

**APOLLO GLOBAL MANAGEMENT, LLC**  
**CONSOLIDATED STATEMENTS OF FINANCIAL CONDITION**  
**DECEMBER 31, 2014 AND DECEMBER 31, 2013**  
(dollars in thousands, except share data)

	<b>December 31,</b>	
	<b>2014</b>	<b>2013</b>
<b>Assets:</b>		
Cash and cash equivalents	\$ 1,204,052	\$ 1,078,120
Cash and cash equivalents held at consolidated funds	1,611	1,417
Restricted cash	6,353	9,199
Investments	2,880,006	2,393,883
Assets of consolidated variable interest entities:		
Cash and cash equivalents	1,088,952	1,095,170
Investments, at fair value	15,658,653	14,126,362
Other assets	323,240	280,718
Carried interest receivable	911,666	2,287,075
Due from affiliates	268,015	317,247
Fixed assets, net	35,906	40,251
Deferred tax assets	606,717	660,199
Other assets	84,384	44,170
Goodwill	49,243	49,243
Intangible assets, net	60,039	94,927
<b>Total Assets</b>	<b>\$ 23,178,837</b>	<b>\$ 22,477,981</b>
<b>Liabilities and Shareholders' Equity</b>		
<b>Liabilities:</b>		
Accounts payable and accrued expenses	\$ 44,246	\$ 38,159
Accrued compensation and benefits	59,278	41,711
Deferred revenue	199,614	279,479
<b>Due to affiliates</b>	<b>565,153</b>	<b>595,371</b>
Profit sharing payable	434,852	992,240
Debt	1,034,014	750,000
Liabilities of consolidated variable interest entities:		
Debt, at fair value	14,123,100	12,423,962
Other liabilities	728,718	605,063
Other liabilities	46,401	63,274
<b>Total Liabilities</b>	<b>17,235,376</b>	<b>15,789,259</b>
<b>Commitments and Contingencies (see note 18)</b>		
<b>Shareholders' Equity:</b>		
Apollo Global Management, LLC shareholders' equity:		
Class A shares, no par value, unlimited shares authorized, 163,046,554 and 146,280,784 shares issued and outstanding at December 31, 2014 and December 31, 2013, respectively	—	—
Class B shares, no par value, unlimited shares authorized, 1 share issued and outstanding at December 31, 2014 and December 31, 2013	—	—
Additional paid in capital	2,254,283	2,624,582
Accumulated deficit	(1,400,661)	(1,568,487)
Appropriated partners' capital	933,166	1,581,079
Accumulated other comprehensive income (loss)	(306)	95
Total Apollo Global Management, LLC shareholders' equity	1,786,482	2,637,269
Non-Controlling Interests in consolidated entities	3,222,195	2,669,730
Non-Controlling Interests in Apollo Operating Group	934,784	1,381,723
<b>Total Shareholders' Equity</b>	<b>5,943,461</b>	<b>6,688,722</b>
<b>Total Liabilities and Shareholders' Equity</b>	<b>\$ 23,178,837</b>	<b>\$ 22,477,981</b>

*See accompanying notes to consolidated financial statements.*

**APOLLO GLOBAL MANAGEMENT, LLC**  
**NOTES TO CONSOLIDATED**  
**FINANCIAL STATEMENTS**  
**(dollars in thousands, except share data, except where noted)**

(1) Calculated based on average ownership percentage for the period considering Class A share issuances during the period.  
 (2) Includes equity-based compensation reimbursable by certain funds.

Below is a reconciliation of the equity-based compensation allocated to Apollo Global Management, LLC for the year ended December 31, 2012:

	Total Amount	Non- Controlling Interest % in Apollo Operating Group	Allocated to Non- Controlling Interest in Apollo Operating Group <sup>(1)</sup>	Allocated to Apollo Global Management, LLC
AOG Units	\$ 480,931	64.9%	\$ 313,856	\$ 167,075
RSUs and Share Options	115,013	—	—	115,013
Other equity-based compensation awards	2,710	64.9	1,769	941
Total Equity-Based Compensation	<u>\$ 598,654</u>		<u>315,625</u>	<u>283,029</u>
Less other equity-based compensation awards <sup>(2)</sup>			(1,769)	(741)
Capital Increase Related to Equity-Based Compensation			<u>\$ 313,856</u>	<u>\$ 282,288</u>

(1) Calculated based on average ownership percentage for the period considering Class A share issuances during the period.  
 (2) Includes equity-based compensation reimbursable by certain funds.

## 17. RELATED PARTY TRANSACTIONS AND INTERESTS IN CONSOLIDATED ENTITIES

The Company typically facilitates the initial payment of certain operating costs incurred by the funds that it manages as well as their affiliates. These costs are normally reimbursed by such funds and are included in due from affiliates.

Due from affiliates and due to affiliates are comprised of the following:

	As of December 31,	
	2014	2013
<b>Due from Affiliates:</b>		
Due from private equity funds	\$ 30,091	\$ 57,582
Due from portfolio companies	41,844	23,484
Due from credit funds <sup>(1)</sup>	174,165	216,750
Due from Contributing Partners, employees and former employees	1,721	2,659
Due from real estate funds	20,162	12,119
Other	32	4,653
Total Due from Affiliates	<u>\$ 268,015</u>	<u>\$ 317,247</u>
<b>Due to Affiliates:</b>		
Due to Managing Partners and Contributing Partners in connection with the tax receivable agreement	\$ 509,149	\$ 525,483
Due to private equity funds	1,158	825
Due to credit funds	5,343	1,773
Distributions payable to employees	49,503	67,290
Total Due to Affiliates	<u>\$ 565,153</u>	<u>\$ 595,371</u>

(1) As of December 31, 2014 includes unsettled AAA and Athene management fee receivable as discussed in "Athene" below. As of December 31, 2013, includes Athene Services Derivative as discussed in "Athene" below.