

FS | KKR

FSK | FS KKR Capital Corp.

FSKR | FS KKR Capital Corp. II

FS KKR BDC Franchise

Financial Information

QUARTER ENDED SEPTEMBER 30, 2020

Including: FS KKR Capital Corp. (FSK) and FS KKR Capital Corp. II (FSKR)



FSK | FS KKR Capital Corp.

FSK Third Quarter Results

FSK - Summary of Quarterly Results

Third Quarter Performance	<ul style="list-style-type: none"> • Net investment income (NII) for the quarter ended September 30, 2020 was \$78 million, or \$0.63 per share, as compared to \$77 million, or \$0.62 per share, for the quarter ended June 30, 2020. • Net asset value (NAV) per share as of September 30, 2020 was \$24.46, compared to \$23.37 as of June 30, 2020. • Net realized and unrealized gains on investments of \$132 million, or \$1.06 per share, for the quarter ended September 30, 2020, as compared to net realized and unrealized losses on investments of \$132 million, or \$1.08 per share, for the quarter ended June 30, 2020.
Investment Activity	<ul style="list-style-type: none"> • New investment fundings in the third quarter were approximately \$174 million. Net investment activity in the third quarter was (\$57) million, net of \$91 million of sales to Strategic Credit Opportunities Partners, LLC (SCJV). • As of September 30, 2020, 94% of total investments at fair value were in Direct Originations.⁽¹⁾
Dividend	<ul style="list-style-type: none"> • Paid a dividend of \$0.60 per share for the third quarter of 2020. • Board of Directors has declared a dividend of \$0.60 per share for the fourth quarter of 2020. • For quarter ended September 30, 2020, the NII / Dividend coverage ratio was 105%.
Portfolio Diversification	<ul style="list-style-type: none"> • Diversified portfolio with 172 portfolio companies spread across 23 industries. • Exposure to the top ten largest portfolio companies by fair value was 23% as of September 30, 2020.
Stock Support	<ul style="list-style-type: none"> • Since the listing of CCT in November 2017, the combined FSK entity has repurchased approximately \$484 million of shares. • Announced on May 6, 2020, that certain affiliates of the owners of FSK's investment adviser have committed \$100 million to a \$350 million investment vehicle established to invest from time to time in shares of FSK and FSKR. Through October 31, 2020, this vehicle has purchased approximately \$51 million of FSK common stock.

1. Direct Originations are defined as investments where FSK's investment adviser, sub-adviser or their affiliates had negotiated the terms of the transaction beyond just the price, which, for example, may include negotiating financial covenants, maturity dates or interest rate terms or where we participate in other originated investment where there may be third parties involved, or a bank acting as an intermediary, for a closely held club, or similar investment. These direct originations include investments originated by FSK's former investment adviser, sub-adviser or their affiliates.

FSK Financial Results

<i>(Dollar amounts in millions, except per share data)</i>	Q3 2019	Q4 2019	Q1 2020	Q2 2020	Q3 2020
NII per share ⁽¹⁾	\$0.89	\$0.79	\$0.78	\$0.62	\$0.63
Adjusted NII per share ^{(1) (2)}	\$0.89	\$0.83	\$0.78	\$0.62	\$0.63
Net realized and unrealized gains (losses) per share ⁽¹⁾	(\$0.34)	(\$1.00)	(\$6.36)	(\$1.08)	\$1.06
Net increase (decrease) in net assets resulting from operations (earnings per share) ⁽¹⁾	\$0.55	(\$0.21)	(\$5.59)	(\$0.44)	\$1.70
Stockholder distributions per share ⁽¹⁾	\$0.76	\$0.76	\$0.76	\$0.60	\$0.60
Net asset value per share at period end ⁽¹⁾	\$31.42	\$30.54	\$24.36	\$23.37	\$24.46
Weighted average shares outstanding (in millions) ⁽¹⁾	128.6	127.2	125.9	123.8	123.8
Shares outstanding, end of period (in millions) ⁽¹⁾	128.1	126.6	124.3	123.8	123.8
Total investments at fair value	\$7,218	\$7,357	\$6,945	\$6,624	\$6,649
Total assets	\$7,774	\$8,216	\$7,439	\$6,956	\$7,126
Cash ⁽³⁾	\$126	\$106	\$193	\$95	\$136
Total debt ⁽⁴⁾	\$3,522	\$4,195	\$4,258	\$3,928	\$3,980
Debt-to-equity, Net ⁽⁵⁾	0.78x	0.89x	1.28x	1.29x	1.20x
Adjusted NII / total recurring dividend	117%	111%	103%	103%	105%

1. The share and per share amounts reflect the FSK Reverse Stock Split on a retroactive basis. Effective as of June 15, 2020, FSK completed a 4-to-1 reverse stock split of its shares of common stock (the FSK Reverse Stock Split). As a result of the FSK Reverse Stock Split, every four shares of FSK's common stock issued and outstanding were automatically combined into one share of FSK's common stock.
2. See the Appendix for a reconciliation between NII and Adjusted NII.
3. Includes cash, restricted cash, and cash denominated in foreign currency.
4. Principal amount outstanding.
5. 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.

FSK Portfolio Highlights

(Dollar amounts in millions)	As of and for Three Months Ended				
	9/30/19	12/31/19	3/31/20	6/30/20	9/30/20
Investment at Fair Value:					
First Lien Senior Secured Loans	50.8%	50.6%	54.4%	52.3%	53.5%
Second Lien Senior Secured Loans	17.0%	16.3%	13.1%	12.8%	12.8%
Other Senior Secured Debt	3.8%	3.2%	2.4%	2.0%	1.2%
Subordinated Debt	5.4%	5.6%	5.0%	3.8%	2.5%
Asset Based Finance	9.7%	10.0%	11.2%	13.4%	12.9%
Strategic Credit Opportunities Partners	5.9%	6.5%	7.7%	9.2%	9.7%
Equity/Other	7.4%	7.8%	6.2%	6.5%	7.4%
Total Investments	\$7,218	\$7,357	\$6,945	\$6,624	\$6,649
Number of portfolio companies ⁽¹⁾	201	210	184	173	172
Interest Rate Type:⁽²⁾					
% Floating Rate	81.3%	81.7%	84.4%	85.8%	88.3%
% Fixed Rate	18.7%	18.3%	15.6%	14.2%	11.7%
Net Interest Margin:					
Weighted average annual yield on accruing debt investments ⁽³⁾	10.1%	9.7%	9.0%	8.7%	8.6%
Weighted average interest rate on borrowings ⁽⁴⁾	4.4%	4.0%	3.7%	3.9%	3.7%

1. Does not look through to FSK's portfolio companies held solely in SCJV. SCJV is a joint venture between FSK and South Carolina Retirement Systems Group Trust (SCRS).
2. Represents interest rates on Debt Investments (see FSK's Quarterly Report on Form 10-Q for the definition of Debt Investments) at US\$ Fair Value FV. Floating includes variable interest rates on asset back finance investments that can change quarter to quarter.
3. FSK's weighted average annual yield on all debt investments was 7.6% as of September 30, 2020. See FSK's Quarterly Report on Form 10-Q for additional information on the calculation of weighted average annual yield on accruing debt investments and weighted average annual yield on all debt investments.
4. Includes the effect of non-usage fees.

FSK Investment Portfolio Composition

172

portfolio
companies

23%

FV in top-10
portfolio companies²

68%

of investments in
senior secured debt²

\$66mm / 5.6x

Median portfolio company
EBITDA & leverage

88%

of debt investments
are floating rate³

8.6%

Wtd. avg. annual yield on
accruing debt investments⁴

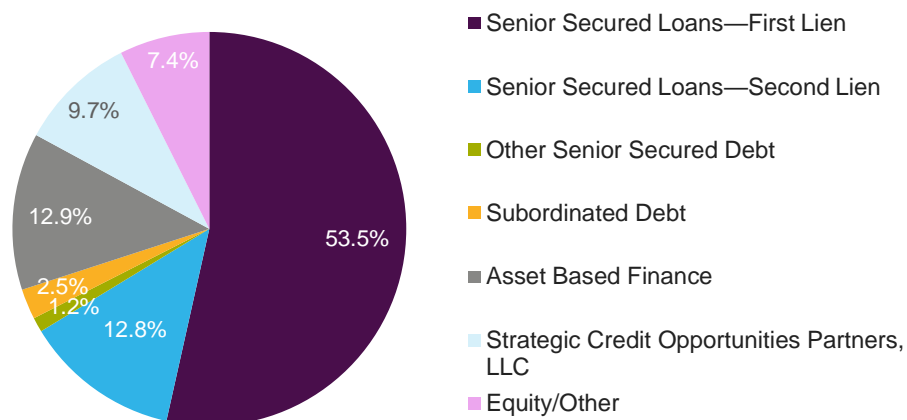
2.8%

Non-accrual
rate at FV

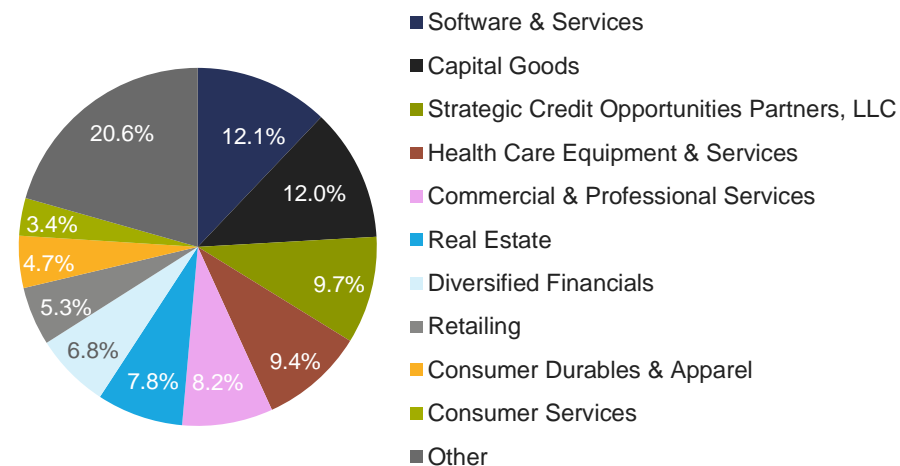
>95%

Lead, co-lead, or sole origination⁵

Security Exposure (by fair value)



Sector Exposure (by fair value)



Total Investments at Fair Value: \$6,649mm

Note: All stats as of September 30, 2020 unless otherwise noted.

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

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

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

4. See FSK's Quarterly Report on Form 10-Q for additional information on the calculation of weighted average annual yield on accruing debt investments.

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.

FSK Quarterly Investment Activity

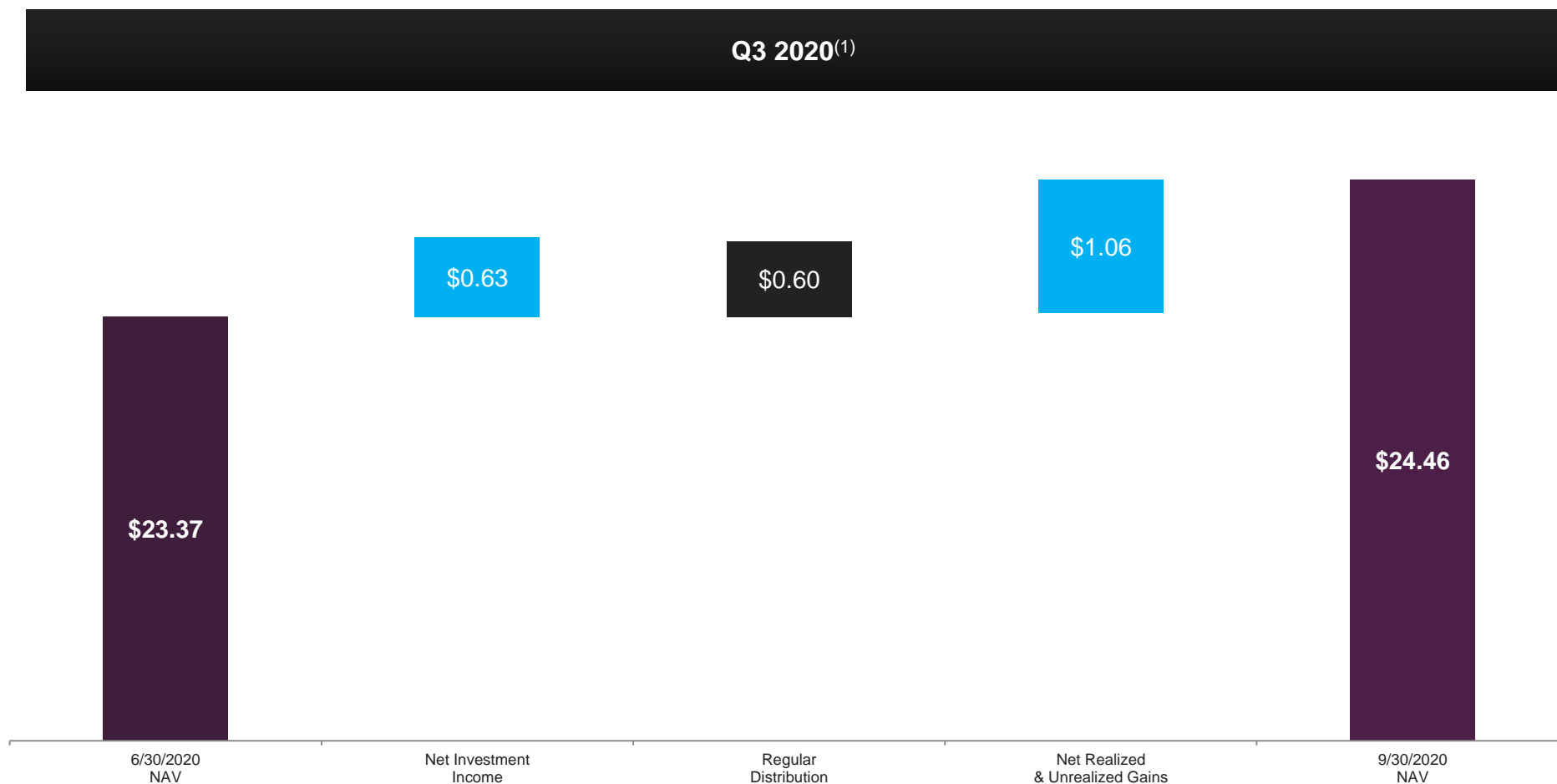
Portfolio Roll (\$ in millions)	Q3 2019	Q4 2019	Q1 2020	Q2 2020	Q3 2020
Investment Purchases	\$698	\$1,147	\$1,296	\$253	\$174
Sales and Redemptions ⁽¹⁾	(723)	(929)	(914)	(470)	(322)
Net Investment Activity	(\$25)	\$218	\$382	(\$217)	(\$148)
Net Sales to SCJV	274	376	102	126	91
Adjusted Net Investment Activity	\$249	\$594	\$484	(\$91)	(\$57)

Asset Mix of New Purchases ⁽²⁾	Q3 2019	Q4 2019	Q1 2020	Q2 2020	Q3 2020
First Lien Senior Secured Loans	53%	72%	73%	52%	44%
Second Lien Senior Secured Loans	14%	8%	0%	0%	0%
Other Senior Secured Debt	0%	0%	0%	0%	0%
Subordinated Debt	0%	0%	4%	0%	0%
Asset Based Finance	14%	11%	10%	11%	56%
Investment in SCJV	19%	6%	13%	36%	0%
Equity/Other	0%	3%	0%	0%	0%

1. Includes net sales to SCJV.

2. Zero represents an amount less than 0.5%.

FSK Net Asset Value Bridge

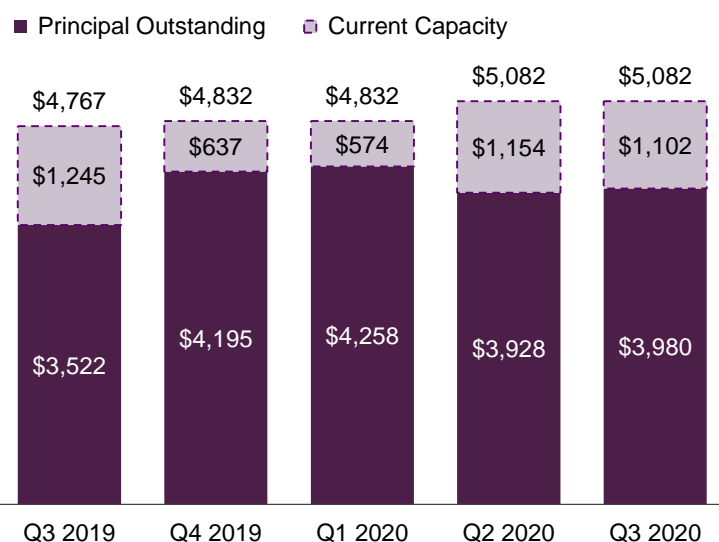


1. Per share data derived using the weighted average shares outstanding during the period.

FSK Funding and Liquidity Management

- Mature capital structure with diversified funding sources and no near-term maturities
- Short term flexibility of \$1,102m of undrawn debt capacity
- Unsecured debt represents approximately 46% of our drawn debt

Leverage over Time (\$mm)



Cash (\$mm) ⁽¹⁾	126.0	106.0	193.0	95.0	136.0
Gross D/E	0.88x	1.09x	1.41x	1.36x	1.31x
Net D/E ⁽²⁾	0.78x	0.89x	1.28x	1.29x	1.20x
Asset Coverage	214%	192%	171%	174%	176%

1. Includes Cash, Restricted Cash, and Cash denominated in foreign currency.

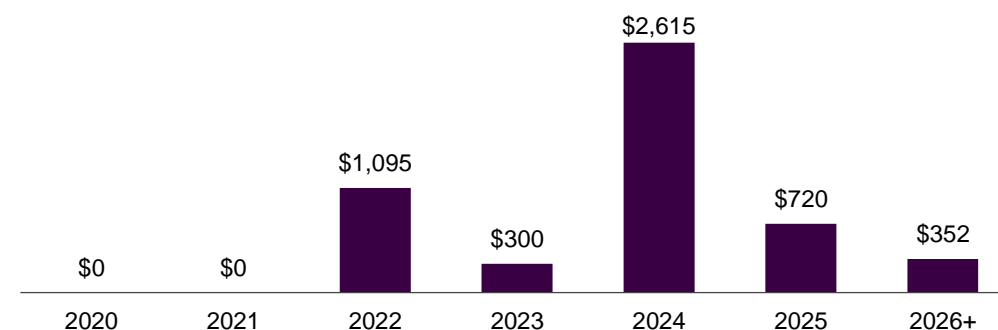
2. Net debt-to-equity ratio is debt outstanding, net of cash and foreign currency and net payable/receivable for investments purchased/sold and repaid, divided by net assets.

3. Weighted average as of September 30, 2020. Includes the effect of non-usage fees.

Funding Vehicles (\$mm)

Funding Source	Committed	Principal Outstanding	Maturity	Wtd. Avg. Rate ⁽³⁾
Senior Secured Revolver	2,215	1,223	11/7/24	L+2.00%
JPM Revolver	400	328	9/28/22	L+2.50%
SMBC Revolver	300	262	6/2/23	L+1.75%
Total Revolver – 57.4%	2,915	1,813		
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%
8.625% Notes	250	250	5/15/25	8.63%
Total Unsecured – 35.7%	1,815	1,815		
FS KKR MM CLO 1	352	352	7/15/30	L+1.82%
Total CLO – 6.9%	352	352		
Total	\$5,082	\$3,980		3.65%

Maturity Profile (\$mm)



FSK's SCJV Offers Key Investor Benefits

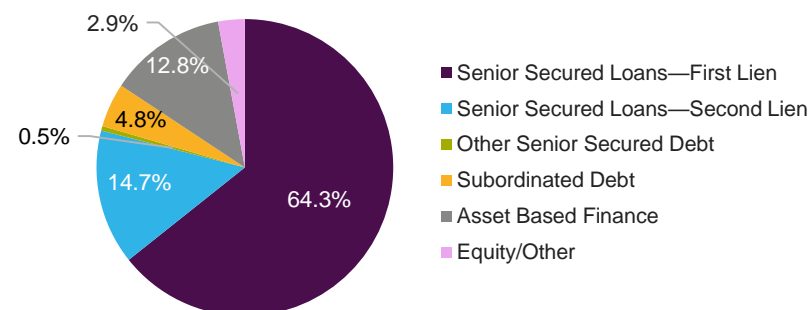
FSK's joint venture with South Carolina Retirement Systems Group Trust

- **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

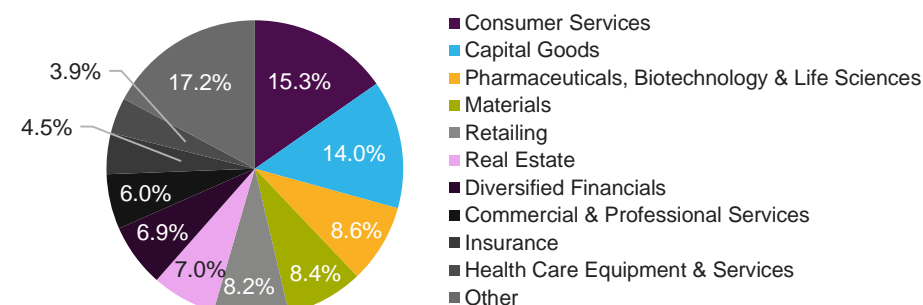
September 30, 2020 update:

- **Portfolio**
 - Fair value of investments was \$1,560mm
- **Key stats**
 - NAV of \$737mm (FSK's equity of SCJV was \$645mm)
 - \$122mm of purchases in Q3
 - \$135mm of uncalled equity capital (\$118mm allocated to FSK)
 - 1.10x net debt-to-equity ratio⁽¹⁾⁽²⁾
 - \$17.5mm dividend declared to FSK in Q3 (\$20.0mm total dividend)

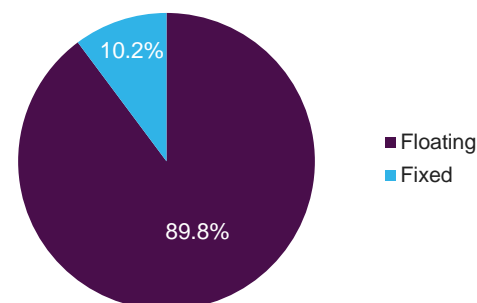
Security Exposure (by fair value)



Sector Exposure (by fair value)



Fixed / Floating – Debt Investments

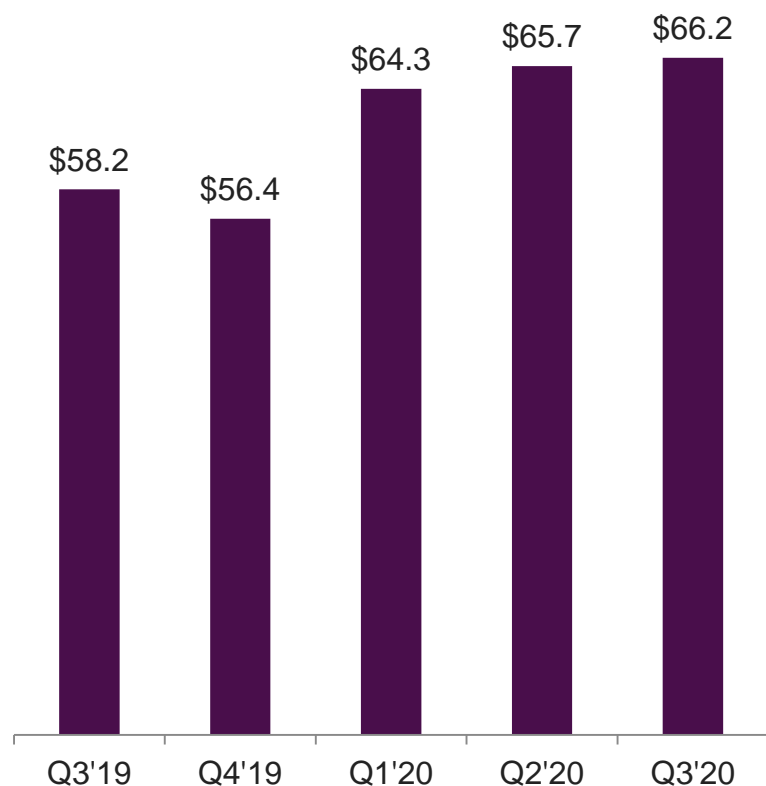


1. Net debt-to-equity ratio is debt outstanding, net of cash and foreign currency and net payable/receivable for investments purchased/sold and repaid, divided by net assets.

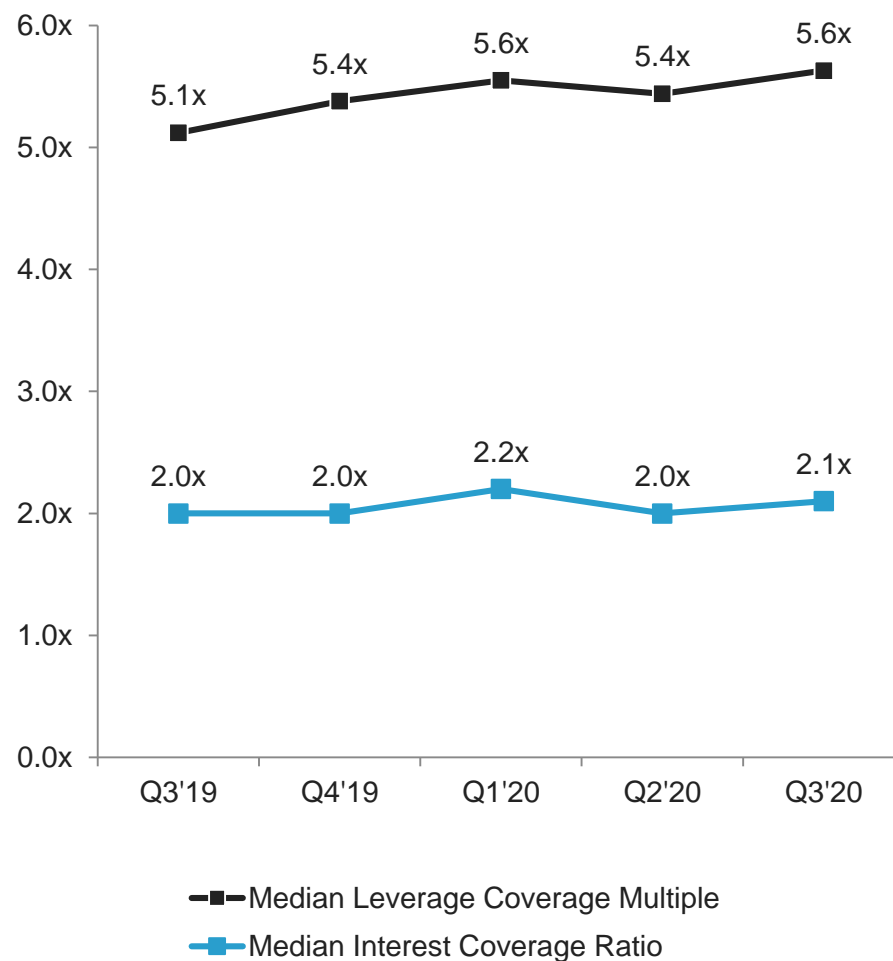
2. Net debt-to-equity ratio expected to decline as capital calls are issued in connection with the settlement of outstanding trades. 10

FSK Direct Origination Investments EBITDA and Credit Statistics

Direct Origination Portfolio Company
Median EBITDA



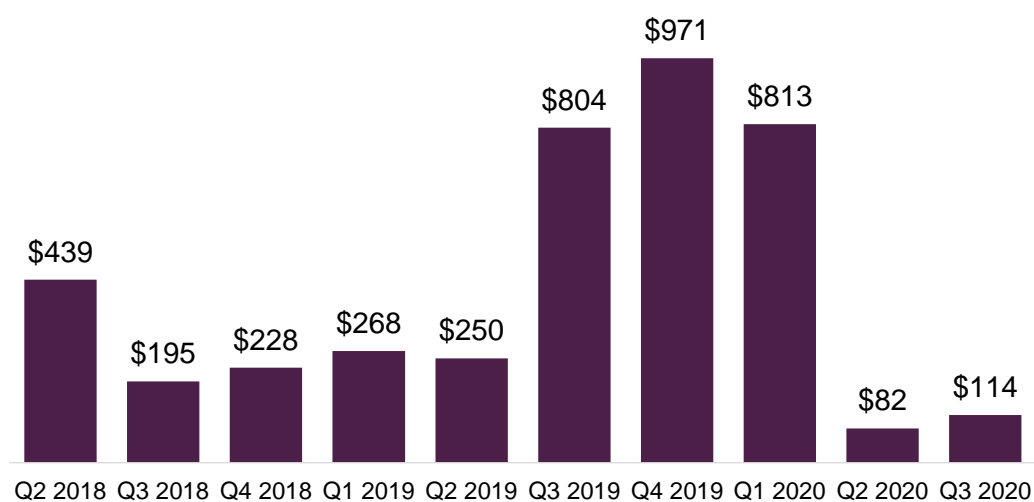
Direct Origination Portfolio Company
Coverage Ratios



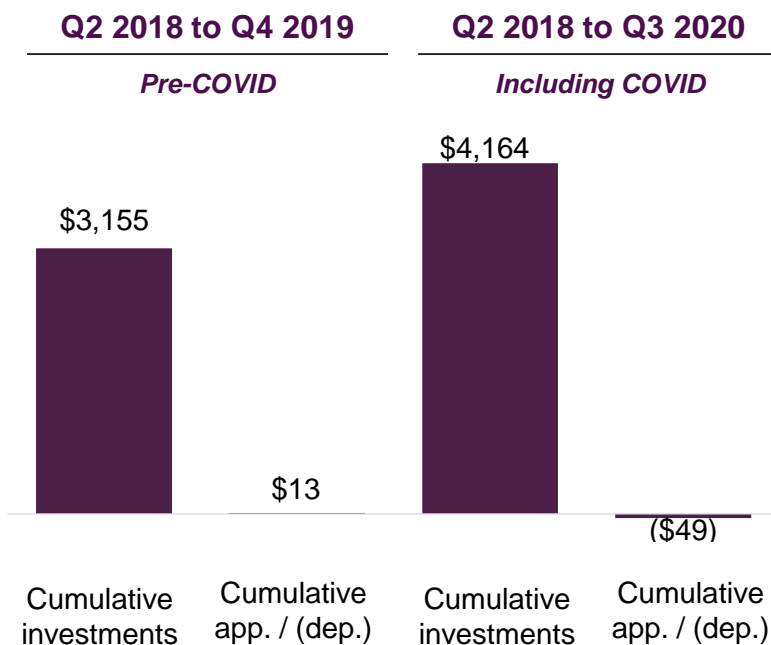
Note: Information based on most recently reported Direct Origination financial information

FS / KKR Advisor Performance

FSK New Investments by Quarter (\$mm)



Performance of new investments (\$mm)^{1,2}



- Cumulative appreciation totaled 0.42% as of December 31, 2019
- Cumulative depreciation totaled 1.17% on investments totaling \$4.2bn as of September 30, 2020

Note: Advisor formed in April 2018.

1. Looks through to FSK's portfolio companies held solely in SCJV.

2. 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. As a result, the positive impacts of net amortization and depreciation recorded in our P&L is excluded from app/dep.



FSKR | FS KKR Capital Corp. II

FSKR Third Quarter Results

FSKR - Summary of Quarterly Results

Third Quarter Performance	<ul style="list-style-type: none"> Net investment income (NII) for the quarter ended September 30, 2020 was \$90 million, or \$0.52 per share, as compared to \$75 million, or \$0.44 per share, for the quarter ended June 30, 2020. Net asset value (NAV) per share as of September 30, 2020 was \$24.66, compared to \$24.22 as of June 30, 2020. Net realized and unrealized gains on investments of \$59 million, or \$0.35 per share, for the quarter ended September 30, 2020, as compared to net realized and unrealized losses on investments of \$53 million, or \$0.30 per share, for the quarter ended June 30, 2020.
Investment Activity	<ul style="list-style-type: none"> New investment fundings in the third quarter were approximately \$264 million. Net investment activity in the third quarter was \$50 million, net of \$95 million of sales to Credit Opportunities Partners, LLC (COP). As of September 30, 2020, 88% of total investments at fair value were in Direct Originations.⁽¹⁾ Net debt-to-equity was 0.73x at September 30, 2020.
Dividend	<ul style="list-style-type: none"> Paid a dividend of \$0.55 per share for the third quarter of 2020. Board of Directors has declared a dividend of \$0.55 per share for the fourth quarter of 2020. For the quarter ended September 30, 2020, the NII / Dividend coverage ratio was 95%.
Portfolio Diversification	<ul style="list-style-type: none"> Diversified portfolio with 160 portfolio companies spread across 22 industries. Exposure to the top ten largest portfolio companies by fair value was 26% as of September 30, 2020.
Stock Support	<ul style="list-style-type: none"> Executed approximately \$39 million of the \$100 million share buyback program as of October 31, 2020. Announced on May 27, 2020, that certain affiliates of the owners of FSKR's investment adviser have committed \$100 million to a \$350 million investment vehicle established to invest from time to time in shares of FSKR. Through October 31, 2020, this vehicle has purchased approximately \$100 million of FSKR common stock.

1. Direct Originations are defined as investments where FSKR's investment adviser, sub-adviser or their affiliates had negotiated the terms of the transaction beyond just the price, which, for example, may include negotiating financial covenants, maturity dates or interest rate terms or where we participate in other originated investment where there may be third parties involved, or a bank acting as an intermediary, for a closely held club, or similar investment. These direct originations include investments originated by FSKR's former investment adviser, sub-adviser or their affiliates.

FSKR Financial Results

<i>(Dollar amounts in millions, except per share data)</i>	Q3 2019	Q4 2019	Q1 2020	Q2 2020	Q3 2020
NII per share ⁽¹⁾	\$0.72	\$0.67	\$0.55	\$0.44	\$0.52
Adjusted NII per share ^{(1) (2)}	\$0.72	\$0.68	\$0.55	\$0.48	\$0.52
Net realized and unrealized gains (losses) per share ⁽¹⁾	(\$0.99)	(\$0.67)	(\$4.72)	(\$0.30)	\$0.35
Net increase (decrease) in net assets resulting from operations (earnings per share) ⁽¹⁾	(\$0.27)	-	(\$4.17)	\$0.13	\$0.87
Stockholder distributions per share ⁽¹⁾	\$0.75	\$0.75	\$0.60	\$0.60	\$0.55
Net asset value per share at period end ⁽¹⁾	\$30.34	\$29.46	\$24.68	\$24.22	\$24.66
Weighted average shares outstanding (in millions) ⁽¹⁾	81.8	94.0	169.6	171.6	171.8
Shares outstanding, end of period (in millions) ⁽¹⁾	82.4	169.6	169.6	172.9	170.6
Total investments	\$4,255	\$8,591	\$7,464	\$7,281	\$7,331
Total assets	\$4,446	\$8,970	\$8,184	\$7,758	\$7,750
Cash ⁽³⁾	\$110	\$167	\$232	\$295	\$140
Total debt ⁽⁴⁾	\$1,828	\$3,809	\$3,634	\$3,386	\$3,293
Debt-to-equity, Net ⁽⁵⁾	0.70x	0.73x	0.76x	0.74x	0.73x
Adjusted NII / total recurring dividend	96%	90%	91%	80%	95%

1. The share and per share amounts reflect the FSKR Reverse Stock Split on a retroactive basis. Effective as of June 10, 2020, FSKR completed a 4-to-1 reverse stock split of its shares of common stock (the FSKR Reverse Stock Split). As a result of the FSKR Reverse Stock Split, every four shares of FSKR's common stock issued and outstanding were automatically combined into one share of FSKR's common stock.
2. See the Appendix for a reconciliation between NII and Adjusted NII.
3. Includes cash, restricted cash, and cash denominated in foreign currency.
4. Principal amount outstanding.
5. 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.

FSKR Portfolio Highlights

	As of and for Three Months Ended				
(Dollar amounts in millions)	9/30/19	12/31/19	3/31/20	6/30/20	9/30/20
Investment at Fair Value:					
First Lien Senior Secured Loans	70.1%	66.5%	68.5%	66.7%	66.9%
Second Lien Senior Secured Loans	10.3%	9.4%	9.3%	8.7%	8.6%
Other Senior Secured Debt	4.8%	2.7%	2.0%	1.4%	1.0%
Subordinated Debt	5.6%	5.7%	3.1%	2.4%	2.3%
Asset Based Finance	2.9%	5.7%	7.9%	9.3%	8.8%
Credit Opportunities Partners	0.0%	5.9%	5.8%	7.9%	8.2%
Equity/Other	6.3%	4.1%	3.4%	3.6%	4.2%
Total Investments	\$4,255	\$8,591	\$7,464	\$7,281	\$7,331
Number of portfolio companies ⁽¹⁾	174	213	179	164	160
Interest Rate Type:⁽²⁾					
% Floating Rate	85.4%	83.2%	85.6%	87.8%	88.8%
% Fixed Rate	14.6%	16.8%	14.4%	12.2%	11.2%
Net Interest Margin:					
Weighted average annual yield on accruing debt investments ⁽³⁾	9.9%	9.5%	8.9%	8.7%	8.6%
Weighted average interest rate on borrowings ⁽⁴⁾	4.8%	4.3%	3.9%	3.5%	3.1%

1. Does not look through to FSKR's portfolio companies held solely in COP. COP is a joint venture between FSKR and South Carolina Retirement Systems Group Trust (SCRS).

2. Represents interest rates on Debt Investments (see FSKR's Quarterly Report on Form 10-Q for the definition of Debt Investments) at US\$ Fair Value FV. Floating includes variable interest rates on asset back finance investments that can change quarter to quarter.

3. FSKR's weighted average annual yield on all debt investments was 7.5% as of September 30, 2020. See FSKR's Quarterly Report on Form 10-Q for additional information on the calculation of weighted average annual yield on accruing debt investments and weighted average annual yield on all debt investments.

4. Includes the effect of non-usage fees.

FSKR Investment Portfolio Composition

160

portfolio
companies

26%

FV in top-10
portfolio companies²

77%

of investments in
senior secured debt²

\$69mm / 5.0x

Median portfolio company
EBITDA & leverage

89%

of debt investments
are floating rate³

8.6%

Wtd. avg. annual yield on
accruing debt investments⁴

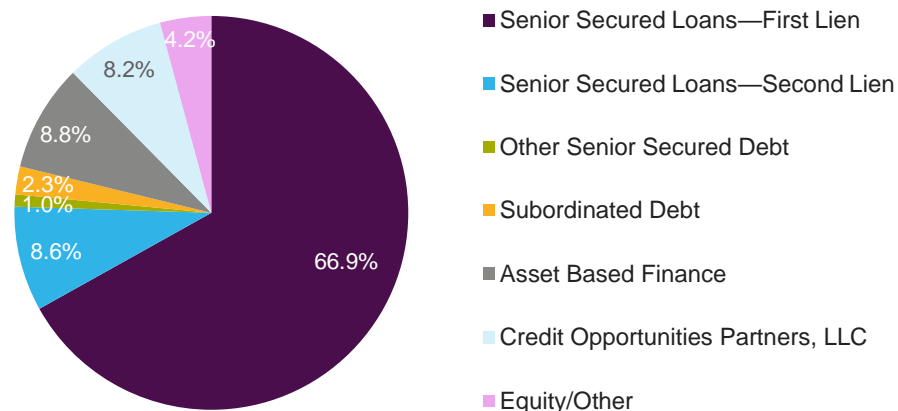
4.2%

Non-accrual
rate at FV

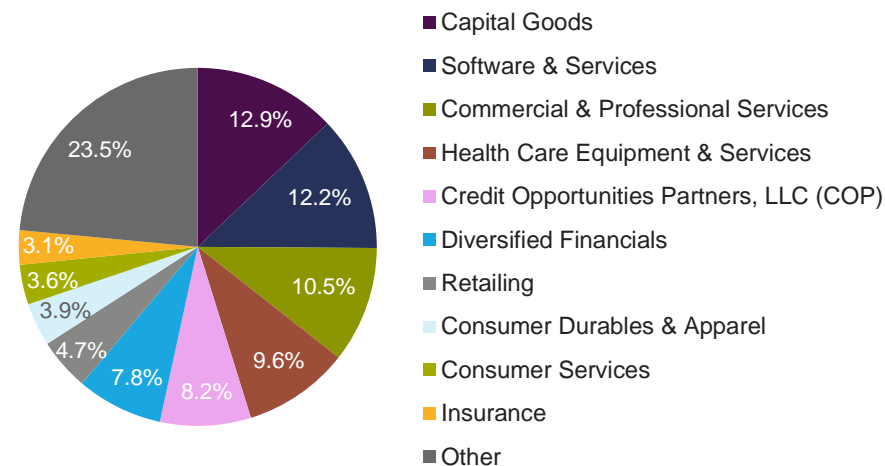
>95%

Lead, co-lead, or sole origination⁵

Security Exposure (by fair value)



Sector Exposure (by fair value)



Total Investments at Fair Value: \$7,331mm

Note: All stats as of September 30, 2020 unless otherwise noted.

1. Does not look through to FSKR's portfolio companies held solely in COP.

2. Figure excludes the impact of FSKR's investment in COP.

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

4. See FSKR's Quarterly Report on Form 10-Q for additional information on the calculation of weighted average annual yield on accruing debt investments.

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.

FSKR Quarterly Investment Activity

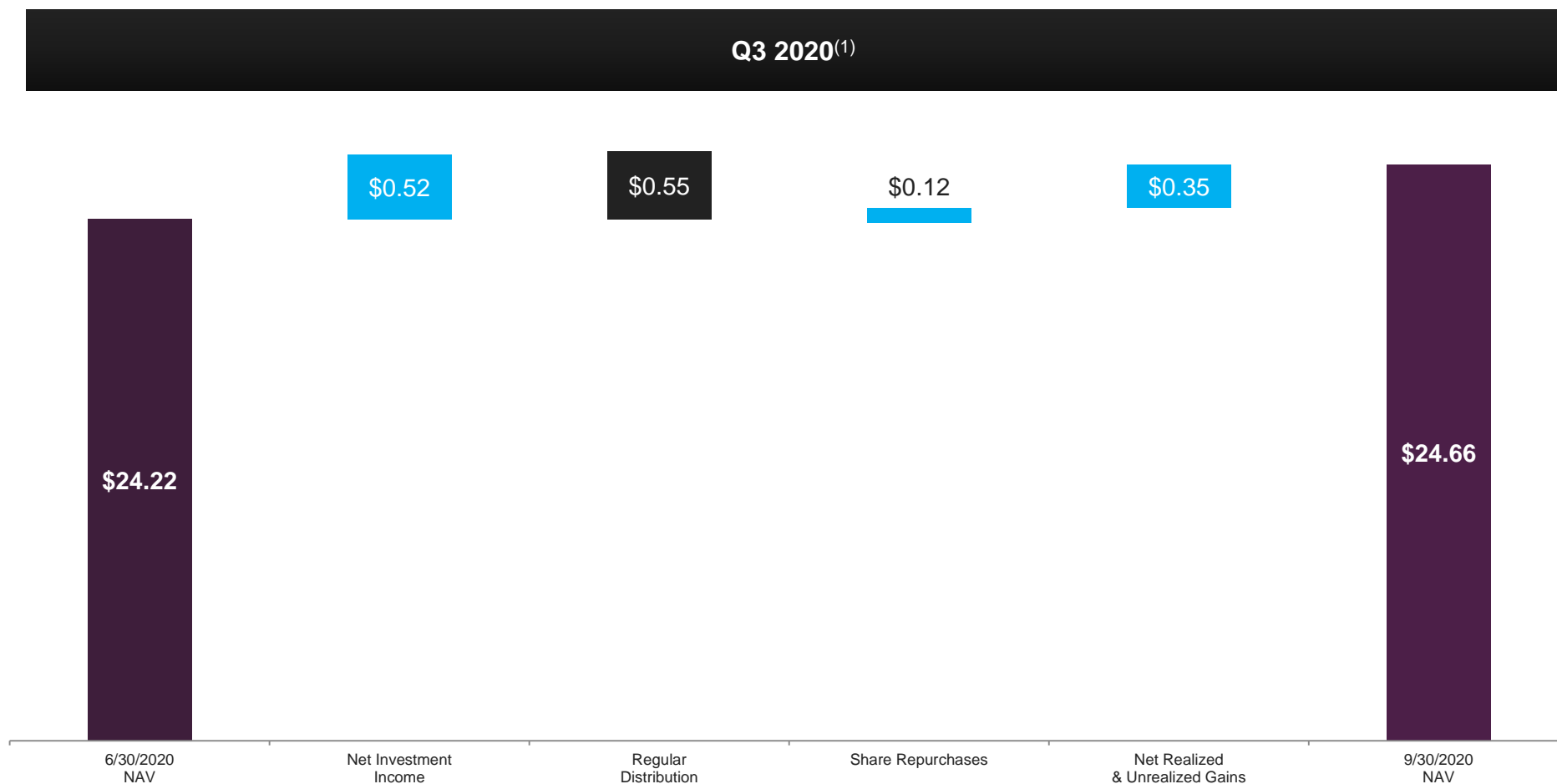
Portfolio Roll (\$ in millions)	Q3 2019	Q4 2019	Q1 2020	Q2 2020	Q3 2020
Investment Purchases	\$428	\$1,276	\$1,317	\$150	\$264
Sales and Redemptions ⁽¹⁾	(141)	(1,326)	(1,643)	(335)	(309)
Net Investment Activity	\$287	(\$50)	(\$326)	(\$185)	(\$45)
Net Sales to COP	-	503	253	-	95
Adjusted Net Investment Activity	\$287	\$453	(\$73)	(\$185)	\$50

Asset Mix of New Purchases ⁽²⁾	Q3 2019	Q4 2019	Q1 2020	Q2 2020	Q3 2020
First Lien Senior Secured Loans	69%	46%	82%	15%	93%
Second Lien Senior Secured Loans	17%	11%	3%	1%	0%
Other Senior Secured Debt	0%	0%	0%	0%	0%
Subordinated Debt	4%	0%	4%	0%	0%
Asset Based Finance	10%	8%	11%	26%	7%
Investment in COP	0%	34%	0%	58%	0%
Equity/Other	0%	1%	0%	0%	0%

1. Includes net sales to COP.

2. Zero represents an amount less than 0.5%.

FSKR Net Asset Value Bridge

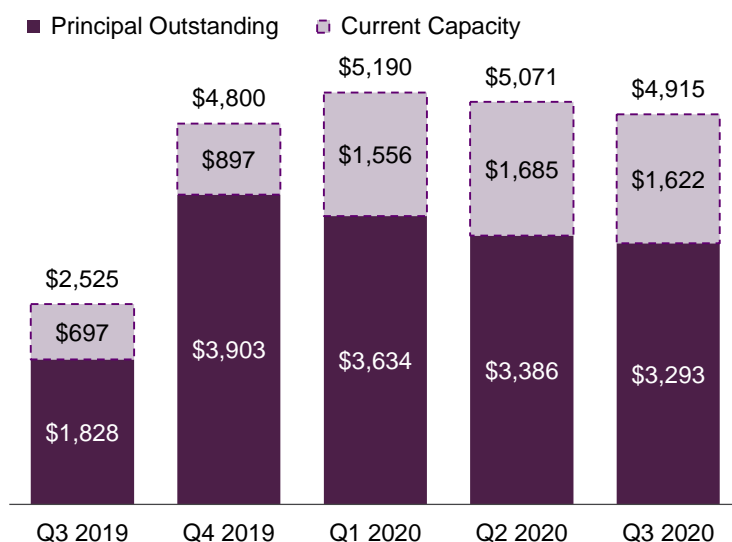


1. Per share data derived using the weighted average shares outstanding during the period.

FSKR Funding and Liquidity Management

- Short term flexibility of \$1,622m of undrawn debt capacity
- GS Term Loan partially repaid by \$125m in Q3; residual exposure set to mature in December and be absorbed by remaining capital structure
- Unsecured debt represents approximately 14% of our drawn debt

Leverage over Time (\$mm)



Cash (\$mm) ⁽¹⁾	109.7	167.0	232.0	295.0	140.0
Gross D/E	0.73x	0.77x	0.87x	0.81x	0.78x
Net D/E ⁽²⁾	0.70x	0.74x	0.76x	0.75x	0.73x
Asset Coverage	237%	231%	215%	224%	228%

1. Includes Cash, Restricted Cash, and Cash denominated in foreign currency.

2. 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.

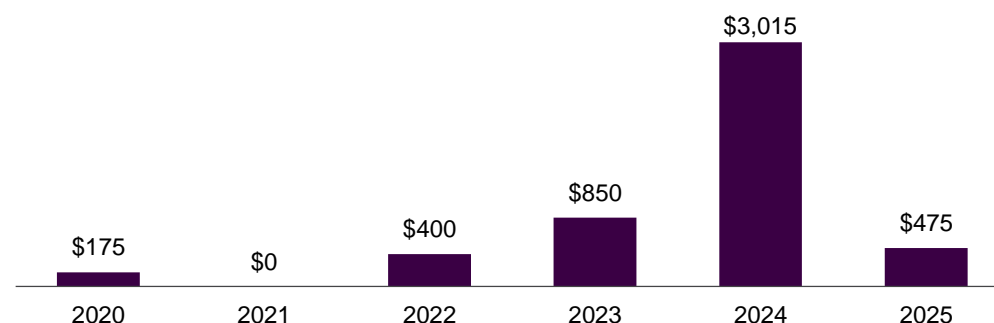
3. Weighted average as of September 30, 2020. Includes the effect of non-usage fees.

4. Weighted average of Tranche A + Tranche B

Funding Vehicles (\$mm)

Funding Source	Committed	Principal Outstanding	Maturity	Wtd. Avg. Rate ⁽³⁾
Senior Secured Revolver	1,765	778	11/7/24	L+2.00%
BNP Prime Brokerage	0	0	3/28/21	L+1.25%
JPM Revolver ⁽⁴⁾	1,250	975	1/14/23	L+2.67%
DB Revolver – 1	250	187	2/26/24	L+1.95%
DB Revolver – 2	500	375	2/26/24	L+2.00%
Ally Revolver	200	118	11/22/24	L+2.25%
MS Revolver	300	210	11/22/24	L+2.25%
Total Revolver – 86.8%	4,265	2,643		
GS Term Loan	175	175	12/15/20	L+2.50%
Total Term Loan – 3.5%	175	175		
4.250% Notes	475	475	2/14/25	4.25%
Total Unsecured - 9.7%	475	475		
Total	\$4,915	\$3,293		3.11%

Maturity Profile (\$mm)



FSKR's COP Offers Key Investor Benefits

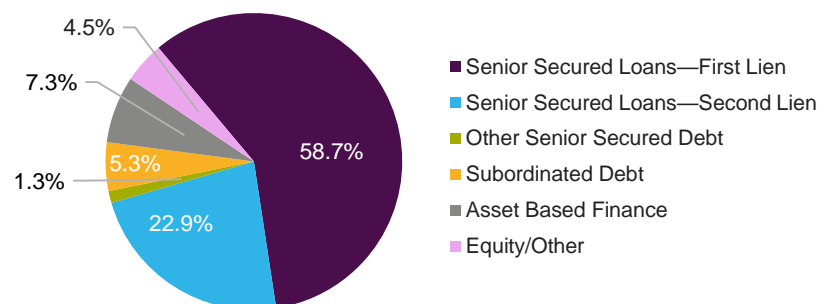
FSKR's joint venture with South Carolina Retirement Systems Group Trust

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

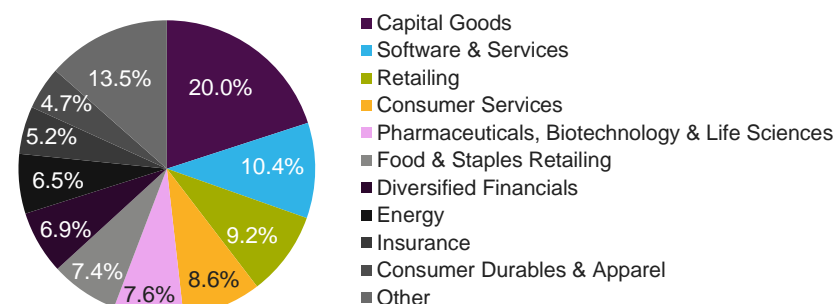
September 30, 2020 update:

- **Portfolio**
 - Fair value of investments was \$1,234mm
- **Key stats**
 - NAV of \$685mm (FSKR's equity of COP was \$600mm)
 - \$95mm of purchases in Q3
 - \$325mm of uncalled equity capital (\$284mm allocated to FSKR)
 - 0.77x net debt-to-equity ratio⁽¹⁾⁽²⁾
 - \$21.9mm dividend declared to FSKR in Q3 (\$25.0mm total dividend)

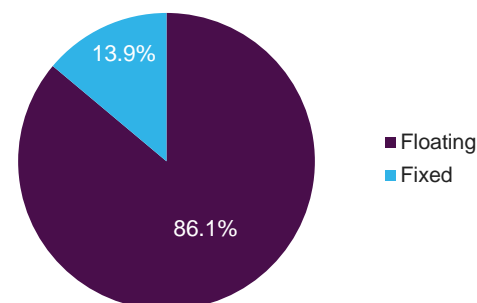
Security Exposure (by fair value)



Sector Exposure (by fair value)



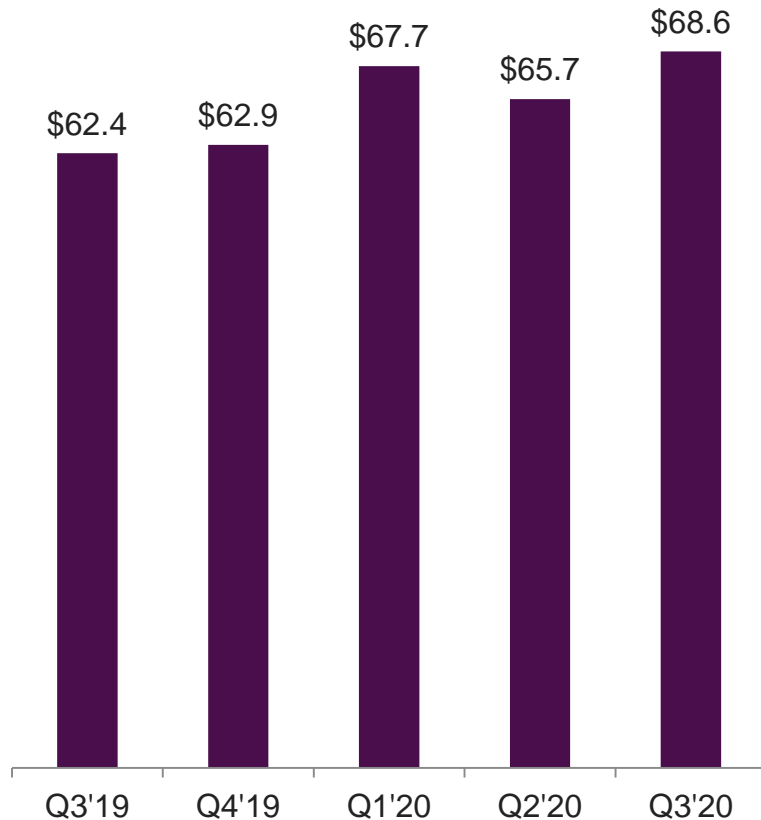
Fixed / Floating – Debt Investments



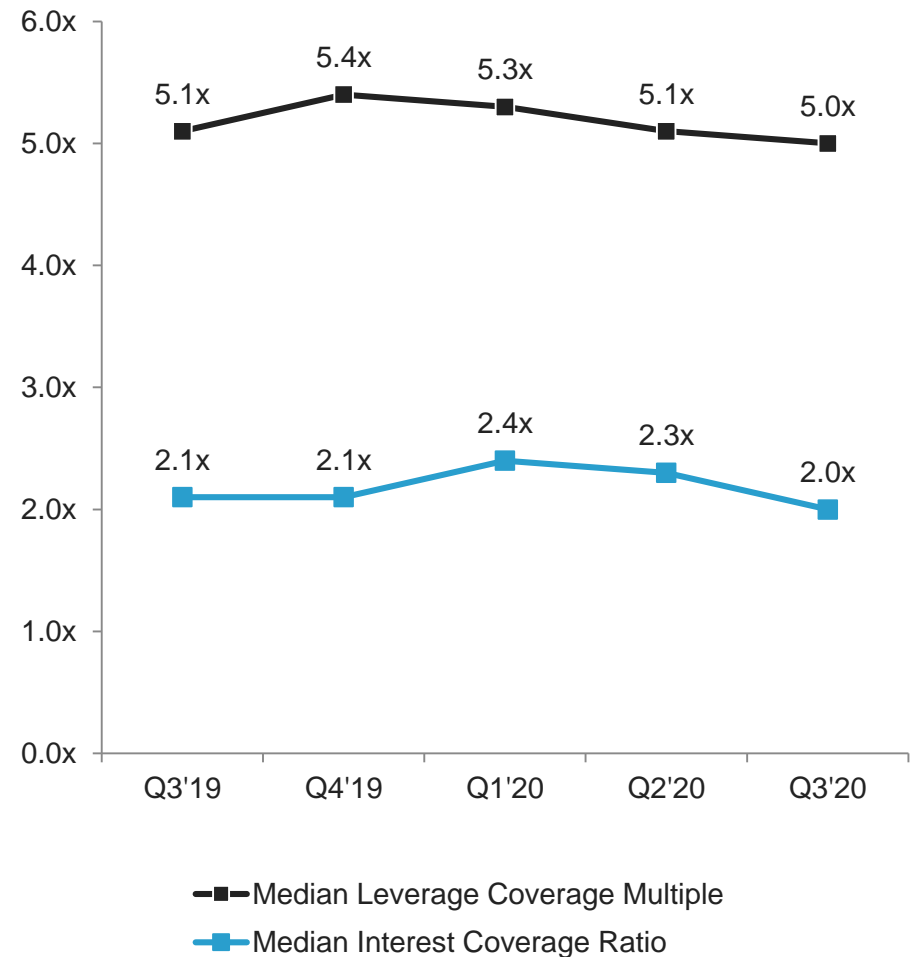
1. Net debt-to-equity ratio is debt outstanding, net of cash and foreign currency and net payable/receivable for investments purchased/sold and repaid, divided by net assets.
 2. Net debt-to-equity ratio expected to decline as capital calls are issued in connection with the settlement of outstanding trades. 21

FSKR Direct Origination Investments EBITDA and Credit Statistics

Direct Origination Portfolio Company
Median EBITDA



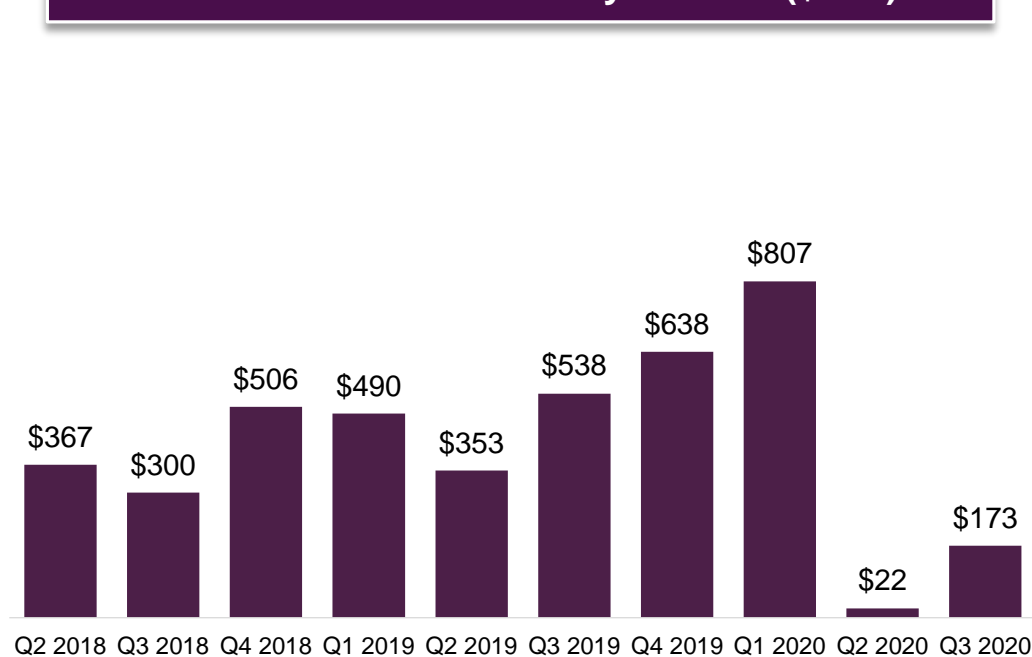
Direct Origination Portfolio Company
Coverage Ratios



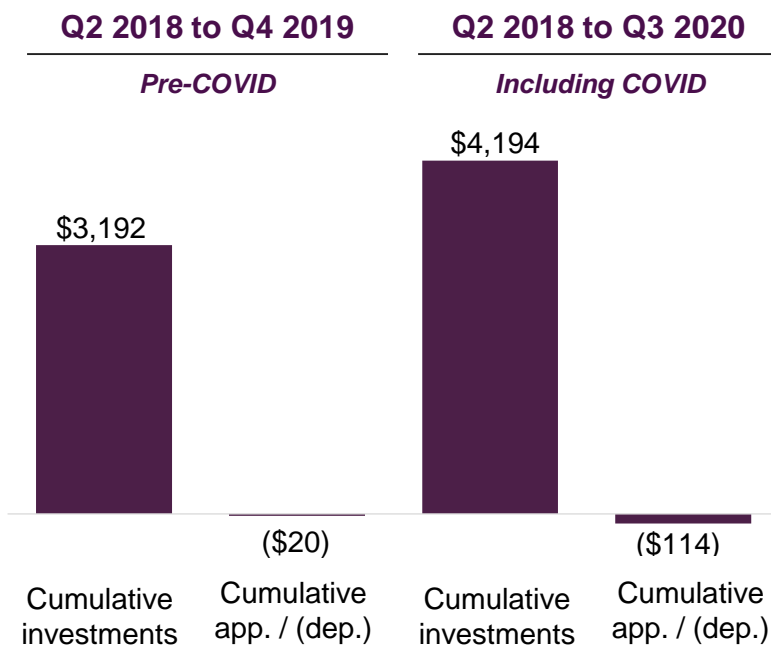
Note: Information based on most recently reported Direct Origination financial information

FS / KKR Advisor Performance

FSKR New Investments by Quarter (\$mm)



Performance of new investments (\$mm)^{1,2}



- Cumulative depreciation totaled 0.62% as of December 31, 2019
- Cumulative depreciation totaled 2.71% on investments totaling \$4.2bn as of September 30, 2020

Note: Advisor formed in April 2018.

1. Looks through to FSKR's portfolio companies held solely in COP.

2. 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. As a result, the positive impacts of net amortization and depreciation recorded in our P&L is excluded from app/dep.



FS | KKR

FSK | FS KKR Capital Corp.

FSKR | FS KKR Capital Corp. II

Appendix

FSK Operating Results

(Dollar amounts in millions, except per share data)	For The Three Months Ended				
	9/30/19	12/31/19	3/31/20	6/30/20	9/30/20
Total investment income	\$199	\$186	\$179	\$150	\$147
Net expenses	(84)	(79)	(81)	(73)	(69)
Net investment income before taxes	\$115	\$107	\$98	\$77	\$78
Excise taxes	-	(7)	-	-	-
GAAP Net investment income	\$115	\$100	\$98	\$77	\$78
Plus: excise taxes	-	7	-	-	-
Plus: one-time expenses ⁽¹⁾	(1)	-	-	-	-
Adjusted net investment income⁽²⁾	\$114	\$107	\$98	\$77	\$78
Total net unrealized and realized gains (losses)	(44)	(127)	(801)	(132)	132
Net increase (decrease) in net assets resulting from operations	\$71	(\$27)	(\$703)	(\$55)	\$210
Per Share:⁽³⁾					
Net investment income	\$0.89	\$0.79	\$0.78	\$0.62	\$0.63
Adjusted net investment income ⁽²⁾	\$0.89	\$0.83	\$0.78	\$0.62	\$0.63
Net increase (decrease) in net assets results from operations	\$0.55	(\$0.21)	(\$5.59)	(\$0.44)	\$1.70
Stockholder distributions	\$0.76	\$0.76	\$0.76	\$0.60	\$0.60
Weighted average shares outstanding (millions)	129.4	127.2	125.9	123.8	123.8
Shares outstanding, end of period (millions)	128.1	126.6	124.3	123.8	123.8

1. FSK's one-time expenses for the three months ended September 30, 2019 consist of a reversal of \$1 million resulting from a reduction in the estimate for deferred taxes.

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; and (iii) 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.

3. The share and per share amounts reflect the FSK Reverse Stock Split on a retroactive basis.

FSK Operating Results Detail

(Dollar amounts in millions, except per share data)	For The Three Months Ended				
	9/30/19	12/31/19	3/31/20	6/30/20	9/30/20
Investment income:					
Interest income	\$163	\$133	\$131	\$112	\$98
Payment-in-kind interest income	11	21	16	15	17
Fee income	7	16	12	6	3
Total dividend and other income	18	16	20	17	29
Total investment income	\$199	\$186	\$179	\$150	\$147
Operating expenses:					
Investment advisory fees & expenses	28	30	30	26	24
Interest expense	42	43	46	42	40
Incentive fees	8	-	-	-	-
Other operating expenses	6	6	5	5	5
Total operating expenses	\$84	\$79	\$81	\$73	\$69
Net investment income before taxes	115	107	98	77	78
Income taxes, including excise taxes	-	(7)	-	-	-
Net investment income	\$115	\$100	\$98	\$77	\$78
Total net unrealized and realized gains (losses)	(44)	(127)	(801)	(132)	132
Net increase in net assets resulting from operations	\$71	(\$27)	(\$703)	(\$55)	\$210

FSK Balance Sheet

	As of				
(Dollar amounts in millions, except per share data)	9/30/19	12/31/19	3/31/20	6/30/20	9/30/20
Assets					
Total investments, at fair value	\$7,218	\$7,357	\$6,945	\$6,624	\$6,649
Cash	115	93	179	87	129
Foreign currency, at fair value	11	13	14	8	7
Receivable for investments sold and repaid	328	657	204	137	231
Income receivable	84	82	79	78	93
Unrealized appreciation on foreign currency forward contracts	9	1	3	3	2
Deferred financing costs	6	10	10	13	12
Prepaid expenses and other assets	3	3	5	6	3
Total Assets	\$7,774	\$8,216	\$7,439	\$6,956	\$7,126
Liabilities					
Payable for investments purchased	\$71	\$15	\$10	\$21	\$5
Debt	3,508	4,173	4,238	3,903	3,957
Unrealized depreciation on derivative instruments	1	-	-	-	-
Shareholders' distributions payable	98	96	95	75	74
Interest Payable	29	23	32	34	33
Other liabilities ⁽¹⁾	43	43	36	32	30
Total Liabilities	\$3,750	\$4,350	\$4,411	\$4,065	\$4,099
Total Net Assets	\$4,024	\$3,866	\$3,028	\$2,891	\$3,027
Net Asset Value per Share⁽²⁾	\$31.42	\$30.54	\$24.36	\$23.37	\$24.46

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

2. The share and per share amounts reflect the FSK Reverse Stock Split on a retroactive basis.

FSK Quarterly Gain/Loss Information

	For The Three Months Ended				
	9/30/19	12/31/19	3/31/20	6/30/20	9/30/20
<i>(Dollar amounts in millions, except per share data)</i>					
Realized gain/loss					
Net realized gain (loss) on investments:					
Non-controlled/unaffiliated investments	(\$17)	(\$31)	(\$92)	(\$48)	(\$99)
Non-controlled/affiliated investments	29	11	(34)	(5)	(90)
Controlled/affiliated investments	5	(1)	-	(17)	(18)
Net realized gain (loss) on swap contracts	-	(1)	-	-	-
Net realized gain (loss) on foreign currency forward contracts	2	6	-	-	-
Net realized gain (loss) on foreign currency	2	(1)	(4)	1	(2)
Total net realized gain (loss)	\$21	(\$17)	(\$130)	(\$69)	(\$209)
Unrealized gain/loss					
Net change in unrealized appreciation (depreciation) on investments:					
Non-controlled/unaffiliated investments	(\$73)	(\$51)	(\$367)	(\$8)	\$261
Non-controlled/affiliated investments	(15)	(7)	(137)	(28)	27
Controlled/affiliated investments	12	(26)	(191)	(21)	68
Net change in unrealized appreciation (depreciation) on swap contracts	1	1	-	-	-
Net change in unrealized appreciation (depreciation) on foreign currency forward contracts	7	(8)	2	-	(1)
Net change in unrealized gain (loss) on foreign currency	3	(19)	22	(6)	(14)
Total net unrealized gain (loss)	(\$65)	(\$110)	(\$671)	(\$63)	\$341
Total net realized and unrealized gain (loss)	(\$44)	(\$127)	(\$801)	(\$132)	\$132

FSKR Operating Results

(Dollar amounts in millions, except per share data)	For The Three Months Ended				
	9/30/19	12/31/19	3/31/20	6/30/20	9/30/20
Total investment income	\$108	\$121	\$195	\$168	\$172
Net expenses	(49)	(57)	(102)	(93)	(82)
Net investment income before taxes	\$59	\$64	\$93	\$75	\$90
Excise taxes	-	(1)	-	-	-
GAAP Net investment income	\$59	\$63	\$93	\$75	\$90
Plus: excise taxes	-	1	-	-	-
Plus: one-time expenses ⁽¹⁾	-	-	-	7	-
Adjusted net investment income⁽²⁾	\$59	\$64	\$93	\$82	\$90
Total net unrealized and realized gains (losses)	(81)	(63)	(801)	(53)	59
Net increase (decrease) in net assets resulting from operations	(\$22)	-	(\$708)	22	\$149
Per Share:⁽³⁾					
Net investment income	\$0.72	\$0.67	\$0.55	\$0.44	\$0.52
Adjusted net investment income ⁽²⁾	\$0.72	\$0.68	\$0.55	\$0.48	\$0.52
Net increase (decrease) in net assets results from operations	(\$0.27)	-	(\$4.17)	\$0.13	\$0.87
Stockholder distributions	\$0.75	\$0.75	\$0.60	\$0.60	\$0.55
Weighted average shares outstanding (millions)	81.8	94.0	169.6	171.6	171.8
Shares outstanding, end of period (millions)	82.4	169.6	169.6	172.9	170.6

1. FSKR's one-time expenses for the three months ended June 30, 2020 consist of advisory fees in connection with the listing of its shares on the NYSE.

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; and (iii) certain non-recurring operating expenses that are one-time in nature and are not representative of ongoing operating expenses incurred during FSKR's normal course of business (referred to herein as one-time expenses). FSKR 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.

3. The share and per share amounts reflect the FSKR Reverse Stock Split on a retroactive basis.

FSKR Operating Results Detail

	For The Three Months Ended				
<i>(Dollar amounts in millions, except per share data)</i>	9/30/19	12/31/19	3/31/20	6/30/20	9/30/20
Investment income:					
Interest income	\$95	\$102	\$151	\$126	\$120
Payment-in-kind interest income	7	7	14	16	16
Fee income	5	12	15	7	5
Total dividend and other income	1	-	15	19	31
Total investment income	\$108	\$121	\$195	\$168	\$172
Operating expenses:					
Investment advisory fees & expenses	17	20	33	29	28
Interest expense	24	27	40	35	26
Incentive fees	5	5	23	19	22
Other operating expenses	3	5	6	10	6
Total operating expenses	\$49	\$57	\$102	\$93	\$82
Net investment income before taxes	59	64	93	75	90
Income taxes, including excise taxes	-	(1)	-	-	-
Net investment income	\$59	\$63	\$93	\$75	\$90
Total net unrealized and realized gains (losses)	(81)	(63)	(801)	(53)	59
Net increase in net assets resulting from operations	(\$22)	-	(\$708)	\$22	\$149

FSKR Balance Sheet

	As of				
(Dollar amounts in millions, except per share data)	9/30/19	12/31/19	3/31/20	6/30/20	9/30/20
Assets					
Total investments, at fair value	\$4,255	\$8,591	\$7,464	\$7,281	\$7,331
Cash	107	163	225	289	134
Foreign currency, at fair value	3	4	7	6	6
Receivable for investments sold and repaid	12	23	321	13	110
Income receivable	42	84	88	92	99
Unrealized appreciation on foreign currency forward contracts	-	-	1	0	0
Deferred financing costs	7	12	11	13	14
Prepaid expenses and other assets	20	93	67	64	56
Total Assets	\$4,446	\$8,970	\$8,184	\$7,758	\$7,750
Liabilities					
Payable for investments purchased	\$54	\$37	\$114	\$42	\$32
Debt	1,827	3,809	3,629	3,382	3,288
Unrealized depreciation on derivative instruments	14	30	59	59	54
Shareholders' distributions payable	12	-	102	-	94
Interest Payable	14	30	26	27	15
Other liabilities ⁽¹⁾	26	68	68	62	60
Total Liabilities	\$1,947	\$3,974	\$3,998	\$3,572	\$3,543
Total Net Assets	\$2,499	\$4,996	\$4,186	\$4,186	\$4,207
Net Asset Value per Share⁽²⁾	\$30.34	\$29.46	\$24.68	\$24.22	\$24.66

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

2. The share and per share amounts reflect the FSKR Reverse Stock Split on a retroactive basis.

FSKR Quarterly Gain/Loss Information

	For The Three Months Ended				
	9/30/19	12/31/19	3/31/20	6/30/20	9/30/20
<i>(Dollar amounts in millions, except per share data)</i>					
Realized gain/loss					
Net realized gain (loss) on investments:					
Non-controlled/unaffiliated investments	(\$8)	(\$9)	(\$217)	(\$34)	(\$131)
Non-controlled/affiliated investments	0	(3)	0	(109)	(120)
Controlled/affiliated investments	-	-	-	-	(1)
Net realized gain (loss) on swap contracts	(0)	(2)	(4)	(3)	(6)
Net realized gain (loss) on foreign currency forward contracts	-	-	0	-	-
Net realized gain (loss) on foreign currency	1	-	1	-	(13)
Total net realized gain (loss)	(\$7)	(\$14)	(\$220)	(\$146)	(\$271)
Unrealized gain/loss					
Net change in unrealized appreciation (depreciation) on investments:					
Non-controlled/unaffiliated investments	(\$80)	\$72	(\$429)	(\$22)	\$275
Non-controlled/affiliated investments	5	(114)	(96)	84	26
Controlled/affiliated investments	-	6	(80)	59	28
Net change in unrealized appreciation (depreciation) on swap contracts	(2)	5	(27)	(1)	7
Net change in unrealized appreciation (depreciation) on foreign currency forward contracts	-	(1)	2	(1)	-
Net change in unrealized gain (loss) on foreign currency	3	(17)	49	(26)	(6)
Total net unrealized gain (loss)	(\$74)	(\$49)	(\$581)	\$93	\$330
Total net realized and unrealized gain (loss)	(\$81)	(\$63)	(\$801)	(\$53)	\$59

Important Disclosure Notice

This presentation may contain certain forward-looking statements, including statements with regard to the future performance of FS KKR Capital Corp. (FSK) and FS KKR Capital Corp. II (FSKR). 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 in FSK’s and/or FSKR’s operations or the economy due generally to terrorism, natural disasters or pandemics, future changes in laws or regulations and conditions in FSK’s and FSKR’s operating area, and the price at which shares of common stock may trade on the New York Stock Exchange LLC (NYSE). Certain of these factors are enumerated in the filings FSK and FSKR make with the Securities and Exchange Commission (SEC). Each of FSK and FSKR undertakes no obligation to update or revise any forward-looking statements, whether as a result of new information, future events or otherwise.

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This presentation contains certain financial measures that have not been prepared in accordance with U.S. generally accepted accounting principles (GAAP). FSK and FSKR use 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 and/or FSKR’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 and FSKR’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.