VOTE FOR THE KING STREET SUB-ADVISORY AGREEMENT

Your Fund's experienced Board unanimously recommends shareholders to vote "FOR" a better path forward for XFLT

XAI Floating Rate & Alternative Income Trust (XFLT) (the "Fund") is holding a **Special Meeting of Shareholders on July 30, 2026**, to approve a new investment sub-advisory agreement (the "King Street Sub-Advisory Agreement") among the Fund, XA Investments LLC and Rockford Tower Asset Management, L.L.C. (the "King Street Sub-Adviser"), a wholly owned subsidiary of King Street Capital Management, L.P. ("King Street"). King Street's collateralized loan obligations (CLOs) platform manages $12.3 billion in assets across 20 U.S. CLOs, nine European CLOs and one collateralized bond obligation.

If the proposal is approved, your Fund's Board believes the King Street Sub-Adviser will be well positioned to improve the Fund's performance, potentially increase your dividend and execute the Fund's strategy more dynamically.

Why XFLT Shareholders Should Vote "FOR" the King Street Sub-Adviser on the WHITE Proxy Card



Focus on Future Shareholder Outcomes

Your Board's decision was informed by what they believe is most likely to enhance long-term shareholder value, rather than historical relationships or tenure



Potential to Improve Shareholder Returns

Your Board considered opportunities to improve performance, reduce NAV erosion, enhance portfolio positioning and sustainable shareholder distributions



Enhanced Resources and Investment Team Depth

The King Street Sub-Adviser provides access to King Street's substantial credit resources and expanded investment opportunities that may better position the Fund going forward

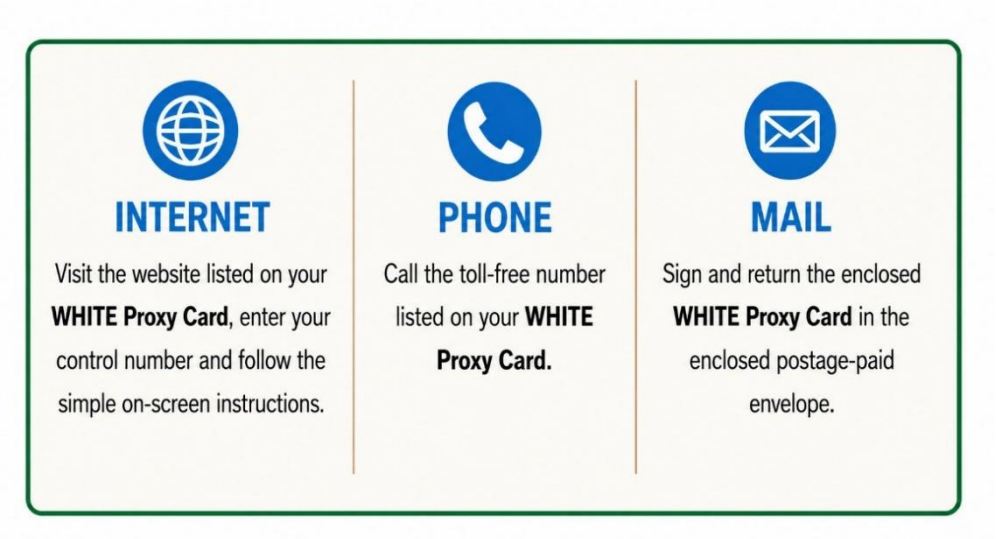


Dynamic Portfolio Management

Proposed strategy would allow the Fund to pursue a dynamic allocation approach, including opportunities across both U.S. and European credit markets

Vote today on the WHITE proxy card "FOR" the proposal that your Board believes will maximize your Fund's potential for increased distributions and improved performance

HOW TO VOTE



If you have any questions or need assistance voting your shares please contact our proxy solicitation firm, Okapi Partners LLC, toll-free at (855) 305-0855 or by email at XAI@OkapiPartners.com

EVERY VOTE COUNTS. VOTE "FOR" THE PROPOSAL.