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, 2020, filed with the SEC on March 23, 2021, 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.

Other Important Information

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.*

3Q 2021 HIGHLIGHTS (Lloyd)

What were the summary points of the quarter?

BBDC MARKET UPDATE & INVESTMENT PORTFOLIO (Fowler)

Update on the portfolio ramp and performance.

BBDC FINANCIALS (Bock)

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

4Q 2021 ORIGINATION PIPELINE (Bock)

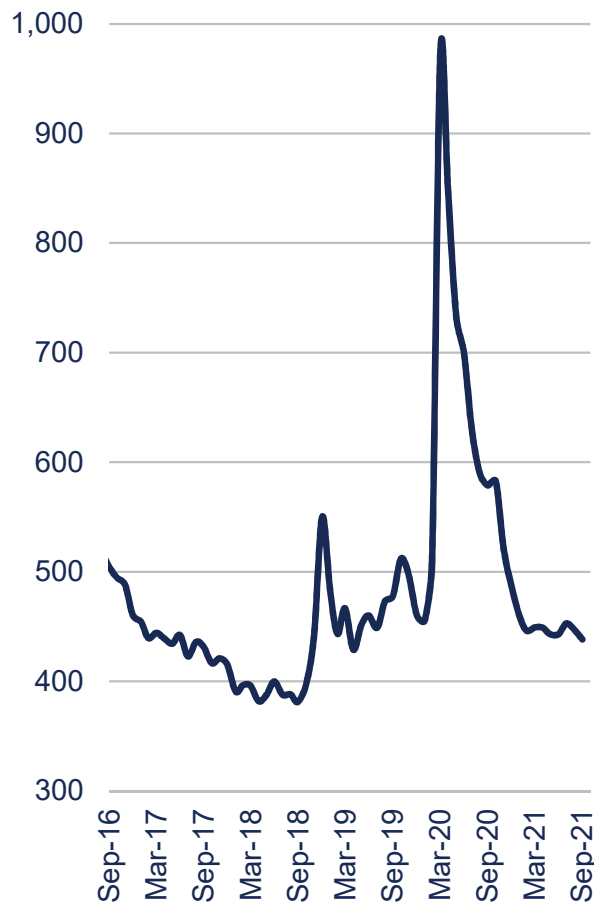
What is the level of investment activity post-quarter end?

3Q 2021 Highlights

Credit Spreads & BDC Equity Prices

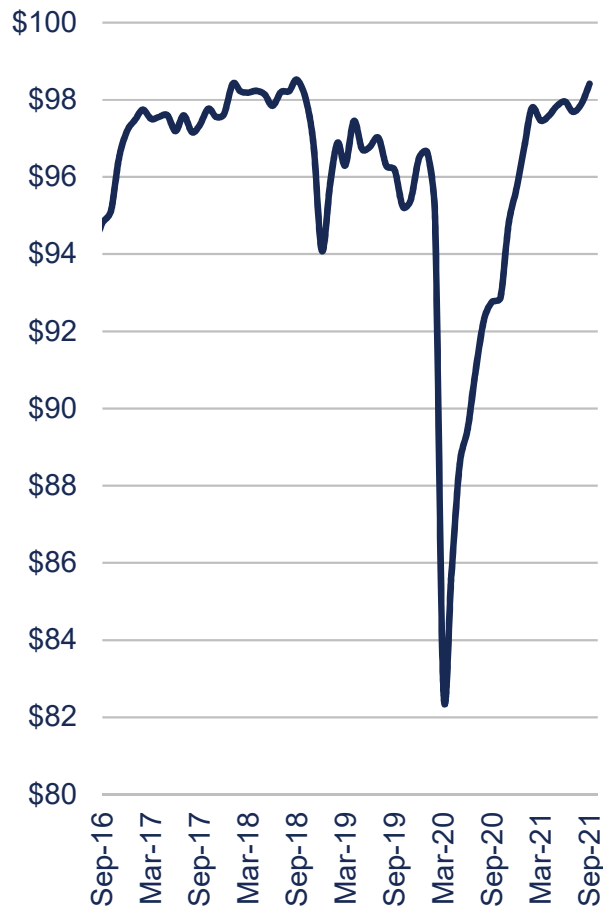
BSL spreads and prices were little changed in 3Q and remained at pre-COVID levels, while BDC equity prices surpassed the February 2020 peak

BROADLY-SYNDICATED LOAN SPREADS



— Credit Suisse Leveraged Loan Index (DM-3)

BROADLY-SYNDICATED LOAN PRICES



— Credit Suisse Leveraged Loan Index (Price)

BDC EQUITY PRICES



— MVIS U.S. BDC Index (Price)

Third Quarter 2021 Highlights

NET ASSET VALUE

Net asset value (NAV) as of September 30, 2021 was \$11.40 per share as compared to \$11.39 as of June 30, 2021

ORIGINATIONS

Total originations during the quarter were \$276.0 million, while sales and repayments totaled \$232.4 million, for net originations of \$43.6 million

NET INVESTMENT INCOME

Net investment income for the quarter ended September 30, 2021 was \$0.23 per share

PORTFOLIO YIELD

The weighted-average portfolio yield¹ as of September 30, 2021 was 6.6% for Middle-Market Loans (MML), 8.9% for Cross-Platform investments, and 12.4% for MVC assets²

DIVIDEND

The Board of Directors approved a fourth quarter dividend of \$0.22 per share, up from \$0.21 per share in the third quarter

CREDIT PERFORMANCE

There were no BBDC-originated investments on non-accrual status as of quarter end, and one MVC-acquired asset on non-accrual (0.7% of total portfolio fair value)

Data as of September 30, 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 and equity investments.

Selected Financial Highlights

| Balance Sheet Highlights | 3Q 2021 | 2Q 2021 | 1Q 2021 | 4Q 2020 | 3Q 2020 |
|--|-----------|-----------|-----------|-----------|-----------|
| Investment Portfolio, at Fair Value | \$1,652.5 | \$1,575.1 | \$1,602.1 | \$1,495.8 | \$1,116.3 |
| Total Debt Outstanding (Principal) | \$1,037.7 | \$1,043.5 | \$986.1 | \$944.7 | \$692.0 |
| Total Net Assets (Equity) | \$744.8 | \$744.1 | \$727.9 | \$717.8 | \$526.0 |
| Debt-to-Equity Ratio | 1.39x | 1.40x | 1.35x | 1.32x | 1.32x |
| Net Debt-to-Equity Ratio ¹ | 1.19x | 1.14x | 1.14x | 1.04x | 0.74x |
| Income Statement Highlights | | | | | |
| Total Investment Income | \$35.0 | \$33.2 | \$30.6 | \$19.9 | \$16.3 |
| Net Investment Income | \$14.9 | \$14.6 | \$14.4 | \$9.2 | \$8.0 |
| Net Realized Gains/(Losses) | (\$3.8) | \$0.3 | \$1.8 | (\$1.0) | (\$20.5) |
| Net Unrealized Appreciation | \$3.3 | \$14.4 | \$6.3 | \$17.0 | \$55.9 |
| Net Income | \$14.4 | \$29.3 | \$22.5 | \$22.8 | \$43.2 |
| Per-Share Data | | | | | |
| Net Asset Value per Share | \$11.40 | \$11.39 | \$11.14 | \$10.99 | \$10.97 |
| Net Investment Income per Share (Basic and Diluted) ² | \$0.23 | \$0.22 | \$0.22 | \$0.19 | \$0.17 |
| Net Income per Share (Basic and Diluted) ² | \$0.22 | \$0.45 | \$0.34 | \$0.46 | \$0.90 |
| Dividend per share | \$0.21 | \$0.20 | \$0.19 | \$0.17 | \$0.16 |

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 September 30, 2021

- **Middle-Market Loans:**

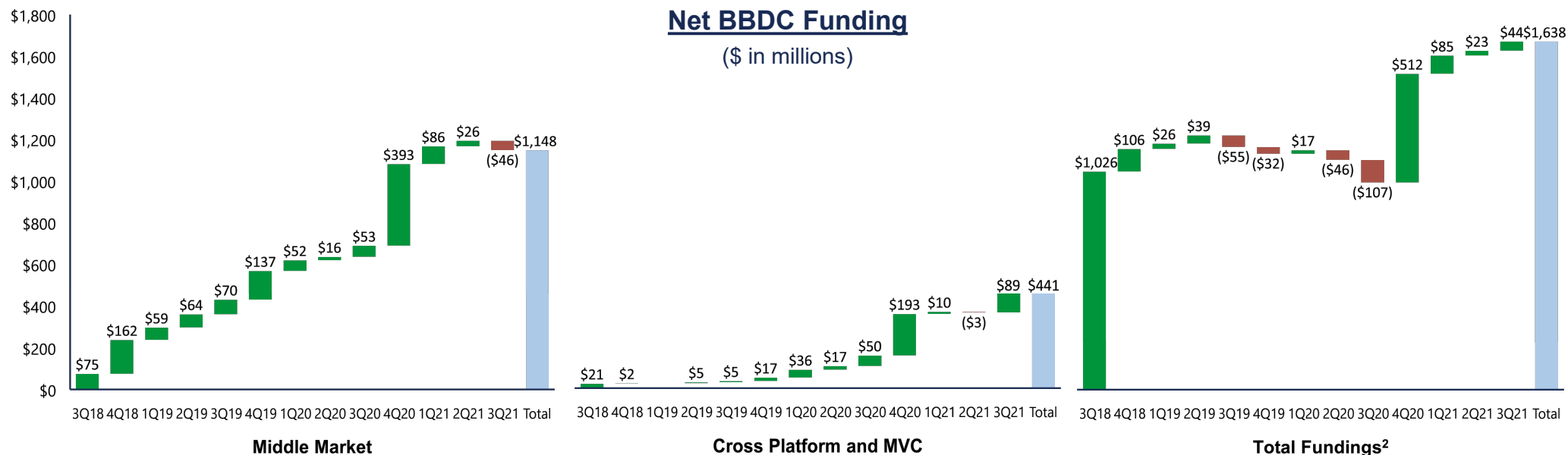
- Net decrease in investments of \$45.6 million
 - Total MML fundings were \$165.1 million
 - Includes \$107.5 million in 16 new portfolio companies
 - Includes \$57.6 million in 17 existing portfolio companies, including previously-committed Delayed-Draw Term Loans (DDTLs)
 - Sales and repayments totaled \$210.7 million

- **Cross-Platform Investments:**

- Net increase in investments of \$106.5 million
 - \$110.8 of million new originations, and \$4.4 million of sales and repayments

- **MVC Portfolio:**

- Net decrease in investments of \$17.3 million (full repayments of Dukane, International Precision, and SMA Holdings)



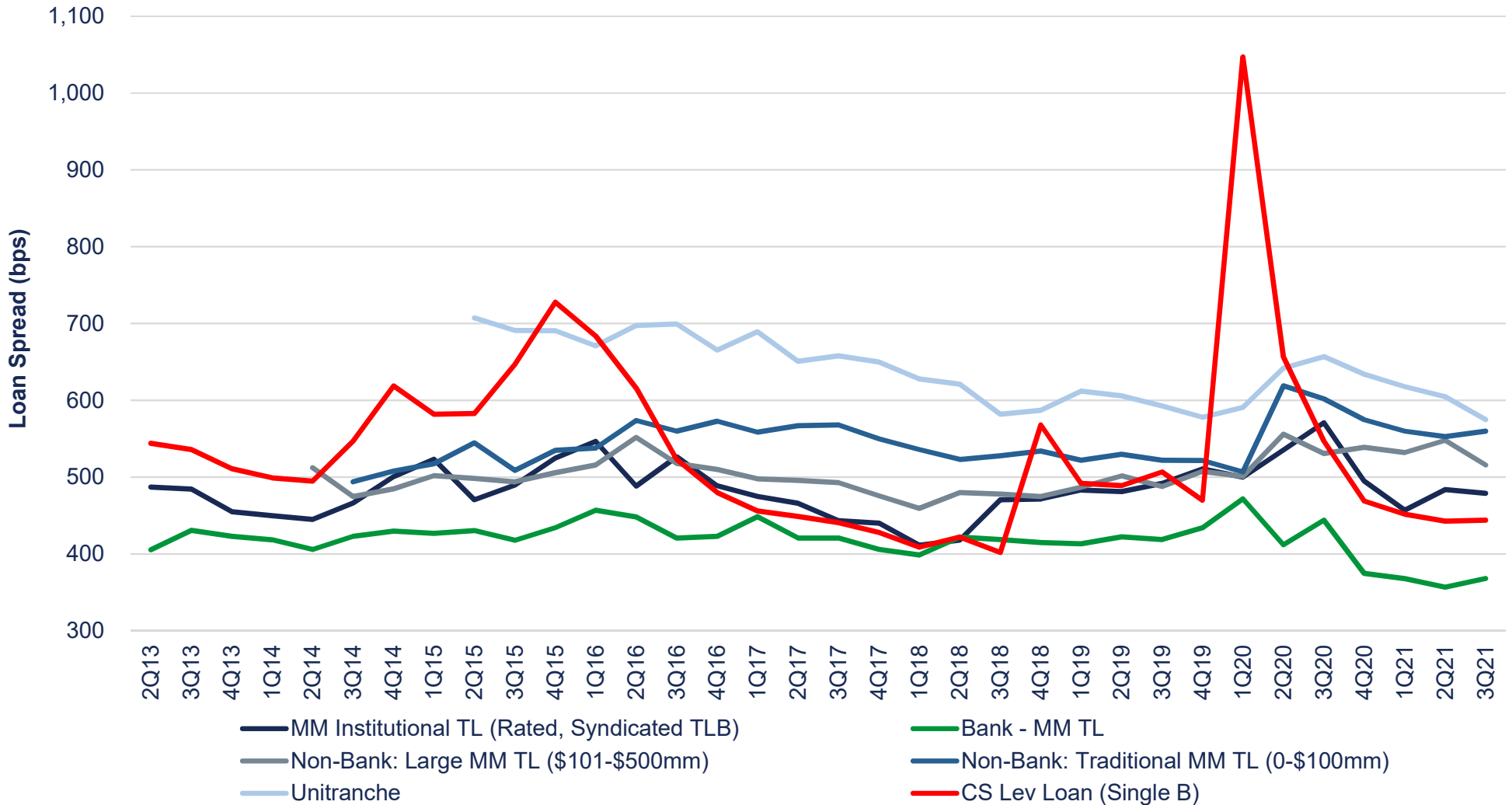
All amounts in millions. 3Q18 amounts are for post-externalization period from August 3, 2018 to September 30, 2018. Excludes short-term investments.

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 roughly flat in the third quarter; unitranche loans and large non-bank middle market loans were two exceptions, as spreads in these segments tightened ~30bps vs. the prior quarter

QUARTERLY MIDDLE-MARKET SPREADS ACROSS THE CAPITAL STRUCTURE

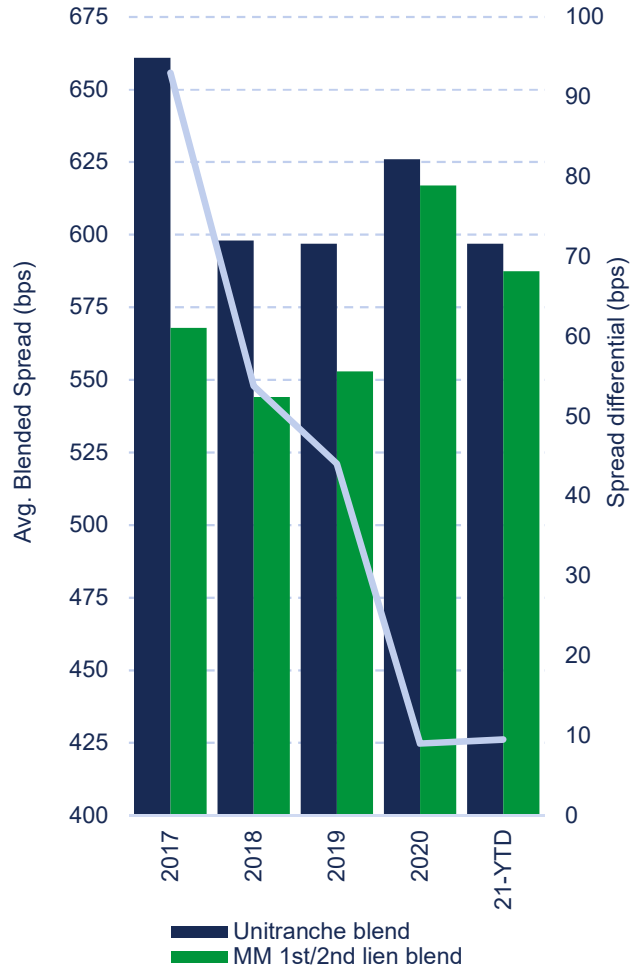


Source: Refinitiv LPC.

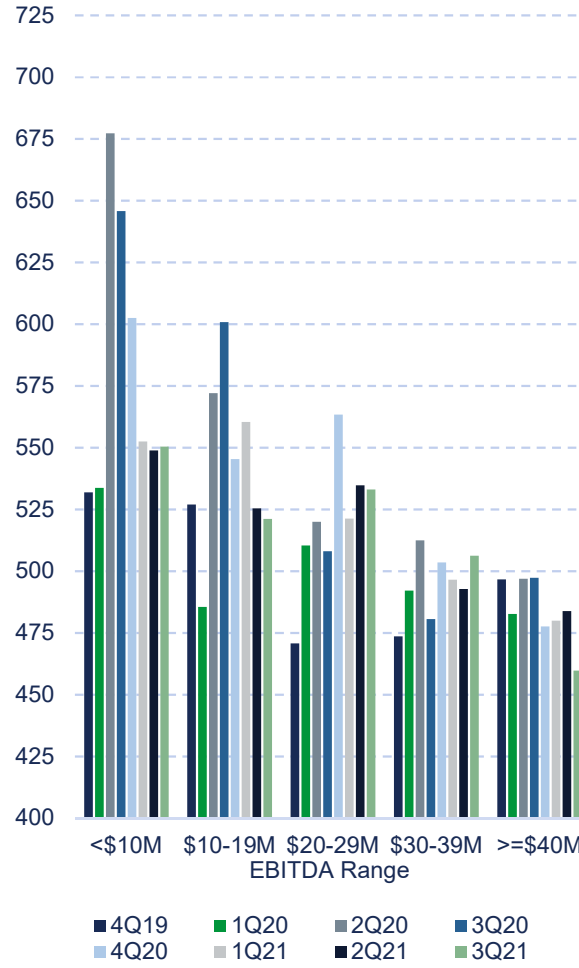
Middle Market Spreads

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

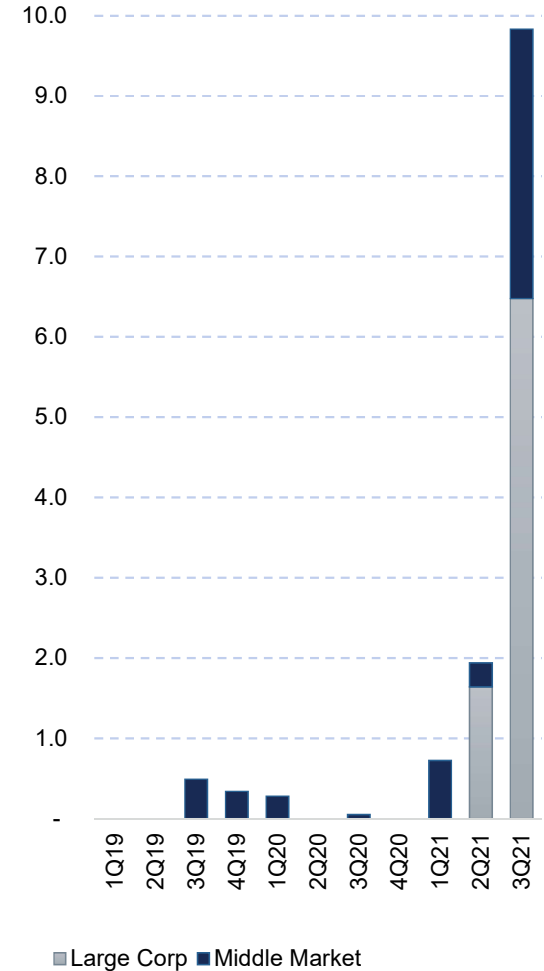
Spread Differential: Unitranche vs 1L/2L



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



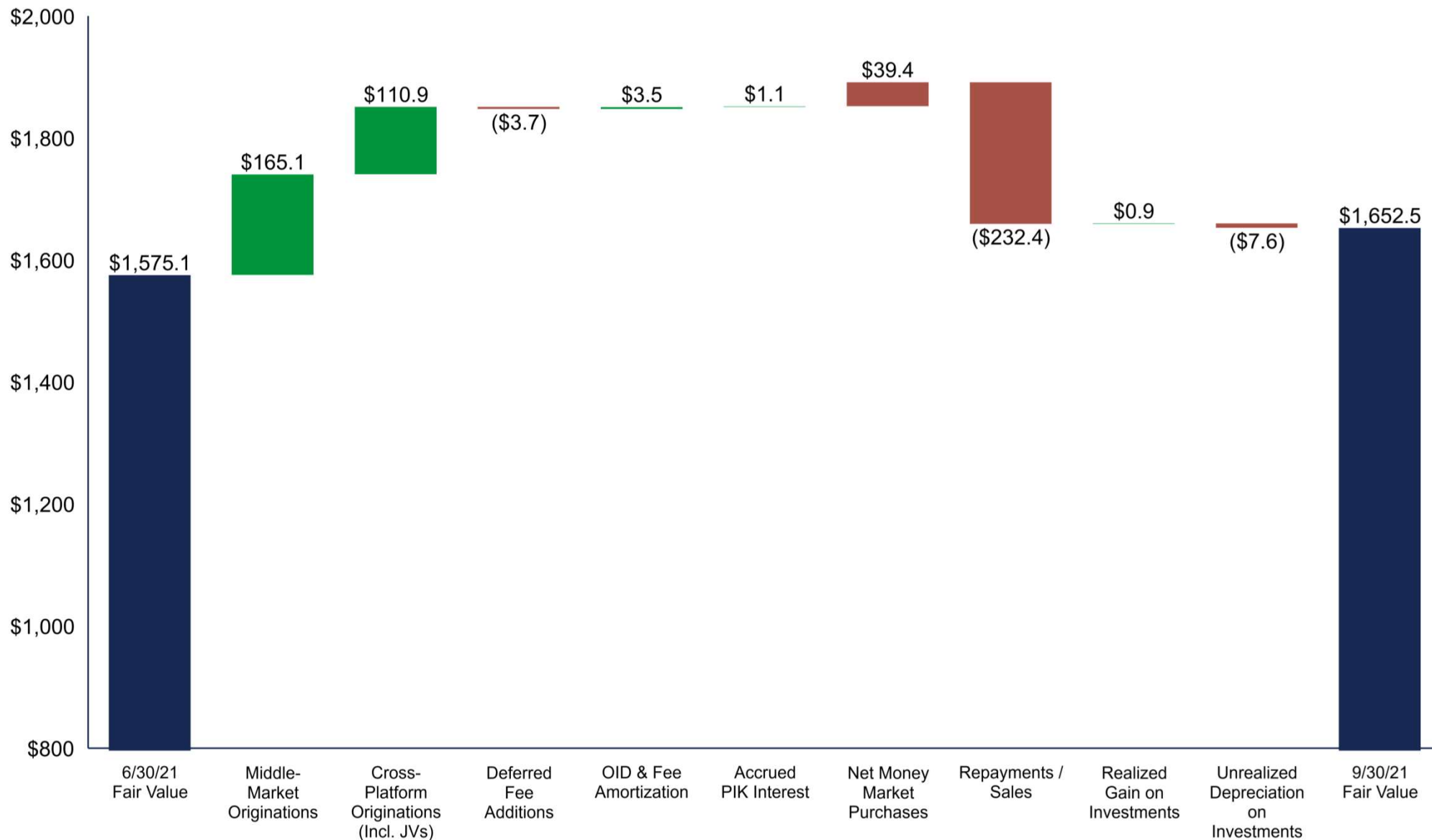
Cov-lite Unitranche Volume (US\$bn)



Source: Refinitiv LPC.

Portfolio Bridge – 2Q21 to 3Q21

In the third quarter we originated \$165 million of Middle-Market Loans, made \$111 million of Cross-Platform Investments (including JVs and Eclipse), and had \$232 million of sales/paydowns, including \$17 million from the MVC portfolio



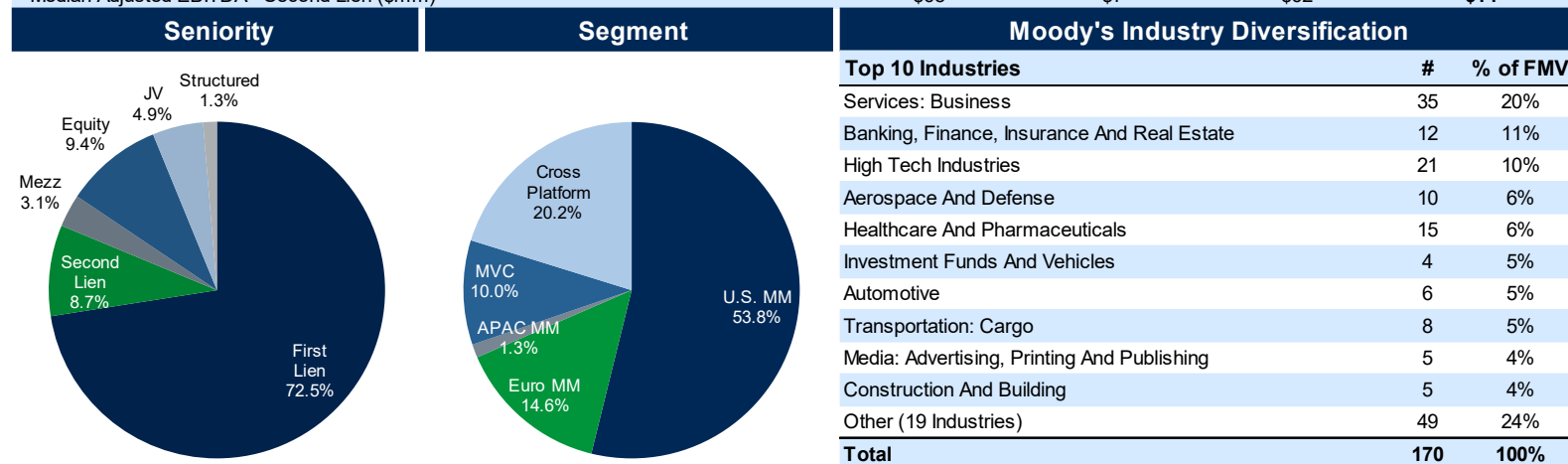
\$ in millions. Total may not foot due to rounding.

Aggregate Portfolio Characteristics (as of September 30, 2021)

| | Middle Market | Acquired MVC | Cross Platform | Total |
|---|---------------|--------------|----------------|----------------|
| Total Investments and Commitments (\$mm) | \$1,217 | \$161 | \$360 | \$1,737 |
| Unfunded Commitments (\$mm) | \$99 | \$0 | \$36 | \$134 |
| Total Investments at Fair Value (\$mm) | \$1,118 | \$161 | \$324 | \$1,602 |
| Assets on Non-Accrual | \$0 | \$11 | \$0 | \$11 |
| Assets Valued Below 90% of Cost | 2.4% | 27.5% | 0.0% | 4.4% |
| Average Spread | 579 bps | 1,200 bps | 881 bps | 659 bps |
| Yield at Fair Value of Investments (%) ¹ | 6.7% | 13.8% | 8.4% | 7.4% |
| Revenue Contribution (as % of Total Revenue) | | | | |
| Cash Interest | 56.0% | 5.9% | 16.0% | 77.9% |
| PIK Interest | 0.2% | 6.3% | 1.9% | 8.4% |
| Restructured PIK Interest ² | 0.3% | 0.0% | 0.0% | 0.3% |
| OID/Upfront Fee | 7.6% | 1.0% | 1.5% | 10.1% |
| Other Fees | 2.8% | 0.0% | 0.6% | 3.4% |
| Total | 66.9% | 13.2% | 19.9% | 100.0% |

Portfolio Statistics

| | | | | |
|---|-------|------|--------|--------------|
| Number of Portfolio Companies | 133 | 13 | 24 | 170 |
| Percent 1st Lien | 94.4% | 1.7% | 46.2%* | 72.5% |
| Weighted-Average First Lien Leverage (Debt/Adjusted EBITDA) | 5.0x | 3.8x | 5.4x | 4.9x |
| Weighted-Average Total Leverage (Debt/Adjusted EBITDA) | 5.3x | 4.9x | 8.5x | 5.5x |
| Weighted-Average Interest Coverage | 3.5x | 4.2x | 2.6x | 3.5x |
| Median Adjusted EBITDA - First Lien (\$mm) | \$29 | - | \$60 | \$29 |
| Median Adjusted EBITDA - Second Lien (\$mm) | \$68 | \$7 | \$62 | \$14 |



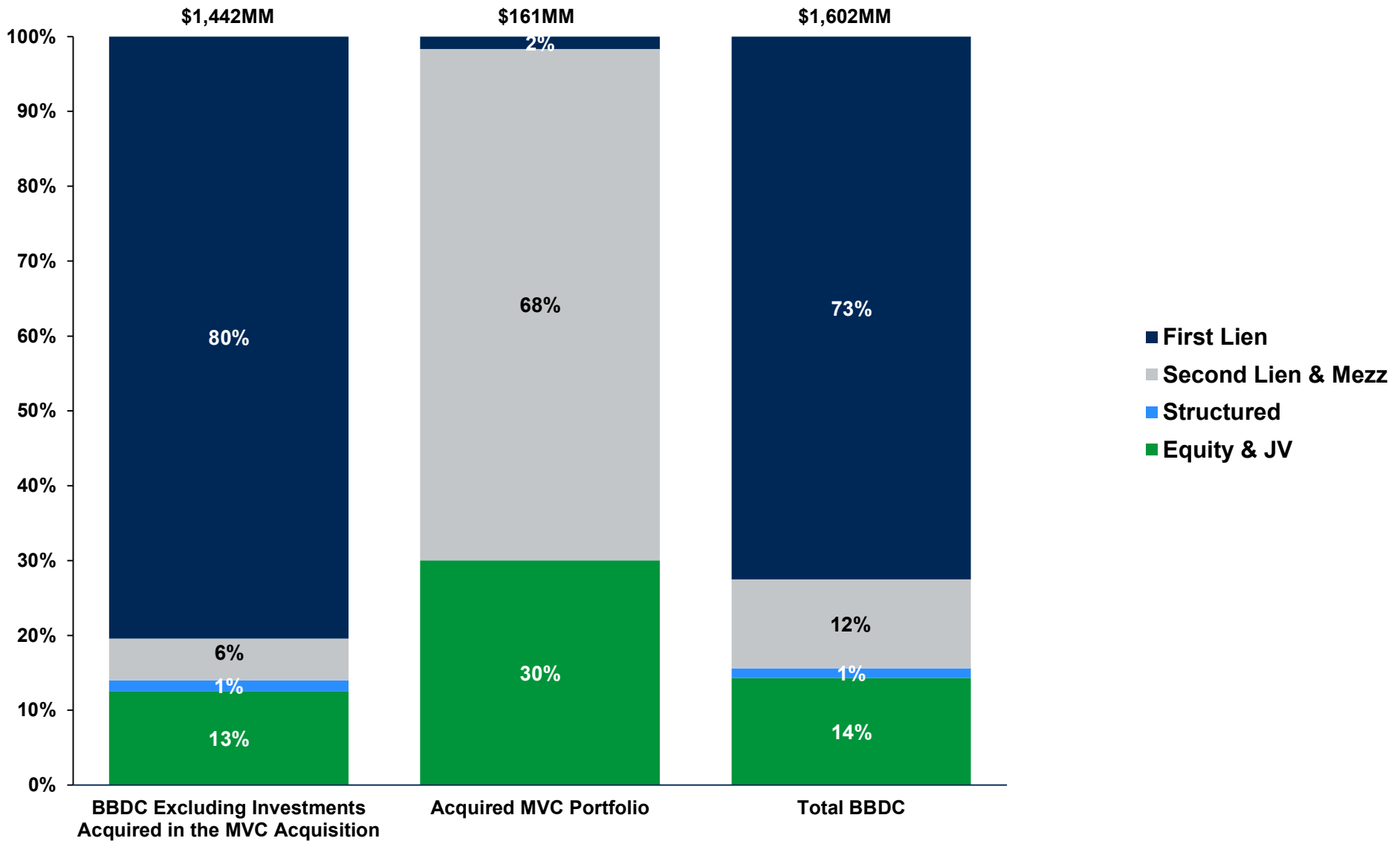
Data as of September 30, 2021. Excludes short-term investments. * Excludes structured products and joint ventures.

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 September 30, 2021. Excludes short-term investments. Totals may not foot due to rounding.

Top 10 Investments

| Top 10 Holdings (as of September 30, 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 | \$4,545,455 | \$94,218,724 | \$94,394,974 | 5.9% |
| Security Holdings B.V. | Services: Business | MVC | 21,358,589 | 42,824,194 | 44,517,883 | 2.8% |
| Jocassee Partners LLC | Investment Funds and Vehicles | JV | | 30,158,270 | 36,133,440 | 2.3% |
| Custom Alloy Corporation | Construction and Building | MVC | 49,255,337 | 40,780,794 | 35,956,396 | 2.2% |
| Thompson Rivers LLC | Investment Funds and Vehicles | JV | | 30,000,000 | 32,684,880 | 2.0% |
| Questel Unite | Services: Business | Middle Market | 25,225,583 | 25,530,004 | 25,124,681 | 1.6% |
| Kona Buyer, LLC | High Tech Industries | Middle Market | 24,244,318 | 23,708,135 | 24,244,318 | 1.5% |
| RPX Corporation | Services: Business | Middle Market | 22,693,750 | 22,241,516 | 22,183,141 | 1.4% |
| Truck-Lite Co., LLC | Automotive | Middle Market | 22,127,885 | 21,779,394 | 22,127,885 | 1.4% |
| Safety Products Holdings, LLC | Consumer goods: Non-durable | Middle Market | 22,042,019 | 21,974,770 | 22,027,623 | 1.4% |
| Top 10 | | | 191,492,935 | 353,215,801 | 359,395,220 | 22.4% |
| Rest of Portfolio | | | 1,215,478,334 | 1,230,496,597 | 1,243,087,700 | 77.6% |
| Total Portfolio | | | \$1,406,971,269 | \$1,583,712,398 | \$1,602,482,920 | 100.0% |

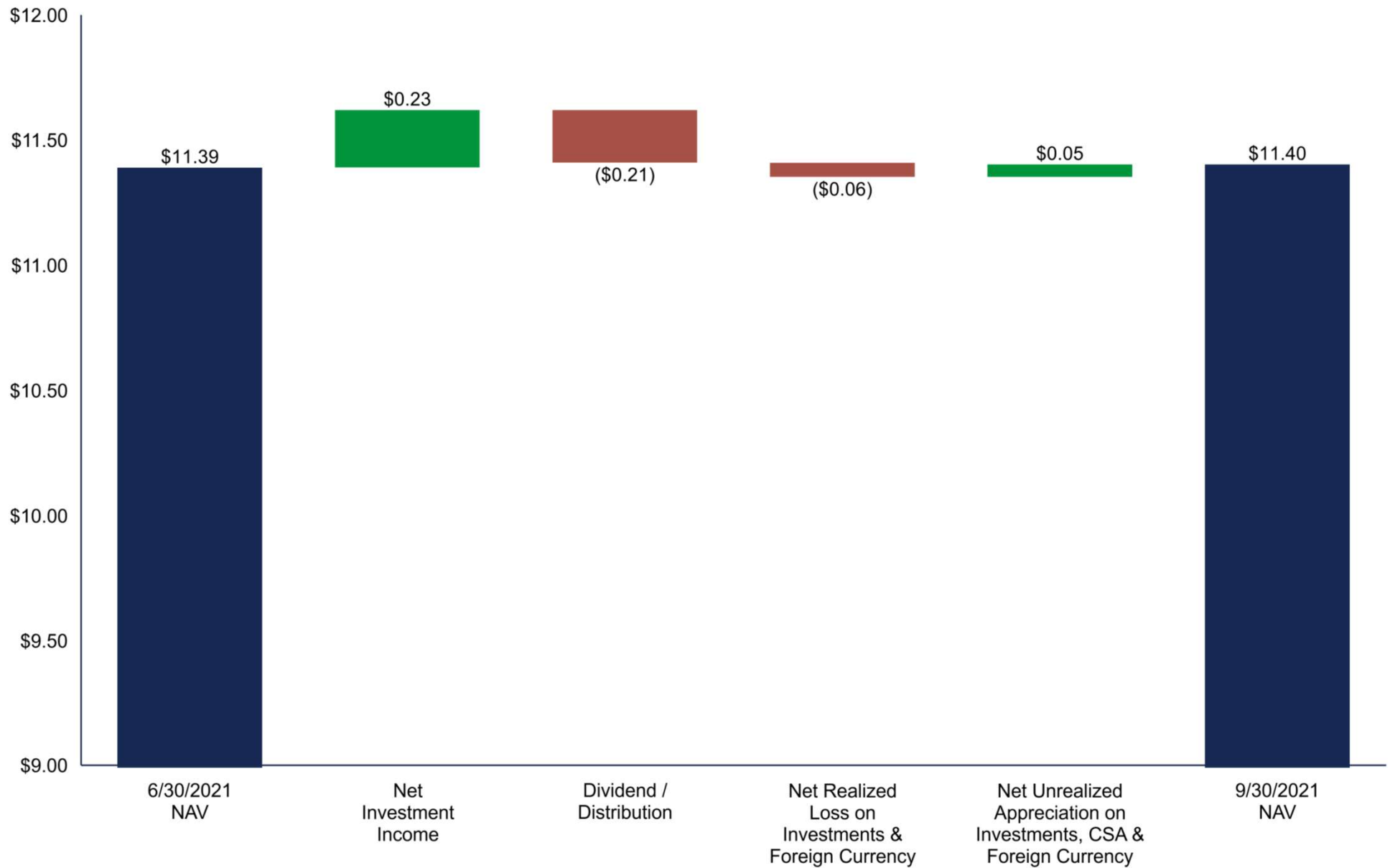
Excludes short-term investments. Totals may not foot due to rounding.

BBDC Financials

BARINGS

Net Asset Value Per Share (NAV) Bridge – 2Q21 to 3Q21

BBDC's NAV per share increased in 3Q21 to \$11.40 from \$11.39



Total may not foot due to rounding.

BBDC Portfolio Summary as of September 30, 2021

| 3Q 2021 Portfolio Summary | | | | | | | | | |
|---|--------------------|--------------------|--------------------|--|---|---------------------------------------|--|-----------------|--|
| | Par | Cost | Fair Value | 3Q Unrealized App (Dep) - Price | 3Q Unrealized App (Dep) - Credit | 3Q Unrealized App (Dep) - FX | 3Q Unrealized App (Dep) - Total | Per Share | |
| Middle-Market Lending | | | | | | | | | |
| North America | \$868,899 | \$862,222 | \$862,660 | \$858 | \$41 | (\$161) | \$738 | \$0.01 | |
| Europe / APAC | 259,333 | 255,596 | 255,368 | 726 | 628 | (5,905) | (4,551) | (0.07) | |
| Total Middle-Market Lending | 1,128,233 | 1,117,817 | 1,118,028 | 1,583 | 669 | (6,065) | (3,813) | (0.06) | |
| Cross-Platform Investments | | | | | | | | | |
| Special Situations & ABL | 109,066 | 194,486 | 203,401 | (864) | - | (104) | (968) | (0.01) | |
| Opportunistic Liquid | 17,043 | 16,273 | 16,613 | 134 | - | - | 134 | 0.00 | |
| Structured Products | 23,208 | 23,208 | 25,735 | (19) | - | - | (19) | (0.00) | |
| Joint Ventures | | 69,478 | 78,134 | 1,574 | - | - | 1,574 | 0.02 | |
| Total Cross-Platform Investments | 149,317 | 303,445 | 323,884 | 825 | - | (104) | 721 | 0.01 | |
| Legacy MVC Portfolio | 129,422 | 162,449 | 160,572 | - | (836) | (767) | (1,603) | (0.02) | |
| Total Portfolio as of 9/30/21 | \$1,406,971 | \$1,583,712 | \$1,602,483 | 2,408 | (167) | (6,936) | (4,695) | (\$0.07) | |
| Reclass. Adj. - Sales & Repayments | | | | (3,403) | - | 536 | (2,867) | (0.04) | |
| Money Market Funds | | | | - | - | - | - | - | |
| Total Unrealized App (Dep) on Investments | | | | (995) | (167) | (6,401) | (7,562) | (0.12) | |
| Foreign Currency Transactions | | | | - | - | 10,877 | 10,877 | 0.17 | |
| Credit Support Agreement | | | | - | - | - | - | - | |
| Total Unrealized App (Dep) on Investments, CSA and Foreign Currency Transactions | | | | (\$995) | (\$167) | \$4,476 | \$3,315 | \$0.05 | |

\$ in thousands. Excludes short-term investments.

BBDC Income Statement

| | 3Q21 | 2Q21 | 1Q21 | 4Q20 | 3Q20 |
|---|---------------------|---------------------|---------------------|---------------------|---------------------|
| Investment income: | | | | | |
| Interest income | \$24,622,330 | \$26,819,189 | \$25,214,241 | \$17,433,263 | \$15,217,547 |
| Dividend income | 2,866,668 | 394,901 | 71,500 | — | — |
| Fee and other income | 4,488,346 | 2,568,455 | 2,133,175 | 1,700,084 | 769,126 |
| Payment-in-kind interest income | 3,006,481 | 3,370,885 | 3,173,787 | 749,217 | 342,469 |
| Interest income from cash | — | 58 | 528 | — | — |
| Total investment income | 34,983,825 | 33,153,488 | 30,593,231 | 19,882,564 | 16,329,142 |
| Operating expenses: | | | | | |
| Interest and other financing fees | 8,103,044 | 7,994,447 | 7,284,709 | 5,444,856 | 3,738,991 |
| Base management fee | 5,273,797 | 4,891,372 | 3,929,251 | 3,413,271 | 3,375,262 |
| Incentive management fees | 4,442,607 | 3,510,345 | 2,721,741 | — | — |
| Compensation expenses | — | — | — | (29) | — |
| General and administrative expenses | 2,281,825 | 2,199,666 | 2,301,434 | 1,749,427 | 1,254,723 |
| Total operating expenses | 20,101,273 | 18,595,830 | 16,237,135 | 10,607,525 | 8,368,976 |
| Net investment income before taxes | 14,882,552 | 14,557,658 | 14,356,096 | 9,275,039 | 7,960,166 |
| Income taxes, including excise tax expense (benefit) | 25,533 | — | (18,038) | 63,038 | 7,561 |
| Net investment income after taxes | 14,857,019 | 14,557,658 | 14,374,134 | 9,212,001 | 7,952,605 |
| Realized and unrealized gains (losses) on investments, CSA and FX: | | | | | |
| Net realized gains (losses) | (3,761,700) | 342,660 | 1,839,580 | (966,126) | (20,506,085) |
| Net unrealized appreciation (depreciation) | 3,315,063 | 14,409,413 | 6,274,155 | 16,954,949 | 55,947,382 |
| Net realized and unrealized gains (losses) | (446,637) | 14,752,073 | 8,113,735 | 15,988,823 | 35,441,297 |
| Loss on extinguishment of debt | — | — | — | (2,428,662) | (216,474) |
| Tax benefit (provision) | — | (1,700) | 410 | 43 | 199 |
| Net increase (decrease) in net assets resulting from operations | \$14,410,382 | \$29,308,031 | \$22,488,279 | \$22,772,205 | \$43,177,627 |
| Net investment income per share—basic and diluted | \$0.23 | \$0.22 | \$0.22 | \$0.19 | \$0.17 |
| Net increase (decrease) in net assets resulting from operations per share—basic and diluted | \$0.22 | \$0.45 | \$0.34 | \$0.46 | \$0.90 |
| Weighted average shares outstanding—basic and diluted | 65,316,085 | 65,316,085 | 65,316,085 | 49,470,825 | 47,961,753 |

BBDC Balance Sheet

Debt-to-equity at September 30, 2021 was 1.39x, or 1.19x⁽¹⁾ after adjusting for cash and foreign currencies, short-term investments and unsettled transactions

| | September 30, 2021 | June 30, 2021 | March 31, 2021 | December 31, 2020 | September 30, 2020 |
|--|------------------------|------------------------|------------------------|------------------------|------------------------|
| Assets: | | | | | |
| Investments at fair value: | | | | | |
| Non-Control / Non-Affiliate investments | \$1,355,088,125 | \$1,414,823,146 | \$1,401,742,025 | \$1,325,783,281 | \$886,610,176 |
| Affiliate investments | 222,999,987 | 126,432,371 | 100,429,674 | 78,598,633 | 19,158,075 |
| Control investments | 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 | 210,503,390 |
| Total investments at fair value | 1,652,482,920 | 1,575,109,373 | 1,602,123,737 | 1,495,795,937 | 1,116,271,641 |
| Cash and foreign currencies | 41,385,572 | 30,703,634 | 40,515,091 | 92,487,461 | 14,787,358 |
| Receivable from unsettled transactions | 61,438,187 | 153,721,772 | 47,911,907 | 47,412,382 | 75,486,443 |
| Credit Support Agreement | 14,300,006 | 14,300,006 | 12,000,000 | 13,600,000 | — |
| Other assets | 29,927,548 | 32,512,504 | 24,563,456 | 27,742,965 | 16,021,167 |
| Total assets | \$1,799,534,233 | \$1,806,347,289 | \$1,727,114,191 | \$1,677,038,745 | \$1,222,566,609 |
| Liabilities: | | | | | |
| Borrowings under credit facilities | \$662,664,367 | \$668,452,480 | \$611,144,523 | \$719,660,707 | \$463,703,208 |
| Debt securitization | — | — | — | — | 177,536,048 |
| Notes payable (net of deferred financing fees) | 374,265,334 | 374,222,921 | 374,181,388 | 224,335,666 | 49,534,479 |
| Payable from unsettled transactions | 59,063 | 2,872,973 | — | 1,548,578 | — |
| Other liabilities | 17,723,904 | 16,671,354 | 13,905,533 | 13,689,270 | 5,815,933 |
| Total liabilities | 1,054,712,668 | 1,062,219,728 | 999,231,444 | 959,234,221 | 696,589,668 |
| Total net assets | 744,821,565 | 744,127,561 | 727,882,747 | 717,804,524 | 525,976,941 |
| Total liabilities and net assets | \$1,799,534,233 | \$1,806,347,289 | \$1,727,114,191 | \$1,677,038,745 | \$1,222,566,609 |
| Net asset value per share | \$11.40 | \$11.39 | \$11.14 | \$10.99 | \$10.97 |

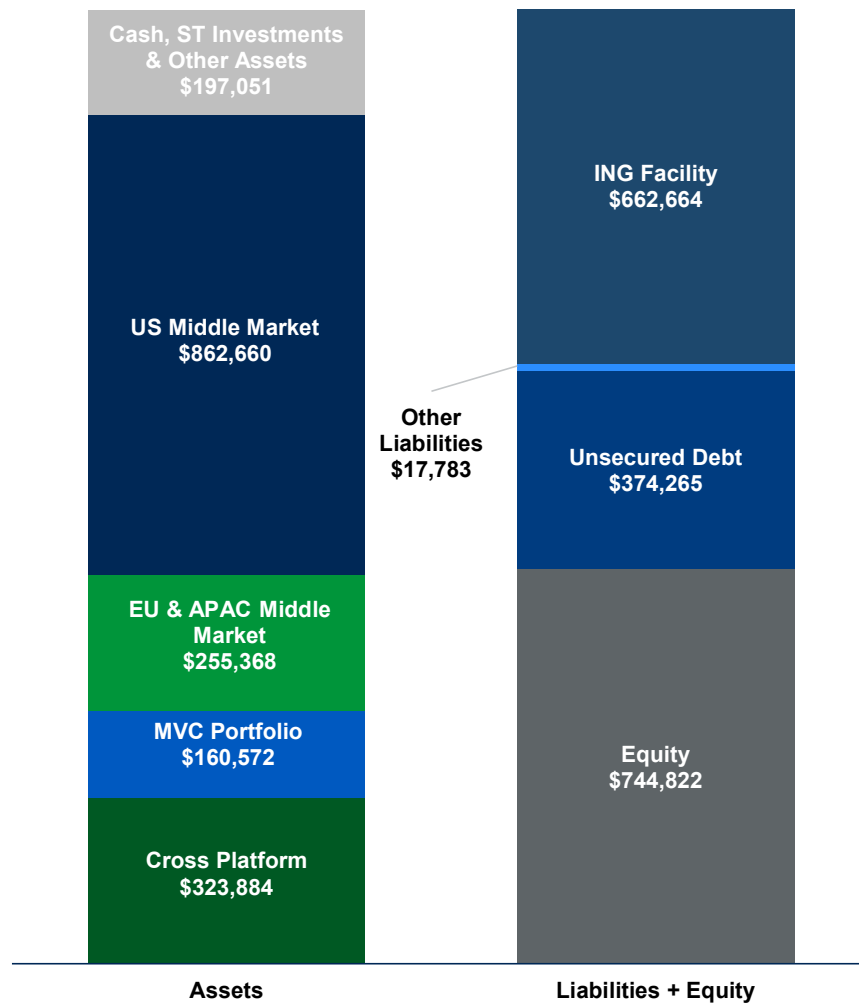
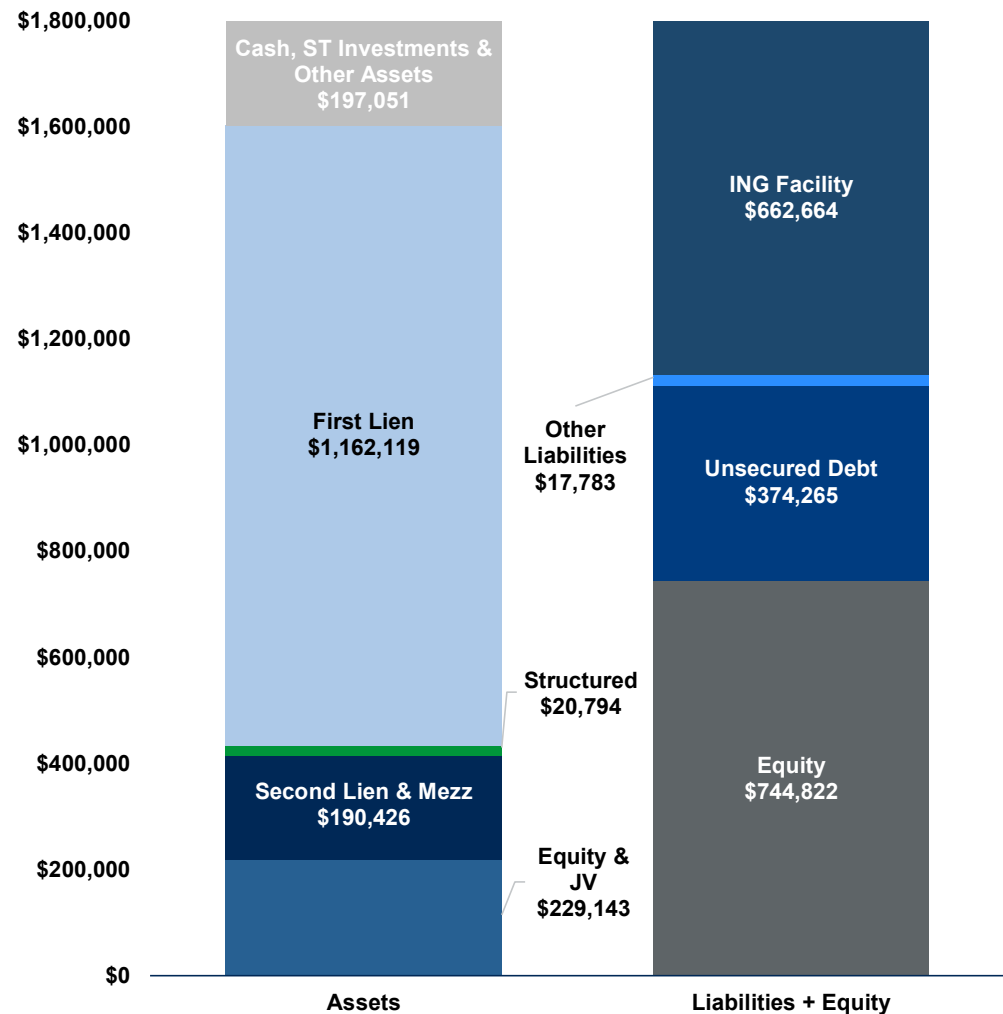
1. Refer to slide 30 for a reconciliation of Debt-to-Net Debt and a calculation of Net Debt-to-Equity Ratio.

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)

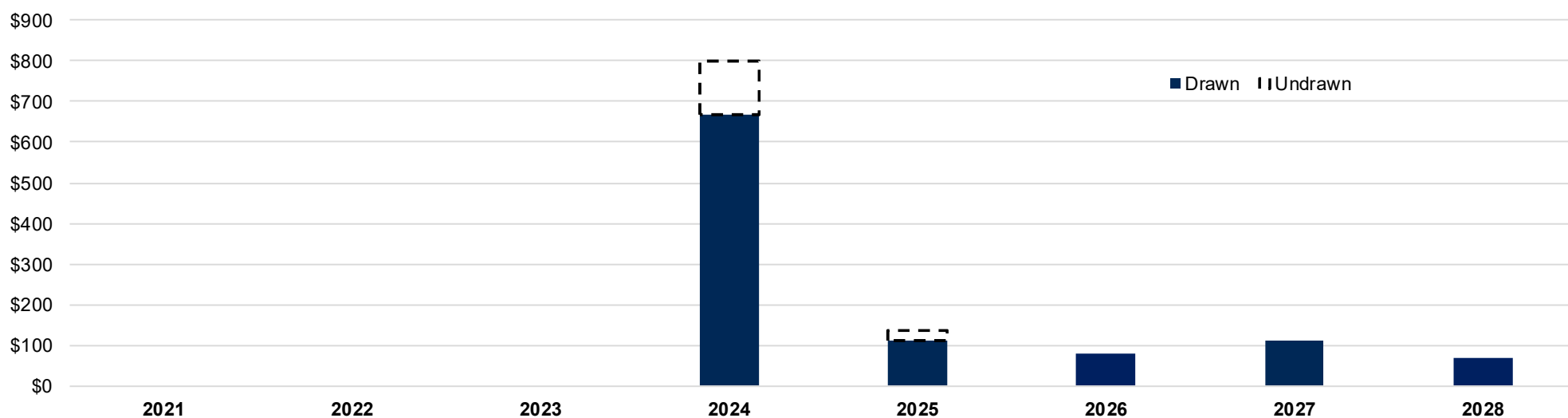


Dollars amounts in thousands. Based on fair value as of September 30, 2021. Totals may not foot due to rounding.

Debt Summary and Maturity Profile

BBDC has a laddered maturity profile of unsecured notes

| | Borrower | Interest Rate | Collateral | Maturity Date | As of 9/30/21 | | As of 6/30/21 | | As of 3/31/21 | |
|----------------------------|-------------------|---------------|---------------|---------------|----------------------------|------------------------------|----------------------------|------------------------------|----------------------------|------------------------------|
| | | | | | 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 | \$800.0 | \$662.7 | \$800.0 | \$668.5 | \$800.0 | \$611.1 |
| Unsecured 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 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 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 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 Notes - Series E | Barings BDC, Inc. | 4.06% | n/a | Feb-2028 | 70.0 | 70.0 | 70.0 | 70.0 | 70.0 | 70.0 |
| Total Debt | | | | | \$1,200.0 | \$1,037.7 | \$1,200.0 | \$1,043.5 | \$1,200.0 | \$986.1 |



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

Liquidity Summary

BBDC has available liquidity under its senior secured revolving credit agreement and unsecured debt commitment, with cushion to support its unused capital commitments of \$135 million

| Debt / Net Debt-to-Equity Ratio Scenarios | | | |
|--|--------------------------------|------------------|--|
| | Debt / Net Debt Outstanding | Total Net Assets | Debt / Net Debt-to- Equity Ratio ⁽¹⁾ |
| Debt-to-equity ratio, September 30, 2021 | \$1,037.7 | \$744.8 | 1.39x |
| Adjust for cash, short-term investments and unsettled transactions | (152.8) | - | |
| Net debt-to-equity ratio, September 30, 2021 | 884.9 | 744.8 | 1.19x |
| Fund all unused commitments to extend debt financing | 98.8 | - | |
| Pro forma net debt-to-equity ratio | 983.7 | 744.8 | 1.32x |
| Fund remaining joint venture commitments | 35.7 | - | |
| Pro forma net debt-to-equity ratio | \$1,019.4 | \$744.8 | 1.37x |

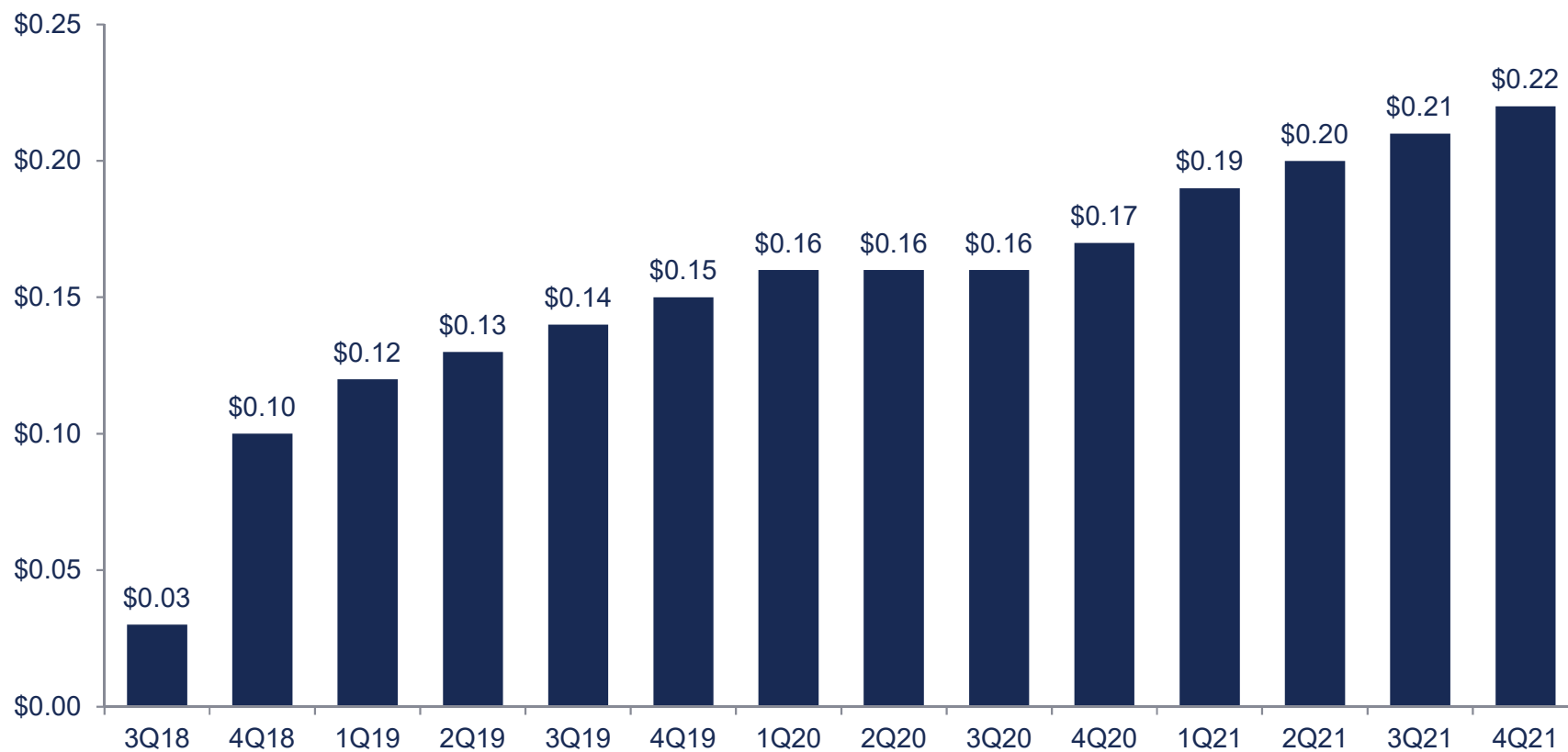
Note: Dollar amounts in millions, except Debt / Net Debt-to-Equity Ratio.

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 4Q21 dividend of \$0.22 per share, up from \$0.21 in 3Q21

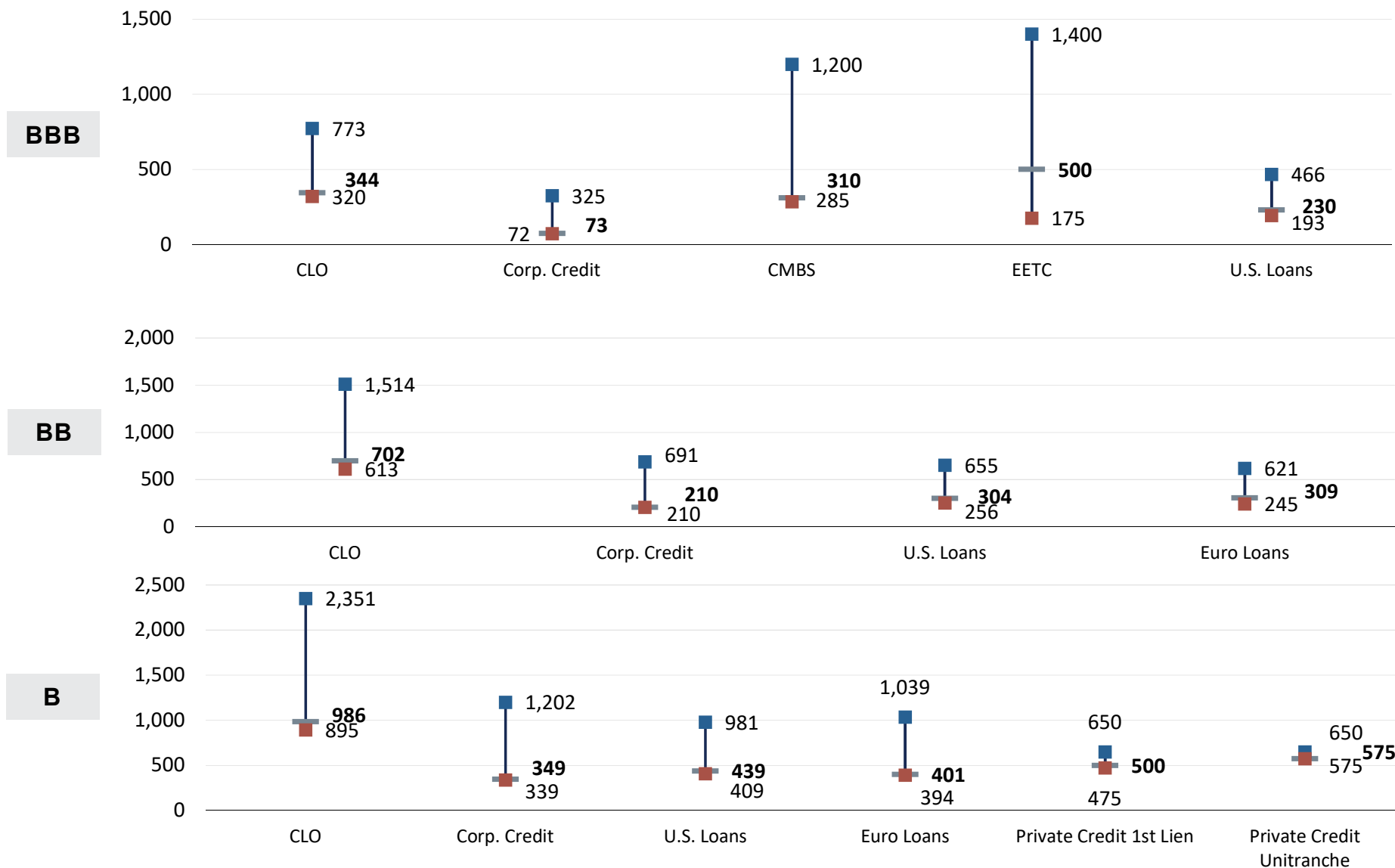
BBDC DIVIDENDS DECLARED PER SHARE



4Q 2021 Origination Pipeline

Relative Value in Credit Asset Classes

3 Year Lookback (Wide/Tight/Current):



CLO spread source: J.P. Morgan CLOIE Index, As of September 30, 2021.

CMBS Source: Bank of America/Merrill Lynch, As of September 30, 2021.

Corporate Credit Spread to Swap Source: Barclays, As of September 30, 2021.

U.S. and Europeans Loan Spread Source: Credit Suisse, As of September 30, 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

| | | 3Q21 | | |
|--|-----------------------|-------------------------|----------------------------------|---|
| Asset Class | | Dollars Deployed (\$mm) | All-in Spread (bps) ¹ | Premium/ Discount To Market Indices (bps) |
| Market Indices | US IG Credit BBB | | 103 | |
| | US HY Credit BB | | 201 | |
| | US HY Credit B | | 326 | |
| | US HY Credit CCC | | 522 | |
| | US BSLs BB | | 302 | |
| | US BSLs B | | 444 | |
| | US BSLs CCC | | 892 | |
| | EUR BSLs BB | | 301 | |
| | EUR BSLs B | | 403 | |
| | EUR BSLs CCC | | 710 | |
| BBDC Middle-Market & Cross-Platform Originations | Middle Market | | | |
| | North America | \$91 | 721 | +277 |
| | Europe & Asia Pacific | \$73 | 749 | +346 |
| | Total | \$164 | | +308 |
| | Cross Platform | | | |
| | Special Situation | \$8 | 889 | +367 |
| | Opportunistic Liquid | \$5 | 1,330 | +886 |
| | Joint Venture | \$4 | | n/a |
| | Total | \$16 | | +574 |
| | TOTAL | \$180 | 757 | +327 |

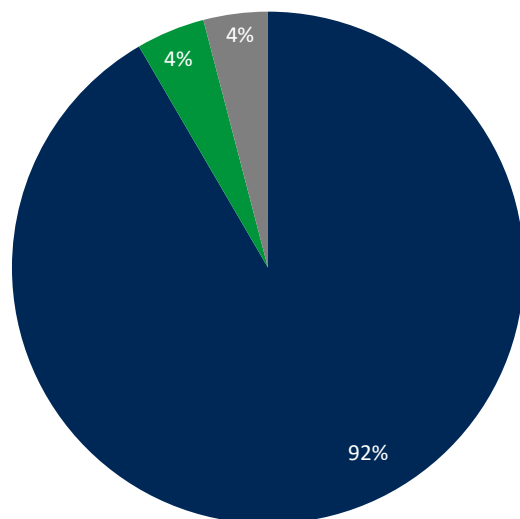
- In 3Q21, BBDC deployed \$180 million at an all-in spread¹ (inclusive of upfronts/OID) of 757 bps over LIBOR. This equates to a **327-bp spread premium** to comparable liquid market indices at the same credit risk profile

1. 3-year discount margins (DM3) for MM and BSLs; Swapped spread to LIBOR for Fixed Rate Assets; Structured Products based on market convention. Note: Excludes Joint Ventures and Equity.

Investment Activity Since Quarter End and Investment Pipeline

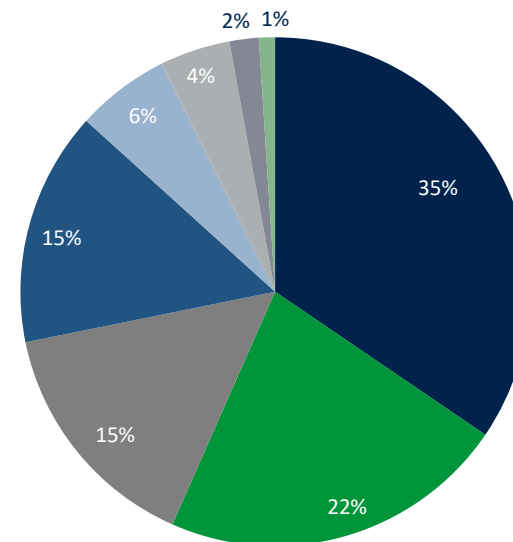
- From October 1, 2021 through November 8, 2021, Barings BDC made approximately \$239 million of new commitments, of which approximately \$164 million closed and funded; in addition, BBDC funded \$4 million of previously-committed delayed draw term loans
- Of the new 4Q21 investments, the weighted-average origination margin (DM-3)¹ is 7.8%, 78% are in first lien senior secured loans, 14% are in Cross Platform, and 21% are European or Asia Pac originations
- Sales and repayments through November 8 were approximately \$49 million for middle-market loans
- As of November 8, 2021, Barings Global Private Finance group had a probability-weighted pipeline of approximately \$3.1 billion²
- The following is a breakdown of the pipeline by seniority and by industry

Asset Class



■ First Lien ■ Second Lien ■ Sub Debt + Equity

Industry



■ Information Technology ■ Industrials
 ■ Health Care ■ Consumer Discretionary
 ■ Financials ■ Communication Services
 ■ Consumer Staples ■ Other

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

| | September 30, 2021 | June 30, 2021 | March 31, 2021 | December 31, 2020 | September 30, 2020 |
|--|-----------------------|--------------------|--------------------|----------------------|-----------------------|
| Total debt (principal) | \$1,037,664,367 | \$1,043,452,480 | \$986,144,523 | \$944,660,707 | \$692,016,256 |
| <i>minus: Cash and foreign currencies (excluding restricted)</i> | (41,385,572) | (30,703,634) | (37,026,688) | (88,999,125) | (14,787,358) |
| <i>minus: Short-term investments</i> | (50,000,000) | (10,574,196) | (73,565,676) | (65,558,227) | (210,503,390) |
| <i>plus: Payable from unsettled transactions</i> | 59,063 | 2,872,973 | — | 1,548,578 | — |
| <i>minus: Receivable from unsettled transactions</i> | (61,438,187) | (153,721,772) | (47,911,907) | (47,412,382) | (75,486,443) |
| Total net debt | 884,899,671 | 851,325,851 | 827,640,252 | 744,239,551 | 391,239,065 |
| Total net assets | 744,821,565 | 744,127,561 | 727,882,747 | 717,804,524 | 525,976,941 |
| Total net debt-to-equity ratio | 1.19x | 1.14x | 1.14x | 1.04x | 0.74x |

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
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

TOM MCDONNELL
Vice President

ALEXANDRA PACINI
Assistant Secretary

ALBERT PERLEY
Assistant Treasurer

ASHLEE STEINERD
Corporate Secretary

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Ryan Lynch
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OPPENHEIMER & CO.
Mitchel Penn
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RAYMOND JAMES
Robert Dodd
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Dechert LLP

Independent Accounting Firm

KPMG LLP

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