FINDING VALUE DIGGING THROUGH THE DISTRESSED

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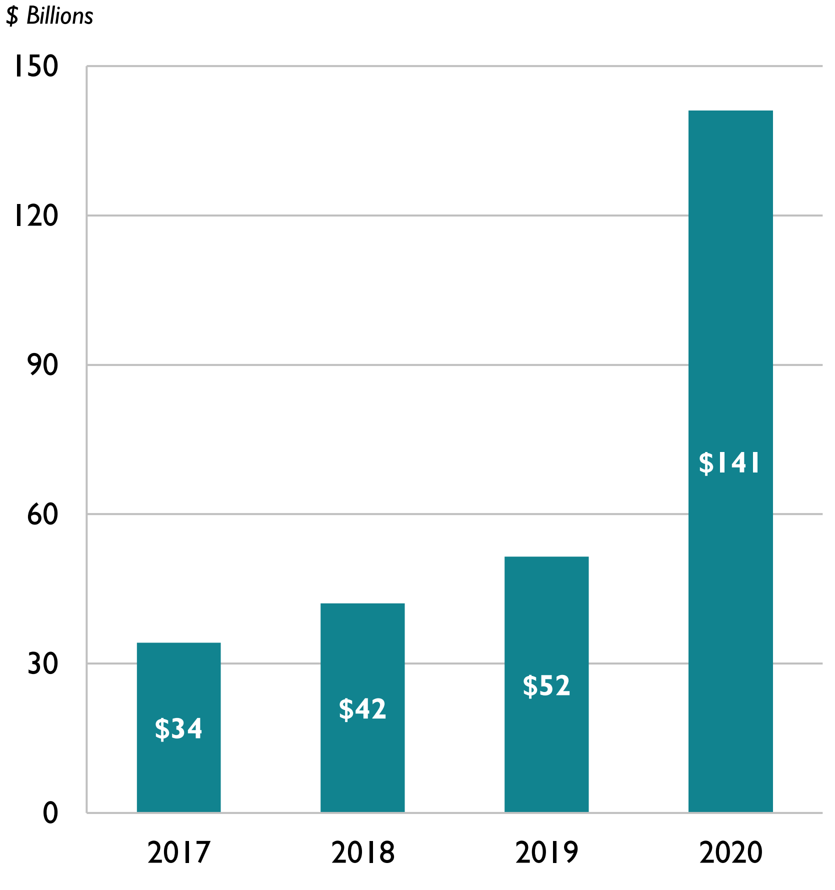
2021 Distressed Investment Themes

- **Forced Selling Driven by Market Volatility**
- **Economic Recovery with Winners and Losers**
- **Industries Experiencing Structural Changes**
- **Municipal and Emerging Market Corporate Opportunities**
- **Complex and Misunderstood Situations**

Elevated Default Activity

Over $140 billion in debt defaulted in 2020 and default rates approached 7%, with broad representation across industry

Annual Default Volumes



Most Impacted Industries in 2020

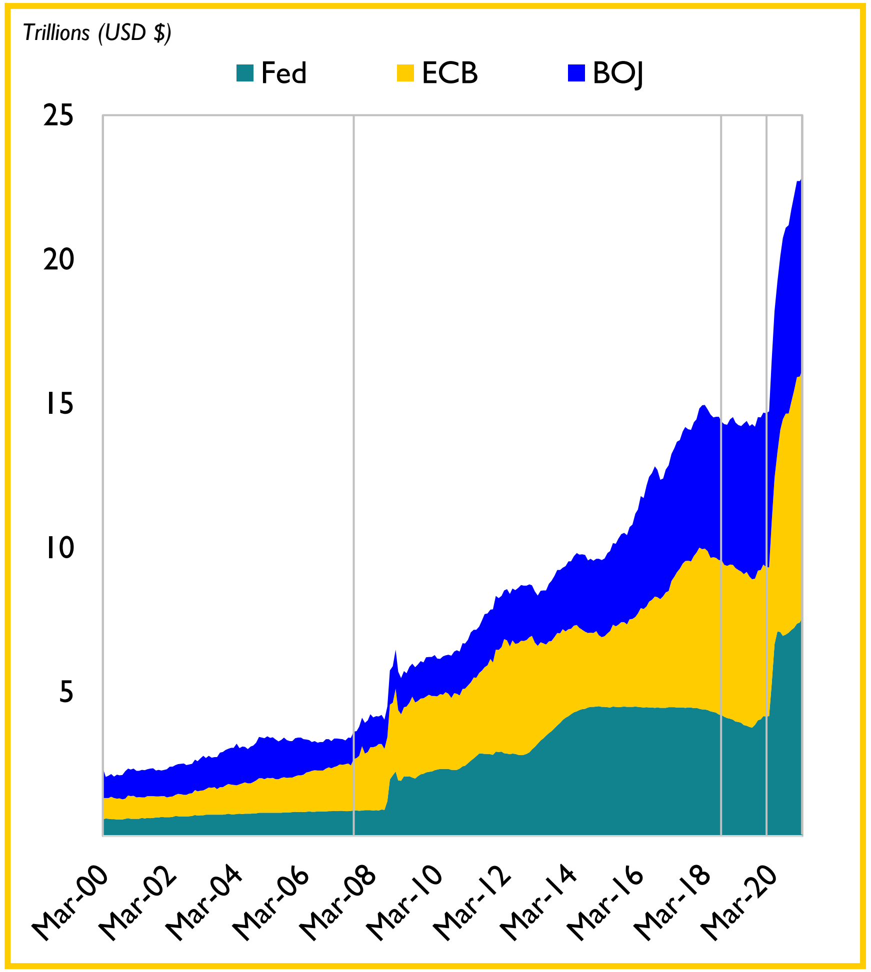
Industry	Debt Impacted ($bn)
Energy	49
Telecom	17
Retail	15
Cable and Satellite	14
Healthcare	10
Services	9

As of December 31, 2020. *Source: JP Morgan Credit Strategy Weekly Update and Default Monitor.*

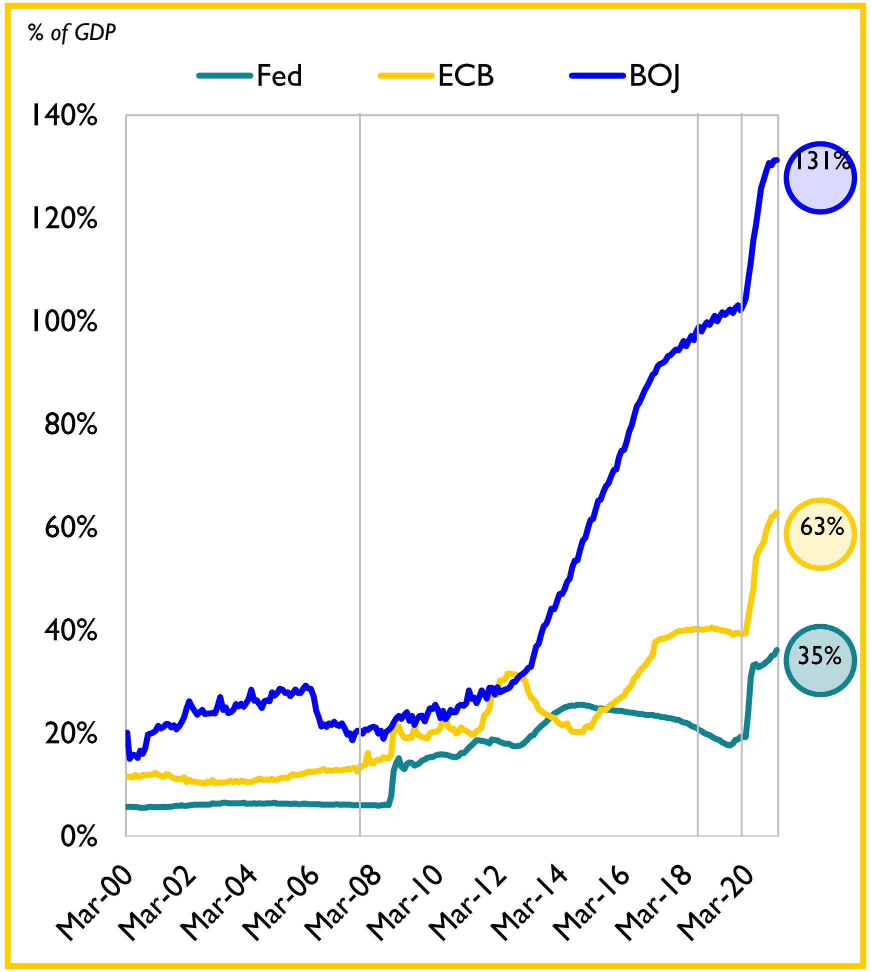
Central Bank Balance Sheets

The increase in global central bank balance sheets has supported assets valuations and been constructive for risk assets

Central Bank Balance Sheets



Central Bank Balance Sheets

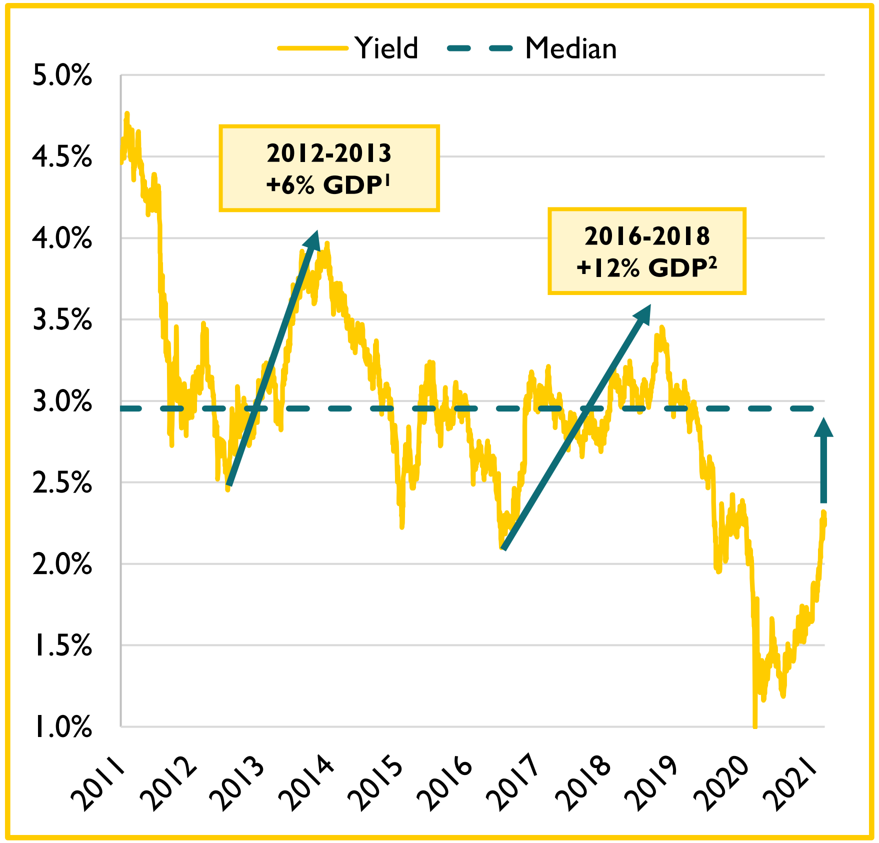


As of March 15, 2021. *Source Bloomberg.*

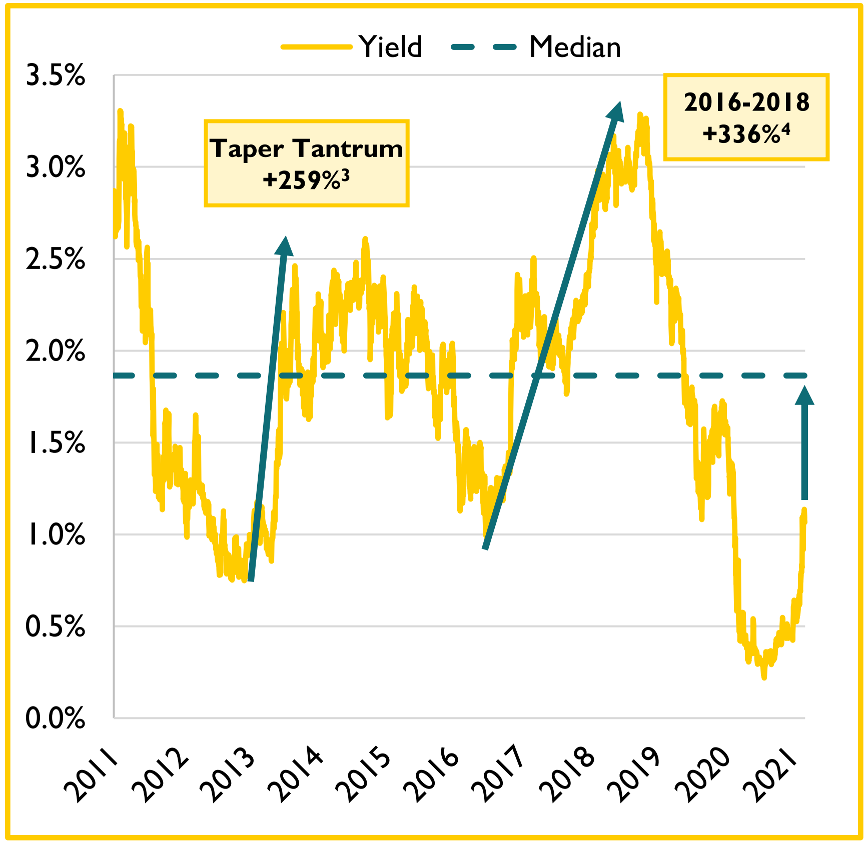
US Treasury Rates

The expectation for a strong economic recovery would imply an increase in rates for longer-dated US treasuries back towards median levels. Furthermore, an accelerated recovery may require the US Fed to quickly adjust policy, which may lead to higher shorter term US rates

30 Year Treasury Rate



2 Year Forward 2 Year Rate

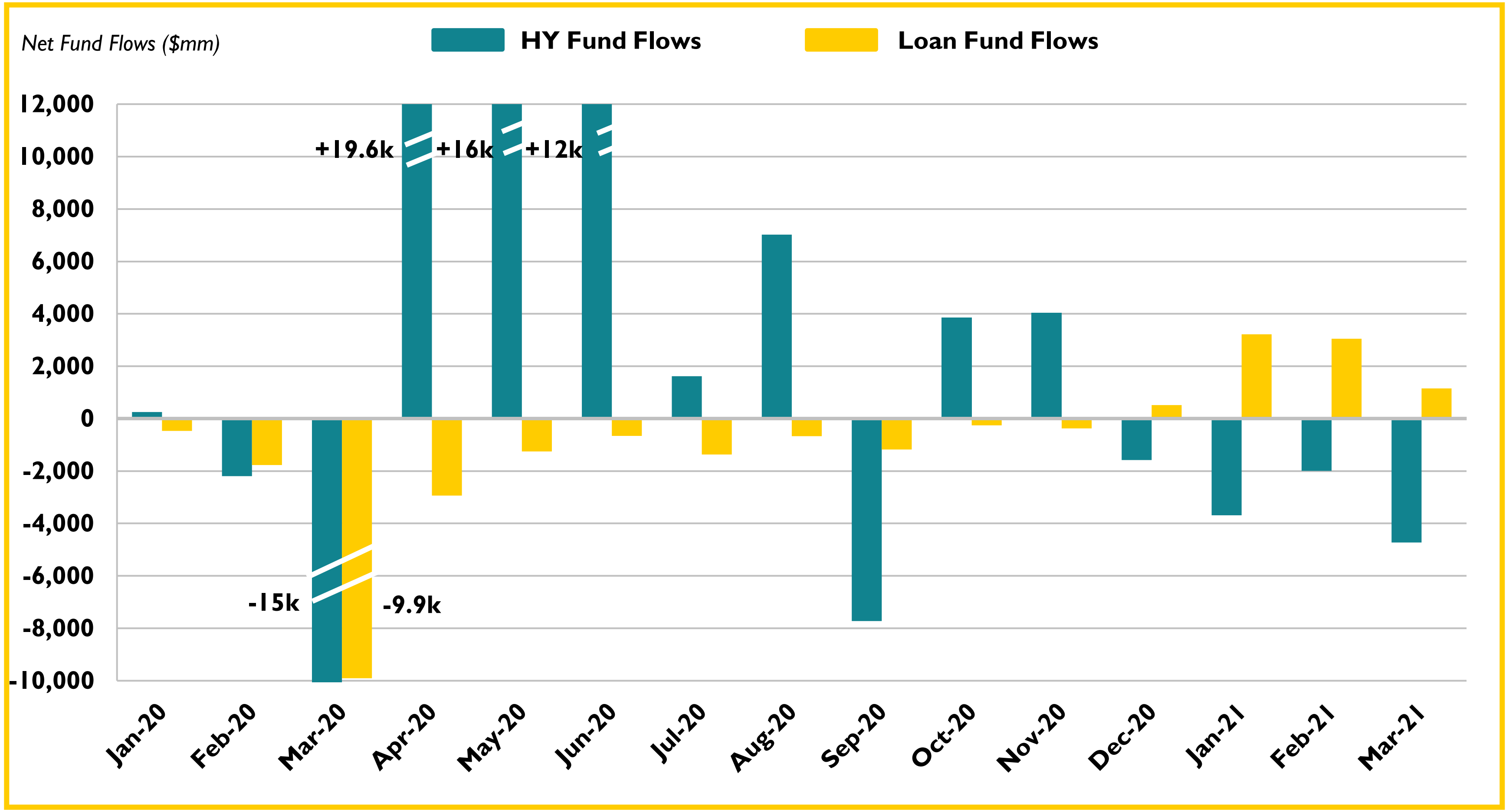


As of March 11, 2021. *Source Bloomberg. 1. Change in GDP US Nominal Dollars SAAR from 2Q'12-4Q'13. 2. Change in GDP US Nominal Dollars SAAR from 2Q'16-4Q18. 3. July 2013 – September 2013 4. July 2016 – November 2018.*

Fund Flow Volatility Creates Opportunities

Fund Flows remain volatile and present attractive technical dislocations

Monthly High Yield & Loan Fund Flows



As of March 10, 2021. *Source: JP Morgan and Lipper. Flows represent actively managed mutual funds and ETFs.*

Forced Selling During the Market Dislocation

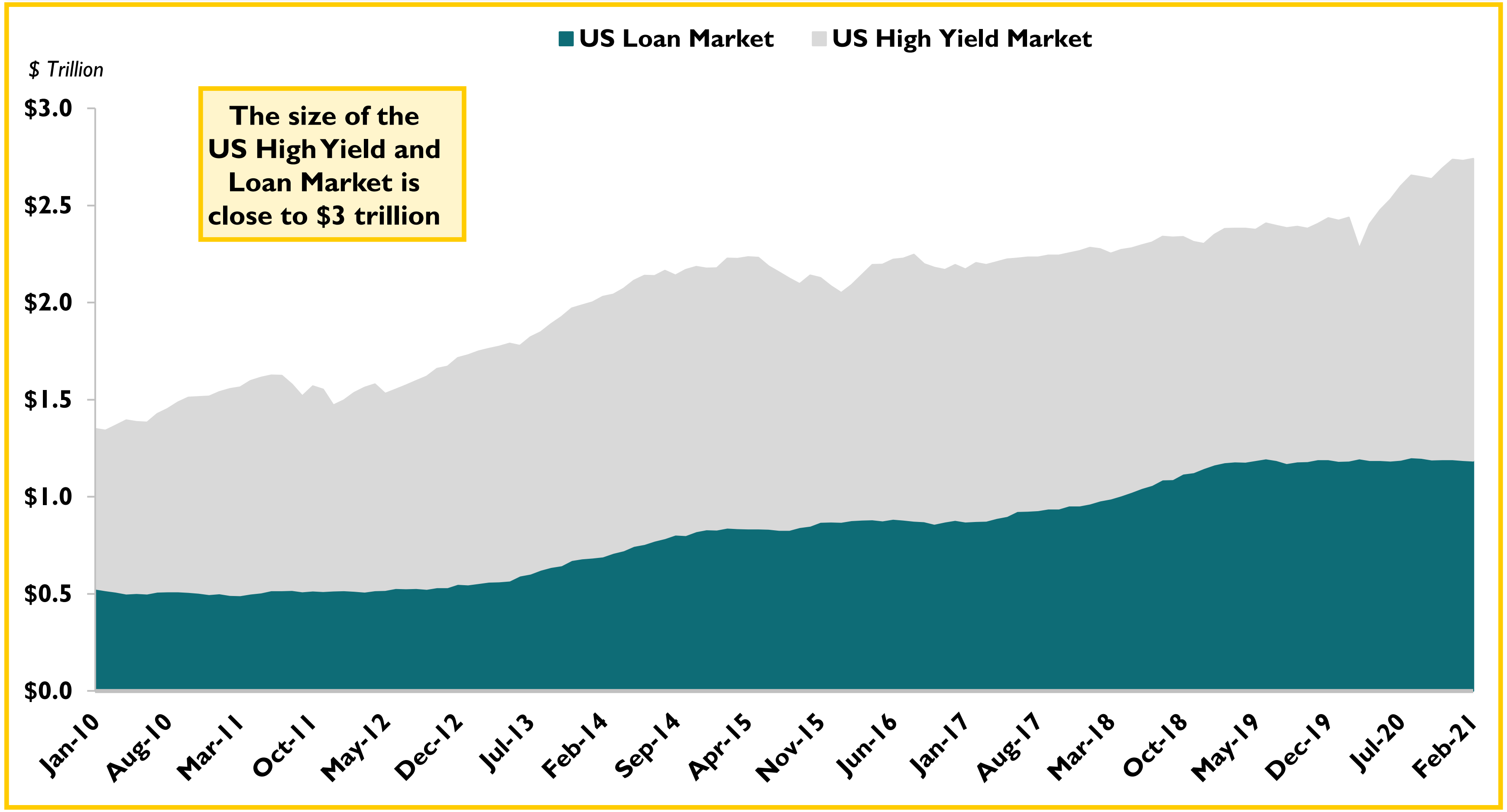
Uniquely Positioned to Source, Underwrite and Invest in Size

	Legacy RMBS	COFINA
Forced Seller	Mortgage REITs	Municipal Bond Funds
Pre-Pandemic Price	$100	$115
March 2020 Price	$55	$77
Margin of Safety	60% LTV	4x Debt Service Coverage
Since Inception Return	50%+	31%

Substantial Growth of Leveraged Credit Markets

US High Yield and Loan markets have grown by ~80% since 2010 increasing the distressed opportunity set

US High Yield and Loan Outstanding Volume

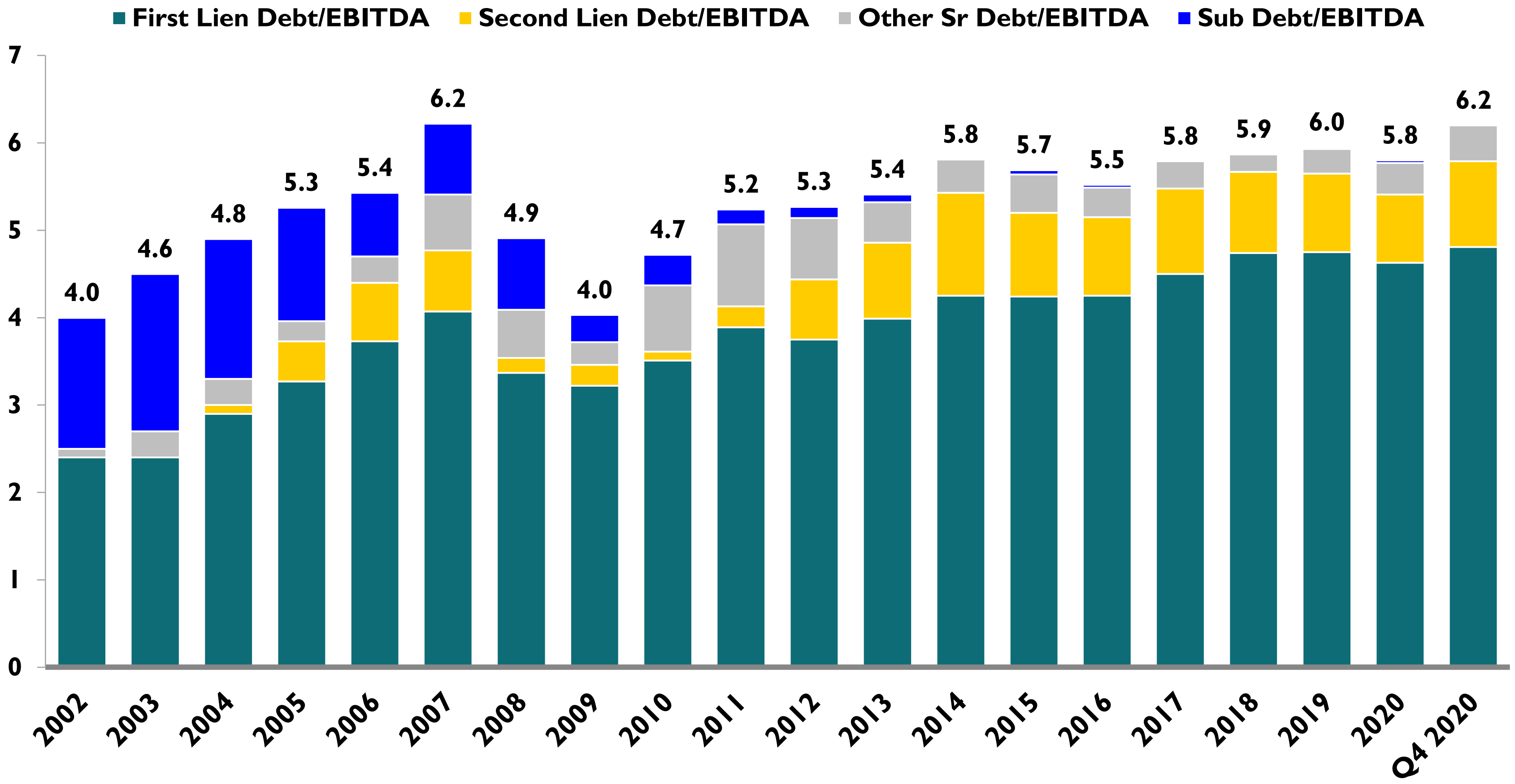


As of February 28, 2021. Source: Bloomberg and LCD's SPLSTA LLI Factsheet.

High Leverage for Large LBO Loans

Leverage ratios for LBO loans are at cycle highs which can lead to unsustainable capital structures that require equity infusions if operating performance deteriorates

Historical Leverage Levels for Large LBO Loans



As of December 31, 2020. Source: LCD's Quarterly Leveraged Lending Review using 1st lien, 2nd lien, senior secured bonds and sub debt for LBO volume of issuers with over EBITDA for the LCD universe of loan issuers. If a loan issuer has bond debt, it is included in the above.

Disruption Across Industries

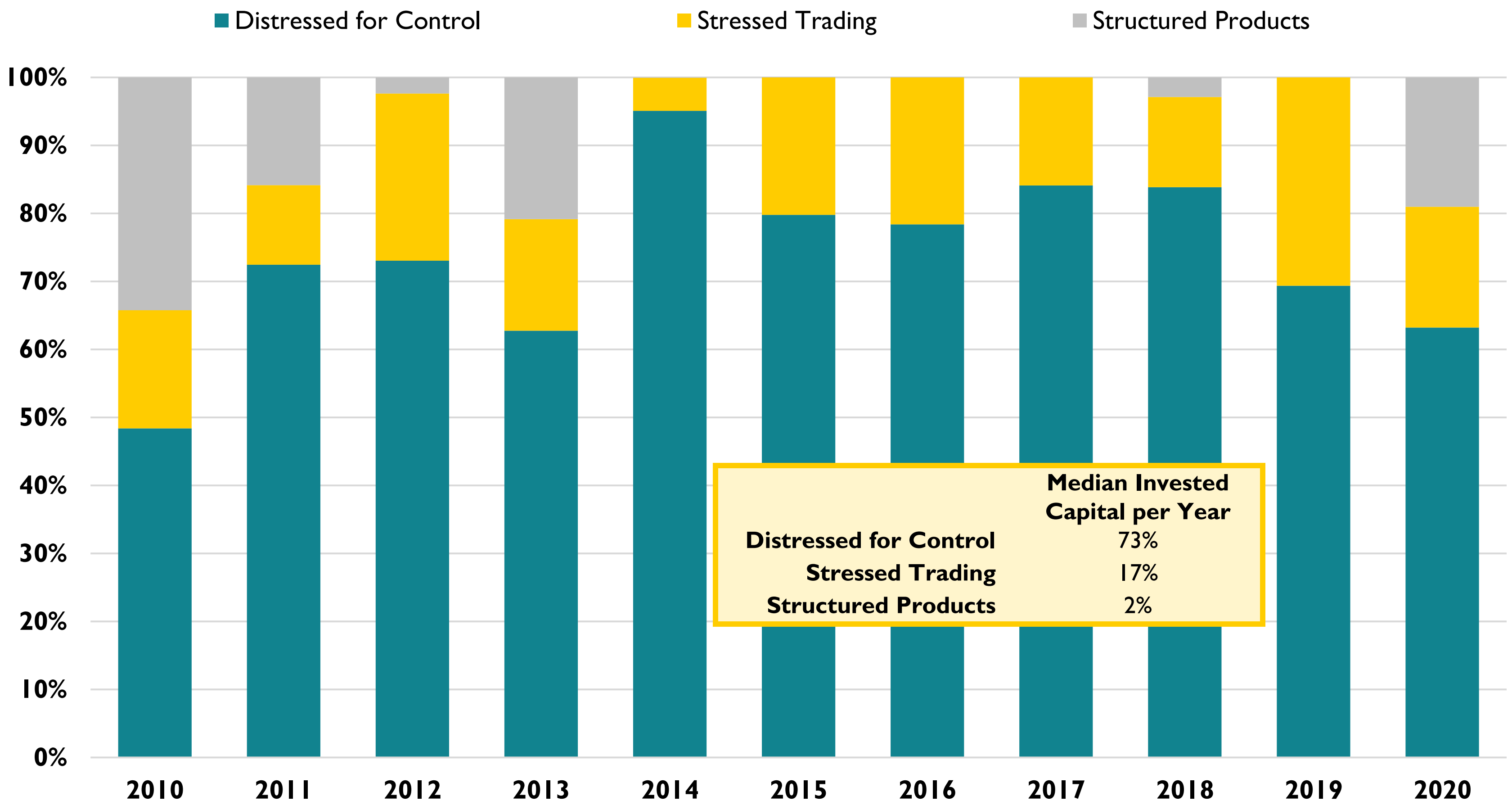
Shifting Industry Dynamics Create Opportunities

Industry	Example	Industry Dynamic		
Media	Yellow Media	Print	→	Digital
Telecom	Frontier	Landline	→	Wireless / Internet
Retail	Jo-Ann Stores	Brick & Mortar	→	Online
Financial Services	RMBS	Use of Margin Debt	→	Unwind of Margin Debt
Energy	Denbury	Supply / Demand Imbalance	→	Restructuring / Cyclical Recovery

Capital Deployment by Asset Type

GoldenTree has deployed capital across asset type, capitalizing on shifts in the opportunity set across market cycles

Capital Deployment by Asset Type

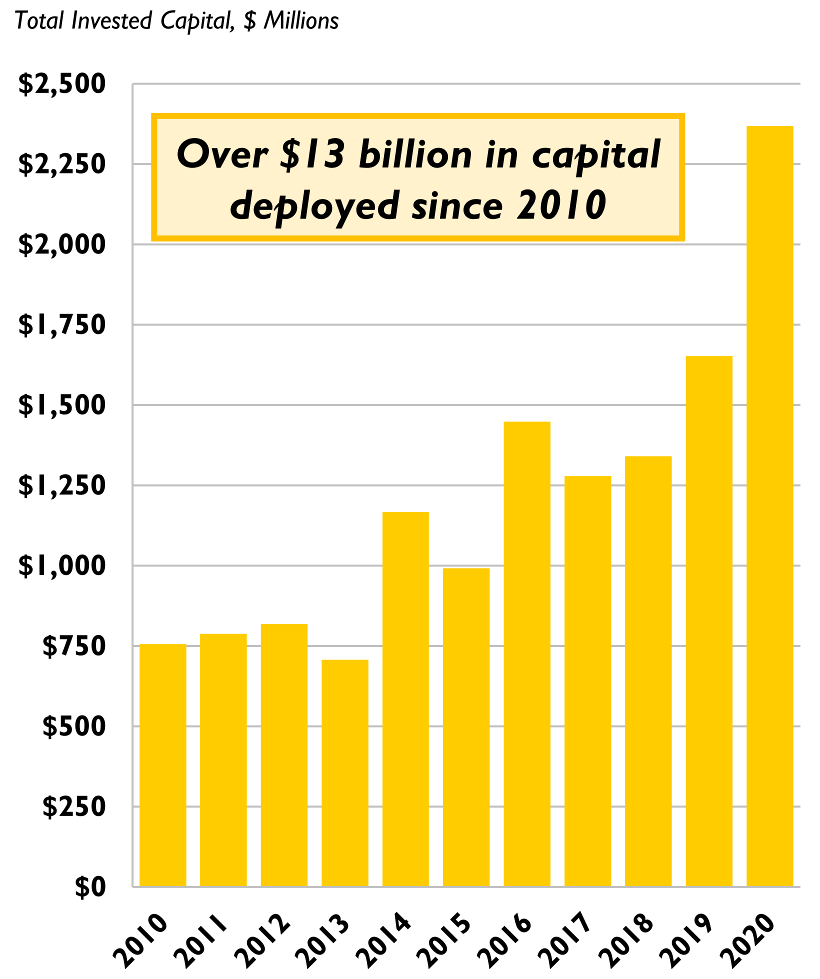


	Median Invested Capital per Year
Distressed for Control	73%
Stressed Trading	17%
Structured Products	2%

As of December 31, 2020. The values displayed represent invested capital by asset type. Data is aggregated across Distressed Fund I, Distressed Fund II, and Distressed Fund III and exposure will vary by Fund. Please reference the Fund Overview slide for each respective Fund for additional information.

Distressed Strategy Invested Capital

Firm-wide Distressed Investments



Investments Across Dedicated Distressed Funds

Year	Fund	Gross Drawn[2]	# of new Issuers[1]	Median Gross IRR[3]
2010	DF I	20%	5	12%
2011	DF I	66%	15	17%
2012	DF I	88%	7	30%
2013	DF I	93%	12	27%
2014	DF 2	12%	6	7%
2015	DF 2	34%	9	4%
2016	DF 2	54%	13	25%
2017	DF 2	67%	6	21%
2018	DF 2	83%	7	10%
2019	DF 3	34%	13	24%
2020	DF 3	87%	21	44%

As of December 31, 2020. Firmwide distressed data represents all distressed investments across the Master Fund, Master Fund SMAs, dedicated distressed funds, and Distressed SMAs. Dedicated distressed fund data represents investments across Distressed Fund I, Distressed Fund II, and Distressed Fund III. 1. Number of issuers excludes investments that are held in more than one Fund. 2. Gross drawn aligns with the investment period of each respective vintage. Distressed Fund I is reflected from 2010 to 2013, Distressed Fund II from 2014 to 2018, and Distressed Fund III from 2019-2020. 3. Median gross IRR represents investments established in respective calendar year and excludes current positions with less than 10bps of market value as a percentage of committed capital.