

INFORMATION ABOUT THE THE PLAN OF COMPLETE LIQUIDATION AND DISSOLUTION

As of August 6, 2018

What is the Plan?

On June 28, 2018, stockholders of the American Capital Senior Floating, Ltd. (“ACSF” or the “Company”) approved a Plan of Complete Liquidation and Dissolution of the Company (the “Plan”), including the sale of all or substantially all of the Company’s assets and the dissolution of the Company pursuant to the Plan.

Why was the Plan adopted?

As a result of discussions over a series of meetings, at a meeting of the Company’s board of directors (the “Board”) held on May 4, 2018, the Board unanimously approved the Plan, including the sale of all or substantially all of the Company’s assets and the dissolution of the Company pursuant to the Plan. In reaching a decision to approve the Plan, the Board considered various strategic alternatives, including continuing the Company as a stand-alone entity, including with increased leverage, engaging in a merger or acquisition transaction with affiliated or third party companies and liquidating and dissolving the Company.

After considering the various strategic alternatives, the Board determined that the estimated aggregate distribution to be received by the Company’s stockholders in connection with the sale of all or substantially all of the Company’s assets and a dissolution of the Company, pursuant to the Plan, would likely maximize stockholder value within a reasonable period of time and with greater certainty than if the Company were to pursue other strategic alternatives.

What is the current status of the Plan?

On August 3, 2018, in connection with the Company’s sale of certain of the Company’s investments pursuant to the Plan, the Board approved an initial liquidating distribution declared as of August 6, 2018 of \$8.80 per share (such distribution, the “Initial Liquidating Distribution”) to the Company’s stockholders of record as of the close of business on August 16, 2018 (the “Record Date”) in accordance with the Plan.

In addition to the sale of certain of its portfolio investments that have been completed, the Company has entered into contracts for the sale of all of its remaining portfolio investments but cannot assure you that these remaining sales will be consummated. After paying and/or maintaining reserves against all of the Company’s liabilities (including contingent liabilities), the Company intends to make one or more additional liquidating distributions of its remaining assets to its stockholders (collectively, “Additional Liquidating Distributions” and, together with the Initial Liquidating Distribution, “Total Liquidating Distributions”).

How much should I expect to receive in the liquidation?

Based on the information currently available, the Company estimates that the aggregate amount to be received by stockholders pursuant to the Plan (including cumulative dividends already paid in May, June, July and August of 2018 (the “Cumulative Dividends Paid”), the Initial Liquidating Distribution and Additional Liquidating Distributions) will be between 97% to 98% of the Company’s net asset value (“NAV”) per share as of March 31, 2018 of \$13.11, or within a range of \$12.72 to \$12.85 per share. These aggregate amounts include (a) the Cumulative Dividends Paid of \$0.388 per share, (b) the Initial Liquidating Distribution of \$8.80 per share and (c) Additional Liquidating Distributions, which the Company currently estimates will be within a range of \$3.53 to \$3.66 per share in the aggregate. The actual Additional Liquidating Distributions received by each stockholder could be more or less than the estimated ranges and the timing of such distributions is uncertain.

When will I receive my liquidating distributions?

The payment of the Initial Liquidating Distribution will be made on August 27, 2018. In accordance with the NASDAQ Global Select Market (“NASDAQ”) rules, the ex-dividend date will be August 28, 2018, the first business day following the payment date for the Initial Liquidating Distribution.

After paying and/or maintaining reserves against all of the Company’s liabilities (including contingent liabilities), the Company intends to make one or more Additional Liquidating Distributions. The Company intends to complete the Additional Liquidating Distributions by September 30, 2018, or as soon as practicable thereafter. However, the timing of Additional Liquidating Distributions is uncertain.

Will I receive any additional monthly dividends going forward?

The Company does not intend to pay additional monthly dividends.

What are the U.S. federal income tax consequences of the liquidation?

Liquidating distributions to you under the Plan generally are not taxable to you for U.S. federal income tax purposes until total distributions to you exceed the tax basis of your shares of common stock. Should your total liquidating distributions exceed the tax basis of your shares of common stock, then, for U.S. federal income tax purposes such excess amounts generally will be capital gains, assuming you hold your shares as a capital asset. Such capital gains may be long-term capital gains if you held your shares for more than one year; otherwise, such capital gains will be short-term capital gains. A summary of these tax consequences is available in the Proxy Statement. You should consult your own tax advisor for a full understanding of the particular tax consequences of the liquidation to you as well as the tax consequences of any other dividends or distributions by the Company.

When will the liquidation be completed?

The Company intends to complete the Additional Liquidating Distributions by September 30, 2018, or as soon as practicable thereafter. As soon as reasonably practicable following the payment of the final Additional Liquidating Distributions, the Company will dissolve in accordance with the laws of the State of Maryland and the Company Charter. The actual amount and the timing of the Additional Liquidating Distributions and the timing of the dissolution of the Company is uncertain.

Will ACSF be delisted?

On August 3, 2018, in connection with the Plan, the Board approved the voluntary delisting of the the Company's common stock from NASDAQ. On August 6, 2018, the Company provided notice to NASDAQ of its intent to voluntarily delist and deregister its common stock from NASDAQ. The Company intends to file a Form 25 with the Securities and Exchange Commission ("SEC") on or about August 16, 2018 to commence the NASDAQ delisting process. The Company expects that the delisting will become effective prior to the commencement of trading on or about August 27, 2018, at which time trading in the common stock will be indefinitely suspended.

Can I still trade my ACSF stock after it is delisted?

Following the delisting, securities brokers may make a market for interests in the common stock in the "over-the-counter" market. The Company does not intend to actively facilitate any such market.

Whom should I call with other questions?

If you have additional questions about the Plan, please contact the Company's Investor Relations Department at American Capital Senior Floating, Ltd., 245 Park Avenue, 42nd Floor, New York, New York 10167 or 888 818 5298.

Cautionary Statement Regarding Forward-Looking Statements

This communication contains forward-looking information and statements. Forward-looking statements give the Company's current expectations and projections relating to the liquidation including statements in this communication regarding the timing and amount of the Initial Liquidating Distribution and Additional Liquidating Distributions. You can identify forward-looking statements by the fact that they do not relate strictly to historical or current facts. These statements may include words such as "anticipate," "estimate," "expect," "project," "plan," "intend," "believe," "confident," "may," "should," "can have," "likely," "future" and other words and terms of similar meaning in connection with any discussion of the timing or nature of future operating or financial performance or other events. Forward-looking statements are not guarantees of performance or results, and involve known and unknown risks, uncertainties (some of which are beyond the Company's control), assumptions and other factors that may cause actual results or events to differ materially from those anticipated in such forward-looking statements. Should one or more of these risks or uncertainties materialize, the Company's actual results may vary in material respects from those projected in any forward-looking statements. Any forward-looking statement made by the Company in this communication speaks only as of the date on which it is made. The Company undertakes

no obligation to update any forward-looking statement, whether as a result of new information, future developments or otherwise, except as may be required by law.