



Perpetual 

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

31 August 2020

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 financial statements if the entity's main assets are unlisted entities.

As at 30 June 2020, the Fund's primary investment is in KKR Global Credit Opportunities Access Fund L.P. (the "GCOF Access Fund"), which in turn holds an investment in KKR Global Credit Opportunities Master Fund L.P. ("GCOF").

Please find attached a copy of the most recent audited financial statements for the GCOF Access Fund and GCOF as at 31 December 2019.

Yours sincerely,

Kevin Razavi
Senior Corporate Client Manager
The Trust Company (RE Services) Limited

Contact Details

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The Trust Company (RE Services) Limited ABN: 45 003 278 831, AFSL: 235150 as Responsible Entity of the KKR Credit Income Fund (ARSN 634 082 107)

KKR

KKR Global Credit Opportunities
Access Fund L.P.
KKR Global Credit Opportunities
Master Fund L.P.

2019 ANNUAL REPORT

KKR Global Credit Opportunities Access Fund L.P.

Financial Statements as of December 31, 2019 and for the
Period from November 21, 2019 (Commencement of Operations)
to December 31, 2019, and Independent Auditors' Report

KKR GLOBAL CREDIT OPPORTUNITIES ACCESS FUND L.P.

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INDEPENDENT AUDITORS' REPORT

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

We have audited the accompanying financial statements of KKR Global Credit Opportunities Access Fund L.P., which comprise the statement of financial condition, as of December 31, 2019, and the related statements of operations, changes in partners' capital, and cash flows for the period from November 21, 2019 (commencement of operations) to December 31, 2019, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

Auditors' Responsibility

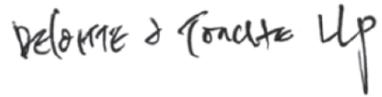
Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of KKR Global Credit Opportunities Access Fund L.P. as of December 31, 2019, and the results of its operations, changes in its partners' capital, and its cash flows for the period from November 21, 2019 (commencement of operations) to December 31, 2019, in accordance with accounting principles generally accepted in the United States of America.

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

March 12, 2020

KKR GLOBAL CREDIT OPPORTUNITIES ACCESS FUND L.P.

STATEMENT OF FINANCIAL CONDITION

AS OF DECEMBER 31, 2019

(Stated in United States Dollars)

(Amounts in thousands)

ASSETS

Investment in KKR Global Credit Opportunities Master Fund L.P. at fair value	\$ 536,037
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TOTAL ASSETS	\$ 536,037
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LIABILITIES AND PARTNERS' CAPITAL

LIABILITIES

Profit participating note, at fair value	\$ 536,036
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Other liabilities	1
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Total liabilities	536,037
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PARTNERS' CAPITAL

General Partner	-
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Limited partner	-
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Total partners' capital	-
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TOTAL LIABILITIES AND PARTNERS' CAPITAL	\$ 536,037
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The accompanying notes and the attached financial statements of the Master Fund are an integral part of these financial statements.

KKR GLOBAL CREDIT OPPORTUNITIES ACCESS FUND L.P.

STATEMENT OF OPERATIONS

FOR THE PERIOD FROM NOVEMBER 21, 2019 (COMMENCEMENT OF OPERATIONS)

TO DECEMBER 31, 2019

(Stated in United States Dollars)

(Amounts in thousands)

INVESTMENT INCOME ALLOCATED FROM KKR GLOBAL CREDIT OPPORTUNITIES MASTER FUND L.P.:	
Interest income	\$ 4,050
Dividend income	33
Other investment income	90
	<hr/>
Total investment income	4,173
	<hr/>
EXPENSES:	
ALLOCATED FROM KKR GLOBAL CREDIT OPPORTUNITIES MASTER FUND L.P.:	
Professional fees and other expenses	104
PARTNERSHIP EXPENSES:	
Other expenses	1
	<hr/>
Total expenses	105
	<hr/>
NET INVESTMENT INCOME (LOSS)	4,068
	<hr/>
NET REALIZED AND UNREALIZED GAINS (LOSSES) ALLOCATED FROM KKR GLOBAL CREDIT OPPORTUNITIES MASTER FUND L.P.:	
Net realized gains (losses)	(1,160)
Net unrealized appreciation (depreciation)	12,654
	<hr/>
Net realized and unrealized gains (losses) allocated from KKR Global Credit Opportunities Master Fund L.P.	11,494
	<hr/>
NET UNREALIZED APPRECIATION (DEPRECIATION) ON PROFIT PARTICIPATING NOTE:	
Net unrealized appreciation (depreciation)	(15,562)
	<hr/>
Net unrealized appreciation (depreciation) on profit participating note	(15,562)
	<hr/>
NET REALIZED AND UNREALIZED GAINS (LOSSES)	(4,068)
	<hr/>
NET INCOME (LOSS)	\$ -
	<hr/> <hr/>

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

KKR GLOBAL CREDIT OPPORTUNITIES ACCESS FUND L.P.

**STATEMENT OF CHANGES IN PARTNERS' CAPITAL
FOR THE PERIOD FROM NOVEMBER 21, 2019 (COMMENCEMENT OF OPERATIONS)
TO DECEMBER 31, 2019**

(Stated in United States Dollars)

(Amounts in thousands)

	<u>General Partner</u>	<u>Limited Partner</u>	<u>Total</u>
PARTNERS' CAPITAL - November 21, 2019 (commencement of operations)	\$ -	\$ -	\$ -
Allocation of net income (loss):			
Investment income	-	4,173	4,173
Expenses	-	(105)	(105)
Net realized and unrealized gains (losses)	-	(4,068)	(4,068)
Net income (loss)	-	-	-
PARTNERS' CAPITAL - December 31, 2019	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

KKR GLOBAL CREDIT OPPORTUNITIES ACCESS FUND L.P.

STATEMENT OF CASH FLOWS

**FOR THE PERIOD FROM NOVEMBER 21, 2019 (COMMENCEMENT OF OPERATIONS)
TO DECEMBER 31, 2019**

(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 the Master Fund	(520,474)
Net (income) loss allocated from the Master Fund	(4,069)
Net realized and unrealized (gains) losses allocated from the Master Fund	(11,494)
Net unrealized (appreciation) depreciation on Profit participating note	15,562
Change in other assets and liabilities:	
Increase (decrease) in other liabilities	<u>1</u>
Net cash provided by (used in) operating activities	<u>(520,474)</u>

CASH FLOWS FROM FINANCING ACTIVITIES:

Profit participating note issuance	<u>520,474</u>
Net cash provided by (used in) financing activities	<u>520,474</u>

NET CHANGE IN CASH, CASH EQUIVALENTS AND RESTRICTED CASH -

CASH, CASH EQUIVALENTS AND RESTRICTED CASH, Beginning of period -

CASH, CASH EQUIVALENTS AND RESTRICTED CASH, End of period \$ -

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

KKR GLOBAL CREDIT OPPORTUNITIES ACCESS FUND L.P.

NOTES TO THE FINANCIAL STATEMENTS FOR THE PERIOD FROM NOVEMBER 21, 2019 (COMMENCEMENT OF OPERATIONS) TO DECEMBER 31, 2019

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 which is indirectly owned by KKR Fund Holdings together with KKR Global Credit Opportunities Access Fund GP PTE. Ltd. (the “Singapore GP”), serve as the general partners of the Partnership and in such capacity for making investment decisions on behalf of the Partnership. KAM Advisors LLC, a Delaware limited liability company (the “Manager”), is the manager of the Partnership and manages the day-to-day operations of the Partnership. The Manager is a wholly owned subsidiary of KKR Credit Advisors (US) LLC (“KKR Credit”). KKR Credit is a wholly owned subsidiary of Kohlberg Kravis Roberts & Co. L.P. (“KKR”) and the General Partners are subsidiaries of KKR & Co. Inc.

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

No management fee or carried interest will be charged by either the master fund nor the Partnership with respect to the Limited Partners.

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

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 — All of the Partnership’s investing activities were conducted by the Master Fund and the Partnership recorded its proportionate share of the Master Fund’s income, expenses, and realized and unrealized gains and losses.

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 a 50% likelihood 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 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.

Distributions — Proceeds received from the Master Fund 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.

Allocation of Net Income or Net Loss — Income or loss is allocated to the Partnership Capital Accounts of all the partners in proportion to their respective ownership percentage.

Investment in KKR Global Credit Opportunities Master Fund L.P. — The Partnership carries its investment in the Master Fund at fair value based on the Partnership's proportionate interest, as a practical expedient, in the partners' capital of the Master Fund. Valuation of securities held by the Master Fund is discussed in the notes to the Master Fund's financial statements. At December 31, 2019, the Partnership's investment in the Master Fund was valued at \$536 million, which represents 25.87% of the Master Fund's partners' capital.

3. PARTNERS' CAPITAL

In accordance with the partnership agreement (the "Agreement"), the Partnership establishes a Capital Account ("Capital Account") for the limited partner. 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.

Generally, a limited partner may withdraw all or any portion of a Capital Account as of the last day of any calendar quarter (each such date, a "Withdrawal Date"), upon not less than 60 days' prior written notice to the General Partners. The payment of amounts effectively withdrawn by a limited partner shall

be made within 30 days of the applicable Withdrawal Date. If a limited partner withdraws 95% or more of a Capital Account, the Partnership shall pay the limited partner an amount equal to 95% of its estimated withdrawal proceeds (computed on the basis of unaudited data as of the Withdrawal Date) within 30 days after the Withdrawal date. The Partnership shall pay the balance within 30 days after the completion of the audit of the Partnership's books for the year in which the withdrawal occurs.

4. AGREEMENTS

Profit Participating Note — On November 8, 2019, the Partnership issued a Profit Participating Note ("PPN") to KKR Credit Income Fund. On December 31, 2019, the Partnership had a balance payable of \$520.5 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

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. As of December 31, 2019, no interest or principal was paid.

Manager — The Manager manages day-to-day operations of the Partnership. The Manager has contractually agreed to pay, absorb, or reimburse the Partnership so that Partnership expenses do not exceed an expense cap of 0.30% of the average NAV of the Partnership over the course of the fiscal year (the "Expense Cap"). The Expense Cap excludes Management Fees, investment expenses, tax expense, legal expenses, expenses incurred for the benefit of any Currency Tranche Interest, organizational cost, litigation expenses, extraordinary expenses and certain other Partnership expenses.

For the period from November 21, 2019 (commencement of operations) to December 31, 2019 and as of December 31, 2019, the Partnership was allocated from the Master Fund \$104 thousand of expenses for reimbursable Master Fund's Expenses that were funded by the Manager on a temporary basis in order to permit the Master Fund to satisfy the payment of such expenses. The Master Fund will reimburse the Manager for such amounts at cost, as and when investment proceeds are received by the Master Fund.

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, 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.

The General Partners believe that the Partnership's liquidity level is in excess of that necessary to sufficiently enable the Partnership to meet its anticipated liquidity requirements, including, but not limited to, payment of fees, administrative expenses and partnership redemption requests.

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 12, 2020 and determined that no additional disclosures were necessary.

* * * * *

KKR

KKR Global Credit Opportunities
Master Fund L.P.

2019 ANNUAL REPORT

KKR Global Credit Opportunities Master Fund L.P.

Financial Statements as of and for the Year Ended
December 31, 2019, and Independent Auditors' Report

KKR GLOBAL CREDIT OPPORTUNITIES MASTER FUND L.P.

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INDEPENDENT AUDITORS' REPORT

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

We have audited the accompanying financial statements of KKR Global Credit Opportunities Master Fund L.P., which comprise the statement of financial condition, including the schedule of investments as of December 31, 2019, and the related statements of operations, and changes in partners' capital for the year then ended, and the related notes to the financial statements.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

Auditors' Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.



Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of KKR Global Credit Opportunities Master Fund L.P. as of December 31, 2019, and the results of its operations, and changes in its partners' capital for the year then ended, in accordance with accounting principles generally accepted in the United States of America.

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

March 12, 2020

KKR GLOBAL CREDIT OPPORTUNITIES MASTER FUND L.P.

STATEMENT OF FINANCIAL CONDITION

AS OF DECEMBER 31, 2019

(Stated in United States Dollars)

(Amounts in thousands)

ASSETS

Investments, at estimated fair value (book value \$2,056,745)	\$ 2,025,558
Cash and cash equivalents	103,054
Restricted cash	612
Derivative assets	46,322
Accrued interest	27,888
Unsettled investment sales	13,411

TOTAL ASSETS \$ 2,216,845

LIABILITIES AND PARTNERS' CAPITAL

LIABILITIES

Unsettled investment purchases	\$ 75,862
Capital withdrawals payable	65,591
Due to Manager	1,831
Derivative liabilities	1,406

Total liabilities 144,690

PARTNERS' CAPITAL

General Partner	-
Limited partners	2,072,155

Total partners' capital 2,072,155

TOTAL LIABILITIES AND PARTNERS' CAPITAL \$ 2,216,845

See notes to financial statements.

KKR GLOBAL CREDIT OPPORTUNITIES MASTER FUND L.P.

SCHEDULE OF INVESTMENTS

AS OF DECEMBER 31, 2019

(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:										
Access CIG LLC	TL 2L 02/18	Software & Services	United States	USD	LIBOR + 775 bps	02/27/2026	6,194	\$ 6,218	\$ 6,179	0.30 %
Access CIG LLC	TL 1L 02/18	Software & Services	United States	USD	LIBOR + 375 bps	02/27/2025	1,698	1,689	1,699	0.08
Accuride Corp	TL 1L B 10/17	Capital Goods	United States	USD	LIBOR + 525 bps	11/17/2023	11,506	10,157	9,148	0.44
Advantage Sales & Marketing Inc	TL 2L 06/14	Commercial & Professional Services	United States	USD	LIBOR + 650 bps	07/25/2022	6,363	5,908	5,690	0.27
Advantage Sales & Marketing Inc	TL 1L B 06/14	Commercial & Professional Services	United States	USD	LIBOR + 325 bps	07/23/2021	14,858	14,451	14,429	0.70
Affordable Care Inc	TL 1L 10/15	Health Care Equipment & Services	United States	USD	LIBOR + 475 bps	10/24/2022	13,387	13,043	13,052	0.63
Albany Molecular Research Inc	TL 2L 07/17	Pharmaceuticals, Biotechnology & Life Sciences	United States	USD	LIBOR + 700 bps	08/30/2025	9,683	9,580	9,683	0.47
Applied Systems Inc	TL 2L 09/17	Software & Services	United States	USD	LIBOR + 700 bps	09/19/2025	10,206	10,206	10,431	0.50
Applied Systems Inc	TL 1L B 09/17	Software & Services	United States	USD	LIBOR + 325 bps	09/19/2024	4,889	4,853	4,913	0.24
Belk Inc	TL 1L B 10/19	Retailing	United States	USD	LIBOR + 675 bps	07/31/2025	28,274	24,320	19,898	0.96
Biolincia-Synowledge Holdings Corp	TL 1L 10/16	Pharmaceuticals, Biotechnology & Life Sciences	United States	USD	LIBOR + 425 bps	10/20/2023	3,748	3,665	3,656	0.18
Brand Energy & Infrastructure Services Inc	TL 1L 05/17	Capital Goods	United States	USD	LIBOR + 425 bps	06/21/2024	27,075	26,619	27,041	1.30
Brookfield Property REIT Inc	TL 1L B 04/18	Real Estate	United States	USD	LIBOR + 250 bps	08/24/2025	7,797	7,677	7,763	0.37
Camping World Good Sam	TL 1L B 03/18	Consumer Durables & Apparel	United States	USD	LIBOR + 275 bps	11/08/2023	16,640	15,104	15,778	0.76
Canister International Group Inc	TL 1L 12/19	Materials	United States	USD	LIBOR + 475 bps	12/21/2026	5,716	5,659	5,741	0.28
Caprock Midstream LLC	TL 1L B 10/18	Energy	United States	USD	LIBOR + 475 bps	11/03/2025	6,310	5,374	5,847	0.28
ClubCorp Club Operations Inc	TL 1L B 08/17	Consumer Services	United States	USD	LIBOR + 275 bps	09/18/2024	17,601	17,093	16,727	0.81
Corel Corp	TL 1L 06/19	Software & Services	United States	USD	LIBOR + 500 bps	06/27/2026	6,106	5,821	5,916	0.29
Coty Inc	TL 1L B 04/18	Household & Personal Products	United States	USD	LIBOR + 225 bps	04/07/2025	5,497	5,354	5,403	0.26
Coty Inc	TL 1L A 04/18	Household & Personal Products	United States	USD	LIBOR + 175 bps	04/05/2023	3,796	3,702	3,701	0.18
CPM Holdings Inc	TL 2L 10/18	Capital Goods	United States	USD	LIBOR + 825 bps	11/16/2026	3,982	3,947	3,930	0.19
CSM Bakery Products	TL 2L 07/13	Food, Beverage & Tobacco	United States	USD	LIBOR + 775 bps	07/05/2021	2,118	2,022	2,024	0.10
CSM Bakery Products	TL 1L B 07/13	Food, Beverage & Tobacco	United States	USD	LIBOR + 400 bps	07/03/2020	14,869	14,336	14,460	0.70
Diamond Resorts International Inc	TL 1L B 06/18	Consumer Services	United States	USD	LIBOR + 375 bps	09/02/2023	28,588	27,541	28,030	1.35
Direct ChassisLink Inc	TL 2L 04/19	Transportation	United States	USD	LIBOR + 825 bps	04/10/2026	6,701	6,399	6,182	0.30
Distribution International Inc	TL 1L 06/19	Retailing	United States	USD	LIBOR + 575 bps	12/15/2023	13,287	11,600	12,822	0.62
Diversey Inc	TL 1L 07/17	Materials	Netherlands	USD	LIBOR + 300 bps	09/06/2024	20,673	19,775	20,306	0.98
Douglas Holding AG	TL 1L B1 08/17	Retailing	Germany	EUR	EURIBOR + 350 bps	08/12/2022	5,892	5,452	5,579	0.27
Eagleclaw Midstream Ventures LLC	TL 1L 05/17	Energy	United States	USD	LIBOR + 425 bps	06/24/2024	9,589	8,156	8,902	0.43
EaglePicher Technologies LLC	TL 2L 02/18	Capital Goods	United States	USD	LIBOR + 725 bps	03/08/2026	2,688	2,672	2,616	0.13
EaglePicher Technologies LLC	TL 1L 02/18	Capital Goods	United States	USD	LIBOR + 325 bps	03/08/2025	13,635	13,264	13,554	0.65
Electronics For Imaging Inc	TL 1L 06/19	Technology Hardware & Equipment	United States	USD	LIBOR + 500 bps	07/23/2026	12,058	11,493	11,267	0.54
Emerald Expositions Holding Inc	TL 1L B 11/17	Media & Entertainment	United States	USD	LIBOR + 275 bps	05/22/2024	7,251	7,175	6,925	0.33
Emerald Performance Materials LLC	TL 2L 07/14	Materials	United States	USD	LIBOR + 775 bps	08/01/2022	2,627	2,621	2,573	0.12
Excelitas Technologies Corp	TL 2L 10/17	Technology Hardware & Equipment	United States	USD	LIBOR + 750 bps	12/01/2025	29,908	30,114	29,010	1.40
Flint Group GmbH	TL 1L B6 03/17 EUR	Materials	Germany	EUR	EURIBOR + 300 bps	09/07/2021	12	11	12	-
Flint Group GmbH	TL 1L B7 04/14 EUR	Materials	Germany	EUR	EURIBOR + 300 bps	09/07/2021	1,823	1,687	1,833	0.09
Flint Group GmbH	TL 1L B 04/14 EUR	Materials	Germany	EUR	EURIBOR + 300 bps	09/07/2021	7,511	7,133	7,554	0.36
Flint Group GmbH	TL 1L B4 11/15 EUR	Materials	Germany	EUR	EURIBOR + 300 bps	09/06/2021	1,102	1,051	1,108	0.05
Flint Group GmbH	TL 1L B5 02/17 EUR	Materials	Germany	EUR	EURIBOR + 300 bps	09/07/2021	843	820	848	0.04
Flint Group GmbH	TL 1L B3 05/15 EUR	Materials	Germany	EUR	EURIBOR + 300 bps	09/07/2021	173	163	174	0.01
Foresight Energy LLC	TL 1L B 03/17	Materials	United States	USD	LIBOR + 575 bps	03/28/2022	26,587	26,356	11,793	0.57
Gigamon Inc	TL 1L 11/17	Software & Services	United States	USD	LIBOR + 425 bps	12/27/2024	16,945	16,677	16,796	0.81
Gypsum Management & Supply Inc	TL 1L B 05/18	Capital Goods	United States	USD	LIBOR + 275 bps	06/01/2025	1,358	1,344	1,363	0.07
Hub International Ltd	TL 1L B 10/19	Insurance	United States	USD	LIBOR + 400 bps	04/25/2025	2,333	2,298	2,359	0.11
Invictus	TL 2L 01/18	Materials	United States	USD	LIBOR + 675 bps	03/30/2026	1,689	1,709	1,575	0.08
Jo-Ann Stores Inc	TL 1L B 10/16	Retailing	United States	USD	LIBOR + 500 bps	10/20/2023	15,569	15,494	10,947	0.53
Jo-Ann Stores Inc	TL 2L 04/18	Retailing	United States	USD	LIBOR + 925 bps	05/21/2024	2,833	2,802	1,022	0.05
Kenan Advantage Group Inc/The	TL 1L B1 07/15	Transportation	United States	USD	LIBOR + 300 bps	07/31/2022	6,194	6,074	6,165	0.30
Kenan Advantage Group Inc/The	TL 1L B2 07/15 Canadian Borrower	Transportation	United States	USD	LIBOR + 300 bps	07/31/2022	1,473	1,444	1,466	0.07
Laird PLC	TL 1L B 04/18	Technology Hardware & Equipment	Luxembourg	USD	LIBOR + 450 bps	07/09/2025	73	72	73	-
LifePoint Hospitals Inc	TL 1L 10/18	Health Care Equipment & Services	United States	USD	LIBOR + 450 bps	11/16/2025	307	306	310	0.01
MI Windows & Doors Inc	TL 1L 10/19	Capital Goods	United States	USD	LIBOR + 550 bps	11/06/2026	20,639	20,005	20,665	1.00
Misys Ltd	TL 2L 04/17 USD	Software & Services	United States	USD	LIBOR + 725 bps	06/13/2025	9,756	9,907	9,571	0.46
Misys Ltd	TL 1L 04/17	Software & Services	United States	USD	LIBOR + 350 bps	06/13/2024	7,400	7,141	7,364	0.36

See notes to financial statements.

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KKR GLOBAL CREDIT OPPORTUNITIES MASTER FUND L.P.

SCHEDULE OF INVESTMENTS

AS OF DECEMBER 31, 2019

(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 (Continued):										
Mitel US Holdings Inc	TL 1L 06/18	Technology Hardware & Equipment	United States	USD	LIBOR + 450 bps	11/30/2025	7,131	\$ 6,961	\$ 6,768	0.33 %
Monitronics International Inc	TL 1L EXIT 08/19	Commercial & Professional Services	United States	USD	LIBOR + 650 bps	03/29/2024	23,470	22,919	20,037	0.97
MultiPlan Inc	TL 1L B 05/16	Health Care Equipment & Services	United States	USD	LIBOR + 275 bps	06/07/2023	33,387	32,003	32,999	1.59
NEP Broadcasting LLC	TL 2L 09/18	Media & Entertainment	United States	USD	LIBOR + 700 bps	10/19/2026	16,980	16,537	15,409	0.74
Netsmart Technologies Inc	TL 1L 05/18 Add-on	Health Care Equipment & Services	United States	USD	LIBOR + 375 bps	04/19/2023	2,853	2,823	2,848	0.14
New Arclin US Holding Corp	TL 2L 02/17	Materials	United States	USD	LIBOR + 875 bps	02/14/2025	402	400	399	0.02
NPC International Inc	TL 1L 04/17	Consumer Services	United States	USD	LIBOR + 350 bps	04/19/2024	7,942	6,610	3,745	0.18
Numericable-SFR	TL 1L B13 07/18	Telecommunication Services	France	USD	LIBOR + 400 bps	08/14/2026	4,488	4,419	4,505	0.22
Onvoy LLC	TL 1L 01/17	Telecommunication Services	United States	USD	LIBOR + 450 bps	02/10/2024	4,444	4,259	4,033	0.19
Oryx Midstream Services LLC	TL 1L B 04/19	Energy	United States	USD	LIBOR + 400 bps	05/08/2026	478	456	474	0.02
P2 Energy Solutions, Inc.	TL 2L 10/13	Software & Services	United States	USD	LIBOR + 800 bps	04/30/2021	188	185	184	0.01
P2 Energy Solutions, Inc.	TL 1L 10/13	Software & Services	United States	USD	LIBOR + 375 bps	10/30/2020	35,766	35,564	35,666	1.72
Paradigm Acquisition Corp	TL 2L 10/18 LC	Health Care Equipment & Services	United States	USD	LIBOR + 750 bps	10/26/2026	1,309	1,307	1,303	0.06
PAREXEL International Corp	TL 1L 08/17	Pharmaceuticals, Biotechnology & Life Sciences	United States	USD	LIBOR + 275 bps	09/27/2024	25,810	24,951	25,391	1.23
Peak 10 Holding Corp	TL 1L 07/17	Telecommunication Services	United States	USD	LIBOR + 350 bps	08/01/2024	13,745	12,795	11,499	0.55
PetVet Care Centers LLC	TL 2L 01/18	Health Care Equipment & Services	United States	USD	LIBOR + 625 bps	02/13/2026	12,802	12,701	12,674	0.61
Ply Gem Holdings Inc	TL 1L B 03/18	Capital Goods	United States	USD	LIBOR + 375 bps	04/12/2025	3,096	3,031	3,098	0.15
PSAV Inc	TL 1L 02/18	Software & Services	United States	USD	LIBOR + 325 bps	03/03/2025	38	37	38	-
PSAV Inc	TL 2L 02/18	Software & Services	United States	USD	LIBOR + 725 bps	09/01/2025	8,153	7,840	7,745	0.37
Quimper AB	TL 2L 02/19	Materials	Sweden	EUR	EURIBOR + 825 bps	02/15/2027	4,058	4,531	4,437	0.21
Quorum Health Corp	TL 1L 04/16	Health Care Equipment & Services	United States	USD	LIBOR + 675 bps	04/29/2022	13,798	13,718	13,580	0.66
Sequa Corp	TL 2L 04/17	Materials	United States	USD	LIBOR + 900 bps	04/28/2022	38,620	38,895	38,052	1.84
Sequa Corp	TL 1L B 11/17	Materials	United States	USD	LIBOR + 500 bps	11/28/2021	26,303	26,195	26,364	1.27
SI Group Inc	TL 1L 07/18	Materials	United States	USD	LIBOR + 475 bps	10/15/2025	4,895	4,774	4,882	0.24
SIRVA Worldwide Inc	TL 2L 07/18	Commercial & Professional Services	United States	USD	LIBOR + 950 bps	08/03/2026	2,536	2,379	2,447	0.12
SIRVA Worldwide Inc	TL 1L 07/18	Commercial & Professional Services	United States	USD	LIBOR + 550 bps	08/04/2025	5,026	4,954	4,976	0.24
Smart & Final Stores LLC	TL 1L B 05/19	Food & Staples Retailing	United States	USD	LIBOR + 675 bps	06/20/2025	8,461	7,695	8,186	0.40
Smart Foodservice	TL 1L B 05/19	Food & Staples Retailing	United States	USD	LIBOR + 475 bps	06/20/2026	3,888	3,852	3,922	0.19
SMG/PA	TL 2L 12/17	Consumer Services	United States	USD	LIBOR + 700 bps	01/23/2026	3,632	3,661	3,674	0.18
SRS Distribution Inc	TL 1L B 05/18	Capital Goods	United States	USD	LIBOR + 325 bps	05/23/2025	6,658	6,423	6,619	0.32
Steinhoff	TL 1L 07/19 (SFH Super Senior)	Household & Personal Products	Luxembourg	EUR	Fixed + 1000 bps	12/31/2021	402	419	436	0.02
Steinhoff	TL 1L 08/19 (SFH A1)	Household & Personal Products	Luxembourg	EUR	Fixed + 1000 bps	12/31/2021	26,150	24,325	22,522	1.09
Superion LLC	TL 1L 08/18	Software & Services	United States	USD	LIBOR + 375 bps	08/29/2025	1,926	1,830	1,845	0.09
Sutherland Global Services Inc	TL 1L 10/14_Cayman Borrower	Software & Services	United States	USD	LIBOR + 538 bps	04/23/2021	6,455	6,373	6,394	0.31
Sutherland Global Services Inc	TL 1L 10/14_US Borrower	Software & Services	United States	USD	LIBOR + 538 bps	04/23/2021	27,729	27,378	27,469	1.33
Syncsort Inc	TL 1L B 10/19 (Add-on)	Software & Services	United States	USD	LIBOR + 600 bps	08/16/2024	9,320	8,726	8,901	0.43
Systems Maintenance Services Holdings Inc	TL 1L B 10/16	Software & Services	United States	USD	LIBOR + 500 bps	10/30/2023	4,786	4,114	3,760	0.18
Talbots Inc	TL 1L B 11/18	Retailing	United States	USD	LIBOR + 700 bps	11/28/2022	9,416	9,313	9,228	0.45
Team Health Inc	TL 1L 01/17	Health Care Equipment & Services	United States	USD	LIBOR + 275 bps	02/06/2024	30,830	28,832	25,107	1.21
Total Safety US Inc	TL 1L B 07/19	Capital Goods	United States	USD	LIBOR + 600 bps	08/16/2025	27,974	26,093	26,575	1.28
Transplace	TL 2L 09/17	Transportation	United States	USD	LIBOR + 875 bps	10/06/2025	7,785	7,645	7,396	0.36
Utility One Source LP	TL 1L 03/17	Capital Goods	United States	USD	LIBOR + 550 bps	04/18/2023	9,502	9,568	9,597	0.46
Vantage Specialty Chemicals Inc	TL 2L 10/17	Materials	United States	USD	LIBOR + 825 bps	10/27/2025	4,053	4,008	3,536	0.17
Vantage Specialty Chemicals Inc	TL 1L B 10/17	Materials	United States	USD	LIBOR + 350 bps	10/26/2024	1,653	1,458	1,547	0.07
Varsity Brands Inc	TL 1L 11/17	Consumer Durables & Apparel	United States	USD	LIBOR + 350 bps	12/16/2024	4,337	4,136	4,274	0.21
VeriFone Systems Inc	TL 1L 07/18	Software & Services	United States	USD	LIBOR + 400 bps	08/20/2025	727	711	720	0.03
Verscend Holding Corp	TL 1L B 07/18	Health Care Equipment & Services	United States	USD	LIBOR + 450 bps	08/27/2025	4,354	4,354	4,394	0.21
Vertafore Inc	TL 2L 07/18	Software & Services	United States	USD	LIBOR + 725 bps	07/02/2026	7,719	7,597	7,663	0.37
Vertafore Inc	TL 1L 05/18	Software & Services	United States	USD	LIBOR + 325 bps	06/04/2025	20,477	19,721	20,285	0.98
Vertiv Group Corp	TL 1L 03/17	Technology Hardware & Equipment	United States	USD	LIBOR + 400 bps	11/30/2023	42,231	41,076	42,231	2.04
Vivint Inc	TL 1L B 06/18	Commercial & Professional Services	United States	USD	LIBOR + 800 bps	04/01/2024	847	844	850	0.04
WIRB-Copernicus Group Inc	TL 1L B 12/19	Health Care Equipment & Services	United States	USD	LIBOR + 400 bps	01/08/2027	3,460	3,426	3,469	0.17
WireCo WorldGroup Inc	TL 1L 07/16	Capital Goods	United States	USD	LIBOR + 500 bps	09/29/2023	3,826	3,826	3,646	0.18
WireCo WorldGroup Inc	TL 2L 07/16	Capital Goods	United States	USD	LIBOR + 900 bps	09/30/2024	10,335	10,387	9,405	0.45
Xerox Business Services /Conduent	TL 1L B 09/17	Software & Services	United States	USD	LIBOR + 250 bps	12/07/2023	389	384	389	0.02
Yak Access LLC	TL 1L B 05/18	Capital Goods	United States	USD	LIBOR + 500 bps	07/11/2025	17,437	16,747	16,887	0.81
Total corporate loans								\$ 1,071,720	\$ 1,038,353	50.11 %

See notes to financial statements.

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KKR GLOBAL CREDIT OPPORTUNITIES MASTER FUND L.P.

SCHEDULE OF INVESTMENTS

AS OF DECEMBER 31, 2019

(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:										
AbbVie Inc	2.950% 11/2026 144A	Pharmaceuticals, Biotechnology & Life Sciences	United States	USD	295 bps	11/21/2026	11,727	\$ 11,795	\$ 11,920	0.58 %
Alliant Holdings I Inc	6.750% 10/2027 144A	Insurance	United States	USD	675 bps	10/15/2027	12,607	12,711	13,525	0.65
AmWINS Group Inc	7.750% 07/2026 144A	Insurance	United States	USD	775 bps	07/01/2026	5,276	5,507	5,846	0.28
Cemex Materials LLC	7.700% - 07/2025	Materials	United States	USD	770 bps	07/21/2025	15,671	16,835	17,708	0.85
Centennial Resource Production LLC	5.375% 01/2026 144A	Energy	United States	USD	538 bps	01/15/2026	15,403	14,518	15,177	0.73
CHS/Community Health Systems, Inc.	8.000% 03/2026 144A	Health Care Equipment & Services	United States	USD	800 bps	03/15/2026	21,411	21,181	22,093	1.07
Cleaver-Brooks Inc	7.875% 03/2023 144A	Capital Goods	United States	USD	788 bps	03/01/2023	10,270	10,270	10,274	0.50
ClubCorp Club Operations Inc	8.500% 09/2025 144A	Consumer Services	United States	USD	850 bps	09/15/2025	22,544	22,212	19,735	0.95
CommScope Inc	8.250% 03/2027 144A	Technology Hardware & Equipment	United States	USD	825 bps	03/01/2027	31,954	31,898	33,691	1.63
CommScope Inc	5.500% 06/2024 144A	Technology Hardware & Equipment	United States	USD	550 bps	06/15/2024	35,271	33,851	35,800	1.73
Consolidated Energy Finance SA	6.500% 05/2026 144A	Materials	Luxembourg	USD	650 bps	05/15/2026	1,444	1,444	1,358	0.07
Consolidated Energy Finance SA	6.875% 06/2025 144A	Materials	Luxembourg	USD	688 bps	06/15/2025	2,193	2,215	2,100	0.10
Cornerstone Chemical Co	6.750% 08/2024 144A	Materials	United States	USD	675 bps	08/15/2024	7,865	7,841	7,337	0.35
Coty Inc	6.500% 04/2026 144A	Household & Personal Products	United States	USD	650 bps	04/15/2026	2,065	1,889	2,179	0.11
Diamond Resorts International Inc	10.750% 09/2024 144A	Consumer Services	United States	USD	1075 bps	09/01/2024	9,494	9,777	9,973	0.48
Diamond Resorts International Inc	7.750% 09/2023 144A	Consumer Services	United States	USD	775 bps	09/01/2023	6,632	6,798	6,838	0.33
Dun & Bradstreet Corp/The	10.250% 02/2027 144A	Software & Services	United States	USD	1025 bps	02/15/2027	4,044	4,558	4,658	0.22
EnerSys	4.375% 12/2027 144A	Capital Goods	United States	USD	438 bps	12/15/2027	1,977	1,977	1,957	0.09
Enterprise Development Authority/The	12.000% 07/2024 144A	Consumer Services	United States	USD	1200 bps	07/15/2024	4,698	4,829	5,393	0.26
Flora Food Group	7.875% 05/2026 144A	Food, Beverage & Tobacco	Netherlands	USD	788 bps	05/15/2026	31,876	30,667	31,937	1.54
Foresight Energy LLC	11.500% 4/2023 144A	Materials	United States	USD	1150 bps	04/01/2023	17,305	15,671	692	0.03
Genesis Energy	5.625% 06/2024	Energy	United States	USD	563 bps	06/15/2024	1,120	1,100	1,084	0.05
Genesys Telecommunications Laboratories Inc	10.000% 11/2024 144A	Technology Hardware & Equipment	United States	USD	1000 bps	11/30/2024	3,544	3,834	3,839	0.19
GFL Environmental Inc	7.000% 06/2026 144A	Commercial & Professional Services	Canada	USD	700 bps	06/01/2026	13,184	13,544	13,965	0.67
GFL Environmental Inc	8.500% 05/2027 144A	Commercial & Professional Services	Canada	USD	850 bps	05/01/2027	4,305	4,305	4,743	0.23
Global Partners LP / GLP Finance Corp	7.250% 07/2027 144A	Energy	United States	USD	700 bps	08/01/2027	3,722	3,722	3,965	0.19
Heartland Dental Care Inc	8.500% 05/2026 144A	Pharmaceuticals, Biotechnology & Life Sciences	United States	USD	850 bps	05/01/2026	17,667	17,267	18,137	0.88
Hub International Ltd	7.000% 05/2026 144A	Insurance	United States	USD	700 bps	05/01/2026	14,499	14,721	15,369	0.74
Indigo Natural Resources LLC	6.875% 02/2026 144A	Energy	United States	USD	688 bps	02/15/2026	7,561	6,879	7,126	0.34
Intelsat Jackson Holdings SA	5.500% 08/2023	Media & Entertainment	Luxembourg	USD	550 bps	08/01/2023	26,913	24,991	23,175	1.12
JC Penney Corp Inc	5.650% 06/2020	Retailing	United States	USD	565 bps	06/01/2020	8,832	8,982	8,328	0.40
JC Penney Corp Inc	8.625% 03/2025 144A	Retailing	United States	USD	863 bps	03/15/2025	4,250	4,051	2,520	0.12
Kenan Advantage Group Inc/The	7.875% 07/2023 144A	Transportation	United States	USD	788 bps	07/31/2023	31,267	31,615	30,668	1.48
LifePoint Hospitals Inc	9.750% 12/2026 144A	Health Care Equipment & Services	United States	USD	975 bps	12/01/2026	13,634	13,474	15,441	0.75
Lycra	5.375% 05/2023 144A	Consumer Durables & Apparel	Netherlands	EUR	538 bps	05/01/2023	10,329	9,552	8,861	0.43
Lycra	7.500% 05/2025 144A	Consumer Durables & Apparel	Netherlands	USD	750 bps	05/01/2025	14,464	14,421	11,613	0.56
Maxim Crane Works LP / Maxim Finance Corp	10.125% 08/2024 144A	Capital Goods	United States	USD	1013 bps	08/01/2024	21,032	21,230	22,127	1.07
Merlin Entertainments PLC	4.500% 11/2027 144A	Consumer Services	Ireland	EUR	450 bps	11/15/2027	1,009	1,117	1,192	0.06
Merlin Entertainments PLC	6.625% 11/2027 144A	Consumer Services	Ireland	USD	663 bps	11/15/2027	15,118	15,288	16,044	0.77
Multi-Color Corp	10.500% 07/2027 144A	Commercial & Professional Services	United States	USD	1050 bps	07/15/2027	21,425	21,534	21,950	1.06
Multi-Color Corp	6.750% 07/2026 144A	Commercial & Professional Services	United States	USD	675 bps	07/15/2026	13,118	13,331	13,962	0.67
Neon Holdings Inc	10.125% 04/2026 144A	Materials	United States	USD	1013 bps	04/01/2026	5,174	5,128	5,160	0.25
PAREXEL International Corp	6.375% 09/2025 144A	Pharmaceuticals, Biotechnology & Life Sciences	United States	USD	638 bps	09/01/2025	19,165	18,650	19,165	0.92
Pattonair Holdings Ltd	9.000% 11/2022 144A	Capital Goods	United States	USD	900 bps	11/01/2022	14,665	14,931	15,366	0.74
Plastipak Holdings Inc	6.250% 10/2025 144A	Materials	United States	USD	625 bps	10/15/2025	15,605	14,434	13,498	0.65
Ply Gem Holdings Inc	8.000% 04/2026 144A	Capital Goods	United States	USD	800 bps	04/15/2026	14,600	14,444	15,257	0.74
Quorum Health Corp	11.625% 04/2023	Health Care Equipment & Services	United States	USD	1163 bps	04/15/2023	11,100	11,081	9,488	0.46
Solera LLC	10.500% 03/2024 144A	Software & Services	United States	USD	1050 bps	03/01/2024	51,002	53,032	54,223	2.62
SRS Distribution Inc	8.250% 07/2026 144A	Capital Goods	United States	USD	825 bps	07/01/2026	25,956	26,321	26,873	1.30
Surgery Partners Holdings LLC	6.750% 07/2025 144A	Health Care Equipment & Services	United States	USD	675 bps	07/01/2025	4,096	3,921	4,108	0.20
Team Health Inc	6.375% 02/2025 144A	Health Care Equipment & Services	United States	USD	638 bps	02/01/2025	9,084	8,230	6,090	0.29
Telesat Canada	4.875% 06/2027 144A	Media & Entertainment	Canada	USD	488 bps	06/01/2027	5,366	5,366	5,473	0.26
Teva Pharmaceutical Industries Ltd	2.950% 12/2022	Pharmaceuticals, Biotechnology & Life Sciences	Curacao	USD	295 bps	12/18/2022	4,540	4,335	4,344	0.21
Teva Pharmaceutical Industries Ltd	2.200% 07/2021	Pharmaceuticals, Biotechnology & Life Sciences	Netherlands	USD	220 bps	07/21/2021	4,162	3,999	4,038	0.19
Teva Pharmaceutical Industries Ltd	2.800% 07/2023	Pharmaceuticals, Biotechnology & Life Sciences	Netherlands	USD	280 bps	07/21/2023	4,808	4,414	4,469	0.22

See notes to financial statements.

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KKR GLOBAL CREDIT OPPORTUNITIES MASTER FUND L.P.

SCHEDULE OF INVESTMENTS

AS OF DECEMBER 31, 2019

(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):										
Theravance Biopharma Inc	3.250% 11/2023	Pharmaceuticals, Biotechnology & Life Sciences	Cayman Islands	USD	325 bps	11/01/2023	13,858	\$ 13,262	\$ 14,387	0.69 %
TIBCO Software Inc	11.375% 12/2021 144A	Software & Services	United States	USD	1138 bps	12/01/2021	8,032	8,303	8,329	0.40
Transocean Inc	7.250% 11/2025 144A	Energy	United States	USD	725 bps	11/01/2025	24,000	21,397	23,581	1.14
TruckPro LLC	11.000% 10/2024 144A	Capital Goods	United States	USD	1100 bps	10/15/2024	5,331	5,025	5,504	0.27
USI Holdings Corp	6.875% 05/2025 144A	Insurance	United States	USD	688 bps	05/01/2025	26,449	26,406	27,103	1.31
Vertiv Group Corp	9.250% 10/2024 144A	Technology Hardware & Equipment	United States	USD	925 bps	10/15/2024	31,275	31,239	33,687	1.63
VICI Properties Inc	4.625% 12/2029 144A	Consumer Services	United States	USD	463 bps	12/01/2029	2,078	2,078	2,175	0.10
Vivint Inc	7.625% 09/2023	Commercial & Professional Services	United States	USD	763 bps	09/01/2023	6,340	6,185	5,978	0.29
Vivint Inc	7.875% 12/2022	Commercial & Professional Services	United States	USD	788 bps	12/01/2022	21,396	21,390	21,637	1.04
Vivint Inc	8.750% 12/2020	Commercial & Professional Services	United States	USD	875 bps	12/01/2020	53,354	52,514	53,422	2.58
Whiting Petroleum Corp	1.250% 04/2020	Energy	United States	USD	125 bps	04/01/2020	3,335	3,276	3,272	0.16
Whiting Petroleum Corp	6.625% 01/2026	Energy	United States	USD	663 bps	01/15/2026	4,162	3,530	2,847	0.14
Total high yield securities								\$ 896,293	\$ 893,774	43.13 %
STRUCTURED PRODUCTS AND OTHER INVESTMENTS:										
Allegany Park CLO, Ltd.	ALLPK 2019-1A E	Diversified Financials	United States	USD	LIBOR + 678 bps	01/20/2033	402	\$ 396	\$ 396	0.02 %
AMMC CLO 22 Ltd	AMMC 2018-22A E1B	Diversified Financials	Cayman Islands	USD	LIBOR + 575 bps	04/25/2031	1,451	1,390	1,373	0.07
Apidos CLO	APID 2019-32A E	Diversified Financials	United States	USD	LIBOR + 675 bps	01/20/2033	1,500	1,500	1,500	0.07
ARES LII CLO Ltd	Ares 2019-52A E	Diversified Financials	Cayman Islands	USD	LIBOR + 655 bps	04/22/2031	1,087	1,056	1,091	0.05
ARES XLVII CLO Ltd	ARES 2018-47A E	Diversified Financials	United States	USD	LIBOR + 550 bps	04/15/2030	1,520	1,385	1,450	0.07
Bain Capital Credit CLO 2019-2	BCC 2019-2A E	Diversified Financials	United States	USD	LIBOR + 675 bps	10/17/2032	1,189	1,166	1,183	0.06
Ballyrock CLO 2016-1 Ltd	Bally 2016-1A ER	Diversified Financials	Cayman Islands	USD	LIBOR + 670 bps	10/15/2028	2,000	2,000	2,001	0.10
Ballyrock CLO 2018-1 Ltd	BALLY 2018-1A D	Diversified Financials	United States	USD	LIBOR + 580 bps	04/20/2031	3,000	2,749	2,784	0.13
Ballyrock CLO 2019-1 Ltd	Bally 2019-1A D	Diversified Financials	Cayman Islands	USD	LIBOR + 680 bps	07/15/2032	3,515	3,413	3,440	0.17
Ballyrock CLO 2019-2 Ltd	BALLY 2019-2A D	Diversified Financials	United States	USD	LIBOR + 774 bps	11/20/2030	2,092	2,050	2,095	0.10
Benefit Street Partners CLO X Ltd	BSP 2016-10A DR	Diversified Financials	United States	USD	LIBOR + 665 bps	01/15/2029	2,195	2,184	2,191	0.11
Benefit Street Partners CLO XVII Ltd	BSP 2019-17A E	Diversified Financials	United States	USD	LIBOR + 660 bps	07/15/2032	3,294	3,263	3,273	0.16
Bristol Park CLO, LTD.	Bristol Park E Notes	Diversified Financials	Cayman Islands	USD	LIBOR + 725 bps	04/15/2029	1,175	1,145	1,176	0.06
Carlyle Global Market Strategies	CGMS 2019-1A D	Diversified Financials	Cayman Islands	USD	LIBOR + 670 bps	04/20/2031	1,445	1,418	1,432	0.07
Charlotte Russe Inc	Common Stock	Retailing	United States	USD	Non-Accrual	N/A	1	21	-	-
Dryden 71 CLO Ltd	Dryden 71 CLO E Notes	Diversified Financials	Cayman Islands	USD	LIBOR + 620 bps	01/15/2029	2,000	1,973	1,996	0.10
Dryden 75 CLO Ltd	DRSLF 2019-75A ER	Diversified Financials	United States	USD	LIBOR + 658 bps	07/15/2030	750	743	751	0.04
Dryden Senior Loan Fund	DRSLF 2019-72A E	Diversified Financials	Cayman Islands	USD	LIBOR + 680 bps	05/15/2032	1,000	1,000	1,002	0.05
Eaton Vance CLO 2019-1 Ltd	EATON 2019-1A E	Diversified Financials	Cayman Islands	USD	LIBOR + 675 bps	04/15/2031	1,646	1,617	1,652	0.08
Gibson Guitar Corp	Common Stock	Consumer Durables & Apparel	United States	USD	Non-Accrual	N/A	102	11,961	13,224	0.64
Gilbert Park CLO, Ltd.	Gilbert Park E Notes	Diversified Financials	Cayman Islands	USD	LIBOR + 640 bps	10/15/2030	1,523	1,523	1,534	0.07
Grippen Park Clo Ltd	GRIPP 2017-1A E	Diversified Financials	Cayman Islands	USD	LIBOR + 570 bps	01/20/2030	1,766	1,655	1,730	0.08
Milos CLO LLC	17 1A E Notes	Diversified Financials	United States	USD	LIBOR + 630 bps	10/20/2030	1,494	1,460	1,472	0.07
Misys Ltd	Perpetual Preferred L+1025	Software & Services	United States	USD	LIBOR + 1025 bps	04/10/2049	9	8,460	8,416	0.41
Neuberger Berman CLO XVI-S Ltd	NEUB 2017-16SA E	Diversified Financials	Cayman Islands	USD	LIBOR + 540 bps	01/15/2028	1,813	1,778	1,790	0.09
Neuberger Berman Clo XXV Ltd	NEUB 25A E Notes	Diversified Financials	Cayman Islands	USD	LIBOR + 615 bps	10/18/2029	3,550	3,521	3,524	0.17
Neuberger Berman Loan Advisers CLO 26, Ltd.	NEUB 26 E Notes	Diversified Financials	Cayman Islands	USD	LIBOR + 590 bps	10/18/2030	1,140	1,140	1,115	0.05
Neuberger Berman Loan Advisers CLO 34 Ltd	NEUB 2019-34A E	Diversified Financials	Cayman Islands	USD	LIBOR + 780 bps	01/20/2033	1,000	980	999	0.05
Neuberger Berman Loan Advisers CLO 35 Ltd	NEUB 2019-35A E	Diversified Financials	United States	USD	LIBOR + 700 bps	01/19/2033	1,100	1,100	1,100	0.05
OCTAGON INVESTMENT PARTNERS 33, LTD	Oct33 D Notes	Diversified Financials	Cayman Islands	USD	LIBOR + 630 bps	01/20/2031	2,275	2,275	2,259	0.11
Octagon Investment Partners XXI Ltd	OCT21 2014-1A DRR	Diversified Financials	Cayman Islands	USD	LIBOR + 700 bps	02/14/2031	1,447	1,427	1,440	0.07
Proserv Acquisition LLC	Common Stock	Energy	United Kingdom	USD	Non-Accrual	N/A	29	371	160	0.01
Proserv Acquisition LLC	Preferred Stock	Energy	United Kingdom	USD	Non-Accrual	N/A	9	60	105	0.01
Regatta XVI Funding Ltd	REG16 2019-2A E	Diversified Financials	United States	USD	LIBOR + 700 bps	01/15/2033	3,500	3,431	3,511	0.17
Shackleton 2019-XIV Clo Ltd	SHACK 2019-14A D	Diversified Financials	United States	USD	LIBOR + 648 bps	07/20/2030	1,100	1,050	1,068	0.05
TCW CLO 2019-1 AMR Ltd	TCW 2019-1A E	Diversified Financials	United States	USD	LIBOR + 675 bps	02/15/2029	2,000	2,000	2,003	0.10
THL Credit Wind River 2017-4 CLO Ltd.	Wind River 2017-4 E Notes	Diversified Financials	Cayman Islands	USD	LIBOR + 580 bps	11/20/2030	1,139	1,139	1,063	0.05
TICP CLO XIII Ltd	TICP 2019-13A E	Diversified Financials	United States	USD	LIBOR + 675 bps	07/15/2032	1,649	1,649	1,651	0.08
USI Holdings Corp	Preferred Equity 11.50% PIK	Insurance	United States	USD	LIBOR + 1150 bps	11/30/2049	2	2,292	2,429	0.12
VICI Properties Inc	Common Stock	Consumer Services	United States	USD	Non-Accrual	N/A	437	8,147	11,163	0.54
Voya CLO 2016-4 Ltd	VOYA 2016-4 E-2 Notes	Diversified Financials	Cayman Islands	USD	LIBOR + 665 bps	07/20/2029	883	844	889	0.04
Total structured products and other investments								\$ 88,732	\$ 93,431	4.54 %
Total Investments								\$ 2,056,745	\$ 2,025,558	97.78 %

See notes to financial statements.

(continued)

KKR GLOBAL CREDIT OPPORTUNITIES MASTER FUND L.P.

SCHEDULE OF INVESTMENTS

AS OF DECEMBER 31, 2019

(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					
State Street Bank and Trust Company	GBP	01/21/2020	£ 264,487	\$ 23,946	1.15 %
State Street Bank and Trust Company	GBP	01/21/2020	£ 185,600	16,804	0.80
State Street Bank and Trust Company	GBP	01/21/2020	£ 48,526	4,394	0.20
State Street Bank and Trust Company	GBP	01/21/2020	£ 8,960	811	0.04
State Street Bank and Trust Company	EUR	01/21/2020	€ 21,779	367	0.02
JPMorgan Chase & Co	EUR	01/14/2020	€ 667	(5)	0.00
JPMorgan Chase & Co	EUR	01/14/2020	€ 327	(5)	0.00
State Street Bank and Trust Company	GBP	01/21/2020	£ 143	(5)	0.00
JPMorgan Chase & Co	EUR	04/08/2020	€ 1,520	(8)	0.00
JPMorgan Chase & Co	EUR	01/14/2020	€ 590	(9)	0.00
State Street Bank and Trust Company	EUR	01/21/2020	€ 608	(10)	0.00
JPMorgan Chase & Co	EUR	01/14/2020	€ 674	(12)	0.00
JPMorgan Chase & Co	EUR	04/08/2020	€ 1,183	(13)	0.00
State Street Bank and Trust Company	GBP	01/21/2020	£ 157	(14)	0.00
JPMorgan Chase & Co	EUR	01/14/2020	€ 1,289	(19)	0.00
JPMorgan Chase & Co	EUR	04/08/2020	€ 1,523	(21)	0.00
JPMorgan Chase & Co	EUR	01/14/2020	€ 1,531	(25)	0.00
JPMorgan Chase & Co	EUR	01/14/2020	€ 2,191	(35)	0.00
JPMorgan Chase & Co	EUR	04/08/2020	€ 2,972	(50)	0.00
JPMorgan Chase & Co	EUR	01/14/2020	€ 4,058	(65)	0.00
State Street Bank and Trust Company	GBP	01/21/2020	£ 857	(78)	0.00
State Street Bank and Trust Company	GBP	01/21/2020	£ 3,276	(298)	(0.01)
JPMorgan Chase & Co	EUR	08/31/2020	€ 17,854	(310)	(0.01)
State Street Bank and Trust Company	GBP	01/21/2020	£ 4,668	(424)	(0.02)
				<u>\$ 44,916</u>	<u>2.17 %</u>

See notes to financial statements.

(concluded)

KKR GLOBAL CREDIT OPPORTUNITIES MASTER FUND L.P.

STATEMENT OF OPERATIONS

FOR THE YEAR ENDED DECEMBER 31, 2019

(Stated in United States Dollars)

(Amounts in thousands)

INVESTMENT INCOME:

Interest income	\$ 110,924
Dividend income (net of withholding taxes of \$176)	489
Other investment income	<u>2,961</u>
Total investment income	<u>114,374</u>

EXPENSES:

Management fees	7,890
Professional fees and other expenses	<u>3,681</u>
Total expenses	<u>11,571</u>

NET INVESTMENT INCOME (LOSS)	<u>102,803</u>
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NET REALIZED AND UNREALIZED GAINS (LOSSES):

Net realized gains (losses)	(57,723)
Net change in unrealized appreciation (depreciation)	<u>100,754</u>
Net realized and unrealized gains (losses)	<u>43,031</u>

NET INCOME (LOSS)	<u>\$ 145,834</u>
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See notes to financial statements.

KKR GLOBAL CREDIT OPPORTUNITIES MASTER FUND L.P.

STATEMENT OF CHANGES IN PARTNERS' CAPITAL FOR THE YEAR ENDED DECEMBER 31, 2019

(Stated in United States Dollars)

(Amounts in thousands)

	<u>General Partner</u>	<u>Limited Partners</u>	<u>Total</u>
PARTNERS' CAPITAL - January 1, 2019	\$ -	\$ 1,248,310	\$ 1,248,310
Capital contributions	-	791,221	791,221
Allocation of net income (loss)			
Investment income	-	114,374	114,374
Expenses	-	(11,571)	(11,571)
Net realized and unrealized gains (losses)	-	43,031	43,031
Net income (loss)	-	145,834	145,834
Incentive Allocation	3	(3)	-
Capital withdrawals	(3)	(113,207)	(113,210)
PARTNERS' CAPITAL - December 31, 2019	<u>\$ -</u>	<u>\$ 2,072,155</u>	<u>\$ 2,072,155</u>

See notes to financial statements.

KKR GLOBAL CREDIT OPPORTUNITIES MASTER FUND L.P.

NOTES TO FINANCIAL STATEMENTS

AS OF DECEMBER AND FOR THE YEAR ENDED DECEMBER 31, 2019

1. ORGANIZATION

KKR Global Credit Opportunities Master Fund L.P. (the “Partnership” and the “Master Fund”), a Cayman Islands exempted limited partnership, was organized on February 6, 2014. The Partnership commenced operations on December 22, 2014. The Partnership is registered under the Mutual Funds Law of the Cayman Islands.

KKR Associates Global Credit Opportunities GP L.P. (the “General Partner”), a Cayman Islands exempted limited partnership which is indirectly owned by KKR Fund Holdings, serves as the general partner of the Partnership and in such capacity for making investment decisions on behalf of the Partnership. KAM Advisors LLC, a Delaware limited liability company is the manager of the Partnership (the “Manager”), and manages the day-to-day operations of the Partnership. The Manager is a wholly owned subsidiary of KKR Credit Advisors (US) LLC (“KKR Credit”). KKR Credit is a wholly owned subsidiary of Kohlberg Kravis Roberts & Co. L.P. (“KKR”) and the General Partner is a subsidiary of KKR & Co. Inc.

KKR Global Credit Opportunities Fund (Overseas) L.P., a Cayman Islands exempted limited partnership, KKR Global Credit Opportunities Fund L.P., a Delaware limited partnership, KKR Global Credit Opportunities Fund (Overseas) Feeder L.P., a Cayman Islands exempted limited partnership, KKR Global Credit Opportunities Feeder II L.P., a Delaware limited partnership, and KKR Global Credit Opportunities Access Fund L.P., a Singapore Limited Partnership are feeder funds (collectively the “Feeder Funds”), through which investors may invest in the Master Fund.

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 credits. 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 — Master funds are 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, 2019, there were \$103.1 million of cash and cash equivalents (4.97% of partners' capital), of which \$101.6 million is cash equivalents and \$1.5 million is cash. Cash equivalents consisted of shares in the State Street Institutional Treasury Plus Money Market Fund. These cash equivalents are categorized as Level 1 assets.

Restricted Cash — Restricted cash represents amounts that are held by third parties under certain of the Master Fund's derivative transactions. Interest income earned on restricted cash is recorded in other investment income in the statement of operations. As of December 31, 2019, there was \$0.6 million of restricted cash.

Manager Compensation — The Partnership pays the Manager a management fee ("Management Fee") and incentive allocation ("Incentive Allocation"). See Note 4 for further discussion of the specific terms of the computation. The Management Fee is paid quarterly in advance and amortized monthly during the quarter it is earned.

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 a 50% likelihood 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 are 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 U.S. 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 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-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 common stocks actively traded as of December 31, 2019.

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, corporate loans, and foreign exchange forward contracts where the fair value is based on observable market inputs as of December 31, 2019.

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 structured products and other investments not actively traded as of December 31, 2019. There were no liabilities included in this category as of December 31, 2019.

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 Structured Products and Other Investments — Certain 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

For limited partners, the Partnership has established Tranche A interest (“Tranche A Interest”), Tranche B interest (“Tranche B Interest”) and Tranche C interest (“Tranche C Interest”). The Tranche A Interests, the Tranche B Interests and the Tranche C Interests are identical except (a) with respect to the Management Fee rate that is charged, (b) with respect to the Incentive Allocation that is charged to Tranche B Interests only and (c) Tranche C Interests holders have the ability to elect to receive distributions. The distributions constitute Net Investment Income and are distributed on a quarterly basis.

In accordance with the partnership agreement (the “Agreement”), the Partnership establishes a Partnership Capital Account (“Capital Account”) for each of the limited partners. Each partners’ Partnership 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 Partnership Capital Account balances for such period, with the exception of Management Fee and Incentive Allocation, which are allocated specifically to each partner. The Partnership may also enter into currency hedging contracts for certain investors which are allocated specifically to each partner.

Generally, a limited partner may withdraw all or any portion of a Capital Account as of the last day of any calendar quarter (each such date a “Withdrawal Date”), upon not less than 60 days’ prior written notice to the General Partner. The payment of amounts effectively withdrawn by a limited partner shall be made within 30 days of the applicable Withdrawal Date. If a limited partner withdraws 95% or more of a Capital Account, the Partnership shall pay the limited partner an amount equal to 95% of its estimated withdrawal proceeds (computed on the basis of unaudited data as of the Withdrawal Date) within 30 days after the Withdrawal date. The Partnership shall pay the balance within 30 days after the completion of the audit of the Partnership’s books for the year in which the withdrawal occurs.

As of December 31, 2019, some limited partners that invested in the Master Fund through Feeder Funds are affiliated with the General Partner (“Affiliated Limited Partners”). The aggregate value of the Affiliated Limited Partners’ share of partners’ capital at December 31, 2019, is approximately \$69.9 million (3.37% of partners’ capital).

4. AGREEMENTS

Manager — The Manager manages day-to-day operations of the Partnership. For these services, the Partnership pays the Manager a Management Fee, calculated and payable quarterly. With respect to Tranche A Interests and Tranche C Interests, the Management Fee is calculated on the opening balance for each quarter, at a rate of 0.90% per annum for each Limited Partner whose Partnership Capital Accounts have an aggregate net asset value of less than \$75 million; 0.85% per annum for each Limited Partner whose Partnership Capital Accounts have an aggregate net asset value of greater than or equal to \$75 million and less than \$150 million; 0.75% per annum for each Limited Partner whose Partnership Capital Accounts have an aggregate net asset value of greater than or equal to \$150 million. With respect to the Tranche B Interests, the Management Fee is calculated on the opening balance for each quarter, at a rate of 0.55% per annum for each Limited Partner whose Partnership Capital Accounts have an aggregate net asset value of less than \$75 million; 0.50% per annum for each Limited Partner whose Partnership Capital Accounts have an aggregate net asset value of greater than or equal to \$75 million and less than \$150 million; 0.40% per annum for each Limited Partner whose Partnership Capital Accounts have an aggregate net asset value of greater than or equal to \$150 million.

With respect to the Tranche B Interests, the General Partner is entitled to receive an Incentive Allocation at each fiscal year end. The Incentive Allocation is equal to 15.00% of the annual appreciation of the net asset value (“NAV”) appreciation of Tranche B Interests in excess of hurdle rate as defined in the partnership agreement. The hurdle amount will not be applied on cumulative or compounded basis and will be calculated anew for each fiscal year.

The Manager has contractually agreed to pay, absorb, or reimburse the Partnership so that Partnership expenses do not exceed an expense cap of 0.30% of the average NAV of the Partnership over the course of the fiscal year (the “Expense Cap”). The Expense Cap excludes Management Fees, investment expenses, tax expense, legal expenses, expenses incurred for the benefit of any Currency Tranche Interest, organizational cost, litigation expenses, extraordinary expenses and certain other Partnership expenses. For the year ended December 31, 2019, the expenses incurred by the Partnership did not exceed the Expense Cap and accordingly there were no expenses paid, absorbed or reimbursed by the Manager.

For the year ended December 31, 2019, the Partnership incurred approximately \$7.9 million of Management Fees. As of December 31, 2019, the Partnership had a balance due to the Manager of \$1.8 million 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.

The Incentive Allocation to the General Partner for the year ended December 31, 2019 was \$3 thousand.

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, 2019, are as follows:

	<u>Tranche A</u> <u>Interest</u>	<u>Tranche B</u> <u>Interest</u>	<u>Tranche C</u> <u>Interest</u>
Total return			
Total return before Incentive Allocation	10.01 %	8.96 %	8.55 %
Incentive Allocation *	-	-	-
Total return after Incentive Allocation	<u>10.01 %</u>	<u>8.96 %</u>	<u>8.55 %</u>
Ratios to average partners’ capital			
Expenses:			
Management fees	0.67 %	0.39 %	0.54 %
Professional fees and other expenses	<u>0.25</u>	<u>0.22</u>	<u>0.20</u>
Total expenses	<u>0.92 %</u>	<u>0.61 %</u>	<u>0.74 %</u>
Incentive Allocation *	-	-	-
Total expenses and Incentive Allocation	<u>0.92 %</u>	<u>0.61 %</u>	<u>0.74 %</u>
Net investment income (loss)	<u>6.70 %</u>	<u>6.97 %</u>	<u>6.66 %</u>

* Rounds to less than 0.01%.

Financial highlights are calculated for each Tranche. An individual partner’s return and ratios may vary based on different Management Fee and Incentive Allocation arrangements and the timing and amount of capital transactions.

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, 2019.

The table below summarizes the aggregate notional amount and estimated net fair value of the derivative instruments as of December 31, 2019, (amounts in thousands):

	Notional	Estimated Fair Value
Foreign exchange forward contracts	\$ 703,285	\$ 44,916

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 \$60.5 million and realized gains/(losses) of \$52.8 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. As of December 31, 2019, \$612 thousand of collateral posted for the foreign currency hedges was recorded as restricted cash in the statement of financial condition. The fair value of derivative assets and liabilities are reported gross on the statement of financial condition. As of December 31, 2019, the net amount of derivative assets due to/from JPMorgan Chase & Co and State Street would be \$0.6 million and \$45.5 million, respectively.

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, 2019, 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, 2019
Investments:				
Corporate loans	\$ -	\$ 1,038,353	\$ -	\$ 1,038,353
High yield securities	-	893,774	-	893,774
Structured products and other investments	11,163	-	82,268	93,431
Derivative assets	-	46,322	-	46,322
Derivative liabilities	-	(1,406)	-	(1,406)
Total	<u>\$ 11,163</u>	<u>\$ 1,977,043</u>	<u>\$ 82,268</u>	<u>\$ 2,070,474</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, 2019 (amounts in thousands):

	Fair Value Measurements Using Significant Unobservable Inputs (Level 3)	
	Corporate loans	Structured products and other investments
Purchases	\$ 609	\$ 45,066

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, 2019 (fair value amounts in thousands):

	Fair Value as of December 31, 2019	Valuation Techniques ⁽¹⁾	Unobservable Inputs ⁽²⁾	Range (Weighted Average) ⁽³⁾	
Structured products and other investments ⁽⁴⁾	\$	82,268	Market comparables	LTM EBITDA multiple	1.8x - 13.5x (13.3x)
				NTM EBITDA multiple	10x - 13.5x (13.4x)
			Yield analysis	Discount margin	5.9x - 7.9x (6.8x)
				Yield	12% - 13% (13%)
				Net leverage	6.2x - 10.0x (9.1x)
				EBITDA multiple	13.7x - 16.0x (15.5x)
			Broker quotes	Bid price	101.25
			Discounted cash flow	Probability of default	2% - 2% (2%)
				Loss severity	40% - 40% (40%)
				Constant prepayment rate	20% - 20% (20%)
				Weighted average cost of capital	11% - 11% (11%)
				Exit multiple LTM EBITDA	11x - 11x (11x)
			Others	Liquidation analysis	N/A
Transaction value	N/A				

(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 \$82,268, \$8,812, \$265 and \$1,500 were valued solely using yield analysis, liquidation analysis and transaction cost, 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.

The General Partner believes that the Partnership's liquidity level is in excess of that necessary to sufficiently enable the Partnership to meet its anticipated liquidity requirements, including, but not limited to, payment of fees and administrative expenses and partner redemption requests.

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 12, 2020, the date the financial statements were issued, and determined that no additional disclosures were necessary.

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