



## Status of 2016 Taxable Distributions

(Unaudited)

The information on distributions paid by StoneCastle Financial Corp. (“StoneCastle Financial” or the “Company”) (CUSIP Number: 861780104) for 2016 is set forth below. For tax purposes, the Company is a regulated investment company (“RIC”) and is designating the types of distributions you received as a stockholder related to the 2016 tax year in accordance with Subchapter M of the Internal Revenue Code of 1986, as amended (“IRC”), in the following manner:

### **Taxability of 2016 Distributions**

Please see the schedule below for the details related to each distribution. This data will be used in the preparation of Form 1099-DIV for each shareholder.

Payable Date	Total Amount Paid Per Share	Taxable Income Per Share
1/4/2016	\$0.35	\$0.35
3/29/2016	\$0.35	\$0.35
6/29/2016	\$0.37	\$0.37
9/30/2016	\$0.37	\$0.37
1/3/2017	\$0.37*	\$0.12*
<b>TOTAL</b>		<b>\$1.56</b>

\* Please note that a portion of the distribution paid on January 3, 2017 to shareholders of record on December 22, 2016 was deemed to be applicable to the 2016 tax year in order for the Company to meet its IRS distribution requirements. As a result, \$0.12 per share will be reflected in the shareholder’s 2016 tax year 1099-DIV and the balance of \$0.25 will be reflected in their 2017 1099-DIV.

### **Taxable Income Eligible for Qualified Dividend Income (QDI)**

For the 2016 tax year, 55.37% of the dividends indicated as taxable income to each shareholder on their 1099-DIV are eligible for Qualified Dividend Income (QDI) treatment. Please see your 1099-DIV for the amounts applicable to you.

### **Disclaimer**

StoneCastle Financial Corp is not a tax advisor. Please consult a tax advisor or review information on filing your taxes provided by the Internal Revenue Service at [www.irs.gov](http://www.irs.gov).