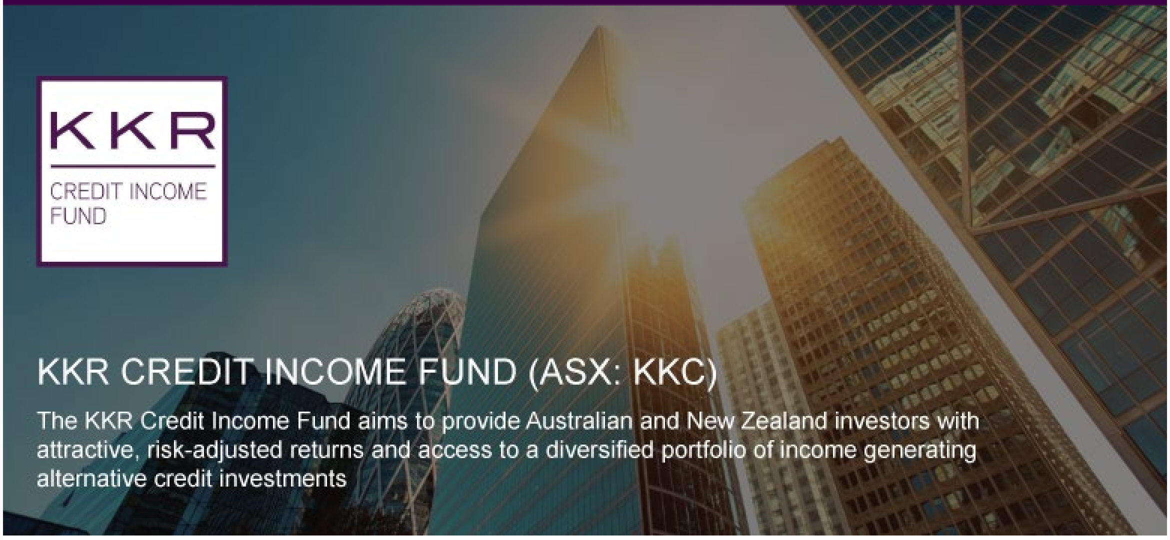


Q2 2022 Market Review

19 September 2022

Dear KKC Investor,

Last month we released our quarterly credit letter and wanted to share with you some of the key insights.

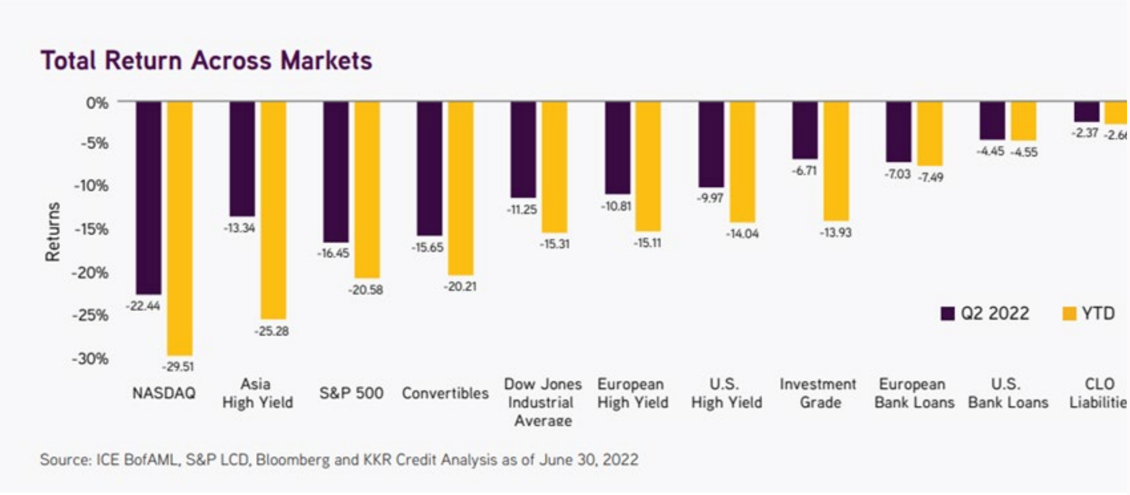
The Q2 report talks to the structural bifurcation of market leadership, the volatility disconnection from fundamentals and why credit is an attractive investment.

Read the full letter **here**, or read the summary below.

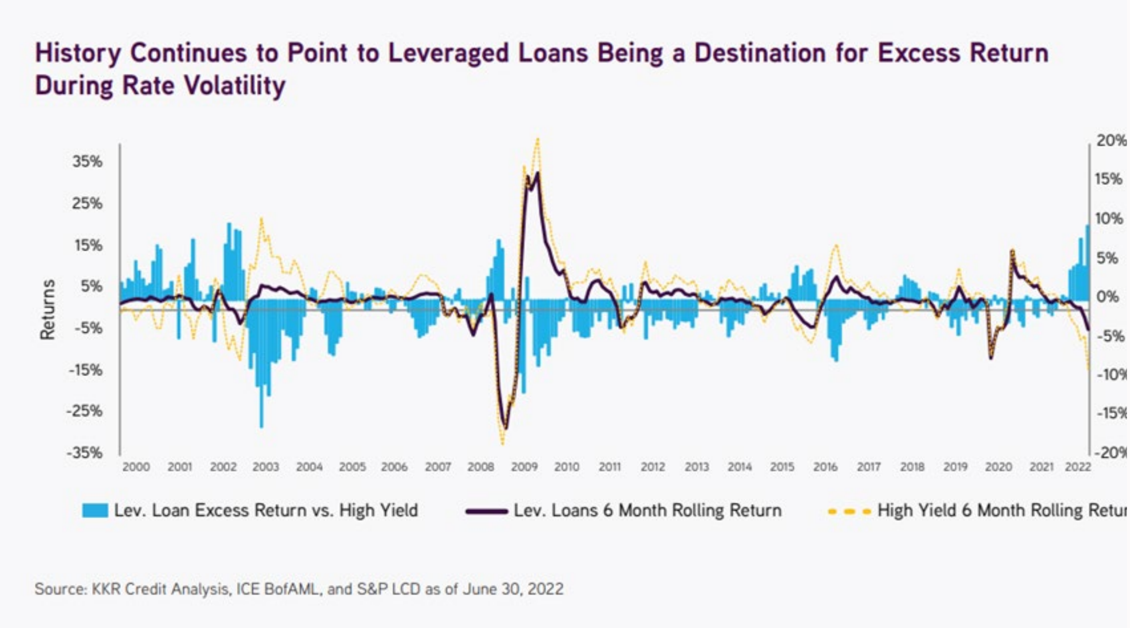
Structural Bifurcation of Market Leadership

The second quarter's volatility left global investors on the edge of their seats. The economic outlook has rapidly narrowed as we continue to combat historic levels of inflation paired with the reality of an ensuing recession and slowing growth.

On 30 June 2022, market participants began to digest what was the worst first half of stock market performance in nearly 50 years, with the S&P returning -20.58%[1] YTD, see graph below. On the credit side, continued concerns surrounding rising rates, inflation, supply chain backlogs and a tepid market sentiment set the stage for stunted new issuance and downside pressure in the secondary markets.



In this environment KKC's thesis remains steadfast: credit selection is paramount and larger companies with pricing power are likely to weather the storm better through the cycle. It is also important to note the growth and maturation of the private credit space has been significant. Private credit is a mainstream asset class that is well understood, and increasingly favoured, by privately held companies for acquisition financing, growth financing and refinancings.

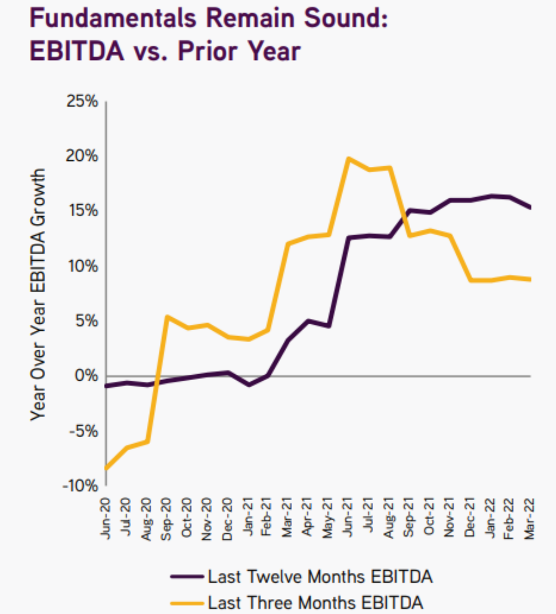


**Past performance is not a reliable indicator of future performance*

KKR believes the quantum of private equity dry powder, supplemented by private equity firms' ability and desire to raise more capital, will support continued transaction activity in KKC's preferred sectors (those having predictable and recurring cash flows), underpinning an attractive, under-served market for private junior debt for large leveraged buyouts and privately-owned companies.

Volatility Disconnected from fundamentals

The risk that the US Fed induces a recession to ensure price stability is a global concern, and the markets response showcases the interconnectivity of markets and infrastructure.



Source: KKR Credit Analysis as of March 31, 2022

Despite the current volatility, fundamental have remained sound. As corporate earnings continued to roll in, the bulk of concerns to date have been focused on weaker future guidance. Overall, earnings have been better than many expected.

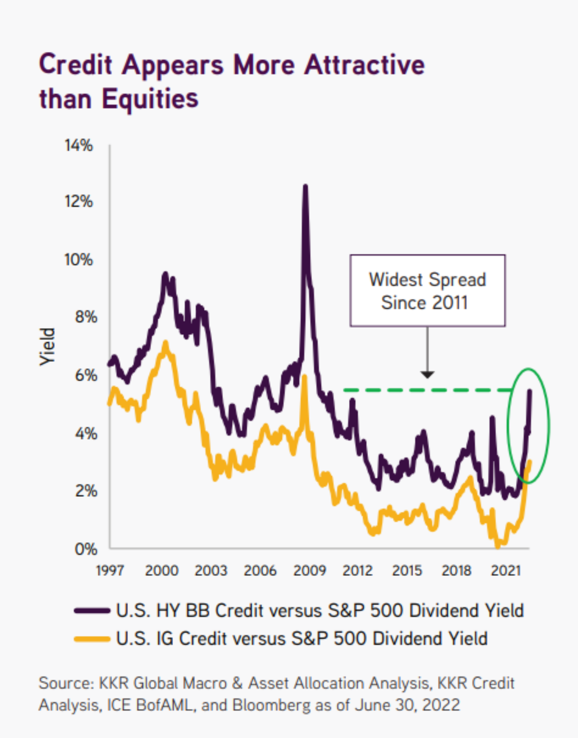
While KKR expects many companies to experience slowing growth and decreasing margins in the second half of calendar year 2022, it seems that the market is expecting company fundamentals to deteriorate drastically from here.

Why Credit Now

KKR believes that credit currently offers a more compelling risk-reward total return proposition over equities given current valuations, spread and yield levels, dollar discount and private credit's access to dry powder.

KKC continues to be opportunistic and take advantage of market technicals both in the primary and secondary markets across our credit platform.

KKC is sticking to its principles of core credit fundamentals and downside protection, but KKC's playbook will continue to evolve and change with every twist and turn in the market.



[1] Bloomberg and KKR Credit Analysis as of June 30, 2022.

KEY BENEFITS AND RISKS

BENEFITS

The key benefits of investing in the Fund include:

- **Attractive Target Distribution**
- **Attractive Target Return**
- **Diversified exposure**
- **Alignment of interests with Unitholders**
- **KKR product access**
- **Highly experienced KKR Credit team**

RISKS

Key risks include:

- **Allocation risk** in relation to the Investment Strategy
- **Illiquid and long term investments** in relation to the Investment Strategy
- **Potential conflicts of interests of the Responsible Entity and the Manager and its affiliates**
- Entities within the **"Perpetual Group"** may also act in various capacities for other funds or accounts, which may conflict with the role the Responsible Entity plays with respect to the Trust.
- **Market and economic risks** in relation to an investment in the Trust
- **Currency risk** in relation to an investment in the Trust
- **Pricing risk** in relation to an investment in the Trust
- **Liquidity risk** relating to Units in the Trust in relation to an investment in the Trust
- **Operational risk** in relation to an investment in the Trust
- **High yield investments risk** in relation to debt investments
- **Credit risk** in relation to debt investments
- **Interest rate risk** in relation to debt investments
- **Bankruptcy risk** in relation to debt investments

If you are uncertain as to whether an investment in the Trust is suitable for you, please contact your stockbroker, financial adviser, accountant, lawyer or other professional adviser.

About KKR

46	US$491	US$178	+660	US$25
years of experience	billion total assets under management[1]	billion credit assets under management	KKR Investment Professionals	billion invested alongside our clients

(1) Figures as of 30 June, 2022. Represents assets managed by KKR or its strategic partners (on a proportionate basis) as to which KKR is entitled to receive a fee or carried interest (either currently or upon deployment of capital) and proprietary general partner capital. (2) Includes investments/commitments made by KKR's balance sheet, KKR employees and other affiliates. Investments made by current and former KKR employees are retained by those individuals personally. Includes unfunded commitments made by individuals.

Important Information

General

This information has been prepared by KKR Australia Investment Management Pty Ltd ABN 42 146 164 454, AFSL 420 085 (the “Manager” or “KKR”) and issued by Seed Partnerships Pty Ltd ABN 32 606 230 639 AFSL 492973 on behalf of the Manager and The Trust Company (RE Services) Limited ABN 45 003 278 831, AFSL 235150 (the “Responsible Entity” or “TTCRESL”). TTCRESL is the responsible entity and issuer of units in the KKR Credit Income Fund ARSN 634 082 107 (“KKC” or the “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) and Target Market Determination (TMD) 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.

Information in this update

This information is only as current as the date indicated, and may be superseded by subsequent market events or for other reasons.

This information may contain projections or other forward-looking statements and comments regarding future events, including targets or expectations regarding the Trust’s business, plans and strategies. Forward-looking statements also include prospective financial information for the Trust. Forward looking statements can generally be identified by the use of forward looking words such as, “expect”, “anticipate”, “likely”, “intend”, “should”, “could”, “may”, “predict”, “plan”, “propose”, “will”, “believe”, “forecast”, “estimate”, “target” and other similar words that involve risks and uncertainties. Indications of, and guidance or outlook on, future earnings or financial position or performance are also forward looking statements. Forward looking statements involve inherent risks and uncertainties, both general and specific, and there is no assurance that such events or targets will be achieved. A number of important factors could cause the Trust’s actual results to differ materially from the plans, objectives, expectations, estimates and intentions expressed in such forward looking statements, and many of these factors are beyond the control of TTCRESL and KKR. This information is not a promise or representation as to the future and past performance is not a guarantee of future performance. Statements or assumptions in this information as to future matters may prove to be incorrect and may be superseded by subsequent market events or for other reasons. You acknowledge that the circumstances may change and that this information may become outdated as a result.

You should make your own independent assessment of this information and seek your own independent professional advice in relation to the information and any action taken on the basis of the information. Any term not defined in this update has the same meaning as defined in the PDS.

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You may be entitled to access information which the Manager holds about you. If you would like access or you do not want to receive other information, please contact the Manager.

The Manager's privacy policy is available on the KKC website www.kkcaustralia.com.au or by contacting the Manager as follows:

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