



Status of 2020 Taxable Distributions

(Unaudited)

The information on distributions paid by StoneCastle Financial Corp. (“StoneCastle Financial” or the “Company”) (CUSIP Number: 861780104) for 2020 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 2020 tax year in accordance with Subchapter M of the Internal Revenue Code of 1986, as amended, in the following manner:

Taxability of 2020 and 2021 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	2020 Taxable Income Per Share
1/3/2020	\$0.38*	\$0.0359*
3/25/2020	\$0.38	\$0.38
6/26/2020	\$0.38	\$0.38
9/30/2020	\$0.38	\$0.38
1/5/2021	\$0.43**	\$0.43**
TOTAL	\$1.95	\$1.6059

* A portion of the \$0.38 distribution paid on January 3, 2020 to shareholders of record on December 23, 2019 was deemed to be applicable to the 2019 tax year for the Company to meet its IRS distribution requirements. As a result, \$0.3441 per share was reflected in the shareholder’s 2019 tax year 1099-DIV and the balance of \$0.0359 was reflected in the 2020 1099-DIV.

** All of the \$0.43 distribution paid on January 5, 2021 to shareholders of record on December 21, 2020 was deemed to be applicable to the 2020 tax year for the Company to meet its IRS distribution requirements. As a result, \$0.43 per share was reflected in the shareholder’s 2020 tax year 1099-DIV.

Taxable Income Eligible for Qualified Dividend Income (QDI)

For the 2020 tax year, 34.54% of the dividends reported as taxable income to each shareholder on their 1099-DIV are eligible for Qualified Dividend Income (QDI) treatment. As a result, a portion of your ordinary income dividend may be taxed at a reduced capital gains rate rather than the higher marginal rates applicable to ordinary income. To treat a dividend as qualifying for lower rates, you must have held your shares on which you received the dividend for at least 61 days during the 121-day period beginning 60 days before the ex-dividend date of the distribution.

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.