

AP Alternative Assets releases its financial results relating to the quarter ended March 31, 2007

Guernsey, Channel Islands, May 30, 2007

AP Alternative Assets, L.P. (Euronext Amsterdam: AAA) today released its financial results for the quarter ended March 31, 2007, prior to the opening of trading on May 30, 2007 on Euronext Amsterdam N.V.'s Eurolist by Euronext.

AAA invests its capital through, and is the sole limited partner of, AAA Investments, L.P., which is referred to as the Investment Partnership. At March 31, 2007, the Investment Partnership's portfolio was allocated to private equity and capital markets investments as follows: 18% in co-investments alongside Apollo Investment Fund VI, L.P. ("Apollo Investment Fund VI"); 49% in the Apollo Strategic Value Offshore Fund, Ltd. ("Apollo Strategic Value Fund"); 28% in AP Investment Europe Limited ("Apollo Investment Europe"); and 5% in Apollo Asia Opportunity Offshore Fund, Ltd. ("Apollo Asia Opportunity Fund").

Results of Operations

As of March 31, 2007, the net asset value of AAA approximated \$2,005 million, or \$20.77 per common unit, compared to \$1,917 million or \$19.86 per common unit as of December 31, 2006.

Operating results for AAA were highlighted by the following:

- Net unrealized appreciation of AAA's limited partner interests in the Investment Partnership was \$74.7 million resulting from the increase in net assets of the Investment Partnership. This increase in net assets was primarily driven by the net underlying increase in the unrealized value of investments held by the Investment Partnership.
- Investment income was \$15.7 million, which represented interest income from cash management activities, dividend income from portfolio investments and realized gains from sales.
- General and administrative expenses were \$1.1 million, which included both direct and allocated expenses for professional services, fees and other administrative costs.
- The net increase in net assets resulting from operations was \$89.2 million for the quarter ended March 31, 2007.

Operating results for the Investment Partnership were highlighted by the following:

- At March 31, 2007, investments were recorded at fair value which resulted in net unrealized appreciation totaling approximately \$86.8 million, with our capital market investments increasing \$42.6 million and our private equity investments increasing \$44.2 million. The unrealized appreciation from our capital market investments is due to increases in the Investment Partnership's positions in the Apollo Strategic Value Fund of \$28.7 million, Apollo Investment Europe of \$12.7 million, and Apollo Asia Opportunity Fund of \$1.2 million.
- Investment income was \$16.1 million, which represented interest income from cash management activities, dividend income from portfolio investments and realized gains from sales.
- General and administrative expenses were \$0.5 million, which primarily relates to professional fees and other administrative costs.
- The net increase in net assets resulting from operations was \$102.5 million for the quarter ended March 31, 2007.

Investments

As of March 31, 2007, AAA's investments consist of \$2.0 billion invested in AAA Investments, L.P., which underlying portfolio consists of temporary investments of \$755 million and portfolio investments approximating \$1,265 million as follows:

- Investments aggregating \$1,043.7 million in Apollo-sponsored funds:
 - \$623.8 million in Apollo Strategic Value Fund
 - \$353.6 million in Apollo Investment Europe
 - \$66.3 million in Apollo Asia Opportunity Fund
- Co-investments alongside Apollo Investment Fund VI aggregating \$221.8 million as follows:
 - \$56.6 million in Momentive Performance Materials Holdings, Inc.
 - \$54.7 million in Rexnord Corporation
 - \$43.2 million in Berry Plastics Group, Inc.
 - \$41.9 million in CEVA Logistics
 - \$13.4 million in Jacuzzi Brands
 - \$12.0 million in Verso Paper Holdings LLC

Subsequent to March 31, 2007 and through May 18, 2007, the Investment Partnership made additional co-investments in four portfolio companies, aggregating \$228.3 million as follows:

- A co-investment of approximately \$131.2 million in Realogy Corporation ("Realogy"), a leading provider of residential real estate and relocation services in the world. Through its portfolio of leading brands (Coldwell Banker, Century 21, Sotheby's International Realty, ERA, Corcoran Group and Coldwell Banker Commercial), Realogy is the world's largest real estate brokerage franchisor and the largest U.S. residential real estate brokerage firm. Realogy is also the largest U.S. provider and a leading global provider of outsourced employee relocation services and a provider of title and settlement services.
- A co-investment of approximately \$34.4 million in Oceania Cruise Lines ("Oceania"), a leading cruise line focused on the destination-oriented, upper premium cruise market. Oceania owns three 684-berth vessels and offers itineraries in the Mediterranean, Far East, South America, the Caribbean, Australia and New Zealand. An additional co-investment of \$6.2 million is scheduled in the future.
- A co-investment of approximately \$35.9 million in Countrywide Plc ("Countrywide"), the leading provider of residential real estate services in the UK. Countrywide has a leading market position in all of its business areas in the UK with the number one market share in residential property sales, residential property lettings and property management, arranging mortgages, insurance and related financial products, surveying and valuation services for mortgage lenders and prospective homebuyers, and residential property conveyance services.
- A co-investment of approximately \$26.8 million in Noranda Aluminum Holdings Corporation ("Noranda"), a leading integrated producer of value-added primary aluminum products as well as high quality rolled aluminum coils. Noranda provides 10% of North America's primary aluminum production and produces 22% of North America's tin foil and lightweight sheet through four world-class rolling mills.

Additionally, subsequent to March 31, 2007 and through May 18, 2007, the Investment Partnership made an investment of \$70.0 million in Apollo Asia Opportunity Fund by way of partial draw down of its aggregate commitment of \$200.0 million.

Subsequent to March 31, 2007 and through May 18, 2007, the Investment Partnership entered into a \$400 million commitment to Apollo European Principal Finance Fund (“EPF”). EPF is an investment vehicle that seeks to generate attractive risk-adjusted returns by capitalizing on opportunities in the non-performing loans (“NPLs”) sector in Europe with a focus on Germany. The team will capitalize on the opportunities created by new regulations for banks on NPLs and by sourcing transactions from the investment team’s network of relationships with financial institutions. This local expertise and knowledge complements Apollo’s background in distressed and private equity investing.

Whether this commitment will be consummated depends on the satisfaction of a number of conditions, some or all of which may not be in our control. No assurances can be made as to whether or when this commitment will be consummated, if at all.

Tax Distributions

The Board of Directors of AAA’s general partner declared a distribution of \$0.19 per unit payable on or about June 28, 2007 to unitholders of record immediately prior to the opening of business in Amsterdam on June 12, 2007. Because the distribution was declared subsequent to March 31, 2007, the aggregate distribution payable of \$18.5 million is not yet reflected in AAA's' net asset value as of March 31, 2007.

Information for Investors – Teleconference and Webcast

The company will discuss its financial results during a conference call on Wednesday, May 30, 2007, at 2:30 p.m. CET (Amsterdam) / 1:30 p.m. GMT (London) / 8:30 a.m. EST (New York). All interested parties are welcome to participate. You can access this call by dialing 20 717 6857 within The Netherlands or 31 20 717 6857 outside of The Netherlands. Please dial-in approximately 5 to 10 minutes prior to the call. When prompted, callers should reference “AAA Earnings Call”. An archived replay of the conference call will also be available through June 15, 2007, via the company’s website at www.apolloalternativeassets.com.

About AAA

AP Alternative Assets was established by Apollo and is a closed-end limited partnership established under the laws of Guernsey. Apollo is a leading private equity, debt and capital markets investor with 17 years of experience investing across the capital structure of leveraged companies. AP Alternative Assets is managed by Apollo Alternative Assets and invests in, and co-invests with, Apollo’s private-equity and capital markets investment funds.

Forward-Looking Statements

This press release contains forward-looking statements. Forward-looking statements involve risks and uncertainties because they relate to future events and circumstances. Such statements are based on currently available operating, financial and competitive information and are subject to various risks and uncertainties that could cause actual results and developments to differ materially from the historical experience and expressed or implied expectations of AAA. Undue reliance should not be placed on such forward-looking statements. Forward-looking statements speak only as of the date on which they are made and AAA does not undertake to update its forward-looking statements unless required by law.

Financial Schedules Follow

AP ALTERNATIVE ASSETS, L.P.
STATEMENT OF OPERATIONS
(In thousands)

	For the Quarter Ended March 31, 2007 (Unaudited)
NET INVESTMENT INCOME ALLOCATED FROM AAA INVESTMENTS, L.P.	
Interest and dividends	\$ 13,402
Net realized gains from sales	2,282
Expenses	<u>(472)</u>
	15,212
EXPENSES - General and administrative expenses	<u>(642)</u>
NET INVESTMENT INCOME	14,570
NET CHANGE IN UNREALIZED APPRECIATION OF INVESTMENT IN AAA INVESTMENTS, L.P.	<u>74,674</u>
NET INCREASE IN NET ASSETS RESULTING FROM OPERATIONS	<u>\$ 89,244</u>

AP ALTERNATIVE ASSETS, L.P.
STATEMENT OF ASSETS AND LIABILITIES
(In thousands, except per unit amounts)

	As of March 31, 2007 (Unaudited)	As of December 31, 2006
ASSETS - Investment in AAA Investments, L.P. (cost of \$1,822,816 in 2007 and 2006)	\$ 2,007,283	\$ 1,918,723
LIABILITIES - Accounts payable and accrued liabilities	<u>1,974</u>	<u>1,333</u>
NET ASSETS	<u>\$ 2,005,309</u>	<u>\$ 1,917,390</u>
NET ASSETS CONSIST OF:		
Partners' capital contribution, net (96,546,000 common units outstanding in 2007 and 2006)	\$ 1,822,818	\$ 1,822,818
Accumulated increase in assets resulting from operations	185,023	95,779
Accumulated partners' capital distributions	<u>(2,532)</u>	<u>(1,207)</u>
	<u>\$ 2,005,309</u>	<u>\$ 1,917,390</u>
Net asset value per common unit	<u>\$ 20.77</u>	<u>\$ 19.86</u>
Market price at March 31, 2007	<u>\$ 20.00</u>	<u>\$ 18.50</u>

AAA INVESTMENTS, L.P.
STATEMENT OF OPERATIONS (UNAUDITED)
(In thousands)

	For the Quarter Ended March 31, 2007
INVESTMENT INCOME:	
Interest, dividends and gains from short-term investments	\$ 13,410
Net realized gains from sales	<u>2,699</u>
	16,109
EXPENSES - General and administrative expenses	<u>(473)</u>
NET INVESTMENT INCOME	15,636
Net change in unrealized appreciation on investments	<u>86,837</u>
NET INCREASE IN NET ASSETS RESULTING FROM OPERATIONS	<u>\$ 102,473</u>

AAA INVESTMENTS, L.P.
STATEMENT OF ASSETS AND LIABILITIES
(In thousands)

	March 31, 2007 (Unaudited)	As of December 31, 2006
ASSETS:		
Investments:		
Investment in Apollo Strategic Value Offshore Fund, Ltd. at fair value (cost of \$550,000 in 2007 and 2006)	\$ 623,751	\$ 595,081
Investment in AP Investment Europe Limited at fair value (cost of \$326,074 in 2007 and \$238,674 in 2006)	353,627	253,549
Co-investments - Apollo Investment Fund VI at fair value (cost of \$166,385 in 2007 and \$228,385 in 2006)	221,821	239,590
Investment in Apollo Asia Opportunity Offshore Fund, Ltd. at fair value (cost of \$65,000 in 2007 and \$0 in 2006)	<u>66,257</u>	<u>-</u>
	1,265,456	1,088,220
Cash and cash equivalents	754,904	832,371
Other assets	<u>877</u>	<u>868</u>
TOTAL ASSETS	2,021,237	1,921,459
LIABILITIES:		
Accounts payable and accrued liabilities	<u>314</u>	<u>1,684</u>
NET ASSETS	<u>\$ 2,020,923</u>	<u>\$ 1,919,775</u>
NET ASSETS CONSIST OF:		
Partners' capital	\$ 1,821,283	\$ 1,822,608
Accumulated increase in net assets resulting from operations	<u>199,640</u>	<u>97,167</u>
	<u>\$ 2,020,923</u>	<u>\$ 1,919,775</u>