

AP Alternative Assets, L.P. Q1 Results Presentation – May 3, 2018

APOLLO

It should not be assumed that investments made in the future will be profitable or will equal the performance of investments in this document.

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As of March 31, 2018, the only portfolio investment of AAA consists of an investment in the economic equity of Athene Holding Ltd. (“Athene”). AAA makes all of its investments through AAA Investments, L.P. (the “Investment Partnership”) and AAA’s only significant asset is the limited partner interests in the Investment Partnership. Therefore, the value of the investment is directly linked to the value of Athene. A number of important factors could affect Athene’s business, operations, financial condition, results of operations, liquidity and prospects. Additionally, there may be events that occur that affect Athene that could have a material and adverse effect on an investment in AAA. Should AAA experience a loss on a portion or all of the Athene investment, or on any investment that represented a significant portion of AAA’s portfolio, such an event would have a material adverse effect on AAA’s business, financial condition and results of operation and may result in a significant loss in the value of an investment in AAA. Investors should carefully consider the material risks set forth in AAA’s most recent financial report (available at www.apolloalternativeassets.com) as well as other information made available, including references therein to risks relating to Athene.

Nothing contained in this document shall constitute an offer to sell, or the solicitation of an offer to buy, any security, product, service or fund. This document does not constitute a prospectus or an offer within the meaning of Article 3 of the Prospectus Directive (Directive 2003/71/EC as amended, including by Directive 2010/73/EC).

1. Summary of Q1 2018 Financial Results

2. Investment Overview

On March 5, 2018, AAA made a distribution of 22,507,327 Athene shares to AAA unitholders and AAA Investments made a distribution of 3,517,873 Athene shares to its General Partner (the “AAA Distribution”) in connection with AAA’s 15-month unlock release of Athene shares.

NAV per common unit at March 31, 2018 was \$0.40 compared to \$15.46 as of December 31, 2017, reflecting a net decrease for the quarter of \$15.06 per common unit.

There was a \$0.4 million drawdown on the line of credit in Q1’18 to meet operating cash needs. Total outstanding balance is \$4.9 million.

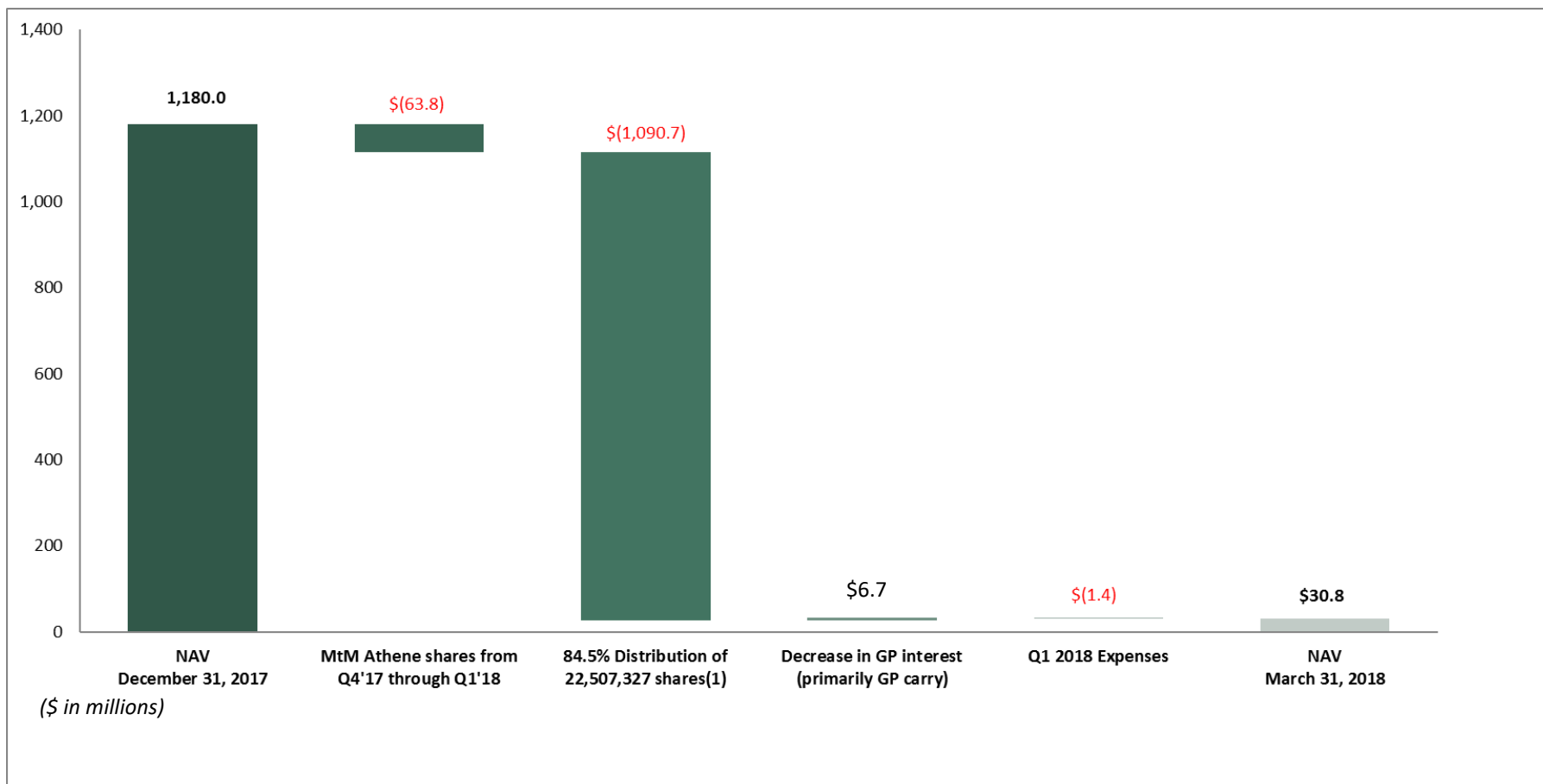
The Investment Partnership had \$0.1 million of cash and cash equivalents at March 31, 2018.

The Investment Partnership had a net loss from investments of \$63.8 million for the quarter ended March 31, 2018, driven by realized gains of \$841.9 million offset by the reversal of previously recognized unrealized gains of \$905.7 million associated with the AAA Distribution. Further, the fair value of the Athene price/share decreased \$3.03 from Q4’17 and the number of Athene shares held by the Investment Partnership decreased 98% since Q4’17, which resulted in a lower total fair value of the Athene investment for the quarter ended March 31, 2018.

As of Q1’18 and following AAA’s 15-month unlock release, AAA values its investment in Athene using Athene’s unadjusted closing market price in order to reflect the value of the freely tradeable Athene shares held by the Investment Partnership.

Net Asset Value Roll Q4'17 through Q1'18

The decrease in AAA's Net Asset Value during the quarter ended March 31, 2018 was driven by capital distributions and a decrease in the value of AAA's investment in Athene.



(1) In accordance with U.S. GAAP, the value of the 84.5% distribution-in-kind by AAA, as shown above, is based on Athene's closing market price on March 5, 2018, the date of the distribution.

Note: The past performance of Apollo's funds is intended to be illustrative of Apollo's investing experience and not indicative of future results.

The following table provides a reconciliation of the Athene closing share price to the AAA NAV per share as of March 31, 2018.

	Actual 31-Mar-18
Athene Share Price (March 31, 2018 closing)	\$ 47.81
adj: Athene shares vs AAA shares (0.6m Athene shares owned vs 76.3m AAA shares outstanding)	99.21% \$ (47.43)
adj: ② DLOM (Discount due to Lack of Marketability) at 3/31/18	0.00% \$ -
adj: ③ GP Carried interest	7.07% \$ (0.03)
adj: ④ other (other assets less other liabilities, and GP 0.055% interest)	0.10% \$ 0.05
AAA NAV	\$ 0.40

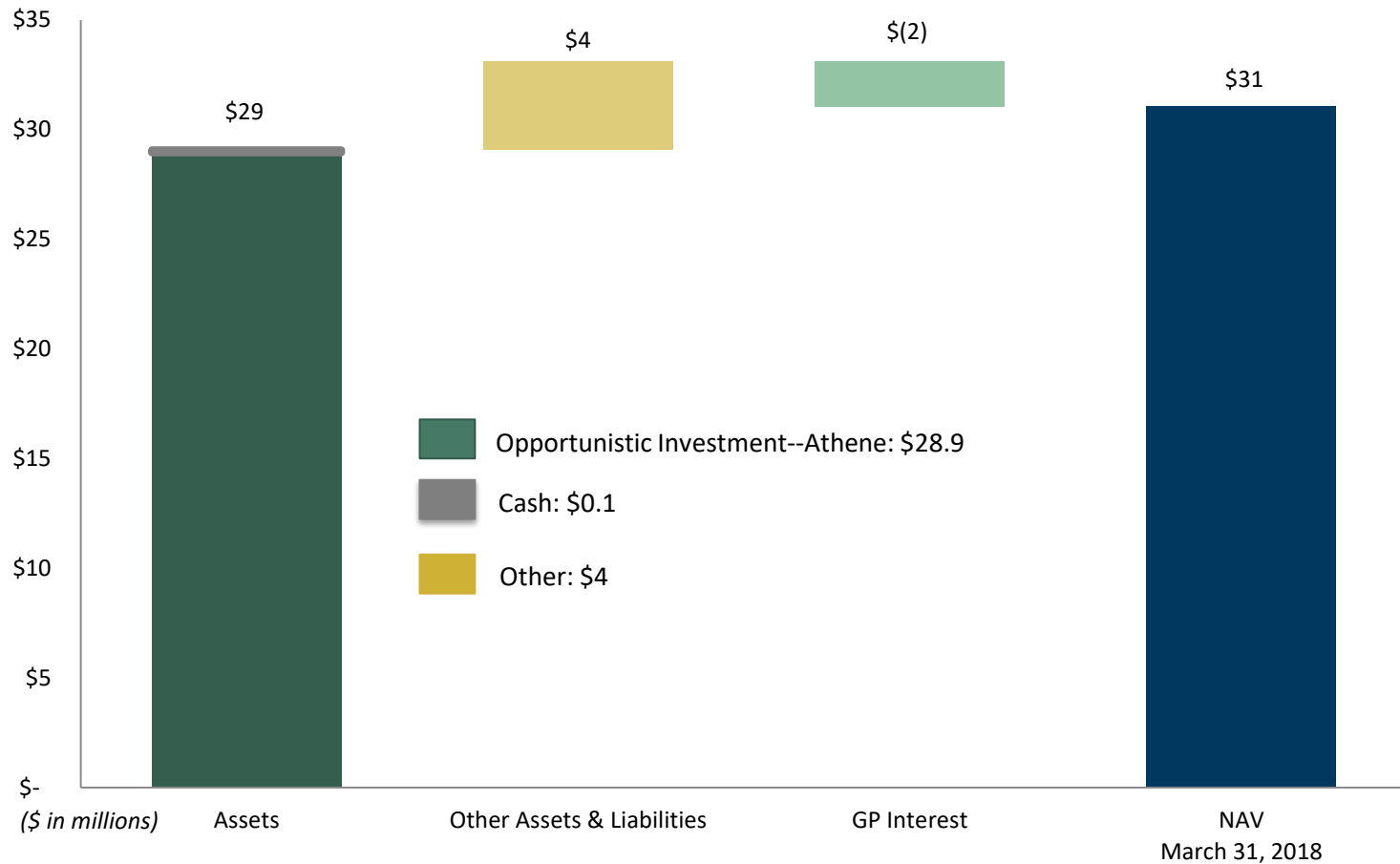
The value per publicly traded share of Athene does not equal the net asset value per unit of AAA due to the following:

- ① AAA has more units outstanding than the number of Athene shares owned.
- ② As of Q1'18 and after the 15-month unlock release, all of AAA's Athene shares are valued using Athene's unadjusted closing market price.
- ③ A portion of AAA's shares of Athene are subject to a carried interest obligation to AAA's general partner (carry-eligible shares). The carry formula is: $(20\% \times 45.23\% \text{ carry eligible shares}) \times (\text{FV share less cost basis per carry eligible share of } \$10.43)$, adjusted for the 99.21% conversion rate from note ① above.
- ④ AAA has other assets and obligations in addition to its investment in Athene shares.

Net Asset Value of AAA as of March 31, 2018

**3/31/18 - Market Cap
\$8.4 million
(73% discount to NAV)**

**12/31/17 - Market Cap
\$1,187 million
(0.6% premium to NAV)**



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1. Summary of Q1 2018 Financial Results

2. Investment Overview

Description (\$ in millions)	March 31, 2018		December 31, 2017		Q1'18 QTD Unrealized MTM	Q1'18 QTD Realized P&L
	Cost	Fair Value	Cost	Fair Value		
Opportunistic Investment - Athene	\$ 9.6	\$ 28.9	\$ 428.9	\$ 1,354.0	\$ (905.7)	\$ 841.9
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Key items during the Quarter

- The Athene investment was valued utilizing Athene's unadjusted closing market price of \$47.81 as of March 31, 2018.
- The decrease in unrealized P&L is related to the \$1,261 million distribution to the Investment Partnership's general partner and limited partner at the 15-Month Unlock Distribution and decrease in AAA's Athene share price from \$50.84 at December 31, 2017 to \$47.81 as of March 31, 2018, or \$3.03/share.
- The increase in realized P&L resulted from the distribution of Athene shares to AAA unitholders and AAA Investments' General Partner in connection with the 15-Month Unlock Distribution.

As of Q1'18 and after the 15-month unlock release, Management valued its investment in Athene using Athene's unadjusted closing market price at March 31, 2018.

Q1'18 Athene Valuation Summary	
	AAA
ATH closing price/share at 3/31/18	\$ 47.81
Adj: DLOM	0.0%
Share price (post-DLOM)	\$ 47.81
<i>(in millions)</i>	
Total Freely Tradeable Shares owned ⁽¹⁾	0.606
Fair value of opportunistic investment in Athene	\$ 29

- At March 31, 2018, the fair value of Athene was valued at the unadjusted closing market price of Athene public shares.
- The fair value of AAA Investments' interest in Athene was valued at \$47.81 per share, a decrease of \$3.03, or 6.0%, from the Q4'17 price per share of \$50.84 (estimated using a DLOM of 1.8% from the \$51.71 ATH closing price).

(1) After the 15-month unlock release on March 5, 2018, there is no longer a restriction on the Athene shares held by AAA.



For additional information, please visit our website: <http://www.apolloalternativeassets.com>