

RANGER

DIRECT LENDING¹



FEBRUARY 2016

Net Assets (Cum Income)	\$228,596,771
Net Assets (Ex Income)	\$225,783,833
Monthly NAV Return Before Loss Reserve	0.86%
Monthly Loss Reserve	-0.11%
Monthly NAV Net Return	0.75%
Loan Loss Reserve Balance as % of NAV	-0.48%
YTD NAV Return	1.24%
Shares in Issue	14,848,650
Current Price Per Share ²	\$13.34 / £9.59
Issue Price	\$15.43 / £10.04
NAV Per Share (Cum Income)	\$15.40 / £11.07
NAV Per Share (Ex Income)	\$15.21 / £10.93
Premium/(Discount) to NAV (Cum Income)	-13.33%

FUND FACTS

Type of Fund	Closed – End Fund
Listing	London Stock Exchange (Main Market – Premium Segment)
Ticker	RDL
Date Launched	1 May 2015
Dividend	Quarterly
NAV Calculation	As of last business day of each month
Management Fee	1%
Performance Fee	10%
ISIN	GB00BW4NPD65

SERVICE PROVIDERS

Investment Advisor	Ranger Alternative Management II, LP
Administrator	Sanne Fiduciary Services Limited
Corporate Broker	Liberum Capital Limited
US Corporate Broker	Sandler O'Neill + Partners
Auditor	Deloitte LLP
Custodian	Merrill Lynch

BACKGROUND AND INVESTMENT OBJECTIVE

The investment objective of the Ranger Direct Lending Fund plc (the “Company”) is to generate attractive returns, principally in the form of quarterly income distributions, by acquiring a portfolio of debt obligations, including without limitation, loans, invoice receivables and asset financing arrangements (the “Debt Instruments”). Debt Instruments are generally originated or issued by direct lending platforms, are primarily secured against assets and/or personal guarantees and have relatively short maturities (average 2 years).

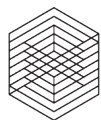
Direct lending platforms are an increasing source of liquidity, in particular for small and medium sized enterprises and consumers. Opportunities are presenting themselves as banks continue to retreat from SME lending as a result of new regulatory requirements. Direct lending platforms will typically focus on a particular category of borrower and/or underlying industry asset class. By investing in Debt Instruments originated or issued by a number of different direct lending platforms, the Company seeks to reduce concentration and interest rate risk by constructing a diversified portfolio comprised of loans with differing industries, geographic areas and loan maturities.

INVESTMENT HIGHLIGHTS

- Anticipated loan portfolio 75%+ secured and diversified across multiple platforms.
- 12%-13% targeted unlevered annual net returns on loan investments to the fund.
- 10% targeted dividend on issue price when fully invested and leverage applied, payable quarterly.
- Investment team has 25+ years of combined credit underwriting and direct lending experience.
- Sophisticated credit analysis software has track record of enhancing returns with applicable investments.
- VC equity opportunities available for investment by the Company.

¹Please refer to important disclosures on Page 3.

²Share price as at 29 February 2016.



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FUND PERFORMANCE

		JAN	FEB	MAR	APR	MAY	JUN	JUL	AUG	SEP	OCT	NOV	DEC	YTD
%NAV	2015					-0.17%	0.26%	0.18%	0.25%	0.40%	0.52%	0.45%	0.53%	2.45%
	2016	0.48%	0.75%											1.24%
Share Price	2015					4.30%	1.63%	-0.71%	0.05%	0.66%	-0.66%	-1.23%	-1.44%	2.50%
	2016	-6.15%	-0.31%											-6.44%
Dividend Per Share	2015											8.36p		8.36p
	2016		14.62p											14.62p

MONTHLY COMMENTARY

The Ranger Direct Lending Fund plc (the "Company") is pleased to announce the ninth consecutive month of positive returns through February 2016. In February, the NAV for the Company's ordinary shares appreciated 0.75%. This return equates to an annualised, unlevered run-rate return of 9%, and follows the similar level of NAV growth achieved in January, of 0.72% (excluding currency fluctuations accounted for that month). As at 29 February 2016, NAV growth since inception reached 3.72%. The Company continues to explore ways of diversifying its capital base and applying leverage.

As at 29 February 2016, all of the Company's original share offering and tap issue proceeds have been deployed or committed to be deployed, less approximately 5% for general fund operations and FX settlements.

In February 2016, the Company invested in debt instruments from eleven direct lending platforms within a diverse group of asset classes, including real estate loans, SME loans, invoice receivables and equipment finance. The Company continued its geographic diversification with deployment in non-US lending platforms which include investments in the UK, Australia and Canada. Non-US investments now equate to approximately 8% of the portfolio.

Secured loans continued to comprise the majority of the portfolio. Secured lending exposure accounted for approximately 80% of the portfolio while unsecured consumer lending accounted for approximately 20%.

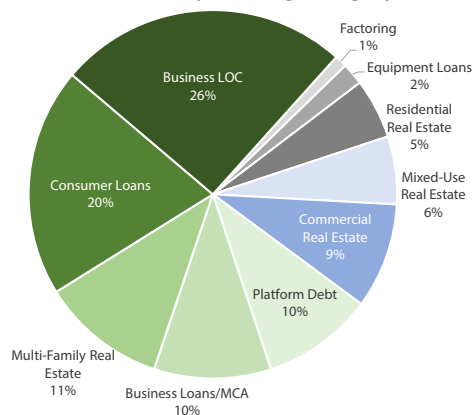
In February 2016, the Company declared an interim dividend of 14.62 pence per ordinary share for the three month period to 31 December 2015 that was paid on 29 March 2016.

The Company continues negotiations for potential investments in equity opportunities with platforms.

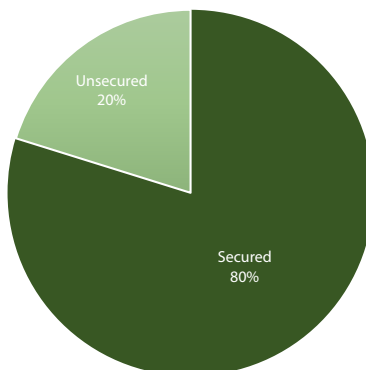
Upon the commencement of each investment, the Company may assign a loss reserve that will be accrued over the term of such investment, or pool of investments, for the purpose of offsetting potential future write-offs that may be realised with respect to such investment. On the first page of this report, the Monthly and Cumulative Loss Reserve reflects the total of such accruals.

PORTFOLIO COMPOSITION (EX CASH) AS AT 29 FEBRUARY 2016

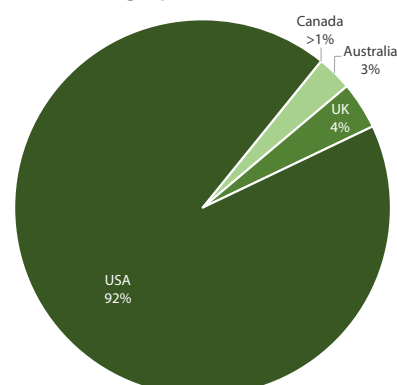
Investments by Lending Category

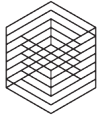


Secured Versus Unsecured Loans



Geographic Breakdown





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IMPORTANT DISCLOSURES

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Ranger Direct Lending Fund plc

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Registered as an investment company in England under section 833 of the Companies Act 2006.

Registered Number 09510201