

FSK | FS KKR Capital Corp.

FS KKR BDC Franchise

Debt Investor Presentation

AUGUST 2021

Key Investment Highlights

1 Platform Scale Provides Competitive Advantages

2 Access to Leading, Differentiated Origination Pipeline

3 Disciplined Portfolio Construction

4 Proactive Portfolio Management

5 Conservative Financial Profile

FSK | FS KKR Capital Corp.

FS KKR Platform Overview

FS KKR: at a Glance

FS | KKR

Size & Scale

- One BDC (FSK) totalling ~\$16bn in assets integrated within KKR's \$170bn credit platform
- ~155⁽¹⁾ dedicated KKR Credit investment professionals

Market Reach

- Global financial sponsor and corporate borrower relationships
- Investment and leadership team with significant industry experience

Scope

- Primarily focused on upper middle market companies (\$50–100mm in EBITDA)
- Focused on U.S. senior secured debt financings

FS KKR's goal is to be the preferred provider of capital for companies operating in the upper middle market

Note: AUM figures as of June 30, 2021. Please see "Important Information" for important information regarding the calculation of AUM.

1. As of June 2021.

FS KKR: Competitive Advantages

~\$16bn
of assets in the FS
KKR BDC franchise

Ability to make
individual
investments up to
\$1bn

Direct access to full
KKR
investment
network

Lead, Co-lead or
Sole Lender in
>95%
of total deals¹

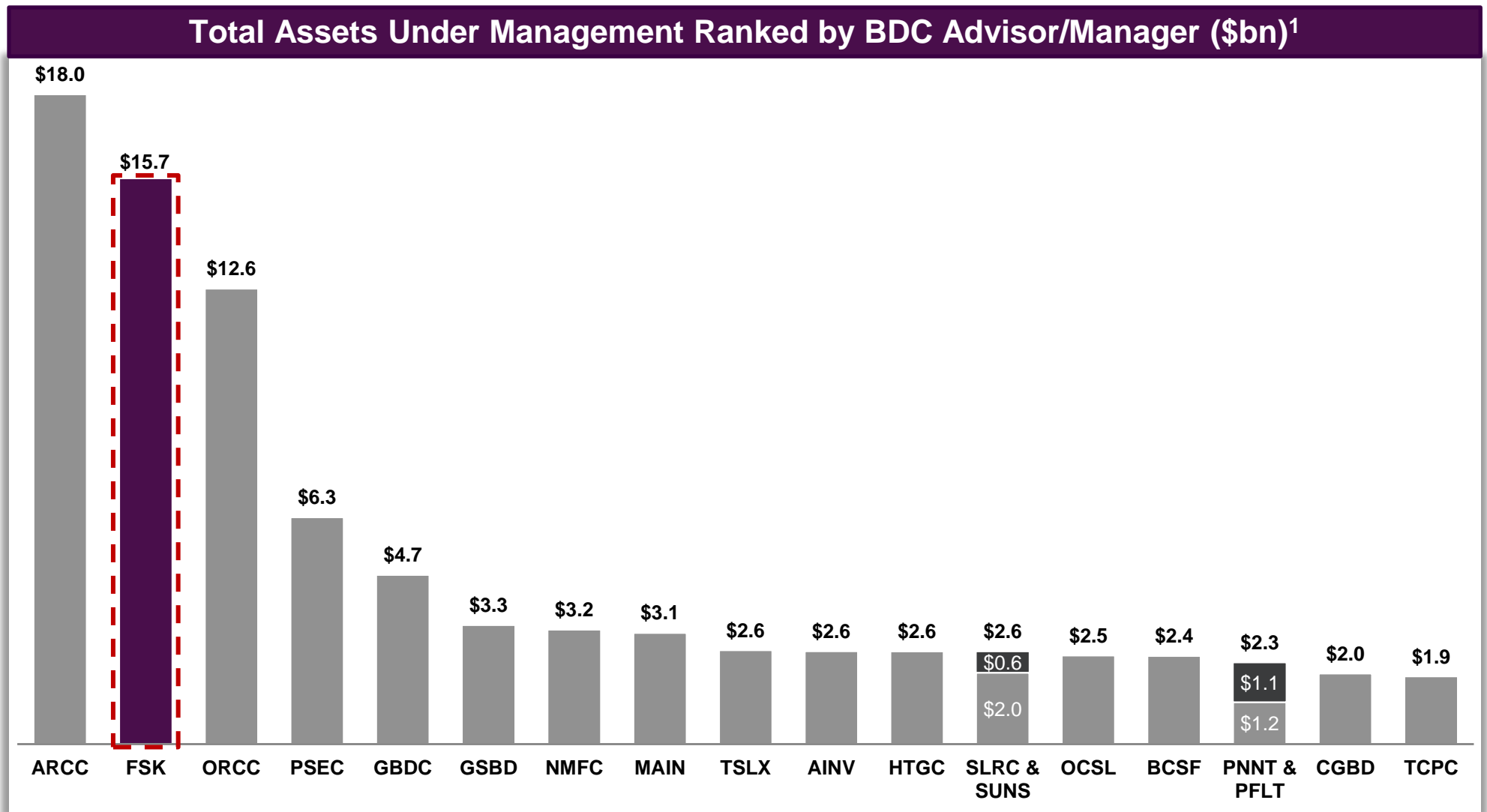
Cumulative
KKR Credit
commitments
of approximately
\$51bn²

Below average loss
rate of **0.36%**^{3, 4}

Note: As of June 30, 2021 unless otherwise noted.

1. Figure based on count of Direct Origination investments only. KKR & BDC accounts' participation, KKR Capital Markets' involvement, and deal teams leading the negotiations / structuring are all considered when determining the Origination Role.
2. Gross dollars invested inclusive of new transactions, follow-ons, and delayed draws and represents the aggregate amount of capital that has been invested by all of KKR Credit's investment vehicles in private credit strategies and is used as a measure of investment activity for KKR Credit in a given period.
3. Stats from 2011–2021, includes KKR origination activity & defaults for Corporate Capital Trust, Inc. ("CCT"), Corporate Capital Trust II ("CCT II"), KKR Lending Partners ("KLP"), KKR Lending Partners II ("KLP II"), KKR Lending Partners III ("KLP III") since inception date and FSK, FSKR, FS Investment Corp. III ("FSIC III"), FS Investment Corp. IV ("FSIC IV") from 2Q'18–2Q'21.
4. Loss rate is Default Rate * Recovery. KKR total recovery calculated as local currency cash on cash for both 1) life of defaulted investment plus 2) any defensive investments made after default; for 2011–2021; number includes interest, fees, principal proceeds, and related expenses. Default is constant default rate for 2011–2021.

FS KKR: Market Leading BDC Franchise



1. As of June 30, 2021.

FS KKR Advisor Overview



KKR
(\$429bn AUM)



INVESTMENTS[®]
(\$25bn AUM)

KKR (\$170bn credit AUM)¹

- ✓ Ability to commit in scale (up to \$1bn in a single transaction)
- ✓ 1,300+ issuers across the KKR Credit platform
- ✓ ~155⁽¹⁾ dedicated investment professionals
- ✓ ~\$3.0bn of KKR balance sheet invested across KKR credit strategies⁽²⁾
- ✓ Ability to evaluate and commit across capital structures

FS Investments¹

- ✓ Deep team with BDC industry operational experience since 2006
- ✓ Differentiated capital raising and fund management capabilities
- ✓ Industry leading corporate affairs / BDC industry lobbying efforts
- ✓ Industry leader in corporate governance and shareholder communications


1. As of June 30, 2021.

2. As of June 30, 2021. Includes legacy investments in KKR Financial Holdings LLC, a specialty finance vehicle listed on the New York Stock Exchange and various collateralized loan obligation vehicles

KKR is a Leading Alternative Asset Manager



Established in 1976, KKR is a Leading Investment Firm with over Four Decades of Investing Experience

KKR at a Glance



21 Offices
across 4 continents


~\$31bn
balance sheet invested
in KKR strategies
alongside our clients

565+
investment
professionals
(~155³ KKR Credit)

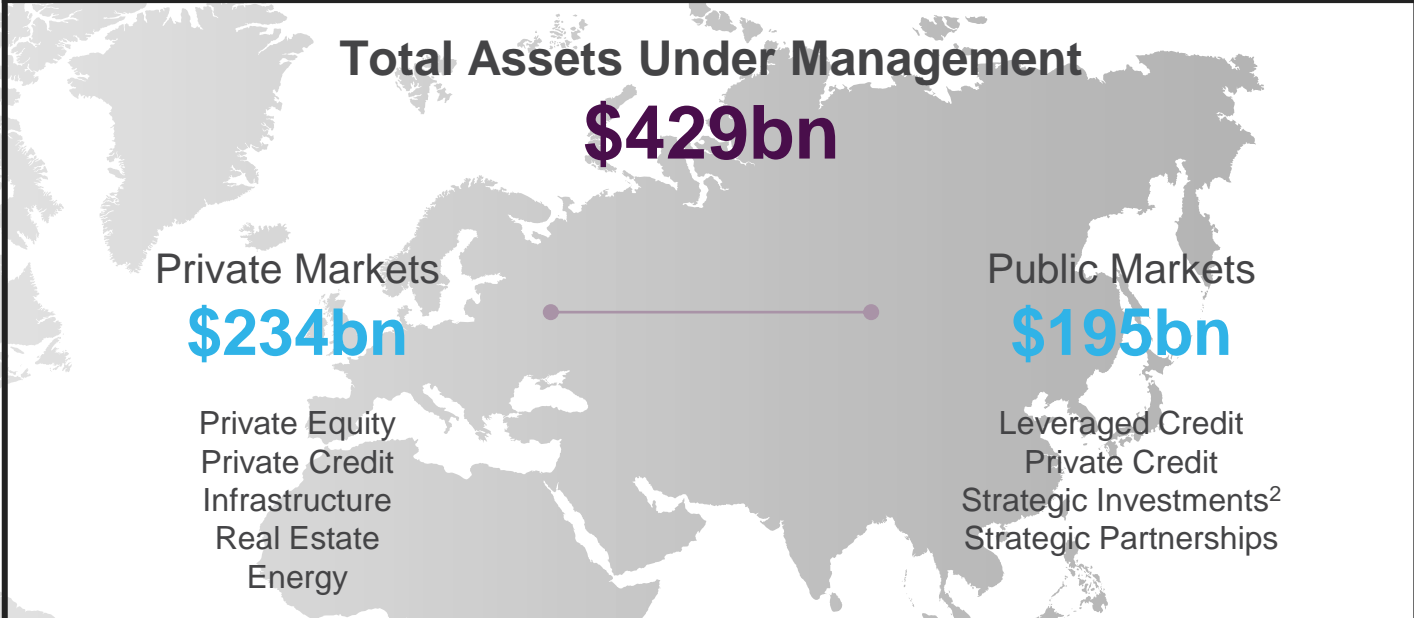
Aligned Interests

results-driven economic
incentives with \$3.0bn of
KKR's balance sheet
committed across KKR
credit strategies¹



Total Assets Under Management

\$429bn



Private Markets
\$234bn

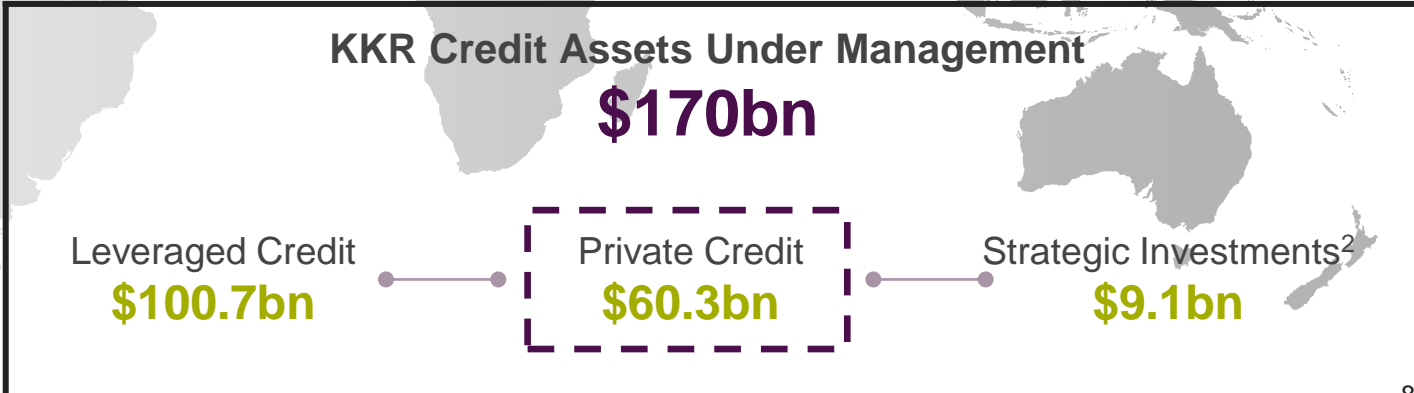
- Private Equity
- Private Credit
- Infrastructure
- Real Estate
- Energy

Public Markets
\$195bn

- Leveraged Credit
- Private Credit
- Strategic Investments²
- Strategic Partnerships

KKR Credit Assets Under Management

\$170bn



Leveraged Credit
\$100.7bn

Private Credit
\$60.3bn

Strategic Investments²
\$9.1bn

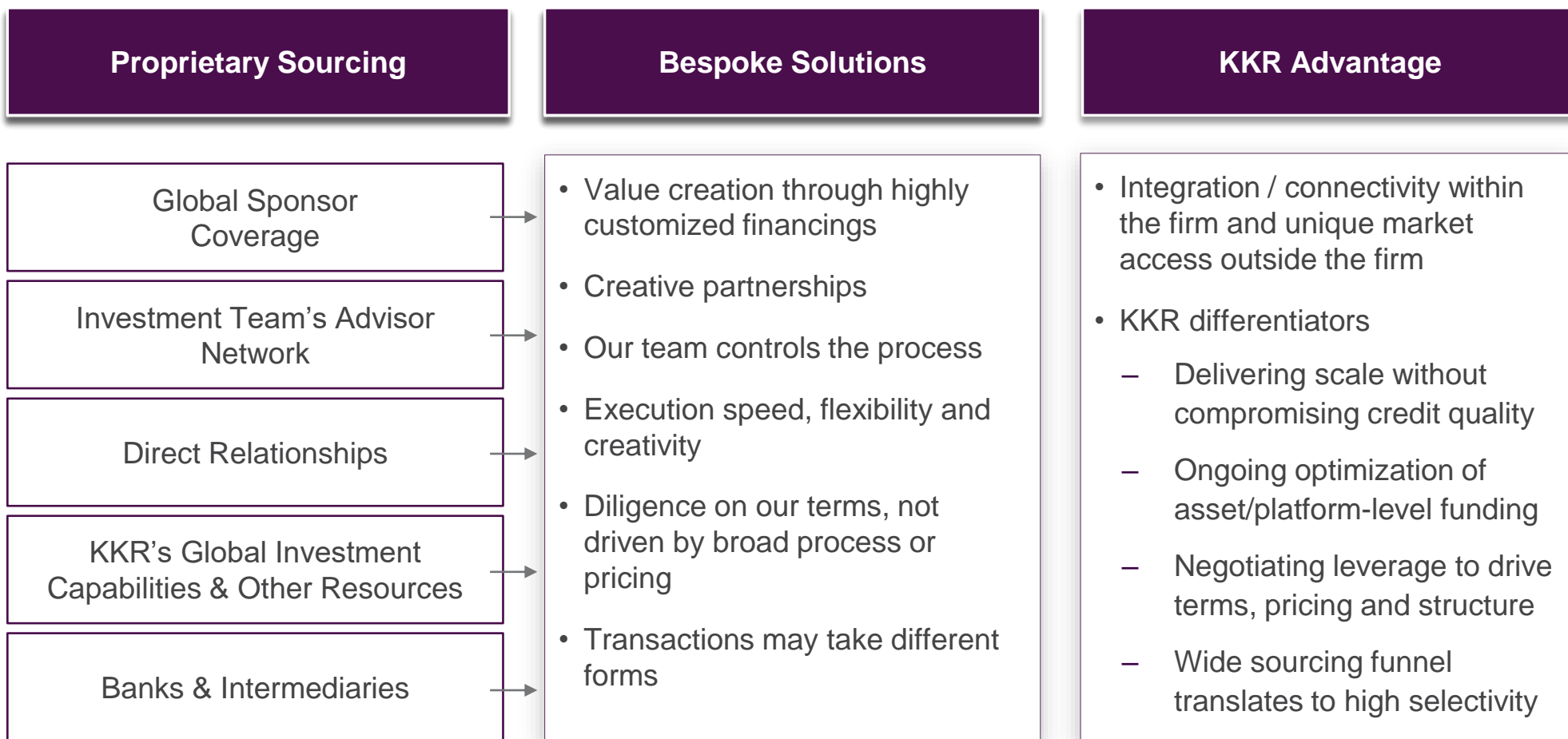
Note: AUM figures as of June 30, 2021. Please see "Important Information" for important information regarding the calculation of AUM.

1. Includes legacy investments in KKR Financial Holdings LLC, a specialty finance vehicle listed on the New York Stock Exchange and various collateralized loan obligation vehicles.

2. Includes legacy Special Situations strategy.

3. As of June 30, 2021.

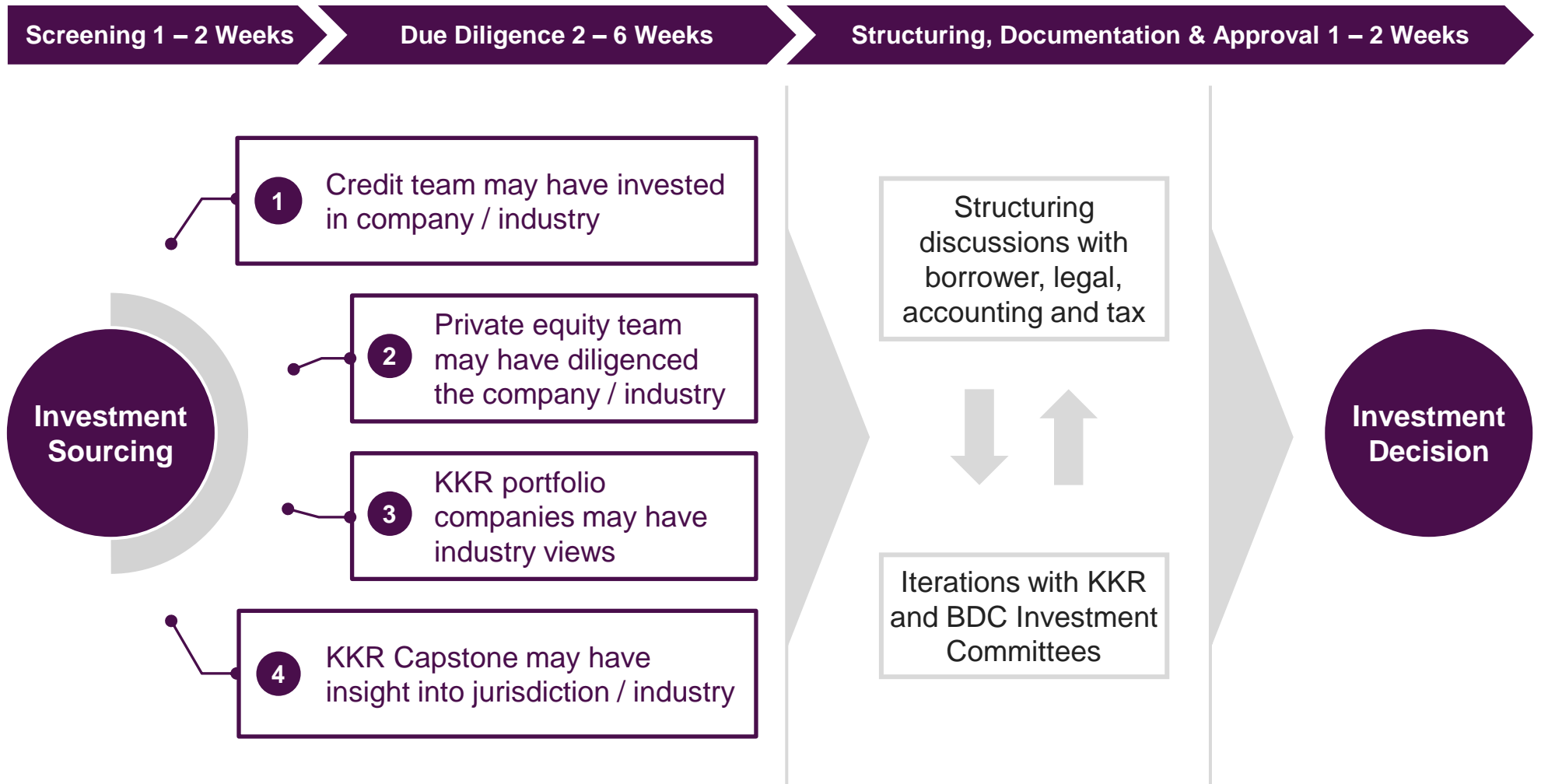
KKR's Proprietary Origination Network



KKR's team is constantly mining for the best relative value opportunities and striving to excel in structuring, executing and scaling investments

Note: Please see "Important Information" at the end of this Presentation for further information on KKR's inside information barrier policies and procedures, which may limit the involvement of personnel in certain investment processes and discussions.

Rigorous Investment Review Process



KKR's investment process combines multiple touchpoints within the firm

Highly Selective and Disciplined Origination

Recent Sourcing Activities ¹						BDC Franchise Activity ²	
	2017	2018	2019	2020	1H 2021		2020
Evaluated	~760	~1,240	~1,360	~1,310	~710	Originated Deals Funded	\$4.5bn
Discussed in Investment Committee	~175	~210	~320	~210	~180	Originated Sales and Paydowns	\$3.3bn
New Deals Closed	39	38	40	38	34	Net Originated Activity	\$1.2bn
Close Rate	~5%	~3%	~3%	~3%	~5%		

KKR's deep origination network generates significant investment opportunities

Note: Does not look through to activity within FSK's investment in COPJV. COPJV is a joint venture between FSK and South Carolina Retirement Systems Group Trust ("SCRS"). Originated investments with more than \$25mm of purchases.

1. Number of deals funded includes new investments made across KKR private credit funds as well as portfolios and excludes add-ons.
2. Originated investments with more than \$25mm of purchases.

FSK | FS KKR Capital Corp.

FSK Overview



Summary of Quarterly Results

Second Quarter Performance

- Net investment income (NII) for the quarter ended June 30, 2021 was \$116 million, or \$0.77 per share, as compared to \$78 million, or \$0.63 per share, for the quarter ended March 31, 2021.
- Adjusted net investment income (Adjusted NII) for the quarter ended June 30, 2021 was \$112 million, or \$0.74 per share, as compared to \$78 million, or \$0.63 per share, for the quarter ended March 31, 2021⁽¹⁾.
- Net asset value (NAV) per share as of June 30, 2021 was \$26.84, compared to \$26.03 as of March 31, 2021.
- Excluding the impact of the Merger⁽²⁾, net realized and unrealized gains on investments of \$121 million, or \$0.87 per share⁽³⁾, for the quarter ended June 30, 2021, as compared to net realized and unrealized gains on investments of \$121 million, or \$0.98 per share, for the quarter ended March 31, 2021.
- Excluding the impact of the Merger, new investment fundings in the second quarter were approximately \$2.3 billion on a pro forma combined basis. Net investment activity in the second quarter was \$557 million, net of \$58 million of sales to Credit Opportunities Partners JV, LLC (COPJV)⁽⁴⁾.

Dividend

- Paid a dividend of \$0.60 per share for the second quarter of 2021.
- Declared a dividend of \$0.65 per share for the third quarter of 2021.
- For the quarter ended June 30, 2021, the Adjusted NII / Dividend coverage ratio was 123%.

Portfolio Diversification

- Diversified portfolio with 195 portfolio companies spread across 23 industries.
- Exposure to the top ten largest portfolio companies by fair value was 20% as of June 30, 2021.

Stock Support

- Previously announced \$100 million share buyback program expected to commence during Q3.

1. See the Appendix for a reconciliation between NII and Adjusted NII.

2. On June 16, 2021, FS KKR Capital Corp. ("FSK") completed its merger (the "Merger") with FS KKR Capital Corp. II. Pursuant to the Merger, FS KKR Capital Corp. II merged with and into FSK, with FSK continuing as the surviving company.

3. See the Appendix for a reconciliation to GAAP figures.

4. Formerly known as Strategic Credit Opportunities Partners, LLC. Effective as of June 18, 2021, Credit Opportunities Partners, LLC, merged with and into COPJV.

Investment Portfolio Composition

195

portfolio companies⁽¹⁾

20%

FV in top-10 portfolio companies⁽²⁾

70%

of investments in senior secured debt⁽²⁾

\$78mm / 5.6x

Median portfolio company EBITDA & leverage

88%

of debt investments are floating rate⁽³⁾

8.5%

Wtd. avg. annual yield on accruing debt investments⁽⁴⁾

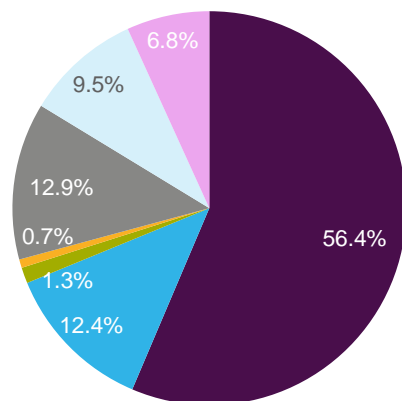
3.0%

Non-accrual rate at FV

>95%

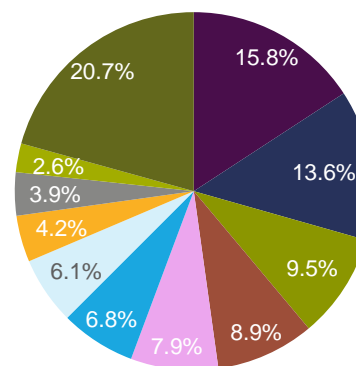
Lead, co-lead, or sole origination⁽⁵⁾

Security Exposure (by fair value)



- Senior Secured Loans—First Lien
- Senior Secured Loans—Second Lien
- Other Senior Secured Debt
- Subordinated Debt
- Asset Based Finance
- Credit Opportunities Partners JV, LLC
- Equity/Other

Sector Exposure (by fair value)



- Software & Services
- Capital Goods
- Credit Opportunities Partners JV, LLC
- Health Care Equipment & Services
- Commercial & Professional Services
- Real Estate
- Diversified Financials
- Consumer Durables & Apparel
- Insurance
- Consumer Services
- Other

Note: All stats as of June 30, 2021 unless otherwise noted.

1. Does not look through to FSK's portfolio companies held solely in COPJV.

2. Figure excludes the impact of FSK's investment in COPJV.

3. See FSK's Quarterly Report on Form 10-Q for its definition of debt investments.

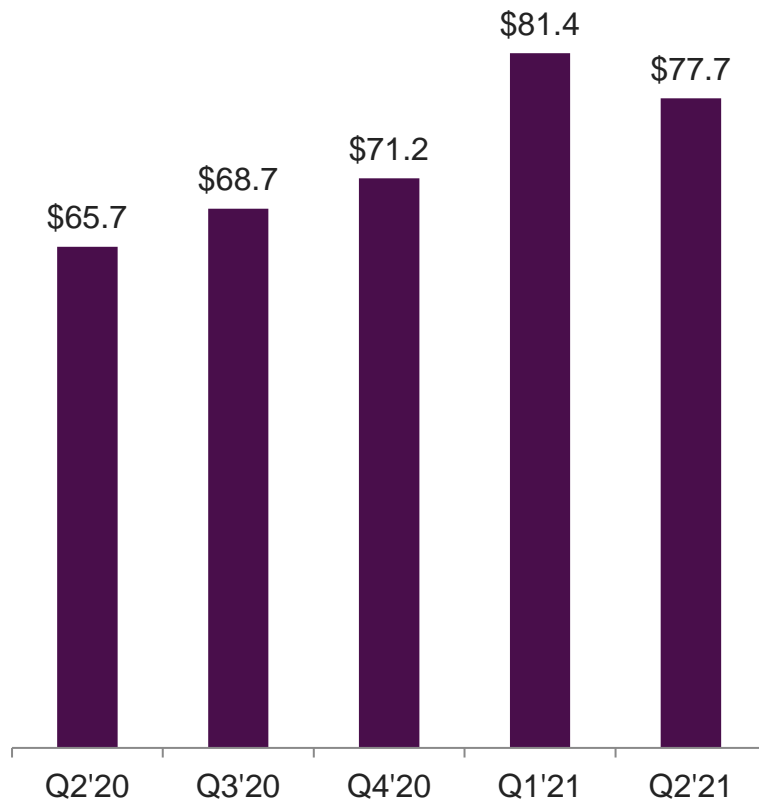
4. Excludes the impact of the Merger. See FSK's Quarterly Report on Form 10-Q for additional information on the calculation of weighted average annual yield on accruing debt investments. On a GAAP basis, FSK's weighted average annual yield on accruing debt investments was 9.9% as of June 30, 2021.

5. Figure based on count of Direct Origination investments only. KKR & BDC accounts' participation, KKR Capital Markets' involvement, and deal teams leading the negotiations / structuring are all considered when determining the Origination Role

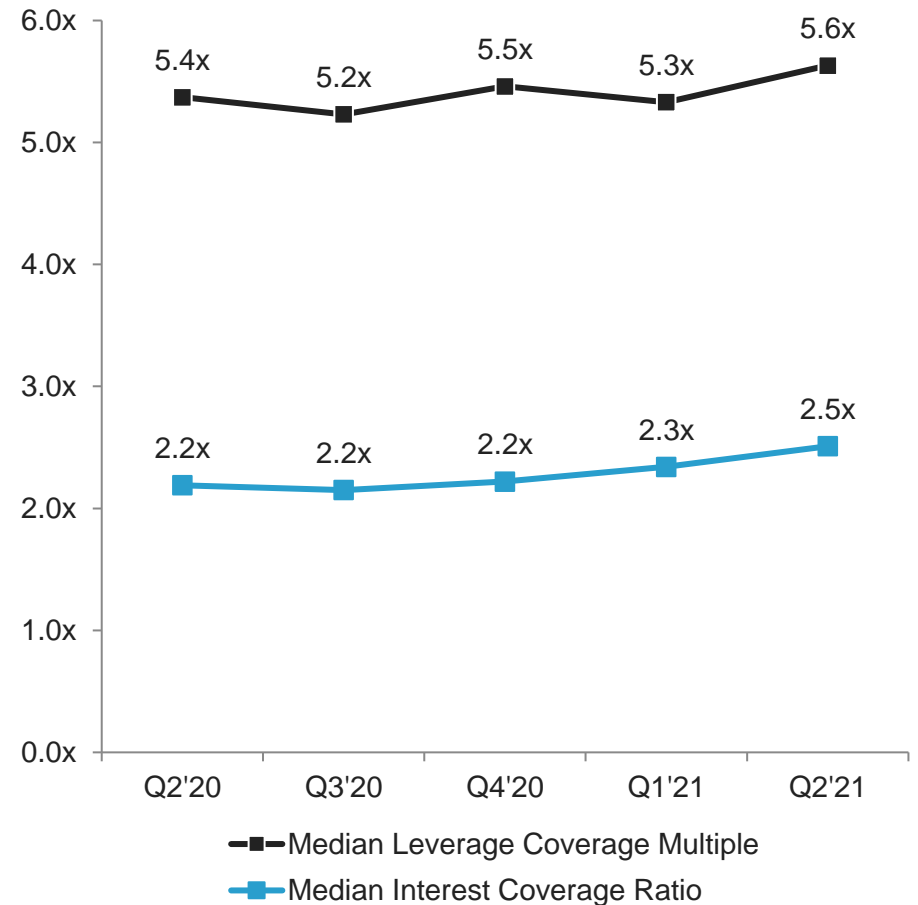
Total Investments at Fair Value: \$14,734mm

Direct Origination Investments EBITDA and Credit Statistics

Direct Origination Portfolio Company Median EBITDA



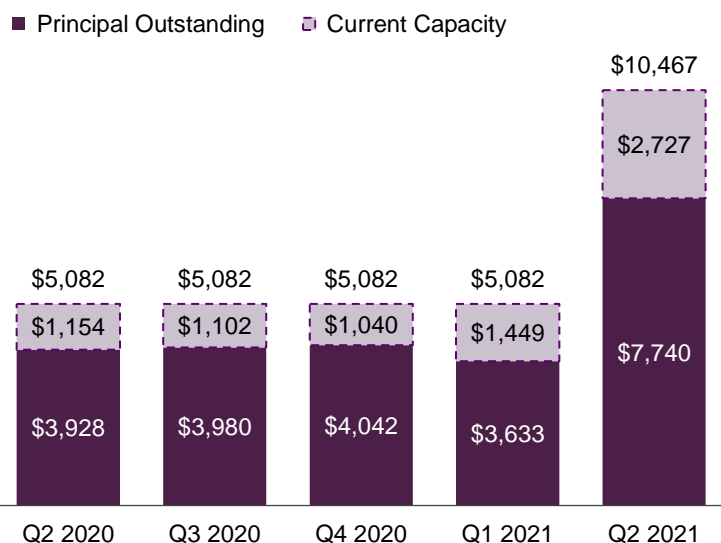
Direct Origination Portfolio Company Coverage Ratios



Note: Based on underlying Direct Origination corporate investments using most recently reported financial information and may include pro forma adjustments. Prior periods are shown pro forma for the Merger. Certain Asset Based Finance, Equity/Other and portfolio companies with negative or de minimis EBITDA are excluded.

Funding and Liquidity Management

Leverage over Time (\$mm)



Cash (\$mm)	95.0	136.0	191.0	149.0	499.0
Gross D/E	1.36x	1.31x	1.31x	1.13x	1.01x
Net D/E⁽¹⁾	1.29x	1.20x	1.19x	1.00x	0.90x
Asset Coverage	174%	176%	177%	189%	199%

Ratings

Agency	Fitch	Moody's	Kroll
Rating	BBB-Negative Outlook	Baa3 Stable Outlook	BBB Stable Outlook

Note: All stats as of June 30, 2021, unless otherwise noted.

- Net debt-to-equity ratio is debt outstanding, net of cash and foreign currency and net payable/receivable for investments purchased/sold and repaid, divided by net assets.
- Weighted average of Tranche A + Tranche B. \$400mm Tranche A carries L+2.50% stated rate and 7/15/22 maturity date; \$450mm Tranche B carries L+2.75% stated rate and 4/11/23 maturity date.
- Weighted average effective interest rate on borrowings, including the effect of non-usage fees.

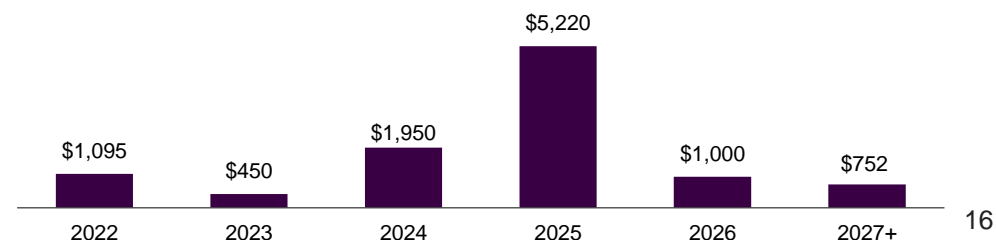
Funding Vehicles (\$mm)

Funding Source	Committed	Principal Outstanding	Maturity	Wtd. Avg. Rate
Senior Secured Revolver	4,025	1,923	12/23/25	L+2.00%
JPM Revolver ⁽²⁾	850	640	12/4/22	L+2.67%
DB Revolver – 1	250	202	2/26/24	L+1.95%
DB Revolver – 2	500	375	2/26/24	L+2.00%
SMBC Revolver	300	200	6/2/24	L+1.75%
Ally Revolver	200	118	11/22/24	L+2.25%
MS Revolver	300	240	11/22/24	L+2.25%
Total Revolvers	6,425	3,698		
FS KKR MM CLO 1	352	352	1/15/31	L+2.00%
Total CLO	352	352		
4.750% Notes	450	450	5/15/22	4.75%
5.000% Notes	245	245	6/28/22	5.00%
4.625% Notes	400	400	7/15/24	4.63%
4.125% Notes	470	470	2/1/25	4.13%
4.250% Notes	475	475	2/14/25	4.25%
8.625% Notes	250	250	5/15/25	8.63%
3.400% Notes	1,000	1,000	1/15/26	3.40%
2.625% Notes	400	400	1/15/27	2.63%
Total Unsecured	3,690	3,690		
Total	\$10,467	\$7,740		3.38%⁽³⁾

Funding Allocation

% Capital Structure	Revolvers	CLO	Unsecured	Total
% Drawn	47.8%	4.5%	47.7%	100.0%
% Committed	61.4%	3.4%	35.2%	100.0%

Maturity Profile (\$mm)



Credit Opportunities Partners JV, LLC Overview

FSK's joint venture with South Carolina Retirement Systems Group Trust (SCRS)

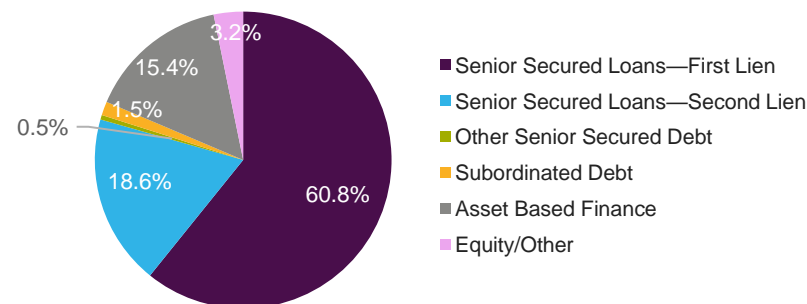
- **Primarily senior secured assets**
- **Key Portfolio Benefits**
 - Allows FSK to access the full capabilities of KKR platform
 - Yield enhancing
- **Key Terms of the Partnership**
 - FSK and SCRS share voting control 50% / 50%
 - Equity ownership 87.5% FSK / 12.5% SCRS
 - FSK provides day-to-day administrative oversight

June 30, 2021 update

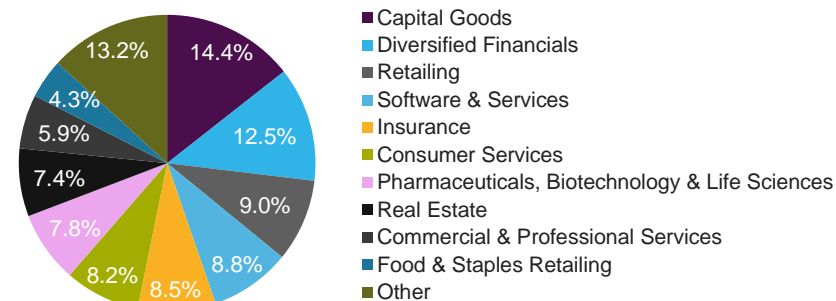
- **Portfolio**
 - Fair value of investments was \$2,852mm
- **Key stats**
 - NAV of \$1,596mm (FSK's equity of COPJV was \$1,396mm)
 - \$216mm of purchases in Q2
 - \$400mm of uncalled equity capital (\$350mm allocated to FSK)
- **Leverage**
 - 0.75x net debt-to-equity ratio⁽¹⁾

1. Net debt-to-equity ratio is debt outstanding, net of cash and foreign currency and net payable/receivable for investments purchased/sold and repaid, divided by net assets.

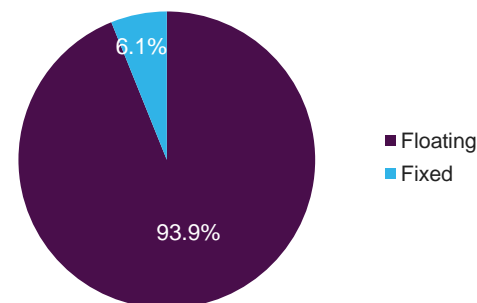
Security Exposure (by fair value)



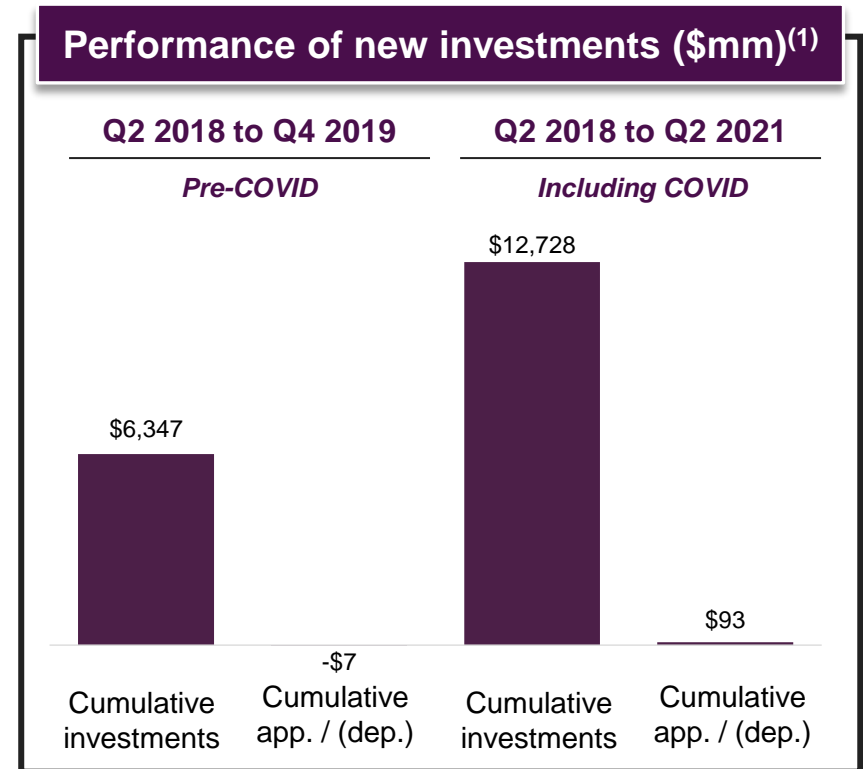
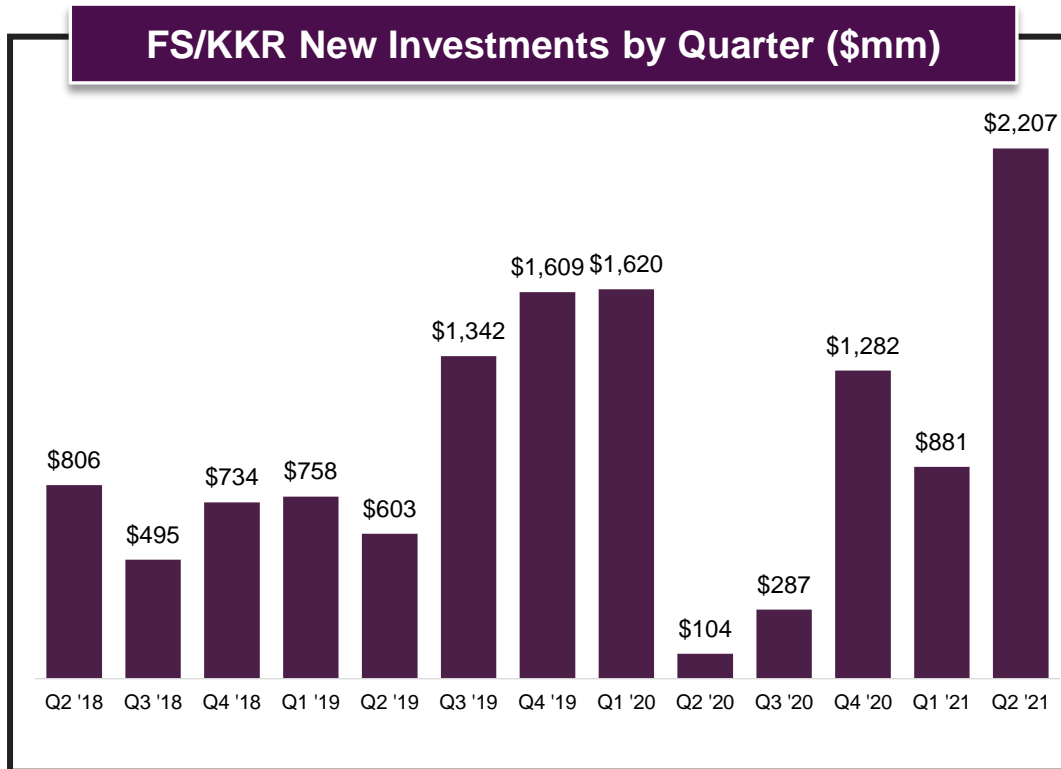
Sector Exposure (by fair value)



Fixed / Floating – Debt Investments



FS / KKR Advisor Performance



- Cumulative depreciation totaled 0.11% as of December 31, 2019
- Deployed \$12.7bn on new investments as of June 30, 2021
- Cumulative appreciation totaled 0.73% as of June 30, 2021

Note: Advisor formed in April 2018. Prior periods are shown pro forma for the Merger. Looks through to portfolio companies held solely in COPJV.

1. Appreciation and depreciation is the sum of realized gains/losses over the period and unrealized gains/losses as of the end of the period in accordance with GAAP.

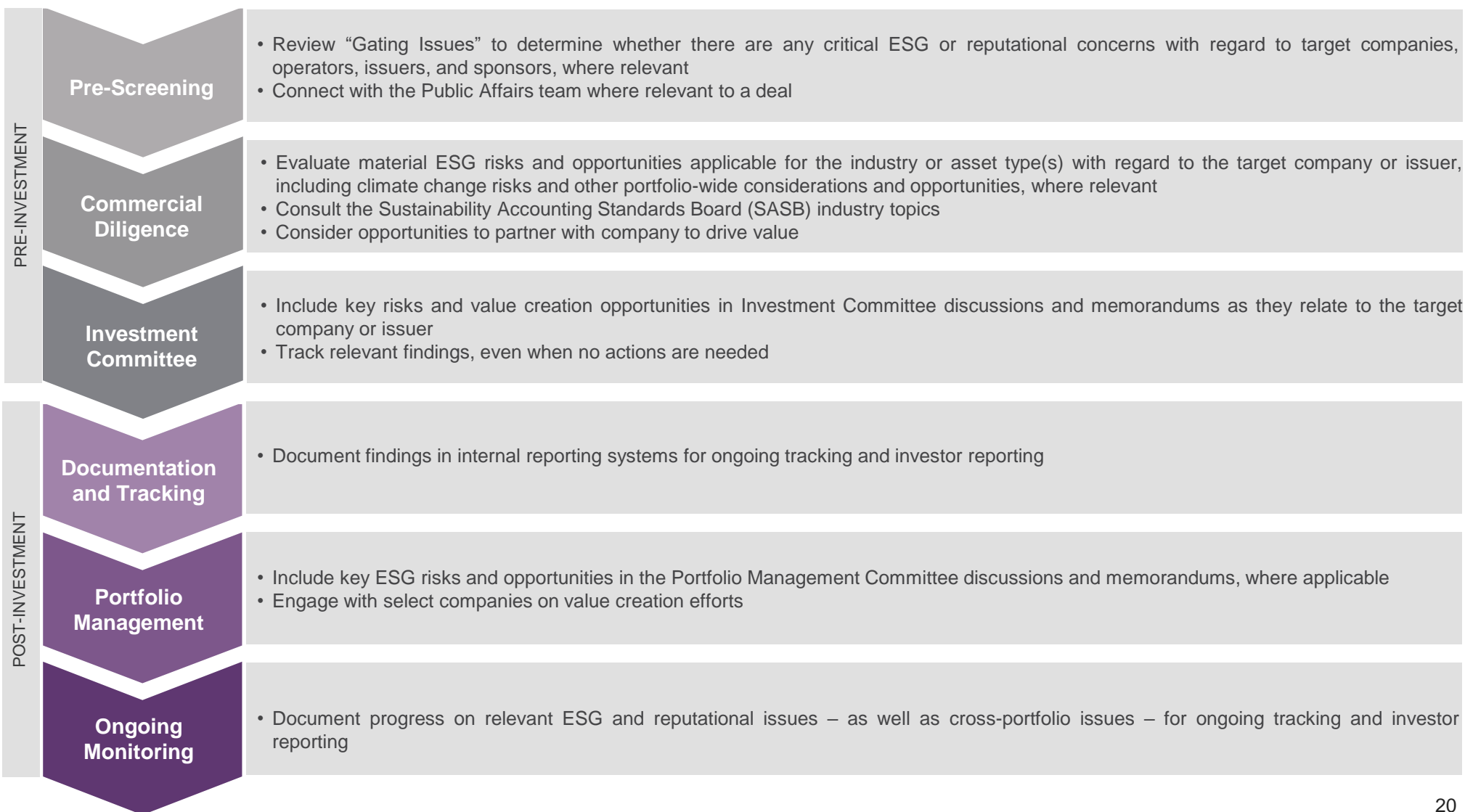
FSK | FS KKR Capital Corp.

Appendix



Overview of KKR ESG Management

KKR's [Responsible Investment Policy](#) articulates the Firm's approach to integrating the consideration of ESG risks and value creation opportunities into investment processes across various asset classes.



KKR's Approach to ESG Management

We believe that incorporating ESG factors into our Credit investment decision making leads to better investment outcomes. **At a practical level, how does this work?**

Policy & Commitment:

KKR has been publicly committed to responsible investment since being a signatory of the Principles for Responsible Investment in 2009. In addition, KKR has a public Responsible Investment policy available at www.kkresg.com/esg-policy

Tools

Gating issues List – KKR Credit utilizes a “Gating Issues” list that defines key business activities that may pose significant risks to investment value or to KKR to ensure early focus on these topics

IC Memo Checklist – KKR Credit Investment Committee Memos have an ESG checklist built into the document. Its purpose is to enable analysts to highlight any potential issues or concerns so that they may be discussed in detail prior to KKR making an investment

SASB Engagement Guide – Analysts are educated in and encouraged to use the SASB Topics Engagement Guide when considering ESG topics for the specific sector they are looking at during commercial due diligence

Resources

Dedicated ESG Team – KKR has a dedicated ESG team that works with the investment teams to explore any possible ESG issues that the team encounters at initial due diligence and also during ongoing monitoring of an asset

Third Party ESG Service Providers – KKR Credit is constantly evaluating the services provided by third parties to enhance our ESG analysis. This includes services from Credit Suisse, S&P, RepRisk, MSCI, Sustainalytics, Vigeo Iris, ISS, Bloomberg's ESG function, TruValue Labs, Trucost, etc.

Operating Results

	For The Three Months Ended				
<i>(Dollar amounts in millions, except per share data)</i>	6/30/20	9/30/20	12/31/20	3/31/21	6/30/21
Total investment income	\$150	\$147	\$163	\$151	\$206
Net expenses	(73)	(69)	(75)	(73)	(90)
Net investment income before taxes	\$77	\$78	\$88	\$78	\$116
Excise taxes	-	-	(10)	-	-
Net investment income	\$77	\$78	\$78	\$78	\$116
Plus: excise taxes	-	-	10	-	-
Plus: net merger accretion and one-time expenses ⁽¹⁾	-	-	1	-	(4)
Adjusted net investment income⁽²⁾	\$77	\$78	\$89	\$78	\$112
Total net unrealized and realized gains (losses)	(132)	132	65	121	749
Net increase (decrease) in net assets resulting from operations	(\$55)	\$210	\$143	\$199	\$865
Per Share:					
Net investment income	\$0.62	\$0.63	\$0.63	\$0.63	\$0.77
Adjusted net investment income ⁽²⁾	\$0.62	\$0.63	\$0.72	\$0.63	\$0.74
Net increase (decrease) in net assets results from operations	(\$0.44)	\$1.70	\$1.16	\$1.61	\$5.75
Stockholder distributions	\$0.60	\$0.60	\$0.60	\$0.60	\$0.60
Weighted average shares outstanding (millions)	123.8	123.8	123.8	123.8	150.4
Shares outstanding, end of period (millions)	123.8	123.8	123.8	123.8	285.1

1. Net merger accretion represents a reversal of all Merger-related accretion for the specified period. FSK's one-time expenses for the three months ended December 31, 2020 consist of \$1 associated with the acceleration of deferred financing costs in conjunction with the closing of a debt facility during the quarter.

2. Adjusted net investment income is a non-GAAP financial measure. Adjusted net investment income is presented for all periods as GAAP net investment income excluding (i) the accrual for the capital gains incentive fee for realized and unrealized gains; (ii) excise taxes; (iii) the impact of accretion resulting from merger accounting; and (iv) certain non-recurring operating expenses that are one-time in nature and are not representative of ongoing operating expenses incurred during FSK's normal course of business (referred to herein as one-time expenses). FSK uses this non-GAAP financial measure internally in analyzing financial results and believes that the use of this non-GAAP financial measure is useful to investors as an additional tool to evaluate ongoing results and trends and in comparing its financial results with other business development companies. The presentation of this additional information is not meant to be considered in isolation or as a substitute for financial results prepared in accordance with GAAP.

Merger Reconciliation

Earnings Per Share (EPS)	For the Three Months Ended 6/30/21	
	\$ millions	Per share
Realized and unrealized gain/loss:		
Total net realized gain (loss)	\$51	\$0.34
Total net unrealized gain (loss)	698	\$4.64
Total net realized and unrealized gain (loss)	\$749	\$4.98
Plus: net investment income	116	\$0.77
Net increase (decrease) in net assets resulting from operations (EPS)	\$865	\$5.75

Adjusted Earnings Per Share (EPS)	For the Three Months Ended 6/30/21	
	\$ millions	Per share
Realized and unrealized gain/loss:		
Total net realized gain (loss)	\$51	\$0.34
Total net unrealized gain (loss)	698	\$4.64
Total net realized and unrealized gain (loss)	\$749	\$4.98
Less: Merger-related appreciation ⁽¹⁾⁽²⁾	(628)	(\$4.11)
Adjusted net realized and unrealized gain (loss)	\$121	\$0.87
Plus: net investment income	116	\$0.77
Adjusted increase (decrease) in net assets resulting from operations (Adjusted EPS)	\$237	\$1.64

1. Merger completed in accordance with the asset acquisition method of accounting detailed in Accounting Standards Codification 805-50, Business Combinations. The investments of FS KKR Capital Corp. II were purchased at an approximate 8% discount to their pre-Merger cost basis and subsequently marked-to-market, resulting in \$628 of Merger-related appreciation.
2. Per share calculation includes the attribution of unrealized gains (losses) during both the pre- and post-Merger periods divided by the weighted average shares outstanding during the respective time periods.

Operating Results Detail

<i>(Dollar amounts in millions, except per share data)</i>	For The Three Months Ended				
	6/30/20	9/30/20	12/31/20	3/31/21	6/30/21
Investment income:					
Interest income	\$112	\$98	\$103	\$92	\$111
Payment-in-kind interest income	15	17	18	17	18
Fee income	6	3	12	11	23
Total dividend and other income	17	29	30	31	54
Total investment income	\$150	\$147	\$163	\$151	\$206
Operating expenses:					
Investment advisory fees & expenses	26	24	26	25	30
Interest expense	42	40	42	42	46
Incentive fees	-	-	-	-	8
Other operating expenses	5	5	7	6	6
Total operating expenses	\$73	\$69	\$75	\$73	\$90
Net investment income before taxes	77	78	88	78	116
Income taxes, including excise taxes	-	-	(10)	-	-
Net investment income	\$77	\$78	\$78	\$78	\$116
Total net unrealized and realized gains (losses)	(132)	132	65	121	749
Net increase in net assets resulting from operations	(\$55)	\$210	\$143	\$199	\$865

Balance Sheet

<i>(Dollar amounts in millions, except per share data)</i>	As of				
	6/30/20	9/30/20	12/31/20	3/31/21	6/30/21
Assets					
Total investments, at fair value	\$6,624	\$6,649	\$6,780	\$6,457	\$14,734
Cash	87	129	182	144	485
Foreign currency, at fair value	8	7	9	5	14
Receivable for investments sold and repaid	137	231	173	263	325
Income receivable	78	93	72	72	140
Unrealized appreciation on foreign currency forward contracts	3	2	1	1	2
Deferred financing costs	13	12	15	14	14
Prepaid expenses and other assets	6	3	5	8	9
Total Assets	\$6,956	\$7,126	\$7,237	\$6,964	\$15,723
Liabilities					
Payable for investments purchased	\$21	\$5	-	-	-
Debt	3,903	3,957	3,997	3,590	7,720
Unrealized depreciation on derivative instruments	-	-	3	2	2
Shareholders' distributions payable	75	74	74	74	168
Interest Payable	34	33	25	41	65
Other liabilities ⁽¹⁾	32	30	42	36	115
Total Liabilities	\$4,065	\$4,099	\$4,141	\$3,743	\$8,070
Total Net Assets	\$2,891	\$3,027	\$3,096	\$3,221	\$7,653
Net Asset Value per Share	\$23.37	\$24.46	\$25.02	\$26.03	\$26.84

1. Includes accrued performance-based incentive fees, accrued investment advisory fees, accrued directors' fees, administrative expenses payable and deferred tax liabilities.

Quarterly Gain/Loss Information

<i>(Dollar amounts in millions, except per share data)</i>	For The Three Months Ended				
	6/30/20	9/30/20	12/31/20	3/31/21	6/30/21
Realized gain/loss					
Net realized gain (loss) on investments:					
Non-controlled/unaffiliated investments	(\$48)	(\$99)	(\$84)	(\$83)	\$1
Non-controlled/affiliated investments	(5)	(90)	(3)	-	64
Controlled/affiliated investments	(17)	(18)	-	(43)	(13)
Net realized gain (loss) on foreign currency forward contracts	-	-	-	-	-
Net realized gain (loss) on foreign currency	1	(2)	(1)	(2)	(1)
Total net realized gain (loss)	(\$69)	(\$209)	(\$88)	(\$128)	\$51
Unrealized gain/loss					
Net change in unrealized appreciation (depreciation) on investments:					
Non-controlled/unaffiliated investments	(\$8)	\$261	\$131	\$109	\$466
Non-controlled/affiliated investments	(28)	27	12	27	142
Controlled/affiliated investments	(21)	68	32	106	76
Net change in unrealized appreciation (depreciation) on foreign currency forward contracts	-	(1)	(4)	1	2
Net change in unrealized gain (loss) on foreign currency	(6)	(14)	(18)	6	12
Total net unrealized gain (loss)	(\$63)	\$341	\$153	\$249	\$698
Total net realized and unrealized gain (loss)	(\$132)	\$132	\$65	\$121	\$749

Important Disclosure Notice

Forward-Looking Statements

Statements included herein may constitute “forward-looking” statements as that term is defined in Section 27A of the Securities Act of 1933, as amended (the “Securities Act”), and Section 21E of the Securities Exchange Act of 1934, as amended by the Private Securities Litigation Reform Act of 1995, including statements with regard to future events or the future performance or operations of FS KKR Capital Corp. (“FSK”). Words such as “believes,” “expects,” “projects,” and “future” or similar expressions are intended to identify forward-looking statements. These forward-looking statements are subject to the inherent uncertainties in predicting future results and conditions. Certain factors could cause actual results to differ materially from those projected in these forward-looking statements. Factors that could cause actual results to differ materially include changes in the economy, risks associated with possible disruption to FSK’s operations or the economy generally due to terrorism, natural disasters or pandemics such as COVID-19, future changes in laws or regulations and conditions in FSK’s operating area, the price at which shares of FSK’s common stock trade on the New York Stock Exchange, unexpected costs, charges or expenses resulting from the business combination transaction involving FSK and FS KKR Capital Corp. II (together with FSK, the “Companies”) and failure to realize the anticipated benefits of the business combination transaction involving the Companies. Some of these factors are enumerated in the filings the Companies made with the U.S. Securities and Exchange Commission (the “SEC”). The inclusion of forward-looking statements should not be regarded as a representation that any plans, estimates or expectations will be achieved. Any forward-looking statements speak only as of the date of this communication. Except as required by federal securities laws, FSK undertakes no obligation to update or revise any forward-looking statements, whether as a result of new information, future events or otherwise. Readers are cautioned not to place undue reliance on any of these forward-looking statements.

This presentation contains summaries of certain financial and statistical information about FSK. The information contained in this presentation is summary information that is intended to be considered in the context of FSK’s SEC filings and other public announcements that FSK may make, by press release or otherwise, from time to time. FSK undertakes no duty or obligation to update or revise the information contained in this presentation. In addition, information related to past performance, while helpful as an evaluative tool, is not necessarily indicative of future results, the achievement of which cannot be assured. Investors should not view the past performance of FSK or FS KKR Capital Corp. II, or information about the market, as indicative of FSK’s future results.

This presentation contains certain financial measures that have not been prepared in accordance with U.S. generally accepted accounting principles (GAAP). FSK uses these non-GAAP financial measures internally in analyzing financial results and believes that the presentation of these non-GAAP financial measures is useful to investors as an additional tool to evaluate ongoing results and trends and in comparing FSK’s financial results with other business development companies.

Non-GAAP financial measures are not meant to be considered in isolation or as a substitute for comparable GAAP financial measures and should be read only in conjunction with FSK’s consolidated financial statements prepared in accordance with GAAP. A reconciliation of non-GAAP financial measures to the most directly comparable GAAP measures has been provided in the Appendix included in this presentation and investors are encouraged to review the reconciliation in the table and the related footnotes.

Certain figures in this presentation have been rounded.

Important Disclosure Notice

The data and information presented are for informational purposes only. The information contained herein should be treated in a confidential manner and may not be transmitted, reproduced or used in whole or in part for any other purpose, nor may it be disclosed without the prior written consent of KKR Credit. KKR Credit currently conducts its activities through the following advisory entities: KKR Credit Advisors (US) LLC ("KKR Credit Advisors US"), which is authorized and regulated by the SEC, KKR Credit Advisors (Ireland) Unlimited Company, which is authorized and regulated by the Central Bank of Ireland, and KKR Credit Advisors (UK) LLP, which is authorized and regulated by the Financial Conduct Authority. By accepting this material, the Recipient agrees not to distribute or provide this information to any other person and to return it promptly upon request.

Target returns are hypothetical in nature and are shown for illustrative, informational purposes only. This summary is not intended to forecast or predict future events, but rather to indicate the returns for the asset classes indicated herein that KKR Credit has observed in the market generally over the course of an investment cycle. It does not reflect the actual or expected returns of any potential investment of the Fund and does not guarantee future results. The target returns are based upon KKR Credit's view of the potential returns for investments to be made by the Fund, are not meant to predict the returns of the Fund, and are subject to the following assumptions: KKR Credit considers a number of factors, including, for example, observed and historical market returns relevant to the applicable asset class available for investment to the Fund, projected cash flows, relevant other market dynamics (including interest rate and currency markets), anticipated leverage, and liquidity constraints. Certain of the assumptions have been made for modeling purposes and are unlikely to be realized. No representation or warranty is made as to the reasonableness of the assumptions made or that all assumptions used in achieving the returns have been stated or fully considered. Changes in the assumptions may have a material impact on the projected returns presented. Unless otherwise indicated, all data is shown before management fees, incentive fees, applicable expenses, taxes and does not account for the effects of inflation. Management fees, incentive fees and potential expenses are not considered and would reduce returns. Actual results experienced by investors may vary significantly from the target returns shown. Target Returns May Not Materialize.

The information in this presentation may contain projections or other forward-looking statements regarding future events, targets or expectations regarding the Fund (or other KKR Credit funds or accounts) or the strategies described herein. There is no assurance that such events or targets will be achieved, and may be significantly different from that shown here. The information in this presentation, including statements concerning financial market trends, is based on current market conditions, which will fluctuate and may be superseded by subsequent market events or for other reasons. The targeted returns presented herein are hypothetical in nature and are shown for illustrative, informational purposes only. Such targeted returns are not intended to forecast or predict future events, but rather to indicate the returns for investments that KKR Credit expects to seek to achieve on the Fund's overall portfolio of investments.

In addition, such target returns do not reflect the actual or expected returns of any portfolio strategy. Such target returns are based on KKR Credit's belief about the returns that may be achievable on investments that the Strategy intends to pursue in light of the experience of KKR and KKR Credit with similar investments historically, their view of current market conditions, potential investment opportunities that KKR Credit is currently or has recently reviewed, availability of financing and certain assumptions about investing conditions and market fluctuation or recovery. Targeted returns on specific investments are based on models, estimates and assumptions about performance believed to be reasonable under the circumstances. There is no guarantee that the facts on which such assumptions are based will materialize as anticipated, that market conditions will not deteriorate or that investment opportunities satisfying the Strategy's targeted returns will be available. Any changes in such assumptions, market conditions or availability of investments may have a material impact on the target return presented. Actual events and conditions may differ materially from those used to establish target returns. Any target return is hypothetical and is not a guarantee of future performance. Target gross returns for individual investments may be greater or less than the Strategy's overall target gross or net returns. Prospective investors should note that the targeted gross returns do not account for the effects of inflation and do not reflect the management fees, "carried interest," taxes, transaction costs and other expenses that will be borne by investors in the Fund, which will reduce returns and, in the aggregate, are expected to be substantial. Targeted returns are subject to significant economic, market and other uncertainties that may adversely affect the performance of any investments. Prospective investors are encouraged to contact the representatives of KKR Credit to discuss the procedures and methodologies (including assumptions) used to calculate the Fund's targeted returns.

The views expressed in this material are the personal views of FSK and KKR Credit and do not necessarily reflect the views of Kohlberg Kravis Roberts & Co. L.P. (together with its affiliates, "KKR"). The views expressed reflect the current views of FSK and KKR Credit as of the date hereof and neither FSK, KKR Credit nor KKR undertakes to advise you of any changes in the views expressed herein. In addition, the views expressed do not necessarily reflect the opinions of any investment professional at KKR, and may not be reflected in the strategies and products that KKR offers. KKR and its affiliates may have positions or engage in securities transactions that are not consistent with the information and views expressed in this material.

This material should not be viewed as a current or past recommendation or a solicitation of an offer to buy or sell any securities or to adopt any investment strategy. This material has been prepared solely for informational purposes. The information in this material has been developed internally and/or obtained from sources believed to be reliable; however, none of KKR, FSK, nor KKR Credit guarantees the accuracy, adequacy or completeness of such information. Nothing contained herein constitutes investment, legal, tax or other advice nor is to be relied on in making an investment or other decision.

Important Disclosure Notice

Employees of KKR Credit Advisors (US) LLC, Prisma Capital Partners LP and KKR Capital Markets LLC located in the United States are dual employees of Kohlberg Kravis Roberts & Co. L.P. (together with its affiliates, "KKR").

Participation of KKR Private Equity, KKR Capital Markets and KKR Capstone personnel in the Fund's investment activities is subject to applicable law and inside information barrier policies and procedures, which may limit the involvement of such personnel in certain circumstances and the ability of KKR Credit to leverage such integration with KKR. Discussions with KKR Senior Advisors and employees of KKR's managed portfolio companies are also subject to inside information barrier policies and procedures, which may restrict or limit discussions and/or collaborations with KKR Credit.

General discussions contained within this presentation regarding the market or market conditions represent the view of either the source cited or KKR Credit. Such information is not research and should not be treated as research and is included in order to provide a framework to assist in the implementation of an investor's own analysis and an investor's own views on the topic discussed. Historic market trends are not reliable indicators of actual future market behaviour or future performance of any particular investment which may differ materially, and should not be relied upon as such. Nothing contained herein is intended to predict the performance of any investment. There can be no assurance that actual outcomes will match the assumptions or that actual returns will match any expected returns. The information contained herein is as of June 30, 2021, unless otherwise indicated, is subject to change, and KKR Credit assumes no obligation to update the information herein. The delivery of this presentation at any time shall not under any circumstances create an implication that the information contained herein is correct as of any time subsequent to such date. Statements contained herein that are attributable to the investment team, KKR or KKR Credit are not made in any person's individual capacity, but rather on behalf of KKR or KKR Credit, as applicable.

In this presentation, references to "assets under management" or "AUM" represent the assets as to which KKR Credit is entitled to receive a fee or carried interest. KKR Credit's calculation of AUM may differ from the calculations of other asset managers and, as a result, KKR Credit's measurements of its AUM may not be comparable to similar measures presented by other asset managers. KKR Credit's definition of AUM is not based on any definition of AUM that is set forth in the Fund Documents or any KKR Credit products.

References to "assets under management" or "AUM" represent the assets managed by KKR or its strategic partners as to which KKR is entitled to receive a fee or carried interest (either currently or upon deployment of capital) and general partner capital. KKR calculates the amount of AUM as of any date as the sum of: (i) the fair value of the investments of KKR's investment funds; (ii) uncalled capital commitments from these funds, including uncalled capital commitments from which KKR is currently not earning management fees or carried interest; (iii) the fair value of investments in KKR's co-investment vehicles; (iv) the par value of outstanding CLOs (excluding CLOs wholly-owned by KKR); (v) KKR's pro-rata portion of the AUM managed by strategic partnerships in which KKR holds a minority ownership interest and (vi) the fair value of other assets managed by KKR. The pro-rata portion of the AUM managed by strategic partnerships is calculated based on KKR's percentage ownership interest in such entities multiplied by such entity's respective AUM. KKR's calculation of AUM may differ from the calculations of other asset managers and, as a result, KKR's measurements of its AUM may not be comparable to similar measures presented by other asset managers. KKR's definition of AUM is not based on the definitions of AUM that may be set forth in agreements governing the investment funds, vehicles or accounts that it manages and is not calculated pursuant to any regulatory definitions.

References to "KKR Capstone" or "Capstone" are to all or any of KKR Capstone Americas LLC, KKR Capstone EMEA LLP, KKR Capstone EMEA (International) LLP, KKR Capstone Asia Limited, and their affiliates, which are owned and controlled by their senior management. KKR Capstone is a subsidiary of KKR. KKR Capstone operates under several consulting agreements with KKR and uses the "KKR" name under license from KKR. References to operating executives, operating experts, or operating consultants are to employees of KKR Capstone and not to employees of KKR. In this presentation, the impact of initiatives, in which KKR Capstone has been involved, is based on KKR Capstone's internal analysis and information provided by the issuer of the applicable portfolio company. Impacts of such initiatives are estimates that have not been verified by a third party and are not based on any established standards or protocols. They may also reflect the influence of external factors, such as macroeconomic or industry trends, that are unrelated to the initiative presented.

Important Disclosure Notice

The indices referenced herein are broad-based securities market indices and used for illustrative purposes only. They have been selected because they are well known and easily recognizable. Broad-based securities indices are unmanaged and are not subject to fees and expenses typically associated with managed accounts or investment funds. Investments cannot be made directly into an index. The performance of the indices represents unmanaged, passive buy-and-hold strategies, investment characteristics and risk/return profiles that differ materially from managed accounts or investment funds, and an investment in a managed account or investment fund is not comparable to an investment in such index or in the securities that comprise the index. The Fund may employ leverage, whereas the indices are unleveraged. Investments of the Fund may be illiquid, making, at times, fair market valuation impossible or impracticable. As a result, valuation of the Fund may be volatile, reducing the utility of comparison to any index whose underlying securities are priced according to market value, such as the indices. Investors should be aware that the Fund may incur losses both when major indices are rising and when they are falling.

The statistical data included in this presentation regarding the indices has been obtained from sources believed to be reliable. The market index returns assume that on the day a portfolio investment is made, a hypothetical investment in a matching amount is made in the index. For each date on which either a portion or all of the portfolio investment is sold, a hypothetical index multiple (factor) is calculated by comparing the change in index value between the two dates. The cost of the investment sold (or portion of cost sold) is multiplied by this factor, resulting in a hypothetical index value. The return is calculated using these dates of investment and hypothetical value(s) generated. Index returns assume reinvestment of dividends and do not reflect any fees or expenses associated with a private fund. The indices are presented for comparison purposes only and should not be relied upon. All index performance is dated as of the date indicated herein. The index is presented for comparison purposes only and should not be relied upon. All index performance is dated as of the date indicated herein.

- The S&P LSTA US Leveraged Loan Index is a daily tradable index for the U.S. loan market that seeks to mirror the market-weighted performance of the largest institutional loans that meet the inclusion criteria and that have marks from the LSTA/LPC mark-to-market service. The inclusion criteria consist of the following: i) syndicated term loan instruments consisting of term loans (both amortizing and institutional), acquisition loans (after they are drawn down) and bridge loans; ii) secured; iii) U.S. dollar denominated; iv) minimum term of one year at inception; and v) minimum initial spread of LIBOR plus 1.25%.
- The Barclays Aggregate Bond Index is a broad-based benchmark that measures the investment grade, fixed-rate bond market, such as Treasuries, government-related and corporate securities, MBS (agency fixed-rate and hybrid ARM passthroughs), ABS, and CMBS.

The performance shown herein is not the performance of the Fund and is not an indication of how the Fund would have performed in the past or will perform in the future. The Fund's performance in the future will be different from the performance shown due to factors including, but not limited to, differences in cash flows, expenses, performance calculation methods, and portfolio sizes and composition. It should be noted that other investment vehicles and proprietary accounts of KKR have made originated senior debt and other investments that may have been appropriate for the Fund and are not presented herein.