



NOTICE TO STOCKHOLDERS – SOURCES OF DISTRIBUTIONS

NOTE: The following correspondence is for informational purposes only and is being provided to stockholders in accordance with applicable federal securities laws. The information herein should not be relied upon to project the tax character of distributions for the fiscal year ended December 31, 2015.

Dear Stockholder:

This notice provides stockholders of FS Investment Corporation II (the “Company”) with important information concerning the Company’s distributions declared for the three month period ended December 31, 2015 (the “Period”). This information is sent to you for informational purposes only and is an estimate of the sources of the Company’s distributions for the Period. This estimate of the sources of distributions may change over time based on, among other things, the Company’s investment activities and changes in the value of the Company’s investments. The actual amounts and sources of such amounts may be subject to additional adjustments.

Sources of Distribution Amount per Share of Common Stock for the Period: **\$0.18850**

Source	Distribution Amount	% of Distribution
Net Investment Income	0.157499	83.6%
Net Realized Short-Term Capital Gains	—	—
Net Realized Long-Term Capital Gains	0.031001	16.4%
Return of Capital or Other Capital Sources	—	—
Total per Share of Common Stock	0.188500	100.0%

The determination of the tax attributes of the Company’s distributions is made annually as of the end of the Company’s fiscal year based upon the Company’s taxable income for the full year and distributions paid for the full year. Therefore, a determination made on an interim basis may not be representative of the actual tax attributes of the Company’s distributions for a full year. The actual tax characteristics of distributions to stockholders are reported to stockholders annually on Form 1099-DIV. The payment of future distributions on shares of the Company’s common stock is subject to the sole discretion of the Company’s board of directors and applicable legal restrictions, and therefore, there can be no assurance as to the amount, timing or nature of any future distributions.