Morgan Stanley

INVESTMENT MANAGEMENT

Private Credit Market Monitor

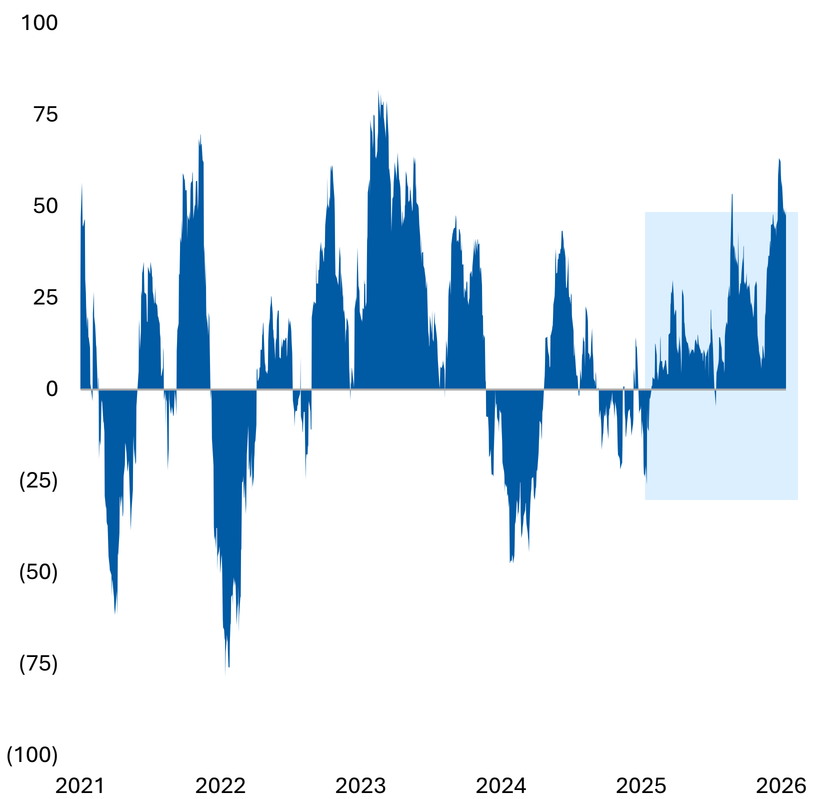
North America Private Credit Team

Q2 2026

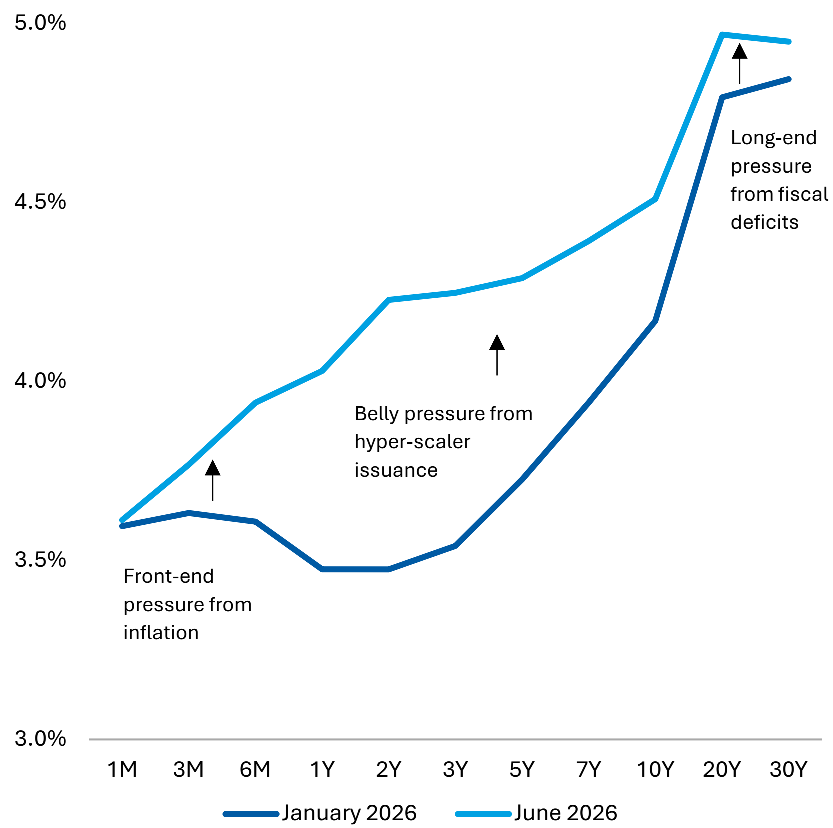
U.S. Economy has Outpaced Consensus Forecasts Since Mid 2025

Bond Investors are Facing Upward Pressure on Yields Across the Curve

U.S. Economic Surprise Index [1]



U.S. Treasury Yield Curve [1]



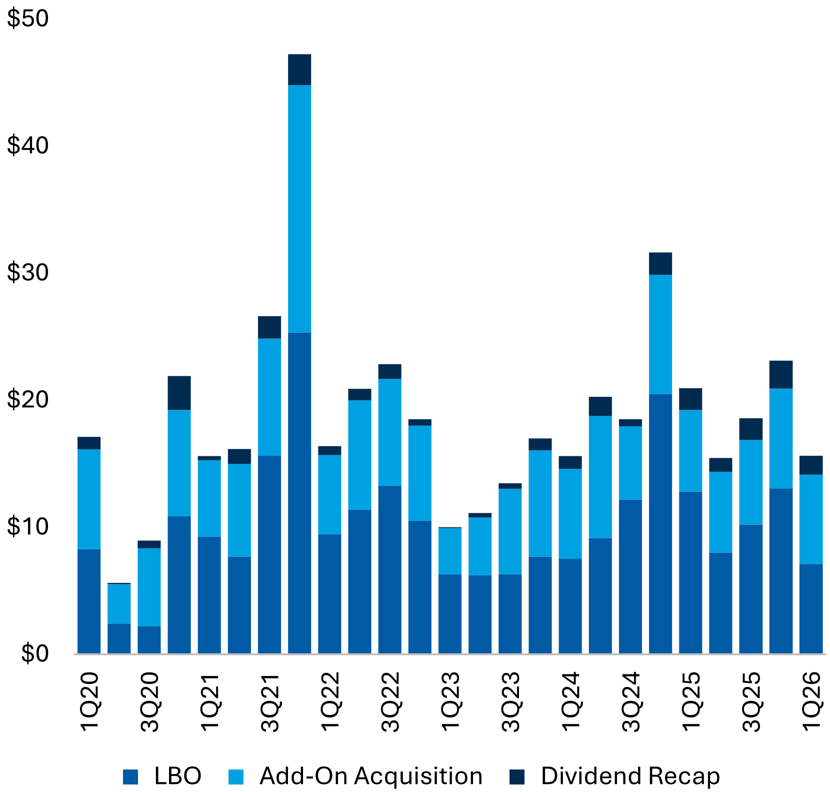
1. Source: Bloomberg and MSIM Portfolio Solutions Group as of June 23, 2026.

The opinions expressed herein are those of the MSPC team as of the date of the presentation and are subject to change due to changes in market or economic conditions. Forward looking statements, and statements regarding MSPC's assessment of the market are by their nature inherently uncertain insofar as actual realized returns or other projected results can change quickly based on, among other things, unexpected market movements, changes in interest rates, legislative or regulatory developments, acts of God, and other developments. Past performance is not indicative of future results.

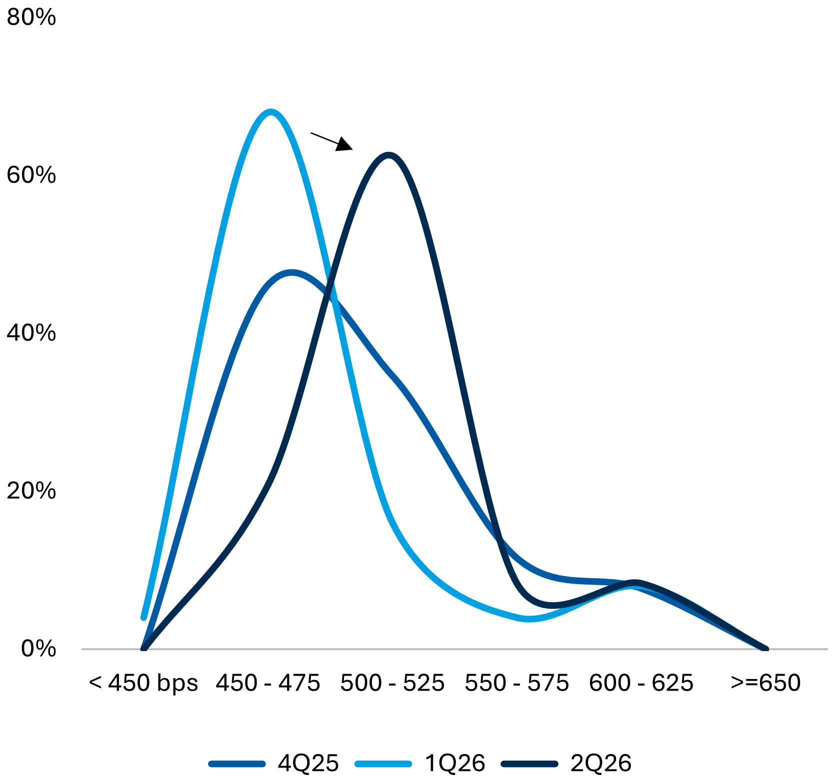
Private Credit Supply Muted Amid Risk-Off Tone and Wider Spreads

Subdued Backdrop is Slowing Volumes While Widening Spreads Create More Attractive Entry Points

Sponsored Middle Market Direct Lending Volume ($Bn) [(1)]



Minimum Unitranche Spread Threshold (% of Manager Survey Responses) [(1)]



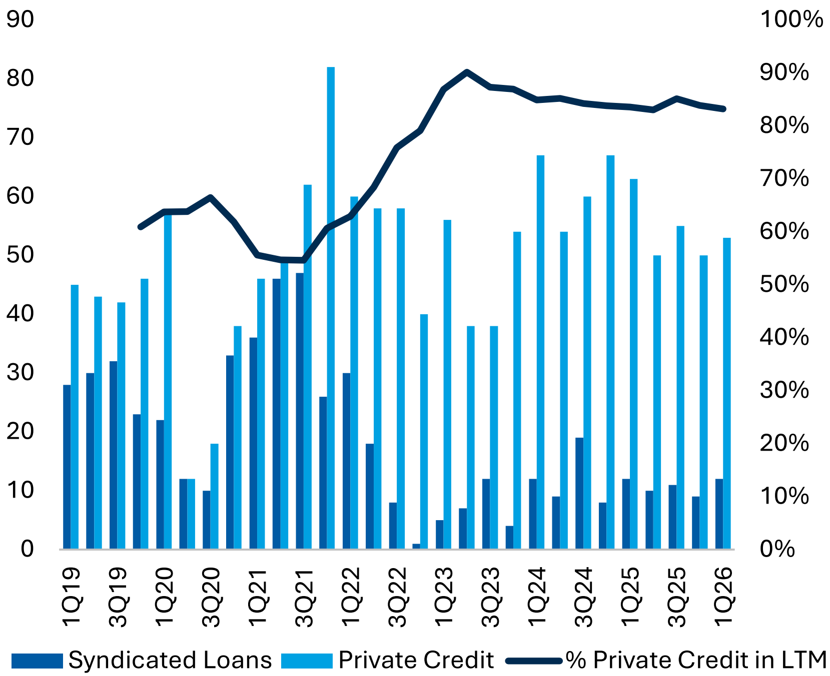
1. Source: LSEG as of March 31, 2026

The opinions expressed herein are those of the MSPC team as of the date of the presentation and are subject to change due to changes in market or economic conditions. Forward looking statements, and statements regarding MSPC's assessment of the market are by their nature inherently uncertain insofar as actual realized returns or other projected results can change quickly based on, among other things, unexpected market movements, changes in interest rates, legislative or regulatory developments, acts of God, and other developments. Past performance is not indicative of future results.

Terms Improving as Direct Lending Continues as Lead M&A Funder

Stronger Structures and Wider Spreads are Enhancing Lender Protections and Forward Return Potential

LBO Financings: BSL Versus Private Markets (Count) (1)



Key Terms in Direct Lending (2)

Q3 2025	Q2 2026
Leverage: • Non-Software: ~6.0x • Software: ~7.0x	Leverage: • Non-Software: ~5.0x-5.5x • Software: ~5.0x-5.5x
Spreads: • Non-Software: ~450-475 bps • Software Spread: ~450 bps	Spreads: • Non-Software: ~475-525 bps • Software Spread: 550 bps+
OIDs: • Non-Software: ~99.0-99.5 • Software: ~99.0-99.5	OIDs: • Non-Software: ~98.5-99.0 • Software: ~97.0-98.0
Terms: • ~1 Year Call Protection • More borrower-friendly documentation • Covenant-Lite more typical	Terms: • ~2 Years Call Protection • Tighter EBITDA definitions, Better LME blockers, less PIK toggles • Opportunities for covenants
Lender groups: • Multiple lenders willing to speak for large holds	Lender groups: • Reduced hold sizes → More lenders needed to complete transactions

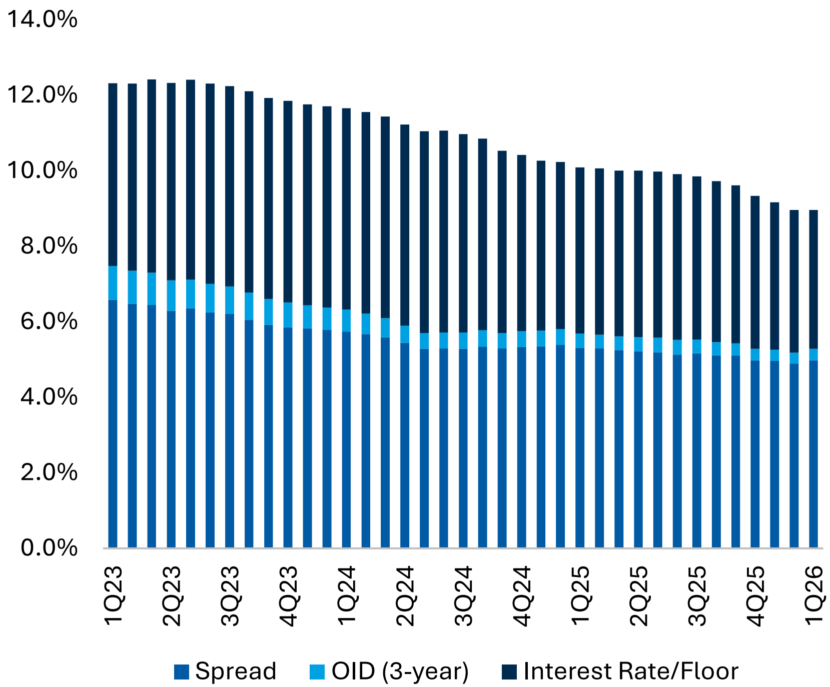
1. Source: Pitchbook LCD and Morgan Stanley Research as of March 31, 2026.
2. Presented for illustrative purposes only. Represents the views of MSPC professionals based on their industry experience and understanding of the broader private credit market. Represents terms for first lien (unitranche) transactions. There is no guarantee these trends will continue.

The opinions expressed herein are those of the MSPC team as of the date of the presentation and are subject to change due to changes in market or economic conditions. Forward looking statements, and statements regarding MSPC's assessment of the market are by their nature inherently uncertain insofar as actual realized returns or other projected results can change quickly based on, among other things, unexpected market movements, changes in interest rates, legislative or regulatory developments, acts of God, and other developments. Past performance is not indicative of future results.

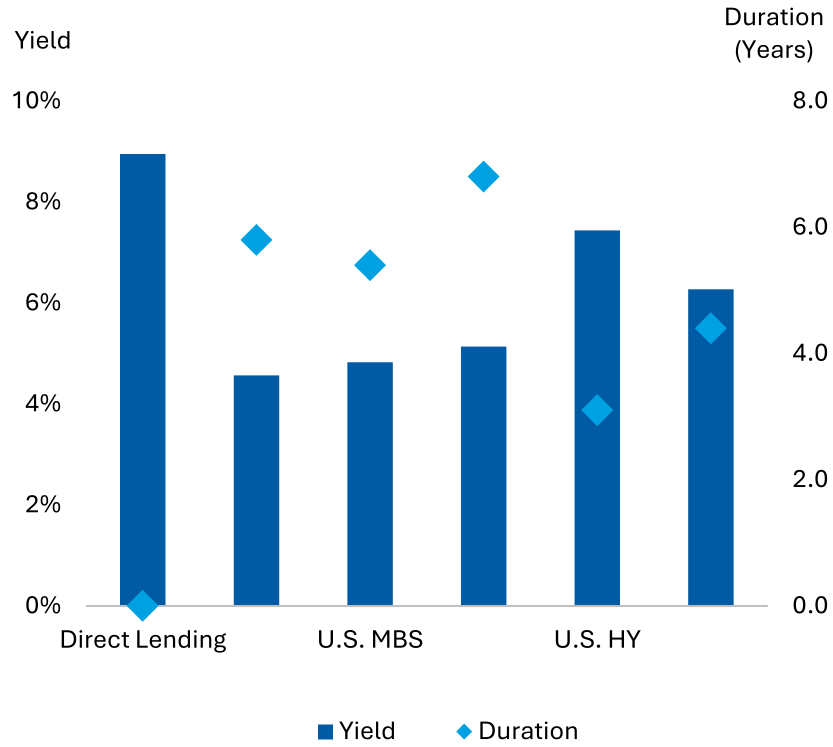
Yields Have Stabilized While Maintaining Edge Over Fixed Income

Yields Remain Durable and Continue to Offer a Meaningful Income Enhancement and Rate Hedge

Direct Lending Yield By Component (%) [1]



Yields And Duration Across Fixed Income [2]



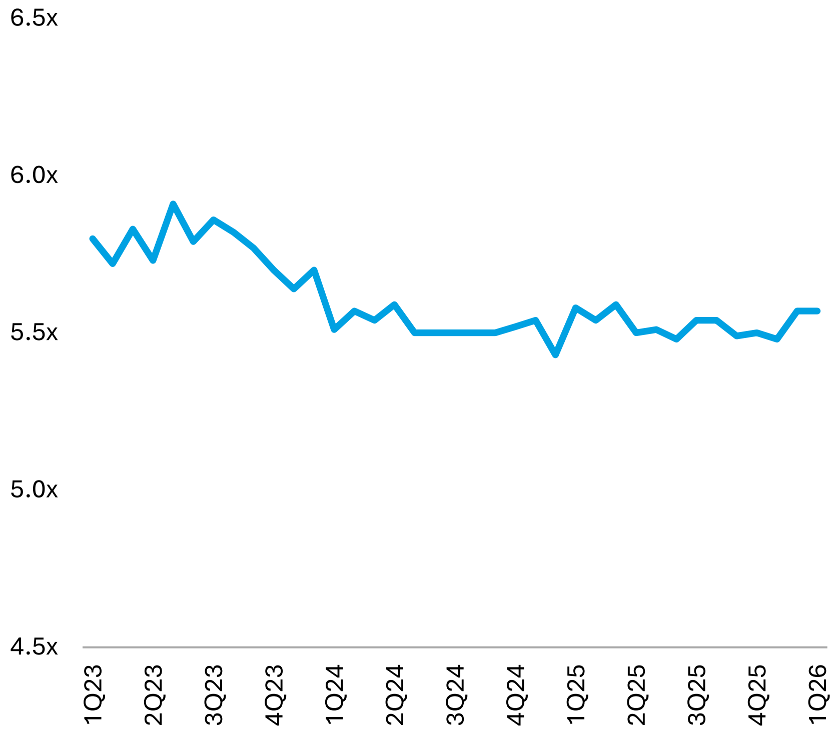
1. Source: KBRA DLD Research; 3-month rolling averages for 1L term loans, 3-year YTM.
2. Bloomberg & ICE BofA Data Indices as of March 31, 2026. When comparing asset classes, keep in mind that each asset class has differences. Fixed-income securities are subject to credit risk. Government bonds and fixed-income investments are guaranteed by the issuer as to the timely payment of principal and interest and pay a fixed rate of interest. Indices are unmanaged, do not charge fees or expenses and do not employ specifical investment techniques, such as leveraging or short selling. It is not possible to invest directly in an index.

The opinions expressed herein are those of the MSPC team as of the date of the presentation and are subject to change due to changes in market or economic conditions. Forward looking statements, and statements regarding MSPC's assessment of the market are by their nature inherently uncertain insofar as actual realized returns or other projected results can change quickly based on, among other things, unexpected market movements, changes in interest rates, legislative or regulatory developments, acts of God, and other developments. Past performance is not indicative of future results.

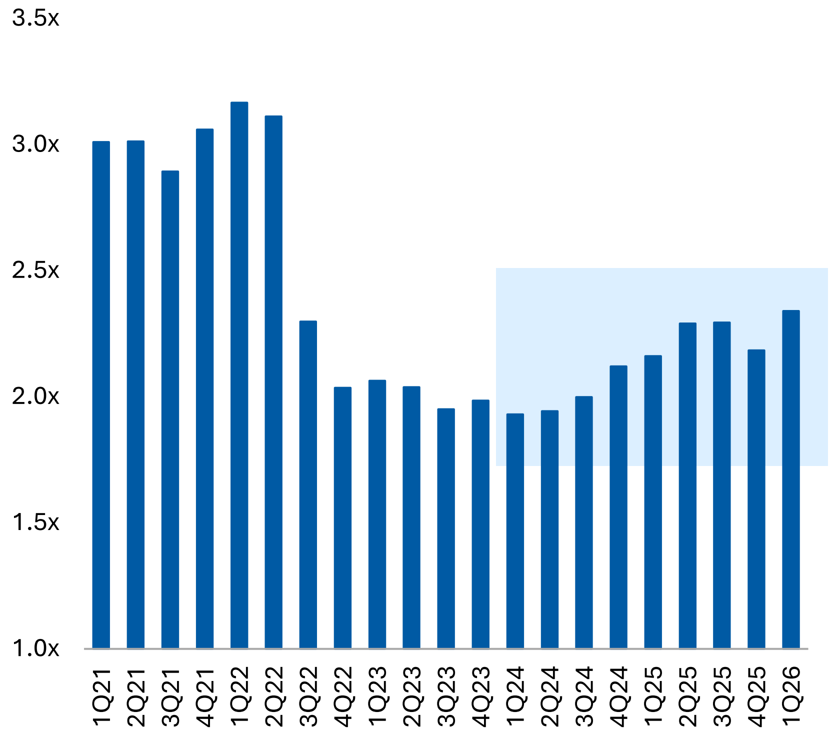
Credit Conditions: Leverage Stable, Coverage Improving

Corporate Fundamentals Remain Healthy Despite Noisy Environment

Total Leverage: Unitranche Middle Market [(1)]



Interest Coverage Ratio: All Middle Market [(2)]



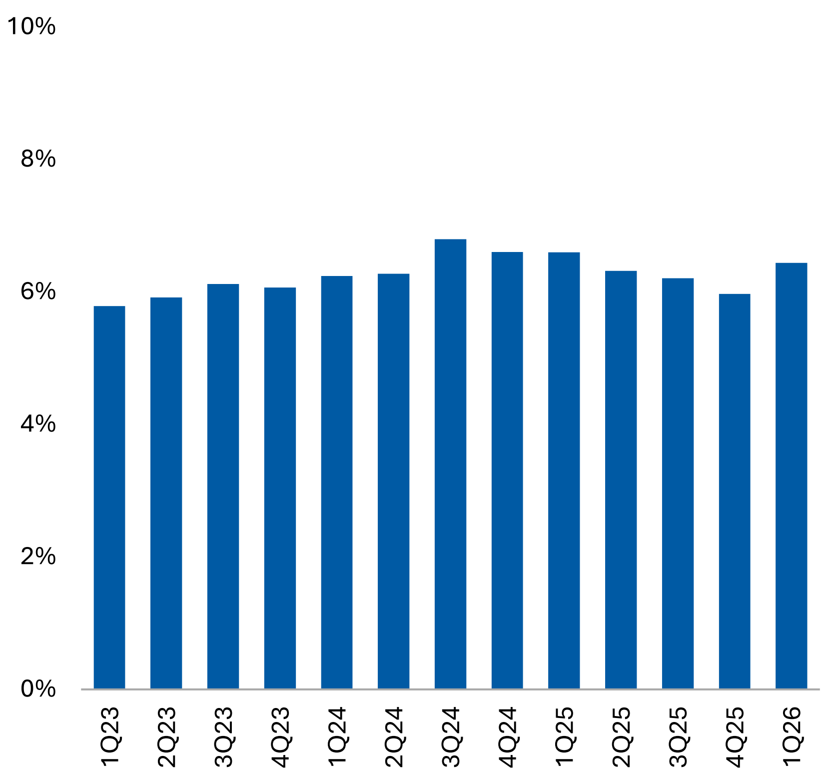
1. Source: KBRA DLD Research as of March 31, 2026. Averages are based on a 3-month rolling basis. Annual recurring revenue deals are excluded. All types of proceeds included.
2. Source: KBRA DLD Research as of March 31, 2026. Annual recurring revenue deals are excluded.

The opinions expressed herein are those of the MSPC team as of the date of the presentation and are subject to change due to changes in market or economic conditions. Forward looking statements, and statements regarding MSPC's assessment of the market are by their nature inherently uncertain insofar as actual realized returns or other projected results can change quickly based on, among other things, unexpected market movements, changes in interest rates, legislative or regulatory developments, acts of God, and other developments. Past performance is not indicative of future results.

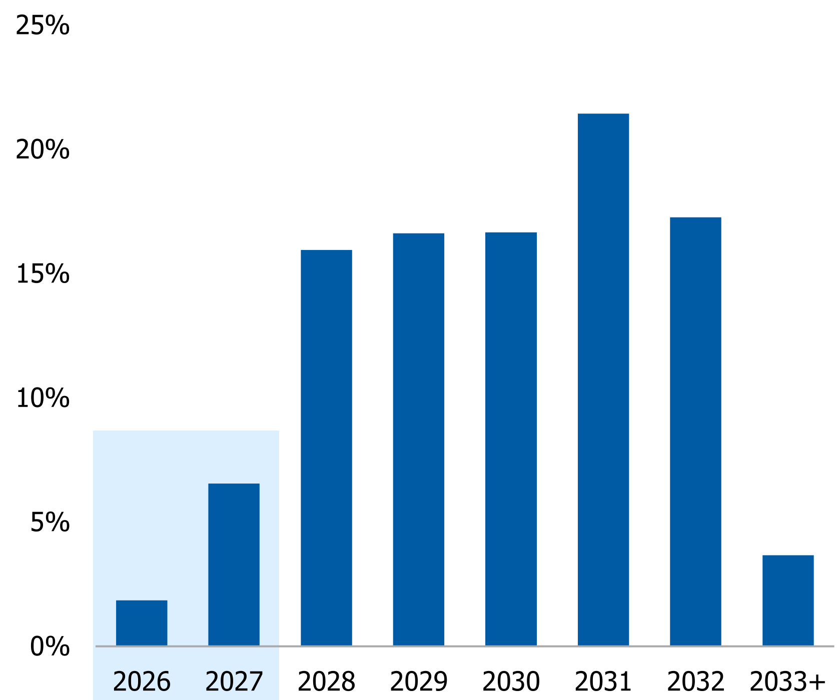
PIK Incidence Rangebound in BDCs, Limited Near-Term Maturities

PIK Levels Remain Manageable, with Limited Near-term Refinancing Pressure

BDC PIK Income As Share of Total Income (%) (1)



BDC Borrower Debt By Maturity Year (%) (2)



1. Source: BDC Collateral and Morgan Stanley Research as of March 31, 2026. Payment-In-Kind (PIK) Income shown as percentage of total investment income. Note: for BDCs with total assets over $50 million.
2. Source: LSEG based on BDC Collateral data based off the most recent BDC filings as of May 18, 2026.

The opinions expressed herein are those of the MSPC team as of the date of the presentation and are subject to change due to changes in market or economic conditions. Forward looking statements, and statements regarding MSPC's assessment of the market are by their nature inherently uncertain insofar as actual realized returns or other projected results can change quickly based on, among other things, unexpected market movements, changes in interest rates, legislative or regulatory developments, acts of God, and other developments. Past performance is not indicative of future results.

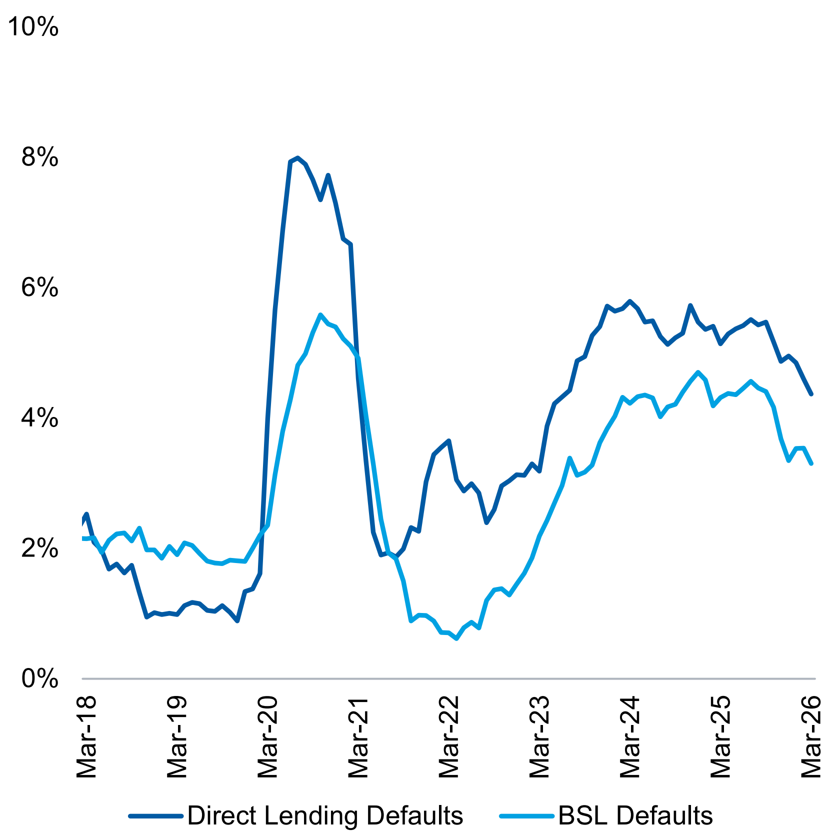
Default Measures Stable to Lower Across Industry Trackers

Default Rates Remain Contained and Below Prior Cycle Averages Across Multiple Datasets

Default Summary by Data Provider (%) [1]

DATA PROVIDER/ SAMPLE SIZE	DEFAULT DEFINITION	DATA METHODOLOGY	Q4 2025	Q1 2026
Fitch / 1000 Companies	Bankruptcies, payment defaults, distressed exchanges	Annualized default rate (par weighted)	5.6%	5.7%
S&P / 2500 Credit Estimates	Bankruptcies, payment defaults, distressed exchanges	Trailing 12-month default rate (par weighted)	4.9%	4.4%
KBRA / 2400 companies with senior secured non-syndicated term loans	Bankruptcies, payment defaults, distressed exchanges	Trailing 12-month default rate (par weighted)	2.2%	1.6%
Lincoln Int'l / ~1000 companies	Covenant default (once resolved, no longer deemed as in default)	Quarterly default index (par weighted)	3.2%	3.1%
Proskauer / 1000 Active Loans	Bankruptcies, payment defaults, distressed exchanges, covenant default, other material defaults, etc. (once the covenant breach is resolved, no longer deemed as in default)	Quarterly default index (count weighted)	2.5%	2.7%

TTM Default Rates (%) [1]



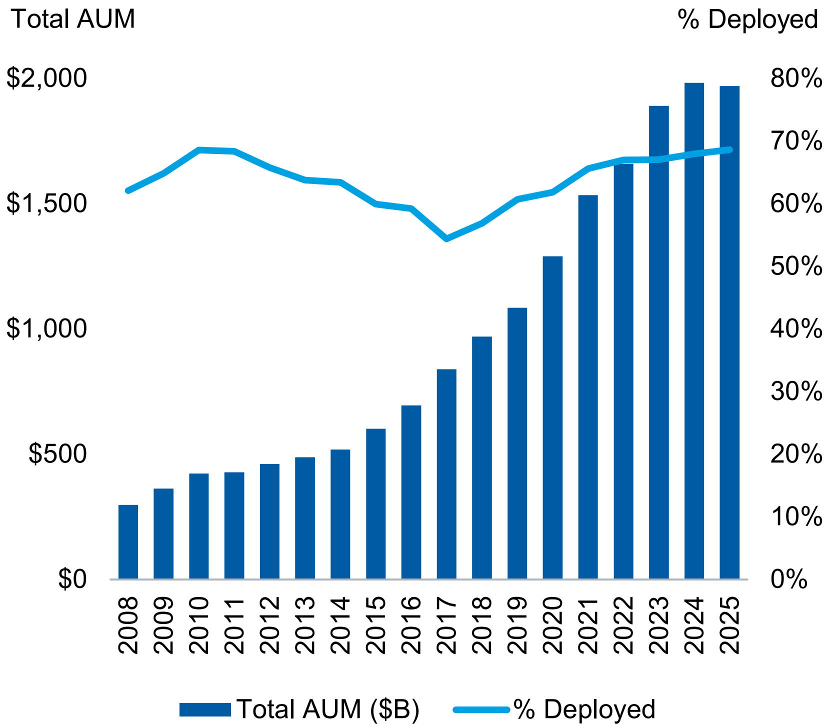
1. Source: Fitch, S&P, KBRA DLD, Lincoln International VOG, Proskauer, and Pitchbook LCD. All data as of March 31, 2026.

The opinions expressed herein are those of the MSPC team as of the date of the presentation and are subject to change due to changes in market or economic conditions. Forward looking statements, and statements regarding MSPC's assessment of the market are by their nature inherently uncertain insofar as actual realized returns or other projected results can change quickly based on, among other things, unexpected market movements, changes in interest rates, legislative or regulatory developments, acts of God, and other developments. Past performance is not indicative of future results.

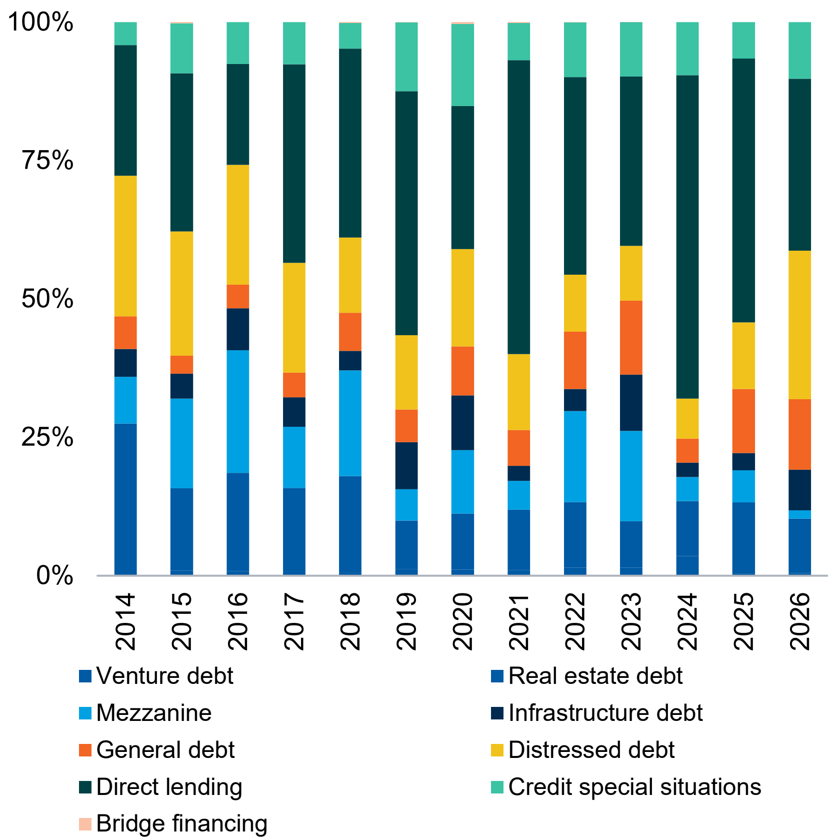
Direct Lending Leads Capital Raising Share Despite Recent Reset

Fundraising has Normalized but Direct Lending Continues to Capture the Largest Share of Inflows

Global Private Credit Fund Aum ($Bn) [(1)]



Global Private Credit Capital Raised By Type (%) [(1)]



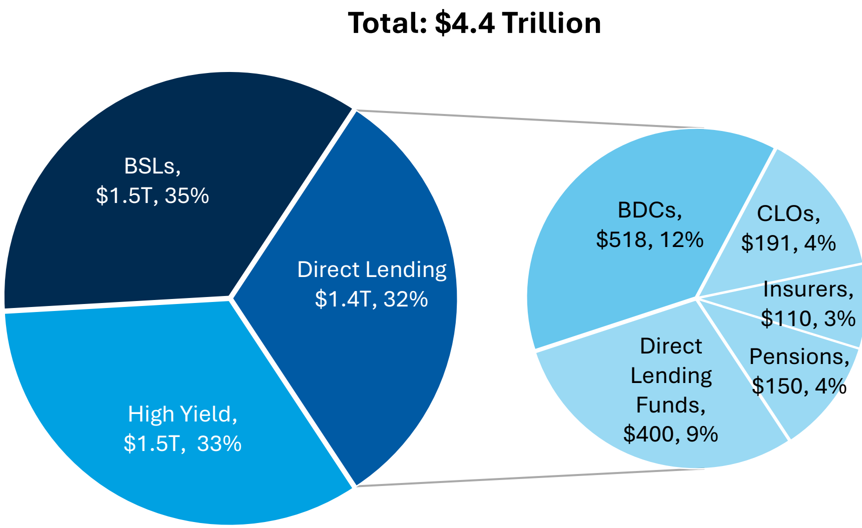
1. Source: Pitchbook LCD as of March 31, 2026.

The opinions expressed herein are those of the MSPC team as of the date of the presentation and are subject to change due to changes in market or economic conditions. Forward looking statements, and statements regarding MSPC's assessment of the market are by their nature inherently uncertain insofar as actual realized returns or other projected results can change quickly based on, among other things, unexpected market movements, changes in interest rates, legislative or regulatory developments, acts of God, and other developments. Past performance is not indicative of future results.

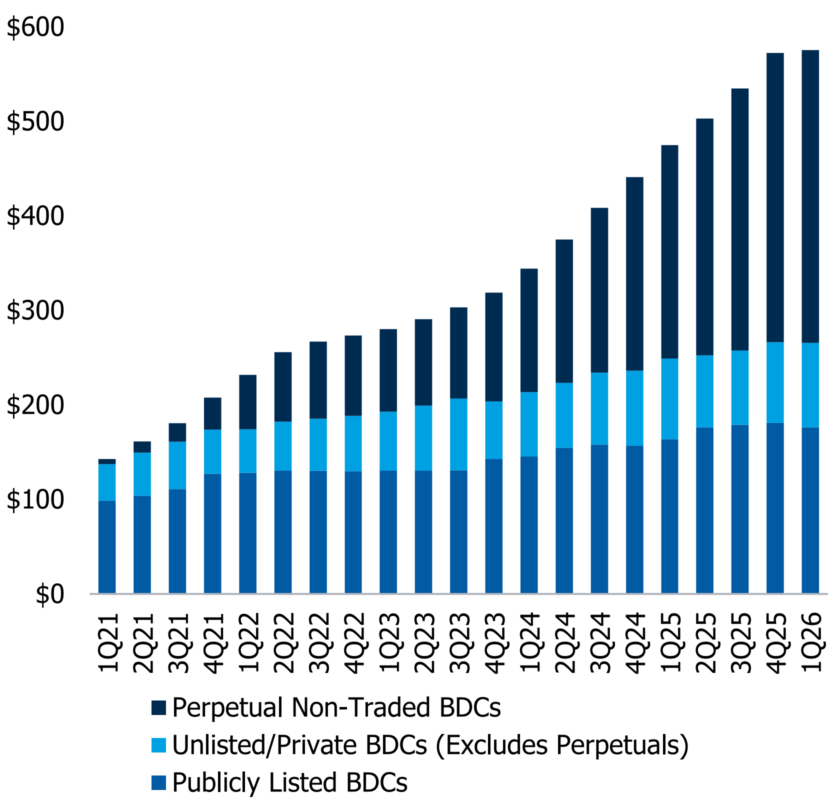
Growth in Non-Traded BDCs as Alternatives Allocation Expands

Expanding BDC Adoption is Increasing Access as Private Wealth Deepens Alternatives Allocations

Leveraged Finance Market Composition ($Bn) (1)



BDC Asset Growth by Vehicle Type ($Bn) (1)



1. Source: PitchBook LCD, ICE, BDC Collateral, Wells Fargo Securities, Moody's, Public Pension Data and Morgan Stanley Research as of March 31, 2026.

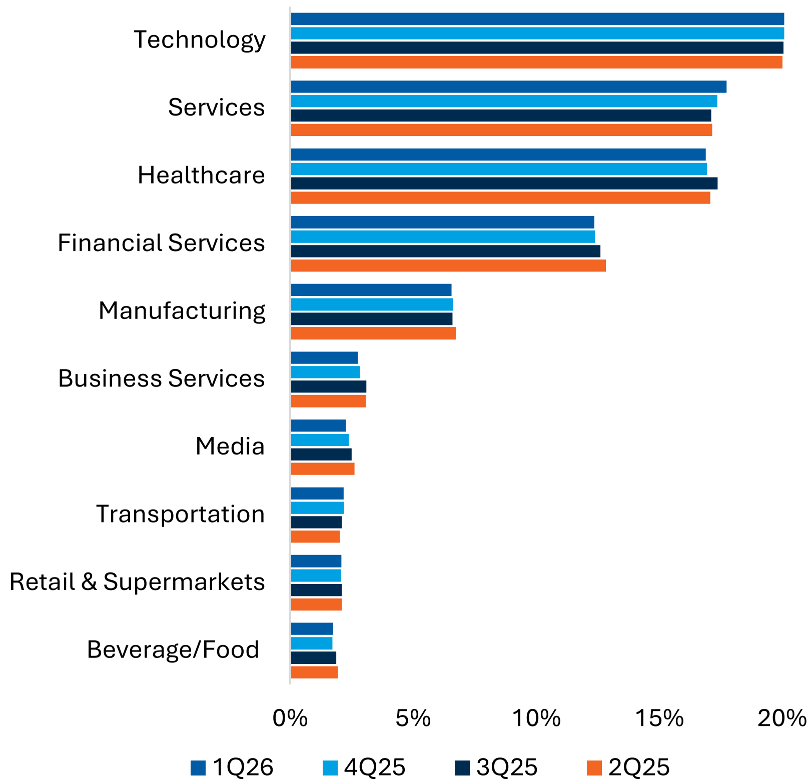
Note: Assumes 2.2% middle market lending exposure within insurers based on a Moody's report, and 2% exposure within pension funds based on publicplansdata.org.

The opinions expressed herein are those of the MSPC team as of the date of the presentation and are subject to change due to changes in market or economic conditions. Forward looking statements, and statements regarding MSPC's assessment of the market are by their nature inherently uncertain insofar as actual realized returns or other projected results can change quickly based on, among other things, unexpected market movements, changes in interest rates, legislative or regulatory developments, acts of God, and other developments. Past performance is not indicative of future results.

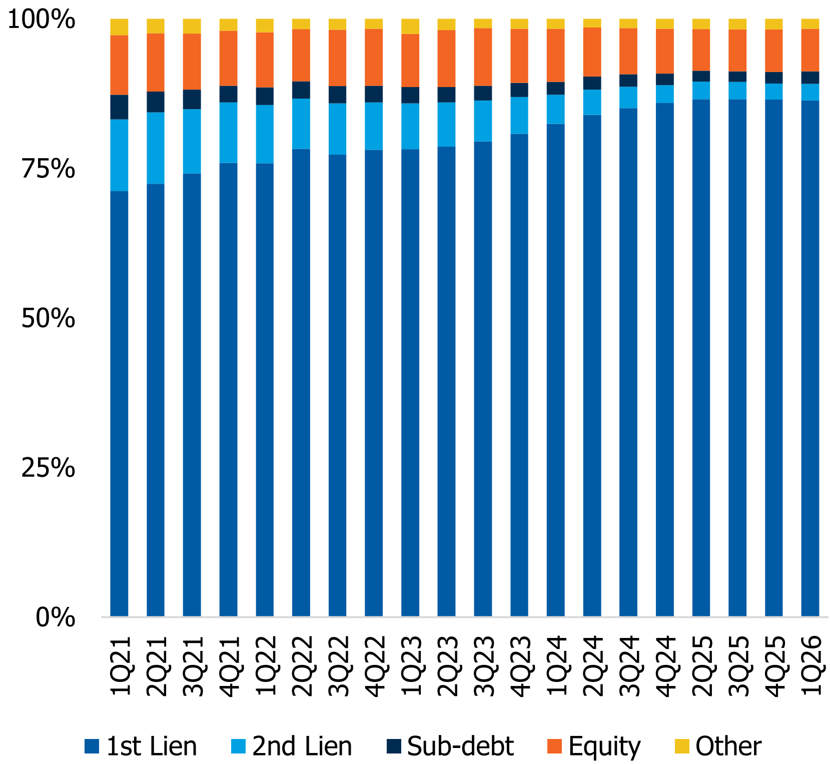
Sector Mix Reflects Direct Lending's Stability-Oriented Profile

Defensive Sector Mix with Limited Cyclical Exposure and a Focus on Resilient end Markets

BDC Assets By Sector (%) [1]



BDC Assets By Security Type (%) [1]



1. Source: BDC Collateral and Wells Fargo Securities as of March 31, 2026.

The opinions expressed herein are those of the MSPC team as of the date of the presentation and are subject to change due to changes in market or economic conditions. Forward looking statements, and statements regarding MSPC's assessment of the market are by their nature inherently uncertain insofar as actual realized returns or other projected results can change quickly based on, among other things, unexpected market movements, changes in interest rates, legislative or regulatory developments, acts of God, and other developments. Past performance is not indicative of future results.

Consistent Role in Enhancing Fixed Income Portfolios

Direct Lending has Delivered Competitive Returns Versus Traditional Fixed Income Across Cycles

	2016	2017	2018	2019	2020	2021	2022	2023	2024	2025	10 Years
Higher	Listed BDC 24.18	Direct Lending 8.62	Direct Lending 8.07	Listed BDC 28.16	U.S. Agg 7.51	Listed BDC 37.42	Direct Lending 6.29	Listed BDC 27.58	Listed BDC 16.61	Direct Lending 9.28	Direct Lending 9.35
	High Yield 17.49	EMD (Corp. Bonds) 7.96	Cash 1.87	High Yield 14.41	EMD (Corp. Bonds) 7.13	Direct Lending 12.79	Cash 1.46	High Yield 13.46	Direct Lending 11.32	EMD (Corp. Bonds) 8.73	Listed BDC 7.66
	Direct Lending 11.24	High Yield 7.48	Bank Loan 0.44	EMD (Corp. Bonds) 13.09	High Yield 6.17	High Yield 5.36	Bank Loan -0.77	Bank Loan 13.32	Bank Loan 8.95	High Yield 8.50	High Yield 6.05
	Bank Loan 10.16	Bank Loan 4.12	U.S. Agg 0.01	Direct Lending 9.00	Direct Lending 5.46	Bank Loan 5.20	Listed BDC -9.39	Direct Lending 12.13	High Yield 8.20	U.S. Agg 7.30	Bank Loan 5.61
	EMD (Corp. Bonds) 9.65	U.S. Agg 3.54	EMD (Corp. Bonds) -1.65	U.S. Agg 8.72	Bank Loan 3.12	EMD (Corp. Bonds) 0.91	High Yield -11.22	EMD (Corp. Bonds) 9.08	EMD (Corp. Bonds) 7.63	Bank Loan 5.90	EMD (Corp. Bonds) 4.35
	U.S. Agg 2.65	Cash 0.86	High Yield -2.26	Bank Loan 8.64	Cash 0.67	Cash 0.05	EMD (Corp. Bonds) -12.26	U.S. Agg 5.53	Cash 5.25	Cash 4.18	Cash 2.26
Lower	Cash 0.33	Listed BDC 0.64	Listed BDC -7.01	Cash 2.28	Listed BDC -8.85	U.S. Agg -1.54	U.S. Agg -13.01	Cash 5.01	U.S. Agg 1.25	Listed BDC -3.50	U.S. Agg 1.70

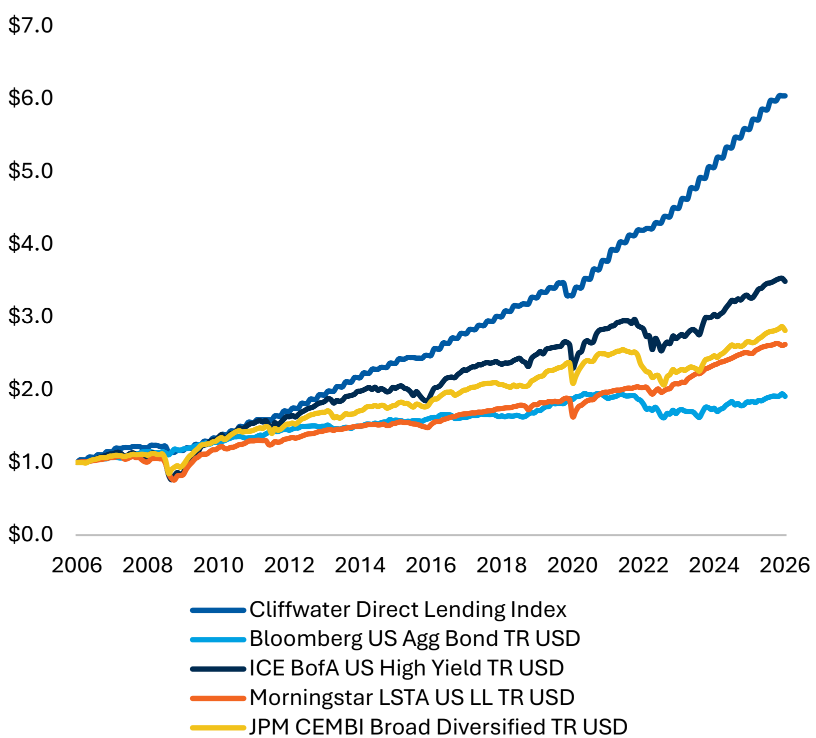
Past performance is no guarantee of future results. When comparing asset classes, keep in mind that each asset class has differences. Fixed-income securities are subject to credit risk. Government bonds and fixed-income investments are guaranteed by the issuer as to the timely payment of principal and interest and pay a fixed rate of interest. Indices are unmanaged, do not charge fees or expenses and do not employ specifical investment techniques, such as leveraging or short selling. It is not possible to invest directly in an index. Data provided is for informational use only. Alternative investments often are speculative and include a high degree of risk. The opinions expressed herein are those of the MSPC team as of the date of the presentation and are subject to change due to changes in market or economic conditions. Forward looking statements, and statements regarding MSPC's assessment of the market are by their nature inherently uncertain insofar as actual realized returns or other projected results can change quickly based on, among other things, unexpected market movements, changes in interest rates, legislative or regulatory developments, acts of God, and other developments. Past performance is not indicative of future results.

Source: Figures are annual for each relevant period, 10 year data represents the last 10 years ending March 31, 2026. Data sourced from Morningstar, with the exception of Direct Lending, which is represented by Cliffwater Direct Lending Index (CDLI). The CDLI seeks to measure the unlevered, gross of fee performance of U.S. middle-market corporate loans, as represented by the asset-weighted performance of the underlying assets of BDCs, including both exchange-traded and unlisted BDCs, subject to certain eligibility requirements. EMD (Corp. Bonds) represented by JPM CEMBI Broad Diversified. High Yield represented by ICE BofA US High Yield. U.S. Agg represented by Bloomberg US Agg Bond. Bank Loan represented by Morningstar LSTA US LL. Cash represented by ICE BofA US 3M Trsy Bill. BDC represented by S&P BDC Index. The S&P BDC Index is a market-capitalization-weighted equity index designed to track the performance of publicly traded BDCs listed on major U.S. stock exchanges.

Direct Lending Returns Reflect Steady Coupon Compounding

Income-Driven Returns with Lower Volatility Supported by Non-Traded Structure

20 Year Investment Growth [1]



Performance Characteristics (20 Years) [1]

INDEX NAME	# UP MONTHS	# DOWN MONTHS	MAX DRAWDOWN
Direct Lending	222	18	(7.73%)
Investment-Grade Bonds	147	93	(17.18%)
High Yield Bonds	170	70	(33.23%)
Leveraged Loans	182	58	(30.07%)
EM Corporate Bonds	167	73	(24.30%)

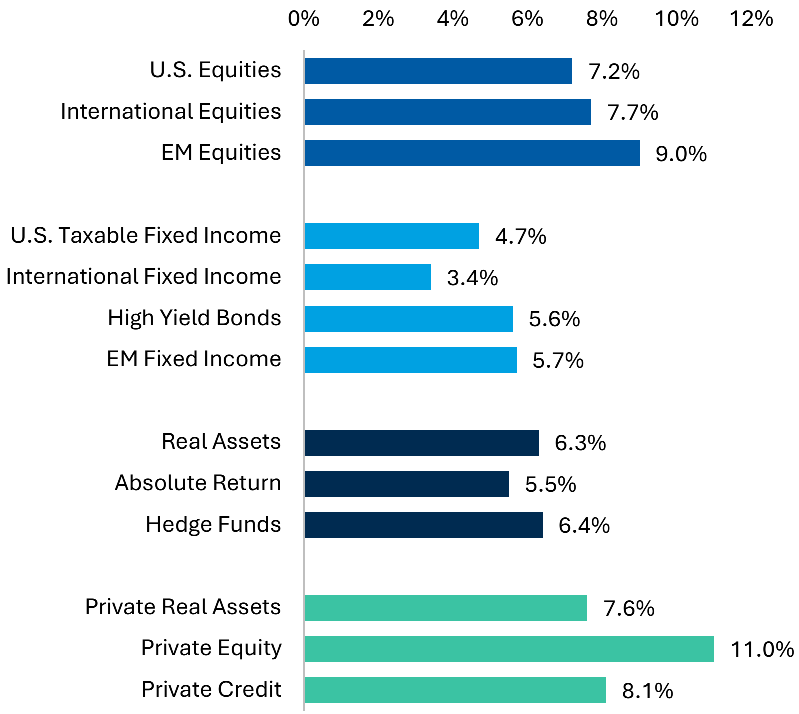
1. **Past performance is no guarantee of future results.** When comparing asset classes, keep in mind that each asset class has differences. Fixed-income securities are subject to credit risk. Government bonds and fixed-income investments are guaranteed by the issuer as to the timely payment of principal and interest and pay a fixed rate of interest. Indices are unmanaged, do not charge fees or expenses and do not employ specifical investment techniques, such as leveraging or short selling. It is not possible to invest directly in an index. Source: Morningstar as of March 31, 2026. Data provided is for informational use only.

The opinions expressed herein are those of the MSPC team as of the date of the presentation and are subject to change due to changes in market or economic conditions. Forward looking statements, and statements regarding MSPC's assessment of the market are by their nature inherently uncertain insofar as actual realized returns or other projected results can change quickly based on, among other things, unexpected market movements, changes in interest rates, legislative or regulatory developments, acts of God, and other developments. Past performance is not indicative of future results.

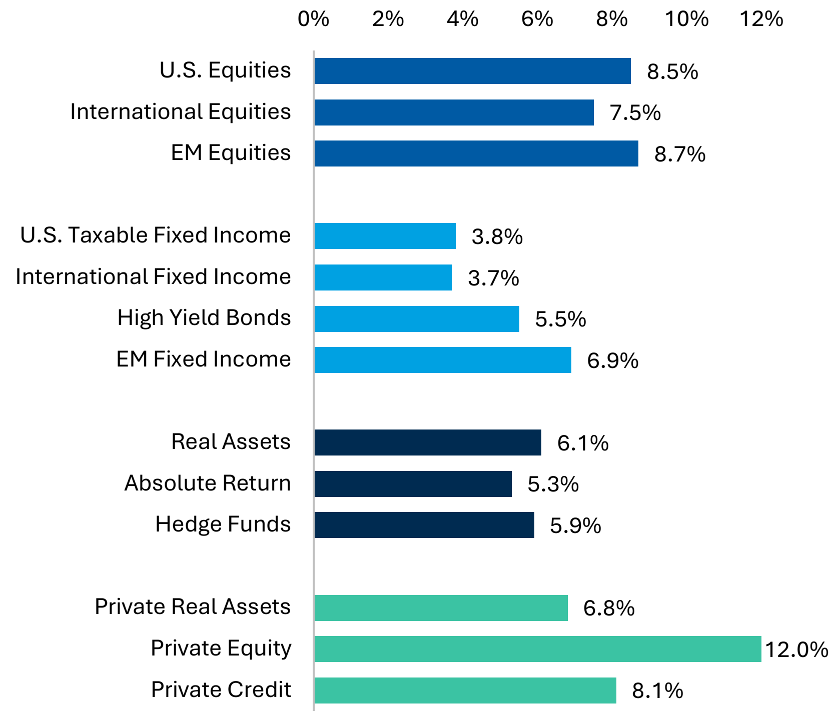
Capital Market Assumptions Update

MSWM Global Investment Committee Forecast for Strategic (7-Year) and Secular (20-Year) Horizons

Strategic (7-year) Return Estimates (%) [(1)]



Secular (20-year) Return Estimates (%) [(1)]



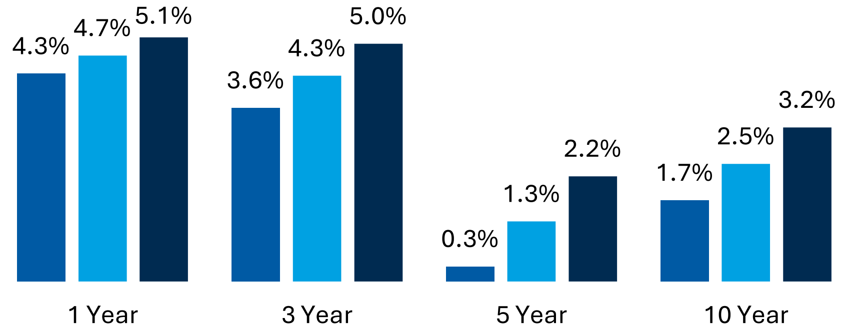
1. Source: MSWM Global Investment Committee as of March 26, 2026. US taxable fixed income represented by Bloomberg US Aggregate Index; international fixed income by Bloomberg Global Aggregate Non-USD (USD-Hedged) Index; high yield bonds by Bloomberg Global High Yield Corporate Index; and emerging market fixed income by JP Morgan EMBI Global (USD-Unhedged) Index. All others are based on proprietary models. Strategic annualized return estimates are based on a seven-year time horizon. Secular annualized return estimates are based on a 20-year time horizon. Estimates are for illustrative purposes only, are based on proprietary models and are not indicative of the future performance of any specific investment, index or asset class. Actual performance may be more or less than the estimates shown in this table. Estimates of future performance are based on assumptions that may not be realized.

The opinions expressed herein are those of the MSPC team as of the date of the presentation and are subject to change due to changes in market or economic conditions. Forward looking statements, and statements regarding MSPC's assessment of the market are by their nature inherently uncertain insofar as actual realized returns or other projected results can change quickly based on, among other things, unexpected market movements, changes in interest rates, legislative or regulatory developments, acts of God, and other developments. Past performance is not indicative of future results.

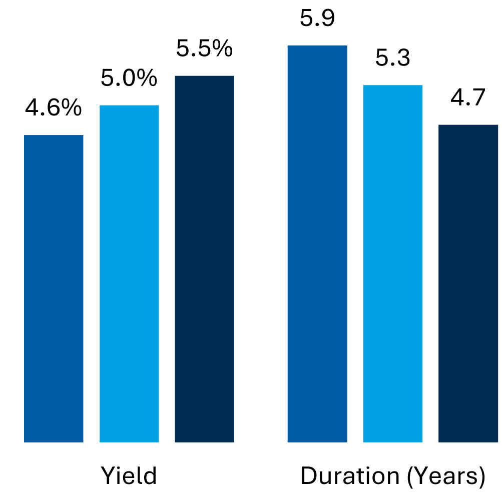
Allocation to Direct Lending May Improve Portfolio Balance

Enhances Portfolio Outcomes Through Higher Income, Lower Volatility, and Improved Diversification

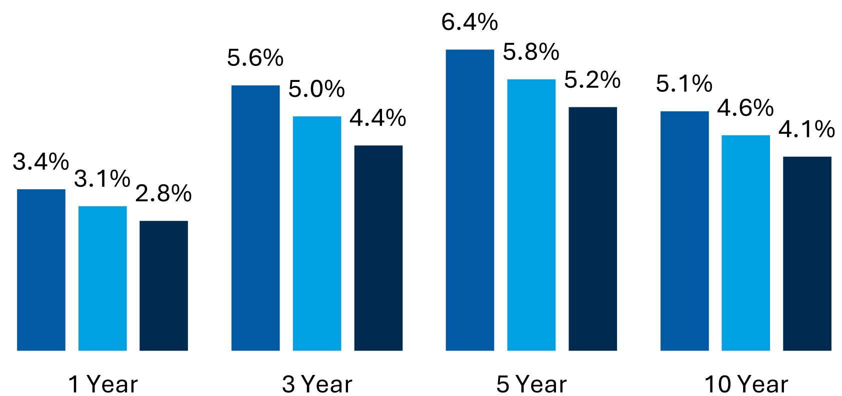
Return



Yield & Duration



Volatility



■ U.S. Agg Bond ■ 90% U.S. Agg Bond / 10% Direct Lending ■ 80% U.S. Agg Bond / 20% Direct Lending

Source: Morningstar as of March 31, 2026. Return figures represent annualized total rates of return. Volatility figures represent standard deviation of the returns.

Performance shown is hypothetical and the portfolio analysis for the relevant time assumes all allocations were held in the same weights shown. Index performance does not reflect any management fees or expenses. Indexes are not managed and one cannot invest directly in an index. Direct Lending represented by the Cliffwater Direct Lending Index as of March 31, 2026. Direct Lending exposure was added to the hypotheticals by proportionally reducing allocations from the Bloomberg US Aggregate Bond TR Index. Past performance is no guarantee of future results.

The opinions expressed herein are those of the MSPC team as of the date of the presentation and are subject to change due to changes in market or economic conditions. Forward looking statements, and statements regarding MSPC's assessment of the market are by their nature inherently uncertain insofar as actual realized returns or other projected results can change quickly based on, among other things, unexpected market movements, changes in interest rates, legislative or regulatory developments, acts of God, and other developments. Past performance is not indicative of future results.

Morgan Stanley

INVESTMENT MANAGEMENT

About MSIM

Who We Are

Morgan Stanley Investment Management, a Division of Morgan Stanley, Offers a Wide Range of Investment Solutions to Investors Around the World

MSIM
By The Numbers

$1.9Tn
Total Aum (1)

~$270Bn
Alternatives Total Aum (2)

40 Year
Alternatives Track Record

5,038
Employees

Morgan Stanley

- Morgan Stanley Investment Management (“MSIM”)
- Morgan Stanley Wealth Management (“MSWM”)
- Institutional Securities Group (“ISG”)

North America Private Credit Team

- 15+ Year History In Private Credit
- $22.8Bn Of Direct Lending Committed Capital (3)
- Among Top 10 Largest BDC Managers (4)
- 76% Of Deals Closed With Multiple MS Touchpoints (5)

1. MSIM data as of March 31, 2026, unless otherwise noted. The figure represents the assets under management (“AUM”) and includes all discretionary and non-discretionary assets of MSIM and all advisory affiliates. MSIM Fund of Fund assets represent assets under management and assets under supervision. MSIM direct private investing assets represent the basis on which the firm earns management fees, not the market value of the assets owned.
2. As of December 31, 2025. Represented as Investable Capital, which includes fee-earning AUM, unfunded commitments, co-investments and fund leverage; inclusive of CLOs.
3. As of May 1, 2026. Committed capital is calculated as aggregate capital commitments or equity raised and total committed leverage within each of the direct lending funds or accounts managed by the MSPC platform with exception for funds in their harvesting period, where committed capital is calculated as invested capital.
4. Based on combined net assets for all BDCs managed by comparable peer managers as of December 31, 2025. Comparable peer managers presented herein are believed to be representative of relevant peers based on available information and reasonable judgement. However, there is no assurance that these peers are identical in structure, strategy, size, or performance, and they may not fully reflect the specific characteristics or risks applicable. Comparisons should therefore be viewed as illustrative and not as definitive indicators of relative value or performance and does not reflect the rankings of a third-party index or industry research group. Different inputs and assumptions about the relevant peer group may result in different results.
5. For the period of December 2019 through March 31, 2026. Based on the count of deals closed for the North America Private Credit Team. Includes MSIM’s Private Credit platform, MS investment banking, private equity solutions, and private equity secondaries.

North America Private Credit Team

Differentiated Model, Supported By Marquee Adviser

Scaled private credit business, leveraging the broader Morgan Stanley platform [1]

Scaled & Defensive Direct Lending Business

Primarily floating rate, first lien loans to borrowers in non-cyclical industries [2]

Rigorous Investment / Risk Management & Oversight

Disciplined investment process, resulting in selective close rates

Attractive Industry & Market Tailwinds

Direct lending is an attractive asset class that has generated strong risk-adjusted returns

Presents A Potentially Compelling Investing Proposition

13bps
Platform Loss Rate [3]

97.9%
First Lien Loans [4]

114
Investments That Benefited From Firmwide Diligence [5]

PAST PERFORMANCE IS NOT INDICATIVE OF FUTURE RETURNS. ACTUAL RESULTS MAY VARY. There is no guarantee that investment objective can be achieved. The statements above reflect the Adviser's views and opinions as of the date hereof and not as of any future date. All expressions of opinion are subject to change without notice and are not intended to be a forecast of future events or results.

1. Access to certain parts of Morgan Stanley may be limited in certain instances by a number of factors, including third party confidentiality obligations and information barriers established by Morgan Stanley in order to manage conflicts of interest and regulatory restrictions, including, without limitation, joint transaction restrictions pursuant to the Investment Company Act of 1940, as amended (the "1940 Act") and internal policies and procedures.
2. There can be no assurance that the Fund or Adviser will achieve its investment or portfolio construction objectives. Cyclical industries defined as restaurants, retail, energy, and other businesses that the Adviser believes may be subject to business cycle volatility. A defensive portfolio does not assure a profit or protect against loss in a declining market.
3. Reflects cumulative total platform loss rate for Direct Lending strategy funds since inception through March 31, 2026.
4. Calculated as a percentage of fair value for all MSPC sponsored funds (the "MS BDCs") that have elected to be regulated as business development companies under the 1940 Act, weighted by net asset value.
5. For the period of December 2019 through March 31, 2026.

Highly Experienced Team and Infrastructure to Support Growth

North America Private Credit Investment Committee & Investment Team

David Miller
Global Head of Private Credit & Equity at Morgan Stanley

Ashwin Krishnan
Head of North America Private Credit & Chief Investment Officer

Michael Occi
Chief Executive Officer for Direct Lending

Jeff Day
Co-President of Direct Lending

Toby Norris
COO for Private Investing

David Kulakofsky
Head of Direct Lending Underwriting

Jon Spivak
Managing Director,
Head of Direct Lending Origination

Hank D'alessandro
Vice Chairman of North America Private Credit

Rebecca Shaoul
Head of Direct Lending Portfolio Management

Mario Zillner
Managing Director

James Morphis
Managing Director

11 Person Investment Committee

23 Years of Average Experience [1]

49 Total Investment Professionals [2]

14 Years of Average Experience [3]

Direct Lending Business Infrastructure

Orit Mizrachi
Co-President and Chief Operating Officer of Direct Lending

David Pessah
Chief Financial Officer of Direct Lending

Christopher Remington
Head of Portfolio and Client Strategy

Support Personnel

32 Support Staff

Other Morgan Stanley Support

Legal	Compliance	Franchise & Conflicts	Global Financial Crimes
Risk	Finance & Tax	Sustainability	Information Technology

As of May 1, 2026. There is no assurance that the personnel identified above will remain in their current positions or retain their current functions. There can be no assurance that professionals currently employed by MSPC will continue to be employed by MSPC or that performance of any such professional serves as an indicator of future performance. There is no guarantee that MSPC investment professionals will successfully implement the investment strategies.

1. Average years of experience of investment committee members only.
2. Total investment professionals includes all MSPC investment professionals.
3. Average years of relevant experience for all investment professionals at the officer-level and above, inclusive of the investment committee.

Important Disclosures

The views and opinions and/or analysis expressed are those of the author or the investment team as of the date of preparation of this material and are subject to change at any time without notice due to market or economic conditions and may not necessarily come to pass. Furthermore, the views will not be updated or otherwise revised to reflect information that subsequently becomes available or circumstances existing, or changes occurring, after the date of publication. The views expressed do not reflect the opinions of all investment personnel at Morgan Stanley Investment Management (MSIM) and its subsidiaries and affiliates (collectively "the Firm"), and may not be reflected in all the strategies and products that the Firm offers.

Forecasts and/or estimates provided herein are subject to change and may not actually come to pass. Information regarding expected market returns and market outlooks is based on the research, analysis and opinions of the authors or the investment team. These conclusions are speculative in nature, may not come to pass and are not intended to predict the future performance of any specific strategy or product the Firm offers. Future results may differ significantly depending on factors such as changes in securities or financial markets or general economic conditions.

This material has been prepared on the basis of publicly available information, internally developed data and other third-party sources believed to be reliable. However, no assurances are provided regarding the reliability of such information and the firm has not sought to independently verify information taken from public and third-party sources.

Forward looking statements are by their nature inherently uncertain insofar as actual realized returns or other projected results can change quickly based on, among other things, unexpected market movements, changes in interest rates, legislative or regulatory developments, acts of God, and other developments. Past performance is not indicative of future results. All forecasts are subject to change at any time and may not come to pass due to changes in market or economic conditions. Certain information contained herein constitutes forward-looking statements, which can be identified by the use of forward-looking terminology such as "may," "will," "should," "expect," "anticipate," "project," "estimate," "intend," continue" or "believe" or the negatives thereof or other variations thereon or other comparable terminology. Due to various risks and uncertainties, actual events or results may differ materially from those reflected or contemplated in such forward-looking statements. No representation or warranty is made as to future performance or such forward-looking statements.

Alternative investments typically have higher fees and expenses than other investment vehicles, and such fees and expenses will lower returns achieved by investors. Alternative investment funds are often unregulated, are not subject to the same regulatory requirements as mutual funds, and are not required to provide periodic pricing or valuation information to investors. The investment strategies described in the preceding pages may not be suitable for the recipient's specific circumstances; accordingly, you should consult your own tax, legal or other advisors, both at the outset of any transaction and on an ongoing basis, to determine such suitability.

This material is a general communication, which is not impartial and all information provided has been prepared solely for informational and educational purposes and does not constitute an offer or a recommendation to buy or sell any particular security or to adopt any specific investment strategy. The information herein has not been based on a consideration of any individual investor circumstances and is not investment advice, nor should it be construed in any way as tax, accounting, legal or regulatory advice. To that end, investors should seek independent legal and financial advice, including advice as to tax consequences, before making any investment decision.

The Firm does not provide tax advice. The tax information contained herein is general and is not exhaustive by nature. It was not intended or written to be used, and it cannot be used by any taxpayer, for the purpose of avoiding penalties that may be imposed on the taxpayer. Each jurisdiction tax laws are complex and constantly changing. You should always consult your own legal or tax professional for information concerning your individual situation.

Any charts and graphs provided are for illustrative purposes only.

Any performance quoted represents past performance. **Past performance does not guarantee future results.**

The indexes are unmanaged and do not include any expenses, fees or sales charges. It is not possible to invest directly in an index. Any index referred to herein is the intellectual property (including registered trademarks) of the applicable licensor. Any product based on an index is in no way sponsored, endorsed, sold or promoted by the applicable licensor and it shall not have any liability with respect thereto.

This material is not a product of Morgan Stanley's research department and should not be regarded as a research material or a recommendation.

Important Disclosures

“Cliffwater,” “Cliffwater Direct Lending Index,” and “CDLI” are trademarks of Cliffwater LLC. The Cliffwater Direct Lending Indexes (the “Indexes”) and all information on the performance or characteristics thereof (“Index Data”) are owned exclusively by Cliffwater LLC, and are referenced herein under license. Neither Cliffwater nor any of its affiliates sponsor or endorse, or are affiliated with or otherwise connected to, Morgan Stanley, or any of its products or services. All Index Data is provided for informational purposes only, on an “as available” basis, without any warranty of any kind, whether express or implied. Cliffwater and its affiliates do not accept any liability whatsoever for any errors or omissions in the Indexes or Index Data, or arising from any use of the Indexes or Index Data, and no third party may rely on any indexes or index data referenced in this report. No further distribution of Index Data is permitted without the express written consent of Cliffwater. Any reference to or use of the index or index data is subject to the further notices and disclaimers set forth from time to time on Cliffwater’s website at https://www.cliffwaterdirectlendingindex.com/disclosures.

The Firm has not authorized financial intermediaries to use and to distribute this material, unless such use and distribution is made in accordance with applicable law and regulation. Additionally, financial intermediaries are required to satisfy themselves that the information in this material is appropriate for any person to whom they provide this material in view of that person’s circumstances and purpose. The Firm shall not be liable for, and accepts no liability for, the use or misuse of this material by any such financial intermediary.

This material may be translated into other languages. Where such a translation is made this English version remains definitive. If there are any discrepancies between the English version and any version of this material in another language, the English version shall prevail.

Morgan Stanley Investment Management is the asset management division of Morgan Stanley.

DISTRIBUTION

This material is only intended for and will only be distributed to persons resident in jurisdictions where such distribution or availability would not be contrary to local laws or regulations.

MSIM, the asset management division of Morgan Stanley (NYSE: MS), and its affiliates have arrangements in place to market each other’s products and services. Each MSIM affiliate is regulated as appropriate in the jurisdiction it operates. MSIM’s affiliates are: Calvert Research and Management, Eaton Vance Management, Parametric Portfolio Associates LLC, Parametric SAS, and Atlanta Capital Management LLC.

This material has been issued by any one or more of the following entities:

EMEA: This material is for Professional Clients/Accredited Investors only.

In the EU, MSIM materials are issued by MSIM Fund Management (Ireland) Limited (“FMIL”). FMIL is regulated by the Central Bank of Ireland and is incorporated in Ireland as a private company limited by shares with company registration number 616661 and has its registered address at 24-26 City Quay, Dublin 2, DO2 NY19, Ireland.

Outside the EU, MSIM materials are issued by Morgan Stanley Investment Management Limited (MSIM Ltd) is authorised and regulated by the Financial Conduct Authority. Registered in England. Registered No. 1981121. Registered Office: 25 Cabot Square, Canary Wharf, London E14 4QA.

In Switzerland, MSIM materials are issued by Morgan Stanley & Co. International plc, London (Zurich Branch) Authorised and regulated by the Eidgenössische Finanzmarktaufsicht (“FINMA”). Registered Office: Beethovenstrasse 33, 8002 Zurich, Switzerland.

Italy: MSIM FMIL (Milan Branch), (Sede Secondaria di Milano) Palazzo Serbelloni Corso Venezia, 16 20121 Milano, Italy. The **Netherlands:** MSIM FMIL(Amsterdam Branch), Rembrandt Tower, 11th Floor Amstelplein 1 1096HA, Netherlands. **France:** MSIM FMIL (Paris Branch), 61 rue de Monceau 75008 Paris, France. **Spain:** MSIM FMIL (Madrid Branch), Calle Serrano 55, 28006, Madrid, Spain. **Germany:** MSIM FMIL Frankfurt Branch, Große Gallusstraße 18, 60312 Frankfurt am Main, Germany (Gattung: Zweigniederlassung (FDI) gem. § 53b KWG). **Denmark:** MSIM FMIL (Copenhagen Branch), Gorrissen Federspiel, Axel Towers, Axeltorv2, 1609 Copenhagen V, Denmark.

Important Disclosures

MIDDLE EAST

Dubai International Financial Centre: This information does not constitute or form part of any offer to issue or sell, or any solicitation of any offer to subscribe for or purchase, any securities or investment products in the UAE (including the Dubai International Financial Centre and the Abu Dhabi Global Market) and accordingly should not be construed as such. Furthermore, this information is being made available on the basis that the recipient acknowledges and understands that the entities and securities to which it may relate have not been approved, licensed by or registered with the UAE Central Bank, the Dubai Financial Services Authority, the UAE Securities and Commodities Authority, the Financial Services Regulatory Authority or any other relevant licensing authority or government agency in the UAE. The content of this report has not been approved by or filed with the UAE Central Bank, the Dubai Financial Services Authority, the UAE Securities and Commodities Authority or the Financial Services Regulatory Authority.

Saudi Arabia

This financial promotion was issued and approved for use in Saudi Arabia by Morgan Stanley Saudi Arabia, Al Rashid Tower, Kings Sand Street, Riyadh, Saudi Arabia, authorized and regulated by the Capital Market Authority license number 06044-37.

ASIA PACIFIC

Hong Kong: This document has been issued by Morgan Stanley Asia Limited, CE No. AAD291, for use in Hong Kong and shall only be made available to "professional investors" as defined under the Securities and Futures Ordinance of Hong Kong (Cap 571). The contents of this document have not been reviewed nor approved by any regulatory authority including the Securities and Futures Commission in Hong Kong. Accordingly, save where an exemption is available under the relevant law, this document shall not be issued, circulated, distributed, directed at, or made available to, the public in Hong Kong.

Singapore: This material is disseminated by Morgan Stanley Investment Management Company, Registration No. 199002743C. This material may not be circulated or distributed, whether directly or indirectly, to persons in Singapore other than to (i) an accredited investor, (ii) an institutional investor as defined in Section 4A of the Securities and Futures Act, Chapter 289 of Singapore ("SFA"); or (iii) otherwise pursuant to, and in accordance with the conditions of, any other applicable provision of the SFA. This publication has not been reviewed by the Monetary Authority of Singapore.

Australia: This material is provided by Morgan Stanley Investment Management (Australia) Pty Ltd ABN 22122040037, AFSL No. 314182 and its affiliates and does not constitute an offer of interests. Morgan Stanley Investment Management (Australia) Pty Limited arranges for MSIM affiliates to provide financial services to Australian wholesale clients. This material will not be lodged with the Australian Securities and Investments Commission.

Japan

This material may not be circulated or distributed, whether directly or indirectly, to persons in Japan other than to (i) a professional investor as defined in Article 2 of the Financial Instruments and Exchange Act ("FIEA") or (ii) otherwise pursuant to, and in accordance with the conditions of, any other allocable provision of the FIEA. This material is disseminated in Japan by Morgan Stanley Investment Management (Japan) Co., Ltd., Registered No. 410 (Director of Kanto Local Finance Bureau (Financial Instruments Firms)), Membership: the Japan Securities Dealers Association, the Investment Management Association of Japan and the Type II Financial Instruments Firms Association.

RO: 5787656 Exp. Date: 7/31/2027