



APOLLO

FUNDS

Apollo Senior Floating Rate Fund Inc. (NYSE: AFT)  
Apollo Tactical Income Fund Inc. (NYSE: AIF)

Annual Report

December 31, 2017



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Economic and market conditions change frequently.  
There is no assurance that the trends described in this report will continue or commence.

**This report, including the financial information herein, is transmitted to shareholders of the Funds for their information. It is not a prospectus. Past performance results shown in this report should not be considered a representation of future performance. Statements and other information herein are as dated and are subject to change.**

## **Apollo Senior Floating Rate Fund Inc.**

## **Apollo Tactical Income Fund Inc.**

### **Manager Commentary**

**As of December 31, 2017 (unaudited)**

Dear Shareholders,

We would like to start by saying thank you for your interest in the Apollo Senior Floating Rate Fund Inc. and the Apollo Tactical Income Fund Inc. (the "Funds"). We appreciate the trust and confidence you have placed with us through your investment in the Funds.

Essentially an extension of the latter portion of 2016, 2017 was a positive year for the corporate credit markets marked by limited volatility, solid fundamental performance and spread tightening for both the leveraged loan and high yield markets. Expectations were generally limited coming into the year to coupon-like returns for both asset classes and that was the eventual result as the types of events that lead to broader spread widening were minimal during the year. The kinds of conditions that generally lead to shocks in the market, and spread widening, were mainly absent in 2017. The supply/demand relationship was weighted throughout towards the latter, and while new primary issuance in the loan market was healthy, overall issuance was heavily weighted towards refinancing- and repricing-activity, as opposed to the introduction of new credits and paper to the market. Additionally, fundamental performance was broadly sound as most industries continued to benefit from economic growth, stable commodity prices and regulatory reform. Though certain industries, notably retail and telecommunications, continue to suffer through the unclear impact of technological evolution on their business models, profitability and cash flow trends for our portfolio companies have generally remained positive. Combined with buoyant equity markets, a global low-yield environment and ever-burgeoning demand, the leveraged loan and high yield markets were both set up for the kind of year eventually experienced.

The detail behind performance in 2017 is both telling with regards to its commentary on flows within the US credit markets and insightful as it relates to positioning going into 2018. Within the loan market, as mentioned, the primary story was around supply and demand. For the full year a record \$974Bn in loans were issued, 45% higher than the previous high of \$670Bn in 2013 and more than double the amount of issuance in 2016. However, net volume, excluding refinancing- and repricing-activity, totaled just \$258Bn during the year. While this was an increase of 52% from the same figure in 2016 of \$169Bn, and represents a very healthy number in most environments, it paled in comparison to the demand creation we saw over the same period. CLO issuance in 2017 totaled \$282Bn over 571 deals, the highest total for a calendar year on record. Though 59% of this number represented reset activity, even that incorporates an element of new demand; the balance of the issuance number is entirely new dollars allocated to loans coming to market. When coupled with capital contributions to separate accounts, the natural demand occurring within existing funds and inflows into mutual funds, exchange-traded funds and non-traditional loan buyers operating in a market that was broadly bid, aggregate demand overwhelmed new supply by a substantial margin. Data around spreads shows this fairly clearly; the spread-to-maturity on a widely-followed loan market benchmark fell 41 bps over the course of the year to L+410, essentially a three year low. This spread-tightening has been a large part of performance in 2017 (and, in 2016), and potentially creates less room for similar performance going forward.

In large part the story of tighter spreads is a function of the global search for yield creating pools of capital competing for the same opportunities to lend. As it relates to this theme, there are two areas we find instructive with regards to investing in these markets going forward. As an active manager of closed-end funds we are consistently focused on finding investment opportunities overlooked by funds that are married to benchmarks and the liquid market. In an environment such as the current one, marked by heavy demand and over-competition, it becomes increasingly important to be nimble with regards to areas of focus and our approach, to look beyond the areas of the market where return and structure are most diminished by benchmark funds, becomes increasingly important. Additionally, we believe the importance of rising rates to relative returns should become one of the more important themes of the early part of 2018. Higher LIBOR, with that measure getting towards a nine year high in early 2018, is beginning to materially impact realized yields, this is as US Treasury rates are also moving higher with economic data around output, production and inflation all suggestive of a growing trend. We anticipate this trend will impact flows of capital as it occurs and increase the benefit of exposure to floating rate assets.

Entering 2018, the two types of shocks we see as most probable and resulting in the kind of opportunity that benefits the Funds would have to do with the changing rate environment just described, and the impact of technology on various industries susceptible to this kind of change and the manner in which that impacts required rates of return by investors going forward. Periods like 2017 that lack volatility have historically been more difficult for the Funds, and we appreciate opportunities with less competition to price risk and structure investments. As always, while we remain defensively oriented given a tight-spread and heavily-competitive environment, we regularly work to identify opportunities within businesses and industries where we see value when, for market-related reasons, yields become more attractive.

We appreciate your interest and support in the Funds. If you have any questions about the Funds, please call 1-888-301-3838, or visit our website at [www.agmfunds.com](http://www.agmfunds.com).

Sincerely,  
Apollo Credit Management, LLC

# Apollo Senior Floating Rate Fund Inc.

## Financial Data

As of December 31, 2017 (unaudited)

Portfolio Composition (as % of Current Market Value of Investment Securities)	
Loans	91.1%
High Yield Bonds	7.9%
Equity/Other	1.0%

Portfolio Characteristics <sup>(a)</sup>	
Weighted Average Floating-Rate Spread	4.47%
Weighted Average Fixed-Rate Coupon	7.43%
Weighted Average Maturity (in years) (floating assets)	4.84
Weighted Average Maturity (in years) (fixed assets)	5.62
Weighted Average Modified Duration (in years) (fixed assets)	3.36
Average Position Size	\$1,808,307
Number of Positions	238
Weighted Average S&P Rating <sup>(h)</sup>	B
Weighted Average Rating Factor (Moody's) <sup>(h)</sup>	3,089

Credit Quality <sup>(b)</sup>	
BBB	1.7%
BB	10.6%
B	66.6%
CCC+ or Lower	16.2%
Not Rated	4.9%

Top 5 Industries (as % of Current Market Value of Investment Securities) <sup>(c)</sup>	
Services: Business	15.3%
Healthcare & Pharmaceuticals	12.9%
Telecommunications	9.0%
High Tech Industries	8.1%
Banking, Finance, Insurance & Real Estate	7.1%
<b>Total</b>	<b>52.4%</b>

Top 10 Issuers (as % of Current Market Value of Investment Securities) <sup>(d)</sup>	
Global Tel*Link Corp.	2.0%
Medical Solutions Holdings, Inc.	1.7%
Evergreen Skills Lux S.A.R.L.	1.6%
Asurion, LLC (fka Asurion Corp.)	1.5%
EIG Investors Corp.	1.5%
Air Medical Group Holdings, Inc.	1.5%
William Morris Endeavor Entertainment, LLC	1.4%
AP Exhaust Acquisition, LLC	1.3%
Frontier Communications Corp.	1.2%
StandardAero Aviation Holdings, Inc.	1.2%
<b>Total</b>	<b>14.9%</b>

Performance Comparison			
	YTD	5 Yr	Since Inception <sup>(i)</sup>
AFT - Market Price	(0.22)% <sup>(e)</sup>	4.27% <sup>(e)(f)</sup>	4.08% <sup>(e)(f)</sup>
AFT - NAV	5.80% <sup>(e)</sup>	6.35% <sup>(e)(f)</sup>	6.26% <sup>(e)(f)</sup>
S&P/LSTA Leveraged Loan Index <sup>(g)</sup>	4.12%	4.03% <sup>(f)</sup>	4.16% <sup>(f)</sup>

(a) Averages based on par value of investment securities, except for the weighted average modified duration, which is based on market value.

(b) Credit quality is calculated as a percentage of fair value of investment securities at December 31, 2017. The quality ratings reflected were issued by S&P Global Ratings ("S&P"), an internationally recognized statistical rating organization. Credit quality ratings reflect the rating agency's opinion of the credit quality of the underlying positions in the Fund's portfolio and not that of the Fund itself. Credit quality ratings are subject to change.

(c) The industry classifications reported are from widely recognized market indexes or rating group indexes, and/or as defined by Fund management, with the primary source being Moody's Investors Service ("Moody's"), an internationally recognized statistical rating organization.

(d) Holdings are subject to change and are provided for informational purposes only.

(e) Performance reflects total return assuming all distributions were reinvested at the dividend reinvestment rate. Past performance does not necessarily indicate how the Fund will perform in the future. The performance information provided does not reflect the deduction of taxes that a shareholder would pay on distributions received from the Fund.

(f) Annualized.

(g) The S&P/LSTA Leveraged Loan Index is a broad index designed to reflect the performance of the U.S. dollar facilities in the leveraged loan market.

(h) Excludes securities with no rating or in default as of December 31, 2017.

(i) Inception date February 23, 2011.

# Apollo Tactical Income Fund Inc.

## Financial Data

### As of December 31, 2017 (unaudited)

Portfolio Composition (as % of Current Market Value of Investment Securities)	
Loans	79.6%
High Yield Bonds	10.5%
Structured Products	8.9%
Equity/Other	1.0%

Portfolio Characteristics <sup>(a)</sup>	
Weighted Average Floating-Rate Spread	4.92%
Weighted Average Fixed-Rate Coupon	6.88%
Weighted Average Maturity (in years) (floating assets)	5.38
Weighted Average Maturity (in years) (fixed assets)	5.43
Weighted Average Modified Duration (in years) (fixed assets)	3.53
Average Position Size	\$1,816,590
Number of Positions	223
Weighted Average S&P Rating <sup>(h)</sup>	B
Weighted Average Rating Factor (Moody's) <sup>(h)</sup>	3,036

Credit Quality <sup>(b)</sup>	
BBB	1.6%
BB	10.6%
B	60.4%
CCC+ or Lower	15.0%
Not Rated	12.4%

Top 5 Industries (as % of Current Market Value of Investment Securities) <sup>(c)</sup>	
Services: Business	15.0%
Healthcare & Pharmaceuticals	11.5%
Telecommunications	8.4%
High Tech Industries	7.5%
Retail	6.0%
<b>Total</b>	<b>48.4%</b>

Top 10 Issuers (as % of Current Market Value of Investment Securities) <sup>(d)</sup>	
Medical Solutions Holdings, Inc.	1.8%
Evergreen Skills Lux S.A.R.L.	1.7%
EIG Investors Corp.	1.6%
Intelsat Jackson Holdings S.A.	1.5%
TIAA Churchill Middle Market CLO	1.5%
Air Medical Group Holdings, Inc.	1.4%
AP Exhaust Acquisition, LLC	1.4%
Global Tel*Link Corp.	1.3%
Moss Creek Resources, LLC	1.3%
Global Eagle Entertainment, Inc.	1.3%
<b>Total</b>	<b>14.8%</b>

Performance Comparison		
	YTD	Since Inception <sup>(i)</sup>
AIF - Market Price	10.47% <sup>(e)</sup>	4.12% <sup>(e)(f)</sup>
AIF - NAV	9.87% <sup>(e)</sup>	7.35% <sup>(e)(f)</sup>
S&P/LSTA Leveraged Loan Index <sup>(g)</sup>	4.12%	3.89% <sup>(f)</sup>

(a) Averages based on par value of investment securities, except for the weighted average modified duration, which is based on market value.

(b) Credit quality is calculated as a percentage of fair value of investment securities at December 31, 2017. The quality ratings reflected were issued by S&P, an internationally recognized statistical rating organization. Credit quality ratings reflect the rating agency's opinion of the credit quality of the underlying positions in the Fund's portfolio and not that of the Fund itself. Credit quality ratings are subject to change.

(c) The industry classifications reported are from widely recognized market indexes or rating group indexes, and/or as defined by Fund management, with the primary source being Moody's, an internationally recognized statistical rating organization. The Top 5 Industries table above excludes Structured Products which represent 8.9% of the portfolio as of December 31, 2017.

(d) Holdings are subject to change and are provided for informational purposes only.

(e) Performance reflects total return assuming all distributions were reinvested at the dividend reinvestment rate. Past performance does not necessarily indicate how the Fund will perform in the future. The performance information provided does not reflect the deduction of taxes that a shareholder would pay on distributions received from the Fund.

(f) Annualized.

(g) The S&P/LSTA Leveraged Loan Index is a broad index designed to reflect the performance of the U.S. dollar facilities in the leveraged loan market.

(h) Excludes securities with no rating or in default as of December 31, 2017.

(i) Inception date February 25, 2013.

# Apollo Senior Floating Rate Fund Inc.

## Schedule of Investments

December 31, 2017

	Principal Amount (\$)	Value (\$)
<b>Senior Loans - 135.6%<sup>(a)</sup></b>		
<b>AEROSPACE &amp; DEFENSE - 4.4%</b>		
MRO Holdings, Inc. Initial Term Loan, (LIBOR + 5.25%, 1.00% Floor), 6.94%, 10/25/23 <sup>(b)</sup> .....	600,000	605,250
PAE Holding Corp. First Lien Initial Term Loan, (LIBOR + 5.50%, 1.00% Floor), 7.12%, 10/20/22 <sup>(b)</sup> .....	1,942,500	1,957,680
Second Lien Initial Term Loan, (LIBOR + 9.50%, 1.00% Floor), 11.12%, 10/20/23 <sup>(b)</sup> .....	1,404,834	1,413,614
Photonis Technologies SAS (France) First Lien Initial Dollar Term Loan, (LIBOR + 7.50%, 1.00% Floor), 9.19%, 09/18/19 <sup>(b)(c)</sup> .....	1,887,413	1,658,564
Sequa Mezzanine Holdings, LLC First Lien Initial Term Loan, (LIBOR + 5.00%, 1.00% Floor), 6.55%, 11/28/21 <sup>(b)</sup> .....	1,396,652	1,408,733
StandardAero Aviation Holdings, Inc. Initial Term Loan, (LIBOR + 3.75%, 1.00% Floor), 5.32%, 07/07/22 <sup>(b)</sup> .....	5,031,162	5,077,298
		12,121,139
<b>AUTOMOTIVE - 3.6%</b>		
American Tire Distributors, Inc. Initial Term Loan, (LIBOR + 4.25%, 1.00% Floor), 5.82%, 09/01/21 <sup>(b)</sup> .....	1,842,145	1,857,978
AP Exhaust Acquisition, LLC First Lien Initial Term Loan, (LIBOR + 5.00%, 1.00% Floor), 6.41%, 05/10/24 <sup>(b)</sup> .....	5,331,194	5,271,245
CH Hold Corp. Second Lien Initial Term Loan, (LIBOR + 7.25%, 1.00% Floor), 8.82%, 02/03/25 <sup>(b)</sup> .....	500,000	511,250
Innovative XCcessories & Services, LLC Term Loan, (LIBOR + 4.75%, 1.00% Floor), 6.21%, 11/29/22 <sup>(b)(d)</sup> .....	2,245,073	2,273,136
		9,913,609
<b>BANKING, FINANCE, INSURANCE &amp; REAL ESTATE - 8.1%</b>		
Amwins Group, LLC Second Lien Term Loan, (LIBOR + 6.75%, 1.00% Floor), 8.32%, 01/25/25 <sup>(b)</sup> .....	342,857	347,828
AqGen Ascensus, Inc. Replacement Term Loan, (LIBOR + 4.00%, 1.00% Floor), 5.69%, 12/05/22 <sup>(b)</sup> .....	1,994,962	2,005,775

	Principal Amount (\$)	Value (\$)
<b>BANKING, FINANCE, INSURANCE &amp; REAL ESTATE (continued)</b>		
Asurion, LLC Replacement Term Loan B-5, (LIBOR + 3.00%, 0.00% Floor), 4.57%, 11/03/23 <sup>(b)</sup> .....	4,082,832	4,107,411
Second Lien Replacement Term Loan B-2, (LIBOR + 6.00%, 0.00% Floor), 7.57%, 08/04/25 <sup>(b)</sup> .....	2,117,647	2,180,509
Capital Automotive L.P. Tranche B Term Loan, (LIBOR + 6.00%, 1.00% Floor), 7.57%, 03/24/25 <sup>(b)</sup> .....	1,565,851	1,612,826
CRCI Holdings, Inc. Initial Term Loan, (LIBOR + 5.50%, 1.00% Floor), 7.19%, 08/31/23 <sup>(b)</sup> .....	2,086,480	2,094,305
Medical Card System, Inc. Term Loan, (LIBOR + 0.50%, 1.00% Floor), 1.50%, 05/31/19 <sup>(b)(e)</sup> .....	5,323,315	4,363,109
Mitchell International, Inc. First Lien Initial Term Loan, (LIBOR + 3.25%, 0.00% Floor), 4.94%, 11/29/24 <sup>(b)</sup> .....	1,282,143	1,284,323
Second Lien Initial Term Loan, (LIBOR + 7.25%, 0.00% Floor), 8.94%, 12/01/25 <sup>(b)(d)</sup> .....	1,136,979	1,149,906
MMM Holdings, Inc. MMM Term Loan, (LIBOR + 8.75%, 1.50% Floor), 10.32%, 06/30/19 <sup>(b)</sup> .....	516,620	501,982
MSO of Puerto Rico, Inc. MSO Term Loan, (LIBOR + 8.75%, 1.50% Floor), 10.32%, 06/30/19 <sup>(b)</sup> .....	375,580	364,938
National Financial Partners Corp. Term Loan B, (LIBOR + 3.50%, 1.00% Floor), 5.07%, 01/08/24 <sup>(b)</sup> .....	1,298,403	1,306,842
SG Acquisition, Inc. Initial Term Loan, (LIBOR + 5.00%, 1.00% Floor), 6.69%, 03/29/24 <sup>(b)</sup> .....	1,341,955	1,333,567
		22,653,321
<b>BEVERAGE, FOOD &amp; TOBACCO - 3.4%</b>		
Arctic Glacier Group Holdings, Inc. Initial Term Loan, (LIBOR + 4.25%, 1.00% Floor), 5.82%, 03/20/24 <sup>(b)</sup> .....	496,250	502,453
The Chef's Warehouse, Inc. Term Loan, (LIBOR + 4.00%, 1.00% Floor), 5.57%, 06/22/22 <sup>(b)</sup> .....	1,076,516	1,083,245
JBS USA, LLC Initial Term Loan, (LIBOR + 2.50%, 0.75% Floor), 4.10%, 10/30/22 <sup>(b)(d)</sup> .....	2,987,462	2,940,036
PFS Holding Corp. First Lien Term Loan, (LIBOR + 3.50%, 1.00% Floor), 5.07%, 01/31/21 <sup>(b)</sup> .....	2,573,281	1,828,316

**Apollo Senior Floating Rate Fund Inc.**  
**Schedule of Investments (continued)**  
**December 31, 2017**

	Principal Amount (\$)	Value (\$)
<b>Senior Loans<sup>(a)</sup> (continued)</b>		
<b>BEVERAGE, FOOD &amp; TOBACCO (continued)</b>		
Winebow Holdings, Inc. (The Vintner Group, Inc.) First Lien Initial Term Loan, (LIBOR + 3.75%, 1.00% Floor), 5.32%, 07/01/21 <sup>(b)</sup> .....	1,066,103	1,050,778
Second Lien Initial Term Loan, (LIBOR + 7.50%, 1.00% Floor), 9.07%, 01/02/22 <sup>(b)(e)</sup> .....	2,260,897	<u>2,136,548</u>
		<u>9,541,376</u>
<b>CAPITAL EQUIPMENT - 1.5%</b>		
MTS Systems Corporation New Tranche B Term Loan, (LIBOR + 3.25%, 0.75% Floor), 4.69%, 07/05/23 <sup>(b)</sup> .....	2,114,942	2,136,092
Robertshaw US Holding Corp. First Lien Initial Term Loan, (LIBOR + 4.50%, 0.00% Floor), 6.13%, 08/10/24 <sup>(b)</sup> .....	1,995,000	<u>2,014,950</u>
		<u>4,151,042</u>
<b>CHEMICALS, PLASTICS &amp; RUBBER - 4.5%</b>		
ASP Chromaflo Intermediate Holdings, Inc. First Lien Initial Tranche B-2 Term Loan, (LIBOR + 4.00%, 1.00% Floor), 5.57%, 11/20/23 <sup>(b)</sup> .....	424,137	427,053
Initial Tranche B-1 Term Loan, (LIBOR + 4.00%, 1.00% Floor), 5.57%, 11/20/23 <sup>(b)</sup> .....	326,179	328,422
Ineos Styrolution US Holding, LLC Term Loan, (LIBOR + 2.00%, 0.00% Floor), 3.69%, 03/29/24 <sup>(b)</sup> .....	1,195,094	1,199,952
MacDermid, Inc. Tranche B-6 Term Loan, (LIBOR + 3.00%, 1.00% Floor), 4.57%, 06/07/23 <sup>(b)</sup> .....	567,454	571,071
Nexeo Solutions, LLC Term Loan B-1, (LIBOR + 3.25%, 0.00% Floor), 4.72%, 06/09/23 <sup>(b)</sup> .....	764,678	769,220
Niacet Corporation First Lien Initial Dollar Term Loan, (LIBOR + 4.50%, 1.00% Floor), 6.19%, 02/01/24 <sup>(b)(e)</sup> .....	708,928	710,700
PetroChoice Holdings, Inc. First Lien Initial Term Loan, (LIBOR + 5.00%, 1.00% Floor), 6.42%, 08/19/22 <sup>(b)</sup> .....	992,200	1,000,881
SK Spice S.A.R.L (Luxembourg) Facility B-2, (LIBOR + 4.25%, 0.00% Floor), 5.60%, 08/12/24 <sup>(b)(c)</sup> .....	2,121,906	2,134,276
Tronox Blocked Borrower, LLC First Lien Blocked Dollar Term Loan, (LIBOR + 3.00%, 0.00% Floor), 4.69%, 09/23/24 <sup>(b)</sup> .....	722,632	728,052

	Principal Amount (\$)	Value (\$)
<b>CHEMICALS, PLASTICS &amp; RUBBER (continued)</b>		
Tronox Finance, LLC (Netherlands) First Lien Initial Dollar Term Loan, (LIBOR + 3.00%, 0.00% Floor), 4.69%, 09/23/24 <sup>(b)(c)</sup> .....	1,667,612	1,680,119
Vantage Specialty Chemicals, Inc. First Lien Closing Date Loan, (LIBOR + 4.00%, 1.00% Floor), 5.37%, 10/28/24 <sup>(b)</sup> .....	1,607,143	1,620,201
Second Lien Initial Loan, (LIBOR + 8.25%, 1.00% Floor), 9.62%, 10/27/25 <sup>(b)</sup> .....	1,367,088	<u>1,346,582</u>
		<u>12,516,529</u>
<b>CONSTRUCTION &amp; BUILDING - 2.1%</b>		
Associated Asphalt Partners, LLC Tranche B Term Loan, (LIBOR + 5.25%, 1.00% Floor), 6.82%, 04/05/24 <sup>(b)(d)</sup> .....	1,527,977	1,394,279
Encapsys, LLC First Lien Initial Term Loan, (LIBOR + 3.25%, 1.00% Floor), 4.82%, 11/07/24 <sup>(b)</sup> .....	715,116	719,142
Henry Company, LLC Initial Term Loan, (LIBOR + 4.50%, 1.00% Floor), 6.07%, 10/05/23 <sup>(b)</sup> .....	866,919	875,948
Morsco, Inc. Initial Term Loan, (LIBOR + 7.00%, 1.00% Floor), 8.57%, 10/31/23 <sup>(b)</sup> .....	987,342	1,007,089
Terra Millenium Corp. First Out Term Loan, (LIBOR + 6.25%, 1.00% Floor), 7.88%, 10/31/22 <sup>(b)(e)</sup> .....	1,950,000	<u>1,959,750</u>
		<u>5,956,208</u>
<b>CONSUMER GOODS: DURABLE - 1.5%</b>		
Hayward Acquisition Corp. Initial Term Loan, (LIBOR + 3.50%, 0.00% Floor), 5.07%, 08/05/24 <sup>(b)</sup> .....	2,420,243	2,429,319
PT Holdings, LLC Initial Loan, (LIBOR + 8.00%, 1.00% Floor), 9.57%, 12/08/25 <sup>(b)(d)</sup> .....	625,000	628,125
Term Loan B, (LIBOR + 4.00%, 1.00% Floor), 5.57%, 12/09/24 <sup>(b)(d)</sup> .....	1,000,000	<u>1,005,940</u>
		<u>4,063,384</u>
<b>CONSUMER GOODS: NON-DURABLE - 3.7%</b>		
ABG Intermediate Holdings 2, LLC First Lien Initial Term Loan, (LIBOR + 3.50%, 1.00% Floor), 5.19%, 09/27/24 <sup>(b)</sup> .....	2,460,329	2,474,168
Second Lien Term Loan, (LIBOR + 7.75%, 1.00% Floor), 9.44%, 09/29/25 <sup>(b)</sup> .....	971,276	985,845



**Apollo Senior Floating Rate Fund Inc.**  
**Schedule of Investments (continued)**  
**December 31, 2017**

	Principal Amount (\$)	Value (\$)
<b>Senior Loans<sup>(a)</sup> (continued)</b>		
<b>CONSUMER GOODS: NON-DURABLE (continued)</b>		
LTI Holdings, Inc. First Lien Initial Term Loan, (Variable + 4.75%, 1.00% Floor), 6.32%, 05/16/24 <sup>(b)</sup> .....	4,037,664	4,070,470
Parfums Holding Co., Inc. First Lien Initial Term Loan, (LIBOR + 4.75%, 1.00% Floor), 6.44%, 06/30/24 <sup>(b)(d)</sup> .....	1,763,506	1,780,400
Revlon Consumer Products Corp. Initial Term Loan B, (LIBOR + 3.50%, 0.75% Floor), 5.07%, 09/07/23 <sup>(b)</sup> .....	1,492,976	1,116,932
		10,427,815
<b>CONTAINERS, PACKAGING &amp; GLASS - 2.8%</b>		
Anchor Glass Container Corp. Second Lien Term Loan, (LIBOR + 7.75%, 1.00% Floor), 9.18%, 12/07/24 <sup>(b)</sup> .....	2,291,667	2,322,215
Hoover Group, Inc. First Lien Initial Term Loan, (LIBOR + 7.25%, 1.00% Floor), 8.70%, 01/28/21 <sup>(b)(e)</sup> .....	1,454,497	1,338,137
SMI Acquisition, Inc. First Lien Initial Term Loan, (LIBOR + 3.75%, 1.00% Floor), 5.13%, 11/01/24 <sup>(b)</sup> .....	1,050,000	1,056,127
Sprint Industrial Holdings, LLC First Lien Term Loan, (LIBOR + 5.75%, 1.25% Floor), 7.44%, 05/14/19 <sup>(b)</sup> .....	3,360,025	3,141,624
		7,858,103
<b>ENERGY: OIL &amp; GAS - 4.2%</b>		
American Energy - Marcellus, LLC First Lien Term Loan, (LIBOR + 4.25%, 1.00% Floor), 5.71%, 08/04/20 <sup>(b)(f)(g)</sup> .....	2,561,807	1,912,811
Azure Midstream Energy, LLC Term Loan, (LIBOR + 6.50%, 1.00% Floor), 8.07%, 11/15/18 <sup>(b)</sup> .....	426,965	386,531
EMG Utica, LLC Term Loan, (LIBOR + 3.75%, 1.00% Floor), 5.59%, 03/27/20 <sup>(b)</sup> .....	502,271	505,882
HGIM Corp. Senior Secured Term Loan A, (Prime + 3.25%, 1.00% Floor), 7.75%, 06/18/18 <sup>(b)(g)</sup> .....	2,677,236	1,077,587
Moss Creek Resources, LLC Initial Term Loan, (LIBOR + 8.00%, 1.50% Floor), 9.50%, 04/07/22 <sup>(b)(e)</sup> .....	5,000,000	5,000,000

	Principal Amount (\$)	Value (\$)
<b>ENERGY: OIL &amp; GAS (continued)</b>		
Sheridan Investment Partners I, LLC Deferred Principal Facility I, 10/01/19 <sup>(e)(g)</sup> .....	4,749	2,850
Tranche B-2 Term Loan, (LIBOR + 3.50%, 0.75% Floor), 5.01%, 10/01/19 <sup>(b)</sup> .....	1,630,986	1,356,434
Sheridan Production Partners I-A, L.P. Deferred Principal Facility I-A, 10/01/19 <sup>(e)(g)</sup> .....	629	378
Tranche B-2 Term Loan, (LIBOR + 3.50%, 0.75% Floor), 5.01%, 10/01/19 <sup>(b)</sup> .....	216,119	179,739
Sheridan Production Partners I-M, L.P. Deferred Principal Facility I-M, 10/01/19 <sup>(e)(g)</sup> .....	384	231
Tranche B-2 Term Loan, (LIBOR + 3.50%, 0.75% Floor), 5.01%, 10/01/19 <sup>(b)</sup> .....	132,007	109,785
Southcross Holdings Borrower, LP Tranche B Term Loan (5.50% PIK), 9.00%, 04/13/23 <sup>(h)(i)</sup> .....	125,062	123,108
Traverse Midstream Partners, LLC Term Loan, (LIBOR + 4.00%, 1.00% Floor), 5.85%, 09/27/24 <sup>(b)</sup> .....	926,471	940,021
		11,595,357
<b>ENVIRONMENTAL INDUSTRIES - 1.1%</b>		
Emerald 2, Ltd. (United Kingdom) Facility B-1, (LIBOR + 4.00%, 1.00% Floor), 5.69%, 05/14/21 <sup>(b)(c)(d)</sup> .....	3,091,110	3,091,110
<b>HEALTHCARE &amp; PHARMACEUTICALS - 17.7%</b>		
Argon Medical Devices, Inc. First Lien Term Loan B, (LIBOR + 3.75%, 1.00% Floor), 4.75%, 10/27/24 <sup>(b)(d)</sup> .....	1,563,830	1,576,536
ATI Holdings, Inc. First Lien Initial Term Loan, (LIBOR + 3.50%, 1.00% Floor), 4.85%, 05/10/23 <sup>(b)</sup> .....	709,576	716,672
Bioclinica, Inc. First Lien Initial Term Loan, (LIBOR + 4.25%, 1.00% Floor), 5.63%, 10/20/23 <sup>(b)</sup> .....	2,217,824	2,173,467
CT Technologies Intermediate Hldgs, Inc. Initial Term Loan, (LIBOR + 4.25%, 1.00% Floor), 5.82%, 12/01/21 <sup>(b)</sup> .....	3,238,240	3,236,232
Diplomat Pharmacy, Inc. Initial Term Loan B, (LIBOR + 4.50%, 1.00% Floor), 6.04%, 12/13/24 <sup>(b)(d)</sup> .....	913,043	921,032

**Apollo Senior Floating Rate Fund Inc.**  
**Schedule of Investments (continued)**  
**December 31, 2017**

	Principal Amount (\$)	Value (\$)
<b>Senior Loans<sup>(a)</sup> (continued)</b>		
<b>HEALTHCARE &amp; PHARMACEUTICALS (continued)</b>		
Endo Luxembourg Finance I Co. S.A.R.L. Initial Term Loan, (LIBOR + 4.25%, 0.75% Floor), 5.88%, 04/29/24 <sup>(b)</sup> .....	3,015,106	3,038,670
Equian, LLC Initial Term Loan, (LIBOR + 3.75%, 1.00% Floor), 5.23%, 05/20/24 <sup>(b)</sup> .....	868,363	877,594
ExamWorks Group, Inc. Term Loan B-1, (LIBOR + 3.25%, 1.00% Floor), 4.82%, 07/27/23 <sup>(b)</sup> .....	1,470,150	1,481,794
Lanai Holdings II, Inc. First Lien Initial Term Loan, (LIBOR + 4.75%, 1.00% Floor), 6.23%, 08/29/22 <sup>(b)(d)</sup> .....	3,697,157	3,549,271
Lanai Holdings III, Inc. Second Lien Initial Term Loan, (LIBOR + 8.50%, 1.00% Floor), 9.98%, 08/28/23 <sup>(b)</sup> .....	869,565	804,348
Lantheus Medical Imaging, Inc. New Term Loan B 2017, (LIBOR + 3.75%, 1.00% Floor), 5.32%, 06/30/22 <sup>(b)</sup> .....	1,043,475	1,052,824
Medical Solutions Holdings, Inc. First Lien Closing Date Term Loan, (LIBOR + 4.25%, 1.00% Floor), 5.82%, 06/14/24 <sup>(b)</sup> .....	5,083,624	5,140,815
Second Lien Closing Date Loan, (LIBOR + 8.25%, 1.00% Floor), 9.82%, 06/16/25 <sup>(b)</sup> .....	2,000,000	1,990,000
Nmsc Holdings, Inc. Initial Term Loan, (LIBOR + 5.00%, 1.00% Floor), 6.69%, 04/19/23 <sup>(b)</sup> .....	561,524	553,101
Onex Schumacher Finance, L.P. First Lien Initial Term Loan, (LIBOR + 4.00%, 1.00% Floor), 5.57%, 07/29/22 <sup>(b)(d)</sup> .....	1,550,873	1,531,487
Opal Acquisition, Inc. First Lien Term Loan B, (LIBOR + 4.00%, 1.00% Floor), 5.53%, 11/27/20 <sup>(b)</sup> .....	4,621,323	4,345,962
Parexel International Corp. Initial Term Loan, (LIBOR + 3.00%, 0.00% Floor), 4.57%, 09/27/24 <sup>(b)</sup> .....	2,273,125	2,285,911
PharMerica Corporation First Lien Term Loan, (LIBOR + 3.50%, 1.00% Floor), 4.90%, 12/06/24 <sup>(b)</sup> .....	1,732,523	1,743,784
Premier Dental Services, Inc. Term Loan, (LIBOR + 5.25%, 1.00% Floor), 6.82%, 06/30/23 <sup>(b)(d)</sup> .....	1,006,428	1,014,922
Quorum Health Corp. Term Loan, (LIBOR + 6.75%, 1.00% Floor), 8.32%, 04/29/22 <sup>(b)</sup> .....	2,658,042	2,691,267

	Principal Amount (\$)	Value (\$)
<b>HEALTHCARE &amp; PHARMACEUTICALS (continued)</b>		
Select Medical Corp. Tranche B Term Loan, (Variable + 3.50%, 1.00% Floor), 4.85%, 03/01/21 <sup>(b)</sup> .....	1,476,561	1,493,172
Team Health Holdings, Inc. Initial Term Loan, (LIBOR + 2.75%, 1.00% Floor), 4.32%, 02/06/24 <sup>(b)</sup> .....	1,832,704	1,789,186
Tecomet, Inc. 2017 Term Loan, (Variable + 3.50%, 1.00% Floor), 4.89%, 05/01/24 <sup>(b)</sup> .....	497,500	503,097
U.S. Renal Care, Inc. First Lien Initial Term Loan, (LIBOR + 4.25%, 1.00% Floor), 5.94%, 12/30/22 <sup>(b)</sup> .....	3,976,797	3,927,087
Valeant Pharmaceuticals International, Inc. (Canada) Tranche B Term Loan, Series F-4, (LIBOR + 3.50%, 0.75% Floor), 4.94%, 04/01/22 <sup>(b)(c)</sup> .....	718,335	729,394
		49,167,625
<b>HIGH TECH INDUSTRIES - 11.1%</b>		
Aptean, Inc. Second Lien Initial Term Loan, (LIBOR + 9.50%, 1.00% Floor), 11.20%, 12/20/23 <sup>(b)</sup> .....	763,810	768,905
Term Loan B, (LIBOR + 4.25%, 1.00% Floor), 5.95%, 12/20/22 <sup>(b)</sup> .....	2,145,103	2,165,664
Arcent Technologies First Lien Initial Term Loan, (LIBOR + 4.50%, 1.00% Floor), 5.97%, 04/14/21 <sup>(b)</sup> .....	3,464,479	3,481,801
Second Lien Initial Term Loan, (LIBOR + 8.50%, 1.00% Floor), 9.97%, 04/14/22 <sup>(b)</sup> .....	1,391,828	1,405,050
Aspect Software, Inc. First Lien Exit Term Loan, (LIBOR + 10.50%, 1.00% Floor), 12.07%, 05/25/20 <sup>(b)</sup> .....	1,568,524	1,548,917
DigiCert Holding, Inc. First Lien Term Loan, (LIBOR + 4.75%, 1.00% Floor), 6.13%, 10/31/24 <sup>(b)</sup> .....	1,895,411	1,922,060
Second Lien Term Loan, (LIBOR + 8.00%, 1.00% Floor), 9.38%, 10/31/25 <sup>(b)</sup> .....	1,514,727	1,526,330
DTI Holdco, Inc. Initial Term Loan, (LIBOR + 5.25%, 1.00% Floor), 6.63%, 10/02/23 <sup>(b)</sup> .....	997,475	996,228
Flexera Software, LLC Second Lien Term Loan, (LIBOR + 7.00%, 1.00% Floor), 8.57%, 04/02/21 <sup>(b)</sup> .....	2,987,571	3,002,508

**Apollo Senior Floating Rate Fund Inc.**  
**Schedule of Investments (continued)**  
**December 31, 2017**

	Principal Amount (\$)	Value (\$)
<b>Senior Loans<sup>(a)</sup> (continued)</b>		
<b>HIGH TECH INDUSTRIES (continued)</b>		
Gigamon, Inc. First Lien Term Loan, (LIBOR + 4.50%, 1.00% Floor), 6.03%, 12/19/24 <sup>(b)(d)</sup> .....	1,714,285	1,705,714
Integrated Device Technology, Inc. Initial Term Loan B, (LIBOR + 3.00%, 0.00% Floor), 4.57%, 04/04/24 <sup>(b)</sup> .....	774,634	777,036
MA FinanceCo., LLC Tranche B-3 Term Loan, (LIBOR + 2.75%, 0.00% Floor), 4.32%, 06/21/24 <sup>(b)</sup> .....	60,450	60,576
Misys, Ltd. (United Kingdom) Second Lien Dollar Term Loan, (LIBOR + 7.25%, 1.00% Floor), 8.73%, 06/13/25 <sup>(b)(c)</sup> .....	500,000	502,750
Riverbed Technology, Inc. First Amendment Term Loan, (LIBOR + 3.25%, 1.00% Floor), 4.82%, 04/24/22 <sup>(b)</sup> .....	3,000,000	2,959,590
Seattle SpinCo, Inc. Term Loan, (LIBOR + 2.75%, 0.00% Floor), 4.32%, 06/21/24 <sup>(b)</sup> .....	408,237	409,088
Syncsort, Inc. Second Lien Initial Term Loan, (LIBOR + 9.00%, 1.00% Floor), 10.69%, 08/18/25 <sup>(b)</sup> .....	2,000,000	1,961,880
TIBCO Software, Inc. Term Loan B-1, (LIBOR + 3.50%, 1.00% Floor), 5.07%, 12/04/20 <sup>(b)</sup> .....	1,997,931	2,006,262
Triple Point Group Holdings, Inc. First Lien Term Loan, (LIBOR + 4.25%, 1.00% Floor), 5.94%, 07/10/20 <sup>(b)</sup> .....	3,972,353	3,633,472
		<u>30,833,831</u>
<b>HOTEL, GAMING &amp; LEISURE - 2.9%</b>		
Equinox Holdings, Inc. Second Lien Initial Term Loan, (LIBOR + 7.00%, 1.00% Floor), 8.57%, 09/06/24 <sup>(b)</sup> .....	272,109	281,633
Term Loan B-1, (LIBOR + 3.00%, 1.00% Floor), 4.57%, 03/08/24 <sup>(b)</sup> .....	1,596,015	1,612,645
Everi Payments, Inc. New Term Loan B, (LIBOR + 3.50%, 1.00% Floor), 4.98%, 05/09/24 <sup>(b)</sup> .....	1,789,719	1,810,301
Mohegan Tribal Gaming Authority Term Loan A, (Variable + 3.75%, 0.00% Floor), 5.37%, 10/13/21 <sup>(b)</sup> .....	2,125,000	2,140,938
Scientific Games International, Inc. Term Loan B-4, (LIBOR + 3.25%, 0.00% Floor), 4.70%, 08/14/24 <sup>(b)</sup> .....	2,225,944	2,246,656
		<u>8,092,173</u>

	Principal Amount (\$)	Value (\$)
<b>MEDIA: ADVERTISING, PRINTING &amp; PUBLISHING - 2.4%</b>		
Acosta, Inc. Tranche B-1, (LIBOR + 3.25%, 1.00% Floor), 4.82%, 09/26/21 <sup>(b)</sup> .....	1,000,000	883,335
Advantage Sales & Marketing, Inc. First Lien Initial Term Loan, (LIBOR + 3.25%, 1.00% Floor), 4.63%, 07/23/21 <sup>(b)(d)</sup> .....	997,423	974,981
ALM Media, LLC First Lien Term Loan B, (LIBOR + 4.50%, 1.00% Floor), 6.19%, 07/31/20 <sup>(b)</sup> .....	2,994,191	2,619,917
F & W Media, Inc. Term Loan B-1 (8.07% PIK), (LIBOR + 6.50%, 1.50% Floor), 8.07%, 05/24/22 <sup>(b)(d)(e)(i)</sup> .....	341,609	341,609
Term Loan B-2 (11.57% PIK), (LIBOR + 10.00%, 1.50% Floor), 11.57%, 05/24/22 <sup>(b)(d)(e)(i)</sup> .....	833,733	312,054
Information Resources, Inc. First Lien Initial Term Loan, (LIBOR + 4.25%, 1.00% Floor), 5.62%, 01/18/24 <sup>(b)</sup> .....	1,492,519	1,502,160
		<u>6,634,056</u>
<b>MEDIA: BROADCASTING &amp; SUBSCRIPTION - 7.5%</b>		
CBS Radio, Inc. Term Loan B-1, (LIBOR + 2.75%, 0.00% Floor), 4.17%, 11/18/24 <sup>(b)</sup> .....	790,419	795,770
Emmis Operating Co. Term Loan, (LIBOR + 7.00%, 1.00% Floor), 8.37%, 04/18/19 <sup>(b)</sup> .....	565,410	551,275
Global Eagle Entertainment, Inc. Initial Term Loan, (LIBOR + 7.50%, 1.00% Floor), 8.96%, 01/06/23 <sup>(b)</sup> .....	4,983,275	4,972,063
Hemisphere Media Holdings, LLC Term Loan B-1, (LIBOR + 3.50%, 0.00% Floor), 5.07%, 02/14/24 <sup>(b)</sup> .....	832,813	803,665
Radiate Holdco, LLC Closing Date Term Loan, (LIBOR + 3.00%, 0.75% Floor), 4.57%, 02/01/24 <sup>(b)(d)</sup> .....	492,585	489,640
First Lien Term Loan, (LIBOR + 3.00%, 0.75% Floor), 4.57%, 02/01/24 <sup>(b)(d)</sup> .....	2,785,135	2,759,888
SESAC Holdco II, LLC First Lien Initial Term Loan, (LIBOR + 3.25%, 1.00% Floor), 4.80%, 02/23/24 <sup>(b)</sup> .....	1,246,859	1,237,508
Second Lien Initial Term Loan, (LIBOR + 7.25%, 1.00% Floor), 8.73%, 02/24/25 <sup>(b)</sup> .....	868,956	857,008
Urban One, Inc. Initial Term Loan, (LIBOR + 4.00%, 1.00% Floor), 5.70%, 04/18/23 <sup>(b)</sup> .....	2,639,445	2,599,853

**Apollo Senior Floating Rate Fund Inc.**  
**Schedule of Investments (continued)**  
**December 31, 2017**

	Principal Amount (\$)	Value (\$)
<b>Senior Loans<sup>(a)</sup> (continued)</b>		
<b>MEDIA: BROADCASTING &amp; SUBSCRIPTION (continued)</b>		
William Morris Endeavor Entertainment, LLC		
Term Loan B, (LIBOR + 3.25%, 1.00% Floor), 4.64%, 05/06/21 <sup>(b)</sup>	5,666,896	5,702,315
		<u>20,768,985</u>
<b>MEDIA: DIVERSIFIED &amp; PRODUCTION - 1.4%</b>		
A-L Parent, LLC		
First Lien Initial Term Loan, (LIBOR + 3.25%, 1.00% Floor), 4.82%, 12/01/23 <sup>(b)(d)</sup>	1,338,136	1,349,844
Second Lien Initial Term Loan, (LIBOR + 7.25%, 1.00% Floor), 8.82%, 12/02/24 <sup>(b)(e)</sup>	500,000	505,000
DHX Media, Ltd. (Canada)		
Initial Term Loan, (LIBOR + 3.75%, 1.00% Floor), 5.32%, 12/29/23 <sup>(b)(c)</sup>	1,990,000	1,997,463
		<u>3,852,307</u>
<b>METALS &amp; MINING - 0.0%</b>		
Magnetation, LLC / Mag Finance Corp.		
DIP Term Loan, 12.00%, 10/14/16 <sup>(e)(g)(h)</sup>	245,303	—
<b>RETAIL - 9.1%</b>		
Academy, Ltd.		
Initial Term Loan, (LIBOR + 4.00%, 1.00% Floor), 5.57%, 07/01/22 <sup>(b)</sup>	2,956,179	2,340,924
Albertson's, LLC		
Replacement 2017-1 Term Loan B-4, (LIBOR + 2.75%, 0.75% Floor), 4.32%, 08/25/21 <sup>(b)</sup>	1,994,987	1,958,369
Replacement 2017-1 Term Loan B-5, (LIBOR + 3.00%, 0.75% Floor), 4.67%, 12/21/22 <sup>(b)</sup>	2,017,658	1,980,513
Charming Charlie, LLC		
First Lien DIP Term Loan, (Prime + 3.50%, 1.00% Floor), 8.00%, 06/08/18 <sup>(b)(e)</sup>	309,997	309,997
Term Loan, (LIBOR + 8.00%, 1.00% Floor), 12.33%, 12/24/19 <sup>(b)(g)(i)</sup>	3,584,099	150,084
David's Bridal, Inc.		
Initial Term Loan, (LIBOR + 4.00%, 1.25% Floor), 5.70%, 10/11/19 <sup>(b)(d)</sup>	3,971,168	3,486,110
J Crew Group, Inc.		
Consenting Amended Initial Loan, (LIBOR + 3.22%, 1.00% Floor), 4.85%, 03/05/21 <sup>(b)</sup>	432,342	261,351
JC Penney Corp., Inc.		
Initial Loan, (LIBOR + 4.25%, 1.00% Floor), 5.73%, 06/23/23 <sup>(b)</sup>	3,670,333	3,441,855

	Principal Amount (\$)	Value (\$)
<b>RETAIL (continued)</b>		
Mister Car Wash Holdings, Inc.		
Term Loan, (LIBOR + 3.25%, 1.00% Floor), 4.63%, 08/20/21 <sup>(b)(d)</sup>	1,321,708	1,327,761
The Neiman Marcus Group, Inc.		
Other Term Loan, (LIBOR + 3.25%, 1.00% Floor), 4.64%, 10/25/20 <sup>(b)</sup>	1,065,718	873,228
Petco Animal Supplies, Inc.		
Second Amendment Term Loan, (LIBOR + 3.00%, 1.00% Floor), 4.38%, 01/26/23 <sup>(b)</sup>	5,486,041	4,165,962
PetSmart, Inc.		
Tranche B-2 Loan, (LIBOR + 3.00%, 1.00% Floor), 4.57%, 03/11/22 <sup>(b)(d)</sup>	235,001	188,773
Sears Roebuck Acceptance Corp. (KMART Corp.)		
2017 Extended Term Loan, (LIBOR + 4.50%, 1.00% Floor), 6.07%, 01/20/19 <sup>(b)(d)</sup>	3,391,251	3,425,163
Vince, LLC		
Initial Term Loan, (LIBOR + 7.00%, 1.00% Floor), 8.40%, 11/27/19 <sup>(b)</sup>	1,683,053	1,472,672
		<u>25,382,762</u>
<b>SERVICES: BUSINESS - 21.6%</b>		
Air Medical Group Holdings, Inc.		
2016 New Term Loan, (LIBOR + 4.00%, 1.00% Floor), 5.67%, 04/28/22 <sup>(b)</sup>	3,786,691	3,791,897
First Lien Term Loan B, (LIBOR + 4.25%, 1.00% Floor), 5.68%, 09/26/24 <sup>(b)(d)</sup>		
	2,268,449	2,277,432
Americold Realty Operating Partnership, L.P.		
Initial Term Loan, (LIBOR + 3.75%, 1.00% Floor), 5.32%, 12/01/22 <sup>(b)</sup>	3,578,836	3,623,589
Applied Systems, Inc.		
Second Lien Initial Term Loan, (LIBOR + 7.00%, 1.00% Floor), 8.69%, 09/19/25 <sup>(b)</sup>	508,065	526,960
EIG Investors Corp.		
Refinancing Term Loan, (LIBOR + 4.00%, 1.00% Floor), 5.46%, 02/09/23 <sup>(b)</sup>	4,009,187	4,040,519
Electro Rent Corp.		
First Lien Initial Term Loan, (LIBOR + 5.00%, 1.00% Floor), 6.62%, 01/31/24 <sup>(b)</sup>	2,097,858	2,126,703

**Apollo Senior Floating Rate Fund Inc.**  
**Schedule of Investments (continued)**  
**December 31, 2017**

	Principal Amount (\$)	Value (\$)
<b>Senior Loans<sup>(a)</sup> (continued)</b>		
<b>SERVICES: BUSINESS (continued)</b>		
Evergreen Skills Lux S.A.R.L. (Luxembourg) First Lien Initial Term Loan, (LIBOR + 4.75%, 1.00% Floor), 6.32%, 04/28/21 <sup>(b)(c)</sup> .....	6,000,000	5,793,210
Second Lien Initial Term Loan, (LIBOR + 8.25%, 1.00% Floor), 9.82%, 04/28/22 <sup>(b)(c)</sup> .....	999,917	892,011
Explorer Holdings, Inc. Refinancing Term Loan, (LIBOR + 3.75%, 1.00% Floor), 5.13%, 05/02/23 <sup>(b)</sup> .....	4,568,173	4,611,000
Garda World Security Corp. (Canada) New Incremental Term Loan B, (Variable + 3.50%, 1.00% Floor), 4.97%, 05/24/24 <sup>(b)(c)</sup> .....	1,106,613	1,114,221
IBC Capital, Ltd. First Lien Initial Term Loan, (LIBOR + 3.75%, 1.00% Floor), 5.29%, 09/09/21 <sup>(b)</sup> .....	2,977,041	2,981,134
International Car Wash Group, Ltd. (United Kingdom) First Lien Term Loan, (LIBOR + 3.50%, 1.00% Floor), 4.88%, 10/03/24 <sup>(b)(c)(e)</sup> .....	709,859	713,408
Second Lien Term Loan, (LIBOR + 7.50%, 1.00% Floor), 8.88%, 10/03/25 <sup>(b)(c)(e)</sup> .....	1,545,455	1,557,046
Michael Baker International, LLC Initial Term Loan, (LIBOR + 4.50%, 1.00% Floor), 5.94%, 11/21/22 <sup>(b)</sup> .....	2,870,813	2,874,402
Navicure, Inc. First Lien Initial Term Loan, (LIBOR + 3.75%, 1.00% Floor), 5.11%, 11/01/24 <sup>(b)</sup> .....	791,878	791,878
Second Lien Initial Term Loan, (LIBOR + 7.50%, 1.00% Floor), 8.86%, 10/31/25 <sup>(b)</sup> .....	500,000	503,750
Onex Carestream Finance, L.P. First Lien Term Loan, (LIBOR + 4.00%, 1.00% Floor), 5.69%, 06/07/19 <sup>(b)</sup> .....	1,855,203	1,861,001
Second Lien Term Loan, (LIBOR + 8.50%, 1.00% Floor), 10.19%, 12/07/19 <sup>(b)</sup> .....	2,143,089	2,116,301
Paysafe Group PLC USD Term Loan, (LIBOR + 3.50%, 1.00% Floor), 5.15%, 12/02/24 <sup>(b)(d)</sup> .....	2,909,090	2,911,825
SGS Cayman L.P. Initial Cayman Term Loan, (LIBOR + 5.38%, 1.00% Floor), 7.07%, 04/23/21 <sup>(b)</sup> .....	784,349	754,936

	Principal Amount (\$)	Value (\$)
<b>SERVICES: BUSINESS (continued)</b>		
SMG First Lien Term Loan, (Prime + 2.50%, 1.00% Floor), 7.00%, 02/27/20 <sup>(b)</sup> .....	2,274,688	2,281,808
Solera Holdings, Inc. Dollar Term Loan, (LIBOR + 3.25%, 1.00% Floor), 4.82%, 03/03/23 <sup>(b)</sup> .....	3,193,008	3,217,626
STG-Fairway Acquisitions, Inc. First Lien Term Loan, (LIBOR + 5.25%, 1.00% Floor), 6.94%, 06/30/22 <sup>(b)</sup> .....	2,514,689	2,493,729
Sutherland Global Services, Inc. Initial U.S. Term Loan, (LIBOR + 5.38%, 1.00% Floor), 7.07%, 04/23/21 <sup>(b)</sup> .....	3,369,523	3,243,166
U.S. Security Associates Holdings, Inc. Initial Term Loan, (LIBOR + 4.00%, 1.00% Floor), 5.69%, 07/14/23 <sup>(b)</sup> .....	2,976,368	3,016,058
		60,115,610
<b>SERVICES: CONSUMER - 4.0%</b>		
Laureate Education, Inc. Series 2024 Term Loan, (LIBOR + 4.50%, 1.00% Floor), 6.07%, 04/26/24 <sup>(b)</sup> .....	3,586,570	3,623,189
NVA Holdings, Inc. First Lien Term Loan B-2, (LIBOR + 3.50%, 1.00% Floor), 5.19%, 08/14/21 <sup>(b)</sup> .....	2,165,387	2,186,142
Second Lien Term Loan, (LIBOR + 7.00%, 1.00% Floor), 8.69%, 08/14/22 <sup>(b)</sup> .....	2,637,888	2,658,766
USS Ultimate Holdings, Inc. First Lien Initial Term Loan, (LIBOR + 3.75%, 1.00% Floor), 5.32%, 08/25/24 <sup>(b)(d)</sup> .....	684,879	690,303
Second Lien Initial Term Loan, (LIBOR + 7.75%, 1.00% Floor), 9.32%, 08/25/25 <sup>(b)(d)</sup> .....	1,884,615	1,905,817
		11,064,217
<b>TELECOMMUNICATIONS - 11.2%</b>		
CenturyLink, Inc. Initial Term Loan A, (LIBOR + 2.75%, 0.00% Floor), 4.32%, 06/20/22 <sup>(b)(d)</sup> .....	2,000,000	1,987,500
Initial Term Loan B, (LIBOR + 2.75%, 0.00% Floor), 4.32%, 01/31/25 <sup>(b)(d)</sup> .....	2,500,000	2,415,625
Digicel International Finance, Ltd. (Saint Lucia) First Lien Initial Term Loan B, (LIBOR + 3.75%, 1.00% Floor), 5.31%, 05/27/24 <sup>(b)(c)</sup> .....	272,092	273,623

**Apollo Senior Floating Rate Fund Inc.**  
**Schedule of Investments (continued)**  
**December 31, 2017**

	Principal Amount (\$)	Value (\$)
<b>Senior Loans<sup>(a)</sup> (continued)</b>		
<b>TELECOMMUNICATIONS (continued)</b>		
Frontier Communications Corp. Initial Term Loan, (LIBOR + 2.75%, 0.00% Floor), 4.32%, 03/31/21 <sup>(b)(d)</sup> .....	986,486	951,964
Term Loan B-1, (LIBOR + 3.75%, 0.75% Floor), 5.32%, 06/15/24 <sup>(b)(d)</sup> .....	4,294,027	4,133,001
Global Tel*Link Corp. First Lien Term Loan, (LIBOR + 4.00%, 1.25% Floor), 5.69%, 05/23/20 <sup>(b)</sup> .....	7,977,006	8,016,930
Intelsat Jackson Holdings S.A. (Luxembourg) First Lien Term Loan B-4, (LIBOR + 4.50%, 1.00% Floor), 6.09%, 01/02/24 <sup>(b)(c)(d)</sup> .....	1,509,434	1,531,449
First Lien Term Loan B-5, 6.63%, 01/02/24 <sup>(c)(d)(h)</sup> .....	1,686,634	1,707,371
Tranche B-3 Term Loan, (LIBOR + 3.75%, 1.00% Floor), 5.21%, 11/27/23 <sup>(b)(c)(d)</sup> .....	1,660,772	1,629,633
Securus Technologies Holdings, Inc. First Lien Initial Term Loan, (LIBOR + 4.50%, 1.00% Floor), 6.12%, 11/01/24 <sup>(b)</sup> .....	2,123,636	2,150,192
Second Lien Initial Term Loan, (LIBOR + 8.25%, 1.00% Floor), 9.87%, 11/01/25 <sup>(b)</sup> .....	549,280	556,146
TierPoint, LLC First Lien Term Loan, (LIBOR + 3.75%, 1.00% Floor), 5.32%, 05/06/24 <sup>(b)</sup> .....	3,025,782	3,010,668
TVC Albany, Inc. Term Loan B, (LIBOR + 4.00%, 1.00% Floor), 5.69%, 09/18/24 <sup>(b)(e)</sup> .....	498,750	501,867
U.S. TelePacific Corp. Advance Term Loan, (LIBOR + 5.00%, 1.00% Floor), 6.69%, 05/02/23 <sup>(b)</sup> .....	2,426,829	2,328,239
		31,194,208
<b>TRANSPORTATION: CARGO - 1.9%</b>		
Avolon Holdings, Ltd. Initial Term Loan B-2, (LIBOR + 2.25%, 0.75% Floor), 3.75%, 03/21/22 <sup>(b)</sup> .....	2,493,734	2,479,121
Transplace Holdings, Inc. First Lien Closing Date Term Loan, (LIBOR + 4.25%, 1.00% Floor), 5.64%, 10/07/24 <sup>(b)</sup> .....	2,746,305	2,777,201
		5,256,322
<b>TRANSPORTATION: CONSUMER - 0.6%</b>		
Travel Leaders Group, LLC Term Loan B, (LIBOR + 4.50%, 0.00% Floor), 5.92%, 01/25/24 <sup>(b)</sup> .....	1,740,185	1,767,384

	Principal Amount (\$)	Value (\$)
<b>UTILITIES: ELECTRIC - 3.3%</b>		
Green Energy Partners Advance Conversion Term Loan B-1, (LIBOR + 5.50%, 1.00% Floor), 7.19%, 11/13/21 <sup>(b)(d)(e)</sup> .....	1,601,693	1,569,659
Construction B-2 Facility, (LIBOR + 5.50%, 1.00% Floor), 7.19%, 11/13/21 <sup>(b)(e)</sup> .....	340,057	333,256
Helix Gen Funding, LLC Term Loan, (LIBOR + 3.75%, 1.00% Floor), 5.44%, 06/03/24 <sup>(b)</sup> .....	1,184,545	1,189,786
Moxie Patriot, LLC Construction B-1 Facility, (LIBOR + 5.75%, 1.00% Floor), 7.44%, 12/19/20 <sup>(b)</sup> .....	2,155,727	2,123,391
Panda Liberty, LLC Construction B-1 Facility, (LIBOR + 6.50%, 1.00% Floor), 8.19%, 08/21/20 <sup>(b)</sup> .....	2,393,571	2,208,069
Pike Corporation Initial Term Loan 2017, (LIBOR + 3.50%, 1.00% Floor), 5.07%, 09/20/24 <sup>(b)</sup> .....	859,765	873,375
WG Partners Acquisition, LLC Term Loan B, (LIBOR + 3.50%, 1.00% Floor), 5.19%, 11/15/23 <sup>(b)</sup> .....	839,501	842,649
		9,140,185
<b>Total Senior Loans (Cost \$384,101,680) .....</b>		<b>377,158,658</b>
<b>Corporate Notes and Bonds - 11.8%<sup>(h)</sup></b>		
<b>AUTOMOTIVE - 1.4%</b>		
Tesla, Inc. 5.30%, 08/15/25 <sup>(k)</sup> .....	4,000,000	3,835,000
<b>BANKING, FINANCE, INSURANCE &amp; REAL ESTATE - 1.0%</b>		
Donnelley Financial Solutions, Inc. 8.25%, 10/15/24 .....	2,476,000	2,655,510
<b>CONTAINERS, PACKAGING &amp; GLASS - 0.7%</b>		
Reynolds Group Holdings, Inc. 6.88%, 02/15/21 .....	1,999,498	2,029,490
<b>HEALTHCARE &amp; PHARMACEUTICALS - 1.4%</b>		
Valeant Pharmaceuticals International, Inc. (Canada) 5.50%, 11/01/25 <sup>(e)(k)</sup> .....	1,000,000	1,022,500
5.63%, 12/01/21 <sup>(c)(k)</sup> .....	1,000,000	981,250
7.50%, 07/15/21 <sup>(c)(k)</sup> .....	1,000,000	1,020,000
West Street Merger Sub, Inc. 6.38%, 09/01/25 <sup>(k)</sup> .....	1,000,000	1,007,500
		4,031,250
<b>HIGH TECH INDUSTRIES - 1.1%</b>		
Riverbed Technology, Inc. 8.88%, 03/01/23 <sup>(k)</sup> .....	2,000,000	1,895,000
RP Crown Parent, LLC 7.38%, 10/15/24 <sup>(k)</sup> .....	1,000,000	1,050,000
		2,945,000

**Apollo Senior Floating Rate Fund Inc.**  
**Schedule of Investments (continued)**  
**December 31, 2017**

	Principal Amount (\$)	Value (\$)
<b>Corporate Notes and Bonds<sup>(h)</sup> (continued)</b>		
<b>HOTEL, GAMING &amp; LEISURE - 0.4%</b>		
Scientific Games International, Inc. 7.00%, 01/01/22 <sup>(k)</sup> .....	1,000,000	1,056,250
<b>MEDIA: ADVERTISING, PRINTING &amp; PUBLISHING - 0.3%</b>		
Acosta, Inc. 7.75%, 10/01/22 <sup>(k)</sup> .....	1,000,000	735,000
<b>MEDIA: BROADCASTING &amp; SUBSCRIPTION - 2.0%</b>		
CSC Holdings, LLC 10.13%, 01/15/23 <sup>(k)</sup> .....	105,000	118,519
10.88%, 10/15/25 <sup>(k)</sup> .....	293,000	349,403
SiTV, Inc. 10.38%, 07/01/19 <sup>(k)</sup> .....	2,544,000	1,729,920
Univision Communications, Inc. 5.13%, 02/15/25 <sup>(k)</sup> .....	2,000,000	1,952,500
Urban One, Inc. 7.38%, 04/15/22 <sup>(k)</sup> .....	1,357,000	1,360,393
		<u>5,510,735</u>
<b>METALS &amp; MINING - 0.0%</b>		
ERP Iron Ore, LLC LIBOR +, 8.00%, 12/31/19 <sup>(e)</sup> .....	33,604	8,775
Magnetation, LLC / Mag Finance Corp. 11.00%, 05/15/18 <sup>(e)(g)(k)(l)</sup> .....	639,000	—
		<u>8,775</u>
<b>RETAIL - 0.2%</b>		
PetSmart, Inc. 5.88%, 06/01/25 <sup>(k)</sup> .....	765,000	590,963
<b>SERVICES: BUSINESS - 1.2%</b>		
Camelot Finance S.A. (Luxembourg) 7.88%, 10/15/24 <sup>(c)(k)</sup> .....	1,080,000	1,155,600
EIG Investors Corp. 10.88%, 02/01/24 .....	2,000,000	2,230,000
		<u>3,385,600</u>
<b>TELECOMMUNICATIONS - 2.1%</b>		
GTT Communications, Inc. 7.88%, 12/31/24 <sup>(k)</sup> .....	1,788,000	1,890,810
Orbcomm, Inc. 8.00%, 04/01/24 <sup>(k)</sup> .....	3,694,000	3,957,197
		<u>5,848,007</u>
<b>Total Corporate Notes and Bonds (Cost \$33,101,250) .....</b>		<b><u>32,631,580</u></b>

	Share Quantity	Value (\$)
<b>Common Stocks - 0.0%</b>		
<b>BANKING, FINANCE, INSURANCE &amp; REAL ESTATE - 0.0%</b>		
Medical Card System, Inc. <sup>(e)(g)</sup> .....	991,230	18,987
<b>ENERGY: OIL &amp; GAS - 0.0%</b>		
Southcross Holdings Borrower, GP LLC <sup>(e)(g)</sup> .....	129	—
Southcross Holdings Borrower, LP, Class A-II <sup>(e)(g)</sup> .....	129	49,988
		<u>49,988</u>
<b>MEDIA: ADVERTISING, PRINTING &amp; PUBLISHING - 0.0%</b>		
F & W Media, Inc. <sup>(e)(g)</sup> .....	9,510	—
<b>Total Common Stock (Cost \$58,051) .....</b>		<b><u>68,975</u></b>
<b>Preferred Stock - 1.4%</b>		
<b>BANKING, FINANCE, INSURANCE &amp; REAL ESTATE - 1.4%</b>		
Watford Holdings, Ltd. (Bermuda) 8.50% <sup>(c)(e)(k)</sup> .....	160,000	3,915,225
<b>Total Preferred Stock (Cost \$3,920,000) .....</b>		<b><u>3,915,225</u></b>
<b>Total Investments-148.8% .....</b>		<b>413,774,438</b>
<b>(Cost of \$421,180,981)</b>		
<b>Other Assets &amp; Liabilities,</b>		
<b>Net-1.8% .....</b>		<b>4,997,343</b>
<b>Loan Outstanding-(50.6)%<sup>(m)(n)</sup> .....</b>		<b><u>(140,701,903)</u></b>
<b>Net Assets (Applicable to Common Shares)-100.0% .....</b>		<b><u>278,069,878</u></b>

# Apollo Senior Floating Rate Fund Inc.

## Schedule of Investments (continued)

December 31, 2017

- (a) "Senior Loans" are senior, secured loans made to companies whose debt is below investment grade as well as investments with similar economic characteristics. Senior Loans typically hold a first lien priority and, unless otherwise indicated, are required to pay interest at floating rates that are periodically reset by reference to a base lending rate plus a spread. In some instances, the rates shown represent the weighted average rate as of December 31, 2017. Senior Loans are generally not registered under the Securities Act of 1933 (the "1933 Act") and often incorporate certain restrictions on resale and cannot be sold publicly. Senior Loans often require prepayments from excess cash flow or permit the borrower to repay at its election. The degree to which borrowers repay, whether as a contractual requirement or at their election, cannot be predicted with accuracy. As a result, the actual maturity may be substantially less than the stated maturity.
- (b) The interest rate on this Senior Loan is subject to a base lending rate plus a spread. These base lending rates are primarily the London Interbank Offered Rate ("LIBOR") and secondarily the prime rate offered by one or more major U.S. banks ("Prime"). The interest rate is subject to a minimum floor, which may be less than or greater than the prevailing period end LIBOR/Prime rate. As of December 31, 2017, the 1, 3 and 6 month LIBOR rates were 1.56%, 1.69% and 1.84%, respectively, and the Prime lending rate was 4.50%. Senior Loans may contain multiple contracts of the same issuer which may be subject to base lending rates of both LIBOR and Prime ("Variable") in addition to the stated spread.
- (c) Foreign issuer traded in U.S. dollars.
- (d) All or a portion of this Senior Loan position has not settled. Full contract rates do not take effect until settlement date and therefore are subject to change.
- (e) Fair Value Level 3 security.
- (f) The issuer is in default of its payment obligations as of June 7, 2017, as such, income is no longer being accrued.
- (g) Non-income producing asset.
- (h) Fixed rate asset.
- (i) Represents a payment-in-kind ("PIK") security, which may pay interest in additional principal amount.
- (j) The issuer is in default of its payment obligations as of December 11, 2017, as such, income is no longer being accrued.
- (k) Securities exempt from registration pursuant to Rule 144A under the 1933 Act. These securities may only be resold in transactions exempt from registration to qualified institutional buyers. At December 31, 2017, these securities amounted to \$29,623,030, or 10.7% of net assets.
- (l) The issuer is in default of its payment obligations as of May 5, 2015, as such, income is no longer being accrued.
- (m) The Fund has granted a security interest in substantially all of its assets in the event of default under the credit facility.
- (n) Principal \$141,000,000 less unamortized deferred financing costs of \$298,097.



# Apollo Tactical Income Fund Inc.

## Schedule of Investments

December 31, 2017

	Principal Amount (\$)	Value (\$)
<b>Senior Loans - 122.2%<sup>(a)</sup></b>		
<b>AEROSPACE &amp; DEFENSE - 3.4%</b>		
MRO Holdings, Inc. Initial Term Loan, (LIBOR + 5.25%, 1.00% Floor), 6.94%, 10/25/23 <sup>(b)</sup> .....	600,000	605,250
PAE Holding Corp. First Lien Initial Term Loan, (LIBOR + 5.50%, 1.00% Floor), 7.12%, 10/20/22 <sup>(b)</sup> .....	1,942,500	1,957,680
Second Lien Initial Term Loan, (LIBOR + 9.50%, 1.00% Floor), 11.12%, 10/20/23 <sup>(b)</sup> .....	1,404,836	1,413,616
Photonis Technologies SAS (France) First Lien Initial Dollar Term Loan, (LIBOR + 7.50%, 1.00% Floor), 9.19%, 09/18/19 <sup>(b)(c)</sup> .....	1,887,413	1,658,564
Sequa Mezzanine Holdings, LLC First Lien Initial Term Loan, (LIBOR + 5.00%, 1.00% Floor), 6.55%, 11/28/21 <sup>(b)</sup> .....	1,396,652	1,408,733
StandardAero Aviation Holdings, Inc. Initial Term Loan, (LIBOR + 3.75%, 1.00% Floor), 5.32%, 07/07/22 <sup>(b)</sup> .....	1,626,487	1,641,402
		8,685,245
<b>AUTOMOTIVE - 3.2%</b>		
AP Exhaust Acquisition, LLC First Lien Initial Term Loan, (LIBOR + 5.00%, 1.00% Floor), 6.41%, 05/10/24 <sup>(b)</sup> .....	5,331,194	5,271,245
CH Hold Corp. Second Lien Initial Term Loan, (LIBOR + 7.25%, 1.00% Floor), 8.82%, 02/03/25 <sup>(b)</sup> .....	500,000	511,250
Innovative XCcessories & Services, LLC Term Loan, (LIBOR + 4.75%, 1.00% Floor), 6.21%, 11/29/22 <sup>(b)(d)</sup> .....	2,245,073	2,273,136
		8,055,631
<b>BANKING, FINANCE, INSURANCE &amp; REAL ESTATE - 5.7%</b>		
AqGen Ascensus, Inc. Replacement Term Loan, (LIBOR + 4.00%, 1.00% Floor), 5.69%, 12/05/22 <sup>(b)</sup> .....	1,994,962	2,005,775
Asurion, LLC Second Lien Replacement Term Loan B-2, (LIBOR + 6.00%, 0.00% Floor), 7.57%, 08/04/25 <sup>(b)</sup> .....	2,117,647	2,180,509
CRCI Holdings, Inc. Initial Term Loan, (LIBOR + 5.50%, 1.00% Floor), 7.19%, 08/31/23 <sup>(b)</sup> .....	2,086,480	2,094,305

	Principal Amount (\$)	Value (\$)
<b>BANKING, FINANCE, INSURANCE &amp; REAL ESTATE (continued)</b>		
Medical Card System, Inc. Term Loan, (LIBOR + 0.50%, 1.00% Floor), 1.50%, 05/31/19 <sup>(b)(e)</sup> .....	4,913,829	4,027,485
Mitchell International, Inc. Second Lien Initial Term Loan, (LIBOR + 7.25%, 0.00% Floor), 8.94%, 12/01/25 <sup>(b)(d)</sup> .....	1,136,979	1,149,906
MMM Holdings, Inc. MMM Term Loan, (LIBOR + 8.75%, 1.50% Floor), 10.32%, 06/30/19 <sup>(b)</sup> .....	890,532	865,299
MSO of Puerto Rico, Inc. MSO Term Loan, (LIBOR + 8.75%, 1.50% Floor), 10.32%, 06/30/19 <sup>(b)</sup> .....	647,412	629,068
SG Acquisition, Inc. Initial Term Loan, (LIBOR + 5.00%, 1.00% Floor), 6.69%, 03/29/24 <sup>(b)</sup> .....	1,341,955	1,333,567
SquareTwo Financial Corp. Closing Date Term Loan, (LIBOR +10.00%, 1.00% Floor), 11.00%, 05/24/19 <sup>(b)(e)(f)(g)</sup> .....	1,102,885	61,118
		14,347,032
<b>BEVERAGE, FOOD &amp; TOBACCO - 3.4%</b>		
Arctic Glacier Group Holdings, Inc. Initial Term Loan, (LIBOR + 4.25%, 1.00% Floor), 5.82%, 03/20/24 <sup>(b)</sup> .....	496,250	502,453
The Chef's Warehouse, Inc. Term Loan, (LIBOR + 4.00%, 1.00% Floor), 5.57%, 06/22/22 <sup>(b)</sup> .....	1,076,516	1,083,245
JBS USA, LLC Initial Term Loan, (LIBOR + 2.50%, 0.75% Floor), 4.10%, 10/30/22 <sup>(b)(d)</sup> .....	1,992,475	1,960,844
PFS Holding Corp. First Lien Term Loan, (LIBOR + 3.50%, 1.00% Floor), 5.07%, 01/31/21 <sup>(b)</sup> .....	2,289,055	1,626,373
Winebow Holdings, Inc. (The Vintner Group, Inc.) First Lien Initial Term Loan, (LIBOR + 3.75%, 1.00% Floor), 5.32%, 07/01/21 <sup>(b)</sup> .....	1,066,103	1,050,778
Second Lien Initial Term Loan, (LIBOR + 7.50%, 1.00% Floor), 9.07%, 01/02/22 <sup>(b)(e)</sup> .....	2,505,795	2,367,976
		8,591,669
<b>CAPITAL EQUIPMENT - 1.4%</b>		
MTS Systems Corporation New Tranche B Term Loan, (LIBOR + 3.25%, 0.75% Floor), 4.69%, 07/05/23 <sup>(b)</sup> .....	2,114,942	2,136,092

# Apollo Tactical Income Fund Inc.

## Schedule of Investments (continued)

December 31, 2017

	Principal Amount (\$)	Value (\$)
<b>Senior Loans<sup>(a)</sup> (continued)</b>		
<b>CAPITAL EQUIPMENT (continued)</b>		
Robertshaw US Holding Corp. First Lien Initial Term Loan, (LIBOR + 4.50%, 0.00% Floor), 6.13%, 08/10/24 <sup>(b)</sup> .....	1,496,250	<u>1,511,213</u>
		<u>3,647,305</u>
<b>CHEMICALS, PLASTICS &amp; RUBBER - 3.0%</b>		
ASP Chromaflo Intermediate Holdings, Inc. First Lien Initial Tranche B-2 Term Loan, (LIBOR + 4.00%, 1.00% Floor), 5.57%, 11/20/23 <sup>(b)</sup> . Initial Tranche B-1 Term Loan, (LIBOR + 4.00%, 1.00% Floor), 5.57%, 11/20/23 <sup>(b)</sup> .....	424,137	427,053
Niacet Corporation First Lien Initial Dollar Term Loan, (LIBOR + 4.50%, 1.00% Floor), 6.19%, 02/01/24 <sup>(b)(e)</sup> .....	326,179	328,422
PetroChoice Holdings, Inc. First Lien Initial Term Loan, (LIBOR + 5.00%, 1.00% Floor), 6.42%, 08/19/22 <sup>(b)</sup> .....	708,928	710,700
SK Spice S.A.R.L (Luxembourg) Facility B-2, (LIBOR + 4.25%, 0.00% Floor), 5.60%, 08/12/24 <sup>(b)(c)</sup> .....	992,200	1,000,881
Vantage Specialty Chemicals, Inc. First Lien Closing Date Loan, (LIBOR + 4.00%, 1.00% Floor), 5.37%, 10/28/24 <sup>(b)</sup> .....	2,121,906	2,134,276
Second Lien Initial Loan, (LIBOR + 8.25%, 1.00% Floor), 9.62%, 10/27/25 <sup>(b)</sup> .....	1,607,143	1,620,201
	1,367,088	<u>1,346,582</u>
		<u>7,568,115</u>
<b>CONSTRUCTION &amp; BUILDING - 2.1%</b>		
Associated Asphalt Partners, LLC Tranche B Term Loan, (LIBOR + 5.25%, 1.00% Floor), 6.82%, 04/05/24 <sup>(b)(d)</sup> .....	1,527,977	1,394,279
Henry Company, LLC Initial Term Loan, (LIBOR + 4.50%, 1.00% Floor), 6.07%, 10/05/23 <sup>(b)</sup> .....	866,919	875,948
Morsco, Inc. Initial Term Loan, (LIBOR + 7.00%, 1.00% Floor), 8.57%, 10/31/23 <sup>(b)</sup> .....	987,342	1,007,089
Terra Millenium Corp. First Out Term Loan, (LIBOR + 6.25%, 1.00% Floor), 7.88%, 10/31/22 <sup>(b)(e)</sup> .....	1,950,000	<u>1,959,750</u>
		<u>5,237,066</u>

	Principal Amount (\$)	Value (\$)
<b>CONSUMER GOODS: DURABLE - 1.6%</b>		
Hayward Acquisition Corp. Initial Term Loan, (LIBOR + 3.50%, 0.00% Floor), 5.07%, 08/05/24 <sup>(b)</sup> .....	2,420,243	2,429,319
PT Holdings, LLC Initial Loan, (LIBOR + 8.00%, 1.00% Floor), 9.57%, 12/08/25 <sup>(b)(d)</sup> .....	625,000	628,125
Term Loan B, (LIBOR + 4.00%, 1.00% Floor), 5.57%, 12/09/24 <sup>(b)(d)</sup> .....	1,000,000	<u>1,005,940</u>
		<u>4,063,384</u>
<b>CONSUMER GOODS: NON-DURABLE - 3.9%</b>		
ABG Intermediate Holdings 2, LLC First Lien Initial Term Loan, (LIBOR + 3.50%, 1.00% Floor), 5.19%, 09/27/24 <sup>(b)</sup> .....	2,460,329	2,474,168
Second Lien Term Loan, (LIBOR + 7.75%, 1.00% Floor), 9.44%, 09/29/25 <sup>(b)</sup> .....	507,286	514,895
LTI Holdings, Inc. First Lien Initial Term Loan, (Variable + 4.75%, 1.00% Floor), 6.32%, 05/16/24 <sup>(b)</sup> .....	4,037,664	4,070,470
Parfums Holding Co., Inc. First Lien Initial Term Loan, (LIBOR + 4.75%, 1.00% Floor), 6.44%, 06/30/24 <sup>(b)(d)</sup> .....	1,763,506	1,780,400
Revlon Consumer Products Corp. Initial Term Loan B, (LIBOR + 3.50%, 0.75% Floor), 5.07%, 09/07/23 <sup>(b)</sup> .....	1,492,978	<u>1,116,934</u>
		<u>9,956,867</u>
<b>CONTAINERS, PACKAGING &amp; GLASS - 2.4%</b>		
Anchor Glass Container Corp. Second Lien Term Loan, (LIBOR + 7.75%, 1.00% Floor), 9.18%, 12/07/24 <sup>(b)</sup> .....	1,083,333	1,097,774
Hoover Group, Inc. First Lien Initial Term Loan, (LIBOR + 7.25%, 1.00% Floor), 8.70%, 01/28/21 <sup>(b)(e)</sup> .....	755,896	695,424
SMI Acquisition, Inc. First Lien Initial Term Loan, (LIBOR + 3.75%, 1.00% Floor), 5.13%, 11/01/24 <sup>(b)</sup> .....	1,050,000	1,056,127
Sprint Industrial Holdings, LLC First Lien Term Loan, (LIBOR + 5.75%, 1.25% Floor), 7.44%, 05/14/19 <sup>(b)</sup> .....	3,360,025	<u>3,141,624</u>
		<u>5,990,949</u>
<b>ENERGY: OIL &amp; GAS - 3.2%</b>		
American Energy - Marcellus, LLC First Lien Term Loan, (LIBOR + 4.25%, 1.00% Floor), 5.71%, 08/04/20 <sup>(b)(g)(h)</sup> .....	1,306,817	975,755

# Apollo Tactical Income Fund Inc.

## Schedule of Investments (continued)

December 31, 2017

	Principal Amount (\$)	Value (\$)
<b>Senior Loans<sup>(a)</sup> (continued)</b>		
<b>ENERGY: OIL &amp; GAS (continued)</b>		
Azure Midstream Energy, LLC Term Loan, (LIBOR + 6.50%, 1.00% Floor), 8.07%, 11/15/18 <sup>(b)</sup>	426,965	386,531
HGIM Corp. Senior Secured Term Loan A, (Prime + 3.25%, 1.00% Floor), 7.75%, 06/18/18 <sup>(b)(g)</sup>	398,725	160,487
Moss Creek Resources, LLC Initial Term Loan, (LIBOR + 8.00%, 1.50% Floor), 9.50%, 04/07/22 <sup>(b)(e)</sup>	5,000,000	5,000,000
Sheridan Investment Partners I, LLC Deferred Principal Facility I, 10/01/19 <sup>(e)(g)</sup>	4,749	2,850
Tranche B-2 Term Loan, (LIBOR + 3.50%, 0.75% Floor), 5.01%, 10/01/19 <sup>(b)</sup>	443,042	368,463
Sheridan Production Partners I-A, L.P. Deferred Principal Facility I-A, 10/01/19 <sup>(e)(g)</sup>	629	378
Tranche B-2 Term Loan, (LIBOR + 3.50%, 0.75% Floor), 5.01%, 10/01/19 <sup>(b)</sup>	58,707	48,824
Sheridan Production Partners I-M, L.P. Deferred Principal Facility I-M, 10/01/19 <sup>(e)(g)</sup>	384	231
Tranche B-2 Term Loan, (LIBOR + 3.50%, 0.75% Floor), 5.01%, 10/01/19 <sup>(b)</sup>	35,858	29,822
Southcross Holdings Borrower, LP Tranche B Term Loan (5.50% PIK), 9.00%, 04/13/23 <sup>(d)(i)</sup>	125,062	123,108
Traverse Midstream Partners, LLC Term Loan, (LIBOR + 4.00%, 1.00% Floor), 5.85%, 09/27/24 ...	926,471	940,021
		<u>8,036,470</u>

### ENVIRONMENTAL INDUSTRIES - 1.2%

Emerald 2, Ltd. (United Kingdom) Facility B-1, (LIBOR + 4.00%, 1.00% Floor), 5.69%, 05/14/21 <sup>(b)(c)(d)</sup>	3,091,110	3,091,110
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### HEALTHCARE & PHARMACEUTICALS - 16.4%

Argon Medical Devices, Inc. First Lien Term Loan B, (LIBOR + 3.75%, 1.00% Floor), 4.75%, 10/27/24 <sup>(b)(d)</sup>	1,563,830	1,576,536
ATI Holdings, Inc. First Lien Initial Term Loan, (LIBOR + 3.50%, 1.00% Floor), 4.85%, 05/10/23 <sup>(b)</sup>	709,576	716,672

	Principal Amount (\$)	Value (\$)
<b>HEALTHCARE &amp; PHARMACEUTICALS (continued)</b>		
Bioclinica, Inc. First Lien Initial Term Loan, (LIBOR + 4.25%, 1.00% Floor), 5.63%, 10/20/23 <sup>(b)</sup>	2,217,824	2,173,467
CT Technologies Intermediate Hldgs, Inc. Initial Term Loan, (LIBOR + 4.25%, 1.00% Floor), 5.82%, 12/01/21 <sup>(b)</sup>	3,238,240	3,236,232
Diplomat Pharmacy, Inc. Initial Term Loan B, (LIBOR + 4.50%, 1.00% Floor), 6.04%, 12/13/24 <sup>(b)(d)</sup>	913,043	921,032
Endo Luxembourg Finance I Co. S.A.R.L. Initial Term Loan, (LIBOR + 4.25%, 0.75% Floor), 5.88%, 04/29/24 <sup>(b)</sup>	3,082,061	3,106,147
Equian, LLC Initial Term Loan, (LIBOR + 3.75%, 1.00% Floor), 5.23%, 05/20/24 <sup>(b)</sup>	868,363	877,594
Lanai Holdings II, Inc. First Lien Initial Term Loan, (LIBOR + 4.75%, 1.00% Floor), 6.23%, 08/29/22 <sup>(b)(d)</sup>	3,697,157	3,549,271
Lanai Holdings III, Inc. Second Lien Initial Term Loan, (LIBOR + 8.50%, 1.00% Floor), 9.98%, 08/28/23 <sup>(b)</sup>	869,565	804,348
Lantheus Medical Imaging, Inc. New Term Loan B 2017, (LIBOR + 3.75%, 1.00% Floor), 5.32%, 06/30/22 <sup>(b)</sup>	1,043,475	1,052,824
Medical Solutions Holdings, Inc. First Lien Closing Date Term Loan, (LIBOR + 4.25%, 1.00% Floor), 5.82%, 06/14/24 <sup>(b)</sup>	5,083,624	5,140,815
Second Lien Closing Date Loan, (LIBOR + 8.25%, 1.00% Floor), 9.82%, 06/16/25 <sup>(b)</sup>	2,000,000	1,990,000
Nmsc Holdings, Inc. Initial Term Loan, (LIBOR + 5.00%, 1.00% Floor), 6.69%, 04/19/23 <sup>(b)</sup>	561,524	553,101
Onex Schumacher Finance, L.P. First Lien Initial Term Loan, (LIBOR + 4.00%, 1.00% Floor), 5.57%, 07/29/22 <sup>(b)(d)</sup>	1,550,873	1,531,487
Opal Acquisition, Inc. First Lien Term Loan B, (LIBOR + 4.00%, 1.00% Floor), 5.53%, 11/27/20 <sup>(b)</sup>	4,621,324	4,345,962
PharMerica Corporation First Lien Term Loan, (LIBOR + 3.50%, 1.00% Floor), 4.90%, 12/06/24 <sup>(b)</sup>	1,732,523	1,743,784

# Apollo Tactical Income Fund Inc.

## Schedule of Investments (continued)

December 31, 2017

	Principal Amount (\$)	Value (\$)
<b>Senior Loans<sup>(a)</sup> (continued)</b>		
<b>HEALTHCARE &amp; PHARMACEUTICALS (continued)</b>		
Premier Dental Services, Inc. Term Loan, (LIBOR + 5.25%, 1.00% Floor), 6.82%, 06/30/23 <sup>(b)(d)</sup> .....	1,006,428	1,014,922
Quorum Health Corp. Term Loan, (LIBOR + 6.75%, 1.00% Floor), 8.32%, 04/29/22 <sup>(b)</sup> .....	2,658,042	2,691,267
U.S. Renal Care, Inc. First Lien Initial Term Loan, (LIBOR + 4.25%, 1.00% Floor), 5.94%, 12/30/22 <sup>(b)</sup> .....	3,976,797	3,927,087
Valeant Pharmaceuticals International, Inc. (Canada) Tranche B Term Loan, Series F-4, (LIBOR + 3.50%, 0.75% Floor), 4.94%, 04/01/22 <sup>(b)(c)</sup> .....	370,445	376,148
		41,328,696
<b>HIGH TECH INDUSTRIES - 10.4%</b>		
Aptean, Inc. Second Lien Initial Term Loan, (LIBOR + 9.50%, 1.00% Floor), 11.20%, 12/20/23 <sup>(b)</sup> .....	470,000	473,135
Term Loan B, (LIBOR + 4.25%, 1.00% Floor), 5.95%, 12/20/22 <sup>(b)</sup> .....	2,145,103	2,165,664
Aricent Technologies First Lien Initial Term Loan, (LIBOR + 4.50%, 1.00% Floor), 5.97%, 04/14/21 <sup>(b)</sup> .....	3,464,479	3,481,801
Second Lien Initial Term Loan, (LIBOR + 8.50%, 1.00% Floor), 9.97%, 04/14/22 <sup>(b)</sup> .....	1,211,538	1,223,048
Aspect Software, Inc. First Lien Exit Term Loan, (LIBOR + 10.50%, 1.00% Floor), 12.07%, 05/25/20 <sup>(b)</sup> .....	1,568,524	1,548,917
DigiCert Holding, Inc. First Lien Term Loan, (LIBOR + 4.75%, 1.00% Floor), 6.13%, 10/31/24 <sup>(b)</sup> .....	1,895,411	1,922,060
Second Lien Term Loan, (LIBOR + 8.00%, 1.00% Floor), 9.38%, 10/31/25 <sup>(b)</sup> .....	1,514,727	1,526,330
DTI Holdco, Inc. Initial Term Loan, (LIBOR + 5.25%, 1.00% Floor), 6.63%, 10/02/23 <sup>(b)</sup> .....	997,475	996,228
Flexera Software, LLC Second Lien Term Loan, (LIBOR + 7.00%, 1.00% Floor), 8.57%, 04/02/21 <sup>(b)</sup> .....	1,987,902	1,997,841
Gigamon, Inc. First Lien Term Loan, (LIBOR + 4.50%, 1.00% Floor), 6.03%, 12/19/24 <sup>(b)(d)</sup> .....	1,714,285	1,705,714

	Principal Amount (\$)	Value (\$)
<b>HIGH TECH INDUSTRIES (continued)</b>		
Misys, Ltd. (United Kingdom) Second Lien Dollar Term Loan, (LIBOR + 7.25%, 1.00% Floor), 8.73%, 06/13/25 <sup>(b)(c)</sup> .....	500,000	502,750
Riverbed Technology, Inc. First Amendment Term Loan, (LIBOR + 3.25%, 1.00% Floor), 4.82%, 04/24/22 <sup>(b)</sup> .....	3,019,407	2,978,735
Syncsort, Inc. Second Lien Initial Term Loan, (LIBOR + 9.00%, 1.00% Floor), 10.69%, 08/18/25 <sup>(b)</sup> .....	2,000,000	1,961,880
Triple Point Group Holdings, Inc. First Lien Term Loan, (LIBOR + 4.25%, 1.00% Floor), 5.94%, 07/10/20 <sup>(b)</sup> .....	3,972,353	3,633,472
		26,117,575
<b>HOTEL, GAMING &amp; LEISURE - 2.1%</b>		
Everi Payments, Inc. New Term Loan B, (LIBOR + 3.50%, 1.00% Floor), 4.98%, 05/09/24 <sup>(b)</sup> .....	1,789,719	1,810,301
Mohegan Tribal Gaming Authority Term Loan A, (Variable + 3.75%, 0.00% Floor), 5.37%, 10/13/21 <sup>(b)</sup> .....	2,125,000	2,140,938
Scientific Games International, Inc. Term Loan B-4, (LIBOR + 3.25%, 0.00% Floor), 4.70%, 08/14/24 <sup>(b)</sup> .....	1,410,199	1,423,321
		5,374,560
<b>MEDIA: ADVERTISING, PRINTING &amp; PUBLISHING - 2.6%</b>		
Acosta, Inc. Tranche B-1 Loan, (LIBOR + 3.25%, 1.00% Floor), 4.82%, 09/26/21 <sup>(b)</sup> .....	1,000,000	883,335
Advantage Sales & Marketing, Inc. First Lien Initial Term Loan, (LIBOR + 3.25%, 1.00% Floor), 4.63%, 07/23/21 <sup>(b)(d)</sup> .....	997,423	974,981
ALM Media, LLC First Lien Term Loan B, (LIBOR + 4.50%, 1.00% Floor), 6.19%, 07/31/20 <sup>(b)</sup> .....	2,994,191	2,619,917
F & W Media, Inc. Term Loan B-1 (8.07% PIK), (LIBOR + 6.50%, 1.50% Floor), 8.07%, 05/24/22 <sup>(b)(e)(i)</sup> .....	341,609	341,609
Term Loan B-2 (11.57% PIK), (LIBOR + 10.00%, 1.50% Floor), 11.57%, 05/24/22 <sup>(b)(e)(i)</sup> .....	833,733	312,054
Information Resources, Inc. First Lien Initial Term Loan, (LIBOR + 4.25%, 1.00% Floor), 5.62%, 01/18/24 <sup>(b)</sup> .....	1,492,519	1,502,160
		6,634,056

# Apollo Tactical Income Fund Inc.

## Schedule of Investments (continued)

December 31, 2017

	Principal Amount (\$)	Value (\$)
<b>Senior Loans<sup>(a)</sup> (continued)</b>		
<b>MEDIA: BROADCASTING &amp; SUBSCRIPTION - 5.4%</b>		
Emmis Operating Co.		
Term Loan, (LIBOR + 7.00%, 1.00% Floor), 8.37%, 04/18/19 <sup>(b)</sup>	565,410	551,275
Global Eagle Entertainment, Inc.		
Initial Term Loan, (LIBOR + 7.50%, 1.00% Floor), 8.96%, 01/06/23 <sup>(b)</sup>	4,982,413	4,971,203
Hemisphere Media Holdings, LLC		
Term Loan B-1, (LIBOR + 3.50%, 0.00% Floor), 5.07%, 02/14/24 <sup>(b)</sup>	490,266	473,107
Radiate Holdco, LLC		
Closing Date Term Loan, (LIBOR + 3.00%, 0.75% Floor), 4.57%, 02/01/24 <sup>(b)(d)</sup>	492,585	489,640
First Lien Term Loan, (LIBOR + 3.00%, 0.75% Floor), 4.57%, 02/01/24 <sup>(b)(d)</sup>	2,785,135	2,759,888
SESAC Holdco II, LLC		
First Lien Initial Term Loan, (LIBOR + 3.25%, 1.00% Floor), 4.80%, 02/23/24 <sup>(b)</sup>	1,246,859	1,237,508
Second Lien Initial Term Loan, (LIBOR + 7.25%, 1.00% Floor), 8.73%, 02/24/25 <sup>(b)</sup>	648,285	639,371
Urban One, Inc.		
Initial Term Loan, (LIBOR + 4.00%, 1.00% Floor), 5.70%, 04/18/23 <sup>(b)</sup>	2,639,445	2,599,853
		<u>13,721,845</u>
<b>MEDIA: DIVERSIFIED &amp; PRODUCTION - 0.2%</b>		
A-L Parent, LLC		
Second Lien Initial Term Loan, (LIBOR + 7.25%, 1.00% Floor), 8.82%, 12/02/24 <sup>(b)(e)</sup>	500,000	505,000
<b>METALS &amp; MINING - 0.0%</b>		
Magnetation, LLC / Mag Finance Corp.		
DIP Term Loan, 12.00%, 10/14/16 <sup>(e)(g)(i)</sup>	1,127,504	—
<b>RETAIL - 8.8%</b>		
Academy, Ltd.		
Initial Term Loan, (LIBOR + 4.00%, 1.00% Floor), 5.57%, 07/01/22 <sup>(b)</sup>	2,956,179	2,340,924
Albertson's, LLC		
Replacement 2017-1 Term Loan B-4, (LIBOR + 2.75%, 0.75% Floor), 4.32%, 08/25/21 <sup>(b)</sup>	997,494	979,185
Charming Charlie, LLC		
First Lien DIP Term Loan, (Prime + 3.50%, 1.00% Floor), 8.00%, 06/08/18 <sup>(b)(e)</sup>	93,419	93,419
Term Loan (3.00% PIK), (LIBOR + 8.00%, 1.00% Floor), 12.33%, 12/24/19 <sup>(b)(g)(k)</sup>	1,080,081	45,228

	Principal Amount (\$)	Value (\$)
<b>RETAIL (continued)</b>		
David's Bridal, Inc.		
Initial Term Loan, (LIBOR + 4.00%, 1.25% Floor), 5.70%, 10/11/19 <sup>(b)(d)</sup>	3,971,168	3,486,110
J Crew Group, Inc.		
Consenting Amended Initial Loan, (LIBOR + 3.22%, 1.00% Floor), 4.85%, 03/05/21 <sup>(b)</sup>	432,342	261,351
JC Penney Corp., Inc.		
Initial Loan, (LIBOR + 4.25%, 1.00% Floor), 5.73%, 06/23/23 <sup>(b)</sup>	3,682,517	3,453,280
Mister Car Wash Holdings, Inc.		
Term Loan, (LIBOR + 3.25%, 1.00% Floor), 4.63%, 08/20/21 <sup>(b)(d)</sup>	1,321,708	1,327,761
The Neiman Marcus Group, Inc.		
Other Term Loan, (LIBOR + 3.25%, 1.00% Floor), 4.64%, 10/25/20 <sup>(b)</sup>	1,065,718	873,228
Petco Animal Supplies, Inc.		
Second Amendment Term Loan, (LIBOR + 3.00%, 1.00% Floor), 4.38%, 01/26/23 <sup>(b)</sup>	5,486,041	4,165,962
PetSmart, Inc.		
Tranche B-2 Loan, (LIBOR + 3.00%, 1.00% Floor), 4.57%, 03/11/22 <sup>(b)(d)</sup>	235,001	188,773
Sears Roebuck Acceptance Corp. (K MART Corp.)		
2017 Extended Term Loan, (LIBOR + 4.50%, 1.00% Floor), 6.07%, 01/20/19 <sup>(b)</sup>	3,391,251	3,425,163
Vince, LLC		
Initial Term Loan, (LIBOR + 7.00%, 1.00% Floor), 8.40%, 11/27/19 <sup>(b)</sup>	1,683,053	1,472,672
		<u>22,113,056</u>
<b>SERVICES: BUSINESS - 21.7%</b>		
Air Medical Group Holdings, Inc.		
2016 New Term Loan, (LIBOR + 4.00%, 1.00% Floor), 5.67%, 04/28/22 <sup>(b)</sup>	3,287,954	3,292,475
First Lien Term Loan B, (LIBOR + 4.25%, 1.00% Floor), 5.68%, 09/26/24 <sup>(b)(d)</sup>		
	2,268,449	2,277,432
Americold Realty Operating Partnership, L.P.		
Initial Term Loan, (LIBOR + 3.75%, 1.00% Floor), 5.32%, 12/01/22 <sup>(b)</sup>	3,578,836	3,623,589
EIG Investors Corp.		
Refinancing Term Loan, (LIBOR + 4.00%, 1.00% Floor), 5.46%, 02/09/23 <sup>(b)</sup>	4,009,187	4,040,519
Electro Rent Corp.		
First Lien Initial Term Loan, (LIBOR + 5.00%, 1.00% Floor), 6.62%, 01/31/24 <sup>(b)</sup>	2,097,858	2,126,703

See accompanying Notes to Financial Statements. | 21

# Apollo Tactical Income Fund Inc.

## Schedule of Investments (continued)

December 31, 2017

	Principal Amount (\$)	Value (\$)
<b>Senior Loans<sup>(a)</sup> (continued)</b>		
<b>SERVICES: BUSINESS (continued)</b>		
Evergreen Skills Lux S.A.R.L. (Luxembourg) First Lien Initial Term Loan, (LIBOR + 4.75%, 1.00% Floor), 6.32%, 04/28/21 <sup>(b)(c)</sup> .....	6,000,000	5,793,210
Second Lien Initial Term Loan, (LIBOR + 8.25%, 1.00% Floor), 9.82%, 04/28/22 <sup>(b)(c)</sup> .....	999,917	892,011
Explorer Holdings, Inc. Refinancing Term Loan, (LIBOR + 3.75%, 1.00% Floor), 5.13%, 05/02/23 <sup>(b)</sup> .....	4,069,439	4,107,590
Garda World Security Corp. (Canada) New Incremental Term Loan B, (Variable + 3.50%, 1.00% Floor), 4.97%, 05/24/24 <sup>(b)(c)</sup> .....	1,106,613	1,114,221
IBC Capital, Ltd. First Lien Initial Term Loan, (LIBOR + 3.75%, 1.00% Floor), 5.29%, 09/09/21 <sup>(b)</sup> .....	2,977,041	2,981,134
International Car Wash Group, Ltd. (United Kingdom) First Lien Term Loan B, (LIBOR + 3.50%, 1.00% Floor), 4.88%, 10/03/24 <sup>(b)(c)(e)</sup> .....	709,859	713,408
Second Lien Term Loan B, (LIBOR + 7.50%, 1.00% Floor), 8.88%, 10/03/25 <sup>(b)(c)(e)</sup> .....	545,455	549,546
Michael Baker International, LLC Initial Term Loan, (LIBOR + 4.50%, 1.00% Floor), 5.94%, 11/21/22 <sup>(b)</sup> .....	2,870,813	2,874,402
Navicure, Inc. First Lien Initial Term Loan, (LIBOR + 3.75%, 1.00% Floor), 5.11%, 11/01/24 <sup>(b)</sup> .....	791,878	791,878
Second Lien Initial Term Loan, (LIBOR + 7.50%, 1.00% Floor), 8.86%, 10/31/25 <sup>(b)</sup> .....	500,000	503,750
Onex Carestream Finance, L.P. First Lien Term Loan, (LIBOR + 4.00%, 1.00% Floor), 5.69%, 06/07/19 <sup>(b)</sup> .....	1,928,927	1,934,955
Second Lien Term Loan, (LIBOR + 8.50%, 1.00% Floor), 10.19%, 12/07/19 <sup>(b)</sup> .....	2,143,089	2,116,301
Paysafe Group PLC USD Term Loan, (LIBOR + 3.50%, 1.00% Floor), 5.15%, 12/02/24 <sup>(b)(d)</sup> .....	2,909,090	2,911,825
SGS Cayman L.P. Initial Cayman Term Loan, (LIBOR + 5.38%, 1.00% Floor), 7.07%, 04/23/21 <sup>(b)</sup> .....	784,349	754,936

	Principal Amount (\$)	Value (\$)
<b>SERVICES: BUSINESS (continued)</b>		
SMG Second Lien Term Loan, (Prime + 7.25%, 1.00% Floor), 11.75%, 02/27/21 <sup>(b)</sup> .....	2,458,634	2,464,781
STG-Fairway Acquisitions, Inc. First Lien Term Loan, (LIBOR + 5.25%, 1.00% Floor), 6.94%, 06/30/22 <sup>(b)</sup> .....	2,514,689	2,493,729
Sutherland Global Services, Inc. Initial U.S. Term Loan, (LIBOR + 5.38%, 1.00% Floor), 7.07%, 04/23/21 <sup>(b)</sup> .....	3,369,523	3,243,166
U.S. Security Associates Holdings, Inc. Initial Term Loan, (LIBOR + 4.00%, 1.00% Floor), 5.69%, 07/14/23 <sup>(b)</sup> .....	2,976,368	3,016,058
		54,617,619
<b>SERVICES: CONSUMER - 3.1%</b>		
Laureate Education, Inc. Series 2024 Term Loan, (LIBOR + 4.50%, 1.00% Floor), 6.07%, 04/26/24 <sup>(b)</sup> .....	3,586,570	3,623,189
NVA Holdings, Inc. Second Lien Term Loan, (LIBOR + 7.00%, 1.00% Floor), 8.69%, 08/14/22 <sup>(b)</sup> .....	1,637,888	1,650,851
USS Ultimate Holdings, Inc. First Lien Initial Term Loan, (LIBOR + 3.75%, 1.00% Floor), 5.32%, 08/25/24 <sup>(b)(d)</sup> .....	684,879	690,303
Second Lien Initial Term Loan, (LIBOR + 7.75%, 1.00% Floor), 9.32%, 08/25/25 <sup>(b)(d)</sup> .....	1,884,615	1,905,817
		7,870,160
<b>TELECOMMUNICATIONS - 10.7%</b>		
CenturyLink, Inc. Initial Term Loan A, (LIBOR + 2.75%, 0.00% Floor), 4.32%, 06/20/22 <sup>(b)(d)</sup> .....	1,500,000	1,490,625
Initial Term Loan B, (LIBOR + 2.75%, 0.00% Floor), 4.32%, 01/31/25 <sup>(b)(d)</sup> .....	2,500,000	2,415,625
Digicel International Finance, Ltd. (Saint Lucia) First Lien Initial Term Loan B, (LIBOR + 3.75%, 1.00% Floor), 5.31%, 05/27/24 <sup>(b)(c)</sup> .....	272,092	273,623
Frontier Communications Corp. Term Loan B-1, (LIBOR + 3.75%, 0.75% Floor), 5.32%, 06/15/24 <sup>(b)(d)</sup> .....	4,294,027	4,133,001
Global Tel*Link Corp. First Lien Term Loan, (LIBOR + 4.00%, 1.25% Floor), 5.69%, 05/23/20 <sup>(b)</sup> .....	4,989,144	5,014,115

# Apollo Tactical Income Fund Inc.

## Schedule of Investments (continued)

December 31, 2017

	Principal Amount (\$)	Value (\$)
<b>Senior Loans<sup>(a)</sup> (continued)</b>		
<b>TELECOMMUNICATIONS (continued)</b>		
Intelsat Jackson Holdings S.A. (Luxembourg) First Lien Term Loan B-4, (LIBOR + 4.50%, 1.00% Floor), 6.09%, 01/02/24 <sup>(b)(c)(d)</sup> .....	1,509,434	1,531,449
First Lien Term Loan B-5, 6.63%, 01/02/24 <sup>(c)(d)(i)</sup> .....	1,901,439	1,924,817
Tranche B-3 Term Loan, (LIBOR + 3.75%, 1.00% Floor), 5.21%, 11/27/23 <sup>(b)(c)(d)</sup> .....	2,360,044	2,315,794
Securus Technologies Holdings, Inc. First Lien Initial Term Loan, (LIBOR + 4.50%, 1.00% Floor), 6.12%, 11/01/24 <sup>(b)</sup> .....	2,123,636	2,150,192
TierPoint, LLC First Lien Term Loan, (LIBOR + 3.75%, 1.00% Floor), 5.32%, 05/06/24 <sup>(b)(d)</sup> .....	2,823,509	2,809,405
TVC Albany, Inc. Term Loan B, (LIBOR + 4.00%, 1.00% Floor), 5.69%, 09/18/24 <sup>(b)(e)</sup> .....	498,750	501,867
U.S. TelePacific Corp. Advance Term Loan, (LIBOR + 5.00%, 1.00% Floor), 6.69%, 05/02/23 <sup>(b)</sup> .....	2,426,829	2,328,239 <u>26,888,752</u>
<b>TRANSPORTATION: CARGO - 2.1%</b>		
Avolon Holdings, Ltd. Initial Term Loan B-2, (LIBOR + 2.25%, 0.75% Floor), 3.75%, 03/21/22 <sup>(b)</sup> .....	2,493,734	2,479,121
Transplace Holdings, Inc. First Lien Closing Date Term Loan, (LIBOR + 4.25%, 1.00% Floor), 5.64%, 10/07/24 <sup>(b)</sup> .....	2,746,305	2,777,201 <u>5,256,322</u>
<b>TRANSPORTATION: CONSUMER - 0.6%</b>		
Travel Leaders Group, LLC Term Loan B, (LIBOR + 4.50%, 0.00% Floor), 5.92%, 01/25/24 <sup>(b)</sup> .....	1,479,595	1,502,721
<b>UTILITIES: ELECTRIC - 3.6%</b>		
Green Energy Partners Advance Conversion Term Loan B-1, (LIBOR + 5.50%, 1.00% Floor), 7.19%, 11/13/21 <sup>(b)(d)(e)</sup> .....	1,601,693	1,569,659
Construction B-2 Facility, (LIBOR + 5.50%, 1.00% Floor), 7.19%, 11/13/21 <sup>(b)(e)</sup> .....	340,057	333,256
Helix Gen Funding, LLC Term Loan, (LIBOR + 3.75%, 1.00% Floor), 5.44%, 06/03/24 <sup>(b)</sup> .....	1,184,545	1,189,786

	Principal Amount (\$)	Value (\$)
<b>UTILITIES: ELECTRIC (continued)</b>		
Moxie Patriot, LLC Construction B-1 Facility, (LIBOR + 5.75%, 1.00% Floor), 7.44%, 12/19/20 <sup>(b)</sup> .....	2,155,727	2,123,391
Panda Liberty, LLC Construction B-1 Facility, (LIBOR + 6.50%, 1.00% Floor), 8.19%, 08/21/20 <sup>(b)</sup> .....	2,393,571	2,208,069
Pike Corporation Initial Term Loan 2017, (LIBOR + 3.50%, 1.00% Floor), 5.07%, 09/20/24 <sup>(b)</sup> .....	859,765	873,375
WG Partners Acquisition, LLC Term Loan B, (LIBOR + 3.50%, 1.00% Floor), 5.19%, 11/15/23 <sup>(b)</sup> .....	839,501	842,649 <u>9,140,185</u>
<b>Total Senior Loans (Cost \$311,798,068) .....</b>		<b><u>308,341,390</u></b>
<b>Corporate Notes and Bonds - 16.1%<sup>(i)</sup></b>		
<b>AUTOMOTIVE - 1.5%</b>		
Tesla, Inc. 5.30%, 08/15/25 <sup>(l)</sup> .....	4,000,000	3,835,000
<b>BANKING, FINANCE, INSURANCE &amp; REAL ESTATE - 1.7%</b>		
Donnelley Financial Solutions, Inc. 8.25%, 10/15/24 .....	2,476,000	2,655,510
Greystar Real Estate Partners, LLC 5.75%, 12/01/25 <sup>(l)</sup> .....	1,500,000	1,548,750 <u>4,204,260</u>
<b>CHEMICALS, PLASTICS &amp; RUBBER - 0.8%</b>		
TPC Group, Inc. (Texas Petrochemical) 8.75%, 12/15/20 <sup>(l)</sup> .....	2,007,000	2,017,035
<b>CONTAINERS, PACKAGING &amp; GLASS - 0.8%</b>		
Reynolds Group Holdings, Inc. 6.88%, 02/15/21 .....	2,000,146	2,030,148
<b>ENERGY: OIL &amp; GAS - 0.2%</b>		
Northern Oil and Gas, Inc. 8.00%, 06/01/20 .....	729,000	561,330
<b>HEALTHCARE &amp; PHARMACEUTICALS - 1.2%</b>		
Valeant Pharmaceuticals International, Inc. (Canada) 5.50%, 11/01/25 <sup>(e)(l)</sup> .....	1,000,000	1,022,500
5.63%, 12/01/21 <sup>(e)(l)</sup> .....	1,000,000	981,250
7.50%, 07/15/21 <sup>(e)(l)</sup> .....	1,000,000	1,020,000 <u>3,023,750</u>
<b>HIGH TECH INDUSTRIES - 1.2%</b>		
Riverbed Technology, Inc. 8.88%, 03/01/23 <sup>(l)</sup> .....	2,000,000	1,895,000
RP Crown Parent, LLC 7.38%, 10/15/24 <sup>(l)</sup> .....	1,000,000	1,050,000 <u>2,945,000</u>

# Apollo Tactical Income Fund Inc.

## Schedule of Investments (continued)

December 31, 2017

	Principal Amount (\$)	Value (\$)
<b>Corporate Notes and Bonds<sup>(i)</sup> (continued)</b>		
<b>HOTEL, GAMING &amp; LEISURE - 1.7%</b>		
Churchill Downs, Inc. 4.75%, 01/15/28 <sup>(l)</sup> .....	2,000,000	1,996,900
Hilton Grand Vacations Borrower, LLC 6.13%, 12/01/24 <sup>(l)</sup> .....	1,100,000	1,205,875
Scientific Games International, Inc. 7.00%, 01/01/22 <sup>(l)</sup> .....	1,086,000	1,147,087
		<u>4,349,862</u>
<b>MEDIA: ADVERTISING, PRINTING &amp; PUBLISHING - 0.3%</b>		
Acosta, Inc. 7.75%, 10/01/22 <sup>(l)</sup> .....	1,000,000	735,000
<b>MEDIA: BROADCASTING &amp; SUBSCRIPTION - 2.6%</b>		
CSC Holdings, LLC 10.13%, 01/15/23 <sup>(l)</sup> .....	317,000	357,814
10.88%, 10/15/25 <sup>(l)</sup> .....	477,000	568,823
SiTV, Inc. 10.38%, 07/01/19 <sup>(l)</sup> .....	2,544,000	1,729,920
Univision Communications, Inc. 5.13%, 02/15/25 <sup>(l)</sup> .....	3,000,000	2,928,750
Urban One, Inc. 7.38%, 04/15/22 <sup>(l)</sup> .....	882,000	884,205
		<u>6,469,512</u>
<b>METALS &amp; MINING - 0.0%</b>		
ERP Iron Ore, LLC LIBOR +, 8.00%, 12/31/19 <sup>(e)</sup> .....	154,458	40,335
Magnetation, LLC / Mag Finance Corp. 11.00%, 05/15/18 <sup>(e)(g)(l)(m)</sup> .....	2,937,000	—
		<u>40,335</u>
<b>RETAIL - 0.5%</b>		
PetSmart, Inc. 5.88%, 06/01/25 <sup>(l)</sup> .....	765,000	590,963
8.88%, 06/01/25 <sup>(l)</sup> .....	1,000,000	607,500
		<u>1,198,463</u>
<b>SERVICES: BUSINESS - 1.3%</b>		
Camelot Finance S.A. (Luxembourg) 7.88%, 10/15/24 <sup>(c)(l)</sup> .....	1,080,000	1,155,600
EIG Investors Corp. 10.88%, 02/01/24 .....	2,000,000	2,230,000
		<u>3,385,600</u>
<b>TELECOMMUNICATIONS - 2.3%</b>		
GTT Communications, Inc. 7.88%, 12/31/24 <sup>(l)</sup> .....	1,788,000	1,890,810

	Principal Amount (\$)	Value (\$)
<b>TELECOMMUNICATIONS (continued)</b>		
Orbcomm, Inc. 8.00%, 04/01/24 <sup>(l)</sup> .....	3,694,000	3,957,197
		<u>5,848,007</u>
<b>Total Corporate Notes and Bonds (Cost \$41,177,521) .....</b>		
		<u><b>40,643,302</b></u>
<b>Structured Products - 13.7%<sup>(n)</sup></b>		
Anchorage Capital CLO, Ltd. (Cayman Islands) Series 2015-6A, Class ER, 7.71%, 07/15/30 <sup>(c)(l)(o)</sup> .....	4,400,000	4,450,908
Babson CLO Ltd. (Cayman Islands) Series 2014-1A, Class E, 7.01%, 07/20/25 <sup>(c)(l)(o)</sup> .....	1,110,000	1,063,999
Guggenheim 1828 CLO, LLC (Cayman Island) Series 2016-1A, Class D, 8.36%, 04/15/28 <sup>(c)(l)(o)</sup> .....	4,000,000	4,043,544
Ivy Hill Middle Market Credit Fund, Ltd. (Cayman Islands) Series 10A, Class D2, 8.65%, 07/24/27 <sup>(c)(l)(o)</sup> .....	2,350,000	2,349,843
JFIN CLO, Ltd. (Cayman Islands) Series 2015-1A, Class E, 6.59%, 03/15/26 <sup>(c)(l)(o)</sup> .....	4,500,000	4,409,280
NXT Capital CLO, LLC Series 2014-1A, Class E, 6.86%, 04/23/26 <sup>(l)(o)</sup> .....	5,000,000	4,514,620
NZCG Funding, Ltd. (Cayman Islands) Series 2015-2A, Class D, 7.67%, 04/27/27 <sup>(c)(l)(o)</sup> .....	1,500,000	1,502,892
Teachers Insurance and Annuity Association of America CLO, Ltd. (Cayman Islands) Series 2016-1A, Class E2, 11.36%, 07/20/28 <sup>(c)(l)(o)</sup> .....	2,500,000	2,580,542
TIAA Churchill Middle Market CLO I (Cayman Islands) Series 2016-1A, Class E2, 9.36%, 10/20/28 <sup>(c)(l)(o)</sup> .....	2,000,000	1,994,890
Series 2017-1A, Class E, 8.73%, 01/24/30 <sup>(c)(l)(o)</sup> .....	4,000,000	3,727,932
Voya CLO Ltd. (Cayman Islands) Series 2015-3A, Series E, 7.86%, 10/20/27 <sup>(c)(l)(o)</sup> .....	1,000,000	969,345



# Apollo Tactical Income Fund Inc.

## Schedule of Investments (continued)

December 31, 2017

	Principal Amount (\$)	Value (\$)
<b>Structured Products<sup>(m)</sup> (continued)</b>		
Zais CLO Ltd. (Cayman Islands)		
Series 2016-2A, Series D, 8.36%, 10/15/28 <sup>(c)(l)(o)</sup> .....	1,000,000	1,026,549
Series 2017-2A, Series E, 8.51%, 04/15/30 <sup>(c)(l)(o)</sup> .....	1,750,000	1,802,941
<b>Total Structured Products</b>		<u>34,437,285</u>
<b>(Cost \$33,393,914)</b> .....		

	Share Quantity	
<b>Common Stocks - 0.0%</b>		
<b>BANKING, FINANCE, INSURANCE &amp; REAL ESTATE - 0.0%</b>		
Medical Card System, Inc. <sup>(e)(g)</sup> .....	914,981	17,525
<b>ENERGY: OIL &amp; GAS - 0.0%</b>		
Southcross Holdings Borrower, GP LLC <sup>(e)(g)</sup> .....	129	—
Southcross Holdings Borrower, LP, Class A-II <sup>(e)(g)</sup> .....	129	49,988
		<u>49,988</u>
<b>MEDIA: ADVERTISING, PRINTING &amp; PUBLISHING - 0.0%</b>		
F & W Media, Inc. <sup>(e)(g)</sup> .....	9,510	—
<b>Total Common Stock</b>		
<b>(Cost \$58,050)</b> .....		<u>67,513</u>

	Share Quantity	Value (\$)
<b>Preferred Stock - 1.6%</b>		
<b>BANKING, FINANCE, INSURANCE &amp; REAL ESTATE - 1.6%</b>		
Watford Holdings, Ltd. (Bermuda) 8.50%, <sup>(c)(e)(l)</sup> .....	160,000	3,915,225
<b>Total Preferred Stock</b>		<u>3,915,225</u>
<b>(Cost \$3,920,000)</b> .....		
<b>Total Investments-153.6%</b> .....		<b>387,404,715</b>
<b>(Cost of \$390,347,553)</b>		
<b>Other Assets &amp; Liabilities,</b>		
<b>Net-1.1%</b> .....		<b>2,848,807</b>
<b>Loan Outstanding-(54.7)%<sup>(p)(q)</sup> .....</b>		<b>(137,988,859)</b>
<b>Net Assets -100.0%</b> .....		<u><u>252,264,663</u></u>

# Apollo Tactical Income Fund Inc.

## Schedule of Investments (continued)

December 31, 2017

- (a) "Senior Loans" are senior, secured loans made to companies whose debt is below investment grade as well as investments with similar economic characteristics. Senior Loans typically hold a first lien priority and, unless otherwise indicated, are required to pay interest at floating rates that are periodically reset by reference to a base lending rate plus a spread. In some instances, the rates shown represent the weighted average rate as of December 31, 2017. Senior Loans are generally not registered under the Securities Act of 1933 (the "1933 Act") and often incorporate certain restrictions on resale and cannot be sold publicly. Senior Loans often require prepayments from excess cash flow or permit the borrower to repay at its election. The degree to which borrowers repay, whether as a contractual requirement or at their election, cannot be predicted with accuracy. As a result, the actual maturity may be substantially less than the stated maturity.
- (b) The interest rate on this Senior Loan is subject to a base lending rate plus a spread. These base lending rates are primarily the London Interbank Offered Rate ("LIBOR") and secondarily the prime rate offered by one or more major U.S. banks ("Prime"). The interest rate is subject to a minimum floor, which may be less than or greater than the prevailing period end LIBOR/Prime rate. As of December 31, 2017, the 1, 3 and 6 month LIBOR rates were 1.56%, 1.69% and 1.84%, respectively, and the Prime lending rate was 4.50%. Senior Loans may contain multiple contracts of the same issuer which may be subject to base lending rates of both LIBOR and Prime ("Variable") in addition to the stated spread.
- (c) Foreign issuer traded in U.S. dollars.
- (d) All or a portion of this Senior Loan position has not settled. Full contract rates do not take effect until settlement date and therefore are subject to change.
- (e) Fair Value Level 3 security.
- (f) The issuer is in default of its payment obligations as of March 19, 2017, as such, income is no longer being accrued.
- (g) Non-income producing asset.
- (h) The issuer is in default of its payment obligations as of June 7, 2017, as such, income is no longer being accrued.
- (i) Fixed rate asset.
- (j) Represents a payment-in-kind ("PIK") security, which may pay interest in additional principal amount.
- (k) The issuer is in default of its payment obligations as of December 11, 2017, as such, income is no longer being accrued.
- (l) Securities exempt from registration pursuant to Rule 144A under the 1933 Act. These securities may only be resold in transactions exempt from registration to qualified institutional buyers. At December 31, 2017, these securities amounted to \$71,478,489, or 28.33% of net assets.
- (m) The issuer is in default of its payment obligations as of May 5, 2015, as such, income is no longer being accrued.
- (n) Structured Products include collateralized loan obligations ("CLOs"). A CLO typically takes the form of a financing company (generally called a special purpose vehicle or "SPV"), created to reapportion the risk and return characteristics of a pool of assets. While the assets underlying CLOs are often Senior Loans or corporate notes and bonds, the assets may also include (i) subordinated loans; (ii) debt tranches of other CLOs; and (iii) equity securities incidental to investments in Senior Loans. The Fund may invest in lower tranches of CLOs, which typically experience a lower recovery, greater risk of loss or deferral or non-payment of interest than more senior tranches of the CLO. A key feature of the CLO structure is the prioritization of the cash flows from a pool of debt securities among the several classes of the CLO. The SPV is a company founded for the purpose of securitizing payment claims arising out of this asset pool. On this basis, marketable securities are issued by the SPV and the redemption of these securities typically takes place at maturity out of the cash flow generated by the collected claims.
- (o) Floating rate asset. The interest rate shown reflects the rate in effect at December 31, 2017.
- (p) The Fund has granted a security interest in substantially all of its assets in the event of default under the credit facility.
- (q) Principal \$138,000,000 less unamortized deferred financing costs of \$11,141.

**Apollo Senior Floating Rate Fund Inc.**  
**Apollo Tactical Income Fund Inc.**  
**Statements of Assets and Liabilities**  
**December 31, 2017**

	<b>Apollo Senior Floating Rate Fund Inc.</b>	<b>Apollo Tactical Income Fund Inc.</b>
<b>Assets:</b>		
Investment securities at fair value (cost \$421,180,981 and \$390,347,553, respectively) .....	\$413,774,438	\$387,404,715
Cash and cash equivalents .....	13,086,655	5,435,285
Interest receivable .....	2,486,877	2,567,514
Receivable for investment securities sold .....	24,547,870	29,194,758
Unrealized appreciation on unfunded transactions (Note 9).....	20,884	3,805
Prepaid expenses .....	<u>78,785</u>	<u>78,913</u>
 Total assets.....	 <u>\$453,995,509</u>	 <u>\$424,684,990</u>
<b>Liabilities:</b>		
Borrowings under credit facility (principal \$141,000,000 and \$138,000,000, respectively, less unamortized deferred financing costs of \$298,097 and \$11,141, respectively) (Note 8) .....	\$140,701,903	\$137,988,859
Payable for investment securities purchased .....	34,406,375	33,774,619
Interest payable .....	204,245	103,117
Distributions payable to common shareholders.....	78,909	42,553
Investment advisory fee payable.....	356,947	331,879
Other payables and accrued expenses .....	<u>177,252</u>	<u>179,300</u>
 Total liabilities.....	 <u>175,925,631</u>	 <u>172,420,327</u>
 Commitments and Contingencies (Note 9)		
 <b>Net Assets (Applicable to Common Shareholders) .....</b>	 <b><u>\$278,069,878</u></b>	 <b><u>\$252,264,663</u></b>
<b>Net Assets Consist of:</b>		
Paid-in capital (\$0.001 par value, 999,998,466 and 1,000,000,000 common shares authorized, respectively, and 15,573,061 and 14,464,026 issued and outstanding, respectively) (Note 6) .....	\$296,699,291	\$275,624,904
Undistributed net investment income (loss) .....	168,816	404,678
Accumulated net realized loss from investments .....	(11,412,570)	(20,825,886)
Net unrealized depreciation on investments and unfunded loan commitments.....	<u>(7,385,659)</u>	<u>(2,939,033)</u>
 <b>Net Assets (Applicable to Common Shareholders) .....</b>	 <b><u>\$278,069,878</u></b>	 <b><u>\$252,264,663</u></b>
 <b>Number of Common Shares Outstanding .....</b>	 <b>15,573,061</b>	 <b>14,464,026</b>
<b>Net Asset Value, per Common Share .....</b>	<b>\$ 17.86</b>	<b>\$ 17.44</b>

**Apollo Senior Floating Rate Fund Inc.**  
**Apollo Tactical Income Fund Inc.**  
**Statements of Operations**  
**For the Year Ended December 31, 2017**

	<b>Apollo Senior Floating Rate Fund Inc.</b>	<b>Apollo Tactical Income Fund Inc.</b>
<b>Investment Income:</b>		
Interest.....	\$26,606,067	\$26,936,649
Dividends.....	<u>340,000</u>	<u>340,000</u>
Total investment income.....	<u>26,946,067</u>	<u>27,276,649</u>
<b>Expenses:</b>		
Investment advisory fee (Note 3) .....	4,227,940	3,905,596
Interest and commitment fee expense (Note 8) .....	3,073,661	3,142,950
Professional fees.....	327,286	314,757
Administrative services of the Adviser (Note 3).....	659,016	652,376
Fund administration and accounting services (Note 3).....	266,454	255,170
Insurance expense .....	311,472	311,472
Amortization of deferred financing costs (Note 8).....	219,935	40,310
Board of Directors fees (Note 3) .....	124,382	124,228
Other operating expenses .....	<u>163,659</u>	<u>161,951</u>
Total expenses.....	9,373,805	8,908,810
Expense reimbursement waived by the Adviser (Note 3).....	<u>—</u>	<u>—</u>
Net expenses .....	<u>9,373,805</u>	<u>8,908,810</u>
<b>Net Investment Income</b> .....	<u>17,572,262</u>	<u>18,367,839</u>
<b>Net Realized and Unrealized Gain/(Loss) on Investments</b>		
Net realized gain/(loss) on investments .....	806,614	(9,078,404)
Net change in unrealized appreciation/(depreciation) on investments and unfunded loan commitments (Note 9) .....	<u>(3,572,162)</u>	<u>13,137,720</u>
Net realized and unrealized gain/(loss) on investments.....	<u>(2,765,548)</u>	<u>4,059,316</u>
<b>Net Increase in Net Assets, Applicable to Common Shareholders, Resulting From Operations</b> .....	<u>\$14,806,714</u>	<u>\$22,427,155</u>

**Apollo Senior Floating Rate Fund Inc.**  
**Statements of Changes in Net Assets**

	Year Ended December 31, 2017	Year Ended December 31, 2016
<b>Increase/(Decrease) in Net Assets from:</b>		
<b>Operations</b>		
Net investment income .....	\$ 17,572,262	\$ 19,368,995
Net realized gain/(loss) on investments .....	806,614	(4,249,370)
Net change in unrealized appreciation/(depreciation) on investments and unfunded loan commitments .....	<u>(3,572,162)</u>	<u>22,141,583</u>
Net increase in net assets from operations .....	<u>14,806,714</u>	<u>37,261,208</u>
<b>Distributions to Common Shareholders</b>		
From net investment income .....	<u>(18,064,751)</u>	<u>(19,371,331)</u>
Total distributions to common shareholders.....	<u>(18,064,751)</u>	<u>(19,371,331)</u>
Total increase/(decrease) in net assets .....	\$ (3,258,037)	\$ 17,889,877
<b>Net Assets Applicable to Common Shares</b>		
Beginning of year .....	<u>281,327,915</u>	<u>263,438,038</u>
End of year .....	<u>\$278,069,878</u>	<u>\$281,327,915</u>
Undistributed net investment income .....	<u>\$ 168,816</u>	<u>\$ 556,680</u>

**Apollo Tactical Income Fund Inc.**  
**Statements of Changes in Net Assets**

	Year Ended December 31, 2017	Year Ended December 31, 2016
<b>Increase in Net Assets from:</b>		
<b>Operations</b>		
Net investment income .....	\$ 18,367,839	\$ 21,714,036
Net realized loss on investments.....	(9,078,404)	(7,130,897)
Net change in unrealized appreciation on investments and unfunded loan commitments .....	<u>13,137,720</u>	<u>24,787,359</u>
Net increase in net assets from operations .....	<u>22,427,155</u>	<u>39,370,498</u>
<b>Distributions to Common Shareholders</b>		
From net investment income .....	<u>(18,586,273)</u>	<u>(21,941,928)</u>
Total distributions to common shareholders.....	<u>(18,586,273)</u>	<u>(21,941,928)</u>
Total increase in net assets.....	\$ 3,840,882	\$ 17,428,570
<b>Net Assets Applicable to Common Shares</b>		
Beginning of year .....	<u>248,423,781</u>	<u>230,995,211</u>
End of year .....	<u>\$252,264,663</u>	<u>\$248,423,781</u>
Undistributed net investment income .....	<u>\$ 404,678</u>	<u>\$ 73,008</u>

**Apollo Senior Floating Rate Fund Inc.**  
**Statement of Cash Flows**  
**For Year Ended December 31, 2017**

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**Cash Flows from Operating Activities:**

Net increase in net assets from operations ..... \$ 14,806,714

**Adjustments to Reconcile Net Increase in Net Assets from Operations to Net Cash Flows Provided by Operating Activities:**

Net realized gain on investments ..... (806,614)  
Net change in unrealized depreciation on investments and unfunded loan commitments ..... 3,572,162  
Net amortization/(accretion) of premium/(discount) ..... (1,714,261)  
Purchase of investment securities ..... (425,848,747)  
Proceeds from disposition of investment securities and principal paydowns ..... 421,237,631  
Payment-in-kind interest ..... (667,964)  
Amortization of deferred financing costs ..... 219,935

**Changes in Operating Assets and Liabilities:**

Decrease in interest receivable ..... 143,257  
Increase in prepaid expenses ..... (109)  
Decrease in interest payable ..... (149,438)  
Decrease in investment advisory fee payable ..... (305)  
Decrease in other payables and accrued expenses due to affiliates ..... (7,466)  
Decrease in other payables and accrued expenses ..... (75,563)

Net cash flows provided by operating activities ..... 10,709,232

**Cash Flows from Financing Activities:**

Distributions paid to common shareholders (net of change in distributions payable to common shareholders) . (18,127,340)  
Net cash flows used in financing activities. .... (18,127,340)

**Net Decrease in Cash and Cash Equivalents** ..... (7,418,108)

Cash and cash equivalents, beginning of year ..... 20,504,763

Cash and cash equivalents, end of year..... \$ 13,086,655

**Supplemental Disclosure of Cash Flow Information**

Cash paid during the year for interest and commitment fee ..... \$ 3,223,099

**Apollo Tactical Income Fund Inc.**  
**Statement of Cash Flows**  
**For the Year Ended December 31, 2017**

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**Cash Flows from Operating Activities:**

Net increase in net assets from operations ..... \$ 22,427,155

**Adjustments to Reconcile Net Increase in Net Assets from Operations to Net Cash Flows Provided by Operating Activities:**

Net realized loss on investments ..... 9,078,404  
Net change in unrealized appreciation on investments and unfunded loan commitments ..... (13,137,720)  
Net amortization/(accretion) of premium/(discount) ..... (1,899,746)  
Purchase of investment securities ..... (428,315,229)  
Proceeds from disposition of investment securities and principal paydowns ..... 424,808,289  
Payment-in-kind interest ..... (185,786)  
Amortization of deferred financing costs ..... 40,310

**Changes in Operating Assets and Liabilities:**

Decrease in interest receivable ..... 587,215  
Decrease in interest payable ..... (430,177)  
Increase in investment advisory fee payable ..... 5,025  
Decrease in other payables and accrued expenses due to affiliates ..... (19,740)  
Decrease in other payables and accrued expenses ..... (80,788)

Net cash flows provided by operating activities ..... 12,877,212

**Cash Flows from Financing Activities:**

Deferred financing cost ..... (37,639)  
Distributions paid to common shareholders (net of change in distributions payable to common shareholders) . (18,639,960)  
Net cash flows used in financing activities. .... (18,677,599)

**Net Decrease in Cash and Cash Equivalents** ..... (5,800,387)

Cash and cash equivalents, beginning of year ..... 11,235,672

Cash and cash equivalents, end of year ..... \$ 5,435,285

**Supplemental Disclosure of Cash Flow Information**

Cash paid during the year for interest ..... \$ 3,573,127



# Apollo Senior Floating Rate Fund Inc.

## Financial Highlights

### For a Common Share Outstanding

	For the Year Ended December 31, 2017	For the Year Ended December 31, 2016	For the Year Ended December 31, 2015	For the Year Ended December 31, 2014	For the Year Ended December 31, 2013
<b>Per Common Share Operating Performance:</b>					
<b>Net Asset Value, Beginning of Year</b> .....	\$ 18.07	\$ 16.92	\$ 18.30	\$ 19.12	\$ 18.73
<b>Income from Investment Operations:</b>					
Net investment income <sup>(a)</sup> .....	1.13	1.24	1.22	1.18	1.34
Net realized and unrealized gain/(loss) on investments and unfunded loan commitments .....	(0.18)	1.15	(1.37)	(0.75)	0.35
Distributions from net investment income to Series A Preferred Shareholders .....	—	—	—	(0.02)	(0.04)
Total from investment operations .....	0.95	2.39	(0.15)	0.41	1.65
<b>Less Distributions Paid to Common Shareholders from:</b>					
Net investment income .....	(1.16)	(1.24)	(1.23)	(1.23)	(1.26)
Total distributions paid to Common Shareholders .....	(1.16)	(1.24)	(1.23)	(1.23)	(1.26)
<b>Net Asset Value, End of Year</b> .....	\$ 17.86	\$ 18.07	\$ 16.92	\$ 18.30	\$ 19.12
<b>Market Value, End of Year</b> .....	\$ 16.22	\$ 17.40	\$ 15.15	\$ 16.63	\$ 18.10
Total return based on net asset value <sup>(b)</sup> .....	5.80%	15.33%	(0.52)%	2.63%	9.19%
Total return based on market value <sup>(b)</sup> .....	(0.22)%	24.03%	(1.98)%	(1.48)%	3.14%
<b>Ratios to Average Net Assets Applicable to Common Shareholders:</b>					
Ratio of total expenses to average net assets .....	3.33%	3.21%	3.01%	3.07%	3.00%
Ratio of net expenses to average net assets .....	3.33%	3.21%	3.01%	3.07%	3.00%
Ratio of net investment income to average net assets .....	6.24%	7.11%	6.71%	6.22% <sup>(c)</sup>	7.03% <sup>(c)</sup>
Ratio of net investment income to average net assets net of distributions to Series A Preferred Shareholders .....	—	—	—	6.13%	6.80%
<b>Supplemental Data:</b>					
Portfolio turnover rate .....	102.2%	109.5%	66.1%	80.0%	72.0%
Net assets at end of year (000's) .....	\$278,070	\$281,328	\$263,438	\$284,992	\$297,731
<b>Senior Securities:</b>					
Total Series A Preferred Shares outstanding .....	—	—	—	—	1,534
Liquidation and market value per Series A Preferred Shares .....	—	—	—	—	\$ 20,000
Asset coverage per share <sup>(d)</sup> .....	—	—	—	—	\$294,078
Principal loan outstanding (in 000's) .....	\$141,000	\$141,000	\$149,269	\$149,269	\$122,705
Asset coverage per \$1,000 of loan outstanding .....	\$ 2,972 <sup>(e)</sup>	\$ 2,995 <sup>(e)</sup>	\$ 2,765 <sup>(e)</sup>	\$ 2,909 <sup>(e)</sup>	\$ 3,676 <sup>(f)</sup>

<sup>(a)</sup> Based on weighted average outstanding shares.

<sup>(b)</sup> Total return based on net asset value and total return based on market value assuming all distributions reinvested at reinvestment rate.

<sup>(c)</sup> Net investment income ratio does not reflect payment to preferred shareholders.

<sup>(d)</sup> Calculated by subtracting the Fund's total liabilities (not including the Series A Preferred Shares and borrowings outstanding) from the Fund's total assets, and dividing this by the number of Series A Preferred Shares outstanding.

<sup>(e)</sup> Calculated by subtracting the Fund's total liabilities (not including the borrowings outstanding) from the Fund's total assets, and dividing this by the amount of borrowings outstanding.

<sup>(f)</sup> Calculated by subtracting the Fund's total liabilities (not including the Series A Preferred Shares and borrowings outstanding) from the Fund's total assets, and dividing this by the amount of borrowings outstanding.

# Apollo Tactical Income Fund Inc.

## Financial Highlights

### For a Common Share Outstanding

	For the Year Ended December 31, 2017	For the Year Ended December 31, 2016	For the Year Ended December 31, 2015	For the Year Ended December 31, 2014	For the Period Ended December 31, 2013 <sup>(a)</sup>
<b>Per Common Share Operating Performance:</b>					
<b>Net Asset Value, Beginning of Period</b> .....	\$ 17.18	\$ 15.97	\$ 18.21	\$ 19.51	\$ 19.10 <sup>(b)</sup>
<b>Income from Investment Operations:</b>					
Net investment income <sup>(c)</sup> .....	1.27	1.50	1.48	1.50	1.03
Net realized and unrealized gain/(loss) on investments and unfunded loan commitments .....	0.28	1.23	(2.16)	(1.14)	0.39
Total from investment operations .....	1.55	2.73	(0.68)	0.36	1.42
<b>Less Distributions Paid to Common Shareholders from:</b>					
Net investment income .....	(1.29)	(1.52)	(1.55)	(1.50)	(0.96)
Net realized gain on investments .....	—	—	(0.01)	(0.16)	(0.01)
Total distributions paid to Common Shareholders .....	(1.29)	(1.52)	(1.56)	(1.66)	(0.97)
Common share offering charges to paid-in capital .....	—	—	—	—	(0.04)
<b>Net Asset Value, End of Period</b> .....	\$ 17.44	\$ 17.18	\$ 15.97	\$ 18.21	\$ 19.51
<b>Market Value, End of Year</b> .....	\$ 15.75	\$ 15.43	\$ 13.89	\$ 15.96	\$ 18.00
Total return based on net asset value <sup>(d)</sup> .....	9.87%	19.34%	(2.91)%	2.63%	7.94% <sup>(e)</sup>
Total return based on market value <sup>(d)</sup> .....	10.47%	23.24%	(3.65)%	(2.51)%	(4.90)% <sup>(e)</sup>
<b>Ratios to Average Net Assets Applicable to Common Shareholders:</b>					
Ratio of total expenses to average net assets .....	3.53%	3.36%	2.97%	2.90%	2.58% <sup>(f)</sup>
Ratio of net expenses to average net assets .....	3.53%	3.36%	2.97%	2.90%	2.55% <sup>(f)</sup>
Ratio of net investment income to average net assets .....	7.27%	9.20%	8.22%	7.63%	6.38% <sup>(f)</sup>
<b>Supplemental Data:</b>					
Portfolio turnover rate .....	111.8%	111.6%	67.6%	78.7%	72.4% <sup>(e)</sup>
Net assets at end of period (000's) .....	\$252,265	\$248,424	\$230,995	\$263,428	\$282,177
<b>Senior Securities:</b>					
Principal loan outstanding (in 000's) .....	\$138,000	\$138,000	\$138,000	\$138,000	\$138,000
Asset coverage per \$1,000 of loan outstanding <sup>(g)</sup> .....	\$ 2,828	\$ 2,800	\$ 2,674	\$ 2,909	\$ 3,045

<sup>(a)</sup> From February 25, 2013 (commencement of operations) to December 31, 2013.

<sup>(b)</sup> Net of sales load of \$0.90 per share of initial offering.

<sup>(c)</sup> Based on weighted average outstanding shares.

<sup>(d)</sup> Total return based on net asset value and total return based on market value assuming all distributions reinvested at reinvestment rate.

<sup>(e)</sup> Not annualized.

<sup>(f)</sup> Annualized.

<sup>(g)</sup> Calculated by subtracting the Fund's total liabilities (not including the borrowings outstanding) from the Fund's total assets, and dividing this by the amount of borrowings outstanding.

# Apollo Senior Floating Rate Fund Inc.

# Apollo Tactical Income Fund Inc.

## Notes to Financial Statements

December 31, 2017

### Note 1. Organization and Operations

Apollo Senior Floating Rate Fund Inc. (“AFT”) and Apollo Tactical Income Fund Inc. (“AIF”) (individually, a “Fund” or, together, the “Funds”) are corporations organized under the laws of the State of Maryland and registered with the U.S. Securities and Exchange Commission (the “SEC”) under the Investment Company Act of 1940 (the “Investment Company Act”) as non-diversified, closed-end management investment companies. AFT and AIF commenced operations on February 23, 2011 and February 25, 2013, respectively. Prior to that, the Funds had no operations other than matters relating to their organization and the sale and issuance of 5,236 shares of common stock in each Fund to Apollo Credit Management, LLC (the “Adviser”) at a price of \$19.10 per share. The Adviser serves as the Funds’ investment adviser and is an affiliate of Apollo Global Management, LLC (“AGM”). The Funds’ common shares are listed on the New York Stock Exchange (“NYSE”) and trade under the symbols “AFT” and “AIF”, respectively.

### Investment Objective

AFT’s investment objective is to seek current income and preservation of capital. AFT seeks to achieve its investment objective by investing primarily in senior, secured loans made to companies whose debt is rated below investment grade (“Senior Loans”) and investments with similar characteristics. Senior Loans typically hold a first lien priority and pay interest at rates that are determined periodically on the basis of a floating base lending rate plus a spread. These base lending rates are primarily the London Interbank Offered Rate (“LIBOR”), and secondarily the prime rate offered by one or more major U.S. banks and the certificate of deposit rate used by commercial lenders. Senior Loans are typically made to U.S. and, to a limited extent, non-U.S. corporations, partnerships and other business entities (“Borrower(s)”) that operate in various industries and geographical regions. AFT seeks to generate current income and preservation of capital through a disciplined approach to credit selection and under normal market conditions will invest at least 80% of its managed assets in floating rate Senior Loans and investments with similar economic characteristics. This policy and AFT’s investment objective are not fundamental and may be changed by the board of directors of AFT with at least 60 days’ prior written notice provided to shareholders. Part of AFT’s investment objective is to seek preservation of capital. AFT’s ability to achieve capital preservation may be limited by its investment in credit instruments that have speculative characteristics. There can be no assurance that AFT will achieve its investment objective.

AIF’s primary investment objective is to seek current income with a secondary objective of preservation of capital. AIF seeks to achieve its investment objectives primarily by allocating its assets among different types of credit instruments based on absolute and relative value considerations and its analysis of the credit markets. This ability to dynamically allocate AIF’s assets may result in AIF’s portfolio becoming concentrated in a particular type of credit instrument (such as Senior Loans or high yield corporate bonds) and substantially less invested in other types of credit instruments. Under normal market conditions, at least 80% of AIF’s managed assets will be invested in credit instruments and investments with similar economic characteristics. For purposes of this policy, “credit instruments” will include Senior Loans, subordinated loans, high yield corporate bonds, notes, bills, debentures, distressed securities, mezzanine securities, structured products (including, without limitation, collateralized debt obligations (“CDOs”), collateralized loan obligations (“CLOs”) and asset-backed securities), bank loans, corporate loans, convertible and preferred securities, government and municipal obligations, mortgage-backed securities, repurchase agreements, and other fixed-income instruments of a similar nature that may be represented by derivatives such as options, forwards, futures contracts or swap agreements. This policy and AIF’s investment objectives are not fundamental and may be changed by the board of directors of AIF (together with the board of directors of AFT, the “Board of Directors” or “Board”) with at least 60 days’ prior written notice provided to shareholders. AIF will seek to preserve capital to the extent consistent with its primary investment objective. AIF’s ability to achieve capital preservation may be limited by its investment in credit instruments that have speculative characteristics. There can be no assurance that AIF will achieve its investment objectives.

As a result of the Funds’ classification as “non-diversified” under the Investment Company Act, each Fund can invest a greater portion of its assets in obligations of a single issuer than a “diversified” fund. Each Fund may therefore be more susceptible than a diversified fund to being adversely affected by any single corporate, economic, political or regulatory occurrence.

### Note 2. Significant Accounting Policies

The Funds are investment companies that follow the accounting and reporting guidance of Accounting Standards Codification Topic 946 applicable to investment companies. The Funds’ financial statements have been prepared in conformity with accounting principles generally accepted in the United States of America (“U.S. GAAP”), which require management to make estimates and assumptions that affect the reported amounts and disclosures in the financial statements. Actual results may differ from those estimates.

**Apollo Senior Floating Rate Fund Inc.**  
**Apollo Tactical Income Fund Inc.**  
**Notes to Financial Statements (continued)**  
**December 31, 2017**

**Fund Valuation**

Each Fund's net asset value ("NAV") per share will be determined daily generally as of 4:00 pm on each day that the NYSE is open for trading, or at other times as determined by the Board. The NAV of each Fund's common shares is the total assets of the Fund (including all securities, cash and other assets) minus the sum of the Fund's total liabilities (including accrued expenses, dividends payable, borrowings and the liquidation value of any preferred stock) divided by the total number of common shares of the Fund outstanding.

**Security Valuation**

The Funds value their investments primarily using the mean of the bid and ask prices provided by a nationally recognized security pricing service or broker. Senior Loans, corporate notes and bonds, common stock, structured products and preferred stock are priced based on valuations provided by an approved independent pricing service or broker, if available. If market or broker quotations are not available, or a price is not available from an independent pricing service or broker, or if the price provided by the independent pricing service or broker is believed to be unreliable, the security will be fair valued pursuant to procedures adopted by the Board. In general, the fair value of a security is the amount that the Funds might reasonably expect to receive upon the sale of an asset or pay to transfer a liability in an orderly transaction between willing market participants at the reporting date. Fair value procedures generally take into account any factors deemed relevant, which may include, among others, (i) the nature and pricing history of the security, (ii) the liquidity or illiquidity of the market for the particular security, (iii) recent purchases or sales transactions for the particular security or similar securities and (iv) press releases and other information published about the issuer. In these cases, a Fund's NAV will reflect the affected portfolio securities' fair value as determined in the judgment of the Board or its designee instead of being determined by the market. Using a fair value pricing methodology to value securities may result in a value that is different from a security's most recent sale price and from the prices used by other investment companies to calculate their NAV. Determination of fair value is uncertain because it involves subjective judgments and estimates. There can be no assurance that a Fund's valuation of a security will not differ from the amount that it realizes upon the sale of such security.

**Fair Value Measurements**

Each Fund has performed an analysis of all existing investments to determine the significance and character of all inputs to their fair value determination. The levels of fair value inputs used to measure the Funds' investments are characterized into a fair value hierarchy. The three levels of the fair value hierarchy are described below:

*Level 1* — Quoted unadjusted prices for identical assets and liabilities in active markets to which the Funds have access at the date of measurement;

*Level 2* — Quoted prices for similar assets and liabilities in active markets, quoted prices for identical or similar assets and liabilities in markets that are not active, but are valued based on executed trades, broker quotations that constitute an executable price, and alternative pricing sources supported by observable inputs which, in each case, are either directly or indirectly observable for the asset in connection with market data at the measurement date; and

*Level 3* — Model derived valuations in which one or more significant inputs or significant value drivers are unobservable. In certain cases, investments classified within Level 3 may include securities for which the Funds have obtained indicative quotes from broker-dealers that do not necessarily represent prices the broker may be willing to trade on, as such quotes can be subject to material management judgment. Unobservable inputs are those inputs that reflect the Funds' own assumptions that market participants would use to price the asset or liability based on the best available information.

At the end of each reporting period, management evaluates the Level 2 and Level 3 assets, if any, for changes in liquidity, including but not limited to: whether a broker is willing to execute at the quoted price, the depth and consistency of prices from independent pricing services, and the existence of contemporaneous, observable trades in the market.

**Apollo Senior Floating Rate Fund Inc.**  
**Apollo Tactical Income Fund Inc.**  
**Notes to Financial Statements (continued)**  
**December 31, 2017**

The valuation techniques used by the Funds to measure fair value at December 31, 2017 maximized the use of observable inputs and minimized the use of unobservable inputs. The inputs or methodology used for valuing securities are not necessarily an indication of the risk associated with investing in those securities. Transfers into and out of the levels are recognized at the value at the end of the period. Summaries of the Funds' investments categorized in the fair value hierarchy as of December 31, 2017 are as follows:

Apollo Senior Floating Rate Fund Inc.				
	Total Fair Value at December 31, 2017	Level 1 Quoted Price	Level 2 Significant Observable Inputs	Level 3 Significant Unobservable Inputs
<b>Assets:</b>				
Cash and Cash Equivalents	\$ 13,086,655	\$13,086,655	\$ —	\$ —
Senior Loans	377,158,658	—	355,503,059	21,655,599
Corporate Notes and Bonds	32,631,580	—	32,622,805	8,775
Common Stock	68,975	—	—	68,975
Preferred Stock	3,915,225	—	—	3,915,225
Unrealized appreciation on Unfunded Loan Commitments	20,884	—	4,498	16,386
<b>Total Assets</b>	<b>\$426,881,977</b>	<b>\$13,086,655</b>	<b>\$388,130,362</b>	<b>\$25,664,960</b>

The following is a reconciliation of Level 3 holdings for which significant unobservable inputs were used in determining fair value as of December 31, 2017:

Apollo Senior Floating Rate Fund Inc.						
	Total	Senior Loans	Corporate Notes and Bonds	Common Stock	Preferred Stock	Unfunded Loan Commitments
Total Fair Value, beginning of year	\$ 32,178,376	\$ 28,275,505	\$ —	\$ 48,375	\$3,854,496	\$ —
Purchases, including capitalized PIK	15,335,843	15,295,104	40,739	—	—	—
Sales/Paydowns	(17,162,875)	(17,155,740)	(7,135)	—	—	—
Accretion/(amortization) of discounts/(premiums)	703,485	703,485	—	—	—	—
Net realized gain/(loss)	(829,314)	(138,546)	(690,768)	—	—	—
Change in net unrealized appreciation/(depreciation)	1,413,239	665,971	665,939	20,600	60,729	—
Transfers into Level 3	2,969,988	2,953,602	—	—	—	16,386
Transfers out of Level 3	(8,943,782)	(8,943,782)	—	—	—	—
<b>Total Fair Value, end of year</b>	<b>\$ 25,664,960</b>	<b>\$ 21,655,599</b>	<b>\$ 8,775</b>	<b>\$ 68,975</b>	<b>\$3,915,225</b>	<b>\$ 16,386</b>

Assets were transferred from Level 2 to Level 3 or from Level 3 to Level 2 as a result of changes in levels of liquid market observability when subject to various criteria as discussed above. There were no transfers between Level 1 and Level 2 fair value measurement during the year shown. The net change in unrealized appreciation/(depreciation) attributable to Level 3 investments still held at December 31, 2017 was \$1,378,126.

**Apollo Senior Floating Rate Fund Inc.**  
**Apollo Tactical Income Fund Inc.**  
**Notes to Financial Statements (continued)**  
**December 31, 2017**

The following table provides quantitative measures used to determine the fair values of the Level 3 investments as of December 31, 2017:

Apollo Senior Floating Rate Fund Inc.				
Assets	Fair Value at December 31, 2017	Valuation Technique(s) <sup>(a)</sup>	Unobservable Input(s)	Range of Unobservable Input(s) Utilized
Senior Loans	\$11,328,830	Independent pricing service and/or broker quotes	Vendor and/or broker quotes	N/A
	5,000,000	Discounted Cash Flow <sup>(b)</sup>	Discount Rate <sup>(b)</sup>	10.02%-12.02%
	4,363,109	Discounted Cash Flow <sup>(b)</sup>	Discount Rate <sup>(b)</sup>	17.0%
	309,997	Cost <sup>(c)</sup>	N/A	N/A
	653,663	Recoverability <sup>(d)</sup>	Liquidation Proceeds <sup>(d)</sup>	\$28.1m
	-	Recoverability <sup>(d)</sup>	Liquidation Proceeds <sup>(d)</sup>	\$0
Bonds	8,775	Discounted Cash Flow <sup>(b)</sup>	Discount Rate <sup>(b)</sup>	25.0%
	-	Recoverability <sup>(d)</sup>	Liquidation Proceeds <sup>(d)</sup>	\$0
Common Stock	18,987	Black-Scholes Option Pricing Model <sup>(e)</sup>	Volatility <sup>(e)</sup>	22.6%
	-	Recoverability <sup>(d)</sup>	Liquidation Proceeds <sup>(d)</sup>	\$28.1m
	49,988	Independent pricing service and/or broker quotes	Vendor and/or broker quotes	N/A
Preferred Stock	3,915,225	Discounted Cash Flow <sup>(b)</sup>	Discount Rate <sup>(b)</sup>	8.69%
Unfunded Loan Commitments	16,386	Independent pricing service and/or broker quotes	Vendor and/or broker quotes	N/A
<b>Total Fair Value</b>	<b><u>\$25,664,960</u></b>			

<sup>(a)</sup> For the assets which have multiple valuation techniques, the Fund may rely on the techniques individually or in aggregate based on a weight ranging from 0-100%.

<sup>(b)</sup> The Fund utilized a discounted cash flow model to fair value this security. The significant unobservable input used in the valuation model was the discount rate, which was determined based on the market rates an investor would expect for a similar investment with similar risks. The discount rate was applied to present value the projected cash flows in the valuation model. Significant increases in the discount rate may significantly lower the fair value of an investment; conversely, significant decreases in the discount rate may significantly increase the fair value of an investment.

<sup>(c)</sup> The Fund utilized a recent funding to fair value this security.

<sup>(d)</sup> The Fund utilized a recoverability approach to fair value this security, specifically a liquidation analysis. There are various, company specific inputs used in the valuation analysis that relate to the liquidation value of a company's assets. The significant unobservable inputs used in the valuation model were liquidation proceeds. Significant increases or decreases in the input in isolation may result in a significantly higher or lower fair value measurement.

<sup>(e)</sup> The Fund utilized a Black-Scholes options pricing model to fair value this security. The significant unobservable input used in the valuation model was volatility. Significant increases or decreases in the input in isolation may result in a significantly higher or lower fair value measurement.

**Apollo Senior Floating Rate Fund Inc.**  
**Apollo Tactical Income Fund Inc.**  
**Notes to Financial Statements (continued)**  
**December 31, 2017**

Apollo Tactical Income Fund Inc.				
	Total Fair Value at December 31, 2017	Level 1 Quoted Price	Level 2 Significant Observable Inputs	Level 3 Significant Unobservable Inputs
<b>Assets:</b>				
Cash and Cash Equivalents	\$ 5,435,285	\$5,435,285	\$ —	\$ —
Senior Loans	308,341,390	—	288,595,660	19,745,730
Corporate Notes and Bonds	40,643,302	—	40,602,967	40,335
Structured Products	34,437,285	—	34,437,285	—
Common Stock	67,513	—	—	67,513
Preferred Stock	3,915,225	—	—	3,915,225
Unrealized appreciation on Unfunded Loan Commitments	3,805	—	3,805	—
<b>Total Assets</b>	<b>\$392,843,805</b>	<b>\$5,435,285</b>	<b>\$363,639,717</b>	<b>\$23,768,803</b>

The following is a reconciliation of Level 3 holdings for which significant unobservable inputs were used in determining fair value as of December 31, 2017:

Apollo Tactical Income Fund Inc.							
	Total	Senior Loans	Corporate Notes and Bonds	Structured Products	Common Stock	Preferred Stock	Unfunded Loan Commitments
Total Fair Value, beginning of the year	\$ 35,486,453	\$ 30,089,922	\$ —	\$ 1,490,200	\$ 48,375	\$3,854,496	\$ 3,460
Purchases, including capitalized PIK	11,950,197	11,762,943	187,254	—	—	—	—
Sales/Paydowns	(18,847,118)	(16,930,862)	(32,796)	(1,880,000)	—	—	(3,460)
Accretion/(amortization) of discounts/ (premiums)	694,727	663,869	—	30,858	—	—	—
Net realized gain/(loss)	(5,553,374)	(1,563,296)	(3,057,469)	50,600	—	(986,669)	3,460
Change in net unrealized appreciation/ (depreciation)	6,424,117	2,109,353	2,943,346	308,342	19,138	1,047,398	(3,460)
Transfer into Level 3	3,185,030	3,185,030	—	—	—	—	—
Transfers out of Level 3	(9,571,229)	(9,571,229)	—	—	—	—	—
<b>Total Fair Value, end of year</b>	<b>\$ 23,768,803</b>	<b>\$ 19,745,730</b>	<b>\$ 40,335</b>	<b>\$ —</b>	<b>\$ 67,513</b>	<b>\$3,915,225</b>	<b>\$ —</b>

Assets were transferred from Level 2 to Level 3 or from Level 3 to Level 2 as a result of changes in levels of liquid market observability when subject to various criteria as discussed above. There were no transfers between Level 1 and Level 2 fair value measurement during the year shown. The net change in unrealized appreciation/(depreciation) attributable to Level 3 investments still held at December 31, 2017 was \$5,095,471.

**Apollo Senior Floating Rate Fund Inc.**  
**Apollo Tactical Income Fund Inc.**  
**Notes to Financial Statements (continued)**  
**December 31, 2017**

The following table provides quantitative measures used to determine the fair values of the Level 3 investments as of December 31, 2017:

Apollo Tactical Income Fund Inc.				
Assets	Fair Value at December 31, 2017	Valuation Technique(s) <sup>(a)</sup>	Unobservable Input(s)	Range of Unobservable Input(s) Utilized
Senior Loans	\$ 9,910,045	Independent pricing service and/or broker quotes	Vendor and/or broker quotes	N/A
	5,000,000	Discounted Cash Flow <sup>(b)</sup>	Discount Rate <sup>(b)</sup>	10.02%-12.02%
	4,027,485	Discounted Cash Flow <sup>(b)</sup>	Discount Rate <sup>(b)</sup>	17.0%
	93,419	Cost <sup>(c)</sup>	N/A	N/A
	653,663	Recoverability <sup>(d)</sup>	Liquidation Proceeds <sup>(d)</sup>	\$28.1m
	-	Recoverability <sup>(d)</sup>	Liquidation Proceeds <sup>(d)</sup>	\$0
	61,118	Discounted Cash Flow <sup>(b)</sup>	Discount Rate <sup>(b)</sup>	1.44%
Bonds	40,335	Discounted Cash Flow <sup>(b)</sup>	Discount Rate <sup>(b)</sup>	25.0%
	-	Recoverability <sup>(d)</sup>	Liquidation Proceeds <sup>(d)</sup>	\$0
Common Stock	17,525	Black-Scholes Option Pricing Model <sup>(e)</sup>	Volatility <sup>(e)</sup>	22.6%
	-	Recoverability <sup>(d)</sup>	Liquidation Proceeds <sup>(d)</sup>	\$28.1m
	49,988	Independent pricing service and/or broker quotes	Vendor and/or broker quotes	N/A
Preferred Stock	3,915,225	Discounted Cash Flow <sup>(b)</sup>	Discount Rate <sup>(b)</sup>	8.69%
Total Level 3	<u>\$23,768,803</u>			

<sup>(a)</sup> For the assets which have multiple valuation techniques, the Fund may rely on the techniques individually or in aggregate based on a weight ranging from 0-100%.

<sup>(b)</sup> The Fund utilized a discounted cash flow model to fair value this security. The significant unobservable input used in the valuation model was the discount rate, which was determined based on the market rates an investor would expect for a similar investment with similar risks. The discount rate was applied to present value the projected cash flows in the valuation model. Significant increases in the discount rate may significantly lower the fair value of an investment; conversely, significant decreases in the discount rate may significantly increase the fair value of an investment.

<sup>(c)</sup> The Fund utilized a recent funding to fair value this security.

<sup>(d)</sup> The Fund utilized a recoverability approach to fair value this security, specifically a liquidation analysis. There are various, company specific inputs used in the valuation analysis that relate to the liquidation value of a company's assets. The significant unobservable inputs used in the valuation model were liquidation proceeds. Significant increases or decreases in the input in isolation may result in a significantly higher or lower fair value measurement.

<sup>(e)</sup> The Fund utilized a Black-Scholes options pricing model to fair value this security. The significant unobservable input used in the valuation model was volatility. Significant increases or decreases in the input in isolation may result in a significantly higher or lower fair value measurement.

### Cash and Cash Equivalents

Cash and cash equivalents of the Funds consist of cash held in bank accounts and liquid investments with maturities, at the date of acquisition, not exceeding 90 days that, at times, may exceed federally insured limits. As of December 31, 2017, cash and cash equivalents were comprised of cash deposited with U.S. financial institutions in which carrying value approximated fair value and are considered to be Level 1 in the fair value hierarchy.



**Apollo Senior Floating Rate Fund Inc.**  
**Apollo Tactical Income Fund Inc.**  
**Notes to Financial Statements (continued)**  
**December 31, 2017**

**Industry Classifications**

The industry classifications of the Funds' investments, as presented in the accompanying Schedules of Investments, represent management's belief as to the most meaningful presentation of the classification of such investments. For Fund compliance purposes, the Funds' industry classifications refer to any one or more of the industry sub-classifications used by one or more widely recognized market indexes or rating group indexes, with the primary source being Moody's, and/or as defined by the Funds' management. These definitions may not apply for purposes of this report, which may combine industry sub-classifications.

**Fair Value of Financial Instruments**

The fair value of the Funds' assets and liabilities that qualify as financial instruments under U.S. GAAP approximates the carrying amounts presented in the accompanying Statements of Assets and Liabilities.

**Securities Transactions and Investment Income**

Securities transactions of the Funds are recorded on the trade date for financial reporting purposes. Cost is determined based on consideration given, and the unrealized appreciation/(depreciation) on investment securities is the difference between fair value determined in compliance with the valuation policy approved by the Board and the cost. Realized gains and losses from securities transactions and foreign currency transactions, if any, are recorded on the basis of identified cost and stated separately in the Statements of Operations. Interest and dividend income is recorded on the accrual basis and includes the accretion of original issue discounts and amortization of premiums where applicable using the effective interest rate method over the lives of the respective debt securities.

The Funds hold investments that have designated payment-in-kind ("PIK") interest. PIK interest is included in interest income and reflected as a receivable in accrued interest up to the payment date. On payment dates, the Funds capitalize the accrued interest receivable as an additional investment and mark it at the fair value associated with the position.

**U.S. Federal Income Tax Status**

The Funds intend to maintain their status each year as regulated investment companies under Subchapter M of the Internal Revenue Code of 1986, as amended, applicable to regulated investment companies and will distribute substantially all of their net investment income and net capital gains, if any, for their tax years. The Funds may elect to incur excise tax if it is deemed prudent by the Board from a cash management perspective or in the best interest of shareholders due to other facts and circumstances. For the year ended December 31, 2017, AFT and AIF did not record a U.S. federal excise tax provision. During 2017, excise tax of \$2,438 was paid by AFT relating to the 2016 tax year. AIF did not pay any excise tax during 2017 related to the 2016 tax year. No federal income tax provision or excise tax provision is required for the year ended December 31, 2017.

The Funds have followed the authoritative guidance on accounting for and disclosure of uncertainty in tax positions, which requires the Funds to determine whether a tax position is more likely than not to be sustained upon examination, including resolution of any related appeals or litigation processes, based on the technical merits of the position. The Funds have determined that there was no material effect on the financial statements from following this authoritative guidance. In the normal course of business, the Funds are subject to examination by federal, state and local jurisdictions, where applicable, for tax years for which applicable statutes of limitations have not expired. The statute of limitations on AFT's federal and state tax filings remains open for the years ended December 31, 2014 to 2017. The statute of limitations on AIF's federal and state filings remains open for the years ended December 31, 2014 to 2017.

**Distributions to Common Shareholders**

The Funds intend to make regular monthly cash distributions of all or a portion of their net investment income available to common shareholders. The Funds intend to pay common shareholders at least annually all or substantially all of their capital gains and net investment income after the payment of dividends and interest owed with respect to outstanding preferred shares and/or notes or other forms of leverage utilized by the Funds, although for cash management purposes, the Funds may elect to retain distributable amounts and pay excise tax as described above. If the Funds make a long-term capital gain distribution, they will be required to allocate such gain between the common shares and any preferred shares issued by the Funds in proportion to the total dividends paid to each class for the year in which the income is realized.

The distributions for any full or partial year might not be made in equal amounts, and one distribution may be larger than the other. The Funds will make a distribution only if authorized by the Board and declared by the Funds out of assets legally available for these distributions. The Funds may pay a special distribution at the end of each calendar year, if necessary, to comply with U.S. federal income tax requirements. This distribution policy may, under certain circumstances, have certain adverse consequences to the Funds and their shareholders because it may result in a return of capital to

## **Apollo Senior Floating Rate Fund Inc.**

## **Apollo Tactical Income Fund Inc.**

### **Notes to Financial Statements (continued)**

**December 31, 2017**

shareholders, which would reduce the Funds' NAV and, over time, potentially increase the Funds' expense ratios. If the Funds distribute a return of capital, it means that the Funds are returning to shareholders a portion of their investment rather than making a distribution that is funded from the Funds' earned income or other profits. The Board may elect to change AFT's or AIF's distribution policy at any time.

### **Asset Segregation**

In accordance with the Investment Company Act and various SEC and SEC staff interpretive positions, a Fund may "set aside" liquid assets (often referred to as "asset segregation"), or engage in measures in accordance with SEC or Staff guidance, to "cover" open positions with respect to certain kinds of financial instruments that could otherwise be considered "senior securities" as defined in Section 18(g) of the Investment Company Act. With respect to certain derivative contracts that are contractually required to cash settle, for example, a Fund is permitted to set aside liquid assets in an amount equal to the Fund's daily marked-to-market net obligations (i.e., the Fund's daily net liability) under the contracts, if any, rather than such contracts' full notional value. In other circumstances, a Fund may be required to set aside liquid assets equal to such a financial instrument's full notional value, or enter into appropriate offsetting transactions, while the position is open. Each Fund reserves the right to modify its asset segregation policies in the future to comply with any changes in the positions from time to time announced by the SEC or its staff regarding asset segregation. These segregation and coverage requirements could result in a Fund maintaining securities positions that it would otherwise liquidate, segregating assets at a time when it might be disadvantageous to do so or otherwise restricting portfolio management. Such segregation and coverage requirements will not limit or offset losses on related positions.

### **Note 3. Investment Advisory, Administration and Other Agreements with Affiliates**

#### **Investment Advisory Fee**

The Adviser provides certain investment advisory, management and administrative services to the Funds pursuant to investment advisory and management agreements with each of the Funds. For its services, each Fund pays the Adviser monthly at the annual rate of 1.0% of the average daily value of the Fund's managed assets. Managed assets are defined as the total assets of a Fund (including any assets attributable to any preferred shares that may be issued or to money borrowed or notes issued by the Fund) minus the sum of the Fund's accrued liabilities, including accrued interest and accumulated dividends (other than liabilities for money borrowed (including the liquidation preference of preferred shares) or notes issued). The Adviser may elect from time to time, in its sole discretion, to waive its receipt of the advisory fee from a Fund. If the Adviser elects to waive its compensation, such action may have a positive effect on the Fund's performance or yield. The Adviser is under no obligation to waive its fees, may elect not to do so, may decide to waive its compensation periodically or may decide to waive its compensation on only one of the Funds at any given time. For the year ended December 31, 2017, the Adviser earned fees of \$4,227,940 and \$3,905,596 from AFT and AIF, respectively.

#### **Administrative Services and Expense Reimbursements**

The Funds and the Adviser have entered into Administrative Services and Expense Reimbursement Agreements pursuant to which the Adviser provides certain administrative services, personnel and facilities to the Funds and performs operational services necessary for the operation of the Funds not otherwise provided by other service providers of the Funds. These services may include, without limitation, certain bookkeeping and recordkeeping services, compliance and legal services, investor relations assistance, and accounting and auditing support. Pursuant to these agreements, the Funds will reimburse the Adviser at cost, at the Adviser's request, for certain costs and expenses incurred by the Adviser that are necessary for the administration and operation of the Funds. In addition, the Adviser or one of its affiliates may pay certain expenses on behalf of the Funds and then allocate these expenses to the Funds for reimbursement. For the year ended December 31, 2017, the Adviser provided services under these agreements totaling \$659,016 and \$652,376 for AFT and AIF, respectively, which is shown in the Statements of Operations as administrative services of the Adviser. Included in these amounts is approximately \$76,000 and \$76,000 for AFT and AIF, respectively, of remuneration for officers of the Funds. The Adviser did not waive the right to expense reimbursements and investment advisory fees for either Fund during the year ended December 31, 2017.

Each Fund has also entered into an Administration and Accounting Services Agreement (the "Administration Agreements") with BNY Mellon Investment Servicing (US) Inc. ("BNYMIS"). Under the Administration Agreements, BNYMIS provides certain administrative services necessary for the operation of the Funds, including maintaining the Funds' books and records, providing accounting services and preparing regulatory filings. The Funds pay BNYMIS for these services. The Bank of New York Mellon ("BNY Mellon") serves as the Funds' custodian. BNYMIS serves as the Funds' transfer agent. BNY Mellon and BNYMIS provided services totaling \$266,454 and \$255,170 for AFT and AIF, respectively, for the year ended December 31, 2017, which are included in fund administration and accounting services in the Statements of Operations.

**Apollo Senior Floating Rate Fund Inc.**  
**Apollo Tactical Income Fund Inc.**  
**Notes to Financial Statements (continued)**  
**December 31, 2017**

**Board of Directors Fees**

On an annual basis, AFT and AIF pay each member of the Board who is not an “interested person” (as defined in the Investment Company Act) of the Funds an annual retainer of \$16,000 per Fund, plus \$2,000 for each in-person Board meeting of a single Fund (\$3,000, or \$1,500 per Fund, for a joint meeting of both Funds), plus \$1,000 for attendance at telephonic Board meetings of a single Fund or participation in special committee meetings of a single Fund not held in conjunction with regularly scheduled Board meetings (\$1,500, or \$750 per Fund, for a joint meeting of both Funds). In addition, the chairman of the audit committee receives \$5,000 per year from each Fund. The Funds also reimburse independent Board members for travel and out-of-pocket expenses incurred in connection with such meetings, and the Funds split the cost of such expenses for meetings involving both AFT and AIF. Included in the Statements of Operations in Board of Directors fees for the year ended December 31, 2017 is \$124,382 and \$124,228 of expenses related to the Board for each of AFT and AIF, respectively.

**Note 4. Investment Transactions**

For the year ended December 31, 2017, the cost of investment purchases and proceeds from sales of securities and principal paydowns were as follows:

Fund	Purchases	Sales
Apollo Senior Floating Rate Fund Inc.	\$435,182,794	\$431,959,954
Apollo Tactical Income Fund Inc.	440,183,391	437,234,635

**Note 5. Risks**

**Senior Loans**

Senior Loans are usually rated below investment grade and may also be unrated. As a result, the risks associated with Senior Loans are similar to the risks of below investment grade fixed income instruments, although Senior Loans are senior and secured, in contrast to other below investment grade fixed income instruments, which are often subordinated or unsecured. Investments in Senior Loans rated below investment grade are considered speculative because of the credit risk of their issuers. Such issuers are considered more likely than investment grade issuers to default on their payments of interest and principal owed to the Funds, and such defaults could reduce the Funds’ NAV and income distributions. An economic downturn would generally lead to a higher non-payment rate, and a Senior Loan may lose significant market value before a default occurs. Moreover, any specific collateral used to secure a Senior Loan may decline in value or become illiquid, which would adversely affect the Senior Loan’s value. Senior Loans are subject to a number of risks, including liquidity risk and the risk of investing in below investment grade fixed income instruments.

Senior Loans are subject to the risk of non-payment of scheduled interest or principal. Such non-payment would result in a reduction of income to the Funds, a reduction in the value of the investment and a potential decrease in the NAV of the Funds. There can be no assurance that the liquidation of any collateral securing a Senior Loan would satisfy the Borrower’s obligation in the event of non-payment of scheduled interest or principal payments, or that the collateral could be readily liquidated. In the event of bankruptcy or insolvency of a Borrower, the Funds could experience delays or limitations with respect to their ability to realize the benefits of the collateral securing a Senior Loan. The collateral securing a Senior Loan may lose all or substantially all of its value in the event of the bankruptcy or insolvency of a Borrower. Some Senior Loans are subject to the risk that a court, pursuant to fraudulent conveyance or other similar laws, could subordinate such Senior Loans to presently existing or future indebtedness of the Borrower or take other action detrimental to the holders of Senior Loans including, in certain circumstances, invalidating such Senior Loans or causing interest previously paid to be refunded to the Borrower.

There may be less readily available and reliable information about most Senior Loans than is the case for many other types of securities, including securities issued in transactions registered under the Securities Act of 1933 (the “1933 Act”) or registered under the Securities Exchange Act of 1934. As a result, the Adviser will rely primarily on its own evaluation of a Borrower’s credit quality, rather than on any available independent sources. Therefore, the Funds will be particularly dependent on the analytical abilities of the Adviser.

In general, the secondary trading market for Senior Loans is not well developed. No active trading market may exist for certain Senior Loans, which may make it difficult to value them. Illiquidity and adverse market conditions may mean that the Funds may not be able to sell Senior Loans quickly or at a fair price. To the extent that a secondary market does exist for certain Senior Loans, the market for them may be subject to irregular trading activity, wide bid/ask spreads and extended trade settlement periods.

## **Apollo Senior Floating Rate Fund Inc.**

## **Apollo Tactical Income Fund Inc.**

### **Notes to Financial Statements (continued)**

**December 31, 2017**

Senior Loans are generally not registered under the 1933 Act and often contain certain restrictions on resale and cannot be sold publicly. Senior Loans often require prepayments from excess cash flow or permit the Borrower to repay at its election. The degree to which Borrowers repay, whether as a contractual requirement or at their election, cannot be predicted with accuracy. As a result, the actual maturity may be substantially less than the stated maturity shown on the Schedule of Investments.

The Funds may acquire Senior Loans through assignments or participations. The purchaser of an assignment typically succeeds to all the rights and obligations of the assigning institution and becomes a lender under the credit agreement with respect to the debt obligation; however, the purchaser's rights can be more restricted than those of the assigning institution, and the Funds may not be able to unilaterally enforce all rights and remedies under the loan and with regard to any associated collateral. In general, a participation is a contractual relationship only with the institution participating out the interest, not with the Borrower. Sellers of participations typically include banks, broker-dealers and other financial and lending institutions. In purchasing participations, the Funds generally will have no right to enforce compliance by the Borrower with the terms of the loan agreement against the Borrower, and the Funds may not directly benefit from the collateral supporting the debt obligation in which they have purchased the participation. As a result, the Funds will be exposed to the credit risk of both the Borrower and the institution selling the participation. Further, in purchasing participations in lending syndicates, the Funds will not be able to conduct the due diligence on the Borrower or the quality of the Senior Loan with respect to which they are buying a participation that the Funds would otherwise conduct if they were investing directly in the Senior Loan, which may result in the Funds being exposed to greater credit or fraud risk with respect to the Borrower or the Senior Loan.

### **Corporate Bonds**

The Funds may invest in a wide variety of bonds of varying maturities issued by U.S. and foreign corporations, other business entities, governments and municipalities and other issuers. Corporate bonds are issued with varying features and may differ in the way that interest is calculated, the amount and frequency of payments, the type of collateral, if any, and the presence of special features (e.g., conversion rights, call rights or other rights of the issuer). The Funds' investments in corporate bonds may include, but are not limited to, senior, junior, secured and unsecured bonds, notes and other debt securities, and may be fixed rate, variable rate or floating rate, among other things.

The Adviser expects most of the corporate bonds in which the Funds invest will be high yield bonds (commonly referred to as "junk" bonds). An issuer of corporate bonds typically pays the investor a fixed rate of interest and must repay the amount borrowed on or before maturity. The investment return of corporate bonds reflects interest on the security and changes in the market value of the security. The market value of a corporate bond generally may be expected to rise and fall inversely with interest rates. The value of intermediate and longer-term corporate bonds normally fluctuates more in response to changes in interest rates than does the value of shorter-term corporate bonds. The market value of a corporate bond also may be affected by investors' perceptions of the creditworthiness of the issuer, the issuer's performance and perceptions of the issuer in the marketplace.

### **Subordinated Loans**

Subordinated loans generally are subject to similar risks as those associated with investments in Senior Loans, except that such loans are subordinated in payment and/or lower in lien priority to first lien holders. In the event of default on a subordinated loan, the first priority lien holder has first claim to the underlying collateral of the loan. Subordinated loans are subject to the additional risk that the cash flow of the Borrower and property securing the loan or debt, if any, may be insufficient to meet scheduled payments after giving effect to the senior unsecured or senior secured obligations of the Borrower. This risk is generally higher for subordinated unsecured loans or debt that are not backed by a security interest in any specific collateral. Subordinated loans generally have greater price volatility than Senior Loans and may be less liquid.

### **Structured Products**

Investments in structured products involve risks, including credit risk and market risk. When the Funds' investments in structured products (such as CDOs, CLOs and asset-backed securities) are based upon the movement of one or more factors, including currency exchange rates, interest rates, reference bonds (or loans) or stock indices, depending on the factor used and the use of multipliers or deflators, changes in interest rates and movement of any factor may cause significant price fluctuations. Additionally, changes in the reference instrument or security may cause the interest rate on a structured product to be reduced to zero and any further changes in the reference instrument may then reduce the principal amount payable on maturity of the structured product. Structured products may be less liquid than other types of securities and more volatile than the reference instrument or security underlying the product.

**Apollo Senior Floating Rate Fund Inc.**  
**Apollo Tactical Income Fund Inc.**  
**Notes to Financial Statements (continued)**  
**December 31, 2017**

The Funds may have the right to receive payments only from the structured product and generally do not have direct rights against the issuer or the entity that sold the assets to be securitized. While certain structured products enable the investor to acquire interests in a pool of securities without the brokerage and other expenses associated with directly holding the same securities, investors in structured products generally pay their share of the structured product's administrative and other expenses. Although it is difficult to predict whether the prices of indices and securities underlying structured products will rise or fall, these prices (and, therefore, the prices of structured products) will be influenced by the same types of political and economic events that generally affect issuers of securities and capital markets. If the issuer of a structured product uses shorter-term financing to purchase longer-term securities, the issuer may be forced to sell its securities at below market prices if it experiences difficulty in obtaining short-term financing, which may adversely affect the value of the structured products owned by the Funds.

Certain structured products may be thinly traded or have a limited trading market. CLOs are typically privately offered and sold. As a result, investments in CLOs may be characterized by the Funds as illiquid securities. CLOs carry additional risks, including, but not limited to: (i) the possibility that distributions from collateral securities will not be adequate to make interest or other payments, (ii) the quality of the collateral may decline in value or default, (iii) the possibility that the investments in CLOs are subordinate to other classes or tranches of the CLOs and (iv) the complex structure of the security may not be fully understood at the time of investment and may produce disputes with the issuer or unexpected investment results.

**Note 6. Common Shares**

Common share transactions were as follows:

Apollo Senior Floating Rate Fund Inc.				
	Year Ended December 31, 2017		Year Ended December 31, 2016	
	Shares	Amount	Shares	Amount
Common shares outstanding, beginning of year	15,573,061	\$296,701,729	15,573,061	\$296,704,310
Common shares issued as reinvestment of dividends	—	—	—	—
Permanent differences reclassified (primarily non-deductible expenses)	—	(2,438)	—	(2,581)
Common shares outstanding, end of year	<u>15,573,061</u>	<u>\$296,699,291</u>	<u>15,573,061</u>	<u>\$296,701,729</u>

Apollo Tactical Income Fund Inc.				
	Year Ended December 31, 2017		Year Ended December 31, 2016	
	Shares	Amount	Shares	Amount
Common shares outstanding, beginning of year	14,464,026	\$275,624,904	14,464,026	\$275,624,904
Common shares issued as reinvestment of dividends	—	—	—	—
Permanent differences reclassified (primarily non-deductible expenses)	—	—	—	—
Common shares outstanding, end of year	<u>14,464,026</u>	<u>\$275,624,904</u>	<u>14,464,026</u>	<u>\$275,624,904</u>

**Apollo Senior Floating Rate Fund Inc.**  
**Apollo Tactical Income Fund Inc.**  
**Notes to Financial Statements (continued)**  
**December 31, 2017**

Dividends declared on common shares with a record date of January 1, 2017 or later through the date of this report were as follows:

Apollo Senior Floating Rate Fund Inc.							
Dividend Declaration Date	Ex-Dividend Date	Record Date	Payment Date	Per Share Amount	Gross Distribution	Cash Distribution	Value of new Common Shares Issued
December 20, 2016	January 17, 2017	January 19, 2017	January 31, 2017	\$0.0900	\$1,401,575	\$1,401,575	—
January 23, 2017	February 13, 2017	February 15, 2017	February 28, 2017	\$0.0900	\$1,401,575	\$1,401,575	—
February 16, 2017	March 17, 2017	March 21, 2017	March 31, 2017	\$0.0900	\$1,401,575	\$1,401,575	—
March 29, 2017	April 13, 2017	April 18, 2017	April 28, 2017	\$0.0900	\$1,401,575	\$1,401,575	—
April 21, 2017	May 16, 2017	May 18, 2017	May 31, 2017	\$0.0900	\$1,401,575	\$1,401,575	—
May 24, 2017	June 16, 2017	June 20, 2017	June 30, 2017	\$0.0900	\$1,401,575	\$1,401,575	—
June 29, 2017	July 17, 2017	July 19, 2017	July 31, 2017	\$0.0900	\$1,401,575	\$1,401,575	—
July 27, 2017	August 17, 2017	August 21, 2017	August 31, 2017	\$0.0900	\$1,401,575	\$1,401,575	—
August 9, 2017	September 18, 2017	September 19, 2017	September 29, 2017	\$0.0900	\$1,401,575	\$1,401,575	—
September 21, 2017	October 18, 2017	October 19, 2017	October 31, 2017	\$0.0900	\$1,401,575	\$1,401,575	—
October 27, 2017	November 16, 2017	November 17, 2017	November 30, 2017	\$0.0900	\$1,401,575	\$1,401,575	—
December 12, 2017	December 21, 2017	December 22, 2017	December 29, 2017	\$0.0900	\$1,401,575	\$1,401,575	—
December 12, 2017	December 21, 2017	December 22, 2017	December 29, 2017	\$0.0800	\$1,245,845	\$1,245,845	—
December 29, 2017	January 17, 2018	January 18, 2018	January 31, 2018	\$0.0900	\$1,401,575	\$1,401,575	—
January 23, 2018*	February 13, 2018	February 14, 2018	February 28, 2018	\$0.0900	—	—	—
February 22, 2018*	March 15, 2018	March 16, 2018	March 29, 2018	\$0.0960	—	—	—

\* Declared subsequent to December 31, 2017.

Apollo Tactical Income Fund Inc.							
Dividend Declaration Date	Ex-Dividend Date	Record Date	Payment Date	Per Share Amount	Gross Distribution	Cash Distribution	Value of new Common Shares Issued
December 20, 2016	January 17, 2017	January 19, 2017	January 31, 2017	\$0.1100	\$1,591,043	\$1,591,043	—
January 23, 2017	February 13, 2017	February 15, 2017	February 28, 2017	\$0.1100	\$1,591,043	\$1,591,043	—
February 16, 2017	March 17, 2017	March 21, 2017	March 31, 2017	\$0.1100	\$1,591,043	\$1,591,043	—
March 29, 2017	April 13, 2017	April 18, 2017	April 28, 2017	\$0.1100	\$1,591,043	\$1,591,043	—
April 21, 2017	May 16, 2017	May 18, 2017	May 31, 2017	\$0.1100	\$1,591,043	\$1,591,043	—
May 24, 2017	June 16, 2017	June 20, 2017	June 30, 2017	\$0.1050	\$1,518,723	\$1,518,723	—
June 29, 2017	July 17, 2017	July 19, 2017	July 31, 2017	\$0.1050	\$1,518,723	\$1,518,723	—
July 27, 2017	August 17, 2017	August 21, 2017	August 31, 2017	\$0.1050	\$1,518,723	\$1,518,723	—
August 9, 2017	September 18, 2017	September 19, 2017	September 29, 2017	\$0.1000	\$1,446,403	\$1,446,403	—
September 21, 2017	October 18, 2017	October 19, 2017	October 31, 2017	\$0.1000	\$1,446,403	\$1,446,403	—
October 27, 2017	November 16, 2017	November 17, 2017	November 30, 2017	\$0.1000	\$1,446,403	\$1,446,403	—
December 12, 2017	December 21, 2017	December 22, 2017	December 29, 2017	\$0.1000	\$1,446,403	\$1,446,403	—
December 12, 2017	December 21, 2017	December 22, 2017	December 29, 2017	\$0.0200	\$ 289,281	\$ 289,281	—
December 29, 2017	January 17, 2018	January 18, 2018	January 31, 2018	\$0.1000	\$1,446,403	\$1,446,403	—
January 23, 2018*	February 13, 2018	February 14, 2018	February 28, 2018	\$0.1000	—	—	—
February 22, 2018*	March 15, 2018	March 16, 2018	March 29, 2018	\$0.1000	—	—	—

\* Declared subsequent to December 31, 2017.

**Note 7. Federal Tax Information**

The timing and character of income and capital gain distributions are determined in accordance with income tax regulations, which may differ from U.S. GAAP. As a result, net investment income/(loss) and net realized gain/(loss) on investment transactions for a reporting period may differ significantly from distributions during such period.

Reclassifications are made to the Funds' capital accounts at fiscal year end for permanent tax differences to reflect income and gains available for distribution (or available capital loss carryforwards) under income tax regulations.

**Apollo Senior Floating Rate Fund Inc.**  
**Apollo Tactical Income Fund Inc.**  
**Notes to Financial Statements (continued)**  
**December 31, 2017**

For the fiscal year ended December 31, 2017, permanent differences resulting primarily from non-deductible expenses, defaulted security interest and underlying investment partnership adjustments were identified and reclassified among the components of the Funds' net assets as follows:

Fund	Undistributed Net Investment Income	Accumulated Net Realized Gain/Loss from Investments	Paid-In Capital
Apollo Senior Floating Rate Fund Inc.	\$104,625	\$(102,187)	\$(2,438)
Apollo Tactical Income Fund Inc.	550,104	(550,104)	—

The tax character of distributions paid by AFT during the fiscal years ended December 31, 2017 and 2016 was as follows:

Apollo Senior Floating Rate Fund Inc.			
Distributions paid from Ordinary Income: *	2017	2016	
Common Shareholders	<u>\$18,064,751</u>	<u>\$19,371,331</u>	
Total Distributions	<u>\$18,064,751</u>	<u>\$19,371,331</u>	

\* For tax purposes, short-term capital gains distributions, if any, are considered ordinary income distributions.

The tax character of distributions paid by AIF during the fiscal years ended December 31, 2017 and 2016 was as follows:

Apollo Tactical Income Fund Inc.			
Distributions paid from Ordinary Income: *	2017	2016	
Common Shareholders	<u>\$18,586,273</u>	<u>\$21,941,928</u>	
Total Distributions	<u>\$18,586,273</u>	<u>\$21,941,928</u>	

\* For tax purposes, short-term capital gains distributions, if any, are considered ordinary income distributions.

As of December 31, 2017, the most recent tax year end, the components of distributable earnings on a tax basis were as follows:

Fund	Undistributed Ordinary Income	Undistributed Long-Term Capital Gains	Net Unrealized Appreciation/(Depreciation)*	Accumulated Capital and Other Losses
Apollo Senior Floating Rate Fund Inc.	\$321,272	\$—	\$(8,087,187)	\$(10,863,498)
Apollo Tactical Income Fund Inc.	468,031	—	(4,590,206)	(19,238,066)

\* Any differences between book basis and tax basis net unrealized appreciation/(depreciation) are primarily due to the deferral of losses from wash sales, defaulted security interest adjustments, underlying investment partnership adjustments and disallowed losses due to restructuring.

For federal income tax purposes, capital loss carryforwards are available to offset future capital gains. As of December 31, 2017, long-term capital loss carryforwards totaled \$10,863,498 for AFT and \$19,238,066 for AIF, which may be carried forward for an unlimited period. During the year ended December 31, 2017, AFT utilized \$967,771 of capital loss carryforwards.

**Apollo Senior Floating Rate Fund Inc.**  
**Apollo Tactical Income Fund Inc.**  
**Notes to Financial Statements (continued)**  
**December 31, 2017**

Unrealized appreciation/(depreciation) and basis of investments for U.S. federal income tax purposes at December 31, 2017 were as follows:

	Apollo Senior Floating Rate Fund Inc.	Apollo Tactical Income Fund Inc.
Federal tax basis, cost	\$421,882,509	\$391,998,726
Unrealized appreciation	\$ 5,429,869	\$ 6,291,126
Unrealized depreciation	(13,537,940)	(10,885,137)
Net unrealized appreciation/(depreciation)*	\$ (8,108,071)	\$ (4,594,011)

\* Any differences between book basis and tax basis net unrealized appreciation/(depreciation) are primarily due to the deferral of losses from wash sales, defaulted security interest adjustments, underlying investment partnership adjustments and disallowed losses due to restructuring.

**Note 8. Credit Agreements and Preferred Shares**

The Funds utilize leverage and may utilize leverage to the maximum extent permitted by law for investment and other general corporate purposes. The Funds may obtain leverage by issuing preferred shares and/or notes and may also borrow funds from banks and other financial institutions. The Funds may also gain leverage synthetically through swaps and other derivatives. The use of leverage to purchase additional securities creates an opportunity for increased common share dividends, but also creates risks for common shareholders, including increased variability of the Funds' net income, distributions and/or NAV in relation to market changes. Leverage is a speculative technique that exposes the Funds to greater risk and increased costs than if it were not implemented. Increases and decreases in the value of the Funds' portfolios will be magnified due to the use of leverage. In particular, leverage may magnify interest rate risk, which is the risk that the prices of portfolio securities will fall (or rise) if market interest rates for those types of securities rise (or fall). As a result, leverage may cause greater changes in the Funds' NAV, which will be borne entirely by the Funds' common shareholders. If the Funds issue preferred shares and/or notes or engage in other borrowings, they will have to pay dividends on their shares or interest on their notes or borrowings, which will increase expenses and may reduce the Funds' return. These dividend payments or interest expenses (which will be borne entirely by the common shareholders) may be greater than the Funds' return on the underlying investments. The Funds' leveraging strategy may not be successful.

**Apollo Senior Floating Rate Fund Inc.**

On May 11, 2016, AFT entered into a \$150,000,000 credit facility (the "Credit Facility") with Sumitomo Mitsui Banking Corporation ("SMBC") as lender. Under the terms of the Credit Facility, AFT may borrow a single term loan not to exceed \$112,500,000 (the "Term Loan") and may borrow up to an additional \$37,500,000 on a revolving basis (the "Revolving Loans"). AFT has granted a security interest in substantially all of its assets in the event of default under the Credit Facility. AFT may borrow on a revolving basis until May 11, 2019, at which time any loans outstanding under the Credit Facility must be repaid in full. The Fund will pay SMBC a quarterly commitment fee equal to 0.15% per annum on the average daily amount of available commitments. As of December 31, 2017, \$9,000,000 of the available revolving credit remains undrawn. As of December 31, 2017, AFT has \$141,000,000 principal outstanding under the Credit Facility, which is comprised of a Term Loan of \$112,500,000 and Revolving Loans totaling \$28,500,000, all of which bear interest at a rate of LIBOR plus 1.05%.

For the year ended December 31, 2017, the average daily principal loan balance outstanding was \$141,000,000, the weighted average annual interest rate was 2.18% and the interest expense, which is included on the Statements of Operations in interest expense, was \$3,073,661.

The fair value of AFT's borrowings under the Credit Facility approximates the carrying amount presented in the accompanying Statements of Assets and Liabilities based on a yield analysis and remaining maturities for which AFT has determined would be categorized as Level 2 in the fair-value hierarchy.

The Credit Facility contains certain customary affirmative and negative covenants, including limitations on debt, liens and restricted payments, as well as certain portfolio limitations and customary prepayment provisions, including a requirement to prepay loans or take certain other actions if certain asset value tests are not met. As of December 31, 2017, AFT was not aware of any instances of non-compliance related to the Credit Facility.

In connection with AFT's entry into the Credit Facility, certain debt financing costs were incurred by AFT and are shown net of the principal amount in the Statements of Assets and Liabilities. The deferred financing costs are amortized over the life of the credit facility. The amortization of the deferred financing costs is included in the Statements of Operations.



**Apollo Senior Floating Rate Fund Inc.**  
**Apollo Tactical Income Fund Inc.**  
**Notes to Financial Statements (continued)**  
**December 31, 2017**

**Apollo Tactical Income Fund Inc.**

On April 21, 2017, AIF entered into a \$138,000,000 revolving credit facility with JPMorgan Chase Bank, N.A. (“JPM”) as lender and administrative agent. AIF has granted a security interest in substantially all of its assets in the event of default under the credit facility. AIF may borrow on a revolving basis until April 20, 2018, at which time any loan outstanding under the credit facility must be repaid in full. The loan bears interest at a rate of LIBOR plus 1.15%. As of December 31, 2017, AIF has \$138,000,000 principal outstanding, which is the maximum commitment amount under the credit facility.

Prior to April 21, 2017, AIF had a \$138,000,000 revolving credit facility with JPM as lender and administrative agent that expired on April 22, 2017. The loan bore interest at a rate of LIBOR plus 1.00%.

For the year ended December 31, 2017, the average daily principal loan balance outstanding was \$138,000,000, the weighted average annual interest rate was 2.28% and the interest expense, which is included on the Statements of Operations in interest expense, was \$3,142,950.

The fair value of AIF’s borrowings under the credit facility approximates the carrying amount presented in the accompanying Statements of Assets and Liabilities based on a yield analysis and remaining maturities for which AIF has determined would be categorized as Level 2 in the fair-value hierarchy.

The credit facility contains certain customary affirmative and negative covenants, including limitations on debt, liens and restricted payments, as well as certain portfolio limitations and customary prepayment provisions, including a requirement to prepay loans or take certain other actions if certain asset value tests are not met. As of December 31, 2017, AIF was not aware of any instances of non-compliance related to the credit facility.

In connection with AIF’s entry into the credit facility, certain debt financing costs were incurred by AIF and are shown net of the principal amount in the Statements of Assets and Liabilities. The deferred financing costs are amortized over the life of the credit facility. The amortization of the deferred financing costs is included in the Statements of Operations.

**Note 9. General Commitments and Contingencies**

As of December 31, 2017, the Funds had unfunded loan commitments outstanding, which could be extended at the option of the borrower, as detailed below:

<b>Borrower</b>	<b>AFT</b>	<b>AIF</b>
A-L Parent, LLC	\$1,310,878	\$ —
Charming Charlie, LLC*	309,997	93,419
Lumos Networks Operating Co.	570,913	570,913
Mitchell International, Inc.	103,399	—
Total unfunded loan commitments	<u>\$2,295,187</u>	<u>\$664,332</u>

\* On January 25, 2018, the loan commitment was partially funded in the amount of \$247,889 and \$74,702 for AFT and AIF, respectively.

Unfunded loan commitments are marked to market on the relevant day of the valuation in accordance with the Funds’ valuation policies. Any related unrealized appreciation/(depreciation) on unfunded loan commitments is recorded on the Statements of Assets and Liabilities and the Statements of Operations. For the year ended December 31, 2017, AFT and AIF recorded a change in unrealized appreciation/(depreciation) on unfunded loan commitments totaling \$12,139 and \$(8,401), respectively.

**Note 10. Indemnification**

The Funds each have a variety of indemnification obligations under contracts with their service providers. The Funds’ maximum exposure under these arrangements is unknown as this would be dependent on future claims that may be made against the Funds. Based upon historical experience, the risk of loss from such claims is currently considered remote; however, there can be no assurance that losses will not occur or if claims are made against the Funds the losses will not be material.

**Note 11. Subsequent Events**

Management has evaluated the impact of all subsequent events on the Funds through the date the financial statements were issued and has determined that there were no subsequent events that would require disclosure in or adjustments to the financial statements.

## REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

To the Board of Directors and Shareholders of  
Apollo Senior Floating Rate Fund Inc. and Apollo Tactical Income Fund Inc.:

### **Opinion on the Financial Statements and Financial Highlights**

We have audited the accompanying statements of assets and liabilities of Apollo Senior Floating Rate Fund Inc. and Apollo Tactical Income Fund Inc. (collectively referred to as the “Funds”), including the schedules of investments, as of December 31, 2017, the related statements of operations and cash flows for the year then ended, the statements of changes in net assets for each of the two years in the period then ended, the financial highlights for each of the periods presented, and the related notes. In our opinion, the financial statements and financial highlights present fairly, in all material respects, the financial position of the Funds as of December 31, 2017, and the results of their operations and their cash flows for the year then ended, the changes in net assets for each of the two years in the period then ended, and the financial highlights for each of the periods presented, in conformity with accounting principles generally accepted in the United States of America.

### **Basis for Opinion**

These financial statements and financial highlights are the responsibility of the Funds’ management. Our responsibility is to express an opinion on the Funds’ financial statements and financial highlights based on our audits. We are a public accounting firm registered with the Public Company Accounting Oversight Board (United States) (PCAOB) and are required to be independent with respect to the Funds in accordance with the U.S. federal securities laws and the applicable rules and regulations of the Securities and Exchange Commission and the PCAOB.

We conducted our audits in accordance with the standards of the PCAOB. Those standards require that we plan and perform the audits to obtain reasonable assurance about whether the financial statements and financial highlights are free of material misstatement, whether due to error or fraud. The Funds are not required to have, nor were we engaged to perform, an audit of their internal control over financial reporting. As part of our audits, we are required to obtain an understanding of internal control over financial reporting but not for the purpose of expressing an opinion on the effectiveness of the Funds’ internal control over financial reporting. Accordingly, we express no such opinion.

Our audits included performing procedures to assess the risks of material misstatement of the financial statements and financial highlights, whether due to error or fraud, and performing procedures that respond to those risks. Such procedures included examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements and financial highlights. Our audits also included evaluating the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the financial statements and financial highlights. Our procedures included confirmation of securities owned as of December 31, 2017, by correspondence with the custodian, agent banks, and brokers; when replies were not received from agent banks or brokers, we performed other auditing procedures. We believe that our audits provide a reasonable basis for our opinion.

/s/ Deloitte & Touche LLP

New York, New York

February 23, 2018

We have served as the auditor of one or more investment companies within the group of investment companies since 2011.

## **Apollo Senior Floating Rate Fund Inc.**

## **Apollo Tactical Income Fund Inc.**

### **Additional Information**

**December 31, 2017 (unaudited)**

### **Dividend Reinvestment Plan**

Unless a shareholder specifically elects to receive common stock of the Funds as set forth below, all net investment income dividends and all capital gains distributions declared by the Board will be payable in cash.

A shareholder may elect to have net investment income dividends and capital gains distributions reinvested in common stock of the Funds. To exercise this option, such shareholder must notify BNYMIS, the plan administrator and the Funds' transfer agent and registrar, in writing so that such notice is received by the plan administrator not less than 10 days prior to the record date fixed by the Board for the net investment income dividend and/or capital gains distribution involved.

The plan administrator will set up an account for shares acquired pursuant to the plan for each shareholder that elects to receive dividends and distributions in additional shares of common stock of the Funds (each a "Participant"). The plan administrator may hold each Participant's shares, together with the shares of other Participants, in non-certificated form in the plan administrator's name or that of its nominee.

The shares are acquired by the plan administrator for a participant's account, depending upon the circumstances described below, either (i) through receipt of additional unissued but authorized shares of common stock from the Funds ("Newly Issued Shares") or (ii) by purchase of outstanding shares of common stock on the open market ("Open-Market Purchases") on the NYSE or elsewhere. If, on the dividend payment date, the NAV per share of the common stock is equal to or less than the market price per share of the common stock plus estimated brokerage commissions (such condition being referred to as "market premium"), the plan administrator will invest the dividend amount in Newly Issued Shares on behalf of the Participant. The number of Newly Issued Shares of common stock to be credited to the Participant's account will be determined by dividing the dollar amount of the dividend by the NAV per share on the date the shares are issued, unless the NAV is less than 95% of the then current market price per share, in which case the dollar amount of the dividend will be divided by 95% of the then current market price per share. If, on the dividend payment date, the NAV per share is greater than the market value (such condition being referred to as "market discount"), the plan administrator will invest the dividend amount in shares acquired on behalf of the Participant in Open-Market Purchases.

The plan administrator's service fee, if any, and expenses for administering the plan will be paid for by the Funds. If a Participant elects by written notice to the plan administrator to have the plan administrator sell part or all of the shares held by the plan administrator in the Participant's account and remit the proceeds to the Participant, the plan administrator is authorized to deduct a \$15 transaction fee plus a 5¢ per share brokerage commission from the proceeds.

Shareholders who receive dividends in the form of stock are subject to the same federal, state and local tax consequences as are shareholders who elect to receive their dividends in cash. A shareholder's basis for determining gain or loss upon the sale of stock received in a dividend from the Funds will be equal to the total dollar amount of the dividend payable to the shareholders. Any stock received in a dividend will have a new holding period for tax purposes commencing on the day following the day on which the shares are credited to the U.S. shareholder's account.

Participants may terminate their accounts under the plan by notifying the plan administrator via its website at [bnymellon.com/shareowner](http://bnymellon.com/shareowner), by filling out the transaction request form located at the bottom of the Participant's statement and sending it to the plan administrator at P.O. Box 30170, College Station, TX 77842 or by calling the plan administrator at 800-331-1710.

The plan may be terminated by the Funds upon notice in writing mailed to each Participant at least 30 days prior to any record date for the payment of any dividend or distribution by the Funds. All correspondence, including requests for additional information, concerning the plan should be directed to the plan administrator by mail at P.O. Box 30170, College Station, TX 77842.

### **Brexit Risk**

The Funds may invest a portion of their assets in credit instruments issued by issuers domiciled in Europe, including issuers domiciled in the United Kingdom ("UK"). Concerns regarding the sovereign debt of various Eurozone countries and proposals for investors to incur substantial write-downs and reductions in the face value of the sovereign debt of certain countries give rise to concerns about sovereign defaults, the possibility that one or more countries might leave the European Union or the Eurozone and various proposals (still under consideration and unclear in material respects) for support of affected countries and the Euro as a currency. The outcome of any such situation cannot be predicted. Sovereign debt defaults and European Union and/or Eurozone exits could have material adverse effects on investments by the Funds in

## **Apollo Senior Floating Rate Fund Inc.**

## **Apollo Tactical Income Fund Inc.**

### **Additional Information (continued)**

**December 31, 2017 (unaudited)**

securities of European companies, including but not limited to the availability of credit to support such companies' financing needs, uncertainty and disruption in relation to financing, customer and supply contracts denominated in Euro and wider economic disruption in markets served by those companies, while austerity and other measures that have been introduced in order to limit or contain these issues may themselves lead to economic contraction and resulting adverse effects for the Funds. Legal uncertainty about the funding of Euro denominated obligations following any breakup or exits from the Eurozone (particularly in the case of investments in securities of companies in affected countries) could also have material adverse effects on the Funds. The uncertainty in the wake of the UK's "Brexit" referendum and subsequent political developments could have a negative impact on both the UK economy and the economies of other countries in Europe. The Brexit process also may lead to greater volatility in the global currency and financial markets, which could adversely affect the Funds. Global central banks may maintain historically low interest rates longer than was anticipated, which could adversely affect the Funds.

### **Shareholder Tax Information**

The Funds are required by Subchapter M of the Internal Revenue Code to advise their shareholders of the U.S. federal tax status of distributions received by the Funds' shareholders in respect of such fiscal year. During the fiscal year ended December 31, 2017, the percentage of qualified interest income related dividends not subject to withholding tax for non-resident aliens and foreign corporations for Apollo Senior Floating Rate Fund Inc. and Apollo Tactical Income Fund Inc. were 85.60% and 77.82%, respectively.

## Apollo Senior Floating Rate Fund Inc.

## Apollo Tactical Income Fund Inc.

### Directors and Officers

December 31, 2017 (unaudited)

### Directors and Officers

The Board of Directors of each Fund is responsible for the overall supervision of the operations of the Fund and performs the various duties imposed on the directors of investment companies by the Investment Company Act and applicable Maryland law. The directors of each Fund (the "Directors") are divided into three classes, serving staggered three-year terms. Any vacancy on the Board of Directors may be filled only by a majority of the remaining Directors, except to the extent that the Investment Company Act requires the election of directors by shareholders.

Certain biographical and other information relating to the Directors and Executive Officers of the Funds is set out below, including their ages, their principal occupations for at least the last five years, the length of time served, the total number of portfolios overseen in the complex of funds advised by the Adviser, specifically AFT and AIF, and other public directorships/trusteeships.

Directors and Officers Name, Address <sup>(1)</sup> and Year of Birth	Position(s) Held with the Funds	Term of Office and Length of Time Served	Principal Occupation(s) During Past Five Years	Number of Portfolios in the Complex of Funds Overseen by the Director	Other Public Directorships/ Trusteeships Held by the Director During Past Five Years
<b>INTERESTED DIRECTORS<sup>(2)</sup></b>					
Barry Cohen (born 1952)	Director and Chairman of the Board	AFT Director since 2011 and AIF Director since 2013; current terms end at the 2018 annual meeting.	President, Elysium Management LLC since 2017. Chief Operating Officer, Apollo Global Securities, LLC since 2011; Managing Director, Apollo Management, L.P. since 2008.	2	None.
<b>INDEPENDENT DIRECTORS<sup>(3)</sup></b>					
Robert L. Borden (born 1963)	Director	AFT and AIF Director since November 2013; current terms end at the 2020 annual meeting.	Chief Executive Officer and Chief Investment Officer, Delegate Advisors, LLC since 2012.	2	Athene Holding Ltd.
Glenn N. Marchak (born 1956)	Director; Audit Committee Chair	AFT Director since 2011 and AIF Director since 2013; current terms end at the 2019 annual meeting.	Private Investor; Corporate Director/Trustee.	2	Stone Harbor Emerging Markets Income Fund; Stone Harbor Emerging Markets Total Income Fund.
Carl J. Rickertsen (born 1960)	Director; Nominating and Corporate Governance Committee Chair	AFT Director since 2011 and AIF Director since 2013; current terms end at the 2020 annual meeting.	Managing Partner, Pine Creek Partners (private equity investment firm) since 2005.	2	Berry Plastics Group, Inc.; MicroStrategy Incorporated.

## Apollo Senior Floating Rate Fund Inc.

## Apollo Tactical Income Fund Inc.

Directors and Officers (continued)

December 31, 2017 (unaudited)

Directors and Officers Name, Address <sup>(1)</sup> and Year of Birth	Position(s) Held with the Funds	Term of Office and Length of Time Served	Principal Occupation(s) During Past Five Years	Number of Portfolios in the Complex of Funds Overseen by the Director	Other Public Directorships/ Trusteeships Held by the Director During Past Five Years
Todd J. Slotkin (born 1953)	Lead Independent Director	AFT Director since 2011 and AIF Director since 2013; current terms end at the 2019 annual meeting.	Managing Director and Global Head, Alvarez & Marsal Asset Management Services, LLC since 2014; Co-Founder and Managing Partner, Newton Pointe Partners (consulting firm) from 2011 to 2014.	2	CBIZ, Inc.
Elliot Stein, Jr. (born 1949)	Director	AFT Director since 2011 and AIF Director since 2013; current terms end at the 2018 annual meeting.	Private Investor; Corporate Director/Trustee.	2	Apollo Investment Corporation.
<b>EXECUTIVE OFFICERS<sup>(4)</sup></b>					
Joseph Moroney (born 1971)	President and Chief Investment Officer	AFT since 2011 and AIF since 2013.	Co-Head of Global Liquid Credit (effective January 2018), Apollo Capital Management L.P. since 2015.	N/A	N/A
Frank Marra (born 1979)	Treasurer and Chief Financial Officer	AFT and AIF since 2014.	Senior Controller and Vice President, Apollo Capital Management, L.P. since 2009.	N/A	N/A
Joseph D. Glatt (born 1973)	Secretary and Chief Legal Officer	AFT since 2011 and AIF since 2013.	Chief Legal Officer, Secretary and Vice President, Apollo Investment Corporation since 2014, 2010 and 2009, respectively; General Counsel, Apollo Capital Management L.P. since 2007.	N/A	N/A
Cindy Michel (born 1973)	Chief Compliance Officer	AFT since 2011 and AIF since 2013.	Chief Compliance Officer and Vice President, Apollo Investment Corporation since 2010; Chief Compliance Officer of Apollo Global Management, LLC since 2014.	N/A	N/A

(1) The address of each Director and Officer is care of the Apollo Senior Floating Rate Fund Inc. or the Apollo Tactical Income Fund Inc. at 9 West 57th Street, New York, NY 10019.

(2) "Interested person," as defined in the Investment Company Act, of the Funds. Mr. Cohen is an interested person of the Funds due to his affiliation with the Adviser.

(3) "Independent Directors" are directors who are not "interested persons," as defined in the Investment Company Act, of the Funds.

(4) Executive officers of the Funds serve at the pleasure of the Board of Directors.

## Important Information About This Report

### Investment Adviser

Apollo Credit Management, LLC  
9 West 57th Street  
New York, NY 10019

### Administrator

BNY Mellon Investment Servicing (US) Inc.  
4400 Computer Drive  
Westborough, MA 01581

### Transfer Agent

BNY Mellon Investment Servicing (US) Inc.  
P.O. Box 30170  
College Station, TX 77842

### Custodian

The Bank of New York Mellon  
One Wall Street  
New York, NY 10286

### Independent Registered Public Accounting Firm

Deloitte & Touche LLP  
30 Rockefeller Plaza  
New York, NY 10112

### Fund Counsel

Willkie Farr & Gallagher LLP  
787 Seventh Avenue  
New York, NY 10019

This report has been prepared for shareholders of Apollo Senior Floating Rate Fund Inc. and Apollo Tactical Income Fund Inc. (the "Funds"). The Funds mail one shareholder report to each shareholder address. If you would like more than one report, please call shareholder services at 1-888-301-3838 and additional reports will be sent to you.

A description of the policies and procedures that the Funds use to determine how to vote proxies relating to their portfolio securities, and the Funds' proxy voting records for the most recent period ended June 30, 2017 are available (i) without charge, upon request, by calling 1-888-301-3838 and (ii) on the SEC's website at <http://www.sec.gov>.

The Funds file their complete schedule of portfolio holdings with the SEC for the first and third quarters of each fiscal year on Form N-Q. The Funds' Forms N-Q are available on the SEC's website at <http://www.sec.gov> and also may be reviewed and copied at the SEC's Public Reference Room in Washington, DC. Information on the Public Reference Room may be obtained by calling 1-800-SEC-0330.

## Important Information About This Report (continued)

### Privacy Policy

We recognize and respect your privacy expectations, whether you are a visitor to our website, a potential shareholder, a current shareholder or even a former shareholder.

*Collection of Information.* We may collect nonpublic personal information about you from the following sources:

- *Account applications and other forms*, which may include your name, address and social security number, written and electronic correspondence and telephone contacts;
- *Website information*, including any information captured through our use of “cookies”; and
- *Account history*, including information about the transactions and balances in your accounts with us or our affiliates.

*Disclosure of Information.* We may share the information we collect with our affiliates and nonaffiliated third parties for our every-day business purposes, such as to process your transactions, maintain your investments in the Funds, and to respond to court orders and legal investigations. We also provide such information to our affiliates, attorneys, banks, auditors, securities brokers and service providers as may be necessary to facilitate the acceptance and management of your account or your investments in the Funds and to enable them to perform services on our behalf. We may also provide your name, address, telephone number, social security number or financial condition information to affiliates or nonaffiliated third parties, such as broker-dealers, engaged in marketing activities on our behalf, such as the solicitation of your investment in future funds managed by Apollo. We do not sell your personal information to third parties for their independent use.

*Confidentiality and Security of Information.* We restrict access to nonpublic personal information about you to our employees and agents who need to know such information to provide products or services to you. We maintain physical, electronic and procedural safeguards that comply with federal standards to guard your nonpublic personal information, although you should be aware that data protection cannot be guaranteed.

*Opt-Out Notice.* We reserve the right to disclose nonpublic personal information about you to a nonaffiliated third party as discussed above. If you wish to limit the distribution of your personal information with our affiliates and nonaffiliated third parties, as described herein, you may do so by:

- Calling us at 1-888-301-3838; or
- Writing us at the following address:

Apollo Global Management, LLC  
c/o: Apollo Senior Floating Rate Fund Inc., Apollo Tactical Income Fund Inc.  
9 West 57th Street, 43rd Floor, New York, New York 10019  
Attn: Cindy Z. Michel

The ability to opt-out of disclosure of nonpublic personal information about you may not apply to arrangements necessary to effect or administer a transaction in shares of a Fund or maintain or service your account.

If you choose to write to us, your request should include your name, address, telephone number and account number(s) to which the opt-out applies and the extent to which your personal information shall be withheld. If you are a joint account owner we will apply those instructions to the entire account. If you have accounts or relationships with our affiliates, you may receive multiple privacy policies from them, and will need to separately notify those companies of your privacy choices for those accounts or relationships.

Please understand that if you limit our sharing or our affiliated companies' use of personal information, you and any joint account holder(s) may not receive information about our affiliated companies' products and services, including products or services that could help you manage your financial resources and achieve your investment objectives.

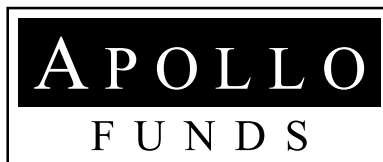
If your shares are held in “street name” at a bank or brokerage, we do not have access to your personal information and you should refer to your bank's or broker's privacy policies for a statement of the treatment of your personal information.



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