Carlyle Tactical Private Credit Fund ("CTAC")

June 30, 2020

THE CARLYLE GROUP

GLOBAL ALTERNATIVE ASSET MANAGEMENT

Fund Description

The Carlyle Tactical Private Credit Fund seeks to produce current income and provide investors with access to the private credit markets. The Fund opportunistically allocates its assets across a wide range of credit strategies within The Carlyle Group's $50B Global Credit Platform, with at least 80% of its assets in private fixed income securities and credit instruments. These credit strategies include Liquid Credit, Direct Lending, Opportunistic Credit, Structured Credit, and in certain periods throughout a cycle, Distressed Credit. The Fund is an interval fund that is offered on a daily basis and engages in quarterly repurchases to provide liquidity to shareholders.

Key Terms

Symbol	TAKAX (Brokerage) TAKIX (Institutional) TAKLX (Brokerage) TAKMX (Brokerage) TAKYX (Advisory) TAKNX (Institutional via NSCC)
Repurchase Frequency	Quarterly offers to repurchase between 5% and 25% of outstanding shares at NAV
Subscriptions / NAV	Daily
Dividend Frequency	Quarterly
Portfolio Management Team	Justin Plouffe, Linda Pace, Brian Marcus
Registered	1940-Act, 1933-Act
Tax Treatment	1099
Expected Repurchase Dates	January, April, July, October

Performance(1)

I Share Class (as of June 30, 2020)

Year	MTD	QTD	YTD	LTM	ITD
Gross	5.22%	9.37%	(6.37%)	(4.90%)	(0.14%)
Net	5.05%	8.84%	(7.30%)	(6.79%)	(3.73%)

Q2 2020 Market Commentary

Credit markets rebounded significantly in the second quarter, but continue to remain challenged by the ongoing COVID-19 pandemic. The leveraged loan market rebounded +9.7% in Q2, the highest quarterly return since Q3 2009, after plunging 12.4% in March. We continue to witness bifurcation amongst sectors based on the anticipated impact from COVID-19, with energy, leisure and retail suffering the most dramatic declines, and "safe havens", including technology, insurance, advisory services, and groceries, remaining supported.

In the leveraged loan market, the discounted spread to maturity of outstanding first-lien loans narrowed significantly from March highs, in line with improving prices. June saw the busiest month for institutional loan issuance since January, fueled by a swath of buyout deals. Institutional new-money loan volume totaled $25.7 billion for the quarter, half of which came from acquisition-related deals. High yield issuance was also strong in response to significant demand, with volume of $55 billion topping leveraged loan issuance for the first time since the Global Financial Crisis and the week of April 15th seeing the highest demand on record. In contrast, CLO issuance of $14.7 billion was less than half of what it was in Q2 2019 and the lowest quarterly volume since Q1 2016. This was largely in response to lower loan prices, increasing liability costs, diminished new loan supply and widespread ratings downgrades. Despite these factors, CLO issuance gathered pace in the back half of the quarter as spreads rebounded.

Aggressive action by the Federal Reserve has mitigated some of the stress on U.S. companies and continues to provide meaningful support for fallen angels and borrowers who were struggling to find access to liquidity. While higher default levels are expected, they may not be as broad-based, or as near-term, as may have been expected in the early stages of the COVID-19 crisis. That said, while downgrades have slowed, they are ongoing, and the distress ratio in U.S. loans remains above the historical average. Companies that were already laboring under overly-levered structures and have not been able to tap the capital markets as easily as their peers will likely still see earlier defaults than they would have without the shock.

In the middle market, syndicated loan issuance dropped to its lowest levels since Q1 2019. Lenders were largely focused on their portfolio, liquidity needs, and amendments as managers were assessing risk in April and May before witnessing some pickup in new deal activity in June. We see new middle market processes, initiated over the past couple of months, requiring lower leverage, offering increased call protection and tight documentation, with capped COVID-related EBITDA add-backs and limited availability for incremental debt.

We believe that the opportunistic environment remains promising as borrowers continue to seek additional liquidity to fulfill complex capital needs that cannot be met by traditional credit markets. In particular, during the beginning of the quarter, the volatile environment produced increased opportunities in the secondary markets.

(1) Past performance is not a guarantee or indicator of future results.

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Portfolio Highlights

Liquid Credit

- The leveraged loan market saw significant downward pressure at the end of Q1 / beginning of Q2
- Throughout the 2nd quarter we saw names continue to be bid-up with the broader market
- Continue to focus on higher rated names and quality

Direct Lending

- Remain focused on working with portfolio companies
- Expect some amendment activity in a handful of issuers, which may present opportunities to tighten existing documentation and generate additional fee / interest income
- Seeing opportunities to generate enhanced yield as compared to pre-COVID levels in first-dollar risk positions

Opportunistic Credit

- Expect many borrowers will need transitional capital over the balance of the year (liquidity financing, M&A financing and refinancing of existing debt)
- Directly originated, opportunistic credit deals should continue to offer compelling risk reward in the near and medium-term

Structured Credit

- The structured credit book experienced tremendous volatility during Q2, but has recently seen mark increases due to continued tightening of spreads
- We remain disciplined in evaluating the pipeline as certain CLO mezzanine positions may still offer attractive relative value

Investment Outlook

Despite the market volatility, price dislocation and operational disruption that we have seen over the past few months, we believe the long-term fundamentals of the Fund's portfolio remain intact, with strong structural support, liquidity positions and collateral coverage. We have a robust investment pipeline today and believe that the current economic environment has created a tremendous amount of opportunity across three key themes: (i) providing additional liquidity financing to get companies through this difficult period; (ii) M&A financing activity for lesser impacted companies that have the opportunity to pursue growth on a cheaper basis and (iii) refinancing of existing debt.

In addition to the near-term opportunity, more core to our strategy is the longer-term opportunity that we believe the recent disruption will create. Over a multi-year period, we believe that there will be a massive capital need as economies begin to recover, businesses re-open and operations resume. In the second quarter, we saw companies put acquisitions on hold, defer capital expenditures, draw on revolvers and add debt to their balance sheets. As markets continue to stabilize and business resumes, we have seen that there is tremendous demand for transitional capital, with many companies unable to access the traditional credit markets. Furthermore, as the liquid and structured credit markets have firmed, we have seen opportunities that are still attractive relative to where they were at the beginning of Q1. In both of our liquid and illiquid strategies, we remain focused on quality names that we believe will produce attractive risk-adjusted returns.

We believe that we are well positioned to be a capital provider as stronger companies look to begin growing again, resume spending activities, de-lever and make acquisitions. This is one of our core capabilities, and we look forward to providing solutions to companies to help them realize their objectives.

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Fund Profile

Fund AUM[(1)]	$179.7 million
Inception Date	June 4, 2018
Annualized Distribution Rate (I Share Class)[(2)]	8.51%
Effective Duration (years)[(3)]	1.06
Leverage	20.5%

Performance Summary

Monthly Net Returns (%)

I Share Class

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct	Nov	Dec	YTD
2020	0.97%	(0.96%)	(14.83%)	(1.55%)	5.24%	5.05%	--	--	--	--	--	--	(7.30%)
2019	1.25%	1.03%	0.61%	1.14%	0.61%	0.17%	0.31%	(0.82%)	(0.52%)	(1.39%)	0.76%	2.26%	5.48%
2018	--	--	--	--	--	--	--	--	0.60%	0.10%	(0.10%)	(2.13%)	(1.54%)

Since Inception (Aug 2018): (3.73%)

A Share Class

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct	Nov	Dec	YTD
2020	0.86%	(0.96%)	(15.08%)	(1.68%)	5.13%	5.00%	--	--	--	--	--	--	(7.93%)
2019	1.15%	0.93%	0.48%	1.14%	0.41%	0.12%	0.21%	(0.83%)	(0.58%)	(1.50%)	0.65%	2.27%	4.48%
2018	--	--	--	--	--	--	--	(0.04%)	0.54%	0.10%	(0.20%)	(2.18%)	(1.79%)

Since Inception (Jul 2018): (5.53%)

L Share Class

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct	Nov	Dec	YTD
2020	0.86%	(0.96%)	(14.98%)	(1.68%)	5.26%	5.08%	--	--	--	--	--	--	(7.64%)
2019	1.15%	1.03%	0.45%	1.14%	0.51%	0.09%	0.21%	(0.83%)	(0.52%)	(1.39%)	0.65%	2.25%	4.79%
2018	--	--	--	--	--	--	--	--	0.50%	0.20%	(0.20%)	(2.16%)	(1.67%)

Since Inception (Aug 2018): (4.83%)

Y Share Class

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct	Nov	Dec	YTD
2020	0.86%	(0.96%)	(14.95%)	(1.55%)	5.26%	5.02%	--	--	--	--	--	--	(7.55%)
2019	1.25%	0.93%	0.48%	1.14%	0.51%	0.22%	0.21%	(0.83%)	(0.48%)	(1.39%)	0.65%	2.32%	5.08%
2018	--	--	--	--	--	--	--	--	0.60%	0.10%	(0.10%)	(2.17%)	(1.58%)

Since Inception (Aug 2018): (4.39%)

N Share Class

Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sept	Oct	Nov	Dec	YTD
2020	0.97%	(0.85%)	(14.84%)	(1.68%)	5.38%	4.68%	--	--	--	--	--	--	(7.54%)
2019	--	--	--	0.62%	0.51%	0.17%	0.31%	(0.83%)	(0.42%)	(1.39%)	0.65%	2.26%	1.86%
2018	--	--	--	--	--	--	--	--	--	--	--	--	--

Since Inception (Mar 2019): (5.82%)

Note: The performance data quoted represents past performance, which does not guarantee future results. Current performance and expense ratios may be lower or higher than the performance data quoted. The investment return and principal value of an investment in the fund will fluctuate so that an investor's shares, when redeemed, may be worth more or less than the original cost. For performance data current to the most recent month-end, visit www.CarlyleTacticalCredit.com or call 833-677-3646. Class A and Class L shares include the 3.50% maximum sales charge except where indicated. Class Y and Class I shares are not subject to a sales charge. The net expense ratio takes into account contractual fee waivers and/or reimbursements, without which performance would have been less. These undertakings may not be amended or withdrawn for one year from the date of the current prospectus, unless approved by the Board. Generally, Class A Shares and Class L Shares are offered through Financial Intermediaries on brokerage or transactional platforms. Class Y Shares and Class I Shares are generally available through fee-based programs, registered investment advisers and other institutional accounts. Generally, Class I shares can only be purchased with a $1 million initial investment. See prospectus for details.
Note: Gross expenses are higher in certain share classes due to low share class assets. Annual Expense Ratios: Gross: Class A shares 7.88% / Class I shares 6.98% / Class Y shares 7.23% / Class L shares 7.51%. Net: Class A shares 6.43% / Class I shares 5.53% / Class Y shares 5.83% / Class L shares 6.08%.

(1) Total AUM as of 6/30/20 represents managed assets including leverage (net assets of $129 million). Past performance does not guarantee future results.
(2) Based on I share class. Represents income only and does not include return of capital. Represents annualized distribution rate, which is calculated by taking the current quarter's distribution rate divided by the current quarter-end NAV and annualizing, without compounding.
(3) Portfolio effective duration by assets.

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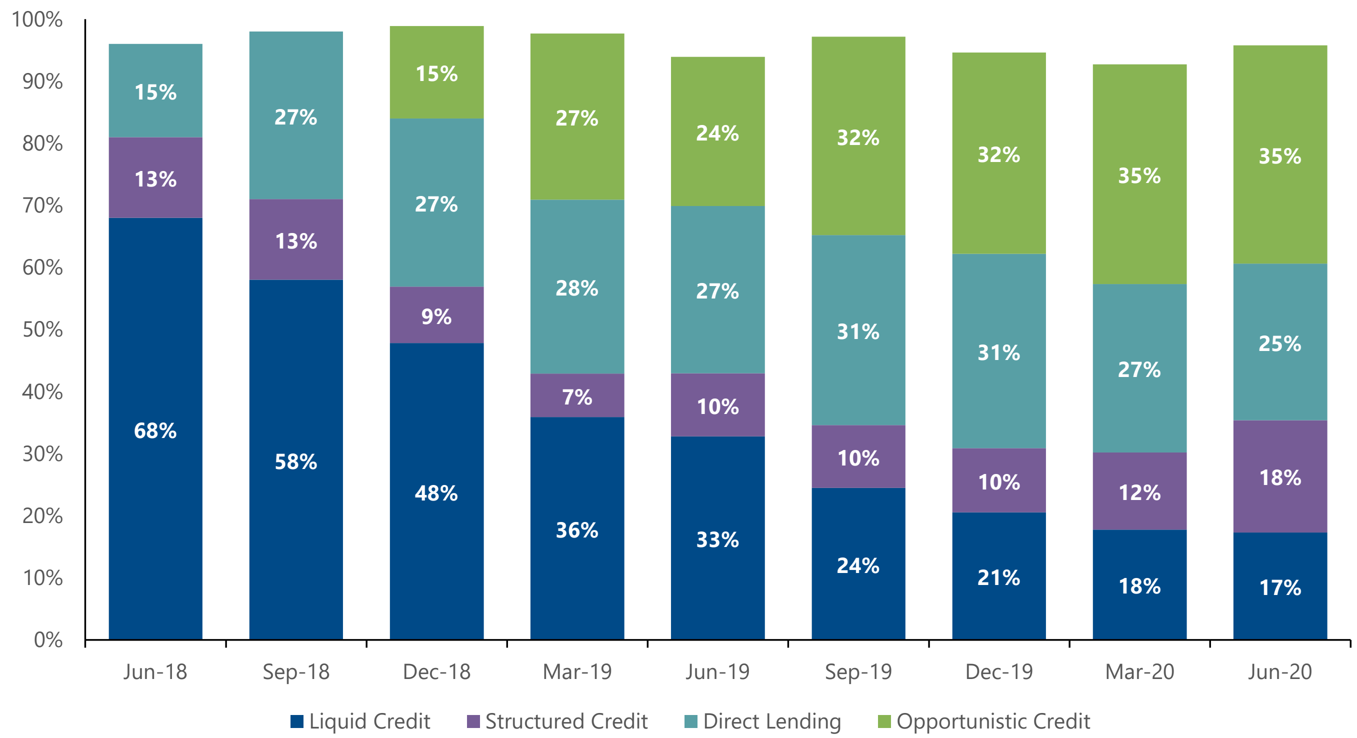
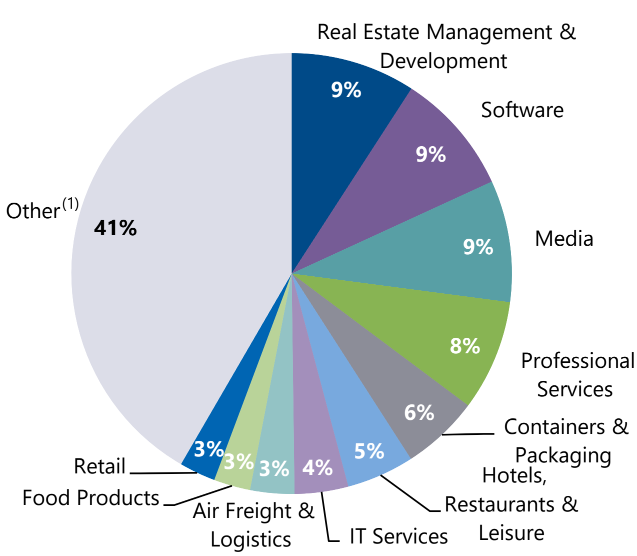
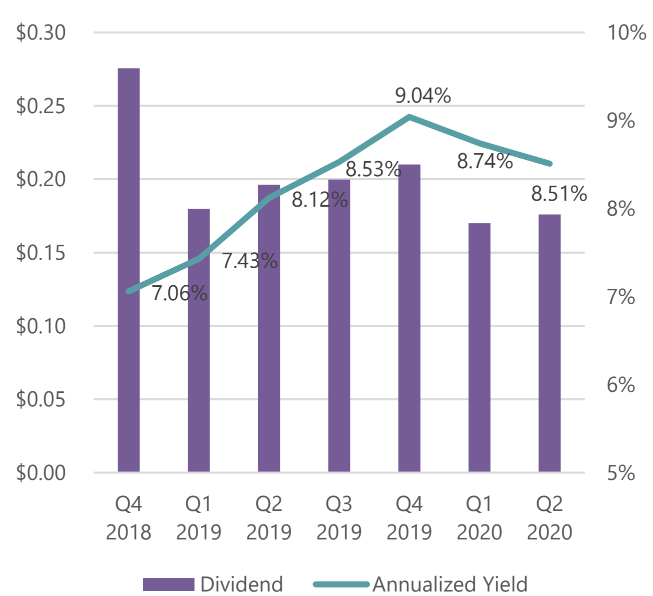
Portfolio Concentration



Top Ten Industries



Annualized Dividend Yield(2)



Note: As of June 30, 2020. Past performance does not guarantee future results.
(1) Each position size within Other is less than 3%.
(2) Based on I share class. Represents income only and does not include a return of capital. Annualized distribution rate is calculated by taking the current quarter's distribution rate divided by the current quarter end NAV and annualized without compounding. Net of all fees/expenses. Please note the Q4 2018 Dividend per share represents income earned from inception (June 4, 2018) through year-end whereas only the portion earned in Q4 2018 is used to calculate yield for the period. Past dividend yield performance does not guarantee future results.

Disclaimer

Investors should consult with their financial advisor about the suitability of this fund in their portfolio.

INVESTING IN THE FUND INVOLVES A HIGH DEGREE OF RISK, INCLUDING THE RISK THAT YOU MAY RECEIVE LITTLE OR NO RETURN ON YOUR INVESTMENT OR THAT YOU MAY LOSE PART OR ALL OF YOUR INVESTMENT. THIS IS A CLOSED-END INTERVAL FUND AND IS NOT INTENDED TO BE A TYPICAL TRADED INVESTMENT. THE FUND WILL NOT BE LISTED OR TRADED ON ANY STOCK EXCHANGE. LIMITED LIQUIDITY IS PROVIDED TO SHAREHOLDERS ONLY THROUGH THE FUND'S QUARTERLY REPURCHASE OFFERS FOR NO LESS THAN 5% OF THE FUND'S SHARES OUTSTANDING AT NET ASSET VALUE. REGARDLESS OF HOW THE FUND PERFORMS, THERE IS NO GUARANTEE THAT SHAREHOLDERS WILL BE ABLE TO SELL ALL OF THE SHARES THEY DESIRE IN A QUARTERLY REPURCHASE OFFER.

THERE CURRENTLY IS NO SECONDARY MARKET FOR THE FUND'S SHARES AND THE FUND EXPECTS THAT NO SECONDARY MARKET WILL DEVELOP. SHARES OF THE FUND WILL NOT BE LISTED ON ANY SECURITIES EXCHANGE, WHICH MAKES THEM INHERENTLY ILLIQUID. LIMITED LIQUIDITY IS PROVIDED TO SHAREHOLDERS ONLY THROUGH THE FUND'S QUARTERLY REPURCHASE OFFERS, REGARDLESS OF HOW THE FUND PERFORMS.

There is no assurance that quarterly distributions paid by the Fund will be maintained at the targeted level or that dividends will be paid at all. The Fund's distributions may be funded from unlimited amounts of offering proceeds or borrowings, which may constitute a return of capital and reduce the amount of capital available to the Fund for investment. A return of capital to shareholders is a return of a portion of their original investment in the Fund, thereby reducing the tax basis of their investment.

This material is provided for general and educational purposes only, is not intended to provide legal or tax advice, and is not for use to avoid penalties that may be imposed under U.S. federal tax laws. Contact your attorney or other advisor regarding your specific legal, investment or tax situation.

Investing involves risk. Investment return and principal value of an investment will fluctuate, and an investor's shares, when repurchased, may be worth more or less than their original cost. Fixed income investing entails credit and interest rate risks. When interest rates rise, bond prices generally fall, and the Fund's share prices can fall. Below-investment-grade ("high yield" or "junk") bonds are more at risk of default and are subject to liquidity risk. Credit instruments that are rated below investment grade (commonly referred to as "high yield" securities or "junk bonds") are regarded as having predominantly speculative characteristics with respect to the issuer's capacity to pay interest and repay principal. Collateralized loan obligations (CLO's) are debt instruments but also carry additional risks related to the complexity and leverage inherent in the CLO structure. Because of the risks associated with investing in high yield securities, an investment in the Fund should be considered speculative. Some of the credit instruments will have no credit rating at all. The Fund may invest in loans and the value of those loans may be detrimentally affected to the extent a borrower defaults on its obligations. Senior loans are typically lower-rated and may be illiquid investments, which may not have a ready market. Investments in lesser-known and middle-market companies may be more vulnerable than larger, more established organizations. Distressed credit investments are inherently speculative and are subject to a high degree of risk. Leverage (borrowing) involves transaction and interest costs on amounts borrowed, which may reduce performance. Foreign investments may be volatile and involve additional expenses and special risks, including currency fluctuations, foreign taxes, regulatory and geopolitical risks. The Fund is classified as "non-diversified" and may invest a greater portion of its assets in the securities of a single issuer.

The mention of specific currencies, securities, issuers or sectors does not constitute a recommendation on behalf the Fund or Carlyle. Prior to November 4, 2019, the Fund's name was the OFI Carlyle Private Credit Fund.

Shares are not FDIC insured, may lose value and not have bank guarantee. Investors should carefully consider the investment objective, risks, charges and expenses of the Fund before investing. This and other important information about the Fund is in the prospectus, which can be obtained by contacting your financial advisor or visiting www.CarlyleTacticalCredit.com. The prospectus should be read carefully before investing.

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