



The Trust Company (RE Services) Limited
ABN 45 003 278 831, AFSL 235150

31 August 2022

The Manager
ASX Market Announcements
ASX Limited
20 Bridge Street
Sydney NSW 2000

ASX Announcement

KKR Credit Income Fund (the "Fund")

In accordance with ASX listing rule 4.8 and 4.9, a listed entity must give ASX the latest audited financials statements if the entity's main assets are unlisted entities.

As at 30 June 2022, the Fund's primary investments are in KKR Lending Partners Europe II (Euro) Unlevered SCSp ("EDL Euro Fund") and KKR Global Credit Opportunities Access Fund L.P. (the "Access Fund"), which in turn holds investments in KKR GCOF Access Fund Funding L.P. and KKR GCOF Access Fund Holding L.P.

Please find attached copies of the most recent audited financial statements for EDL Euro Fund and the Access Fund as at 31 December 2021.

Yours sincerely

Michael Mauricio
Senior Client Manager
The Trust Company (RE Services) Limited

Contact Details

Unit Registry: Boardroom Pty Ltd
Telephone: 1300 737 760 (within Australia)
+61 2 9290 9600 (outside Australia)
Email: enquiries@boardroomlimited.com.au
Website: www.kkcaustralia.com.au

Important Information

This information has been prepared by KKR Australia Investment Management Pty Ltd ABN 42 146 164 454, AFSL 420 085 ("KKR") and is issued and authorised for release by The Trust Company (RE Services) Limited ABN 45 003 278 831, AFSL 235150 ("TTCRESL"). TTCRESL is the responsible entity and issuer of the KKR Credit Income Fund ARSN 634 082 107 ("Trust"). TTCRESL has appointed KKR to act as the manager of the Trust. This update is general information only and is not intended to provide you with financial advice or take into account your objectives, financial situation or needs. You should consider, with a financial adviser, whether the information is suitable for your circumstances. To the extent permitted by law, no liability is accepted for any loss or damage as a result of any reliance on this information. Past performance is not indicative of future performance. This information is believed to be accurate at the time of compilation and is provided in good faith. This information may contain information contributed by third parties. KKR and TTCRESL do not warrant the accuracy or completeness of any information contributed by a third party.

Before making any investment decisions you should consider the Product Disclosure Statement (PDS) for the Trust issued by TTCRESL and the Trust's other periodic and continuous disclosure announcements lodged with the Australian Securities Exchange (ASX), which are available at www.kkcaustralia.com.au or can be obtained by calling 1300-131-856 within Australia).

None of KKR, its affiliates or its related bodies corporate, or any company in the Perpetual Group (Perpetual Group means Perpetual Limited ABN 86 000 431 827 and its subsidiaries) guarantees the performance of the Trust or the return of an investor's capital. This information does not constitute an offer, invitation, solicitation or recommendation with respect to the purchase or sale of the Trust's units.

KKR

**KKR Lending Partners Europe II
(Euro) Unlevered SCSp**

2021 ANNUAL REPORT

KKR Lending Partners Europe II (Euro) Unlevered SCSp

Financial Statements as of and for the
Year ended December 31, 2021 and
Independent Auditor's Report

KKR LENDING PARTNERS EUROPE II (EURO) UNLEVERED SCSp

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Deloitte & Touche LLP
555 Mission Street
Suite 1400
San Francisco, CA 94105
USA

Tel: 415-783-4000
www.deloitte.com

INDEPENDENT AUDITOR'S REPORT

To KKR Lending Partners Europe II (Euro) Unlevered SCSp:

Opinion

We have audited the financial statements of KKR Lending Partners Europe II (Euro) Unlevered SCSp (the "Partnership"), which comprise the statement of financial condition, including the schedule of investments, as of December 31, 2021, and the related statements of operations, changes in partners' capital, and cash flows for the year then ended, and the related notes to the financial statements (collectively referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Partnership as of December 31, 2021, and the results of its operations, changes in its partners' capital, and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Partnership and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Partnership's ability to continue as a going concern for one year after the date that the financial statements are issued.

Auditor's Responsibilities for the Audit of the Financial Statements

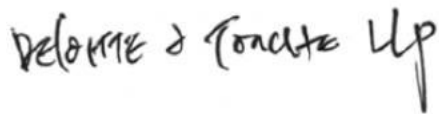
Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material

misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Partnership's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Partnership's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

A handwritten signature in black ink that reads "Deloitte & Touche LLP". The signature is written in a cursive, slightly slanted style.

March 31, 2022

KKR LENDING PARTNERS EUROPE II (EURO) UNLEVERED SCSp

STATEMENT OF FINANCIAL CONDITION AS OF DECEMBER 31, 2021 (Stated in Euro) (Amounts in thousands)

ASSETS

Investments, at estimated fair value	€	205,097
Cash and cash equivalents		11,352
Accrued interest		2,414
Derivative assets		<u>113</u>
Total assets	€	<u>218,976</u>

LIABILITIES AND PARTNERS' CAPITAL

LIABILITIES

Revolving credit facility	€	47,881
Derivative liabilities		3,063
Accrued interest expense		110
Due to Manager		<u>984</u>
Total liabilities		<u>52,038</u>

PARTNERS' CAPITAL

General Partner		701
Limited Partners		<u>166,237</u>
Total partners' capital		<u>166,938</u>

TOTAL LIABILITIES AND PARTNERS' CAPITAL	€	<u>218,976</u>
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See notes to financial statements.

KKR LENDING PARTNERS EUROPE II (EURO) UNLEVERED SCSp

SCHEDULE OF INVESTMENTS

AS OF DECEMBER 31, 2021

(Stated in Euro)

(Amounts in thousands)

Issuer	Asset	Industry	Country	Currency	Coupon	Maturity Date	Quantity	Book value	Estimated Fair Value	Estimated Fair Value as a Percentage of Partners' Capital
Corporate Bonds										
Ardonagh Midco	2 PLC 11.5 20270115	Insurance	United Kingdom	USD	12.75 %	15/01/2027	1,969	€ 1,727	€ 1,936	1.16 %
Canopus AG	5.750% 02/2023 FRN	Insurance	United Kingdom	USD	5.75	09/09/2024	8,328	7,373	7,323	4.39
Thyssenkrupp Elevator AG	E+7.000% 09/2027 Private SUN EUR	Steel Production	Denmark	EUR	7.00	29/07/2028	2,220	2,175	2,252	1.35
Total Corporate Bonds								€ 11,275	€ 11,511	6.90 %
Corporate Loans										
Addo and Winterbotham	11/20 LIEN1 02/05/2028	Food Industry	United Kingdom	GBP	6.00 %	31/01/2028	3,651	€ 4,069	€ 4,275	2.56 %
Advania Sverige AB	TL 1L 02/21	Information Technology Services	Sweden	SEK	6.10	28/04/2028	68,054	6,525	6,536	3.92
Advania Sverige AB	TL 1L 09/21 (SEK)	Information Technology Services	Sweden	SEK	6.10	28/04/2028	7,062	672	678	0.41
Advania Sverige AB	TL 1L 11/21	Information Technology Services	Sweden	GBP	6.35	28/04/2028	3,146	3,626	3,714	2.22
Advania Sverige AB	TL 1L DD 02/21	Information Technology Services	Sweden	SEK	6.10	28/04/2028	28,806	841	886	0.53
Advania Sverige AB ISK	TL 1L 02/21	Information Technology Services	Sweden	ISK	6.10	28/04/2028	190,386	1,243	1,275	0.76
Anaqua Inc	DD TL 1L 04/20	Information Technology Services	United States	USD	7.75	05/04/2026	5,474	4,666	4,862	2.91
Anaqua Inc	TL 1L 06/21	Information Technology Services	United States	USD	6.00	10/04/2026	6,213	5,210	5,533	3.31
Anaqua Inc	TL 1L DD 06/21	Information Technology Services	United States	USD	6.00	10/04/2026	1,628	(27)	18	0.01
Ardonagh Group Ltd/The	TL 1L 06/20 EUR	Insurance	United Kingdom	EUR	6.75	14/07/2026	1,098	1,053	1,147	0.69
Ardonagh Group Ltd/The	TL 1L B1 06/20 GBP	Insurance	United Kingdom	GBP	6.75	14/07/2026	8,616	9,203	10,540	6.31
Ardonagh Group Ltd/The	TL 1L B2 CAPEX 06/20 DD GBP	Insurance	United Kingdom	GBP	6.75	14/07/2026	1,801	1,993	2,204	1.32
CDK International	TL 2L 10/20	Software Systems	Luxembourg	GBP	8.25	01/03/2029	6,966	7,815	8,264	4.95
Citation Ltd	TL 1L 08/20	Health and Safety	United Kingdom	GBP	6.25	15/09/2027	7,287	7,706	8,679	5.20
Citation Ltd	TL 1L 08/20 DD	Health and Safety	United Kingdom	GBP	6.25	15/09/2027	2,429	2,269	2,485	1.49
Citation Ltd	TL 1L DD 05/21	Health and Safety	United Kingdom	GBP	6.25	15/09/2027	618	475	505	0.30
Cooperation Pharmaceutique Francaise SAS	TL 2L 11/21	Pharmaceutical & Biotechnology	France	EUR	7.00	15/11/2029	6,169	6,046	6,107	3.66
Corsearch Intermediate Inc	TL 1L 04/21	Business Support Services	United States	USD	5.50	19/04/2028	4,461	3,606	3,929	2.35
Corsearch Intermediate Inc	TL 1L DD 04/21	Business Support Services	United States	USD	5.50	19/04/2028	1,212	406	428	0.26
Hermes UK Ltd	TL 1L 07/21 (GBP)	Industrial Products	United Kingdom	GBP	6.50	30/11/2027	5,001	5,680	5,802	3.48
Hoist SoftCo	TL 1L 11/21	Industrial Products	United Kingdom	EUR	6.25	01/11/2028	1,387	1,353	1,356	0.81
Hoist SoftCo	CAF_DDTL_Nov21	Industrial Products	United Kingdom	EUR	6.25	01/11/2028	2,656	(66)	(61)	(0.04)
Hoist SoftCo	Uni_TL_Nov21	Industrial Products	United Kingdom	EUR	6.25	01/11/2028	4,205	4,100	4,108	2.46
Industria Chimica Emiliana Srl	TL 1L 06/19	Pharmaceutical	Italy	EUR	7.25	27/09/2026	7,570	7,343	7,782	4.66
Industria Chimica Emiliana Srl	TL 1L DD 07/20	Pharmaceutical	Italy	EUR	7.25	27/09/2026	2,522	2,429	2,593	1.55
LifeHealthcare Group Ltd	Capex DD 1L 07/21 C1 (SGD)	Delayed draw Term Loan	Australia	SGD	6.00	11/12/2025	377	(7)	(2)	-
LifeHealthcare Group Ltd	TL 1L 07/21 C2 Bolt-On (SGD)	Term Loan	Australia	SGD	6.00	11/12/2025	989	600	640	0.38
LifeHealthcare Group Ltd	TL 1L 12/20 (Capex DD)	Delayed draw Term Loan	Australia	AUD	6.00	11/12/2025	716	38	48	0.03
LifeHealthcare Group Ltd	TL 1L 12/20 (Unitranche)	Term Loan	Australia	AUD	6.00	11/12/2025	8,627	5,208	5,473	3.28

See notes to financial statements.

KKR LENDING PARTNERS EUROPE II (EURO) UNLEVERED SCSp

SCHEDULE OF INVESTMENTS (continued)

AS OF DECEMBER 31, 2021

(Stated in Euro)

(Amounts in thousands)

Issuer	Asset	Industry	Country	Currency	Coupon	Maturity Date	Quantity	Book value	Estimated Fair Value	Estimated Fair Value as a Percentage of Partners' Capital
Corporate Loans (continued)										
Lloyd's Register Quality Assurance Ltd	TL 1L B 12/21	Industrial Services	United Kingdom	EUR	6.00	% 02/12/2028	7,395	€ 7,173	€ 7,173	4.30 %
Lloyd's Register Quality Assurance Ltd	TL 1L DD 12/21	Industrial Services	United Kingdom	GBP	6.00	02/12/2028	2,510	(89)	(90)	(0.05)
MyHeritage	TL 1L B 04/21	Internet Media & Services	United Kingdom	USD	5.50	10/04/2028	9,060	7,448	8,047	4.82
MyHeritage	TL 1L DD 04/21	Internet Media & Services	United Kingdom	USD	5.50	10/04/2028	1,726	(29)	15	0.01
North London Collegiate School Singapore Pte Ltd	TL 1L 11/21	Education Services	Singapore	SGD	6.50	23/11/2027	9,794	6,280	6,256	3.75
PIB Inc	TL 1L 01/21	Insurance Brokers	United Kingdom	GBP	6.25	17/03/2028	9,600	10,996	11,206	6.71
PIB Inc	TL 1L 11/21	Insurance Brokers	United Kingdom	EUR	5.75	01/04/2028	1,051	1,030	1,031	0.62
PIB Inc	TL 1L DD 03/21	Insurance Brokers	United Kingdom	GBP	6.25	17/03/2028	319	96	97	0.06
PIB Inc	TL 1L DD 11/21	Insurance Brokers	United Kingdom	GBP	6.00	01/04/2028	2,087	(49)	(50)	(0.03)
Premium Credit Ltd	TL 1L 11/19	Financing Services	Cayman Island	GBP	6.50	16/01/2026	6,267	7,165	7,464	4.47
Rubix Group Finco Ltd	TL 1L 07/20 EUR	Industrial Products	United Kingdom	EUR	4.25	24/09/2024	7,362	6,846	7,331	4.39
Soderberg & Partners Asset Management SA	TL Unsec 11/21	Financing Services	Sweden	SEK	5.50	14/12/2026	61,610	5,861	5,864	3.51
Sucez Groep BV	TL 1L 07/19	Insurance	Netherlands	EUR	5.00	17/09/2026	3,320	3,237	3,258	1.95
Sucez Groep BV	TL 1L 07/19 DD	Insurance	Netherlands	EUR	5.00	17/09/2026	1,245	1,214	1,222	0.73
Thyssenkrupp Elevator AG	12% PIK TL Unsec 03/20 USD	Steel Production	Luxembourg	USD	12.00	29/07/2030	3,423	2,546	3,178	1.90
Transaction Services Group Ltd	TL 1L 07/19 DD (USD)	Payment Processing Services	Luxembourg	USD	6.50	15/10/2026	2,681	2,377	2,366	1.42
Transaction Services Group Ltd	TL 1L 07/21	Payment Processing Services	Luxembourg	USD	6.50	15/10/2026	3,689	3,031	3,165	1.90
Transaction Services Group Ltd	TL 1L 10/19	Payment Processing Services	Luxembourg	AUD	6.50	15/10/2026	9,207	5,967	5,750	3.44
Valeo Foods Group Ltd	TL 2L 09/21	Food Production, Food Service	United Kingdom	GBP	8.00	01/10/2029	1,682	1,917	1,949	1.17
Valeo Foods Group Ltd	TL 2L DD 09/21 CAF	Food Production, Food Service	United Kingdom	EUR	7.50	01/10/2029	1,118	(34)	(33)	(0.02)
Wella Corp/The	TL 1L 05/20 EUR	Consumer Goods	Luxembourg	EUR	5.25	25/11/2026	7,306	6,981	7,306	4.38
Wella Corp/The	TL 1L 05/20 GBP	Consumer Goods	Luxembourg	GBP	5.25	25/11/2026	5,300	5,694	6,312	3.78
Zephyr Bidco Ltd	TL B - GBP	Internet Media & Services	United Kingdom	GBP	4.75	23/07/2025	4,205	4,697	4,965	2.97
Total Corporate Loans								€ 184,430	€ 193,586	115.96 %
Total Investments								€ 195,705	€ 205,097	122.86 %

See notes to financial statements.

KKR LENDING PARTNERS EUROPE II (EURO) UNLEVERED SCSp

SCHEDULE OF INVESTMENTS (concluded)

AS OF DECEMBER 31, 2021

(Stated in Euro)

(Amounts in thousands)

Counterparty	Country	Currency	Maturity Date	Notional	Estimated Fair Value	Estimated Fair Value as a Percentage of Partners' Capital
Derivative Contracts						
Foreign Exchange Forward Contracts						
Barclays Bank Plc	United States of America	USD	09/02/2022	\$ 8,500	€ (344)	(0.21) %
Barclays Bank Plc	United States of America	AUD	04/03/2022	A\$ 9,200	(128)	(0.08)
Barclays Bank Plc	United States of America	USD	04/03/2022	\$ 5,500	(222)	(0.13)
Barclays Bank Plc	United States of America	GBP	06/05/2022	£ 8,500	(249)	(0.15)
Barclays Bank Plc	United States of America	GBP	06/05/2022	£ 3,651	(86)	(0.05)
Barclays Bank Plc	United States of America	USD	05/08/2022	\$ 2,000	(79)	(0.05)
Morgan Stanley	United States of America	GBP	17/10/2022	£ 4,205	(184)	(0.11)
Morgan Stanley	United States of America	GBP	10/11/2022	£ 5,300	(106)	(0.06)
Morgan Stanley	United States of America	GBP	14/04/2023	£ 6,500	(113)	(0.07)
Morgan Stanley	United States of America	GBP	17/07/2023	£ 9,735	(158)	(0.09)
Barclays Bank Plc	United States of America	USD	04/08/2023	\$ 3,600	(129)	(0.08)
Morgan Stanley	United States of America	GBP	08/09/2023	£ 9,373	(146)	(0.09)
Morgan Stanley	United States of America	GBP	22/01/2024	£ 5,758	(85)	(0.05)
Barclays Bank Plc	United States of America	AUD	08/02/2024	A\$ 9,000	(76)	(0.05)
Barclays Bank Plc	United States of America	SEK	08/02/2024	kr 58,378	25	0.01
Morgan Stanley	United States of America	SGD	08/02/2024	S\$ 1,015	(32)	(0.02)
Morgan Stanley	United States of America	GBP	09/05/2024	£ 6,966	(107)	(0.06)
Morgan Stanley	United States of America	USD	09/05/2024	\$ 9,060	(292)	(0.17)
Morgan Stanley	United States of America	USD	09/05/2024	\$ 4,461	(202)	(0.12)
Barclays Bank Plc	United States of America	SEK	10/05/2024	kr 12,216	14	0.01
Morgan Stanley	United States of America	SEK	10/05/2024	kr 59,411	72	0.04
Morgan Stanley	United States of America	SEK	10/05/2024	kr 2,194	2	-
Barclays Bank Plc	United States of America	GBP	15/11/2024	£ 1,682	(59)	(0.04)
Barclays Bank Plc	United States of America	SGD	23/11/2026	S\$ 9,794	(266)	(0.16)
Total Foreign Exchange Forward Contracts					€ (2,950)	(1.77) %
Total Derivative Contracts					€ (2,950)	(1.77) %

See notes to financial statements.

KKR LENDING PARTNERS EUROPE II (EURO) UNLEVERED SCSp

STATEMENT OF OPERATIONS FOR THE YEAR ENDED DECEMBER 31, 2021 (Stated in Euro) (Amounts in thousands)

INVESTMENT INCOME:

Interest income	€	10,445
Other investment income		<u>622</u>
Total investment income		<u>11,067</u>

EXPENSES:

Interest expense		1,453
Management fees		502
Professional fees and other expenses		<u>1,298</u>
Total expenses		<u>3,253</u>

NET INVESTMENT INCOME (LOSS) 7,814

NET REALIZED AND UNREALIZED GAINS (LOSSES):

Net realized gains (losses) on investments		(298)
Net change in unrealized appreciation (depreciation)		<u>4,202</u>
Net realized and unrealized gains (losses)		<u>3,904</u>

NET INCOME (LOSS) € 11,718

See notes to financial statements.

KKR LENDING PARTNERS EUROPE II (EURO) UNLEVERED SCSp

STATEMENT OF CHANGES IN PARTNERS' CAPITAL FOR THE YEAR ENDED DECEMBER 31, 2021 (Stated in Euro) (Amounts in thousands)

	<u>General Partner</u>	<u>Limited Partners</u>	<u>Total</u>
PARTNERS' CAPITAL, January 1, 2021	€ 308	€ 65,749	€ 66,057
Capital contributions	-	141,093	141,093
Allocation of net income (loss):			
Investment income	-	11,067	11,067
Management fees	-	(502)	(502)
Expenses	-	(2,751)	(2,751)
Net realized gains (losses) on investments	-	(298)	(298)
Net change in unrealized appreciation (depreciation)	-	4,202	4,202
Change in accrued carried interest	393	(393)	-
Net income	393	11,325	11,718
Capital distributions	-	(51,930)	(51,930)
PARTNERS' CAPITAL, December 31, 2021	€ 701	€ 166,237	€ 166,938

See notes to financial statements.

KKR LENDING PARTNERS EUROPE II (EURO) UNLEVERED SCSp

STATEMENT OF CASH FLOWS FOR THE YEAR ENDED DECEMBER 31, 2021 (Stated in Euro) (Amounts in thousands)

CASH FLOWS FROM OPERATING ACTIVITIES:

Net income (loss)	€	11,718
Adjustments to reconcile net income to net cash provided by (used in) operating activities:		
Purchase of investments		(93,284)
Sale of investments		40,509
Net realized (gains) losses on investments		298
Net change in unrealized (appreciation) depreciation on investments		(4,202)
Changes in assets and liabilities:		
Accrued interest		(860)
Other receivables and payables		(2,202)
		<hr/>
Net cash flows provided by (used in) operating activities		(48,023)

CASH FLOWS FROM FINANCING ACTIVITIES:

Capital contributions		141,093
Capital distributions		(51,930)
Proceeds from revolving credit facility		56,519
Repayments of revolving credit facility		(94,133)
		<hr/>
Net cash flows provided by (used in) financing activities		51,549

NET INCREASE IN CASH AND CASH EQUIVALENTS 3,526

CASH AND CASH EQUIVALENTS, Beginning of year

7,826

CASH AND CASH EQUIVALENTS, End of year €

11,352

See notes to financial statements.

KKR LENDING PARTNERS EUROPE II (EURO) UNLEVERED SCSp

NOTES TO FINANCIAL STATEMENTS

AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2021

1. ORGANIZATION

KKR Lending Partners Europe II (Euro) Unlevered SCSp (the “Partnership”), a Luxembourg special limited partnership, was organized on April 19, 2018 and commenced operations on May 21, 2020 (the “Commencement of Operations”). The Fund’s investment period (the “Investment Period”) is defined in the Limited Partnership Agreement of the Partnership, as restated and amended (the “Partnership Agreement”), as the period from the Partnership’s First Closing Date through and until the first to occur of: (a) the third anniversary of the Partnership’s Final Closing Date; provided that the Investment Period may be extended with the consent of the Advisory Committee or a Majority in Interest of the Combined Limited Partners; (b) the date on which the aggregate Unused Capital Commitments of the non-defaulting Limited Partners have been reduced to zero, and are not subject to restoration pursuant to the terms of the agreement; (c) following the Partnership’s Final Closing Date, the date as of which at 75% in interest of the Combined Limited Partners elect in writing to terminate the Investment Period; (d) upon the election of all of the Combined Limited Partners to reduce their respective Unused Capital Commitments available for Investments (but excluding Pre-Event Investments or Follow-On Investments) or (e) the date on which the General Partner elects to terminate the Investment Period in its sole discretion.

KKR Associates Lending Europe II SCSp, a Luxembourg special limited partnership (the “General Partner”), serves as the general partner of the Partnership and in such capacity for making investment decisions on behalf of the Partnership. KKR Alternative Investment Management Unlimited Company (the “Manager”) serves as the alternative investment fund manager (the “AIFM”) of the partnership under the EU Alternative Investment Fund Manager Directive (Directive 2011/61/EU, the “AIFMD”) and delegates certain portfolio management activities of the Partnership to KKR Credit Advisors (Ireland) Unlimited Company (“KKR Credit Advisors (Ireland)”) in accordance with the Partnership Agreement. The Manager and the General Partner are subsidiaries of KKR & Co. Inc. (“KKR”).

The objective of the Partnership is to generate current income through investments in primarily European secured debt, including in particular senior secured and secured loans and bonds. The Partnership will focus on direct originated transactions and proprietary or limited syndication transactions with third party intermediaries including investment banks. The Partnership target borrowers will primarily be European corporates that are smaller than companies that currently access the European banking channel. The Partnership may also invest in subordinated debt and may opportunistically target investments relating to the financing of hard assets, if the General Partner considers that such investments offer comparable risk and return profiles.

2. SIGNIFICANT ACCOUNTING PRINCIPLES

Basis of presentation — The Partnership is considered an investment company as defined in Accounting Standards Codification (“ASC”) Topic 946 Financial Services – Investment Companies (“ASC 946”). The accompanying financial statements are presented in accordance with accounting principles generally accepted in the United States of America (“U.S. GAAP”).

Use of estimates — The preparation of financial statements in conformity with U.S. GAAP requires management to make certain estimates and assumptions that could affect the amounts reported in the Partnership’s financial statements and accompanying notes. Actual results could differ from management estimates.

Cash and cash equivalents — Cash and cash equivalents include cash on hand, cash held in banks and highly liquid investments with original maturities of three or fewer months. Interest income earned on cash and cash equivalents is recorded in other investment income in the statement of operations. There were no cash equivalents as of December 31, 2021. There was no restricted cash as of December 31, 2021.

Other investment income — Other investment income consists of transaction fees including, but not limited to, delayed compensation, assignment, transfer, administration, bank interest income and amendment fees. Fee and other income are recorded when earned.

KKR LENDING PARTNERS EUROPE II (EURO) UNLEVERED SCSp

NOTES TO FINANCIAL STATEMENTS (CONTINUED) AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2021

Management fees — The Partnership pays the Manager a management fee. See Note 4 for further discussion of the specific terms of the computation. The management fee is paid quarterly in arrears and expensed during the period for which it is incurred.

Income taxes — The Partnership is a Luxembourg Special Limited Partnership. Luxembourg does not impose income tax and as such the Partnership has not incurred any Luxembourg income tax expense. The Partnership is treated as a partnership for U.S. federal income tax purposes and is generally not subject to U.S. federal income tax at the entity level, but the Partnership may own investments that from time to time generate income that is subject to certain foreign tax withholding. U.S. federal and state income tax statutes require that the income or loss of a Partnership be included in the tax returns of the individual partners.

In accordance with the authoritative guidance the Partnership determines whether a tax position of the Partnership is more likely than not to be sustained upon examination by the applicable taxing authority, including the resolution of any related appeals or litigation processes, based on the technical merits of the position. The tax benefit to be recognized is measured as the largest amount of benefit that is greater than a 50% likelihood of being realized upon ultimate settlement, which could result in the Partnership recording a tax liability that would reduce net assets. The Partnership reviews and evaluates tax positions in its major jurisdictions and determines whether or not there are uncertain tax positions that require financial statement recognition. Based on this review, the Partnership has determined the major tax jurisdictions are where the Partnership is organized and where the Partnership makes investments; however, no reserves for uncertain tax positions were required to have been recorded for any of the Partnership's open tax years. The Partnership is subject to examination by U.S. federal tax authorities and by state tax authorities, and taxes associated with foreign tax jurisdictions remain subject to examination based on varying statutes of limitations, if any. The Partnership is additionally not aware of any tax positions for which it is reasonably possible that the total amounts of unrecognized tax benefits will change materially in the next twelve months. As a result, no other income tax liability or expense has been recorded in the accompanying financial statements.

Foreign currency — The Partnership makes non-EUR denominated investments. As a result, the Partnership is subject to the risk of fluctuation in the exchange rate between EUR and the foreign currency in which it makes an investment.

The books and records of the Partnership are maintained in EUR. All investments denominated in foreign currency are converted to EUR using prevailing exchange rates at the end of the reporting date. Income, expenses, gains and losses on investments denominated in foreign currency are converted to EUR using the prevailing exchange rates on the dates when the transactions occurred.

The Partnership does not bifurcate that portion of the results of operations resulting from changes in foreign exchange rates on investments and interest from the fluctuations arising from changes in market prices of securities held. Such fluctuations are included with the net realized and unrealized gain/loss from investments, or interest income and expense as applicable.

Fair value measurements — Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Where available, fair value is based on observable market prices or parameters, or derived from such prices or parameters. Where observable prices or inputs are not available, valuation models are applied. These valuation techniques involve some level of management estimation and judgment, the degree of which is dependent on the price transparency for the instruments or market and the instruments' complexity for disclosure purposes.

KKR LENDING PARTNERS EUROPE II (EURO) UNLEVERED SCSp

NOTES TO FINANCIAL STATEMENTS (CONTINUED) AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2021

Assets and liabilities recorded at fair value in the statement of financial condition are categorized based upon the level of judgment associated with the inputs used to measure their value. Hierarchical levels, as defined under U.S. GAAP, are directly related to the amount of subjectivity associated with the inputs to fair valuations of these assets and liabilities, and are as follows:

Level 1 — Inputs are unadjusted, quoted prices in active markets for identical assets or liabilities at the measurement date.

There were no assets or liabilities in this category as of December 31, 2021.

Level 2 — Inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly. Level 2 inputs include quoted prices for similar instruments in active markets, and inputs other than quoted prices that are observable for the asset or liability.

Assets and liabilities included in this category were derivative contracts, corporate bonds and corporate loans where the fair value is based on observable market inputs, as of December 31, 2021.

Level 3 — Inputs are unobservable inputs for the asset or liability, and include situations where there is little, if any, market activity for the asset or liability.

Assets and liabilities included in this category were corporate bonds and corporate loans as of December 31, 2021.

A significant decrease in the volume and level of activity for the asset or liability is an indication that transactions or quoted prices may not be representative of fair value because in such market conditions there may be increased instances of transactions that are not orderly. In those circumstances, further analysis of transactions or quoted prices is needed, and a significant adjustment to the transactions or quoted prices may be necessary to estimate fair value.

The availability of observable inputs can vary depending on the financial asset or liability and is affected by a wide variety of factors, including, for example, the type of product, whether the product is new, whether the product is traded on an active exchange or in the secondary market, and the current market condition. To the extent that valuation is based on models or inputs that are less observable or unobservable in the market, the determination of fair value requires more judgment. Accordingly, the degree of judgment exercised by the Partnership in determining fair value is greatest for instruments categorized in Level 3. In certain cases, the inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, for disclosure purposes, the level in the fair value hierarchy within which the fair value measurement in its entirety falls is determined based on the lowest level input that is significant to the fair value measurement in its entirety. The Partnership's assessment of the significance of a particular input to the fair value measurement in its entirety requires judgment and consideration of factors specific to the asset. The variability of the observable inputs affected by the factors described above may cause transfers between Levels 1, 2, and/or 3.

Many financial assets and liabilities have bid and ask prices that can be observed in the marketplace. Bid prices reflect the highest price that the Partnership and others are willing to pay for an asset. Ask prices represent the lowest price that the Partnership and others are willing to accept for an asset.

For financial assets and liabilities whose inputs are based on bid-ask prices, the Partnership does not require that fair value always be a predetermined point in the bid-ask range. The Partnership's policy is to allow for mid-market pricing and adjusting to the point within the bid-ask range that meets the Partnership's best estimate of fair value.

Depending on the relative liquidity in the markets for certain assets, the Partnership may transfer assets to Level 3 if the Partnership determines that observable quoted prices, obtained directly or indirectly, are not available. The valuation techniques used for the assets and liabilities that are valued using Level 3 inputs of the fair value hierarchy are described below.

KKR LENDING PARTNERS EUROPE II (EURO) UNLEVERED SCSp

NOTES TO FINANCIAL STATEMENTS (CONTINUED) AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2021

Corporate Loans — Corporate loans are initially valued at transaction price and are subsequently valued using market data for similar instruments (e.g., recent transactions or broker quotes), comparisons to benchmark derivative indices, and valuation models. Valuation models are primarily based on yield analysis techniques, where the key inputs are based on relative value analyses, which incorporate similar instruments from similar issuers based on leverage and earnings before interest, taxes, depreciation and amortization (“EBITDA”). In addition, an illiquidity discount is applied where appropriate.

Key unobservable inputs that have a significant impact on the Partnership’s Level 3 valuations as described above are included in Note 8. The Partnership utilizes several unobservable pricing inputs and assumptions in determining the fair value of its Level 3 investments. These unobservable pricing inputs and assumptions may differ by asset and in the application of the Partnership’s valuation methodologies. The reported fair value estimates could vary materially if the Partnership had chosen to incorporate different unobservable pricing inputs and other assumptions or, for applicable investments, if the Partnership only used either the discounted cash flow methodology or the market comparable methodology instead of assigning a weighting to both methodologies.

Valuation policy — Investments are generally valued based on quotations from third party pricing services, unless such a quotation is unavailable or is determined to be unreliable or inadequately representing the fair value of the particular assets. In that case, valuations are based on either valuation data obtained from one or more other third party pricing sources, including broker dealers, or will reflect the valuation committee’s good faith determination of estimated fair value based on other factors considered relevant.

Recent accounting pronouncements — Reference Rate Reform - In March 2020, the FASB issued new guidance to ease the accounting implications of the transition away from the London Interbank Offering Rate, or “LIBOR,” and other reference rates, which were discontinued in 2021 (other than for U.S. dollar LIBORs, which are expected to be extended until June 2023 except for the one-week and two-month tenors). The new guidance offers a variety of optional expedients and exceptions related to accounting for contract modifications and hedging relationships. These expedients and exceptions apply only to contracts, hedging relationships and other transactions that reference LIBOR or another reference rate expected to be discontinued because of reference rate reform. The new guidance is effective for contract modifications made and hedging relationships existing or entered into from January 1, 2020 through December 31, 2022. The Partnership is currently evaluating the impact of this guidance on its financial statements.

3. PARTNERS’ CAPITAL

The Partnership has received capital commitments of €373 million all of which are from the Limited Partners. As of December 31, 2021, the Partnership called €141 million of capital for investments and distributed €52 million of investment proceeds, leaving the Partnership’s unfunded capital at €212 million. According to the Partnership Agreement, no partner shall have the right to withdraw capital from the Partnership.

Except as otherwise provided in the Partnership Agreement, (a) no partner may demand or will be entitled to receive a return of or interest on its capital contributions or capital account, (b) no partner will be permitted to withdraw any portion of its capital contributions or receive any distributions from the Partnership as a return of capital on account of such capital contributions and (c) the Partnership will not redeem the interest of any partner.

KKR LENDING PARTNERS EUROPE II (EURO) UNLEVERED SCSp

NOTES TO FINANCIAL STATEMENTS (CONTINUED) AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2021

4. MANAGEMENT FEES

Pursuant to the Alternative Investment Fund Manager Agreement (the “AIFM Agreement”) between the Partnership and KKR Alternative Investment Management Unlimited Company (the “AIFM”) and the Delegate Management Agreement between the Partnership, AIFM, and KKR Credit Advisors (Ireland) Unlimited Company (the “Advisor”) (together with the AIFM Agreement, the “Delegate Management Agreement”), the AIFM and the Advisor are entitled to receive, as compensation for their services rendered and expenses incurred in the management of the Partnership, a quarterly management fee determined in accordance with the AIFM Agreement.

The Partnership pays the Manager a management fee, calculated and payable quarterly in arrears in respect of each Limited Partner, at a rate equal to 0.85% per annum of the weighted average of the Invested Capital of the Partnership allocable to such Limited Partner.

As of December 31, 2021, the Partnership had a balance due to Manager of €984 thousand, of which €811 thousand was for management fees and €173 thousand was for reimbursable Partnership expenses that were funded by the Manager on a temporary basis in order to permit the Partnership to satisfy the payment of such expenses. The Partnership will reimburse the Manager for such amounts at cost, as and when Investment Proceeds are received by the Partnership.

5. FINANCIAL HIGHLIGHTS

Financial highlights for the year ended December 31, 2021 are as follows:

	Reduced Fee Limited Partners	Standard Fee Limited Partners
Internal rates of return:		
Beginning of year	14.93%	12.37%
End of year	16.38%	13.21%
Ratios to average partners' capital:		
Expenses	<u>(1.09%)</u>	<u>(0.96%)</u>
Net investment income	<u>3.30%</u>	<u>1.64%</u>

Financial highlights are calculated for the Reduced Fee Limited Partners and Standard Fee Limited Partners classes taken as a whole. The internal rate of return from the commencement of operations was computed based on the effective dates of the capital transactions, and the Limited Partners' capital at the end of the reporting period. An individual Limited Partner's results may vary.

6. DEBT OBLIGATIONS

On May 21, 2020, the Partnership entered into a €150 million revolving credit agreement (the “Credit Facility”) with Morgan Stanley that currently bears interest at LIBOR plus 2.05% with a maturity date of September 8, 2021. The Credit Facility also bears an unused commitment fee 0.30% to 0.35%, depending on the percentage of the unused portion facility, on the total unused facility amount. The interest paid on the unused commitment is included within credit facility on the statement of operations. On November 16, 2020 the credit facility limit was decreased to €275 million. On December 23, 2021 the credit facility limit was decreased to €150 million.

The Partnership has the option to upsize the Credit Facility to €375 million. As of December 31, 2021, there was €48 million outstanding under the Credit Facility, and the Partnership was in compliance with the terms of the Credit Facility. The Credit Facility provides credit subject to availability under a borrowing base determined by the unused capital commitments of the Limited Partners.

KKR LENDING PARTNERS EUROPE II (EURO) UNLEVERED SCSp

NOTES TO FINANCIAL STATEMENTS (CONTINUED) AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2021

7. DISTRIBUTIONS

Distributions — During the Investment Period, the Partnership may retain and reinvest any amount that would otherwise be distributable. The General Partner may, in its sole discretion, cause the Partnership to distribute all or any part of these retained distributions to the partners and any such distribution will cause the partners' unused capital commitments to increase.

Following the Final Closing Date, the General Partner intends to distribute all investment proceeds from dispositions of investments, net of the repayment of indebtedness, expenses and other reserves no later than 90 days after the end of the calendar quarter in which such proceeds were received by the Partnership. If the aggregate distributable balance is below the minimum threshold stated in the Partnership Agreement, the General Partner may, in its sole discretion, elect not to distribute all or any part of such amount and carry forward such amount to the following quarter.

The investment proceeds, consisting of current income and disposition proceeds, are tentatively assigned to the Limited Partners and to the General Partner in proportion to their basis in the investment.

The portion tentatively assigned to the Limited Partners is then further assigned as follows:

- First, 100% investment proceeds are assigned to the Limited Partners until the Limited Partners have recovered their Adjusted Realized Capital, as defined in the Partnership Agreement.
- Second, 100% investment proceeds are assigned to the Limited Partners until the Limited Partners have achieved an internal rate of return equal to 5% per annum (the "Preferred Return") on their Adjusted Realized Capital, compounded annually. The Preferred Return on their Adjusted Realized Capital is computed based on the effective dates of capital contributions and distributions.
- Third, 100% investment proceeds are assigned to the General Partner until such time that the General Partner has received cumulative proceeds equal to 10% of the cumulative cash distributions made to the Limited Partners in excess of their Adjusted Realized Capital.
- Thereafter, investment proceeds are assigned 90% to the Limited Partners and 10% to the General Partner.

The 10% allocations to the General Partner noted above are collectively termed "GP Carry".

Allocation of Net Income or Net Loss — Income or loss is allocated to the Limited Partners and the General Partner pro rata in accordance with the amount of their commitments to the Partnership. At the end of each reporting period, the accrued GP Carry is calculated, which represents the portion of the Limited Partners' proceeds that would be reallocated to the General Partner if the investment portfolio was realized at the reporting date using the current estimated market values. The reallocation of proceeds is calculated per the terms of the Partnership Agreement and is consistent with the methodology detailed in the Distributions section above. For the year ended December 31, 2021, €393 thousand accrued carried interest was reallocated from the Limited Partners to the General Partner. For the year ended December 31, 2021, there was accumulated carried interest of €701 thousand.

8. DERIVATIVE CONTRACTS

The Partnership enters into derivative transactions in order to hedge against foreign currency exchange rate risks on its non-Euro denominated investment securities. These contracts are marked-to-market by recognizing the difference between the contract forward exchange rate and the forward market exchange rate on the last day of the year as unrealized appreciation or depreciation.

KKR LENDING PARTNERS EUROPE II (EURO) UNLEVERED SCSp

NOTES TO FINANCIAL STATEMENTS (CONTINUED) AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2021

Realized gains or losses are recognized when derivative contracts are settled. The counterparties to the Partnership's derivative contracts are major financial institutions with which the Partnership and its affiliates may also have other financial relationships. In the event of non-performance by the counterparties, the Partnership is potentially exposed to losses. The counterparties to the Partnership's derivative agreements have investment grade ratings and, as a result, the Partnership does not anticipate that any of the counterparties will fail to fulfill their obligations. The foreign currency forward contracts open at the end of the year are indicative of the volume of activity during the year ended December 31, 2021.

The table below summarizes the aggregate notional amount and estimated net fair value of the derivative instruments held as of December 31, 2021 (amounts in thousands):

	<u>As of December 31, 2021</u>	
	<u>Notional</u>	<u>Estimated Fair Value</u>
Foreign exchange forward contracts	€ 134,103	€ (2,950)

The fair value of open derivative contracts is located in derivative liabilities in the statement of financial condition. Unrealized depreciation of €2,950 million from derivative financial instruments are included in net change in unrealized appreciation (depreciation) in the statement of operations.

The Partnership enters into master netting agreements or similar agreements with all of the Partnership's derivative counterparties. Where legally enforceable, these master netting agreements give the Partnership, in the event of default by the counterparty, the right to settle its derivatives by offsetting receivables and payables with the same counterparty. The fair value of derivative assets and liabilities are reported gross on the Partnership's statement of financial condition. There was no collateral posted for the foreign currency hedges. As of December 31, 2021, the net amount of derivative liabilities due to Morgan Stanley and Barclays would be €1.4 million and €1.6 million respectively.

9. FAIR VALUE MEASUREMENTS

The following table presents information about the Partnership's investments measured at fair value on a recurring basis as of December 31, 2021, and indicates the fair value hierarchy of the inputs utilized by the Partnership to determine such fair value (amounts in thousands):

	<u>Quoted Prices in</u>			<u>Balance as of</u>
	<u>Active markets</u>	<u>Significant Other</u>	<u>Significant</u>	
	<u>for Identical</u>	<u>Observable Inputs</u>	<u>Unobservable</u>	<u>December 31, 2021</u>
	<u>Assets (Level 1)</u>	<u>(Level 2)</u>	<u>Inputs (Level 3)</u>	
Investments:				
Corporate bonds	€ -	€ 1,936	€ 9,575	€ 11,511
Corporate loans	-	4,965	188,621	193,586
Derivative assets	-	113	-	113
Derivative liabilities	-	(3,063)	-	(3,063)
Total	<u>€ -</u>	<u>€ 3,951</u>	<u>€ 198,196</u>	<u>€ 202,147</u>

KKR LENDING PARTNERS EUROPE II (EURO) UNLEVERED SCSp

NOTES TO FINANCIAL STATEMENTS (CONTINUED) AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2021

The following table presents additional information about investments that are measured at fair value on a recurring basis for which the Partnership has utilized Level 3 inputs to determine fair value as of December 31, 2021 (amounts in thousands):

	Fair Value Measurements Using Significant Unobservable Inputs (Level 3)	
	Corporate bonds	Corporate loans
	€	€
Purchases	-	87,859

There were no transfers into or out of Level 3 for the year ended December 31, 2021.

The following table presents additional information about valuation techniques and inputs used for investments that are measured at fair value and categorized within Level 3 as of December 31, 2021 (fair value) (amounts in thousands):

	Fair Value as of December 31, 2021	Valuation Techniques ⁽¹⁾	Unobservable Inputs ⁽²⁾	Range (Weighted Average) ⁽³⁾
Corporate bonds	€ 9,575	Yield Analysis	Yield	2% - 43% (7%)
			Discount Margin	0% - 20% (0%)
			Net Leverage	0x - 49x (2x)
			EBITDA Multiple	0x - 34x (5x)
Corporate loans	€ 188,621	Yield Analysis	Yield	2% - 43% (8%)
			Discount Margin	0% - 20% (2%)
			Net Leverage	0x - 49x (6x)
			EBITDA Multiple	0x - 34x (15x)

⁽¹⁾ For the assets that have more than one valuation technique, the Partnership may rely on the techniques individually or in aggregate based on a weight ascribed to each one ranging from 0-100%. When determining the weighting ascribed to each valuation methodology, the Partnership considers, among other factors, the availability of direct market comparables, the applicability of a discounted cash flow analysis and the expected hold period and manner of realization for the investment. These factors can result in different weightings among the investments and in certain instances, may result in up to a 100% weighting to a single methodology.

⁽²⁾ The significant unobservable inputs used in the fair value measurement of the Partnership's assets and liabilities may include the last twelve months ("LTM") EBITDA multiple, weighted average cost of capital, discount margin, probability of default, loss severity and constant prepayment rate. In determining certain of these inputs, management evaluates a variety of factors including economic, industry and market trends and developments; market valuations of comparable companies; and company specific developments including potential exit strategies and realization opportunities.

⁽³⁾ Weighted average amounts are based on estimated fair values.

10. CONCENTRATION OF RISK

In the ordinary course of business, the Partnership manages a variety of risks, including market risk and credit risk. Market conditions such as interest rates, availability of credit, inflation rates, economic uncertainty, changes in law, and trade barriers may affect the level and volatility of the prices of financial instruments and the liquidity of the Partnership's investments. Market risk is a risk of potential adverse changes to the value of financial instruments because of changes in market conditions such as interest and currency rate movements and volatility in commodity or security prices. The Partnership is also subject to credit and counterparty risks when entering into transactions, including securities, loans, derivatives and over-the-counter transactions.

COVID-19 has caused, and continues to cause, severe disruptions to the U.S. and global economics. Given the ongoing nature of the pandemic, at this time we cannot reasonably predict the magnitude of the ultimate impact that COVID-19 will have on the Partnership's business, financial performance, operating results, and ultimately the valuation of the Partnership's investments.

KKR LENDING PARTNERS EUROPE II (EURO) UNLEVERED SCSp

NOTES TO FINANCIAL STATEMENTS (CONTINUED) AS OF AND FOR THE YEAR ENDED DECEMBER 31, 2021

11. COMMITMENTS AND CONTINGENCIES

As at December 31, 2021, the Partnership had unfunded financing commitments, including financial guarantees related to corporate loans totalling of approximately €16.3 million. The Partnership expects to have sufficient liquidity to fulfill its commitments.

In the normal course of business, the General Partner, on behalf of the Partnership, may enter into certain contracts that contain a variety of indemnifications. The Partnership's maximum exposure under these arrangements is unknown as this would involve future claims that may be made that have not yet occurred. Currently, no such claims exist or are expected to arise and, accordingly, the Partnership has not accrued any liability in connection with such indemnifications.

12. SUBSEQUENT EVENTS

The Partnership evaluated all subsequent events through March 31, 2022, the date the financial statements were issued, and determined that no additional disclosures were necessary.

KKR

KKR Global Credit Opportunities
Access Fund L.P.

KKR GCOF Access Fund Funding
L.P.

KKR GCOF Access Fund Holding
L.P.

2021 ANNUAL REPORT

KKR Global Credit Opportunities Access Fund L.P.

Financial Statements as of and for the Year Ended
December 31, 2021, and Independent Auditor's Report

KKR GLOBAL CREDIT OPPORTUNITIES ACCESS FUND L.P.

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The accompanying notes and the attached financial statements of the Master Funds are an integral part of these financial statements.



Deloitte & Touche LLP
555 Mission Street
Suite 1400
San Francisco, CA 94105
USA
Tel: 415-783-4000
www.deloitte.com

INDEPENDENT AUDITOR'S REPORT

To KKR Global Credit Opportunities Access Fund L.P.:

Opinion

We have audited the financial statements of KKR Global Credit Opportunities Access Fund L.P. (the "Partnership"), which comprise the statement of financial condition, as of December 31, 2021, and the related statements of operations, changes in partners' capital, and cash flows for the year then ended, and the related notes to the financial statements (collectively referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Partnership as of December 31, 2021, and the results of its operations, changes in its partners' capital, and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Partnership and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Partnership's ability to continue as a going concern for one year after the date that the financial statements are issued.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material

misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Partnership's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Partnership's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Deloitte & Touche LLP

March 24, 2022

KKR GLOBAL CREDIT OPPORTUNITIES ACCESS FUND L.P.

STATEMENT OF FINANCIAL CONDITION

AS OF DECEMBER 31, 2021

(Stated in United States Dollars)

(Amounts in thousands)

ASSETS

Investment in Master Funds at fair value \$ 522,876

TOTAL ASSETS \$ 522,876

LIABILITIES AND PARTNERS' CAPITAL

LIABILITIES

Profit participating note, at fair value \$ 522,876

Total liabilities 522,876

PARTNERS' CAPITAL

General Partner -

Limited Partner -

Total partners' capital -

TOTAL LIABILITIES AND PARTNERS' CAPITAL \$ 522,876

The accompanying notes and the attached financial statements of the Master Funds are an integral part of these financial statements.

KKR GLOBAL CREDIT OPPORTUNITIES ACCESS FUND L.P.

**STATEMENT OF OPERATIONS
FOR THE YEAR ENDED DECEMBER 31, 2021**

(Stated in United States Dollars)

(Amounts in thousands)

INVESTMENT INCOME ALLOCATED FROM MASTER FUNDS:	
Interest income	\$ 45,302
Dividend income	317
Other investment income	409
	<hr/>
Total investment income	46,028
	<hr/>
EXPENSES:	
ALLOCATED FROM MASTER FUNDS:	
Professional fees and other expenses	2,484
PARTNERSHIP EXPENSES:	
Interest expense	65,715
Other expenses	4
	<hr/>
Total expenses	68,203
	<hr/>
NET INVESTMENT INCOME (LOSS)	(22,175)
	<hr/>
NET REALIZED AND UNREALIZED GAINS (LOSSES) ALLOCATED FROM MASTER FUNDS:	
Net realized gains (losses)	(1,208)
Net change in unrealized appreciation (depreciation)	6,324
Net realized and unrealized gains (losses) allocated from Master Funds	5,116
	<hr/>
Net change in unrealized appreciation (depreciation) on profit participating note	17,059
	<hr/>
NET REALIZED AND UNREALIZED GAINS (LOSSES)	22,175
	<hr/>
NET INCOME (LOSS)	\$ -
	<hr/> <hr/>

The accompanying notes and the attached financial statements of the Master Funds are an integral part of these financial statements.

KKR GLOBAL CREDIT OPPORTUNITIES ACCESS FUND L.P.

STATEMENT OF CHANGES IN PARTNERS' CAPITAL

FOR THE YEAR ENDED DECEMBER 31, 2021

(Stated in United States Dollars)

(Amounts in thousands)

	<u>General Partner</u>	<u>Limited Partner</u>	<u>Total</u>
PARTNERS' CAPITAL - January 1, 2021	\$ -	\$ -	\$ -
Allocation of net income (loss):			
Investment income	-	46,028	46,028
Expenses	-	(68,203)	(68,203)
Net realized and unrealized gains (losses)	-	22,175	22,175
Net income (loss)	-	-	-
PARTNERS' CAPITAL - December 31, 2021	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes and the attached financial statements of the Master Funds are an integral part of these financial statements.

KKR GLOBAL CREDIT OPPORTUNITIES ACCESS FUND L.P.

**STATEMENT OF CASH FLOWS
FOR THE YEAR ENDED DECEMBER 31, 2021**

(Stated in United States Dollars)

(Amounts in thousands)

CASH FLOWS FROM OPERATING ACTIVITIES:	
Net income (loss)	\$ -
Adjustments to reconcile net income (loss) to net cash provided by (used in) operating activities:	
Contributions to Master Funds	(48,164)
Withdrawals and distribution from Master Funds	216,144
Net (income) loss allocated from Master Funds	(43,544)
Net realized and unrealized (gains) losses allocated from Master Funds	(5,116)
Net change in unrealized (appreciation) depreciation on profit participating note	(17,059)
Change in other assets and liabilities:	
Increase (decrease) in other liabilities	<u>(1)</u>
Net cash provided by (used in) operating activities	<u>102,260</u>
CASH FLOWS FROM FINANCING ACTIVITIES:	
Profit participating note issuance	48,164
Profit participating note paydown	<u>(150,424)</u>
Net cash provided by (used in) financing activities	<u>(102,260)</u>
NET CHANGE IN CASH, CASH EQUIVALENTS AND RESTRICTED CASH	-
CASH, CASH EQUIVALENTS AND RESTRICTED CASH, Beginning of year	<u>-</u>
CASH, CASH EQUIVALENTS AND RESTRICTED CASH, End of year	<u><u>\$ -</u></u>
SUPPLEMENTAL DISCLOSURE:	
Cash paid for interest	\$ 65,715

The accompanying notes and the attached financial statements of the Master Funds are an integral part of these financial statements.

KKR GLOBAL CREDIT OPPORTUNITIES ACCESS FUND L.P.

NOTES TO THE FINANCIAL STATEMENTS FOR THE YEAR ENDED DECEMBER 31, 2021

1. ORGANIZATION

KKR Global Credit Opportunities Access Fund L.P.(the “Partnership”), a Singapore limited partnership, was organized on November 4, 2019. The Partnership commenced operations on November 21, 2019.

KKR Global Credit Opportunities Access Fund GP Limited (the “Cayman GP”), a Cayman Islands exempted limited company, serves as the general partner of the Partnership and in such capacity for making investment decisions on behalf of the Partnership.

The Partnership’s objective is to make investments through holding a limited partnership interest in KKR Global Credit Opportunities Access Fund Funding L.P. (Funding L.P.) and KKR Global Credit Opportunities Access Fund Holding L.P. (Holding L.P.) (collectively, the “Master Funds”). The Master Funds conduct the investing activities in accordance with certain provisions in the Master Funds’ organizational documents.

The audited financial statements of the Master Funds, including the schedule of investments, which are an integral part of these financial statements, are attached.

No management fee or incentive allocation will be charged by either the Master Funds nor the Partnership with respect to the Limited Partner.

2. SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation — The Partnership is considered an investment company as defined in Accounting Standards Codification (“ASC”) Topic 946 Financial Services – Investment Companies (“ASC 946”). The accompanying financial statements are presented in accordance with accounting principles generally accepted in the United States of America (“U.S. GAAP”), using the specialized guidance in ASC 946, and are stated in United States dollars.

Use of Estimates — The preparation of financial statements in conformity with U.S. GAAP requires management to make certain estimates and assumptions that could affect the amounts reported in the Partnership’s financial statements and accompanying notes. Actual results could differ from management’s estimates.

Investment Income and Expenses — The Partnership records its proportionate share of the Master Funds investment income, expenses, realized gains and losses and changes in unrealized gains and losses. The Master Funds income recognition, expense recognition and net profit or loss allocation policies are discussed in the notes to the Master Funds financial statements. Expenses that are directly attributable to the Partnership are recorded on an accrual basis.

Income Taxes — The Partnership is treated as a partnership for U.S. federal income tax purposes and is generally not subject to U.S. federal income tax at the entity level, but the Partnership may own investments that from time to time generate income that is subject to certain foreign tax withholding.

U.S. federal and state income tax statutes require that the income or loss of a partnership be included in the tax returns of the individual partners.

In accordance with the authoritative guidance, the Partnership determines whether a tax position of the Partnership is more likely than not to be sustained upon examination by the applicable taxing authority, including the resolution of any related appeals or litigation processes, based on the technical merits of the position. The tax benefit to be recognized is measured as the largest amount of benefit that is greater than 50% likely of being realized upon ultimate settlement, which could result in the Partnership recording a tax liability that would reduce Partners' capital. The Partnership reviews and evaluates tax positions in its major jurisdictions and determines whether or not there are uncertain tax positions that require financial statement recognition. Based on this review, the Partnership has determined the major tax jurisdictions where the Partnership is organized and where the Partnership makes investments; however, no reserves for uncertain tax positions were required to be recorded for any of the Partnership's open tax years. The Partnership is subject to examination by United States federal tax authorities for returns filed for the prior three years and by state tax authorities for returns filed for the prior four years, and taxes associated with foreign tax jurisdictions remain subject to examination based on varying statutes of limitations, if any. The Partnership is not aware of any tax positions for which it is reasonably possible that the total amounts of unrecognized tax benefits will change materially in the next twelve months. As a result, no other income tax liability or expense has been recorded in the accompanying financial statements.

Distributions — Proceeds received from the Master Funds shall be distributed as soon as possible after receipt thereof by the Partnership. Each distribution of proceeds shall be made to the partners pro rata based on the amount received by the Partnership with respect to the underlying interest relating to each such partner after payment of Partnership expenses and other obligations of the Partnership.

Investment in Master Funds — The Partnership carries its investment in the Master Funds at fair value based on the Partnership's proportionate interest, as a practical expedient, in the partners' capital of the Master Funds. Valuation of securities held by the Master Funds is discussed in the notes to the Master Fund's financial statements. At December 31, 2021, the Partnership's investment in the Master Funds collectively was valued at \$484.2 million and \$38.7 million, which represents 100% of the Funding L.P. and Holding L.P. partners' capital, respectively.

3. PARTNERS' CAPITAL

Unless previously redeemed as provided below, the issuer will redeem the note at the redemption amount on the maturity date in accordance with and subject to the priorities of payments.

The noteholder shall be permitted at any time to require the issuer to redeem the note in full or in part (a "Redemption Request") by giving notice at least 60 days before the end of the relevant quarter. In any such case, the Issuer shall redeem or otherwise realize such proportion of the assets comprised in the portfolio as would permit the issuer to redeem the note or the proportion thereof the subject of the Redemption Request on the relevant early redemption date at the redemption amount or, if to be redeemed in part, at the partial redemption amount and shall redeem the note in full, at the redemption amount, or in part, at the partial redemption amount, in each case in accordance with and subject to the priorities of payment.

Notwithstanding any other provisions of the conditions, all references herein and therein to the note being redeemed in full or in part shall be deemed to be amended to the extent required to ensure that, following the initial note funding, the funded amount of the note shall be at least \$1, provided always however that such \$1 shall no longer remain outstanding and the note shall be redeemed in full on the

earlier to occur of (i) the maturity date and (ii) an early redemption date other than an early redemption date on which the note is not to be redeemed in full (such date, the “Final Redemption Date”).

4. AGREEMENTS

Profit Participating Note — On November 8, 2019, the Partnership issued a Profit Participating Note (“PPN”) to KKR Credit Income Fund and the maturity date is falling on November 8, 2069. On December 31, 2021, the Partnership had a balance payable of \$500.0 million under the PPN.

The Company has elected the fair value option to account for the Profit Purchase Agreement to better align the measurement attributes of the liability. The PPN is valued based on the net asset value of the Partnership’s interest in the Master Funds. Under the PPN agreement, proceeds shall be distributed following the priorities of payments as interest or principal or reinvested with the noteholder’s prior agreement. During the year ended December 31, 2021, interest of \$65.7 million and principal of \$148.7 million was paid to the note holders.

Administrator — International Fund Services (N.A.), LLC (the “Administrator”) provides accounting and administrative services to the Partnership and maintains the underlying accounting records. The Partnership pays the Administrator customary fees for its services.

5. CONCENTRATION OF RISK

In the ordinary course of business, the Partnership manages a variety of risks, including market risk and credit risk. Market conditions such as interest rates, availability of credit, inflation rates, foreign exchange rates, economic uncertainty, changes in law, and trade barriers may affect the level and volatility of the prices of financial instruments and the liquidity of the Partnership’s investments. Market risk is a risk of potential adverse changes to the value of financial instruments because of changes in market conditions such as interest and currency rate movements and volatility in commodity or security prices. The Partnership is also subject to credit and counterparty risks when entering into transactions.

6. COMMITMENTS AND CONTINGENCIES

In the normal course of business, the General Partners, on behalf of the Partnership, enter into certain contracts that contain a variety of indemnifications. The Partnership’s maximum exposure under these arrangements is unknown as this would involve future claims that may be made that have not yet occurred. Currently, no such claims exist or are expected to arise and, accordingly, the Partnership has not accrued any liability in connection with such indemnifications.

7. SUBSEQUENT EVENTS

The Partnership evaluated subsequent events through March 24, 2022, the date the financial statements were issued. On January 28, 2022, the Partnership withdrew \$56.5 million from the Funding L.P.

* * * * *

KKR

KKR GCOF Access Fund Funding L.P.

2021 ANNUAL REPORT

KKR GCOF Access Fund Funding L.P.

Financial Statements as of and for the Year Ended
December 31, 2021, and Independent Auditor's Report

KKR GCOF ACCESS FUND FUNDING L.P.

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Deloitte & Touche LLP
555 Mission Street
Suite 1400
San Francisco, CA 94105
USA
Tel: 415-783-4000
www.deloitte.com

INDEPENDENT AUDITOR'S REPORT

To KKR Global Credit Opportunities Access Fund Funding L.P.:

Opinion

We have audited the financial statements of KKR Global Credit Opportunities Access Fund Funding L.P. (the "Partnership"), which comprise the statement of financial condition, including the schedule of investments, as of December 31, 2021, and the related statements of operations, changes in partners' capital, and cash flows for the year then ended, and the related notes to the financial statements (collectively referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Partnership as of December 31, 2021, and the results of its operations, changes in its partners' capital, and its cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Partnership and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Partnership's ability to continue as a going concern for one year after the date that the financial statements are issued.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with

GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Partnership's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Partnership's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Deloitte & Touche LLP

March 24, 2022

KKR GCOF ACCESS FUND FUNDING L.P.

STATEMENT OF FINANCIAL CONDITION

AS OF DECEMBER 31, 2021

(Stated in United States Dollars)

(Amounts in thousands)

ASSETS

Investments, at estimated fair value	\$	490,380
Cash and cash equivalents		1,835
Accrued interest		8,317
Unsettled investment sales		2,062
Other assets		333

TOTAL ASSETS **\$ 502,927**

LIABILITIES AND PARTNERS' CAPITAL

LIABILITIES

Loan payable	\$	10,000
Unsettled investment purchases		7,923
Other liabilities		849

Total liabilities 18,772

PARTNERS' CAPITAL

General Partner		-
Limited Partner		484,155

Total partners' capital 484,155

TOTAL LIABILITIES AND PARTNERS' CAPITAL **\$ 502,927**

See notes to financial statements.

KKR GCOF ACCESS FUND FUNDING L.P.

SCHEDULE OF INVESTMENTS

AS OF DECEMBER 31, 2021

(Stated in United States Dollars, unless otherwise noted)

(Amounts in thousands)

Issuer	Asset	Industry	Country	Currency	Coupon	Maturity Date	Quantity	Book Value	Estimated Fair Value	Estimated Fair Value as a Percentage of Partners' Capital
CORPORATE LOANS:										
1-800 Contacts Inc	TL 2L B 10/20	Retailing	United States	USD	LIBOR + 675 bps	11/06/2028	3,670	\$ 3,654	\$ 3,702	0.76 %
Access CIG LLC	TL 2L 02/18	Commercial & Professional Services	United States	USD	LIBOR + 775 bps	02/27/2026	1,642	1,637	1,643	0.34
Accuride Corp	TL 1L B 10/17	Capital Goods	United States	USD	LIBOR + 525 bps	11/17/2023	6,130	5,883	5,937	1.23
Amentum Services Inc	TL 2L 12/21	Capital Goods	United States	USD	LIBOR + 800 bps	12/07/2029	1,945	1,887	1,887	0.39
American Tire Distributors Inc	TL 1L B 10/21	Automobiles & Components	United States	USD	LIBOR + 625 bps	10/08/2028	5,297	5,232	5,341	1.10
Applied Systems Inc	TL 2L 02/21 (Reprice)	Software & Services	United States	USD	LIBOR + 550 bps	09/19/2025	4,280	4,280	4,325	0.89
Areas Worldwide SASU	TL 1L B1 06/19 EUR	Consumer Durables & Apparel	Spain	EUR	EURIBOR + 475 bps	07/01/2026	9,713	10,269	9,884	2.04
Aruba Investments Inc	TL 2L 10/20	Materials	United States	USD	LIBOR + 775 bps	11/24/2028	2,164	2,136	2,186	0.45
Atlantic Aviation FBO Inc	TL 2L 07/21	Capital Goods	United States	USD	LIBOR + 575 bps	09/21/2029	4,728	4,705	4,800	0.99
B&B Hotels SAS	TL 1L B4 03/21 EUR	Consumer Services	France	EUR	EURIBOR + 550 bps	07/31/2026	1,154	1,342	1,301	0.27
B&B Hotels SAS	TL 1L B3A 01/20 EUR	Consumer Services	France	EUR	EURIBOR + 388 bps	07/31/2026	1,418	1,367	1,540	0.32
Belk Inc	TL 1L 02/21 (FLFO)	Retailing	United States	USD	LIBOR + 750 bps	07/31/2025	1,208	1,199	1,207	0.25
Belk Inc	TL 1L EXIT 02/21 PIK Toggle (FLSO)	Retailing	United States	USD	0 + 500 bps	07/31/2025	5,497	3,171	4,049	0.84
Bettcher Industries Inc	TL 2L 11/21	Capital Goods	United States	USD	SOFR + 225 bps	12/10/2029	1,238	1,226	1,238	0.26
Brand Energy & Infrastructure Services Inc	TL 1L 05/17	Capital Goods	United States	USD	LIBOR + 425 bps	06/21/2024	3,549	3,524	3,480	0.72
Caprock Midstream LLC	TL 1L B 10/18	Energy	United States	USD	LIBOR + 475 bps	11/03/2025	1,685	1,529	1,680	0.36
ChampionX Corp	TL 1L B 05/20	Energy	United States	USD	LIBOR + 500 bps	06/03/2027	374	358	379	0.08
ClubCorp Club Operations Inc	TL 1L B 08/17	Consumer Services	United States	USD	LIBOR + 275 bps	09/18/2024	6,143	6,039	5,929	1.22
CPM Holdings Inc	TL 2L 10/18	Capital Goods	United States	USD	LIBOR + 825 bps	11/16/2026	842	837	843	0.17
Datatel Inc	TL 2L 10/20	Software & Services	United States	USD	LIBOR + 800 bps	10/09/2028	519	534	535	0.11
Direct ChassisLink Inc	TL 2L B 04/19	Transportation	United States	USD	LIBOR + 675 bps	04/10/2026	4,464	4,416	4,492	0.93
DiversiTech Holdings Inc	TL 2L B 12/21	Capital Goods	United States	USD	LIBOR + 675 bps	12/15/2029	1,365	1,351	1,371	0.28
Drive DeVilbiss Healthcare LLC	TL 1L 03/21	Health Care Equipment & Services	United States	USD	Health + 950 bps	06/01/2025	2,285	2,182	2,245	0.46
EaglePicher Technologies LLC	TL 2L 02/18	Capital Goods	United States	USD	LIBOR + 725 bps	03/08/2026	753	750	738	0.15
Engineered Machinery Holdings Inc	TL 2L 08/21	Capital Goods	United States	USD	LIBOR + 600 bps	05/21/2029	311	311	313	0.06
Epicor Software Corp	TL 2L 07/20	Software & Services	United States	USD	LIBOR + 775 bps	07/31/2028	4,870	4,811	4,996	1.03
Excelitas Technologies Corp	TL 2L 10/17	Technology Hardware & Equipment	United States	USD	LIBOR + 750 bps	12/01/2025	9,265	9,281	9,288	1.92
Flint Group GmbH	TL 1L B 04/14 EUR	Materials	Germany	EUR	EURIBOR + 425 bps	09/21/2023	302	334	343	0.07
Flint Group GmbH	TL 1L B4 11/15 EUR	Materials	Germany	EUR	EURIBOR + 425 bps	09/21/2023	27	30	30	0.01
Flint Group GmbH	TL 1L B5 02/17 EUR	Materials	Germany	EUR	EURIBOR + 425 bps	09/21/2023	167	188	189	0.04
Flint Group GmbH	TL 1L B3 05/15 EUR	Materials	Germany	EUR	EURIBOR + 425 bps	09/21/2023	19	21	21	-
Flow Control Group	TL 2L DD 07/21	Capital Goods	United States	USD	LIBOR + 675 bps	03/30/2029	407	22	3	-
Flow Control Group	TL 2L 03/21	Capital Goods	United States	USD	LIBOR + 675 bps	03/17/2029	3,021	2,998	3,044	0.63
Foresight Energy LLC	TL 1L A 06/20 (Exit)	Materials	United States	USD	LIBOR + 800 bps	06/30/2027	1,414	1,414	1,414	0.30
IntraFi Network LLC	TL 2L 11/21	Diversified Financials	United States	USD	LIBOR + 625 bps	11/05/2029	626	620	627	0.13
Jostens Inc	TL 1L 12/18	Consumer Services	United States	USD	LIBOR + 550 bps	12/19/2025	3,949	3,800	3,976	0.82
Kenan Advantage Group Inc/The	TL 2L 08/21	Transportation	United States	USD	LIBOR + 725 bps	09/01/2027	2,600	2,551	2,597	0.54
KinderCare Education LLC	TL 1L B 09/18	Consumer Services	United States	USD	LIBOR + 375 bps	02/21/2025	55	53	54	0.01
Learning Care Group Inc	TL 2L 03/18	Consumer Services	United States	USD	LIBOR + 750 bps	03/13/2026	170	166	169	0.03
Learning Care Group Inc	TL 1L B 05/20	Consumer Services	United States	USD	LIBOR + 850 bps	03/13/2025	1,559	1,529	1,571	0.32
Misys Ltd	TL 2L 04/17 USD	Software & Services	United States	USD	LIBOR + 725 bps	06/13/2025	8,156	8,231	8,156	1.68
Misys Ltd	TL 1L 04/17	Software & Services	United States	USD	LIBOR + 350 bps	06/13/2024	4,996	4,877	4,980	1.03
Monitronics International Inc	TL 1L EXIT 08/19	Commercial & Professional Services	United States	USD	LIBOR + 750 bps	03/29/2024	5,936	5,901	5,579	1.15
Multi-Color Corp	TL 1L B 10/21 USD	Commercial & Professional Services	United States	USD	LIBOR + 500 bps	10/22/2028	2,241	2,208	2,241	0.46
NEP Broadcasting LLC	TL 1L B 09/18 EUR	Media & Entertainment	Netherlands	EUR	EURIBOR + 350 bps	10/20/2025	1,295	1,110	1,454	0.30
NEP Broadcasting LLC	TL 1L 05/20	Media & Entertainment	United States	USD	LIBOR + 825 bps	06/01/2025	1,781	1,733	1,875	0.39
NEP Broadcasting LLC	TL 1L B 09/18	Media & Entertainment	United States	USD	LIBOR + 325 bps	10/20/2025	2,581	2,082	2,535	0.52
NEP Broadcasting LLC	TL 2L 09/18	Media & Entertainment	United States	USD	LIBOR + 700 bps	10/19/2026	5,513	5,487	5,420	1.12
Orchid Orthopedic Solutions LLC	TL 1L 02/19	Health Care Equipment & Services	United States	USD	LIBOR + 450 bps	03/05/2026	575	535	535	0.11
Paradigm Acquisition Corp	TL 2L 10/18 LC	Health Care Equipment & Services	United States	USD	LIBOR + 750 bps	10/26/2026	134	133	131	0.03
PAREXEL International Corp	TL 2L 07/21	Pharmaceuticals, Biotechnology & Life Sciences	United States	USD	LIBOR + 650 bps	11/15/2029	6,070	5,951	5,959	1.24
PetVet Care Centers LLC	TL 2L 01/18	Health Care Equipment & Services	United States	USD	LIBOR + 625 bps	02/13/2026	3,473	3,465	3,493	0.72
Polyconcept North America Inc	TL 1L B 08/16	Household & Personal Products	United States	USD	LIBOR + 450 bps	08/16/2023	3,662	3,599	3,653	0.75
PSAV Inc	TL 1L B3 12/20	Software & Services	United States	USD	FIXED + 0 bps	10/15/2026	2,299	2,247	2,690	0.56

See notes to financial statements.

(continued)

KKR GCOF ACCESS FUND FUNDING L.P.

SCHEDULE OF INVESTMENTS

AS OF DECEMBER 31, 2021

(Stated in United States Dollars, unless otherwise noted)

(Amounts in thousands)

Issuer	Asset	Industry	Country	Currency	Coupon	Maturity Date	Quantity	Book Value	Estimated Fair Value	Estimated Fair Value as a Percentage of Partners' Capital
HIGH YIELD SECURITIES (Continued):										
Mavis Discount Tire Inc	6.500% 05/2029 144A	Retailing	United States	USD	650 bps	05/15/2029	7,662	\$ 7,662	\$ 7,536	1.56 %
Maxim Crane Works LP / Maxim Finance Corp	10.125% 08/2024 144A	Capital Goods	United States	USD	1013 bps	08/01/2024	5,022	5,147	5,146	1.06
Merlin Entertainments PLC	6.625% 11/2027 144A	Consumer Services	Ireland	USD	663 bps	11/15/2027	27	27	27	0.01
Multi-Color Corp	10.500% 07/2027 144A	Commercial & Professional Services	United States	USD	1050 bps	07/15/2027	7,121	7,123	7,475	1.54
Multi-Color Corp	5.875% 10/2028 144A	Commercial & Professional Services	United States	USD	588 bps	11/01/2028	1,254	1,245	1,295	0.27
National Financial Partners Corp	6.875% 08/2028 144A	Insurance	United States	USD	688 bps	08/15/2028	12,977	13,183	13,034	2.69
NCL Corp Ltd	6.125% 03/2028 144A	Consumer Services	United States	USD	613 bps	03/15/2028	5,824	6,011	5,746	1.19
PrimeSource Building Products Inc	6.750% 08/2029 144A	Capital Goods	United States	USD	675 bps	08/01/2029	4,696	4,696	4,607	0.95
Radiology Partners Inc	9.250% 02/2028 144A	Health Care Equipment & Services	United States	USD	925 bps	02/01/2028	50	50	53	0.01
Radius Health Inc	3.000% 09/2024	Pharmaceuticals, Biotechnology & Life Sciences	United States	USD	300 bps	09/01/2024	745	702	725	0.15
Royal Caribbean Cruises Ltd	5.500% 04/2028 144A	Consumer Services	United States	USD	550 bps	04/01/2028	9,580	9,710	9,707	2.00
SI Group Inc	6.750% 05/2026 144A	Materials	United States	USD	675 bps	05/15/2026	7,030	7,030	6,914	1.42
Spotify USA Inc	0.000% 03/2026 144A	Media & Entertainment	Sweden	USD	0 bps	03/15/2026	2,506	2,506	2,273	0.47
SRS Distribution Inc	6.000% 12/2029 144A	Capital Goods	United States	USD	600 bps	12/01/2029	2,123	2,123	2,137	0.44
Tallgrass Energy Partners LP / Tallgrass Energy Finance Corp	6.000% 03/2027 144A	Energy	United States	USD	600 bps	03/01/2027	729	725	759	0.16
Tallgrass Energy Partners LP / Tallgrass Energy Finance Corp	6.000% 12/2030 144A	Energy	United States	USD	600 bps	12/31/2030	1,000	1,000	1,002	0.21
TruckPro LLC	11.000% 10/2024 144A	Capital Goods	United States	USD	1100 bps	10/15/2024	1,799	1,748	1,964	0.41
Unifrax I LLC / Unifrax Holding Co	5.250% 09/2028 144A	Capital Goods	United States	USD	525 bps	09/30/2028	3,105	3,105	3,144	0.65
Unifrax I LLC / Unifrax Holding Co	7.500% 09/2029 144A	Capital Goods	United States	USD	750 bps	09/30/2029	1,455	1,455	1,472	0.30
Varsity Brands Inc	L+8.000% 12/2024 144A	Consumer Durables & Apparel	United States	USD	900 bps	12/22/2024	1,384	1,362	1,387	0.29
Viking Cruises Ltd	7.000% 02/2029 144A	Consumer Services	United States	USD	700 bps	02/15/2029	7,134	7,126	7,165	1.48
West Corp	8.500% 10/2025 144A	Software & Services	United States	USD	850 bps	10/15/2025	2,126	2,127	2,096	0.43
Wheel Pros Inc	6.500% 05/2029 144A	Automobiles & Components	United States	USD	650 bps	05/15/2029	9,455	9,469	9,090	1.88
White Cap Construction Supply Inc	6.875% 10/2028 144A	Capital Goods	United States	USD	688 bps	10/15/2028	2,035	2,035	2,124	0.44
White Cap Construction Supply Inc	8.250% 03/2026 144A (9% PIK Toggle)	Capital Goods	United States	USD	825 bps	03/15/2026	581	583	597	0.12
Xerox Business Services /Conduent	6.000% 11/2029 144A	Software & Services	United States	USD	600 bps	11/01/2029	5,506	5,506	5,435	1.12
Total high yield securities								\$ 223,775	\$ 221,690	45.79 %
STRUCTURED PRODUCTS AND OTHER INVESTMENTS:										
Global Partners LP / GLP Finance Corp	9.500% 03/2049 (Pref Equity)	Energy	United States	USD	Non-Accrual	03/17/2049	53	\$ 1,327	\$ 1,412	0.29 %
Hilton Grand Vacations Inc	Common Stock	Consumer Services	United States	USD	Non-Accrual	NA	78	3,294	4,074	0.85
Missys Ltd	Perpetual Preferred L+1025	Software & Services	United States	USD	LIBOR + 1025 bps	04/10/2049	4	3,419	3,647	0.75
Total structured products and other investments								\$ 8,040	\$ 9,133	1.89 %
								\$ 486,372	\$ 490,380	\$ 101.29 %

See notes to financial statements.

(concluded)

KKR GCOF ACCESS FUND FUNDING L.P.

STATEMENT OF OPERATIONS

FOR THE YEAR ENDED DECEMBER 31, 2021

(Stated in United States Dollars)

(Amounts in thousands)

INVESTMENT INCOME ALLOCATED FROM KKR GLOBAL CREDIT OPPORTUNITIES MASTER FUND L.P.:	
Interest income	\$ 3,304
Dividend income	19
Other investment income	42
PARTNERSHIP INVESTMENT INCOME:	
Interest income	40,303
Dividend income (net of withholding taxes of \$4)	225
Other investment income	367
	<hr/>
Total investment income	44,260
	<hr/>
EXPENSES ALLOCATED FROM KKR GLOBAL CREDIT OPPORTUNITIES MASTER FUND L.P.:	
Professional fees and other expenses	67
PARTNERSHIP EXPENSES:	
Professional fees and other expenses	2,417
	<hr/>
Total expenses	2,484
	<hr/>
NET INVESTMENT INCOME (LOSS)	41,776
	<hr/>
NET REALIZED AND UNREALIZED GAINS (LOSSES) ALLOCATED FROM KKR GLOBAL CREDIT OPPORTUNITIES MASTER FUND L.P.:	
Net realized gains (losses)	1,616
Net change in unrealized appreciation (depreciation)	3,069
PARTNERSHIP NET REALIZED AND UNREALIZED GAINS (LOSSES):	
Net realized gains (losses)	(3,309)
Net unrealized appreciation (depreciation)	(1,330)
	<hr/>
Net realized and unrealized gains (losses)	46
	<hr/>
NET INCOME (LOSS)	\$ 41,822
	<hr/> <hr/>

See notes to financial statements.

KKR GCOF ACCESS FUND FUNDING L.P.

STATEMENT OF CHANGES IN PARTNERS' CAPITAL FOR THE YEAR ENDED DECEMBER 31, 2021

(Stated in United States Dollars)

(Amounts in thousands)

	<u>General Partner</u>	<u>Limited Partner</u>	<u>Total</u>
PARTNERS' CAPITAL - January 1, 2021	\$ -	\$ 642,190	\$ 642,190
Capital contributions	-	52,649	52,649
Allocation of net income (loss)			
Investment income	-	44,260	44,260
Expenses	-	(2,484)	(2,484)
Net realized and unrealized gains (losses)	-	46	46
Net income (loss)	-	41,822	41,822
Capital distributions	-	(65,720)	(65,720)
Capital withdrawals	-	(186,786)	(186,786)
PARTNERS' CAPITAL - December 31, 2021	<u>\$ -</u>	<u>\$ 484,155</u>	<u>\$ 484,155</u>

See notes to financial statements.

KKR GCOF ACCESS FUND FUNDING L.P.

STATEMENT OF CASH FLOWS

FOR THE YEAR ENDED DECEMBER 31, 2021

(Stated in United States Dollars)

(Amounts in thousands)

CASH FLOWS FROM OPERATING ACTIVITIES:

Net income (loss)	\$ 41,822
Adjustments to reconcile net income (loss) to net cash provided by (used in) operating activities:	
Purchases of investments in securities	(286,883)
Proceeds from sale of investments in securities	381,854
Withdrawals from the Master Fund	9,116
Net investment (income) loss allocated from the Master Fund	(3,298)
Net realized (gains) losses	325
Net change in unrealized (appreciation) depreciation	(1,626)
Net (accretion) amortization of (discount) premium	(7,052)
Change in other assets and liabilities:	
Accrued interest	(8,317)
Unsettled investment sales	(2,062)
Other assets	(333)
Withdrawals receivable from the Master Fund	21,461
Loan payable	10,000
Unsettled investment purchases	7,923
Other liabilities	464
Net cash provided by (used in) operating activities	<u>163,394</u>

CASH FLOWS FROM FINANCING ACTIVITIES:

Capital contributions	52,649
Capital distributions	(65,720)
Capital withdrawals	<u>(148,488)</u>
Net cash provided by (used in) financing activities	<u>(161,559)</u>

NET CHANGE IN CASH AND CASH EQUIVALENTS 1,835

CASH AND CASH EQUIVALENTS, Beginning of year -

CASH AND CASH EQUIVALENTS, End of year \$ 1,835

SUPPLEMENTAL DISCLOSURE OF NON-CASH OPERATING ACTIVITIES:

Withdrawals receivable from the Master Fund	\$ 511,465
Withdrawals from the Master Fund in-kind	\$ 101,412

SUPPLEMENTAL DISCLOSURE OF NON-CASH FINANCING ACTIVITIES:

Capital withdrawals	\$ (38,298)
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See notes to financial statements.

KKR GCOF ACCESS FUND FUNDING L.P.

NOTES TO FINANCIAL STATEMENTS

AS OF DECEMBER AND FOR THE YEAR ENDED DECEMBER 31, 2021

1. ORGANIZATION

KKR GCOF Access Fund Funding L.P. (the “Partnership”), a Cayman Islands exempted limited partnership, was organized on September 17, 2020. The Partnership commenced operations on October 22, 2020.

KKR GCOF Access Fund Funding GP Limited (the “General Partner”), a Cayman Islands exempted limited partnership, serves as the general partner of the Partnership and in such capacity for making investment decisions on behalf of the Partnership.

The Partnership was formed in connection with the restructuring of the KKR Global Credit Opportunities Access Fund L.P. investment in KKR Global Credit Opportunities Master Fund L.P. In connection with the restructuring, on October 22, 2020, KKR Global Credit Opportunities Access Fund L.P.’s ownership interest in the KKR Global Credit Opportunities Master Fund was transferred to the Partnership. Subsequent to such transfer, the Partnership submitted a request to withdraw a portion of its interest (\$532.9 million) from the KKR Global Credit Opportunities Master Fund. In accordance with the Limited Partnership Agreement of the KKR Global Credit Opportunities Master Fund, the withdrawal date was the last day of the calendar quarter, December 31, 2020. The Partnership withdrew its remaining interest (\$110.5 million) in the KKR Global Credit Opportunities Master Fund, effective April 17, 2021. In accordance with the Limited Partnership Agreement of the KKR Global Credit Opportunities Master Fund, the withdrawal date was the last day of the calendar quarter, June 30, 2021. The withdrawal request was settled with an in-kind transfer to the Partnership.

For the period in which the Partnership was invested into KKR Global Credit Opportunities Master Fund, no management fee or incentive allocation was charged by either KKR Global Credit Opportunities Master Fund nor the Partnership with respect to the Limited Partner.

The Partnership’s investment objective is to achieve an attractive, risk-adjusted return through investment in a diversified portfolio of fixed income securities and financial instruments. The Partnership will invest primarily in high yield bonds, leveraged loans, structured products and, to a lesser extent, illiquid credit. The Partnership may also invest in common or preferred stock, warrants, exchange-traded funds and other equity interest, equity or debt tranches of collateralized debt obligations and collateralized loan obligations, other asset-backed securities, trade claims, sovereign debt and such investments deemed appropriate by the Manager.

2. SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation — The Partnership is considered an investment company as defined in Accounting Standards Codification (“ASC”) Topic 946 Financial Services – Investment Companies (“ASC 946”). The accompanying financial statements are presented in accordance with accounting principles generally accepted in the United States of America (“U.S. GAAP”), using the specialized guidance in ASC 946, and are stated in United States dollars.

Use of Estimates — The preparation of financial statements in conformity with U.S. GAAP requires management to make certain estimates and assumptions that could affect the amounts reported in the

Partnership's financial statements and accompanying notes. Actual results could differ from management's estimates.

Investments — Investments are carried at estimated fair value and are accounted for on a trade-date basis. Interest is recorded on the accrual basis. Unamortized premiums and unaccreted discounts are recognized over the contractual life adjusted for actual prepayments of the investments using the effective interest method. Realized gains and losses are calculated on the specific identified cost basis.

Cash and Cash Equivalents — Cash and cash equivalents include cash on hand, cash held in banks and highly liquid investments with original maturities of three or fewer months. Interest income earned on cash and cash equivalents is recorded in other investment income in the statement of operations. As of December 31, 2021, there were \$1.8 million of cash (0.38% of partners' capital) and there were no cash equivalents.

Investment Income and Expenses — For the period from January 1, 2021 through April 17, 2021, the Partnership was invested in KKR Global Credit Opportunities Master Fund. For the period from January 1, 2021 through April 17, 2021, the Partnership recorded its proportionate share of KKR Global Credit Opportunities Master Fund's investment income, expenses, realized gains and losses and changes in unrealized gains and losses. Expenses that are directly attributable to the Partnership are recorded on an accrual basis.

Income Taxes — The Partnership is a Cayman Islands exempted limited partnership. The Cayman Islands does not impose income tax and as such the Partnership has not incurred any Cayman Islands income tax expense. The Partnership is treated as a partnership for U.S. federal income tax purposes and is generally not subject to U.S. federal income tax at the entity level, but the Partnership may own investments that from time to time generate income that is subject to certain foreign tax withholding. U.S. federal and state income tax statutes require that the income or loss of a partnership be included in the tax returns of the individual partners.

In accordance with the authoritative guidance, the Partnership determines whether a tax position of the Partnership is more likely than not to be sustained upon examination by the applicable taxing authority, including the resolution of any related appeals or litigation processes, based on the technical merits of the position. The tax benefit to be recognized is measured as the largest amount of benefit that is greater than 50% likely of being realized upon ultimate settlement, which could result in the Partnership recording a tax liability that would reduce partners' capital. The Partnership reviews and evaluates tax positions in its major jurisdictions and determines whether or not there are uncertain tax positions that require financial statement recognition. Based on this review, the Partnership has determined the major tax jurisdictions where the Partnership is organized and where the Partnership makes investments; however, no reserves for uncertain tax positions were required to be recorded for any of the Partnership's open tax years. The Partnership is subject to examination by United States federal tax authorities for returns filed for the prior three years and by state tax authorities for returns filed for the prior four years, and taxes associated with foreign tax jurisdictions remain subject to examination based on varying statutes of limitations, if any. The Partnership is not aware of any tax positions for which it is reasonably possible that the total amounts of unrecognized tax benefits will change materially in the next twelve months. As a result, no other income tax liability or expense has been recorded in the accompanying financial statements.

Foreign Currency — The Partnership makes non-U.S. dollar denominated investments. As a result, the Partnership is subject to the risk of fluctuation in the exchange rate between the U.S. dollar and the foreign currency in which it makes an investment.

The books and records of the Partnership are maintained in U.S. dollars. All investments denominated in foreign currency are converted to the U.S. dollar using prevailing exchange rates at the end of the reporting period. Income, expenses, gains and losses on investments denominated in foreign currency are converted to the U.S. dollar using the prevailing exchange rates on the dates when the transactions occurred.

The Partnership does not bifurcate that portion of the results of operations resulting from changes in foreign exchange rates on investments and interest from the fluctuations arising from changes in market prices of securities held. Such fluctuations are included with the net realized and change in unrealized gains or losses from investments and derivatives, or interest income and expense, as applicable.

Allocation of Net Income or Net Loss — Income or loss is allocated to the Partnership Capital Accounts (as defined in Footnote 3) of all the partners in proportion to their respective ownership percentages.

Fair Value Measurements — Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Where available, fair value is based on observable market prices or parameters, or derived from such prices or parameters. Where observable prices or inputs are not available, valuation models are applied. These valuation techniques involve some level of management estimation and judgment, the degree of which is dependent on the price transparency for the instruments or market and the instruments' complexity for disclosure purposes.

Assets and liabilities recorded at fair value in the statement of financial condition are categorized based upon the level of judgment associated with the inputs used to measure their value. Hierarchical levels, as defined under U.S. GAAP, are directly related to the amount of subjectivity associated with the inputs to fair valuations of these assets and liabilities, and are as follows:

Level 1 — Inputs are unadjusted, quoted prices in active markets for identical assets or liabilities at the measurement date.

Assets included in this category were structured products and other investments actively traded as of December 31, 2021.

Level 2 — Inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly. Level 2 inputs include quoted prices for similar instruments in active markets, and inputs other than quoted prices that are observable for the asset or liability.

Assets included in this category were certain corporate loans and high yield securities where the fair value is based on observable market inputs as of December 31, 2021. There were no liabilities included in this category as of December 31, 2021.

Level 3 — Inputs are unobservable inputs for the asset or liability, structured products and other investments and include situations where there is little, if any, market activity for the asset or liability.

Assets included in this category were certain corporate loans and structured products and other investments not actively traded as of December 31, 2021. There were no liabilities included in this category as of December 31, 2021.

A significant decrease in the volume and level of activity for the asset or liability is an indication that transactions or quoted prices may not be representative of fair value because in such market conditions

there may be increased instances of transactions that are not orderly. In those circumstances, further analysis of transactions or quoted prices is needed, and a significant adjustment to the transactions or quoted prices may be necessary to estimate fair value.

The availability of observable inputs can vary depending on the financial asset or liability and is affected by a wide variety of factors, including, for example, the type of product, whether the product is new, whether the product is traded on an active exchange or in the secondary market, and the current market condition. To the extent that valuation is based on models or inputs that are less observable or unobservable in the market, the determination of fair value requires more judgment. Accordingly, the degree of judgment exercised by the Partnership in determining fair value is greatest for instruments categorized in Level 3. In certain cases, the inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, for disclosure purposes, the level in the fair value hierarchy within which the fair value measurement in its entirety falls is determined based on the lowest level input that is significant to the fair value measurement in its entirety. The Partnership's assessment of the significance of a particular input to the fair value measurement in its entirety requires judgment and consideration of factors specific to the asset. The variability of the observable inputs affected by the factors described above may cause transfers between Levels 1, 2, and/or 3.

Many financial assets and liabilities have bid and ask prices that can be observed in the marketplace. Bid prices reflect the highest price that the Partnership and others are willing to pay for an asset. Ask prices represent the lowest price that the Partnership and others are willing to accept for an asset. For financial assets and liabilities whose inputs are based on bid-ask prices, the Partnership does not require that fair value always be a predetermined point in the bid-ask range. The Partnership's policy is to allow for mid-market pricing and adjusting to the point within the bid-ask range that meets the Partnership's best estimate of fair value.

Depending on the relative liquidity in the markets for certain assets, the Partnership may transfer assets to Level 3 if the Partnership determines that observable quoted prices, obtained directly or indirectly, are not available. The valuation techniques used for the assets and liabilities that are valued using Level 3 inputs of the fair value hierarchy are described below.

Certain Corporate Loans — Certain corporate loans are initially valued at transaction price and are subsequently valued using market data for similar instruments (e.g., recent transactions or broker quotes), comparisons to benchmark derivative indices, valuation models or a liquidation analysis. Valuation models are primarily based on yield analysis techniques, where the key inputs are based on relative value analyses, which incorporate similar instruments from similar issuers based on leverage and earnings before interest, taxes, depreciation and amortization ("EBITDA"). Liquidation analyses are primarily based on the recoverability of the asset where the key inputs to value the company are leverage and EBITDA. In addition, an illiquidity discount is applied where appropriate.

Structured Products and Other Investments — Structured products and other investments are initially valued at transaction price and are subsequently valued using observable market prices, if available, or internally developed models in the absence of readily observable market prices. Valuation models are generally based on market and income approaches (discounted cash flow and market comparables), in which various internal and external factors are considered. Factors include key financial inputs and recent public and private transactions for comparable investments. Key inputs used for the discounted cash flow approach include the weighted average cost of capital and assumed inputs used to calculate terminal values, such as EBITDA. The fair value recorded for a particular investment will generally be within the range suggested by the two approaches. Upon completion of the valuations conducted, an illiquidity discount is applied where appropriate. Many pricing models employ methodologies that have pricing inputs observed from actively quoted markets.

Key unobservable inputs that have a significant impact on the Partnership's Level 3 valuations, as described above, are included in Note 7. The Partnership utilizes several unobservable pricing inputs and assumptions in determining the fair value of its Level 3 investments. These unobservable pricing inputs and assumptions may differ by asset and in the application of the Partnership's valuation methodologies. The reported fair value estimates could vary materially if the Partnership had chosen to incorporate different unobservable pricing inputs and other assumptions or, for applicable investments, if the Partnership only used either the discounted cash flow methodology or the market comparables methodology instead of assigning a weighting to both methodologies.

Payment-in-kind — Certain of the Partnership's investments in debt securities contain a contractual payment-in-kind ("PIK") interest provision. The PIK provisions generally feature the obligation or the option at each interest payment date of making interest payments in (i) cash, (ii) additional securities or (iii) a combination of cash and additional securities. PIK interest, computed at the contractual rate specified in the investment's credit agreement, is accrued as interest income and recorded as interest receivable up to the interest payment date. On the interest payment dates, the Partnership will capitalize the accrued interest receivable attributable to PIK as additional principal due from the borrower. When additional PIK securities are received on the interest payment date, they typically have the same terms, including maturity dates and interest rates as the original securities issued. PIK interest generally becomes due at maturity of the investment or upon the investment being called by the issuer.

If the portfolio company valuation indicates the value of the PIK investment is not sufficient to cover the contractual PIK interest, the Partnership will not accrue additional PIK interest income until received.

Valuation Policy — Investments are generally valued based on quotations from third party pricing services, unless such a quotation is unavailable or is determined to be unreliable or inadequately representing the fair value of the particular assets. In that case, valuations are based on either valuation data obtained from one or more other third party pricing sources, including broker dealers, or will reflect the valuation committee's good faith determination of estimated fair value based on other factors considered relevant.

3. PARTNERS' CAPITAL

In accordance with the partnership agreement (the "Agreement"), the Partnership establishes a Capital Account ("Capital Account") for the limited partner. The partner's Capital Account is initially credited with such partner's capital contribution, and subsequently adjusted to reflect withdrawals, such partner's share of the Partnership's liabilities, and allocation of income, deduction, gain and loss per month. Any net capital appreciation or depreciation is allocated to all partners in proportion to their opening Capital Account balances for such period.

The limited partner shall have the right to make withdrawals from its capital account at any time, provided that the limited partner may not withdraw in full from the Partnership except with the written consent of the General Partner and the secured party (if any at the time of such withdrawal) and upon such terms and conditions as may be specifically agreed upon between the General Partner and the limited partner and the secured party (at the time of such withdrawal). The provisions hereof with respect to distributions upon withdrawal are exclusive and no partner shall be entitled to claim any further or different distribution upon withdrawal. In-kind withdrawals may be made by the limited partner as may be agreed from time to time by the General Partner. Notwithstanding the foregoing, the limited partner may withdraw without the consent of the General Partner all amounts from its capital account other than \$1.

Subject to applicable law, an amount equal to the declared net investment income amount shall be withdrawn on a monthly basis (net of reserves for accrued expenses, liabilities or contingencies of the Partnership for, among other things, estimated legal, accounting, administrative and other ordinary course expenses of the Partnership) and at the election of the limited partner shall be paid to the limited partner (any such withdrawal and payment, a “Net Investment Income Payment”). The General Partner will cause such Net Investment Income Payments to be distributed on or about the 30th calendar day after the relevant calendar month end.

4. AGREEMENTS

Administrator — International Fund Services (N.A.), LLC (the “Administrator”) provides accounting and administrative services to the Partnership and maintains the underlying accounting records. The Partnership pays the Administrator customary fees for its services.

Custodian — State Street Bank and Trust Company (the “Custodian”) serves as the Partnership’s custodian pursuant to a custody agreement. The Partnership pays the Custodian customary fees for its services.

5. FINANCIAL HIGHLIGHTS

Financial highlights for the year ended December 31, 2021, are as follows:

Total return	8.06 %
Ratios to average partners’ capital	
Total expenses	<u>0.47 %</u>
Net investment income (loss)	<u>7.86 %</u>

6. DERIVATIVE CONTRACTS

The Partnership enters into derivative transactions in order to hedge against foreign currency exchange rate risks on its non-U.S. dollar denominated investment securities. Additionally, the Partnership enters into derivative transactions in order to hedge certain foreign-denominated equity tranches from the US Dollar to the corresponding local currency, such as the British Pound, for the convenience of those foreign investors. These contracts are marked-to-market by recognizing the difference between the contract forward exchange rate and the forward market exchange rate on the last day of the period as unrealized appreciation or depreciation. Realized gains or losses are recognized when forward contracts are settled, net of deferred premiums if applicable. The counterparties to the Partnership’s derivative contracts are major financial institutions with which the Partnership and its affiliates may also have other financial relationships. In the event of nonperformance by the counterparties, the Partnership is potentially exposed to losses. The counterparties to the Partnership’s derivative agreements have investment grade ratings and, as a result, the Partnership does not anticipate that any of the counterparties will fail to fulfill their obligations. The foreign currency forward contracts open at the end of the year are indicative of the volume of activity during the year ended December 31, 2021.

The fair value of open derivative contracts is generally located in derivative assets and derivative liabilities in the statement of financial condition. As of December 31, 2021, there were no derivative assets and liabilities. Realized gains/(losses) of \$13 thousand from foreign exchange forward contracts are included in net realized and unrealized gains/(losses) in the statement of operations.

The Partnership enters into master netting agreements or similar agreements with all of the Partnership's derivative counterparties. Where legally enforceable, these master netting agreements give the Partnership, in the event of default by the counterparty, the right to settle its derivatives by offsetting receivables and payables with the same counterparty.

7. FAIR VALUE MEASUREMENTS

The following table presents information about the Partnership's investments measured at fair value on a recurring basis as of December 31, 2021, and indicates the fair value hierarchy of the inputs utilized by the Partnership to determine such fair value (amounts in thousands):

	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Balance as of December 31, 2021
Investments:				
Corporate loans	\$ -	\$ 248,029	\$ 11,528	\$ 259,557
High yield securities	-	221,690	-	221,690
Structured products and other investments	5,486	-	3,647	9,133
Total	<u>\$ 5,486</u>	<u>\$ 469,719</u>	<u>\$ 15,175</u>	<u>\$ 490,380</u>

The following table presents additional information about investments that are measured at fair value on a recurring basis for which the Partnership has utilized Level 3 inputs to determine fair value as of December 31, 2021 (amounts in thousands):

	Fair Value Measurements Using Significant Unobservable Inputs (Level 3)	
	Corporate loans	Structured products and other investments
Purchases	\$ 6,781	\$ 8,260

There were no transfers into or out of Level 3 for the year ended December 31, 2021.

The following table presents additional information about valuation techniques and inputs used for investments that are measured at fair value and categorized within Level 3 as of December 31, 2021 (fair value amounts in thousands):

	Fair Value as of December 31, 2021	Valuation Techniques ⁽¹⁾	Unobservable Inputs ⁽²⁾	Range (Weighted Average) ⁽³⁾
Corporate Loans ⁽⁴⁾	\$ 11,528	Yield analysis	Yield Discount margin Net leverage EBITDA multiple	5.1% - 9.2% (6.6%) 2.7% - 9.2% (4.5%) 0.4x - 7.6x (5.9x) 1.9x - 15.0x (11.7x)
Structured products and other investments ⁽⁵⁾	\$ 3,647	Yield analysis	Net leverage EBITDA multiple	9.5x - 9.5x (9.5x) 14.7x - 14.7x (14.7x)

(1) For the assets that have more than one valuation technique, the Partnership may rely on the techniques individually or in aggregate based on a weight ascribed to each one ranging up to 100%. When determining the weighting ascribed to each valuation methodology, the Partnership considers, among other factors, the availability of direct market comparable, the applicability of a discounted cash flow analysis and the expected hold period and manner of realization for the investment. These factors can result in different weightings among the investments and in certain instances, may result in up to a 100% weighting to a single methodology.

(2) In determining certain of these inputs, management evaluates a variety of factors including economic, industry and market trends and developments; market valuations of comparable companies; and company specific developments including potential exit strategies and realization opportunities.

(3) Weighted average amounts are based on the estimated fair values.

(4) Of the \$11,528 corporate loans, 100% was valued solely using yield analysis.

(5) Of the \$3,647 structured products and other investments, 100% was valued solely using yield analysis.

8. CONCENTRATION OF RISK

In the ordinary course of business, the Partnership manages a variety of risks, including market risk and credit risk. Market conditions such as interest rates, availability of credit, inflation rates, foreign exchange rates, economic uncertainty, changes in law, and trade barriers may affect the level and volatility of the prices of financial instruments and the liquidity of the Partnership's investments. Market risk is a risk of potential adverse changes to the value of financial instruments because of changes in market conditions such as interest and currency rate movements and volatility in commodity or security prices. The Partnership is also subject to credit and counterparty risks when entering into transactions, including securities, loans, derivatives and over-the-counter transactions.

COVID-19 has caused, and continues to cause, severe disruptions to the U.S. and global economics. Given the ongoing nature of the pandemic, at this time we cannot reasonably predict the magnitude of the ultimate impact that COVID-19 will have on the Partnership's business, financial performance, operating results, and ultimately the valuation of the Partnership's investments.

9. COMMITMENTS AND CONTINGENCIES

In the normal course of business, the General Partner, on behalf of the Partnership, enters into certain contracts that contain a variety of indemnifications. The Partnership's maximum exposure under these arrangements is unknown as this would involve future claims that may be made that have not yet occurred. Currently, no such claims exist or are expected to arise and, accordingly, the Partnership has not accrued any liability in connection with such indemnifications.

10. SUBSEQUENT EVENTS

The Partnership evaluated subsequent events through March 24, 2022, the date the financial statements were issued. On January 28, 2022, there was a withdrawal of \$56.5 million from the KKR Global Credit Opportunities Access Fund L.P.

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KKR GCOF Access Fund Holding L.P.

2021 ANNUAL REPORT

KKR GCOF Access Fund Holding L.P.

Financial Statements as of December 31, 2021 and for the
Period from January 15, 2021 (Commencement of Operations)
to December 31, 2021, and Independent Auditor's Report

KKR GCOF ACCESS FUND HOLDING L.P.

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Deloitte & Touche LLP
555 Mission Street
Suite 1400
San Francisco, CA 94105
USA
Tel: 415-783-4000
www.deloitte.com

INDEPENDENT AUDITOR'S REPORT

To KKR Global Credit Opportunities Access Fund Holding L.P.:

Opinion

We have audited the financial statements of KKR Global Credit Opportunities Access Fund Holding L.P. (the "Partnership"), which comprise the statement of financial condition, including the schedule of investments, as of December 31, 2021, and the related statements of operations, changes in partners' capital, and cash flows for the period from January 15, 2021 (commencement of operations) to December 31, 2021, and the related notes to the financial statements (collectively referred to as the "financial statements").

In our opinion, the accompanying financial statements present fairly, in all material respects, the financial position of the Partnership as of December 31, 2021, and the results of its operations, changes in its partners' capital, and its cash flows for the period from January 15, 2021 (commencement of operations) to December 31, 2021 in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Partnership and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Partnership's ability to continue as a going concern for one year after the date that the financial statements are issued.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Partnership's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Partnership's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Deloitte & Touche LLP

March 24, 2022

KKR GCOF ACCESS FUND HOLDING L.P.

STATEMENT OF FINANCIAL CONDITION

AS OF DECEMBER 31, 2021

(Stated in United States Dollars)

(Amounts in thousands)

ASSETS

Investments, at estimated fair value	\$	32,874
Cash and cash equivalents		629
Derivative assets		3,595
Accrued interest		2,040
		<hr/>

TOTAL ASSETS	\$	39,138
		<hr/> <hr/>

LIABILITIES AND PARTNERS' CAPITAL

LIABILITIES

Derivative liabilities	\$	417
		<hr/>
Total liabilities		417
		<hr/>

PARTNERS' CAPITAL

General Partner		-
Limited Partner		38,721
		<hr/>
Total partners' capital		38,721
		<hr/>

TOTAL LIABILITIES AND PARTNERS' CAPITAL	\$	39,138
		<hr/> <hr/>

See notes to financial statements.

KKR GCOF ACCESS FUND HOLDING L.P.

SCHEDULE OF INVESTMENTS

AS OF DECEMBER 31, 2021

(Stated in United States Dollars, unless otherwise noted)

(Amounts in thousands)

Issuer	Asset	Industry	Country	Currency	Coupon	Maturity Date	Quantity	Book Value	Estimated Fair Value	Estimated Fair Value as a Percentage of Partners' Capital
HIGH YIELD SECURITIES:										
Cornerstone Chemical Co	6.750% 08/2024 144A	Materials	United States	USD	675 bps	08/15/2024	1,556	\$ 1,555	\$ 1,401	3.62 %
Total high yield securities								\$ 1,555	\$ 1,401	3.62 %
STRUCTURED PRODUCTS AND OTHER INVESTMENTS:										
ALM Loan Funding Ltd	ALM 2020-1A D	Diversified Financials	United States	USD	LIBOR + 600 bps	10/15/2029	880	\$ 882	\$ 878	2.27 %
AMMC CLO 22 Ltd	AMMC 2018-22A E1B	Diversified Financials	United States	USD	LIBOR + 575 bps	04/25/2031	331	320	311	0.80
Apidos CLO	APID 2019-32A E	Diversified Financials	United States	USD	LIBOR + 675 bps	01/20/2033	342	342	342	0.88
ARES CLO Ltd	ARES 2020-58A E	Diversified Financials	United States	USD	LIBOR + 703 bps	01/15/2033	615	609	616	1.59
Ares European CLO	ARESE 10A E	Diversified Financials	Ireland	EUR	EURIBOR + 501 bps	10/15/2031	399	332	445	1.15
Bain Capital Credit CLO	BCC 2021-2A E	Diversified Financials	United States	USD	LIBOR + 673 bps	07/16/2034	360	358	357	0.92
Ballyrock CLO 2016-1 Ltd	Bally 2016-1A ER	Diversified Financials	United States	USD	LIBOR + 695 bps	10/15/2028	456	456	457	1.18
Ballyrock CLO Ltd	BALLY 2019-1A DR	Diversified Financials	United States	USD	LIBOR + 675 bps	07/15/2032	544	544	536	1.38
Battalion CLO Ltd	BATLN 2021-22A E Mtge	Diversified Financials	United States	USD	LIBOR + 695 bps	01/22/2035	333	333	330	0.85
Benefit Street Partners CLO Ltd	BSP 2021-23A E 3/21	Diversified Financials	United States	USD	LIBOR + 681 bps	04/25/2034	416	408	415	1.07
Canyon Capital CLO Ltd	CANYC 2021-1A E	Diversified Financials	United States	USD	LIBOR + 641 bps	04/15/2034	415	407	411	1.06
Carlyle Global Market Strategies	CGMS 2021-8A E	Diversified Financials	United States	USD	LIBOR + 650 bps	10/15/2034	386	386	384	0.99
Carlyle Global Market Strategies	CGMS 2021-9A E Mtge	Diversified Financials	United States	USD	LIBOR + 663 bps	10/20/2034	713	709	708	1.83
CIFC Funding Ltd	CIFC 2019-2A ER	Diversified Financials	United States	USD	LIBOR + 659 bps	04/17/2034	350	345	349	0.90
CIFC Funding Ltd	CIFC 2021-7A E	Diversified Financials	United States	USD	LIBOR + 635 bps	01/23/2035	544	544	540	1.39
Dryden Senior Loan Fund	DRSLF 2020-78A E	Diversified Financials	United States	USD	LIBOR + 675 bps	04/17/2033	480	480	471	1.22
Dryden Senior Loan Fund	DRSLF 2021-92A E	Diversified Financials	United States	USD	LIBOR + 650 bps	11/20/2034	483	483	479	1.24
Eaton Vance CDO Ltd	EATON 2020-2A ER	Diversified Financials	United States	USD	LIBOR + 650 bps	01/15/2035	101	101	101	0.25
Elmwood CLO	ELMW4 2020-1A E	Diversified Financials	United States	USD	LIBOR + 660 bps	04/15/2033	663	663	665	1.72
Elmwood CLO	ELMW7 2020-4A E	Diversified Financials	United States	USD	LIBOR + 710 bps	01/17/2034	244	244	246	0.64
Gibson Guitar Corp	Common Stock	Consumer Durables & Apparel	United States	USD	Non-Accrual	N/A	28	1,884	3,391	8.76
Gilbert Park CLO, Ltd.	Gilbert Park E Notes	Diversified Financials	Cayman Islands	USD	LIBOR + 640 bps	10/15/2030	347	347	348	0.90
Global Partners LP / GLP Finance Corp	9.500% 03/2049 (Pref Equity)	Energy	United States	USD	Non-Accrual	03/17/2049	10	241	255	0.66
Grippen Park CLO Ltd	GRIPP 2017-1A E	Diversified Financials	United States	USD	LIBOR + 570 bps	01/20/2030	1,238	1,226	1,224	3.16
Gulf Stream Meridian	GSM 2021-6A D	Diversified Financials	United States	USD	LIBOR + 636 bps	01/15/2037	466	461	461	1.19
Gulf Stream Meridian	GSM 2021-III A D	Diversified Financials	United States	USD	LIBOR + 675 bps	04/15/2034	633	633	632	1.63
Kayne CLO 7 Ltd	KAYNE 2020-1A E	Diversified Financials	United States	USD	LIBOR + 650 bps	04/17/2033	1,992	1,992	2,006	5.18
Madison Park Funding Ltd	MDPK 2021-59A E	Diversified Financials	United States	USD	LIBOR + 660 bps	01/18/2034	572	572	572	1.48
Missys Ltd	Perpetual Preferred L+1025	Software & Services	United States	USD	LIBOR + 1025 bps	04/10/2049	2	2,295	2,295	5.92
Neuberger Berman CLO Ltd	NEUB 2021-46A E	Diversified Financials	United States	USD	LIBOR + 625 bps	01/20/2036	751	751	750	1.94
Neuberger Berman Loan Advisers CLO 39 Ltd	NEUB 2020-39A E	Diversified Financials	United States	USD	LIBOR + 720 bps	01/20/2032	580	580	580	1.50
OCF CLO Ltd	OCF 2020-20A E	Diversified Financials	United States	USD	LIBOR + 766 bps	10/09/2033	457	440	455	1.18
Octagon Investment Partners Ltd	OCTS1 2021-1A E	Diversified Financials	United States	USD	LIBOR + 675 bps	07/20/2034	474	474	470	1.21
Octagon Investment Partners Ltd	OCTS6 2021-1A E	Diversified Financials	United States	USD	LIBOR + 653 bps	10/16/2034	334	332	330	0.85
OHA Loan Funding Ltd	OAKC 2020-5A E	Diversified Financials	United States	USD	LIBOR + 625 bps	04/18/2033	745	745	740	1.91
Palmer Square CLO Ltd	PFIXD 2019-1A E	Diversified Financials	United States	USD	Non-Accrual	04/20/2037	983	982	955	2.47
Palmer Square Loan Funding Ltd	PSTAT 2020-1A D	Diversified Financials	United States	USD	LIBOR + 485 bps	02/20/2028	636	636	638	1.65
Pikes Peak CLO	PIPK 2021-9A E	Diversified Financials	United States	USD	LIBOR + 658 bps	10/27/2034	345	343	342	0.88
Post CLO	POST 2021-1A E	Diversified Financials	United States	USD	LIBOR + 645 bps	10/15/2034	250	250	250	0.65
PPM CLO 4 Ltd	PPMC 2020-4A ER	Diversified Financials	United States	USD	LIBOR + 650 bps	10/18/2034	283	283	283	0.73
Proserv Group Parent LLC	Common Stock	Energy	United Kingdom	USD	Non-Accrual	N/A	8	101	-	-
Proserv Group Parent LLC	Preferred Stock	Energy	United Kingdom	USD	Non-Accrual	N/A	3	18	28	0.07
Rad CLO Ltd	RAD 2021-14A E	Diversified Financials	United States	USD	LIBOR + 650 bps	01/15/2035	278	278	278	0.72
Rad CLO Ltd	RAD 2021-15A E	Diversified Financials	United States	USD	LIBOR + 620 bps	01/20/2034	652	652	652	1.68
Regatta Funding Ltd	REG16 2019-2A E	Diversified Financials	United States	USD	LIBOR + 700 bps	01/15/2033	798	785	798	2.06
Regatta Funding Ltd	REG20 2021-2A E	Diversified Financials	United States	USD	LIBOR + 625 bps	10/15/2034	218	218	216	0.56
Regatta Funding Ltd	REG21 2021-3A E	Diversified Financials	United States	USD	LIBOR + 675 bps	10/20/2034	280	280	278	0.72
Regatta Funding Ltd	REG23 2021-4A E	Diversified Financials	United States	USD	LIBOR + 670 bps	01/20/2035	662	662	662	1.71

See notes to financial statements.

(continued)

KKR GCOF ACCESS FUND HOLDING L.P.

SCHEDULE OF INVESTMENTS

AS OF DECEMBER 31, 2021

(Stated in United States Dollars, unless otherwise noted)

(Amounts in thousands)

Issuer	Asset	Industry	Country	Currency	Coupon	Maturity Date	Quantity	Book Value	Estimated Fair Value	Estimated Fair Value as a Percentage of Partners' Capital
STRUCTURED PRODUCTS AND OTHER INVESTMENTS (Continued):										
Sand Trust 2001-1	SAND 2021-1A E	Diversified Financials	United States	USD	LIBOR + 680 bps	10/15/2034	547	\$ 545	\$ 541	1.40 %
Sound Point CLO Ltd	SNDPT 2021-1A E	Diversified Financials	United States	USD	LIBOR + 685 bps	04/25/2034	519	510	501	1.29
TCW GEM Ltd	TCW 2021-1A E	Diversified Financials	United States	USD	LIBOR + 582 bps	03/18/2034	360	344	340	0.88
THL Credit Wind River 2017-4 CLO Ltd.	Wind River 2017-4 E Notes	Diversified Financials	United States	USD	LIBOR + 580 bps	11/20/2030	260	260	247	0.64
TICP CLO Ltd	TICP 2017-9A E	Diversified Financials	United States	USD	LIBOR + 560 bps	01/20/2031	314	265	308	0.80
TPG Sixth Street CLO	SIXST 2020-16A E	Diversified Financials	United States	USD	LIBOR + 732 bps	10/20/2032	605	599	606	1.57
Total structured products and other investments								\$ 29,930	\$ 31,473	81.28 %
Total Investments								\$ 31,485	\$ 32,874	84.90 %

See notes to financial statements.

(continued)

KKR GCOF ACCESS FUND HOLDING L.P.

SCHEDULE OF INVESTMENTS

AS OF DECEMBER 31, 2021

(Stated in United States Dollars, unless otherwise noted)

(Amounts in thousands)

Counterparty	Currency	Maturity Date	Notional	Estimated Fair Value	Estimated Fair Value as a Percentage of Partners' Capital
DERIVATIVE CONTRACTS					
FOREIGN EXCHANGE FORWARD CONTRACTS					
Goldman Sachs	EUR	05/06/2022	€ 37,000	\$ 3,122	8.06 %
Goldman Sachs	GBP	05/06/2022	£ 4,526	279	0.72
Goldman Sachs	EUR	05/06/2022	€ 700	58	0.15
Goldman Sachs	EUR	03/04/2022	€ 577	35	0.09
Goldman Sachs	EUR	11/10/2022	€ 525	30	0.08
Goldman Sachs	EUR	08/04/2023	€ 1,250	29	0.07
Goldman Sachs	GBP	05/06/2022	£ 545	17	0.04
Goldman Sachs	EUR	03/04/2022	€ 290	10	0.03
Goldman Sachs	EUR	05/06/2022	€ 700	5	0.01
Goldman Sachs	EUR	05/06/2022	€ 500	4	0.01
Goldman Sachs	EUR	03/04/2022	€ 577	4	0.01
Goldman Sachs	EUR	03/04/2022	€ 290	2	0.01
Goldman Sachs	GBP	05/06/2022	£ 407	(11)	(0.03)
Goldman Sachs	EUR	05/06/2022	€ 1,620	(35)	(0.09)
Goldman Sachs	EUR	05/06/2022	€ 5,550	(133)	(0.34)
Goldman Sachs	EUR	05/06/2022	€ 3,000	(238)	(0.61)
				<u>\$ 3,178</u>	<u>8.21 %</u>

See notes to financial statements.

(concluded)

KKR GCOF ACCESS FUND HOLDING L.P.

**STATEMENT OF OPERATIONS
FOR THE PERIOD FROM JANUARY 15, 2021 (COMMENCEMENT OF OPERATIONS)
TO DECEMBER 31, 2021
(Stated in United States Dollars)
(Amounts in thousands)**

INVESTMENT INCOME:

Interest income	\$ 1,695
Dividend income (net of withholding taxes of \$67)	<u>73</u>
Total investment income	<u>1,768</u>

NET INVESTMENT INCOME (LOSS) 1,768

NET REALIZED AND UNREALIZED GAINS (LOSSES):

Net realized gains (losses)	485
Net unrealized appreciation (depreciation)	<u>4,585</u>
Net realized and unrealized gains (losses)	<u>5,070</u>

NET INCOME (LOSS) \$ 6,838

See notes to financial statements.

KKR GCOF ACCESS FUND HOLDING L.P.

**STATEMENT OF CHANGES IN PARTNERS' CAPITAL
FOR THE PERIOD FROM JANUARY 15, 2021 (COMMENCEMENT OF OPERATIONS)
TO DECEMBER 31, 2021
(Stated in United States Dollars)
(Amounts in thousands)**

	General Partner	Limited Partner	Total
	<u> </u>	<u> </u>	<u> </u>
PARTNERS' CAPITAL - January 15, 2021 (commencement of operations)	\$ -	\$ -	\$ -
Capital contributions	-	42,893	42,893
Allocation of net income (loss)			
Investment income	-	1,768	1,768
Net realized and unrealized gains (losses)	-	5,070	5,070
	<u> </u>	<u> </u>	<u> </u>
Net income (loss)	-	6,838	6,838
	<u> </u>	<u> </u>	<u> </u>
Capital withdrawals	-	(11,010)	(11,010)
	<u> </u>	<u> </u>	<u> </u>
PARTNERS' CAPITAL - December 31, 2021	<u>\$ -</u>	<u>\$ 38,721</u>	<u>\$ 38,721</u>

See notes to financial statements.

KKR GCOF ACCESS FUND HOLDING L.P.

STATEMENT OF CASH FLOWS
FOR THE PERIOD FROM JANUARY 15, 2021 (COMMENCEMENT OF OPERATIONS)
TO DECEMBER 31, 2021
(Stated in United States Dollars)
(Amounts in thousands)

CASH FLOWS FROM OPERATING ACTIVITIES:

Net income (loss)	\$ 6,838
Adjustments to reconcile net income (loss) to net cash provided by (used in) operating activities:	
Purchases of investments in securities	(7,632)
Proceeds from sale of investments in securities	14,985
Net realized (gains) losses	(485)
Net unrealized (appreciation) depreciation	(4,586)
Net (accretion) amortization of (discount) premium	(36)
Change in other assets and liabilities:	
Accrued interest	(2,040)
Net cash provided by (used in) operating activities	<u>7,044</u>

CASH FLOWS FROM FINANCING ACTIVITIES:

Capital contributions	4,595
Capital withdrawals	(11,010)
Net cash provided by (used in) financing activities	<u>(6,415)</u>

NET CHANGE IN CASH AND CASH EQUIVALENTS 629

CASH AND CASH EQUIVALENTS, Beginning of period -

CASH AND CASH EQUIVALENTS, End of period \$ 629

SUPPLEMENTAL DISCLOSURE OF NON-CASH FINANCING ACTIVITIES:

Capital contributions	\$ 38,298
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See notes to financial statements.

KKR GCOF ACCESS FUND HOLDING L.P.

NOTES TO FINANCIAL STATEMENTS

FOR THE PERIOD FROM JANUARY 15, 2021 (COMMENCEMENT OF OPERATIONS) TO DECEMBER 31, 2021

1. ORGANIZATION

KKR GCOF Access Fund Holding L.P. (the “Partnership” and the “Master Fund”), a Cayman Islands exempted limited partnership, was organized on September 17, 2020. The Partnership commenced operations on January 15, 2021.

KKR GCOF Access Fund Holding GP Limited (the “General Partner”), a Cayman Islands exempted limited partnership, serves as the general partner of the Partnership and in such capacity for making investment decisions on behalf of the Partnership.

At the commencement of operations, the limited partner contributed to the Partnership by way of an in-kind capital contribution from its limited partner interests in KKR Global Credit Opportunities Access Fund Funding L.P.

The Partnership’s investment objective is to invest and otherwise expose itself to financial instruments consistent with the Manager’s global opportunistic investment strategy; and engage in all other activities and transactions as the General Partner may deem necessary or advisable in connection therewith.

2. SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation — The Partnership is considered an investment company as defined in Accounting Standards Codification (“ASC”) Topic 946 Financial Services – Investment Companies (“ASC 946”). The accompanying financial statements are presented in accordance with accounting principles generally accepted in the United States of America (“U.S. GAAP”), using the specialized guidance in ASC 946, and are stated in United States dollars.

Use of Estimates — The preparation of financial statements in conformity with U.S. GAAP requires management to make certain estimates and assumptions that could affect the amounts reported in the Partnership’s financial statements and accompanying notes. Actual results could differ from management’s estimates.

Investments — Investments are carried at estimated fair value and are accounted for on a trade-date basis. Interest is recorded on the accrual basis. Unamortized premiums and unaccreted discounts are recognized over the contractual life adjusted for actual prepayments of the investments using the effective interest method. Realized gains and losses are calculated on the specific identified cost basis.

Cash and Cash Equivalents — Cash and cash equivalents include cash on hand, cash held in banks and highly liquid investments with original maturities of three or fewer months. Interest income earned on cash and cash equivalents is recorded in other investment income in the statement of operations. As of December 31, 2021, there were \$629 thousand of cash (1.62% of partners’ capital) and there were no cash equivalents.

Income Taxes — The Partnership is a Cayman Islands exempted limited partnership. The Cayman Islands does not impose income tax and as such the Partnership has not incurred any Cayman Islands

income tax expense. The Partnership is treated as a partnership for U.S. federal income tax purposes and is generally not subject to U.S. federal income tax at the entity level, but the Partnership may own investments that from time to time generate income that is subject to certain foreign tax withholding. U.S. federal and state income tax statutes require that the income or loss of a partnership be included in the tax returns of the individual partners.

In accordance with the authoritative guidance, the Partnership determines whether a tax position of the Partnership is more likely than not to be sustained upon examination by the applicable taxing authority, including the resolution of any related appeals or litigation processes, based on the technical merits of the position. The tax benefit to be recognized is measured as the largest amount of benefit that is greater than 50% likely of being realized upon ultimate settlement, which could result in the Partnership recording a tax liability that would reduce partners' capital. The Partnership reviews and evaluates tax positions in its major jurisdictions and determines whether or not there are uncertain tax positions that require financial statement recognition. Based on this review, the Partnership has determined the major tax jurisdictions where the Partnership is organized and where the Partnership makes investments; however, no reserves for uncertain tax positions were required to be recorded for any of the Partnership's open tax years. The Partnership is subject to examination by United States federal tax authorities for returns filed for the prior three years and by state tax authorities for returns filed for the prior four years, and taxes associated with foreign tax jurisdictions remain subject to examination based on varying statutes of limitations, if any. The Partnership is not aware of any tax positions for which it is reasonably possible that the total amounts of unrecognized tax benefits will change materially in the next twelve months. As a result, no other income tax liability or expense has been recorded in the accompanying financial statements.

Foreign Currency — The Partnership makes non-U.S. dollar denominated investments. As a result, the Partnership is subject to the risk of fluctuation in the exchange rate between the U.S. dollar and the foreign currency in which it makes an investment.

The books and records of the Partnership are maintained in U.S. dollars. All investments denominated in foreign currency are converted to the U.S. dollar using prevailing exchange rates at the end of the reporting period. Income, expenses, gains and losses on investments denominated in foreign currency are converted to the U.S. dollar using the prevailing exchange rates on the dates when the transactions occurred.

The Partnership does not bifurcate that portion of the results of operations resulting from changes in foreign exchange rates on investments and interest from the fluctuations arising from changes in market prices of securities held. Such fluctuations are included with the net realized and unrealized gains or losses from investments and derivatives, or interest income and expense, as applicable.

Allocation of Net Income or Net Loss — Income or loss is allocated to the Partnership Capital Accounts (as defined in Footnote 3) of all the partners in proportion to their respective ownership percentages.

Fair Value Measurements — Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Where available, fair value is based on observable market prices or parameters, or derived from such prices or parameters. Where observable prices or inputs are not available, valuation models are applied. These valuation techniques involve some level of management estimation and judgment, the degree of which is dependent on the price transparency for the instruments or market and the instruments' complexity for disclosure purposes.

Assets and liabilities recorded at fair value in the statement of financial condition are categorized based upon the level of judgment associated with the inputs used to measure their value. Hierarchical levels, as defined under U.S. GAAP, are directly related to the amount of subjectivity associated with the inputs to fair valuations of these assets and liabilities, and are as follows:

Level 1 — Inputs are unadjusted, quoted prices in active markets for identical assets or liabilities at the measurement date.

Assets included in this category were structured products and other investments actively traded as of December 31, 2021.

Level 2 — Inputs other than quoted prices included in Level 1 that are observable for the asset or liability, either directly or indirectly. Level 2 inputs include quoted prices for similar instruments in active markets, and inputs other than quoted prices that are observable for the asset or liability.

Assets and liabilities included in this category were high yield securities and foreign exchange forward contracts where the fair value is based on observable market inputs as of December 31, 2021.

Level 3 — Inputs are unobservable inputs for the asset or liability, structured products and other investments and include situations where there is little, if any, market activity for the asset or liability.

Assets included in this category were structured products and other investments not actively traded as of December 31, 2021. There were no liabilities included in this category as of December 31, 2021.

A significant decrease in the volume and level of activity for the asset or liability is an indication that transactions or quoted prices may not be representative of fair value because in such market conditions there may be increased instances of transactions that are not orderly. In those circumstances, further analysis of transactions or quoted prices is needed, and a significant adjustment to the transactions or quoted prices may be necessary to estimate fair value.

The availability of observable inputs can vary depending on the financial asset or liability and is affected by a wide variety of factors, including, for example, the type of product, whether the product is new, whether the product is traded on an active exchange or in the secondary market, and the current market condition. To the extent that valuation is based on models or inputs that are less observable or unobservable in the market, the determination of fair value requires more judgment. Accordingly, the degree of judgment exercised by the Partnership in determining fair value is greatest for instruments categorized in Level 3. In certain cases, the inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, for disclosure purposes, the level in the fair value hierarchy within which the fair value measurement in its entirety falls is determined based on the lowest level input that is significant to the fair value measurement in its entirety. The Partnership's assessment of the significance of a particular input to the fair value measurement in its entirety requires judgment and consideration of factors specific to the asset. The variability of the observable inputs affected by the factors described above may cause transfers between Levels 1, 2, and/or 3.

Many financial assets and liabilities have bid and ask prices that can be observed in the marketplace. Bid prices reflect the highest price that the Partnership and others are willing to pay for an asset. Ask prices represent the lowest price that the Partnership and others are willing to accept for an asset. For financial assets and liabilities whose inputs are based on bid-ask prices, the Partnership does not require that fair value always be a predetermined point in the bid-ask range. The Partnership's policy is to allow for mid-market pricing and adjusting to the point within the bid-ask range that meets the Partnership's best estimate of fair value.

Depending on the relative liquidity in the markets for certain assets, the Partnership may transfer assets to Level 3 if the Partnership determines that observable quoted prices, obtained directly or indirectly, are not available. The valuation techniques used for the assets and liabilities that are valued using Level 3 inputs of the fair value hierarchy are described below.

Structured Products and Other Investments — Structured products and other investments are initially valued at transaction price and are subsequently valued using observable market prices, if available, or internally developed models in the absence of readily observable market prices. Valuation models are generally based on market and income approaches (discounted cash flow and market comparables), in which various internal and external factors are considered. Factors include key financial inputs and recent public and private transactions for comparable investments. Key inputs used for the discounted cash flow approach include the weighted average cost of capital and assumed inputs used to calculate terminal values, such as EBITDA. The fair value recorded for a particular investment will generally be within the range suggested by the two approaches. Upon completion of the valuations conducted, an illiquidity discount is applied where appropriate. Many pricing models employ methodologies that have pricing inputs observed from actively quoted markets.

Key unobservable inputs that have a significant impact on the Partnership's Level 3 valuations, as described above, are included in Note 7. The Partnership utilizes several unobservable pricing inputs and assumptions in determining the fair value of its Level 3 investments. These unobservable pricing inputs and assumptions may differ by asset and in the application of the Partnership's valuation methodologies. The reported fair value estimates could vary materially if the Partnership had chosen to incorporate different unobservable pricing inputs and other assumptions or, for applicable investments, if the Partnership only used either the discounted cash flow methodology or the market comparables methodology instead of assigning a weighting to both methodologies.

Payment-in-kind — Certain of the Partnership's investments in debt securities contain a contractual payment-in-kind ("PIK") interest provision. The PIK provisions generally feature the obligation or the option at each interest payment date of making interest payments in (i) cash, (ii) additional securities or (iii) a combination of cash and additional securities. PIK interest, computed at the contractual rate specified in the investment's credit agreement, is accrued as interest income and recorded as interest receivable up to the interest payment date. On the interest payment dates, the Partnership will capitalize the accrued interest receivable attributable to PIK as additional principal due from the borrower. When additional PIK securities are received on the interest payment date, they typically have the same terms, including maturity dates and interest rates as the original securities issued. PIK interest generally becomes due at maturity of the investment or upon the investment being called by the issuer.

If the portfolio company valuation indicates the value of the PIK investment is not sufficient to cover the contractual PIK interest, the Partnership will not accrue additional PIK interest income until received.

Valuation Policy — Investments are generally valued based on quotations from third party pricing services, unless such a quotation is unavailable or is determined to be unreliable or inadequately representing the fair value of the particular assets. In that case, valuations are based on either valuation data obtained from one or more other third party pricing sources, including broker dealers, or will reflect the valuation committee's good faith determination of estimated fair value based on other factors considered relevant.

3. PARTNERS' CAPITAL

In accordance with the partnership agreement (the "Agreement"), the Partnership establishes a Capital Account ("Capital Account") for the limited partner. The partner's Capital Account is initially credited with such partner's capital contribution, and subsequently adjusted to reflect withdrawals, such partner's share of the Partnership's liabilities, and allocation of income, deduction, gain and loss per month. Any net capital appreciation or depreciation is allocated to all partners in proportion to their opening Capital Account balances for such period.

The limited partner shall have the right to make withdrawals from its capital account at any time, provided that the limited partner may not withdraw in full from the Partnership except with the written consent of the General Partner and the secured party (if any at the time of such withdrawal) and upon such terms and conditions as may be specifically agreed upon between the General Partner and the limited partner and the secured party (at the time of such withdrawal). The provisions hereof with respect to distributions upon withdrawal are exclusive and no partner shall be entitled to claim any further or different distribution upon withdrawal. In-kind withdrawals may be made by the limited partner as may be agreed from time to time by the General Partner. Notwithstanding the foregoing, the limited partner may withdraw without the consent of the General Partner all amounts from its capital account other than \$1.

Subject to applicable law, an amount equal to the declared net investment income amount shall be withdrawn on a monthly basis (net of reserves for accrued expenses, liabilities or contingencies of the Partnership for, among other things, estimated legal, accounting, administrative and other ordinary course expenses of the Partnership) and at the election of the limited partner shall be paid to the limited partner (any such withdrawal and payment, a "Net Investment Income Payment"). The General Partner will cause such Net Investment Income Payments to be distributed on or about the 30th calendar day after the relevant calendar month end.

4. AGREEMENTS

Administrator — International Fund Services (N.A.), LLC (the "Administrator") provides accounting and administrative services to the Partnership and maintains the underlying accounting records. The Partnership pays the Administrator customary fees for its services.

Custodian — State Street Bank and Trust Company (the "Custodian") serves as the Partnership's custodian pursuant to a custody agreement. The Partnership pays the Custodian customary fees for its services.

5. FINANCIAL HIGHLIGHTS

Financial highlights for the period from January 15, 2021 (commencement of operations) to December 31, 2021, are as follows:

Total return	25.42 %
Ratios to average partners' capital	
Net investment income (loss)	5.45 %

6. DERIVATIVE CONTRACTS

The Partnership enters into derivative transactions in order to hedge against foreign currency exchange rate risks on its non-U.S. dollar denominated investment securities. Additionally, the Partnership enters into derivative transactions in order to hedge certain foreign-denominated equity tranches from the US Dollar to the corresponding local currency, such as the British Pound, for the convenience of those foreign investors. These contracts are marked-to-market by recognizing the difference between the contract forward exchange rate and the forward market exchange rate on the last day of the period as unrealized appreciation or depreciation. Realized gains or losses are recognized when forward contracts are settled, net of deferred premiums if applicable. The counterparties to the Partnership's derivative contracts are major financial institutions with which the Partnership and its affiliates may also have other financial relationships. In the event of nonperformance by the counterparties, the Partnership is potentially exposed to losses. The counterparties to the Partnership's derivative agreements have investment grade ratings and, as a result, the Partnership does not anticipate that any of the counterparties will fail to fulfill their obligations. The foreign currency forward contracts open at the end of the period are indicative of the volume of activity during the period from January 15, 2021 (commencement of operations) to December 31, 2021.

The table below summarizes the aggregate notional amount and estimated net fair value of the derivative instruments as of December 31, 2021, (amounts in thousands):

	Notional	Estimated Fair Value
Foreign exchange forward contracts	\$ 71,367	\$ 3,178

The fair value of open derivative contracts is located in derivative assets and derivative liabilities in the statement of financial condition. Change in unrealized appreciation/(depreciation) of \$3.2 million from foreign exchange forward contracts are included in net realized and unrealized gains/(losses) in the statement of operations.

The Partnership enters into master netting agreements or similar agreements with all of the Partnership's derivative counterparties. Where legally enforceable, these master netting agreements give the Partnership, in the event of default by the counterparty, the right to settle its derivatives by offsetting receivables and payables with the same counterparty. The fair value of derivative assets and liabilities are reported gross on the statement of financial condition. As of December 31, 2021, the net amount of derivative assets due from Goldman Sachs would be \$3.2 million.

7. FAIR VALUE MEASUREMENTS

The following table presents information about the Partnership's investments measured at fair value on a recurring basis as of December 31, 2021, and indicates the fair value hierarchy of the inputs utilized by the Partnership to determine such fair value (amounts in thousands):

	Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Balance as of December 31, 2021
Investments:				
High yield securities	\$ -	\$ 1,401	\$ -	\$ 1,401
Structured products and other investments	255	-	31,218	31,473
Derivative assets	-	3,595	-	3,595
Derivative liabilities	-	(417)	-	(417)
Total	<u>\$ 255</u>	<u>\$ 4,579</u>	<u>\$ 31,218</u>	<u>\$ 36,052</u>

The following table presents additional information about investments that are measured at fair value on a recurring basis for which the Partnership has utilized Level 3 inputs to determine fair value as of December 31, 2021 (amounts in thousands):

	Fair Value Measurements Using Significant Unobservable Inputs (Level 3)
	Structured products and other investments
Purchases	\$ 9,332

There were no transfers into or out of Level 3 for the period from January 15, 2021 (commencement of operations) to December 31, 2021.

The following table presents additional information about valuation techniques and inputs used for investments that are measured at fair value and categorized within Level 3 as of December 31, 2021 (fair value amounts in thousands):

	Fair Value as of December 31, 2021	Valuation Techniques ⁽¹⁾	Unobservable Inputs ⁽²⁾	Range (Weighted Average) ⁽³⁾	
Structured products and other investments ⁽⁴⁾	\$	31,218	Market comparables	LTM EBITDA multiple	0.8x - 13.0x (7.7x)
				NTM EBITDA multiple	0.8x - 12.0x (7.1x)
			Yield analysis	Discount margin	4.2% - 8.9% (6.3%)
				Net leverage	9.5x - 9.5x (9.5x)
				EBITDA multiple	14.7x - 14.7x (14.7x)
			Discounted cash flow	Probability of default	2.0% - 2.0% (2.0%)
				Loss severity	40.0% - 40.0% (40.0%)
				Constant prepayment rate	20.0% - 20.0% (20.0%)
				Weighted average cost of capital	11.0% - 11.0% (11.0%)

⁽¹⁾ For the assets that have more than one valuation technique, the Partnership may rely on the techniques individually or in aggregate based on a weight ascribed to each one ranging up to 100%. When determining the weighting ascribed to each valuation methodology, the Partnership considers, among other factors, the availability of direct market comparable, the applicability of a discounted cash flow analysis and the expected hold period and manner of realization for the investment. These factors can result in different weightings among the investments and in certain instances, may result in up to a 100% weighting to a single methodology.

⁽²⁾ In determining certain of these inputs, management evaluates a variety of factors including economic, industry and market trends and developments; market valuations of comparable companies; and company specific developments including potential exit strategies and realization opportunities.

⁽³⁾ Weighted average amounts are based on the estimated fair values.

⁽⁴⁾ Of the \$31,218, \$ 2,295 and \$28 were valued solely using yield analysis and market comparables, respectively.

8. CONCENTRATION OF RISK

In the ordinary course of business, the Partnership manages a variety of risks, including market risk and credit risk. Market conditions such as interest rates, availability of credit, inflation rates, foreign exchange rates, economic uncertainty, changes in law, and trade barriers may affect the level and volatility of the prices of financial instruments and the liquidity of the Partnership's investments. Market risk is a risk of potential adverse changes to the value of financial instruments because of changes in market conditions such as interest and currency rate movements and volatility in commodity or security prices. The Partnership is also subject to credit and counterparty risks when entering into transactions, including securities, loans, derivatives and over-the-counter transactions.

COVID-19 has caused, and continues to cause, severe disruptions to the U.S. and global economics. Given the ongoing nature of the pandemic, at this time we cannot reasonably predict the magnitude of the ultimate impact that COVID-19 will have on the Partnership's business, financial performance, operating results, and ultimately the valuation of the Partnership's investments.

9. COMMITMENTS AND CONTINGENCIES

In the normal course of business, the General Partner, on behalf of the Partnership, enters into certain contracts that contain a variety of indemnifications. The Partnership's maximum exposure under these arrangements is unknown as this would involve future claims that may be made that have not yet occurred. Currently, no such claims exist or are expected to arise and, accordingly, the Partnership has not accrued any liability in connection with such indemnifications.

10. SUBSEQUENT EVENTS

The Partnership evaluated subsequent events through March 24, 2022, the date the financial statements were issued, and determined that no additional disclosures were necessary.

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