

OXLC

Oxford Lane Capital Corp.

Investor Presentation

Quarter Ended September 30, 2016

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The information contained herein has been derived from financial statements and other documents provided by the portfolio companies and/or the third party manager of such portfolio companies unless otherwise stated.

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The Fund’s board of directors has determined its net asset value in good faith based on information believed by the Fund to be reliable as of September 30, 2016, but there can be no assurance that such net asset value accurately reflects the fair market value of the Fund.

Statements included herein may constitute “forward-looking statements,” which relate to future events or our future performance or financial condition. These statements are not guarantees of future performance, condition or results and involve a number of risks and uncertainties. Actual results may differ materially from those in the forward-looking statements as a result of a number of factors, including those described from time to time in our filings with the Securities and Exchange Commission. Oxford Lane undertakes no duty to update any forward-looking statements made herein, except as may be required by law.

Financial Highlights

<i>(FYE March 31, \$ per share)</i>	<u>Q2-17</u>	<u>Q1-17</u>	<u>Q4-16</u>	<u>Q3-16</u>	<u>Q2-16</u>
GAAP net investment income	\$ 0.37	\$ 0.30	\$ 0.36	\$ 0.46	\$ 0.33
GAAP realized gains (losses)	0.05	(0.18)	(1.13)	(0.23)	-
GAAP unrealized appreciation (depreciation)	1.30	2.22	0.25	(2.85)	(2.30)

Core net investment income ^{1,2}	\$ 0.71	\$ 1.04	\$ 0.71	\$ 0.96	\$ 0.74
Distributions declared	0.60	0.60	0.60	0.60	0.60

Net asset value	\$ 9.94	\$ 8.78	\$ 7.04	\$ 8.13	\$ 11.33
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<i>(FYE March 31, \$ in millions)</i>	<u>Q2-17</u>	<u>Q1-17</u>	<u>Q4-16</u>	<u>Q3-16</u>	<u>Q2-16</u>
Total fair value of investments	\$ 297.4	\$ 263.6	\$ 239.6	\$ 296.4	\$ 360.8
Number of portfolio investments ³	44	41	38	41	43

1. Refer to Appendix for reconciliation of GAAP net investment income to core net investment income.

2. The Fund may also choose to distribute, annually, net realized capital gains that are generated on a tax basis.

3. Includes CLO debt, CLO equity, Warehouse Equity, Class M Notes, Subordinated Fee Notes and other CLO equity related investments.

Summary Portfolio Highlights

Portfolio Activity

<i>(FYE March 31, \$ in millions)</i>	<u>Q2-17</u>	<u>Q4-16</u>	<u>Q3-16</u>	<u>Q2-16</u>	<u>Q1-16</u>
New investments	\$ 52.7	\$ 0.5	\$ 49.8	\$ 31.8	\$ 41.6
Exits (sales / repayments)	38.0	34.9	51.0	5.1	19.1
Net investment activity	\$ 14.7	\$ (34.4)	\$ (1.2)	\$ 26.7	\$ 22.5

Investment Portfolio by Asset Type¹

	<u>Q2-17</u>	<u>Q4-16</u>	<u>Q3-16</u>	<u>Q2-16</u>	<u>Q1-16</u>
CLO equity ²	97%	97%	97%	97%	97%
CLO debt	3%	3%	3%	3%	3%

1. At fair value as of quarter end.

2. Includes Class M Notes, Warehouse Equity, Subordinated Fee Notes and other CLO equity related investments.

CLO Equity & Warehouse Investment Highlights

(\$ in millions)	<u>Q2-17</u>	<u>Q1-17</u>	<u>Q4-16</u>	<u>Q3-16</u>	<u>Q2-16</u>
CLO Equity					
Cash income producing CLO equity at original cost ¹	\$ 327.5	\$ 315.4	\$ 311.8	\$ 367.0	\$ 346.5
Non-cash income producing CLO equity at original cost ^{1,2}	35.4	38.8	48.8	57.0	55.0
Total CLO Equity ¹	<u>\$ 362.9</u>	<u>\$ 354.2</u>	<u>\$ 360.6</u>	<u>\$ 424.0</u>	<u>\$ 401.5</u>
Warehouse					
Non-cash income producing warehouse investments at original cost ^{1,2}	\$ 2.0	\$ -	\$ -	\$ -	\$ 30.0
Total warehouse investments ¹	<u>\$ 2.0</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 30.0</u>

(\$ in millions)

CLO Equity

Breakdown of Non-cash Income Producing CLO Equity as of September 30, 2016^{1,2}

Initial Cost of Investments expected to make initial distribution by 12-31-16	\$ 27.2
Initial Cost of Investments expected to make initial distribution by 3-31-17	-
Initial Cost of Investments expected to make initial distribution by 6-30-17	10.2
Total non-cash income producing CLO equity at original cost	<u>\$ 37.4</u>

1. This number represents total dollar value (at original cost) of those assets held at quarter end.

2. Represents the amount of CLO equity investments (purchased in either the primary or secondary market) and warehouse financing which did not make a distribution payment to OXLC during the quarter. For primary market purchases, it can generally take up to three quarters from initial issuance to receive the inaugural distribution payment from a CLO equity investment.

CLO Portfolio Summary

As of September 30, 2016

CLO Equity Positions	CLO Vintage Year ¹	Tranche Type	Non-Call Period End ²	Reinvestment Period End ²	AAA Spread (L+) ³	Junior Tranche Overcollateralization Cushion ⁴	Reinvestment Overcollateralization Cushion ⁴	Weighted Average Portfolio Spread ^{4*}	Weighted Average Rating Factor ⁵	Diversity Score ⁵	Weighted Average Portfolio Life (Years) ⁶
CLO Equity Position #1	2012	CLO Equity	Callable	July-16	1.29%	3.90%	2.99%	3.63%	2913	57	3.48
CLO Equity Position #2	2012	CLO Equity	Callable	August-16	1.25%	4.31%	2.81%	3.74%	2649	78	4.35
CLO Equity Position #3	2012	CLO Equity	Callable	October-16	1.41%	4.24%	3.24%	4.10%	2924	74	4.05
CLO Equity Position #4	2013	CLO Equity	Callable	January-17	1.22%	2.98%	1.98%	3.97%	2843	73	4.48
CLO Equity Position #5	2013	CLO Equity	Callable	January-17	1.42%	3.74%	2.75%	4.57%	3259	66	4.20
CLO Equity Position #6	2012	CLO Equity	Callable	January-17	1.42%	3.08%	2.66%	3.68%	2968	59	3.68
CLO Equity Position #7	2013	CLO Equity	Callable	April-17	1.10%	2.69%	1.69%	3.97%	2921	78	4.73
CLO Equity Position #8	2013	CLO Equity	Callable	April-17	1.35%	2.57%	1.07%	3.85%	2931	65	4.45
CLO Equity Position #9	2013	CLO Equity	Callable	April-17	1.15%	5.15%	4.15%	3.96%	2864	74	4.54
CLO Equity Position #10	2013	CLO Equity	Callable	May-17	1.15%	4.48%	3.37%	3.87%	2886	89	3.91
CLO Equity Position #11	2013	CLO Equity	Callable	July-17	1.30%	3.17%	2.17%	4.61%	3330	65	4.17
CLO Equity Position #12	2013	CLO Equity	Callable	July-17	1.16%	1.13%	0.13%	4.10%	3142	60	4.54
CLO Equity Position #13	2013	CLO Equity	Callable	October-17	1.65%	4.51%	3.01%	5.46%	3557	60	3.88
CLO Equity Position #14	2014	CLO Equity	Callable	January-18	1.48%	3.27%	2.37%	4.40%	3049	63	4.59
CLO Equity Position #15	2013	CLO Equity	Callable	January-18	1.45%	2.70%	1.70%	4.19%	2713	73	4.52
CLO Equity Position #16	2014	CLO Equity	Callable	April-18	1.51%	2.41%	1.45%	4.17%	2642	84	4.93
CLO Equity Position #17	2014	CLO Equity	Callable	April-18	1.50%	4.47%	2.97%	4.43%	2951	93	4.63
CLO Equity Position #18	2014	CLO Equity	Callable	April-18	1.40%	3.68%	2.68%	4.10%	2877	63	5.11
CLO Equity Position #19	2014	CLO Equity	Callable	April-18	1.52%	2.61%	2.12%	4.05%	2948	78	4.76
CLO Equity Position #20	2014	CLO Equity	Callable	April-18	1.50%	1.84%	0.84%	4.12%	3149	61	4.58
CLO Equity Position #21	2014	CLO Equity	Callable	July-18	1.47%	1.27%	0.75%	4.20%	2996	73	4.48
CLO Equity Position #22	2014	CLO Equity	Callable	July-18	1.48%	4.63%	3.13%	4.33%	2965	97	4.58
CLO Equity Position #23	2014	CLO Equity	Callable	July-18	1.54%	3.19%	2.02%	3.94%	2712	76	4.72
CLO Equity Position #24	2014	CLO Equity	October-16	October-18	1.60%	3.81%	2.80%	4.63%	3068	57	4.90
CLO Equity Position #25	2014	CLO Equity	October-16	October-18	1.60%	2.99%	1.99%	4.45%	3123	57	4.47
CLO Equity Position #26	2014	CLO Equity	October-16	October-18	1.50%	2.43%	1.43%	4.22%	2903	63	4.78
CLO Equity Position #27	2014	CLO Equity	October-16	October-18	1.34%	4.77%	3.45%	4.49%	2893	75	4.84
CLO Equity Position #28	2014	CLO Equity	October-16	October-18	1.60%	3.81%	2.81%	4.25%	2914	69	4.85
CLO Equity Position #29	2014	CLO Equity	November-16	November-18	1.37%	4.17%	3.20%	4.11%	2634	75	4.93
CLO Equity Position #30	2015	CLO Equity	October-16	January-19	1.62%	5.40%	4.42%	4.39%	2713	65	4.76
CLO Equity Position #31	2015	CLO Equity	April-17	April-19	1.55%	4.28%	3.28%	4.03%	2751	69	4.72
CLO Equity Position #32	2015	CLO Equity	July-17	July-19	1.52%	4.50%	4.00%	4.61%	2704	62	5.05
CLO Equity Position #33	2015	CLO Equity	October-17	October-19	1.45%	3.25%	2.25%	4.20%	2686	63	5.21
CLO Equity Position #34	2015	CLO Equity	October-17	April-20	1.46%	4.95%	3.92%	4.35%	2831	66	4.60
CLO Equity Position #35 ³	2016	CLO Equity	October-18	October-20	N/A	N/A	N/A	N/A	N/A	N/A	N/A
CLO Equity Position #36	2015	CLO Equity	January-18	January-21	1.55%	5.56%	4.06%	4.20%	2594	69	5.32
Subtotal (Fair Value)	\$282,027,124			Nov-18⁴	1.46%⁴	4.05%⁴	2.94%⁴	4.28%⁴	2860^{4,5}	70⁴	4.66⁴
CLO Debt Positions											
CLO Debt Position #1	2012	Original B	Callable	January-17	1.42%	2.89%	2.47%	3.70%	2787	62	3.96
CLO Debt Position #2	2013	Original B	Callable	January-17	1.42%	5.28%	4.26%	4.50%	3213	66	4.39
CLO Debt Position #3	2014	Original B	October-16	October-18	1.34%	4.89%	3.56%	4.59%	2953	75	4.90
Subtotal (Fair Value)	\$10,164,320			Oct-17⁴	1.39%⁴	3.67%⁴	2.76%⁴	4.24%⁴	2938^{4,5}	67⁴	4.31⁴
Total (Fair Value)	\$292,191,444⁶			Nov-18⁴							

- Year in which the deal was issued.
- Includes effective benefit of LIBOR floors against current LIBOR rate as calculated by the trustee and reported by Intex.
- Primary purchase pending Intex update of the fully ramped collateral pool.
- Shown on a weighted average basis (based on Fair Value).
- Weighted Average Rating Factor (WARF) Score of 2860 and 2938, for OXLC's CLO Equity and Debt tranche positions respectively, is equivalent to a Moody's corporate debt rating of between B2 and B3 (B2 = 2720, B3 = 3490).
- Excludes Class M Notes, Warehouse Equity, Subordinated Fee Notes and other CLO equity related investments. ⁶

*Source: As reported by Bloomberg or Intex.



CLO Collateral Characteristics*

As of September 30, 2016

Number of unique Collateral Obligations ¹	1,445
Number of unique Obligors ²	1,106
Top 10 Collateral Obligation Positions as % of Total Collateral ³	4.50%
Collateral Weighted Average Price ³	97.07%
Largest Individual Obligor Exposure ³	0.86%
Average Individual Obligor Exposure ³	0.09%
Weighted Average Collateral LIBOR Floor ³	0.90%

Note: Excludes Class M Notes, Warehouse Equity, Subordinated Fee Notes and other CLO equity related investments.

- 1) Represents the total number of Collateral Obligations among all of OXLC's CLO investments.
- 2) Represents the total number of unique Obligors among all of OXLC's CLO investments.
- 3) These figures are calculated based on OXLC's percentage interest in each CLO vehicle on a weighted average par basis.

* Source: As reported by Intex.

CLO Portfolio Metrics

	<u>9/30/2016</u>	<u>6/30/2016</u>
Weighted average GAAP yield of CLO debt investments at current cost ¹	8.9%	8.9%
Weighted average GAAP effective yield of CLO equity investments at current cost	17.2%	15.4%
Weighted average GAAP effective yield of total investments at current cost	17.0%	15.2%
Weighted average cash distribution yield of cash income producing CLO debt investments at current cost ²	7.5%	7.5%
Weighted average cash distribution yield of cash income producing CLO equity investments at current cost ²	26.1%	33.9%
Weighted average cash distribution yield of total cash income producing investments at current cost²	25.4%	33.0%

1. Includes non-cash amortization of OID.

2. Cash income producing investments represent those CLO debt and equity investments which made a distribution payment to OXLC for the quarters ending 9/30/16 and 6/30/16, respectively. At current cost, OXLC had ~\$37.4 million and ~\$38.8 million of CLO equity investments which were non-cash income producing for the quarters ending 9/30/16 and 6/30/16, respectively, but are all projected to be cash income producing and make their inaugural distribution payment no later than the quarter ending 6/30/17. The yield is calculated by taking the quarterly distributions received, annualizing such amount and dividing by the current cost basis of the cash income producing investments for the quarters ending 9/30/16 and 6/30/16, respectively.

CLO Equity Cash Distributions

	9/30/2016	6/30/2016
CLO Equity investments w hich had a full distribution payment (as a % of CLO Equity FV)	98.9%	99.0%
CLO Equity investments w hich had a partial distribution payment (as a % of CLO Equity FV)	1.1%	1.0%
CLO Equity investments w hich had full diversion (as a % of CLO Equity FV)	0.0%	0.0%

CLO Equity Investments as of 9/30/16 ¹	Payments for quarter ending 9/30/16 as a % of par ²	Fair Value Change from 6/30/16 Fair Value or Purchase Price as a % of par ³
AIMCO CLO, Series 2014-A	4.4%	3.9%
ALM X, Ltd.	6.7%	0.1%
AMMC CLO XII, Ltd.	6.1%	-1.0%
Anchorage Capital CLO 5, Ltd.	5.3%	-1.5%
Ares XXV CLO Ltd.	3.4%	9.0%
Ares XXVI CLO Ltd.	4.0%	3.4%
Ares XXIX CLO Ltd.	4.1%	4.0%
Atrium XII, Ltd.	5.5%	0.5%
Battalion CLO VII Ltd.	4.8%	3.0%
Benefit Street Partners CLO V Ltd.	4.5%	5.0%
B&M CLO 2014-1, Ltd.	4.6%	4.0%
Carlyle Global Market Strategies CLO 2013-2, Ltd.	5.1%	-0.2%
Catamaran CLO 2015-1 Ltd.	4.2%	1.3%
Cavalry CLO II	0.0%	-0.8%
Cent CLO 16, LP	0.0%	3.4%
Hull Street CLO Ltd.	6.1%	2.0%
Ivy Hill Middle Market Credit VII, Ltd.	4.2%	0.2%
Jamestown III CLO Ltd.	4.2%	5.0%
Jamestown IV CLO Ltd.	4.8%	6.0%
Mountain Hawk II CLO, Ltd.	2.7%	7.1%
Mountain Hawk III CLO, Ltd.	3.7%	1.4%
Neuberger Berman CLO XII, Ltd.	0.0%	6.6%
Neuberger Berman CLO XIII, Ltd.	3.5%	6.0%
OZLM XIV, Ltd.	3.8%	-2.3%
Octagon XXI CLO, Ltd.	5.9%	5.0%
OFSI Fund VII, Ltd.	3.7%	4.0%
Parallel 2015-1 Ltd.	5.2%	1.5%
Regatta III Funding Ltd.	4.2%	-4.2%
Shackleton II CLO, Ltd.	4.1%	6.0%
Sound Point CLO IX, Ltd.	6.3%	6.0%
Telos CLO 2013-3, Ltd.	5.9%	5.0%
Telos CLO 2013-4, Ltd.	5.7%	3.6%
Venture XVI CLO, Ltd.	5.4%	5.1%
Venture XVII CLO, Ltd.	4.9%	4.6%
Wellfleet CLO 2016-2, Ltd.	0.0%	0.0%
Wind River 2014-3 CLO Ltd.	6.1%	1.0%
Weighted Average	4.5%	3.1%

1. Excludes Warehouse Equity, Class M Notes, Subordinated Fee Notes and other CLO equity related investments.
2. Source: Bloomberg.
3. Source: OXLC financials.

Investment Portfolio Composition*

- Top 30 aggregate industry exposures of the CLO vehicles represent ~99.7%¹ of combined investments

Top 30 Moody's Industry Exposure¹

1. Healthcare & Pharmaceuticals	10.7%
2. High Tech Industries	8.3%
3. Services: Business	7.4%
4. Retail	6.4%
5. Banking, Finance, Insurance & Real Estate	6.4%
6. Hotel, Gaming, and Leisure	6.1%
7. Chemicals, Plastics, and Rubber	5.6%
8. Telecommunications	5.1%
9. Media: Broadcasting and Subscription	4.9%
10. Beverage, Food & Tobacco	3.6%
11. Utilities: Electric	3.4%
12. Energy: Oil and Gas	3.1%
13. Services: Consumer	2.9%
14. Media: Advertising, Printing & Publishing	2.8%
15. Capital Equipment	2.8%

Top 30 Moody's Industry Exposure¹

16. Containers, Packaging & Glass	2.4%
17. Construction and Building	2.3%
18. Aerospace and Defense	2.3%
19. Automotive	2.3%
20. Consumer goods: Non-durable	1.8%
21. Consumer goods: Durable	1.7%
22. Metals & Mining	1.6%
23. Transportation: Cargo	1.4%
24. Transportation: Consumer	1.0%
25. Environmental Industries	1.0%
26. Media: Diversified & Production	1.0%
27. Energy: Electricity	0.6%
28. Utilities: Oil and Gas	0.4%
29. Utilities	0.2%
30. Forest Products & Paper	0.2%
Total	99.7%

1. Exposures are determined by calculating the aggregate principal balance of the underlying corporate debt collateral held by OXLC's CLO investments within the Moody's industries indicated and dividing by the aggregate principal balance of all of the CLO vehicles' underlying corporate debt collateral (excluding cash) on a weighted average basis for OXLC's investments in each of those CLO vehicles. Weighted average exposures are as of September 30, 2016 and exclude recent CLO investments with missing or incomplete industry data, Class M Notes, Subordinated Fee Notes and other CLO equity related investments. All figures subject to rounding.

* Source: As reported by Intex

Capital Structure Overview

- Oxford Lane had ~\$125.9 million of preferred stock outstanding at par value at 9/30/16.

<i>(\$ in 000s)</i>	<u>9/30/2016</u>	<u>Dividend Rate</u>	<u>Call Date</u>	<u>Maturity</u>
Series 2023 Term Preferred Stock	75,400	7.500%	Callable	6/30/2023
Series 2024 Term Preferred Stock	50,472	8.125%	6/30/2017	6/30/2024
Total Preferred Stock at par value	\$ 125,872			
Total Equity	\$ 196,411			
Preferred Stock (plus Debt)-to-Equity	0.64:1 ¹			

1. Certain figures may not tie out as presented due to rounding.

APPENDIX

Investment Portfolio Composition – CLO Debt

Company	Investment	Manager	Fair Value	% of Total ^{1,2}
Neuberger Berman CLO XIII, Ltd.	Class F	Neuberger Berman Fixed Income	\$3,960,000	1.3%
OFSI Fund VII, Ltd.	Class F	Orchard First Source Asset Management	4,061,720	1.4%
Telos CLO 2013-3, Ltd.	Class F	Telos Asset Management	2,142,600	0.7%
Total Collateralized Loan Obligation - Debt Investments			\$ 10,164,320	3.4%

1. Based on percentage of total fair value of investments as of 9/30/16.
2. Certain percentages may not tie out as presented due to rounding.

Investment Portfolio Composition – CLO Equity¹

Company	Manager	Fair Value	% of Total ^{2,3}
AIMCO CLO, Series 2014-A	All State Investment Management	\$13,924,318	4.7%
ALM X CLO, Ltd.	Apollo Credit Management	\$2,596,534	0.9%
AMMC CLO XII, Ltd.	American Money Management Corporation	\$3,373,928	1.1%
Anchorage Capital CLO 5, Ltd	Anchorage Capital Group	1,239,931	0.4%
Ares XXV CLO Ltd.	Ares CLO Management	8,215,000	2.8%
Ares XXVI CLO Ltd.	Ares CLO Management	3,507,869	1.2%
Ares XXIX CLO Ltd.	Ares CLO Management	6,749,125	2.3%
Atrium XII	Credit Suisse Asset Management	37,007,250	12.4%
Battalion CLO VII Ltd.	Brigade Capital Management	12,720,000	4.3%
Benefit Street Partners CLO V Ltd.	Benefit Street Partners	6,200,000	2.1%
B&M CLO 2014-1 LTD	Bradford & Marzec	880,000	0.3%
Carlyle Global Market Strategies CLO 2013-2, Ltd.	Carlyle Investment Management	5,355,607	1.8%
Catamaran CLO 2015-1 Ltd	Trimaran Advisors	745,600	0.3%
Cavalry CLO II	Regiment Capital Management	19,111,800	6.4%
Cent CLO 16, LP	Columbia Management Investment Advisers	5,460,000	1.8%
Hull Street CLO Ltd.	Feingold O'Keeffe Capital	6,600,000	2.2%
Ivy Hill Middle Market Credit VII, Ltd.	Ivy Hill Asset Management	5,098,433	1.7%
Jamestown III CLO, Ltd.	3i Debt Management	8,722,000	2.9%
Jamestown IV CLO, Ltd.	3i Debt Management	2,200,000	0.7%
Mountain Hawk II CLO, Ltd.	Western Asset Management Company	3,216,000	1.1%
Mountain Hawk III CLO, Ltd.	Western Asset Management Company	5,379,863	1.8%
Mountain Hawk III CLO, Ltd. M Notes	Western Asset Management Company	345,311	0.1%
Neuberger Berman CLO XII, Ltd.	Neuberger Berman Fixed Income	1,611,000	0.5%
Neuberger Berman CLO XIII, Ltd.	Neuberger Berman Fixed Income	2,126,700	0.7%
OFSI Fund VII, Ltd.	Orchard First Source Asset Management	17,304,000	5.8%
Octagon XXI CLO, Ltd.	Octagon Credit Investors	4,774,000	1.6%
OZLM XIV Ltd.	Och-Ziff Loan Management	11,834,084	4.0%
Parallel 2015-1 Ltd.	DoubleLine Capital LP	6,816,250	2.3%
Regatta III Funding Ltd.	Napier Park Global Capital	1,013,369	0.3%
Shackleton II CLO, Ltd.	Alcentra NY	5,700,000	1.9%
Shackleton II CLO, Ltd. Fee Notes	Alcentra NY	165,231	0.1%
Sound Point CLO IX, Ltd.	Sound Point Capital Management	23,783,243	8.0%
Telos CLO 2013-3, Ltd.	Telos Asset Management	5,166,667	1.7%
Telos CLO 2013-4, Ltd.	Telos Asset Management	5,941,450	2.0%
Venture XVI CLO, Ltd.	MJX Asset Management	6,259,114	2.1%
Venture XVII CLO, Ltd.	MJX Asset Management	7,814,089	2.6%
Venture XVII CLO, Ltd. Fee Notes	MJX Asset Management	226,460	0.1%
Wellfleet CLO 2016-2, Ltd.	Wellfleet Credit Partners	8,200,000	2.8%
Wind River 2014-3 CLO Ltd.	THL Credit Advisors	15,379,900	5.2%
Wind River 2016-3 CLO Ltd.	THL Credit Advisors	2,000,000	0.7%
Other CLO equity related investments		2,505,318	0.8%
Total Collateralized Loan Obligation - Equity Investments		\$ 287,269,444	96.6%

1. Includes Class M Notes, Subordinated Fee Notes, Warehouse Equity and other CLO equity related investments.
2. Based on percentage of total fair value of investments as of 9/30/16.
3. Certain percentages may not tie to financial statements due to rounding.

Reconciliation of Core Net Investment Income

On a supplemental basis, we provide information relating to core net investment income, which is a non-GAAP measure. This measure is provided in addition to, but not as a substitute for, net investment income. Our non-GAAP measure may differ from similar measures by other companies, even if similar terms are used to identify such measures. Core net investment income represents net investment income adjusted for additional cash distributions received, or entitled to be received (if any, in either case), on our CLO equity investments.

Income from investments in the “equity” class securities of CLO vehicles, for GAAP purposes, is recorded using the effective interest method based upon an effective yield to the expected redemption utilizing estimated cash flows, compared to the cost resulting in an effective yield for the investment; the difference between the actual cash received or distributions entitled to be received and the effective yield calculation is an adjustment to cost. Accordingly, investment income recognized on CLO equity securities in the GAAP statement of operations differs from the cash distributions actually received by us during the period (referred to below as “CLO equity additional distributions”).

Further, in order to continue to qualify to be taxed as a regulated investment company (“RIC”), we are required, among other things, to distribute at least 90% of our investment company taxable income annually. Therefore, core net investment income may provide a better indication of estimated taxable income for a reporting period than does GAAP net investment income, although we can offer no assurance that will be the case as the ultimate tax character of our earnings cannot be determined until tax returns are prepared after the end of a fiscal year. We note that this non-GAAP measure may not be a useful indicator of taxable earnings, particularly during periods of market disruption and volatility.

(\$ in millions, except per share)	For the three months ended									
	9/30/2016		6/30/2016		3/31/2016		12/31/2015		9/30/2015	
	Amount	Per Share	Amount	Per Share	Amount	Per Share	Amount	Per Share	Amount	Per Share
GAAP Net investment income	\$ 7.0	\$ 0.367	\$ 5.7	\$ 0.302	\$ 6.6	\$ 0.364	\$ 8.2	\$ 0.457	\$ 5.9	\$ 0.331
CLO equity additional distributions	6.6	\$ 0.346	13.8	\$ 0.737	6.4	\$ 0.349	9.1	\$ 0.506	7.3	\$ 0.409
Core net investment income	\$ 13.6	\$ 0.713	\$ 19.5	\$ 1.039	\$ 13.0	\$ 0.713	\$ 17.3	\$ 0.963	\$ 13.2	\$ 0.740

Note: Certain numbers may not tie to financial statements due to rounding.

Corporate Information

Board of Directors

Independent

Mark J. Ashenfelter
David S. Shin
John Reardon

Interested

Jonathan H. Cohen
Saul B. Rosenthal

Fiscal Year End

March 31

Independent Audit Firm

PricewaterhouseCoopers LLP

Corporate Counsel

Sutherland Asbill & Brennan LLP

Corporate Offices

8 Sound Shore Drive
Suite 255
Greenwich, CT 06830

Transfer Agent

Computershare Trust Company, N.A
Tel: 1-877-498-8861
www.computershare.com

Corporate Website

www.oxlc.com

Securities Listing and Equity Indices

Common Stock:
"OXLC" - NasdaqGS
Preferred Stock:
"OXLCO" - NasdaqGS
"OXLCN" - NasdaqGS

Executive Corporate Officers

Jonathan H. Cohen	Board Member and Chief Executive Officer
Saul B. Rosenthal	Board Member and President
Bruce L. Rubin	Chief Financial Officer

Research Coverage¹

Ladenburg Thalmann	Mickey Schleien
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Investor Relations

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Oxford Lane Capital Corp.
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ir@oxlc.com

1. Source: ThomsonOne