



channel capital

APOLLO

# Apollo Asset Backed Credit Trust (AUD) Class A

Fund Report as at 31 January 2026

For Professional &amp; Wholesale Investors Only

## FUND DETAILS

<b>APIR</b>	CHN5250AU
<b>ARSN</b>	684 032 291
<b>Fund Name</b>	Apollo Asset Backed Credit Trust (AUD)
<b>Responsible Entity</b>	Channel Investment Management Limited ("CIML" or "RE")
<b>Underlying Company</b>	Apollo Asset Backed Credit Company LLC
<b>Underlying Company Manager</b>	Apollo Manager, LLC, subsidiary of Apollo Asset Management, Inc.
<b>Underlying Company's Investment Objective<sup>1</sup></b>	The Underlying Company seeks to invest in asset backed finance assets that provide high current income, backed by stable, contractual cashflows.
<b>Fund Inception Date</b>	31/03/2025
<b>Net Asset Value</b>	A\$162.3M
<b>Underlying Company Net Asset Value</b>	US\$1.70B
<b>Redemption Unit Price</b>	A\$1.0100
<b>Valuations, Applications and Redemptions<sup>2</sup></b>	Monthly
<b>Distributions</b>	Monthly <sup>3</sup>
<b>Currency Hedging</b>	The Fund targets a hedge ratio of 100% to AUD
<b>Management Fee<sup>4</sup></b>	1.15% p.a. of the net asset value of the Fund
<b>Indirect Performance Fee</b>	The Fund does not charge a performance fee. However, the Underlying Company is entitled to charge a performance fee of 10% on returns exceeding a 5% p.a. hurdle rate <sup>5</sup> .

## UNDERLYING COMPANY CHARACTERISTICS

### ASSET BACKED CREDIT PORTFOLIO

2.98 years

Weighted Average Life<sup>6</sup>

1.50 years

Portfolio Effective Duration<sup>7</sup>

69%

Floating Rate

75%

IG / IG Equivalent Exposure

91%

Proprietary Origination

161

Number of Investments

0.0x

Company Level Leverage<sup>8</sup>

## PERFORMANCE SUMMARY (NET RETURN)<sup>†</sup>

	1M	3M	6M	FYTD	1Y	Inception
	0.38%	1.33%	3.28%	3.62%		5.04%

## FUND PERFORMANCE (NET RETURN)<sup>†</sup>

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	CYTD
2025				0.04%	0.80%	0.53%	0.33%	0.50%	0.86%	0.55%	0.42%	0.52%	4.64%
2026	0.38%												0.38%

**†Past performance is not indicative nor a guarantee of future returns.** The performance data presented herein pertains specifically to the Class A units of the Apollo Asset Backed Credit Trust (AUD) (the "Fund") and is predicated on the month-end unit prices expressed in Australian Dollars. Net return of the Fund has been calculated after the deduction of management fees and operating costs. Please note that these figures do not factor in the potential tax obligations at an individual investor level. The value of an investment can rise and fall and past performance is not indicative of future performance. The Net Asset Value is determined by subtracting Fund liabilities from Fund assets. Unless stated otherwise, all figures disclosed in this report are net of GST and RITC. Investors are reminded to seek independent financial advice before making investment decisions based on this performance data.

1. The Fund invests substantially all of its assets into the Underlying Company. Please refer to the Fund's Product Disclosure Statement for more information.
2. Processed monthly, subject to available liquidity. The RE retains discretion to accept or reject redemption requests.
3. When applicable or available from the Underlying Company, or otherwise as determined by the RE.
4. Inclusive of GST and less RITC. Includes the Fund's management fee of 0.15% p.a., the Underlying Company's management fee of 1.00% p.a., and excludes the Underlying Company's estimated expenses of 0.75% p.a.
5. Refer to the Fund's Product Disclosure Statement for more information on performance fees.
6. Weighted Average Life is the average time in years that each dollar of principal in a portfolio is expected to be outstanding before being repaid.
7. Portfolio Effective Duration is a measurement of the portfolio's sensitivity to changes in interest rates.
8. Leverage is expressed as Company Level debt to equity, excluding FinCo line utilised for short-term settlements.

---

## UNDERLYING COMPANY<sup>9</sup> PORTFOLIO UPDATE

Consistent with the positioning outlined in our December portfolio update, the Underlying Company entered the year with a deliberately defensive, carry-oriented posture. Apollo maintained an overweight allocation to IG/IG-like assets, anchored in senior secured exposure, durable structural credit enhancement, and a bias toward shorter-duration, self-amortising cash flows. With corporate and securitised spreads compressed, underwriting has remained focused on principal preservation and structural alpha rather than incremental beta to further tightening. The Underlying Company's portfolio returns are driven primarily by contractual carry, deleveraging mechanics, and clearly defined repayment waterfalls supported by amortisation, sequential pay structures, and performance-based triggers.

Relative value remains highly transaction-specific. Against a backdrop of generally tight public Asset-Backed Finance spreads, Apollo's opportunity set is differentiated by complexity, collateral transparency, and the ability to negotiate bespoke documentation. Apollo favours structures with meaningful credit enhancement, amortisation, overcollateralisation, conservative advance rates, and dynamic borrowing-base protections, while avoiding exposures dependent on benign refinancing conditions or stable mark-to-market technicals. The Underlying Company's deployment has been concentrated in situations where structural protections and pricing of remote tail risk compare favourably to similarly rated public alternatives, particularly where sponsor alignment and reporting transparency enhance downside control.

Funding and liquidity discipline remain central to the Underlying Company's investment approach. Apollo continues to take advantage of attractive financing without mark-to-market triggers, with diversified counterparties, and staggered maturities to mitigate refinancing clustering. This framework preserves optionality, allowing Apollo to hold through volatility and allocate capital into dislocations rather than react to them. In the current environment, Apollo views funding durability and balance-sheet flexibility as important contributors to portfolio return asymmetry, particularly across capital solutions and warehouse-dependent platforms.

While baseline credit performance across core consumer and residential collateral remains stable, Apollo remains attentive to headline-driven risk-off moves, technical unwinds, and dispersion between assets with similar ratings but materially different structural integrity. Portfolio construction reflects this awareness: with the Underlying Company remaining senior in the capital structure, emphasising enforceable covenants and performance-based deleveraging, and concentrated exposures in transactions where collateral behaviour, servicing quality, and deal mechanics collectively support a high probability of money-good outcomes.

9. The Apollo Asset Backed Credit Trust (AUD) ARSN 684 032 291 ('Fund') invests substantially all of its assets into the Apollo Asset Backed Credit Company LLC ('the Underlying Company'). The Underlying Company is managed by Apollo Manager, LLC, ('the Underlying Company Manager'), which is a subsidiary of Apollo Asset Management, Inc. (together with its subsidiaries, 'Apollo').

## MARKET OVERVIEW

As of 31 January 2026, market conditions extended late-2025's constructive risk tone as money markets reacted to incremental shifts in inflation and labour data. The Federal Open Market Committee (FOMC) held the U.S. target range for the federal funds rate at 3.50%–3.75%, noting inflation remains "somewhat elevated."<sup>10</sup> The U.S. Treasury curve stayed positively sloped, supporting carry in short-duration credit.

Inflation showed further headline progress but persistent core pressure. The U.S. consumer price index (CPI) for January rose 0.2% month-over-month and 2.4% year-over-year, with core at 0.3% and 2.5%.<sup>11</sup> U.S. Bureau of Labor Statistics data reinforces a "last mile" dynamic, slower disinflation and a higher bar for near-term easing. Market-based expectations remain anchored.

Growth moderated but remained constructive. Payrolls increased by 130,000, unemployment held near 4.3%, and wage growth was 3.7% year-over-year.<sup>12</sup> Real GDP rose 1.4% annualised in Q4 2025, with real final sales up 2.4%.<sup>13</sup> For Asset-Backed Finance, stable employment continues to support household cash flows and collateral performance, while moderating inflation shapes affordability and prepayment behaviour.

Against a K-shaped economic backdrop (where different asset classes move in opposite directions simultaneously), characterised by divergence in macroeconomic conditions between low- and high-income consumers, consumer credit trends continue to normalise, with manageable delinquency migration in cards and autos.<sup>14</sup>

Residential mortgage performance remains supported by borrower equity and seasoning, with delinquencies low by historical standards.<sup>15</sup> In Commercial Real Estate (CRE), stress remains concentrated in select office and transitional assets, while multifamily and industrial fundamentals are comparatively stable. The Underlying Company does not actively invest into these areas of CRE stress. Consumer mortgage-backed security delinquencies have risen but remain property-type specific.<sup>16</sup>

Valuations remain firm, with investment-grade and high-yield option adjusted spread near 74 basis points and 280 basis points, respectively.<sup>17</sup> Securitised issuance began the year steadily, and January ended with an all-time record of US\$98.7 billion of SP issuance.<sup>18</sup> Bank and warehouse lending conditions have stabilised but remain selective, with differentiation driven by collateral quality and structural protections.<sup>19</sup>

Across Asset-Backed Finance, dispersion persists. Transactions with conservative leverage, strong documentation, and performance-based deleveraging continue to clear efficiently, while structures reliant on refinancing or optimistic residual assumptions face wider clearing levels. The Underlying Company's portfolio returns are increasingly driven by structure, underwriting discipline and funding durability, rather than broad spread compression.

10. Federal Reserve Board, Federal Reserve issues FOMC statement (Jan. 28, 2026).

11. U.S. Bureau of Labor Statistics, Consumer Price Index — January 2026 (released Feb. 13, 2026).

12. U.S. Bureau of Labor Statistics, The Employment Situation — January 2026 (released Feb. 11, 2026).

13. U.S. Bureau of Economic Analysis, GDP (Advance Estimate), 4th Quarter and Year 2025 (released Feb. 20, 2026).

14. Federal Reserve Bank of New York, Quarterly Report on Household Debt and Credit.

15. Mortgage Bankers Association, National Delinquency Survey".

16. Trepp, CMBS Delinquency Report.

17. Federal Reserve Bank of St. Louis (FRED), ICE BofAU.S. Corporate OAS (BAMLCOA0CM) and ICE BofAU.S. High Yield OAS (BAMLH0A0HYM2), levels as of Jan. 30, 2026.

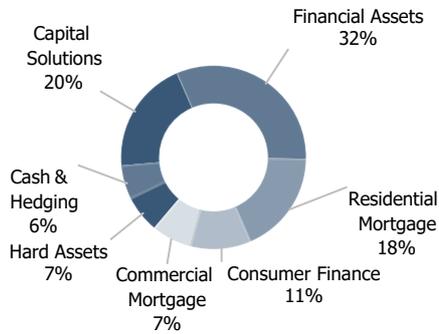
18. CreditFlow, CREDITFLOW SP CLOSE, (January 2026).

19. Federal Reserve Board, Senior Loan Officer Opinion Survey on Bank Lending Practices.

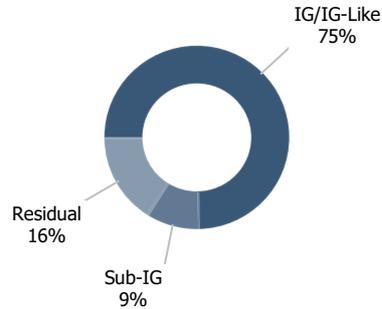
UNDERLYING COMPANY<sup>20</sup>

As of 31 January 2026

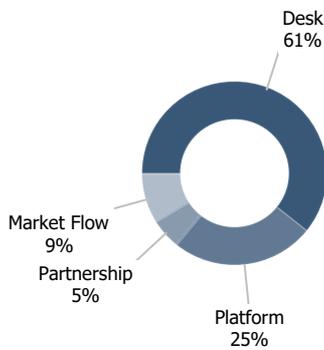
PILLARS



RISK LEVEL BREAKDOWN



ORIGINATION CHANNEL



REGIONAL BREAKDOWN

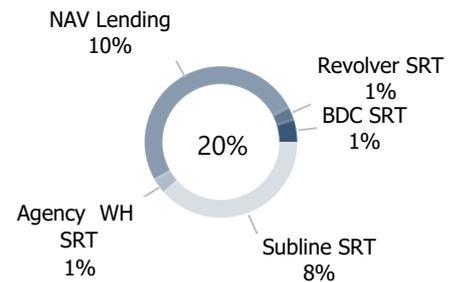


UNDERLYING PORTFOLIO BREAKDOWN<sup>21</sup>

As of 31 January 2026

CAPITAL SOLUTIONS

- The Capital Solutions pillar remains a key driver of portfolio deployment, with the NAV lending pipeline expanding materially. ABC continues to originate high-quality, SRT and NAV transactions that can deliver compelling returns on investment-grade / investment-grade-like exposures. The strategy focuses on partnering with blue-chip counterparties and investing in senior, well-diversified, portfolios featuring robust credit enhancement and protective triggers. We remain selective on prioritizing RWA (risk-weighted asset) release as banks syndicate more risk into the market. The near-term pipeline includes NAV loans and subscription-line SRTs with leading private equity sponsors.

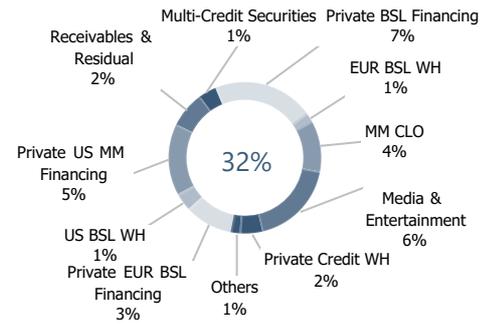


20. As of 31 January, 2026. Portfolio breakdowns include Unsettled Investments and exclude Trade Date Cash + Hedging. Subject to change. Diversification does not ensure profit or protect against loss. Past performance is not indicative nor a guarantee of future returns. There can be no assurance that Fund will achieve its objectives or avoid substantial losses. There is no guarantee that similar allocations or investment opportunities will become available in the future or, if available, profitable. Please refer to the Product Disclosure Statement sections for additional disclosures.

21. Portfolio breakdowns include Unsettled Investments and exclude Trade Date Cash + Hedging. Subject to change at any time without notice. There is no guarantee that similar allocations or investments will be available in the future.

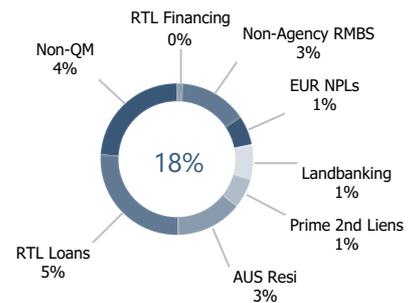
### FINANCIAL ASSETS

- We've increasingly seen issuers that typically raised capital in traditional borrowing markets tap the Asset-Backed Securities market as an alternative source of financing, specifically music royalties and sports & media.
- ABC maintained balanced exposure across structured finance facilities, and opportunistic financings in sectors such as sports, entertainment, and music royalties. Ongoing deals in music royalty and sports-capital funding pipelines illustrate our continued emphasis on large-scale partnerships with contractual cashflows. The portfolio remains conservatively positioned in terms of LTV and duration, and we believe it has benefited from Apollo's platform-level risk management procedures.



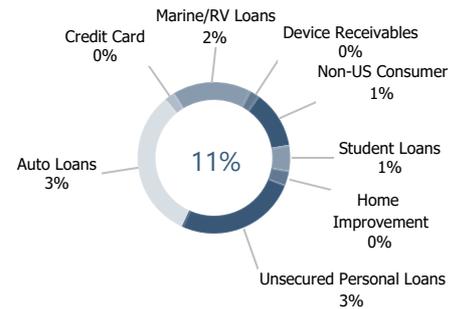
### RESIDENTIAL MORTGAGES

- Borrower performance remains stable amid resilient housing fundamentals. Home prices have stabilized but show regional divergence, creating targeted opportunities across a variety of local metro markets. ABC continues to scale exposure through non-U.S. origination partnerships and forward-flow arrangements, particularly in the UK and Australia, where banks are rationalizing balance sheets. The Australian housing market remains well-supported by low unemployment, stable housing values, and resilient construction costs. The pipeline includes land-banking, residential transition lending ("RTL") upsizes, and selective non-performing loans ("NPL") acquisitions. Apollo's ABF platform continues to monitor early-stage delinquencies and home-price appreciation closely.



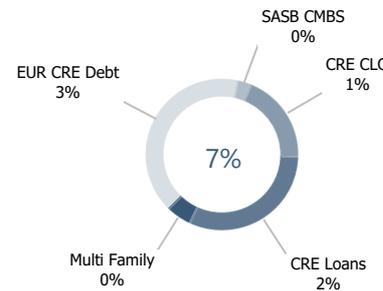
### CONSUMER FINANCE

- The strength of the prime homeowner borrower base continues to underpin stable performance across the consumer landscape. While rising delinquencies in select unsecured segments warrant monitoring, overall credit quality remains robust. ABC continues to emphasize exposure to high-FICO homeowners, utilizing Apollo's affiliated origination platforms and partnerships. Diligent oversight of counterparties and collateral verification remains a focus in light of recent headlines around fraud at select issuers. The pipeline includes opportunities in non-U.S. consumer loans and mobile device receivables, with an emphasis on secured, amortizing assets offering resilient cashflows. We maintain a preference for transactions where the origination platform retains significant exposure, reflecting strong alignment of interests.



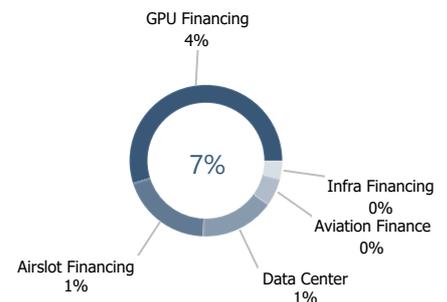
### COMMERCIAL MORTGAGE

- CRE financing markets strengthened throughout the quarter, aided by tighter financing spreads and improved depth in bank lending channels. Recent originations have performed well, and we continue to prioritize senior structures with conservative LTVs and experienced sponsorship. While tariffs have begun to affect select property sub-sectors, we remain focused on multifamily, logistics, and data centers - segments supported by secular demand. ABC continues to evaluate opportunities in transitional loan facilities and private CRE CLOs that can offer enhanced yield and structural protection. In parallel, we are seeing increased bank and insurance appetite for senior participations, which improves liquidity and supports efficient capital deployment across the platform.



### HARD ASSETS

- We maintain a disciplined approach to the Hard Assets pillar. While opportunities in AI and GPU-related infrastructure are increasing, we remain selective given potential economic headwinds. Financing markets for aviation, transportation, and energy infrastructure remain robust, supporting selective origination through Apollo's affiliated platforms. New opportunities include GPU server financings and airport slot transactions, both of which benefit from tangible collateral and long-term contracted revenue.



## TOP 10 POSITIONS

As at 31 January 2026

Pillar	Sub-Pillar	Description	% Total Portfolio Market Value
Financial Assets	Private BSL Financing	Structured private financing facility holding a diverse portfolio of broadly-syndicated corporate loans.	6%
Financial Assets	Private US MM Financing	Structured private facility holding a diverse portfolio of middle market loans.	5%
Residential Mortgage	Non-QM	Aggregation trust that holds a diverse portfolio of individual residential mortgage loans. The underlying trust holds 600+ mortgages.	4%
Hard Assets	GPU Financing	A senior secured financing transaction supporting GPU-backed leasing to a large-scale artificial intelligence operator, featuring contractual payments, straight line amortization, and hard-asset collateral.	4%
Financial Assets	Private EUR BSL Financing	Structured private financing facility holding a diverse portfolio of broadly-syndicated Euro corporate loans.	3%
Commercial Mortgage	EUR CRE Debt	Vehicle primarily holding a diverse portfolio of senior, performing loans secured by high-quality commercial real estate throughout the U.K. and Europe.	3%
Capital Solutions	Subline SRT	SRT transaction backed by a diverse portfolio of subscription facilities made to funds managed by blue-chip managers. SRTs can offer significant credit enhancement.	3%
Financial Assets	Receivables Financing & Residual	Hybrid transaction consisting of CLO residual exposure and related fee receivables from asset management and advisory services.	2%
Residential Mortgage	RTL Loans	Residential Transition Loan ("RTL") forward flow agreement with diversified exposure across the U.S.	2%
Commercial Mortgage	CRE Loans	Vehicle primarily holding a diversified portfolio of Apollo originated first lien US CRE mortgage loans.	2%
			<b>35% Total</b>

### APOLLO AT A GLANCE

As of 30 September 2025

#### APOLLO CREDIT

US\$723B

Credit Assets Under Management

30+

Years of Experience

~585

Credit Investment Professionals

>50%

Of AUM from Apollo & Affiliates

#### APOLLO ASSET-BACKED FINANCE

US\$279B

In-force Asset-Backed AUM<sup>22</sup>

US\$405B

Total Asset-Backed Deployment<sup>23</sup>

30+

Apollo Direct Sourcing Platforms and Partnerships

4,600+

Employees focused on Origination

22. As of September 30, 2025. AUM breakout excludes non-core real estate.

23. Reflects total asset-backed deployment to date through September 30, 2025

### ASSET BACKED FINANCE SIX "FINANCIAL ASSET" PILLARS

1. **Consumer Finance:** Loans or instruments backed by consumer-related receivables, such as auto loans, student loans, credit cards, and personal or unsecured consumer debt.
2. **Residential Mortgage Loans:** Investments in newly originated or legacy residential mortgages globally, including distressed and nonperforming loan pools.
3. **Commercial Real Estate:** Mortgage loans and securities backed by commercial properties such as offices, retail centers, hotels, hospitals, and industrial assets, including private lending and secondary loan acquisitions.
4. **Asset-Backed Investments:** Loans secured by hard assets in sectors like transportation, aviation, solar, infrastructure, and agriculture, typically supported by long-term contractual cash flows.
5. **Financial Assets:** Cash flow-generating investments including receivables-backed instruments, CLOs, royalty streams, NAV lending, and bespoke financing solutions.
6. **Capital Solutions:** Financing ownership of capital solutions such as NAV lending, GP solutions and bank regulatory relief.

#### Contact Channel Capital

Phone: 1800 940 599

Email: [clientservices@channelcapital.com.au](mailto:clientservices@channelcapital.com.au)

Website: [www.channel-apollo.com.au](http://www.channel-apollo.com.au)

#### PLATFORM AVAILABILITY

CFS Edge

HUB24

Mason Stevens

Netwealth

 Zenith

RECOMMENDED

## IMPORTANT INFORMATION

This information has been prepared for use only by professional investors and wholesale clients (as defined under the Corporations Act 2001 (Cth)). Channel Investment Management Limited ACN 163 234 240 AFSL 439007 ('CIML') is the responsible entity for the Apollo Asset Backed Credit Trust (AUD) ARSN 684 032 291 (the 'Fund'). Neither CIML, Apollo Asset Backed Credit Company LLC (the 'Underlying Company', or together with its affiliates, 'Apollo'), Apollo, their affiliates its officers, or employees make any representations or warranties, express or implied as to the accuracy, reliability or completeness of the information contained in this report and nothing contained on this report is or shall be relied upon as a promise or representation, whether as to the past or the future. Apollo and its affiliates have not been involved, except as otherwise stated, in the preparation of this report. In addition, Apollo and its affiliates are not involved in the investment recommendation or decision-making process for the Fund. Past performance is not indicative of future performance. This information is given in summary form and does not purport to be complete. Information on this report should not be considered advice or a recommendation to investors or potential investors in relation to holding, purchasing or selling units in the Fund and does not take into account an investor's particular investment objectives, financial situation or needs. Before acting on any information you should consider the appropriateness of the information having regard to these matters, any relevant offer document and in particular, you should seek independent financial advice. For further information and before investing, please read the Fund's Product Disclosure Statement and Target Market Determination available from <https://www.channel-apollo.com.au/invest>. Any interests expressed is taken as an indicative intention only and is not binding on the investor or CIML. Views and opinions expressed are for informational purposes only and do not constitute a recommendation by CIML or Apollo or its affiliates to buy, sell, or hold any security. Views and opinions are current as of publishing and may be subject to change, they should not be construed as investment advice. This material on the Underlying Company is provided for educational purposes, in the context of the distribution of the Fund only and should not be construed as investment advice or an offer or solicitation to participate in the Underlying Company.

The Zenith Investment Partners (ABN 27 103 132 672, AFS Licence 226872) ("Zenith") rating (assigned 1 May 2025 for the Apollo Asset Backed Credit Trust (AUD)) referred to in this document is limited to "General Advice" (s766B Corporations Act 2001) for Wholesale clients only. This advice has been prepared without taking into account the objectives, financial situation or needs of any individual and is subject to change at any time without prior notice. It is not a specific recommendation to purchase, sell or hold the relevant product(s). Investors should seek independent financial advice before making an investment decision and should consider the appropriateness of this advice in light of their own objectives, financial situation and needs. Investors should obtain a copy of, and consider the PDS or offer document before making any decision and refer to the full Zenith Product Assessment available on the Zenith website. Past performance is not an indication of future performance. Zenith usually charges the product issuer, fund manager or related party to conduct Product Assessments. Full details regarding Zenith's methodology, ratings definitions and regulatory compliance are available on our Product Assessments and at <https://www.zenithpartners.com.au/our-solutions/investment-research/regulatory-guidelines/>.

This report has been prepared, and all information regarding the Fund is provided, by CIML for use only by wholesale clients. To the extent any information provided by Apollo involves the provision of financial services in Australia under the Corporations Act 2001 (Cth), such information is provided by Apollo Management Singapore Pte. Ltd., and the following disclosure applies: Apollo Management Singapore Pte. Ltd. is exempt from the requirement to hold an AFSL under the Corporations Act 2001 (Cth) for financial services provided to wholesale clients. It does not hold such a licence and is regulated by the Monetary Authority of Singapore under Singaporean laws, which differ from Australian laws.

**Assets Under Management (AUM)** - The assets of the funds, partnerships and accounts to which Apollo provides investment management, advisory, or certain other investment-related services, including, without limitation, capital that such funds, partnerships and accounts have the right to call from investors pursuant to capital commitments. Apollo's AUM equals the sum of: 1. The NAV, plus used or available leverage and/or capital commitments, or gross assets plus capital commitments, of the yield and certain hybrid funds, partnerships and accounts for which we provide investment management or advisory services, other than certain CLOs, CDOs, and certain perpetual capital vehicles, which have a fee-generating basis other than the mark-to-market value of the underlying assets; for certain perpetual capital vehicles in yield, gross asset value plus available financing capacity; 2. The fair value of the investments of the equity and certain hybrid funds, partnerships and accounts Apollo manages or advises, plus the capital that such funds, partnerships and accounts are entitled to call from investors pursuant to capital commitments, plus portfolio level financings; 3. The gross asset value associated with the reinsurance investments of the portfolio company assets Apollo manages or advises; and 4. The fair value of any other assets that Apollo manages or advises for the funds, partnerships and accounts to which Apollo provides investment management, advisory, or certain other investment-related services, plus unused credit facilities, including capital commitments to such funds, partnerships and accounts for investments that may require pre-qualification or other conditions before investment plus any other capital commitments to such funds, partnerships and accounts available for investment that are not otherwise included in the clauses above. Apollo's AUM measure includes Assets Under Management for which Apollo charges either nominal or zero fees. Apollo's AUM measure also includes assets for which Apollo does not have investment discretion, including certain assets for which Apollo earns only investment-related service fees, rather than management or advisory fees. Apollo's definition of AUM is not based on any definition of Assets Under Management contained in its governing documents or in any management agreements of the funds Apollo manages. Apollo considers multiple factors for determining what should be included in its definition of AUM. Such factors include but are not limited to (1) Apollo's ability to influence the investment decisions for existing and available assets; (2) Apollo's ability to generate income from the underlying assets in the funds it manages; and (3) the AUM measures that Apollo uses internally or believes are used by other investment managers. Given the differences in the investment strategies and structures among other alternative investment managers, Apollo's calculation of AUM may differ from the calculations employed by other investment managers and, as a result, this measure may not be directly comparable to similar measures presented by other investment managers. Apollo's calculation also differs from the manner in which its affiliates registered with the SEC report "Regulatory Assets Under Management" on Form ADV and Form PF in various ways. Apollo uses AUM, Gross capital deployed and dry powder as performance measurements of its investment activities, as well as to monitor fund size in relation to professional resource and infrastructure needs.