
**UNITED STATES
SECURITIES AND EXCHANGE COMMISSION**

Washington, D.C. 20549

FORM N-CSR

**CERTIFIED SHAREHOLDER REPORT OF REGISTERED
MANAGEMENT INVESTMENT COMPANIES**

Investment Company Act File Number 811-23319

Carlyle Tactical Private Credit Fund

(Exact Name of Registrant as Specified In Its Charter)

**One Vanderbilt Avenue, Suite 3400
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(Address of principal executive offices) (Zip Code)**

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Date of fiscal year end: December 31

Date of reporting period: December 31, 2020

Item 1. Reports to Stockholders

CARLYLE

CARLYLE TACTICAL PRIVATE CREDIT FUND

ANNUAL REPORT

DECEMBER 31, 2020

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Performance

Class	Ticker	Inception Date	1-Year	Since Inception ⁽¹⁾
A Share	TAKAX	6/4/2018	1.22%	1.52%
A Share with 3.0% Sales Load	TAKAX	6/4/2018	(2.36)%	0.14%
I Share	TAKIX	9/4/2018	2.13%	2.55%
L Share	TAKLX	9/4/2018	1.42%	1.90%
L Share with 3.5% Sales Load	TAKLX	9/4/2018	(2.16)%	0.37%
M Share	TAKMX	5/15/2020	N/A	19.75%
N Share	TAKNX	4/18/2019	1.88%	2.19%
Y Share	TAKYX	9/4/2018	1.65%	2.16%

(1) Since inception is an annualized total return.

We are pleased to present the Carlyle Tactical Private Credit Fund (the “Fund”) 2020 Annual Review.

YEAR END 2020 SHAREHOLDER LETTER

The Fund’s Class I shares returned 2.13% for the year ended December 31, 2020. The full-year dividend for Class A, I, L, Y, N, and M shares were \$0.64, \$0.70, \$0.66, \$0.68, \$0.70, and \$0.50, respectively. The weighted average total yield of the Fund’s portfolio at fair value was 7.7% and the annualized distribution rates¹ for the various classes were: Class A (without sales charge) 7.4%, Class I 8.0%, Class L (without sales charge) 7.6%, Class Y 8.0%, Class N 8.0% and Class M 7.2%.

FUND REVIEW

In addition to the Class A, I, L and Y shares, which have been in operation since 2018, the Class N shares commenced operations on 2019, and the Class M shares commenced operations on May 15, 2020.

As of December 31, 2020, the Fund had \$230 million of Net Assets and, by utilizing leverage, total assets (including cash and other assets) of \$318 million. As a percentage of total assets, the Fund’s portfolio, consisted of 50.3% first-lien debt investments, 22.1% second-lien debt investments, 3.2% unsecured debt investments, 13.7% Structured Credit investments, 4.2% Corporate Bond investments and 1.2% unlisted equity (including preferred equity and warrants). These levels are in line with concentration limits disclosed to the Fund’s shareholders. Eighty-seven percent of the Fund’s debt investments were floating rate in nature. The Fund had debt investments across 136 portfolio companies with an average investment size of less than 1% of the total portfolio. Seventy-two percent of the portfolio represented investments in companies located in the United States. All debt investments were performing and current on their interest payments as of December 31, 2020.

With the onset of the COVID-19 pandemic in March 2020, we saw significant trading activity for multiple issuers as a result of widespread market volatility and business disruption. At the end of the first quarter, the Fund’s portfolio moved in line with market dynamics. In particular, the Fund’s leveraged loan and structured credit positions saw meaningful mark-to-market movements. As the macro environment stabilized, the Fund produced positive performance for eight consecutive months to close the year.

The Fund also notably increased the number of positions in its portfolio from less than 90 at the end of 2019 to nearly 200 as of December 31, 2020 as it looked to diversify in position size and across industries. We continue to believe that the overall

portfolio is of high credit quality and is well positioned to perform over the duration of an economic cycle.

The largest industries in the Fund’s portfolio were Banking, Finance, Insurance & Real Estate, Software and Aerospace & Defense, which collectively represented 34.7% of net assets. We expect the Fund’s portfolio to continue to diversify across industry classifications as the Fund grows.

As of December 31, 2020, the Fund’s total assets were allocated 29.1% to Opportunistic Credit, 26.3% to Direct Lending, 23.6% to Liquid Credit, 13.7% to Structured Credit, 1.6% to Real Assets, 0.4% to Distressed Credit, 1.8% to cash & equivalents and 3.5% to other assets.

MARKET REVIEW

With strong momentum from the prior year, 2020 started off with \$65 billion of loans issued, the second highest on record. However, the onset of the COVID-19 pandemic led to the market experiencing unprecedented volatility, with the leveraged loan market plunging 12.4% in March and the loan-distress ratio spiking to 57%. Bifurcation amongst sectors based on the anticipated impact from COVID-19 became a key theme for 2020, with energy, leisure and retail suffering the most dramatic declines, and “safe havens”, including technology, insurance, advisory services, and groceries, remaining supported.

After seeing the sharp decline at the end of Q1, the leveraged loan market rebounded +9.7% in Q2 from March lows, the highest quarterly return since Q3 2009. Aggressive action by the Federal Reserve helped provide meaningful support for fallen angels and borrowers who were struggling to find access to liquidity. This resulted in high grade issuance reaching a record \$276 billion in April and high yield issuance setting a monthly record of \$60 billion in

¹ Distribution rates are calculated by annualizing the respective distributions per share announced on December 31, 2020 and dividing these amounts by the respective net asset price as of December 31, 2020.

June. As conditions continued to stabilize in Q3, spreads contracted significantly from March highs. Following continued recovery in Q4, spreads have now reached comparable levels to what we saw in February 2020, pre-COVID. Additionally, 2020 saw volume records for high grade and high yield bonds at \$1.7 trillion and \$435 billion, respectively, though loan volume closed 2020 at \$288 billion, a 5-year low.

In the middle market, throughout the first half of 2020, lenders were largely focused on their portfolio, liquidity needs, and amendments in an effort to mitigate downside risk amidst the disruption caused by the pandemic. As markets stabilized off the back of positive COVID-19 vaccine developments, it became clear that the impact of COVID-19 varied based on industry. Larger, healthier companies began to re-engage in growth activity through acquisitions. Low and medium COVID impact businesses outperformed re-forecasted budgets more than initially expected. Companies began to right-size their balance sheets following increased leverage levels caused by operational disruption earlier in the year. In particular, Q4 saw a resurgence of deals in the technology sector, with transactions commanding terms and pricing near pre-pandemic levels. As markets continue to strengthen, we believe that the direct lending and opportunistic environments remain promising as borrowers continue to seek M&A financing and additional liquidity to firm up competitive positioning and fulfill complex capital needs that cannot be met by traditional credit markets.

STRATEGY & OUTLOOK

Since inception of the Fund in June 2018, we have been able to create our desired portfolio across industries and issuers, consisting primarily of floating rate, senior secured loans (both quasi-liquid positions and illiquid private credit deals). During a volatile first half of 2020, many companies were focused on shoring up their operations and liquidity positions in the face of the ongoing pandemic. As the year progressed, companies began to look outward to position their businesses for success through acquisitions and refinancings. This led to an environment where we successfully found attractive opportunities through the Fund's more illiquid strategies, such as Opportunistic Credit and Direct Lending.

From a top-down view, the Adviser's Portfolio Allocation Advisory Committee ("PAAC"), which oversees the allocation among the different credit sectors for the Fund, continuously evaluated targeted exposures to the Fund's underlying strategies in response to the rapidly evolving market environment. The PAAC revised allocations three times during 2020. While the year was certainly marked by historic volatility amid an ongoing global health crisis, we remain generally positive about the opportunity set of investments for the Fund. We continue to believe it is prudent to maintain a defensive posture in liquid credit, while looking to augment portfolio returns and diversification by allocating to non-sponsored, opportunistic credit and direct lending opportunities as well as structured credit investments.



Justin Plouffe
Portfolio Manager



Linda Pace
Portfolio Manager



Brian Marcus
Portfolio Manager

Past Performance is no guarantee of future results. 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. NAV = NAV Per Share, MTD = Month to Date, QTD = Quarter to Date, YTD = Year to Date and ITD = Inception to Date (calculated on a cumulative basis). Annual Expense Ratios: Gross: Class A shares 5.79% / Class I shares 5.29% / Class L shares 5.79% / Class M shares 6.04% / Class N shares 5.29% / Class Y shares 5.54%. Net: Class A shares 5.13% / Class I shares 4.63% / Class L shares 5.13% / Class M shares 5.38% / Class N shares 4.63% / Class Y shares 4.88%. **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 repurchased, 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 Y, N, M 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 net performance would have been lower. 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, M, N 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 \$250,000 initial investment. See prospectus for details.

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 4th, 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.

The Fund is distributed by Foreside Fund Services, LLC

Top Holdings and Industries

Portfolio holdings and industries are subject to change. Percentages are as of December 31, 2020, and are based on net assets.

Top Ten Industries ⁽¹⁾

Banking, Finance, Insurance & Real Estate	14.8%
Software	11.7%
Aerospace & Defense	8.2%
Containers, Packaging & Glass	8.0%
Healthcare & Pharmaceuticals	7.1%
Business Services	5.5%
High Tech Industries	5.4%
Media: Diversified & Production	5.1%
Automotive	4.5%
Retail	4.5%

(1) Although not an industry, Collateralized Loan Obligations are 19.0% of net assets.

Top Ten Holdings

Tank Holding Corporation, Term Loan	4.2%
Urban One, Inc., Unsecured Term Loan	3.4%
Individual FoodService Holdings LLC, Term Loan, Tranche B	2.8%
Hercules Borrower LLC, Term Loan	2.6%
Hampton Rubber Company, Term Loan	2.6%
TLBFP LLC, Term Loan	2.5%
The Leaders Romans Bidco Ltd., Term Loan, Tranche B	2.5%
Queensgate Gem UK Midco Ltd., Term Loan, Mezzanine	2.4%
Moneygram International, Inc, Term Loan	2.2%
Ery North Tower OB Deck Member LLC, Term Loan	2.2%

CARLYLE TACTICAL PRIVATE CREDIT FUND
CONSOLIDATED STATEMENT OF INVESTMENTS
As of December 31, 2020

Investments—Corporate Loans (104.5%)		Footnotes	Industry	Reference Rate & Spread	Interest Rate	Maturity Date	Par / Principal Amount	Fair Value
First Lien Debt (69.5%)								
ACProducts, Inc.	Term Loan, Tranche B	(2) (3) (4)	Construction & Building	LIBOR + 650	7.50%	8/18/2025	\$ 1,471,875	\$ 1,508,671
Advanced Web Technologies Holding Company	Term Loan	(2) (3) (4) (5) (6)	Containers, Packaging & Glass	LIBOR + 600	7.00%	12/17/2026	2,955,342	2,873,249
Advanced Web Technologies Holding Company	Revolver	(4) (5) (6)	Containers, Packaging & Glass	LIBOR + 600	7.00%	12/17/2026	65,674	55,823
Aldevron LLC	Term Loan, Tranche B	(2) (3) (4)	Healthcare & Pharmaceuticals	LIBOR + 425	5.25%	10/12/2026	497,494	498,528
Alion Science and Technology Corporation	Term Loan	(2) (3) (4)	High Tech Industries	LIBOR + 375	4.75%	7/23/2024	498,750	500,310
Allegro Microsystems, Inc.	Term Loan	(2) (3) (4) (5)	Software	LIBOR + 400	4.50%	9/30/2027	38,462	38,364
American Physician Partners LLC	Term Loan, Tranche A	(2) (3) (4) (5)	Healthcare & Pharmaceuticals	LIBOR + 675	7.75%	12/21/2021	2,247,529	2,128,859
American Physician Partners LLC	Delayed Draw Term Loan	(2) (3) (4) (5)	Healthcare & Pharmaceuticals	LIBOR + 675	7.75%	12/21/2021	424,184	401,788
American Physician Partners LLC	Revolver	(2) (3) (4) (5) (6)	Healthcare & Pharmaceuticals	LIBOR + 675	7.75%	12/21/2021	146,253	136,353
Amerilife Holdings LLC	Term Loan	(2) (3) (4)	Banking, Finance, Insurance & Real Estate	LIBOR + 400	4.15%	3/18/2027	497,503	490,041
Anchor Hocking LLC	Term Loan	(4) (5)	Durable Consumer Goods	LIBOR + 1,175	12.75%	1/25/2024	1,559,550	1,495,608
Applied Technical Services	Term Loan	(2) (3) (4) (5) (6)	Business Services	LIBOR + 575	6.75%	12/29/2026	2,964,427	2,866,601
Apptio, Inc.	Term Loan	(2) (3) (4) (5) (6)	Software	LIBOR + 725	8.25%	1/10/2025	2,665,555	2,708,201
ASP Navigate Acquisition Corporation	Term Loan	(2) (3) (4) (5)	Healthcare & Pharmaceuticals	LIBOR + 450	5.50%	10/6/2027	1,000,000	997,499
At Home Holding III, Inc.	Term Loan	(2) (3) (4) (5)	Retail	LIBOR + 900	10.00%	7/27/2022	1,749,900	1,740,925
Aveanna Healthcare LLC	Incremental Term Loan	(2) (3) (4)	Healthcare & Pharmaceuticals	LIBOR + 625	7.25%	3/18/2024	997,500	982,538
Aveanna Healthcare LLC	Term Loan	(2) (3) (4)	Healthcare & Pharmaceuticals	LIBOR + 425	5.25%	3/18/2024	496,127	482,276
Avenu Holdings LLC	Term Loan	(2) (3) (4) (5)	Sovereign & Public Finance	LIBOR + 525	6.25%	9/28/2024	3,827,344	3,827,344
Barnes & Noble, Inc.	Term Loan	(2) (3) (4) (5)	Retail	LIBOR + 733	8.33%	8/7/2024	2,670	2,521
Barnes & Noble, Inc.	Term Loan	(2) (3) (4) (5)	Retail	LIBOR + 733	8.33%	8/7/2024	1,666,080	1,572,946
Blackboard, Inc.	Term Loan, Tranche B5	(2) (3) (4)	Software	LIBOR + 600	7.00%	6/30/2024	1,992,437	1,979,486
Bluecat Networks (USA), Inc.	Term Loan	(2) (3) (4) (5)	High Tech Industries	LIBOR + 625	7.25%	11/2/2026	3,211,009	3,146,789
Bright Bidco BV	Term Loan, Tranche B	(4)	Retail	LIBOR + 350	4.50%	6/30/2024	2,000,000	1,139,580
Broadstreet Partners, Inc.	Incremental Term Loan, Tranche B	(2) (3) (4)	Banking, Finance, Insurance & Real Estate	LIBOR + 375	4.75%	1/27/2027	497,500	496,256
Cano Health LLC	Term Loan	(2) (3) (4) (5)	Healthcare & Pharmaceuticals	LIBOR + 475	5.50%	11/23/2027	1,465,649	1,460,153
Cano Health LLC	Delayed Draw Term Loan	(2) (3) (4) (5) (6)	Healthcare & Pharmaceuticals	LIBOR + 475	5.50%	11/23/2027	267,176	265,170
Charter NEX US, Inc.	Term Loan	(2) (3) (4)	Chemicals, Plastics & Rubber	LIBOR + 425	5.00%	12/1/2027	500,000	502,000
Chemical Computing Group	Term Loan, Tranche A	(2) (3) (4) (5) (6)	Software	LIBOR + 500	6.00%	8/30/2023	2,178,918	2,178,918
CommerceHub, Inc.	Term Loan, Tranche B	(2) (3) (4)	Software	LIBOR + 400	4.75%	12/29/2027	1,000,000	998,750

CARLYLE TACTICAL PRIVATE CREDIT FUND
CONSOLIDATED STATEMENT OF INVESTMENTS (continued)
As of December 31, 2020

Investments—Corporate Loans (104.5%)	Footnotes	Industry	Reference Rate & Spread	Interest Rate	Maturity Date	Par / Principal Amount	Fair Value
Corsair Components, Inc.	Term Loan, Tranche B	(2) (3) (4) (5) High Tech Industries	LIBOR + 375	4.75%	8/28/2024	\$ 867,352	\$ 866,268
Da Vinci Purchaser Corporation	Term Loan	(2) (3) (4) Healthcare & Pharmaceuticals	LIBOR + 400	5.00%	1/8/2027	995,000	996,662
Designer Brands Canada, Inc.	Term Loan	(2) (3) (4) (5) Retail	LIBOR + 850	9.75%	8/7/2025	224,459	222,663
Designer Brands, Inc.	Term Loan	(2) (3) (4) (5) Retail	LIBOR + 850	9.75%	8/7/2025	2,020,129	2,003,968
Diligent Corporation	Term Loan, Tranche B1	(2) (3) (4) (5) (6) Telecommunications	LIBOR + 625	7.25%	8/4/2025	1,447,128	1,469,735
DTI Holdco, Inc.	Term Loan, Tranche B	(2) (3) (4) High Tech Industries	LIBOR + 475	5.75%	9/30/2023	3,865,460	3,444,473
EFS Cogen Holdings I LLC	Term Loan, Tranche B	(2) (3) (4) Utilities	LIBOR + 350	4.50%	10/1/2027	987,795	981,621
Epicor Software Corporation	Term Loan	(2) (3) (4) Software	LIBOR + 425	5.25%	7/30/2027	997,500	1,002,278
GI Revelation Acquisition LLC	Term Loan	(2) (3) (4) High Tech Industries	LIBOR + 500	5.15%	4/16/2025	1,226,300	1,201,774
Granite Holdings US Acquisition Co.	Term Loan, Tranche B	(2) (3) (4) (5) Energy Equipment & Services	LIBOR + 525	5.50%	9/30/2026	1,989,924	1,984,950
GT Polaris, Inc.	Term Loan, Tranche B	(2) (3) (4) Software	LIBOR + 400	5.00%	8/4/2027	498,750	500,122
Hampton Rubber Company	Term Loan	(4) (5) (6) Capital Goods	LIBOR + 825	9.25%	1/9/2026	6,038,136	5,892,744
Helios Buyer, Inc.	Term Loan	(2) (3) (4) (5) (6) Consumer Services	LIBOR + 600	7.00%	12/15/2026	4,307,423	4,174,550
Helios Buyer, Inc.	Revolver	(4) (5) (6) Consumer Services	LIBOR + 600	7.00%	12/15/2026	67,167	52,565
Hercules Borrower LLC	Term Loan	(2) (3) (4) (5) (6) Environmental Industries	LIBOR + 650	7.50%	12/14/2026	6,197,362	6,024,429
Higginbotham Insurance Agency, Inc.	Term Loan	(2) (3) (4) (5) (6) Banking, Finance, Insurance & Real Estate	LIBOR + 575	6.50%	11/25/2026	3,901,734	3,826,734
Highline Aftermarket Acquisition LLC	Term Loan, Tranche B	(2) (3) (4) (5) Automotive	LIBOR + 450	5.25%	10/30/2027	1,000,000	1,005,000
iCIMS, Inc.	Term Loan	(2) (3) (4) (5) Software	LIBOR + 650	7.50%	9/12/2024	3,786,281	3,775,679
iCIMS, Inc.	Revolver	(2) (3) (4) (5) Software	LIBOR + 650	7.50%	9/12/2024	187,735	187,209
Individual FoodService Holdings LLC	Term Loan, Tranche B	(2) (3) (4) (5) (6) Wholesale	LIBOR + 625	7.25%	11/22/2025	6,543,700	6,367,843
Individual FoodService Holdings LLC	Revolver	(2) (3) (4) (5) (6) Wholesale	LIBOR + 575	6.75%	11/22/2024	91,889	81,552
Internap Corporation	Term Loan	(2) (3) (4) (5) (7) High Tech Industries	LIBOR + 300, 3.50% PIK	7.50%	5/8/2025	1,094,529	481,593
iQOR US, Inc.	Term Loan	(2) (3) (5) Business Services	LIBOR + 750	8.50%	11/20/2024	748,124	756,428
iQOR US, Inc.	Term Loan	(2) (3) (4) (5) Business Services	LIBOR + 750	8.50%	11/19/2025	1,753,815	1,679,629
Jefferies Finance LLC	Incremental Term Loan, Tranche B	(2) (3) (4) (5) Banking, Finance, Insurance & Real Estate	LIBOR + 375	4.50%	9/30/2027	997,500	995,006
LogMeIn, Inc.	Term Loan, Tranche B	(2) (3) (4) Software	LIBOR + 475	4.90%	8/31/2027	500,000	497,815
Mailgun Technologies, Inc.	Incremental Term Loan	(2) (3) (4) (5) High Tech Industries	LIBOR + 500	6.00%	10/2/2025	46,411	45,598
Mailgun Technologies, Inc.	Term Loan	(2) (3) (4) (5) (6) High Tech Industries	LIBOR + 500	6.00%	3/26/2025	1,132,429	1,110,264
Maravai Intermediate Holdings LLC	Term Loan, Tranche B	(2) (3) (4) (5) Healthcare & Pharmaceuticals	LIBOR + 425	5.25%	10/19/2027	1,833,333	1,849,375

CARLYLE TACTICAL PRIVATE CREDIT FUND
CONSOLIDATED STATEMENT OF INVESTMENTS (continued)
As of December 31, 2020

Investments—Corporate Loans (104.5%)	Footnotes	Industry	Reference Rate & Spread	Interest Rate	Maturity Date	Par / Principal Amount	Fair Value
Mattress Firm, Inc.	Term Loan, Tranche B	(2) (3) (4) (5) Retail	LIBOR + 525	6.25%	11/26/2027	\$ 1,000,000	\$ 1,005,000
Mavis Tire Express Services Corporation	Term Loan, Tranche B	(2) (3) (4) Retail	LIBOR + 400	5.00%	3/20/2025	2,000,000	2,005,000
McDermott Technology Americas, Inc.	Term Loan	(2) (3) (4) (5) Capital Goods	LIBOR + 300	3.15%	6/28/2024	31,174	24,939
MHVC Acquisition Corporation	Term Loan	(2) (3) (4) Aerospace & Defense	LIBOR + 625	6.25%	4/29/2024	1,000,000	998,750
MI Windows and Doors LLC	Term Loan	(2) (3) (4) Durable Consumer Goods	LIBOR + 375	4.50%	12/15/2027	1,000,000	1,001,250
Milano Acquisition Corporation	Term Loan, Tranche B	(2) (3) (4) Healthcare & Pharmaceuticals	LIBOR + 400	4.75%	10/1/2027	2,000,000	1,996,660
Mileage Plus Holdings LLC	Term Loan, Tranche B	(2) (3) (4) Aerospace & Defense	LIBOR + 525	6.25%	6/25/2027	2,500,000	2,598,450
Moneygram International, Inc	Term Loan, Tranche B	(2) (3) (4) Banking, Finance, Insurance & Real Estate	LIBOR + 600	7.00%	6/30/2023	246,250	246,188
National Technical Systems, Inc.	Term Loan	(2) (3) (4) (5) (6) Aerospace & Defense	LIBOR + 550	6.50%	6/12/2023	2,076,023	2,058,928
Navicare, Inc.	Incremental Term Loan, Tranche B	(2) (3) (4) (5) Healthcare & Pharmaceuticals	LIBOR + 400	4.75%	10/22/2026	997,500	995,006
NES Global Talent Finance US LLC	Term Loan, Tranche B	(2) (3) (4) (5) Energy: Oil & Gas	LIBOR + 550	6.50%	5/11/2023	1,193,484	1,080,103
Netsmart Technologies, Inc.	Term Loan, Tranche B	(2) (3) (4) Healthcare & Pharmaceuticals	LIBOR + 400	4.75%	9/30/2027	1,000,000	997,710
NN, Inc.	Term Loan, Tranche B	(2) (3) (4) Capital Goods	LIBOR + 575	6.00%	10/19/2022	91,182	90,641
OneDigital Borrower LLC	Term Loan	(2) (3) (4) Banking, Finance, Insurance & Real Estate	LIBOR + 450	5.25%	10/29/2027	843,750	843,750
OneDigital Borrower LLC	Delayed Draw Term Loan	(2) (3) (4) (6) Banking, Finance, Insurance & Real Estate	LIBOR + 450	5.25%	10/29/2027	66,406	66,406
Onvoy LLC	Term Loan, Tranche B	(2) (3) (4) Telecommunications	LIBOR + 450	5.50%	2/10/2024	497,416	484,205
Optiv Security, Inc.	Term Loan	(2) (3) (4) Software	LIBOR + 325	4.25%	2/1/2024	1,491,992	1,362,383
Pacific Gas & Electric Company	Term Loan	(2) (3) (4) Energy: Oil & Gas	LIBOR + 450	5.50%	6/23/2025	995,000	1,005,199
Packaging Coordinators Midco, Inc.	Term Loan	(2) (3) (4) Containers, Packaging & Glass	LIBOR + 375	4.50%	9/25/2027	1,000,000	1,000,000
Press Ganey Holdings, Inc.	Incremental Term Loan	(2) (3) (4) Healthcare & Pharmaceuticals	LIBOR + 400	4.75%	7/24/2026	1,000,000	997,500
Proampac PG Borrower LLC	Term Loan	(2) (3) (4) Containers, Packaging & Glass	LIBOR + 400	5.00%	11/3/2025	997,409	994,297
Redwood Services Group LLC	Term Loan	(2) (3) (4) (5) High Tech Industries	LIBOR + 600	7.00%	6/6/2023	1,381,036	1,377,445
Redwood Services Group LLC	Delayed Draw Term Loan	(2) (3) (4) (5) High Tech Industries	LIBOR + 600	7.00%	6/6/2023	160,643	160,226
Riveron Acquisition Holdings, Inc.	Term Loan	(2) (3) (4) (5) Banking, Finance, Insurance & Real Estate	LIBOR + 575	6.75%	5/22/2025	1,548,403	1,558,778
RS Ivy Holdco, Inc.	Term Loan	(2) (3) (4) (5) Energy: Oil & Gas	LIBOR + 550	6.50%	12/23/2027	1,000,000	990,000
Sapphire Telecom, Inc.	Term Loan	(2) (3) (4) (5) (7) Telecommunications	LIBOR + 525, 1.00% PIK	7.25%	11/20/2025	4,190,850	3,569,766
Sapphire Telecom, Inc.	Revolver	(2) (3) (4) (5) (6) (7) Telecommunications	LIBOR + 525, 1.00% PIK	7.25%	11/20/2023	130,879	30,223
SkyMiles IP Ltd.	Term Loan, Tranche B	(2) (3) (4) Aerospace & Defense	LIBOR + 375	4.75%	10/20/2027	1,000,000	1,035,340
Sophia, L.P.	Term Loan	(2) (3) (4) Software	LIBOR + 375	4.50%	10/7/2027	1,000,000	1,000,710

CARLYLE TACTICAL PRIVATE CREDIT FUND
CONSOLIDATED STATEMENT OF INVESTMENTS (continued)
As of December 31, 2020

Investments—Corporate Loans (104.5%)		Footnotes	Industry	Reference Rate & Spread	Interest Rate	Maturity Date	Par / Principal Amount	Fair Value
Sotera Health Holdings LLC	Term Loan	(2) (3) (4)	Healthcare & Pharmaceuticals	LIBOR + 450	5.50%	12/11/2026	\$ 416,868	\$ 418,085
Southern Graphics, Inc.	Term Loan, Tranche B	(4) (5)	Media: Advertising, Printing & Publishing	LIBOR + 850	9.50%	10/23/2023	1,423,000	1,407,347
Tank Holding Corporation	Revolver	(2) (3) (4) (5) (6)	Containers, Packaging & Glass	LIBOR + 400	4.00%	3/26/2024	—	(240)
Teneo Holdings LLC	Term Loan	(2) (3) (4)	Business Services	LIBOR + 525	6.25%	7/11/2025	900,990	890,106
The Leaders Romans Bidco Ltd.	Term Loan, Tranche B	(2) (3) (4) (5) (7)	Banking, Finance, Insurance & Real Estate	GBP LIBOR + 650, 3.00% PIK	10.25%	6/30/2024	£ 4,320,739	5,849,528
The Leaders Romans Bidco Ltd.	Delayed Draw Term Loan, Tranche C	(2) (3) (4) (5) (6) (7)	Banking, Finance, Insurance & Real Estate	GBP LIBOR + 650, 3.00% PIK	10.25%	6/30/2024	£ 795,212	1,202,271
TLBFP LLC	Term Loan	(5) (7) (6)	Business Services	14.00% PIK	14.00%	10/2/2025	5,927,727	5,857,541
Trump Card LLC	Term Loan, Tranche A	(2) (3) (4) (5) (6)	Transportation: Cargo	LIBOR + 550	6.50%	4/21/2022	1,375,614	1,348,842
Tutor Perini Corporation	Term Loan, Tranche B	(2) (3) (4)	Capital Goods	LIBOR + 475	5.75%	8/13/2027	997,500	999,994
Ultimate Software Group, Inc.	Incremental Term Loan, Tranche B	(2) (3) (4)	Software	LIBOR + 400	4.75%	5/4/2026	1,995,000	2,003,838
United Natural Foods, Inc.	Term Loan, Tranche B	(2) (3) (4)	Retail	LIBOR + 425	4.40%	10/22/2025	596,708	592,644
Urban One Entertainment SPV LLC	Term Loan	(5) (7)	Media: Diversified & Production	7.00%, 4.00% PIK	11.00%	12/31/2022	3,669,343	3,706,037
Urban One, Inc.	Term Loan, Tranche B	(2) (3) (4)	Media: Diversified & Production	LIBOR + 400	5.00%	4/18/2023	230,117	212,859
Vertical Midco GmbH	Term Loan, Tranche B	(2) (3) (4)	Materials	LIBOR + 425	4.57%	7/30/2027	997,500	1,000,882
Vungle, Inc.	Term Loan, Tranche B	(2) (3) (4)	Media: Advertising, Printing & Publishing	LIBOR + 550	5.65%	9/30/2026	994,962	994,962
West Corporation	Term Loan	(2) (3) (4)	Telecommunications	LIBOR + 400	5.00%	10/10/2024	997,429	964,185
Wheel Pros LLC	Term Loan	(2) (3) (4)	Automotive	LIBOR + 525	6.25%	11/6/2027	3,750,000	3,677,813
Whitewater Whistler Holdings LLC	Term Loan	(2) (3) (4) (5)	Energy: Oil & Gas	LIBOR + 550	6.50%	3/21/2027	2,500,000	2,500,000
Windstream Services LLC	Term Loan, Tranche B	(2) (3) (4)	Telecommunications	LIBOR + 625	7.25%	9/21/2027	497,497	485,681
YLG Holdings, Inc.	Incremental Term Loan	(2) (3) (4) (5)	Consumer Services	LIBOR + 625	7.25%	11/1/2025	1,206,958	1,188,250
YLG Holdings, Inc.	Delayed Draw Term Loan	(4) (5) (6)	Consumer Services	LIBOR + 625	7.25%	11/1/2025	193,909	181,664
Zelis Healthcare Corporation	Term Loan, Tranche B	(2) (3) (4)	Software	LIBOR + 475	4.90%	9/30/2026	1,993,709	1,996,759
<i>First Lien Debt Total (Cost of \$159,579,062)</i>								<u>\$ 160,007,975</u>
Second Lien Debt (30.5%)								
1-800-Pack-Rat LLC	Term Loan	(5) (6)	Commercial Services & Supplies	FIXED	13.00%	11/2/2025	\$ 2,400,000	\$ 2,317,500
Aimbridge Acquisition Co., Inc.	Term Loan	(2) (3) (4) (5)	Hotel, Gaming & Leisure	LIBOR + 750	7.65%	2/1/2027	1,712,000	1,480,880
ARCO BPS Holdings, Ltd.	Term Loan, Mezzanine	(2) (3) (4) (5) (7)	Banking, Finance, Insurance & Real Estate	EURIBOR + 850	8.50%	2/26/2024	€ 1,900,019	2,332,764
Aretec Group, Inc.	Term Loan	(2) (3) (4) (5)	Banking, Finance, Insurance & Real Estate	LIBOR + 825	8.40%	10/1/2026	2,500,000	2,325,000
Brave Parent Holdings, Inc.	Term Loan	(4) (5)	Software	LIBOR + 750	7.65%	4/17/2026	3,812,317	3,812,317

CARLYLE TACTICAL PRIVATE CREDIT FUND
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Investments—Corporate Loans (104.5%)		Footnotes	Industry	Reference Rate & Spread	Interest Rate	Maturity Date	Par / Principal Amount	Fair Value
Comet Acquisition, Inc.	Term Loan	(2) (3) (4) (5)	Healthcare & Pharmaceuticals	LIBOR + 750	7.75%	10/26/2026	\$ 769,231	\$ 769,231
Drilling Info Holdings, Inc.	Incremental Term Loan	(4) (5)	Energy: Oil & Gas	LIBOR + 825	8.40%	7/30/2026	4,200,000	4,116,000
Ery North Tower OB Deck Member LLC	Term Loan	(4) (5)	Banking, Finance, Insurance & Real Estate	LIBOR + 1,050	12.50%	12/20/2022	5,328,069	5,008,385
Fastlane Parent Company, Inc.	Term Loan	(2) (3) (4) (5)	Automotive	LIBOR + 875	8.90%	12/21/2026	2,500,000	2,337,500
GC Agile Holdings Ltd.	Delayed Draw Term Loan	(2) (3) (5) (6) (7)	Banking, Finance, Insurance & Real Estate	14.00% PIK	14.00%	11/2/2030	€ 1,271,037	1,567,311
Gruden Acquisition, Inc.	Term Loan	(2) (3) (4)	Aerospace & Defense	LIBOR + 850	9.50%	8/18/2023	5,000,000	4,506,250
Jazz Acquisition, Inc.	Term Loan	(2) (3) (4) (5)	Aerospace & Defense	LIBOR + 800	8.15%	6/18/2027	3,100,000	2,398,780
Moneygram International, Inc	Term Loan	(2) (3) (5) (7)	Banking, Finance, Insurance & Real Estate	8.00%, 5.00% PIK	13.00%	6/11/2024	5,196,281	5,170,300
PAI Holdeo, Inc.	Term Loan	(2) (3) (4) (5)	Automotive	LIBOR + 825	9.25%	10/28/2028	3,382,537	3,332,137
Queensgate Gem UK Midco Ltd.	Term Loan, Mezzanine	(2) (3) (4) (5)	Hotel, Gaming & Leisure	GBP LIBOR + 975	10.94%	3/15/2022	£ 4,271,883	5,593,527
Quickbase, Inc.	Term Loan	(4) (5)	Software	LIBOR + 800	8.15%	4/2/2027	1,200,000	1,190,760
Riveron Acquisition Holdings, Inc.	Incremental Term Loan	(2) (3) (4) (5)	Banking, Finance, Insurance & Real Estate	LIBOR + 575	6.75%	5/22/2025	1,496,673	1,506,701
SonicWall US Holdings, Inc.	Term Loan	(2) (3) (4)	Software	LIBOR + 750	7.72%	5/18/2026	2,000,000	1,764,280
Tank Holding Corporation	Term Loan	(2) (3) (4) (5)	Containers, Packaging & Glass	LIBOR + 825	8.40%	3/26/2027	9,793,548	9,582,007
TruGreen Limited Partnership	Term Loan	(2) (3) (4) (5)	Consumer Services	LIBOR + 850	9.25%	11/2/2028	2,000,000	2,000,000
Ultimate Baked Goods Midco LLC	Term Loan	(2) (3) (4) (5)	Beverage, Food & Tobacco	LIBOR + 800	9.00%	8/9/2026	3,333,333	3,178,333
Vantage Specialty Chemicals, Inc.	Term Loan	(2) (3) (4)	Chemicals, Plastics & Rubber	LIBOR + 825	9.25%	10/27/2025	1,662,357	1,417,575
WP CPP Holdings LLC	Term Loan	(2) (3) (4)	Aerospace & Defense	LIBOR + 775	8.75%	4/30/2026	3,000,000	2,486,250
<i>Second Lien Debt Total (Cost of \$72,159,519)</i>								<u>\$ 70,193,788</u>
Unsecured (4.5%)								
Queensgate Gem UK Midco Ltd.	Term Loan	(2) (3) (5) (7)	Hotel, Gaming & Leisure		13.75%	3/15/2022	£ 1,934,174	\$ 2,453,223
Urban One, Inc.	Unsecured Term Loan	(5)	Media: Diversified & Production		12.88%	12/31/2022	7,983,459	7,823,790
<i>Unsecured Total (Cost of \$10,440,578)</i>								<u>10,277,013</u>
Corporate Loans Total (Cost of \$242,179,159)								<u>\$ 240,478,776</u>

CARLYLE TACTICAL PRIVATE CREDIT FUND
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Investments—Collateralized Loan Obligations (19.0%)	Footnotes	Reference Rate & Spread	Interest Rate	Maturity Date	Par / Principal Amount	Fair Value
AGL CLO Ltd, Series 2020-9A, Class E	(2) (3) (4) (5) (8)	LIBOR + 726	7.50%	1/20/2034	\$ 1,000,000	\$ 981,356
AGL CLO Ltd, Series 2014-14A, Class B2L1	(2) (3) (4) (5) (8)	LIBOR + 735	7.56%	7/25/2029	1,500,000	1,404,017
Apex Credit CLO Ltd, Series 2019-1A, Class D	(2) (3) (4) (5) (8)	LIBOR + 710	7.32%	4/18/2032	4,500,000	4,350,604
Bain Capital Credit CLO Ltd, Series 2019-4A, Class E	(2) (3) (4) (5) (8)	LIBOR + 748	7.69%	1/23/2033	2,000,000	1,954,736
Barings CLO Ltd, Series 2017-1A, Class F	(4) (5) (8)	LIBOR + 745	7.67%	7/18/2029	2,500,000	2,043,378
Benefit Street Partners CLO Ltd, Series 2015-VIA, Class DR	(2) (3) (4) (5) (8)	LIBOR + 652	6.74%	10/18/2029	2,250,000	2,094,764
BlueMountain CLO Ltd, Series 2019-24A, Class D	(2) (3) (4) (5) (8)	LIBOR + 390	4.12%	4/20/2031	2,000,000	1,994,082
CIFC Funding Ltd, Series 2014-2RA, Class B2	(2) (3) (4) (5) (8)	LIBOR + 569	5.90%	4/24/2030	3,500,000	3,168,610
Dryden CLO Ltd, Series 2019-76A, Class E	(2) (3) (4) (5) (8)	LIBOR + 706	7.28%	10/20/2032	2,000,000	1,989,656
Dryden Senior Loan Fund, Series 2015-41A, Class ER	(2) (3) (4) (5) (8)	LIBOR + 530	5.54%	4/15/2031	1,265,000	1,110,407
KKR CLO Ltd, Series 10, Class ER	(2) (3) (4) (5) (8)	LIBOR + 650	6.72%	9/15/2029	3,000,000	2,894,316
LCM Ltd, Series 25X, Class C2	(2) (3) (4) (5)	LIBOR + 230	2.52%	7/20/2030	1,000,000	987,028
Long Point Park CLO Ltd, Series 2017-1A, Class D2	(2) (3) (4) (5) (8)	LIBOR + 560	5.82%	1/17/2030	3,000,000	2,819,736
Madison Park Funding Ltd, Series 2016-22A, Class CR	(2) (3) (4) (5) (8)	LIBOR + 200	2.24%	1/15/2033	2,500,000	2,396,435
Madison Park Funding Ltd, Series 2020-46A, Class E	(2) (3) (4) (5) (8)	LIBOR + 765	7.93%	10/15/2031	1,000,000	995,000
Madison Park Funding Ltd, Series 2020-47A, Class E	(2) (3) (4) (5) (8)	LIBOR + 746	7.71%	1/19/2034	700,000	696,392
Octagon Investment Partners Ltd, Series 2019-4A, Class E	(2) (3) (4) (5) (8)	LIBOR + 680	7.01%	5/12/2031	1,000,000	978,309
OZLM Ltd, Series 2014-8A, Class DRR	(2) (3) (4) (5) (8)	LIBOR + 608	6.30%	10/17/2029	2,500,000	2,304,420
Sound Point CLO Ltd, Series 2013-1A, Class B1R	(2) (3) (4) (5) (8)	LIBOR + 270	2.91%	1/26/2031	2,000,000	1,799,304
Symphony CLO Ltd, Series 2015-16A, Class ER	(2) (3) (4) (5) (8)	LIBOR + 610	6.34%	10/15/2031	2,000,000	1,821,646
Symphony CLO Ltd, Series 2020-23A, Class E	(2) (3) (4) (5) (8)	LIBOR + 765	7.82%	1/15/2034	2,300,000	2,329,659
Voya CLO Ltd, Series 2013-1A, Class DR	(2) (3) (4) (5) (8)	LIBOR + 648	6.72%	10/15/2030	2,000,000	1,715,082
West CLO Ltd, Series 2014-2A, Class E	(2) (3) (4) (5) (8)	LIBOR + 604	6.27%	1/16/2027	1,000,000	822,050
Collateralized Loan Obligations Total (Cost of \$45,111,913)						<u>\$ 43,650,987</u>

Investments—Common Stock (0.6%)	Footnotes	Industry	Units / Shares	Fair Value
Avenu Holdings LLC	(5) (9) (10)	Sovereign & Public Finance	21,552	\$ 43,130
Internap Corporation	(2) (3) (5) (9) (10)	High Tech Industries	237,679	157,225
iQOR US, Inc.	(2) (3) (5) (9) (10)	Business Services	55,976	713,694
Mailgun Technologies, Inc.	(5) (9) (10)	High Tech Industries	21,186	39,168
Tank Holding Corporation	(5) (9) (10)	Capital Equipment	200,000	221,090
Unifrutti Investments Ltd., Golden Shares, Class A	(2) (3) (5) (9) (10)	Beverage, Food & Tobacco	167	141,402
Common Stock Total (Cost of \$1,303,645)				<u>\$ 1,315,709</u>

CARLYLE TACTICAL PRIVATE CREDIT FUND
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Investments—Corporate Bonds (5.8%)	Footnotes	Industry		Interest Rate	Maturity Date	Par / Principal Amount	Fair Value
Secured (5.7%)							
Air Canada Pass Through Trust, Series 2020-2, Class B	(8)	Aerospace & Defense	FIXED	9.00%	10/1/2025	\$ 1,520,000	\$ 1,633,085
British Airways Pass Through Trust, Series 2020-1, Class B	(8)	Aerospace & Defense	FIXED	8.38%	11/15/2028	1,000,000	1,107,860
Cartiere Villa Lagarina S.p.A.	(2) (3) (4) (5) (7)	Containers, Packaging & Glass	EURIBOR + 600, 5.50% PIK	11.50%	12/22/2025	€ 2,400,000	2,858,661
Digicel International Finance Ltd.	(2) (3) (8)	Telecommunications	FIXED	8.75%	5/25/2024	121,083	127,138
Tolentino S.p.A.	(2) (3) (4) (5) (7)	Containers, Packaging & Glass	EURIBOR + 600, 5.50% PIK	11.50%	12/22/2025	€ 900,000	1,071,998
Unifrutti Financing Plc	(2) (3) (5) (7)	Beverage, Food & Tobacco	7.50%, 1.00% PIK	8.50%	9/15/2026	€ 1,616,040	1,929,814
Unifrutti Financing Plc	(2) (3) (5) (7)	Beverage, Food & Tobacco	11.00% PIK	11.00%	9/15/2026	€ 3,820,894	4,452,155
<i>Secured Total (Cost of \$12,601,615)</i>							<u>13,180,711</u>
Unsecured (0.1%)							
Digicel International Finance Ltd.	(2) (3) (7) (8)	Telecommunications	6.00%, 7.00% PIK	13.00%	12/31/2025	\$ 64,191	\$ 65,154
Digicel International Finance Ltd.	(2) (3) (8)	Telecommunications	FIXED	8.00%	12/31/2026	48,337	40,422
<i>Unsecured Total (Cost of \$84,508)</i>							<u>105,576</u>
Corporate Bonds Total (Cost of \$12,686,123)							<u>\$ 13,286,287</u>
Investments—Preferred Stock (0.8%)	Footnotes	Industry		Interest Rate	Maturity Date	Units / Shares	Fair Value
Drilling Info Holdings, Inc., Series B	(5) (7)	Energy: Oil & Gas	13.50% PIK	13.50%	2/11/2028	562,289	\$ 551,043
Unifrutti Investments Ltd.	(2) (3) (5) (7)	Beverage, Food & Tobacco	11.00% PIK	11.00%		512	465,346
Zippy Shell, Inc., Series A3	(5) (9) (10)	Commercial Services & Supplies				31,025	799,980
Preferred Stock Total (Cost of \$1,797,924)							<u>\$ 1,816,369</u>
Investments—Warrant (0.3%)	Footnotes	Industry			Expiration Date	Units / Shares	Fair Value
BLP Parent Corporation, Warrant Common Shares	(5) (9) (10)	Capital Goods			10/9/2030	18	\$ 8,538
BLP Parent Corporation, Warrant Preferred Shares	(5) (9) (10)	Capital Goods			10/9/2030	30	14,129
Moneygram International, Inc., Warrants Call Exp 26Jun29	(2) (3) (9) (10)	Banking, Finance, Insurance & Real Estate			6/26/2029	110,687	603,798
SEI Holding Corporation, Warrant Common Shares	(5) (9) (10)	Capital Goods			10/9/2030	30	14,476
SEI Holding Corporation, Warrant Preferred Shares	(5) (9) (10)	Capital Goods			10/9/2030	51	24,570
Warrant Total (Cost of \$329,164)							<u>\$ 665,511</u>
Total Investments, at Fair Value (Cost of \$303,407,928) (1)							<u>130.8 % \$ 301,213,639</u>
Net Other Assets (Liabilities)							<u>(30.8) % \$ (70,987,364)</u>
Net Assets							<u><u>100.0 % \$ 230,226,275</u></u>

CARLYLE TACTICAL PRIVATE CREDIT FUND
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- (1) All of the Fund's Senior Loans and Collateralized Loan Obligations, Common Stocks, Corporate Bonds issued as 144A, Private Asset Backed Debt, Real Estate Debt and Warrants, if applicable, which as of December 31, 2020 represented 130.8% of the company's net assets or 94.7% of the company's total assets. Certain investments are subject to contractual restrictions on sales.
- (2) The security position has been segregated as collateral against outstanding borrowings. See Note 6. Borrowings.
- (3) All or a portion of this security is owned by OCPC Credit Facility SPV LLC (the "SPV"). See Note 1. Organization.
- (4) Represents the interest rate for a variable or increasing rate security, determined as [Reference Rate + Basis-point spread]. Stated interest rate represents the "all-in" rate as of December 31, 2020. Reference Rates are defined as follows:

EURIBOR	Euro London Interbank Offered Rate
GBP LIBOR	British Pound Sterling London Interbank Offered Rate
LIBOR	London Interbank Offered Rate
LOC	As defined by respective Letter of Credit Agreement

- (5) The value of this security was determined using significant unobservable inputs. See Note 3. Fair Value Measurement.
- (6) The Fund has an unfunded commitment to fund delayed draw and/or revolving senior secured loans. See Note 7. Commitments and Contingencies.
- (7) Interest or dividend is paid-in-kind, when applicable.
- (8) Represents securities sold under Rule 144A, which are exempt from registration under the Securities Act of 1933, as amended. These securities have been determined to be liquid under the guidelines established by the Board of Trustees. These securities amount to \$45,637,618 or 19.8% of the Fund's net assets at period end.
- (9) Non-income producing security.
- (10) Security acquired in transaction exempt from registration under the Securities Act of 1933, as amended (the "Securities Act"), and may be deemed to be "restricted securities" under the Securities Act, unless otherwise noted. As of December 31, 2020, the aggregate fair value of these securities is \$2,781,200, or 1.2% of the Fund's net assets.

CARLYLE TACTICAL PRIVATE CREDIT FUND
CONSOLIDATED STATEMENT OF INVESTMENTS (continued)
As of December 31, 2020

As of December 31, 2020, the industry composition of investments at fair value, excluding investments in Collateralized Loan Obligations which account for 19.0% of net assets, was as follows:

Industry	Fair Value	% of Net Assets
Aerospace & Defense	\$ 18,823,693	8.2 %
Automotive	10,352,450	4.5
Banking, Finance, Insurance & Real Estate	34,089,217	14.8
Beverage, Food & Tobacco	10,167,050	4.4
Business Services	12,763,999	5.6
Capital Equipment	221,090	0.1
Capital Goods	7,070,031	3.1
Chemicals, Plastics & Rubber	1,919,575	0.8
Commercial Services & Supplies	3,117,480	1.4
Construction & Building	1,508,671	0.7
Consumer Services	7,597,029	3.3
Containers, Packaging & Glass	18,435,795	8.0
Durable Consumer Goods	2,496,858	1.1
Energy Equipment & Services	1,984,950	1.0
Energy: Oil & Gas	10,242,345	4.4
Environmental Industries	6,024,429	2.6
Healthcare & Pharmaceuticals	16,373,393	7.1
High Tech Industries	12,531,133	5.4
Hotel, Gaming & Leisure	9,527,630	4.1
Materials	1,000,882	0.4
Media: Advertising, Printing & Publishing	2,402,309	1.0
Media: Diversified & Production	11,742,686	5.1
Retail	10,285,247	4.5
Software	26,997,869	11.7
Sovereign & Public Finance	3,870,474	1.7
Telecommunications	7,236,509	3.1
Transportation: Cargo	1,348,842	0.6
Utilities	981,621	0.4
Wholesale	6,449,395	2.8
Total	<u>\$ 257,562,652</u>	<u>111.9 %</u>

See accompanying Notes to Consolidated Financial Statements.

CARLYLE TACTICAL PRIVATE CREDIT FUND
CONSOLIDATED STATEMENT OF ASSETS AND LIABILITIES
As of December 31, 2020

	<u>December 31, 2020</u>
ASSETS	
Investments, at value (cost \$303,407,928)	\$ 301,213,639
Cash	5,127,977
Cash denominated in foreign currencies (cost of \$550,752)	586,832
Receivables and other assets:	
Interest	2,776,010
Investments sold (including paydowns)	5,902,492
Subscriptions receivable	1,742,377
Adviser reimbursement	286,638
Deferred offering costs	21,017
Other	396,009
Total assets	\$ 318,052,991
LIABILITIES	
Payables and other liabilities:	
Secured borrowings	\$ 73,702,363
Investments purchased	7,315,694
Redemptions payable	1,511,959
Income distribution payable	3,042,932
Incentive fees payable	840,623
Interest payable on borrowings	465,152
Management fees payable	256,203
Due to Adviser	94,210
Trustees' fees and expenses payable	29,979
Transfer agent fees	76,029
Distribution and shareholder service plan fees	7,291
Other	484,281
Total liabilities	87,826,716
Net Assets	\$ 230,226,275
COMPOSITION OF NET ASSETS	
Par value of shares of beneficial interest	\$ 26,255
Additional paid-in capital	241,322,028
Accumulated deficit	(11,122,008)
Net Assets	\$ 230,226,275

CARLYLE TACTICAL PRIVATE CREDIT FUND
CONSOLIDATED STATEMENT OF ASSETS AND LIABILITIES
As of December 31, 2020

NET ASSET VALUE PER SHARE	Net Asset Value of Share Class	Shares of Beneficial Interest Outstanding	Net Asset Value per Share
Class A Shares:			
Net asset value and redemption price per share	\$ 4,986,729	572,592	\$ 8.71
Maximum offering price per share (net asset value plus sales charge of 3.00% of offering price) ¹			\$ 8.97
Class I Shares:			
Net asset value and redemption price per share	\$ 155,532,953	17,797,072	\$ 8.74
Class L Shares:			
Net asset value and redemption price per share	\$ 2,779,443	319,485	\$ 8.70
Maximum offering price per share (net asset value plus sales charge of 3.50% of offering price)			\$ 9.00
Class M Shares:			
Net asset value and redemption price per share	\$ 4,703,902	537,930	\$ 8.74
Class N Shares:			
Net asset value and redemption price per share	\$ 52,879,426	6,078,851	\$ 8.70
Class Y Shares:			
Net asset value and redemption price per share	\$ 9,343,822	1,074,889	\$ 8.69

(1) The sales load for Class A shares decreased from 3.50% to 3.00% effective September 1, 2020.

See accompanying Notes to Consolidated Financial Statements.

CARLYLE TACTICAL PRIVATE CREDIT FUND
CONSOLIDATED STATEMENT OF OPERATIONS
For the Year Ended December 31, 2020

	For the Year Ended December 31, 2020
Investment Income	
Interest Income	\$ 18,237,378
Dividend	96,788
Other Income	1,441,676
Total Investment Income	<u>19,775,842</u>
Expenses	
Management fees	1,994,113
Incentive fees	2,725,899
Distribution and service plan fees:	
Class A	6,635
Class L	12,188
Class M ⁽¹⁾	9,873
Class Y	20,831
Transfer and shareholder servicing agent fees:	
Class A	562
Class I	70,692
Class L	1,522
Class M ⁽¹⁾	597
Class N	8,642
Class Y	5,229
Shareholder communications:	
Class A	500
Class I	31,848
Class L	631
Class M ⁽¹⁾	325
Class N	4,483
Class Y	2,280
Interest expense and fees on borrowings	1,680,804
Legal, auditing and other professional fees	1,605,861
Custodian fees and expenses	370,369
Trustees' fees and expenses	120,760
Deal expenses	13,330
Other expenses	43,659
Total expenses	<u>8,731,633</u>
Less waivers and reimbursements of expenses	<u>(1,375,860)</u>
Net expenses	<u>7,355,773</u>
Net Investment Income	<u>12,420,069</u>
Realized and Unrealized Gain (Loss)	
Net realized gain (loss) on:	
Investment transactions	(7,008,803)
Foreign currency on line of credit	(127,418)
Foreign currency transactions	(4,318)
Net realized loss	<u>(7,140,539)</u>
Net change in unrealized appreciation (depreciation) on:	
Investment transactions	4,809,321
Foreign currency on line of credit	(1,282,157)
Foreign currency transactions	36,461
Net change in unrealized appreciation (depreciation)	<u>3,563,625</u>
Net Increase in Net Assets Resulting from Operations	<u>\$ 8,843,155</u>

(1) For the period from May 15, 2020 (inception of offering) through December 31, 2020.

See accompanying Notes to the Consolidated Financial Statements.

CARLYLE TACTICAL PRIVATE CREDIT FUND
CONSOLIDATED STATEMENTS OF CHANGES IN NET ASSETS
For the Years Ended December 31, 2020 and December 31, 2019

	<u>Year Ended December 31, 2020</u>	<u>Year Ended December 31, 2019</u>
Operations		
Net investment income	\$ 12,420,069	\$ 9,664,137
Net realized loss	(7,140,539)	(124,441)
Net change in unrealized appreciation (depreciation)	3,563,625	(3,586,032)
Net increase in net assets resulting from operations	8,843,155	5,953,664
Dividends and/or Distributions to Shareholders		
Class A	(76,046)	(39,148)
Class I	(9,734,901)	(9,213,348)
Class L	(198,827)	(68,810)
Class M ⁽¹⁾	(112,306)	—
Class N ⁽²⁾	(1,550,378)	(33,254)
Class Y	(682,956)	(442,864)
Total Dividends and/or Distributions to Shareholders	(12,355,414)	(9,797,424)
Beneficial Interest Transactions		
Net increase (decrease) in net assets resulting from beneficial interest:		
Class A	4,211,594	804,841
Class I	51,342,826	26,326,566
Class L	1,485,228	1,464,866
Class M ⁽¹⁾	4,542,657	—
Class N ⁽²⁾	50,329,861	1,173,455
Class Y	1,769,445	8,182,670
Net increase in Beneficial Interest Transactions	113,681,611	37,952,398
Net Assets		
Total increase	110,169,352	34,108,638
Beginning of period	120,056,923	85,948,285
End of period	\$ 230,226,275	\$ 120,056,923

(1) For the period from May 15, 2020 (inception of offering) through December 31, 2020.

(2) For the year ended December 31, 2020 and for the period from April 18, 2019 (inception of offering) through December 31, 2019.

See accompanying Notes to Consolidated Financial Statements.

CARLYLE TACTICAL PRIVATE CREDIT FUND
CONSOLIDATED STATEMENT OF CASH FLOWS
For the Year Ended December 31, 2020

	Year Ended December 31, 2020
Cash Flows from Operating Activities	
Net increase in net assets from operations	\$ 8,843,155
Adjustments to reconcile net increase in net assets from operations to net cash used in operating activities:	
Purchase of investment securities, net of change in payable for investments purchased	(207,145,332)
Proceeds from disposition of investment securities (including paydowns), net of change in receivable for investments sold	68,045,347
Premium amortization	16,245
Discount accretion	(735,232)
Net realized loss	7,140,539
Net change in unrealized appreciation/depreciation	(3,563,625)
<i>Change in assets:</i>	
Increase in other assets	(285,213)
Increase in interest receivable	(929,506)
Decrease in adviser reimbursement	70,990
Increase in deferred offering costs	(21,017)
<i>Change in liabilities:</i>	
Increase in other liabilities	683,854
Net cash used in in operating activities	(127,879,795)
Cash Flows from Financing Activities	
Proceeds from borrowings	106,214,988
Payments on borrowings	(81,533,226)
Proceeds from shares sold, net of subscriptions receivable	122,106,214
Payments on shares redeemed, net of redemptions payable	(11,029,592)
Cash distributions paid	(9,397,092)
Net cash provided by financing activities	126,361,292
Effect of exchange rate changes on cash	32,143
Net decrease in cash	(1,486,360)
Cash, beginning balance	7,201,169
Cash and foreign currency, ending balance	\$ 5,714,809
Supplemental information:	
Reinvestment of dividends and distributions	\$ 2,374,571
Cash paid for interest on borrowings	\$ 1,519,404

See accompanying Notes to Consolidated Financial Statements.

CARLYLE TACTICAL PRIVATE CREDIT FUND CONSOLIDATED FINANCIAL HIGHLIGHTS

CLASS A	Year Ended December 31, 2020	Year Ended December 31, 2019	Period Ended December 31, 2018 ⁽¹⁾
Per Share Operating Data			
Net asset value, beginning of period	\$ 9.29	\$ 9.59	\$ 10.00
Income (loss) from investment operations:			
Net investment income ⁽²⁾	0.68	0.73	0.20
Net realized and unrealized loss	(0.62)	(0.31)	(0.37)
Total from investment operations	0.06	0.42	(0.17)
Dividends and/or distributions to shareholders:			
Dividends from net investment income	(0.64)	(0.72)	(0.24)
Total Dividends and/or distributions to shareholders:	(0.64)	(0.72)	(0.24)
Net asset value, end of period	\$ 8.71	\$ 9.29	\$ 9.59
Total Return, at Net Asset Value ⁽³⁾	1.22 %	4.48 %	(1.69)%
Ratios/Supplemental Data			
Net assets, end of period (in thousands)	\$ 4,987	\$ 781	\$ 10
Average net assets (in thousands)	\$ 962	\$ 429	\$ 22,478
Ratios to average net assets ⁽⁴⁾ :			
Net investment income	8.14 %	7.69 %	3.60 %
Expenses, before waivers and reimbursements of expenses, excluding specific expenses listed below	3.16 %	7.56 %	5.69 %
Interest and fees from borrowings	1.15 %	1.79 %	0.41 %
Distribution and shareholder service fees	0.69 %	0.83 %	0.84 %
Deal and incentive fees ⁽⁵⁾	1.92 %	2.22 %	0.00 %
Total expenses	6.92 %	12.40 %	6.94 %
Expenses after waivers and reimbursements of expenses ⁽⁶⁾	5.76 %	6.84 %	3.50 %
Portfolio turnover rate	37 %	18 %	6 %

(1) For the period from June 4, 2018 (commencement of operations) through December 31, 2018.

(2) Per share amounts calculated based on the average shares outstanding during the period.

(3) Assumes an initial investment on the business day before the first day of the fiscal period, with all dividends and distributions reinvested in additional shares on the reinvestment date, and redemption at the net asset value calculated on the last business day of the fiscal period. Sales charges are not reflected in the total returns. Total returns are not annualized for periods less than one full year. Returns do not reflect the deduction of taxes that a shareholder would pay on fund distribution or the redemption of fund shares.

(4) Annualized for periods less than one full year.

(5) Ratio is less than 0.005% for the period ended December 31, 2018.

(6) Expenses after waivers and reimbursements of expenses, excluding interest and fees from borrowings, distribution and shareholder service fees, was 2.00% of net assets on an annualized basis.

See accompanying Notes to Consolidated Financial Statements.

CARLYLE TACTICAL PRIVATE CREDIT FUND
CONSOLIDATED FINANCIAL HIGHLIGHTS (Continued)

CLASS I	Year Ended December 31, 2020	Year Ended December 31, 2019	Period Ended December 31, 2018 ⁽¹⁾
Per Share Operating Data			
Net asset value, beginning of period	\$ 9.31	\$ 9.58	\$ 10.00
Income (loss) from investment operations:			
Net investment income ⁽²⁾	0.73	0.80	0.22
Net realized and unrealized loss	(0.60)	(0.28)	(0.36)
Total from investment operations	0.13	0.52	(0.14)
Dividends and/or distributions to shareholders:			
Dividends from net investment income	(0.70)	(0.79)	(0.28)
Total Dividends and/or distributions to shareholders:	(0.70)	(0.79)	(0.28)
Net asset value, end of period	\$ 8.74	\$ 9.31	\$ 9.58
Total Return, at Net Asset Value ⁽³⁾	2.13 %	5.48 %	(1.54)%
Ratios/Supplemental Data			
Net assets, end of period (in thousands)	\$ 155,533	\$ 108,714	\$ 85,825
Average net assets (in thousands)	\$ 115,133	\$ 110,187	\$ 84,627
Ratios to average net assets ⁽⁴⁾ :			
Net investment income	8.67 %	8.31 %	6.76 %
Expenses, before waivers and reimbursements of expenses, excluding specific expenses listed below	2.96 %	3.49 %	5.16 %
Interest and fees from borrowings	1.19 %	1.63 %	0.51 %
Deal and incentive fees	1.91 %	2.21 %	1.25 %
Total expenses	6.06 %	7.33 %	6.92 %
Expenses after waivers and reimbursements of expenses ⁽⁵⁾	5.10 %	5.84 %	3.83 %
Portfolio turnover rate	37 %	18 %	6 %

(1) For the period from September 4, 2018 (inception of offering) through December 31, 2018.

(2) Per share amounts calculated based on the average shares outstanding during the period.

(3) Assumes an initial investment on the business day before the first day of the fiscal period, with all dividends and distributions reinvested in additional shares on the reinvestment date, and redemption at the net asset value calculated on the last business day of the fiscal period. Sales charges are not reflected in the total returns. Total returns are not annualized for periods less than one full year. Returns do not reflect the deduction of taxes that a shareholder would pay on fund distribution or the redemption of fund shares.

(4) Annualized for periods less than one full year.

(5) Expenses after waivers and reimbursements of expenses, excluding interest and fees from borrowings, distribution and shareholder service fees, was 2.00% of net assets on an annualized basis.

See accompanying Notes to Consolidated Financial Statements.

CARLYLE TACTICAL PRIVATE CREDIT FUND
CONSOLIDATED FINANCIAL HIGHLIGHTS (Continued)

CLASS L	Year Ended December 31, 2020	Year Ended December 31, 2019	Period Ended December 31, 2018 ⁽¹⁾
Per Share Operating Data			
Net asset value, beginning of period	\$ 9.29	\$ 9.59	\$ 10.00
Income (loss) from investment operations:			
Net investment income ⁽²⁾	0.69	0.76	0.21
Net realized and unrealized loss	(0.62)	(0.31)	(0.37)
Total from investment operations	0.07	0.45	(0.16)
Dividends and/or distributions to shareholders:			
Dividends from net investment income	(0.66)	(0.75)	(0.25)
Total Dividends and/or distributions to shareholders:	(0.66)	(0.75)	(0.25)
Net asset value, end of period	\$ 8.70	\$ 9.29	\$ 9.59
Total Return, at Net Asset Value ⁽³⁾	1.42 %	4.79 %	(1.67)%
Ratios/Supplemental Data			
Net assets, end of period (in thousands)	\$ 2,779	\$ 1,421	\$ 10
Average net assets (in thousands)	\$ 2,438	\$ 721	\$ 10
Ratios to average net assets ⁽⁴⁾ :			
Net investment income	8.21 %	8.00 %	6.41 %
Expenses, before waivers and reimbursements of expenses, excluding specific expenses listed below	2.94 %	4.59 %	119.98 %
Interest and fees from borrowings	1.21 %	1.81 %	0.51 %
Distribution and shareholder service fees	0.50 %	0.48 %	0.48 %
Deal and incentive fees	1.92 %	2.24 %	1.18 %
Total expenses	6.57 %	9.12 %	122.15 %
Expenses after waivers and reimbursements of expenses ⁽⁵⁾	5.63 %	6.53 %	4.20 %
Portfolio turnover rate	37 %	18 %	6 %

(1) For the period from June 4, 2018 (commencement of operations) through December 31, 2018.

(2) Per share amounts calculated based on the average shares outstanding during the period.

(3) Assumes an initial investment on the business day before the first day of the fiscal period, with all dividends and distributions reinvested in additional shares on the reinvestment date, and redemption at the net asset value calculated on the last business day of the fiscal period. Sales charges are not reflected in the total returns. Total returns are not annualized for periods less than one full year. Returns do not reflect the deduction of taxes that a shareholder would pay on fund distribution or the redemption of fund shares.

(4) Annualized for periods less than one full year.

(5) Expenses after waivers and reimbursements of expenses, excluding interest and fees from borrowings, distribution and shareholder service fees, was 2.00% of net assets on an annualized basis.

See accompanying Notes to Consolidated Financial Statements.

**CARLYLE TACTICAL PRIVATE CREDIT FUND
CONSOLIDATED FINANCIAL HIGHLIGHTS (Continued)**

CLASS M	Period Ended December 31, 2020 ⁽¹⁾
Per Share Operating Data	
Net asset value, beginning of period	\$ 7.74
Income (loss) from investment operations:	
Net investment income ⁽²⁾	0.38
Net realized and unrealized gain	1.12
Total from investment operations	1.50
Dividends and/or distributions to shareholders:	
Dividends from net investment income	(0.50)
Total Dividends and/or distributions to shareholders:	(0.50)
Net asset value, end of period	\$ 8.74
Total Return, at Net Asset Value ⁽³⁾	19.75 %
Ratios/Supplemental Data	
Net assets, end of period (in thousands)	\$ 4,704
Average net assets (in thousands)	\$ 2,053
Ratios to average net assets ⁽⁴⁾ :	
Net investment income	7.10 %
Expenses, before waivers and reimbursements of expenses, excluding specific expenses listed below	3.35 %
Interest and fees from borrowings	0.84 %
Distribution and shareholder service fees	0.76 %
Deal and incentive fees	1.67 %
Total expenses	6.62 %
Expenses after waivers and reimbursements of expenses ⁽⁵⁾	5.27 %
Portfolio turnover rate	37 %

(1) For the period from May 15, 2020 (inception of offering) through December 31, 2020.

(2) Per share amounts calculated based on the average shares outstanding during the period.

(3) Assumes an initial investment on the business day before the first day of the fiscal period, with all dividends and distributions reinvested in additional shares on the reinvestment date, and redemption at the net asset value calculated on the last business day of the fiscal period. Sales charges are not reflected in the total returns. Total returns are not annualized for periods less than one full year. Returns do not reflect the deduction of taxes that a shareholder would pay on fund distribution or the redemption of fund shares.

(4) Annualized for periods less than one full year.

(5) Expenses after waivers and reimbursements of expenses, excluding interest and fees from borrowings, distribution and shareholder service fees, was 2.00% of net assets on an annualized basis.

See accompanying Notes to Consolidated Financial Statements.

CARLYLE TACTICAL PRIVATE CREDIT FUND
CONSOLIDATED FINANCIAL HIGHLIGHTS (Continued)

CLASS N	Year Ended December 31, 2020	Period Ended December 31, 2019 ⁽¹⁾
Per Share Operating Data		
Net asset value, beginning of period	\$ 9.29	\$ 9.72
Income (loss) from investment operations:		
Net investment income ⁽²⁾	0.71	0.58
Net realized and unrealized loss	(0.60)	(0.40)
Total from investment operations	0.11	0.18
Dividends and/or distributions to shareholders:		
Dividends from net investment income	(0.70)	(0.61)
Total Dividends and/or distributions to shareholders:	(0.70)	(0.61)
Net asset value, end of period	\$ 8.70	\$ 9.29
Total Return, at Net Asset Value ⁽³⁾	1.88 %	1.86 %
Ratios/Supplemental Data		
Net assets, end of period (in thousands)	\$ 52,879	\$ 1,165
Average net assets (in thousands)	\$ 16,166	\$ 295
Ratios to average net assets ⁽⁴⁾ :		
Net investment income	8.43 %	8.41 %
Expenses, before waivers and reimbursements of expenses, excluding specific expenses listed below	2.89 %	8.49 %
Interest and fees from borrowings	0.98 %	1.72 %
Deal and incentive fees	1.81 %	2.23 %
Total expenses	5.68 %	12.44 %
Expenses after waivers and reimbursements of expenses ⁽⁵⁾	4.79 %	5.95 %
Portfolio turnover rate	37 %	18 %

(1) For the period from April 18, 2019 (inception of offering) through December 31, 2019.

(2) Per share amounts calculated based on the average shares outstanding during the period.

(3) Assumes an initial investment on the business day before the first day of the fiscal period, with all dividends and distributions reinvested in additional shares on the reinvestment date, and redemption at the net asset value calculated on the last business day of the fiscal period. Sales charges are not reflected in the total returns. Total returns are not annualized for periods less than one full year. Returns do not reflect the deduction of taxes that a shareholder would pay on fund distribution or the redemption of fund shares.

(4) Annualized for periods less than one full year.

(5) Expenses after waivers and reimbursements of expenses, excluding interest and fees from borrowings, distribution and shareholder service fees, was 2.00% of net assets on an annualized basis.

See accompanying Notes to Consolidated Financial Statements.

CARLYLE TACTICAL PRIVATE CREDIT FUND
CONSOLIDATED FINANCIAL HIGHLIGHTS (Continued)

CLASS Y	Year Ended December 31, 2020	Year Ended December 31, 2019	Period Ended December 31, 2018 ⁽¹⁾
Per Share Operating Data			
Net asset value, beginning of period	\$ 9.27	\$ 9.57	\$ 10.00
Income (loss) from investment operations:			
Net investment income ⁽²⁾	0.71	0.78	0.22
Net realized and unrealized loss	(0.61)	(0.31)	(0.37)
Total from investment operations	0.10	0.47	(0.15)
Dividends and/or distributions to shareholders:			
Dividends from net investment income	(0.68)	(0.77)	(0.28)
Total Dividends and/or distributions to shareholders:	(0.68)	(0.77)	(0.28)
Net asset value, end of period	\$ 8.69	\$ 9.27	\$ 9.57
Total Return, at Net Asset Value ⁽³⁾	1.65 %	5.08 %	(1.58)%
Ratios/Supplemental Data			
Net assets, end of period (in thousands)	\$ 9,344	\$ 7,976	\$ 104
Average net assets (in thousands)	\$ 8,317	\$ 4,852	\$ 59
Ratios to average net assets ⁽⁴⁾ :			
Net investment income	8.49 %	8.17 %	6.42 %
Expenses, before waivers and reimbursements of expenses, excluding specific expenses listed below	2.96 %	3.70 %	25.35 %
Interest and fees from borrowings	1.22 %	1.79 %	0.68 %
Distribution and shareholder service fees	0.25 %	0.24 %	0.23 %
Deal and incentive fees	1.93 %	2.22 %	2.25 %
Total expenses	6.36 %	7.95 %	28.51 %
Expenses after waivers and reimbursements of expenses ⁽⁵⁾	5.40 %	6.25 %	5.17 %
Portfolio turnover rate	37 %	18 %	6 %

(1) For the period from September 4, 2018 (inception of offering) through December 31, 2018.

(2) Per share amounts calculated based on the average shares outstanding during the period.

(3) Assumes an initial investment on the business day before the first day of the fiscal period, with all dividends and distributions reinvested in additional shares on the reinvestment date, and redemption at the net asset value calculated on the last business day of the fiscal period. Sales charges are not reflected in the total returns. Total returns are not annualized for periods less than one full year. Returns do not reflect the deduction of taxes that a shareholder would pay on fund distribution or the redemption of fund shares.

(4) Annualized for periods less than one full year.

(5) Expenses after waivers and reimbursements of expenses, excluding interest and fees from borrowings, distribution and shareholder service fees, was 2.00% of net assets on an annualized basis.

See accompanying Notes to Consolidated Financial Statements.

CARLYLE TACTICAL PRIVATE CREDIT FUND

NOTES TO CONSOLIDATED FINANCIAL STATEMENTS

As of December 31, 2020

1. ORGANIZATION

Carlyle Tactical Private Credit Fund (together with its consolidated subsidiary, the “Fund”) is a Delaware statutory trust formed on December 13, 2017, and structured as an externally managed, non-diversified closed-end investment company. The Fund is managed by its Adviser, Carlyle Global Credit Investment Management L.L.C. (“CGCIM” or the “Adviser”), a wholly owned subsidiary of Carlyle Investment Management L.L.C. The Fund is registered under the Investment Company Act of 1940, as amended (together with the rules and regulations promulgated thereunder, the “Investment Company Act”) and operates as an interval fund. In addition, the Fund has elected to be treated, and intends to continue to comply with the requirements to qualify annually, as a regulated investment company (“RIC”) under Subchapter M of the Internal Revenue Code of 1986, as amended (together with the rules and regulations promulgated thereunder, the “Code”). The Fund engages in a continuous offering of shares and will offer to make quarterly repurchases of shares at net asset value.

On June 4, 2018 (Commencement of Operations), the Fund completed its initial offering of shares of beneficial interest and subsequently commenced substantial investment operations. Effective November 4, 2019, the Fund changed its name from “OFI Carlyle Private Credit Fund” to “Carlyle Tactical Private Credit Fund”. Prior to October 24, 2019, the Fund’s Adviser was OC Private Capital, LLC, a joint venture between an affiliate of Invesco Ltd. and Carlyle Investment Management L.L.C., the parent company of CGCIM.

OCPC Credit Facility SPV LLC (the “SPV”) is a Delaware limited liability company that was formed on March 11, 2018. The SPV is a wholly owned subsidiary of the Fund and is consolidated in these consolidated financial statements commencing from the date of its formation, March 11, 2018.

The Fund’s investment objective is to produce current income. The Fund seeks to achieve its investment objective by opportunistically allocating its assets across a wide range of credit strategies. Under normal circumstances, the Fund will invest at least 80% of its assets in private credit instruments. The Fund will opportunistically allocate its investments in private credit instruments across any number of the following credit strategies: (a) liquid credit (including broadly syndicated loans); (b) direct lending (including first lien loans, second lien loans, unitranche loans and mezzanine debt); (c) opportunistic credit (including private credit solutions, special situations and market dislocations); (d) structured credit (including collateralized loan obligations, or “CLOs”); and (e) real assets (including liabilities secured by real assets). To a lesser extent, the Fund also may invest in distressed credit. The Fund may invest in additional strategies in the future. While some of the loans in which the Fund will invest pursuant to the foregoing may be secured, the Fund may also invest in debt securities that are either unsecured and subordinated to substantial amounts of senior indebtedness, or a significant portion of which may be unsecured. The Fund normally will invest in a number of different countries. There is no minimum or maximum limit on the amount of the Fund’s assets that may be invested in non-U.S. securities. The Fund’s portfolio composition is expected to change over time as the Adviser’s view changes on, among other things, the economic and credit environment (including with respect to interest rates) in which the Fund is operating.

The Fund may invest a substantial portion of its assets in loans to companies whose debt, if rated, is rated below investment grade, and, if not rated, would likely be rated below investment grade if it were rated (that is, below BBB- or Baa3, which is often referred to as “high yield” or “junk”). Exposure to below investment grade instruments involves certain risks, including speculation with respect to the borrower’s capacity to pay interest and repay principal.

To qualify as a RIC, the Fund must, among other things, meet certain source-of-income and asset diversification requirements and timely distribute to its shareholders generally at least 90% of its investment company taxable income, as defined by the Code, for each year. Pursuant to this election, the Fund generally does not have to pay corporate level taxes on any income that it distributes to shareholders, provided that the Fund satisfies those requirements.

CARLYLE TACTICAL PRIVATE CREDIT FUND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

Effective January 1, 2020, Foreside Fund Services, LLC (the “Distributor”) serves as the Fund’s principal underwriter and the distributor of the Fund’s shares. The Fund offers Class A, Class I, Class L, Class M, Class N, and Class Y shares. The Fund began offering Class M shares effective May 15, 2020. During the reporting period through July 30, 2020, the Fund’s shares were offered for sale monthly through its Distributor at the then-current net asset value (“NAV”) plus any applicable sales load. Effective July 30, 2020, the Fund began offering shares on a daily basis starting August 1, 2020 for all of its share classes. Earnings, net assets and net asset value per share may differ due to each class having its own expenses, such as transfer and shareholder servicing agent fees and shareholder communications directly attributable to that class. Class A, L, M and Y have separate distribution and/or service plans under which they pay fees. Class I and Class N do not pay such fees. The sales load payable by each investor depends upon the amount invested by the investor in the Fund, but may range from 0.00% to 3.50%.

2. SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation

The consolidated financial statements have been prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States (“U.S. GAAP”). The Fund is an investment company for the purposes of accounting and financial reporting in accordance with Financial Accounting Standards Board (“FASB”) Accounting Standards Codification (“ASC”) Topic 946, *Financial Services—Investment Companies* (“ASC 946”). The consolidated financial statements include the accounts of the Fund and its wholly owned subsidiary, the SPV. All significant intercompany balances and transactions have been eliminated. U.S. GAAP for an investment company requires investments to be recorded at fair value. The carrying value for all other assets and liabilities approximates their fair value.

The audited financial statements have been prepared in accordance with U.S. GAAP for annual financial information and pursuant to the requirements for reporting on Form N-CSR under Rule 30e-1 under the Investment Company Act of 1940 (17 CFR 270 30e-1) and Article 6 of Regulation S-X. In the opinion of management, all adjustments considered necessary for the fair presentation of consolidated financial statements for the years presented have been included.

Allocation of Income, Expenses, Gains and Losses

Income, expenses (other than those attributable to a specific class), gains and losses are allocated to each class of shares based upon the relative proportion of net assets represented by such class. Operating expenses directly attributable to a specific class are charged against the operations of that class.

As of December 31, 2020, class-specific expenses totaled \$15,000 for Class N. Class-specific expenses such as distribution and service plan fees, transfer and shareholder servicing fees, and shareholder communications are broken out by class in the Consolidated Statement of Operations.

Use of Estimates

The preparation of consolidated financial statements in conformity with U.S. GAAP requires management to make assumptions and estimates that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Management’s estimates are based on historical experiences and other factors, including expectations of future events that management believes to be reasonable under the circumstances. It also requires management to exercise judgment in the process of applying the Fund’s accounting policies. Assumptions and estimates regarding the valuation of investments and their resulting impact on base management and incentive fees involve a higher degree of judgment and complexity and these assumptions and estimates may be significant to the consolidated financial statements. Actual results could differ from these estimates and such differences could be material.

CARLYLE TACTICAL PRIVATE CREDIT FUND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

Investments

Investment transactions are recorded as of the applicable trade date. Realized gains or losses are measured by the difference between the net proceeds from the repayment or sale and the amortized cost basis of the investment using the specific identification method without regard to unrealized appreciation or depreciation previously recognized, and includes investments charged off during the period, net of recoveries. Net change in unrealized appreciation or depreciation on investments as presented in the accompanying Consolidated Statement of Operations reflects the net change in the fair value of investments, including the reversal of previously recorded unrealized appreciation or depreciation when gains or losses are realized. See Note 3 for further information about fair value measurements.

Cash and Cash Equivalents

Cash and cash equivalents consist of demand deposits and highly liquid investments (e.g., money market funds, U.S. treasury notes) with original maturities of three months or less. Cash equivalents are carried at amortized cost, which approximates fair value. Cash and cash equivalents include cash held on deposit in Cash Collateral Accounts that serve as collateral for the borrowings under the SPV Credit Facility and would be applied to the amounts owed under the SPV Credit Facility in an event of default (See Note 6). The Fund's cash and cash equivalents are held at one or more large financial institutions and cash held in such financial institutions may, at times, exceed the Federal Deposit Insurance Corporation insured limit.

Revenue Recognition

Interest from Investments

Interest income is recorded on an accrual basis and includes the accretion of discounts and amortization of premiums. Discounts from and premiums to par value on debt investments purchased are accreted/amortized into interest income over the life of the respective security using the effective interest method. The amortized cost of debt investments represents the original cost, including origination fees and upfront fees received that are deemed to be an adjustment to yield, adjusted for the accretion of discounts and amortization of premiums, if any.

The Fund has loans in its portfolio that contain payment-in-kind ("PIK") provisions. PIK represents interest that is accrued and recorded as interest income at the contractual rates, increases the loan principal on the respective capitalization dates, and is generally due at maturity. Such income is included in interest income in the Consolidated Statement of Operations. For the year ended December 31, 2020, the Fund earned \$949,570 in PIK income included in interest income in the Consolidated Statement of Operations.

Other Income

Other income may include income such as consent, waiver, amendment, unused, syndication, arranger and prepayment fees associated with the Fund's investment activities. Such fees are recognized as income when earned or the services are rendered. The Fund may receive fees for guaranteeing the outstanding debt of a portfolio company. Such fees are amortized into other income over the life of the guarantee. The unamortized amount, if any, is included in other assets in the accompanying Consolidated Statement of Assets and Liabilities.

Non-Accrual Income

Loans are generally placed on non-accrual status when principal or interest payments are past due 30 days or more or when there is reasonable doubt that principal or interest will be collected in full. Accrued and unpaid interest is generally reversed when a loan is placed on non-accrual status. Interest payments received on non-accrual loans may be recognized as income or applied to principal depending upon management's judgment regarding collectability. Non-accrual loans are restored to accrual status when past due principal and interest are paid current and, in management's judgment, are likely to remain current. Management may not place a loan on non-accrual

CARLYLE TACTICAL PRIVATE CREDIT FUND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

status if the loan has sufficient collateral value and is in the process of collection. As of December 31, 2020, all of the loans in the portfolio were performing and current on their interest payments.

SPV Credit Facility Related Costs, Expenses and Deferred Financing Costs (See Note 6, Borrowings)

The SPV closed on the credit agreement with Société Générale (the “SPV Credit Facility”) on June 28, 2018, which was subsequently amended to include HSBC Bank USA, National Association as a lender. Interest expense and unused commitment fees on the SPV Credit Facility are recorded on an accrual basis. Unused commitment fees are included in interest expense and fees on borrowings in the accompanying Consolidated Statement of Operations.

The SPV Credit Facility is recorded at carrying value, which approximates fair value.

Distribution and Shareholder Service Plan Fees

Distribution and Shareholders Service Plan Fees consist primarily of fees and expenses incurred in connection with the offering of shares, including legal, underwriting, printing and other costs, as well as costs associated with the preparation and filing of applicable registration statements. Distribution and Shareholder Service Plan Fees are charged against equity when incurred. The Fund offers its shares on a continual basis through the Distributor. Fees can be up to 0.85% of a class’ average monthly net assets. The fees are included in the Consolidated Statement of Operations.

Transfer Agent Fees

Transfer Agent Fees consist primarily of fees and expenses incurred in connection with electronic processing of client orders, fund transfers between clients and the Fund, client maintenance and documentation. The Fund pays the Transfer Agent a fee based on various factors, including number of accounts and filings. DST Systems, Inc. (the “Transfer Agent”) serves as the transfer agent for the Fund. Prior to May 15, 2020, Invesco Investment Services, Inc. served as the Transfer Agent to the Fund. Fees incurred with respect to these services are detailed in the Consolidated Statement of Operations.

Income Taxes

For federal income tax purposes, the Fund has elected to be treated as a RIC under the Code, and intends to make the required distributions to its shareholders as specified therein. In order to qualify as a RIC, the Fund must meet certain minimum distribution, source-of-income and asset diversification requirements. If such requirements are met, then the Fund is generally required to pay income taxes only on the portion of its taxable income and gains it does not distribute.

The minimum distribution requirements applicable to RICs require the Fund to distribute to its shareholders at least 90% of its investment company taxable income (“ICTI”), as defined by the Code, each year (the “Annual Distribution Requirement”). Depending on the level of ICTI earned in a tax year, the Fund may choose to carry forward ICTI in excess of current year distributions into the next tax year. Any such carryover ICTI must be distributed before the end of that next tax year through a dividend declared prior to filing the final tax return related to the year which generated such ICTI.

In addition, based on the excise distribution requirements, the Fund is subject to a 4% nondeductible federal excise tax on undistributed income unless the Fund distributes in a timely manner an amount at least equal to the sum of (1) 98% of its ordinary income for each calendar year, (2) 98.2% of capital gain net income (both long-term and short-term) for the one-year period ending October 31 in that calendar year and (3) any income realized, but not distributed, in the preceding year. For this purpose, however, any ordinary income or capital gain net income retained by the Fund that is subject to corporate income tax is considered to have been distributed. The Fund intends to make sufficient distributions each taxable year to satisfy the excise distribution requirements.

CARLYLE TACTICAL PRIVATE CREDIT FUND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

The Fund evaluates tax positions taken or expected to be taken in the course of preparing its consolidated financial statements to determine whether the tax positions are “more-likely than not” to be sustained by the applicable tax authority. The SPV is a disregarded entity for tax purposes and is consolidated with the tax return of the Fund. All penalties and interest associated with income taxes, if any, are included in income tax expense.

Due to timing of dividends and distributions, the fiscal year in which amounts are distributed may differ from the fiscal year in which the income or net realized gain was recorded by the Fund.

Dividends and Distributions to Shareholders of Beneficial Interest

To the extent that the Fund has taxable income available, the Fund intends to make quarterly distributions to its common shareholders. Estimated dividends and distributions to shareholders of beneficial interest will accrue daily based on the day’s income and expense activity. Dividends and distributions to shareholders of beneficial interest are recorded on the record date executed at the pre-dividend reinvestment program NAV per share. The amount to be distributed is determined by the Board of Trustees each quarter and is generally based upon the taxable earnings estimated by management and available cash. Net realized capital gains, if any, are generally distributed at least annually, although the Fund may decide to retain such capital gains for investment.

The Fund has an “opt out” dividend reinvestment plan that provides for reinvestment of dividends and other distributions on behalf of the shareholder, other than those shareholders who have “opted out” of the plan. As a result of adopting the plan, if the Board of Trustees authorizes, and the Fund declares, a cash dividend or distribution, the shareholders who have not elected to “opt out” of the dividend reinvestment plan will have their cash dividends or distributions automatically reinvested in additional shares of the Fund’s shares of beneficial interest, rather than receiving cash. Each registered shareholder may elect to have such shareholder’s dividends and distributions distributed in cash rather than participate in the plan. For any registered shareholder that does not elect, distributions on such shareholder’s shares will be reinvested by DST Systems, Inc., the Fund’s plan administrator, in additional shares. The number of shares to be issued to the shareholder will be determined based on the total dollar amount of the cash distribution payable, net of applicable withholding taxes.

Functional Currency

The functional currency of the Fund is the U.S. Dollar. Investments are generally made in the local currency of the country in which the investments are domiciled and are translated into U.S. Dollars with foreign currency translation gains or losses recorded within net change in unrealized appreciation (depreciation) on investments in the accompanying Consolidated Statement of Operations. Foreign currency translation gains and losses on non-investment assets and liabilities are separately reflected in the accompanying Consolidated Statement of Operations.

Recent Accounting Standards Updates

On June 16, 2016, the FASB issued ASU 2016-13, Financial Instruments – Credit Losses (Topic 326): Measurement of Credit Losses on Financial Instruments. This ASU is intended to introduce new guidance for the accounting for credit losses on instruments within scope based on an estimate of current expected credit losses. The guidance will be effective for fiscal years, and interim periods within those fiscal years, beginning after December 15, 2019, with early adoption permitted. The Company adopted the new requirement starting with the quarter that began January 1, 2020. The adoption of this requirement did not have a material impact on the Company’s consolidated financial statements.

In March 2020, the FASB issued ASU No. 2020-04, “Reference Rate Reform (Topic 848),” which provides optional expedients and exceptions for applying GAAP to contracts, hedging relationships, and other transactions affected by reference rate reform if certain criteria are met. The amendments apply only to contracts, hedging relationships, and other transactions that reference LIBOR or another reference rate expected to be discontinued because of reference rate reform. ASU 2020-04 is effective for all entities as of March 12, 2020 through December 31, 2022. The expedients and exceptions provided by the amendments do not apply to contract modifications and

CARLYLE TACTICAL PRIVATE CREDIT FUND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

hedging relationships entered into or evaluated after December 31, 2022, except for hedging transactions as of December 31, 2022, that an entity has elected certain optional expedients for and that are retained through the end of the hedging relationship. The Company is currently evaluating the impact of adopting ASU 2020-04 on its consolidated financial statements.

3. FAIR VALUE MEASUREMENTS

The Fund applies fair value accounting in accordance with the terms of FASB ASC Topic 820, *Fair Value Measurement* (“ASC 820”). ASC 820 defines fair value as the amount that would be exchanged to sell an asset or transfer a liability in an orderly transfer between market participants at the measurement date. The Fund values securities/instruments traded in active markets on the measurement date by multiplying the bid price of such traded securities/instruments by the quantity of shares or amount of the instrument held. The Fund may also obtain quotes with respect to certain of its investments, such as its securities/instruments traded in active markets and its liquid securities/instruments that are not traded in active markets, from pricing services, brokers, or counterparties (i.e., “consensus pricing”). When doing so, the Adviser determines whether the quote obtained is sufficient according to U.S. GAAP to determine the fair value of the security. The Fund may use the quote obtained or alternative pricing sources may be utilized including valuation techniques typically utilized for illiquid securities/instruments.

Securities/instruments that are illiquid or for which the pricing source does not provide a valuation or methodology or provides a valuation or methodology that, in the judgment of the Adviser or the Fund’s Board of Trustees, does not represent fair value shall each be valued as of the measurement date using all techniques appropriate under the circumstances and for which sufficient data is available. These valuation techniques may vary by investment and include comparable public market valuations, comparable precedent transaction valuations and/or discounted cash flow analyses. The Board of Trustees engages third-party valuation firms to provide independent prices on securities/instruments that are illiquid or for which the pricing source does not provide a valuation. The Adviser’s Valuation Committee (the “Valuation Committee”) reviews the assessments of the third-party valuation firms and provides any recommendations with respect to changes to the fair value of each investment in the portfolio and approves the fair value of each investment in the portfolio in good faith based on the input of the third-party valuation firms. If the Adviser reasonably believes a valuation from an independent valuation firm or pricing vendor is inaccurate or unreliable, the Adviser’s Valuation Committee will consider an “override” of the particular valuation. The Valuation Committee will consider all available information at its disposal prior to making a valuation determination.

All factors that might materially impact the value of an investment are considered, including, but not limited to the assessment of the following factors, as relevant:

- the nature and realizable value of any collateral;
- call features, put features and other relevant terms of debt;
- the portfolio company’s leverage and ability to make payments;
- the portfolio company’s public or private credit rating;
- the portfolio company’s actual and expected earnings and discounted cash flow;
- prevailing interest rates and spreads for similar securities and expected volatility in future interest rates;
- the markets in which the portfolio company does business and recent economic and/or market events; and
- comparisons to comparable transactions and publicly traded securities.

Investment performance data utilized are the most recently available financial statements and compliance certificate received from the portfolio companies as of the measurement date which in many cases may reflect a lag in information.

Due to the inherent uncertainty of determining the fair value of investments that do not have a readily available market value, the fair value of the Fund’s investments may fluctuate from period to period. Because of the inherent uncertainty of valuation, these estimated values may differ significantly from the values that would have

CARLYLE TACTICAL PRIVATE CREDIT FUND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

been reported had a ready market for the investments existed, and it is reasonably possible that the difference could be material.

In addition, changes in the market environment and other events that may occur over the life of the investments may cause the realized gains or losses on investments to be different from the net change in unrealized appreciation or depreciation currently reflected in the consolidated financial statements as of December 31, 2020.

U.S. GAAP establishes a hierarchical disclosure framework which ranks the level of observability of market price inputs used in measuring investments at fair value. The observability of inputs is impacted by a number of factors, including the type of investment and the characteristics specific to the investment and state of the marketplace, including the existence and transparency of transactions between market participants. Investments with readily available quoted prices or for which fair value can be measured from quoted prices in active markets generally have a higher degree of market price observability and a lesser degree of judgment applied in determining fair value.

Investments measured and reported at fair value are classified and disclosed based on the observability of inputs used in determination of fair values, as follows:

- Level 1—inputs to the valuation methodology are quoted prices available in active markets for identical investments as of the reporting date. Financial instruments in this category generally include unrestricted securities, including equities and derivatives, listed in active markets. The Adviser does not adjust the quoted price for these investments, even in situations where the Fund holds a large position and a sale could reasonably impact the quoted price.
- Level 2—inputs to the valuation methodology are either directly or indirectly observable as of the reporting date and are those other than quoted prices in active markets. Financial instruments in this category generally include less liquid and restricted securities listed in active markets, securities traded in other than active markets, government and agency securities, and certain over-the-counter derivatives where the fair value is based on observable inputs.
- Level 3—inputs to the valuation methodology are unobservable and significant to overall fair value measurement. The inputs into the determination of fair value require significant management judgment or estimation. Financial instruments in this category generally include investments in privately-held entities, collateralized loan obligations, and certain over-the-counter derivatives where the fair value is based on unobservable inputs.

In certain cases, the inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, an investment's level within the fair value hierarchy is based on the lowest level of input that is significant to the overall fair value measurement. The Adviser's assessment of the significance of a particular input to the fair value measurement in its entirety requires judgment, and considers factors specific to the investment.

Transfers between levels, if any, are recognized at the beginning of the period in which the transfers occur. During the year ended December 31, 2020, there were transfers of \$2,470,825 into Level 3 and \$1,676,769 out of Level 3. Transfers into and out of Level 3 occurred due to the Fund's policy to determine the fair value hierarchy based on available quoted prices in active markets.

CARLYLE TACTICAL PRIVATE CREDIT FUND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

The following table summarizes the Fund's investments measured at fair value on a recurring basis by the above fair value hierarchy levels as of December 31, 2020:

	As of December 31, 2020			
	Level 1	Level 2	Level 3	Total
Assets				
Corporate Loans				
First Lien Debt	\$ —	\$ 51,165,426	\$ 108,842,549	\$ 160,007,975
Second Lien Debt	—	10,174,357	60,019,431	70,193,788
Unsecured	—	—	10,277,013	10,277,013
Collateralized Loan Obligations	—	—	43,650,987	43,650,987
Common Stock	—	—	1,315,709	1,315,709
Corporate Bonds				
Secured	—	2,868,083	10,312,628	13,180,711
Unsecured	—	105,576	—	105,576
Preferred Stock	—	—	1,816,369	1,816,369
Warrants	—	603,798	61,713	665,511
Total	\$ —	\$ 64,917,240	\$ 236,296,399	\$ 301,213,639

The changes in the Fund's investments at fair value for which the Fund has used Level 3 inputs to determine fair value and net change in unrealized appreciation (depreciation) included in earnings for Level 3 investments still held are as follows:

	For the year ended December 31, 2020								
	Corporate Loans			Collateralized Loan Obligations	Common Stock	Secured Corporate Bonds	Preferred Stock	Warrant	Total
First Lien Debt	Second Lien Debt	Unsecured							
Balance, beginning of period	\$ 57,079,412	\$ 43,774,658	\$ 12,622,081	\$ 18,111,816	\$ 389,028	\$ 1,691,524	\$ —	\$ —	\$133,668,519
Purchases	72,525,224	21,297,201	274,022	27,779,241	1,147,600	8,273,493	1,797,923	45,805	133,140,509
Sales	(6,090,196)	—	—	(1,893,241)	(64,683)	—	—	—	(8,048,120)
Paydowns	(14,013,928)	(5,766,410)	(2,376,807)	—	(86,693)	—	—	—	(22,243,838)
Accretion of discount	275,327	165,505	42,598	102,411	—	15,535	—	—	601,376
Net realized gains (losses)	(1,192,651)	201,395	31,831	(774)	—	—	—	—	(960,199)
Net change in unrealized appreciation (depreciation)	485,724	(673,337)	(316,712)	(448,466)	(69,543)	332,076	18,446	15,908	(655,904)
Transfers into Level 3	—	2,470,825	—	—	—	—	—	—	2,470,825
Transfers out of Level 3	(226,363)	(1,450,406)	—	—	—	—	—	—	(1,676,769)
Balance, end of period	<u>\$108,842,549</u>	<u>\$ 60,019,431</u>	<u>\$ 10,277,013</u>	<u>\$ 43,650,987</u>	<u>\$ 1,315,709</u>	<u>\$ 10,312,628</u>	<u>\$ 1,816,369</u>	<u>\$ 61,713</u>	<u>\$236,296,399</u>
Net change in unrealized appreciation (depreciation) included in earnings related to investments still held at the reporting date	<u>\$ 19,100</u>	<u>\$ (659,185)</u>	<u>\$ (316,712)</u>	<u>\$ (471,824)</u>	<u>\$ (38,697)</u>	<u>\$ 332,076</u>	<u>\$ 18,446</u>	<u>\$ 15,908</u>	<u>\$ (1,100,888)</u>

The Fund generally uses the following framework when determining the fair value of investments that are categorized as Level 3:

Investments in debt securities are initially evaluated to determine whether the enterprise value of the portfolio company is greater than the applicable debt. The enterprise value of the portfolio company is estimated using a market approach and an income approach. The market approach utilizes market value (EBITDA) multiples of publicly traded comparable companies and available precedent sales transactions of comparable companies. The Fund carefully considers numerous factors when selecting the appropriate companies whose multiples are used to value its portfolio companies. These factors include, but are not limited to, the type of organization, similarity to the business being valued, relevant risk factors, as well as size, profitability and growth expectations. The income approach typically uses a discounted cash flow analysis of the portfolio company.

CARLYLE TACTICAL PRIVATE CREDIT FUND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

Investments in debt securities that do not have sufficient coverage through the enterprise value analysis are valued based on an expected probability of default and discount recovery analysis.

Investments in debt securities with sufficient coverage through the enterprise value analysis are generally valued using a discounted cash flow analysis of the underlying security. Projected cash flows in the discounted cash flow typically represent the relevant security's contractual interest, fees and principal payments plus the assumption of full principal recovery at the security's expected maturity date. The discount rate to be used is determined using market-based methodologies. Investments in debt securities may also be valued using consensus pricing.

Investments in equities are generally valued using a market approach and/or an income approach. The market approach utilizes EBITDA multiples of publicly traded comparable companies and available precedent sales transactions of comparable companies. The income approach typically uses a discounted cash flow analysis of the portfolio company.

The following table summarizes the quantitative information related to the significant unobservable inputs for Level 3 instruments which are carried at fair value as of December 31, 2020:

	Fair Value as of December 31, 2020	Valuation Techniques	Significant Unobservable Inputs	Range		Weighted Average
				Low	High	
Corporate Loans						
First Lien Debt	\$ 65,333,986	Income Approach	Discount Rate	6.5 %	15.0 %	9.9 %
	43,508,563	Consensus Pricing	Indicative Quotes	44.0	100.9	97.7
Second Lien Debt	51,809,622	Income Approach	Discount Rate	6.8 %	21.4 %	12.3 %
	8,209,809	Consensus Pricing	Indicative Quotes	93.0	118.5	100.8
Unsecured	10,277,013	Income Approach	Discount Rate	14.1 %	21.1 %	15.7 %
Secured Corporate Bonds	6,381,970	Income Approach	Discount Rate	9.1 %	12.4 %	11.4 %
	3,930,658	Consensus Pricing	Indicative Quotes	119.1	119.1	119.1
Collateralized Loan Obligations	43,650,987	Consensus Pricing	Indicative Quotes	81.7	101.3	94.1
Common Stock	1,315,709	Market Approach	Comparable Multiple	5.98x	16.50x	7.56x
Preferred Stock	1,016,389	Income Approach	Discount Rate	11.5 %	14.5 %	13.1 %
	799,980	Market Approach	Comparable Multiple	25.8	25.8	25.8
Warrant	61,713	Market Approach	Comparable Multiple	7.29x	7.29x	7.29x
Total Level 3 Investments	<u>\$ 236,296,399</u>					

The significant unobservable inputs used in the fair value measurement of the Fund's investments in first and second lien, and unsecured debt securities are discount rates, indicative quotes and comparable EBITDA multiples. Significant increases in discount rates would result in a significantly lower fair value measurement. Significant decreases in indicative quotes or comparable EBITDA multiples in isolation may result in a significantly lower fair value measurement.

The significant unobservable inputs used in the fair value measurement of the Fund's investments in equities are discount rates and comparable EBITDA multiples. Significant increases in discount rates in isolation would result in a significantly lower fair value measurement. Significant decreases in comparable EBITDA multiples in isolation would result in a significantly lower fair value measurement.

Net Asset Value Valuation

For the period from January 1, 2020 through July 30, 2020, the Fund was required to calculate per share price for the beneficial interests of the Fund on at least a weekly basis and at each month-end date. Beginning August 1, 2020, the Fund calculates per share price for the beneficial interests of the Fund on a daily basis (each calculation date herein referred to as the "Valuation Date"). The Fund calculates the per share price based on the net asset value of each Class of shares as of 4:00 P.M. Eastern Time, on each Valuation Date, except in the case of a

CARLYLE TACTICAL PRIVATE CREDIT FUND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

scheduled early closing of the New York Stock Exchange (the “Exchange”), in which case the Fund will calculate net asset value of the shares as of the scheduled early closing time of the Exchange.

The Board of Trustees has adopted procedures for the valuation of the Fund’s securities and has delegated the day-to-day responsibility for valuation determinations under those procedures to the Adviser. The Adviser has established a Valuation Committee which is responsible for determining fair valuation. Determinations are subject to review, approval, and ratification by the Fund’s Board of Trustees at least quarterly or more frequently, if necessary. The Adviser and the Board of Trustees are responsible for the accuracy, reliability and completeness of any market or fair market valuation determinations made with respect to the Fund’s assets.

4. RELATED PARTY TRANSACTIONS

Due to Adviser

In the ordinary course of business, the Fund enters, and may continue to enter into transactions in which the Adviser prepays for the Fund’s expenses that may be considered related party transactions. As of December 31, 2020 the Fund owes the Adviser \$94,210 in deal expense reimbursements.

Investment Advisory Agreement

On May 24, 2018, the Fund’s Board of Trustees, including a majority of the trustees who are not “interested persons” as defined in Section 2(a)(19) of the Investment Company Act (the “Independent Trustees”), approved an investment advisory agreement (the “Original Investment Advisory Agreement”) between the Fund and the OC Private Capital, LLC in accordance with, and on the basis of an evaluation satisfactory to such trustees as required by Section 15(c) of the Investment Company Act.

The Original Investment Advisory Agreement was amended on September 30, 2019 (as amended, the “First Amended and Restated Investment Advisory Agreement”). On October 24, 2019, the First Amended and Restated Investment Advisory Agreement was further amended (as amended, the “Second Amended and Restated Investment Advisory Agreement”) to replace OC Private Capital, LLC with Carlyle Global Credit Investment Management L.L.C. as the investment adviser. The Second Amended and Restated Investment Advisory Agreement was further amended on April 1, 2020 (as amended, the “Investment Advisory Agreement”).

From January 1, 2020 to March 31, 2020, the base management fee was calculated and payable monthly in arrears at an annual rate of 1.50% of the Fund’s consolidated month-end net asset value. However, effective April 1, 2020, the base management fee is calculated at an annual rate of 1.00% of the Fund’s consolidated month-end Managed Assets (such amount not to exceed, in any case, 1.50% of the Fund’s net assets). Managed Assets means the total assets of the Fund (including any assets attributable to any preferred shares that may be issued or to indebtedness) minus the Fund’s liabilities other than liabilities relating to indebtedness.

From January 1, 2020 to March 31, 2020, pre-incentive fee net investment income, expressed as a rate of return on the value of the Fund’s net assets at the end of the immediately preceding calendar quarter, was compared to a “hurdle rate” of 1.50% per quarter (6% annualized) or a “catch-up rate” of 1.875% per quarter (7.50% annualized), as applicable. The Adviser received 20% of the amount of pre-incentive fee net investment income after exceeding the “catch-up rate”. Effective April 1, 2020, pre-incentive fee net investment income, expressed as a rate of return on the value of the Fund’s net assets at the end of the immediately preceding calendar quarter, is compared to a “hurdle rate” of 1.50% per quarter (6% annualized) or a “catch-up rate” of 1.82% per quarter (7.28% annualized), as applicable, and the Adviser is entitled to receive 17.5% of the amount of pre-incentive fee net investment income after exceeding the “catch-up rate”.

Pursuant to the Investment Advisory Agreement, effective April 1, 2020, the Fund pays its Adviser an incentive fee with respect to its pre-incentive fee net investment income in each calendar quarter as follows:

CARLYLE TACTICAL PRIVATE CREDIT FUND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

- no incentive fee based on pre-incentive fee net investment income in any calendar quarter in which its pre-incentive fee net investment income does not exceed the hurdle rate of 1.50%;
- 100% of pre-incentive fee net investment income with respect to that portion of such pre-incentive fee net investment income, if any, that exceeds the hurdle rate but is less than 1.82% in any calendar quarter (7.28% annualized). The Fund refers to this portion of the pre-incentive fee net investment income (which exceeds the hurdle rate but is less than 1.82%) as the “catch-up.” The “catch-up” is meant to provide the Adviser with approximately 17.5% of the Fund’s pre-incentive fee net investment income as if a hurdle rate did not apply if this net investment income exceeds 1.82% in any calendar quarter; and
- 17.5% of the amount of pre-incentive fee net investment income, if any, that exceeds 1.82% in any calendar quarter (7.28% annualized) will be payable to the Adviser. This reflects that once the hurdle rate is reached and the catch-up is achieved, 17.5% of all pre-incentive fee net investment income thereafter is allocated to the Adviser.

For the year ended December 31, 2020, base management fees were \$1,994,113 and incentive fees related to pre-incentive fee net investment income were \$2,725,899.

As of December 31, 2020, \$256,203 and \$840,623 was included in management fees payable and incentive fees payable, respectively, in the accompanying Consolidated Statement of Assets and Liabilities.

Expense Limitation Agreement

The Adviser and the Fund have entered into the Expense Limitation Agreement under which the Adviser has agreed contractually for a one-year period ending April 30, 2021, with the option to renew annually, to waive its management fee and/or reimburse the Fund’s operating expenses on a monthly basis to the extent that the Fund’s total annualized fund operating expenses in respect of each class (excluding (i) expenses directly related to the costs of making investments, including interest and structuring costs for borrowing and line(s) of credit, taxes, brokerage costs, the Fund’s proportionate share of expenses related to co-investments, litigation and other unusual and infrequent expenses, (ii) Incentive Fees and (iii) any distribution and/or shareholder servicing fees) in respect of the relevant month exceed 2.00% of the month-end net asset value of such class (the “Expense Limitation”). In consideration of the Adviser’s agreement to waive its management fee and/or reimburse the Fund’s operating expenses, the Fund has agreed to repay the Adviser in the amount of any waived management fees and Fund expenses reimbursed of each class subject to the limitation that reimbursement will be made only if and to the extent that: (i) it is payable not more than three years from the date on which the applicable waiver or expense payment was made by the Adviser, and (ii) the Adviser reimbursement does not cause the Fund’s total annual operating expenses (on an annualized basis and net of any Adviser reimbursements received by the Fund during such fiscal year) during the applicable quarter to exceed the Expense Limitation of such class or another expense limitation in place at that time. As of December 31, 2020, the estimated amount subject to reimbursement by the Fund to the Adviser under the agreement was \$4,928,166, of which \$1,375,860 relates to waivers and reimbursements incurred during the current period.

The following table summarizes fees waived/reimbursed during the year ended December 31, 2020 and the amounts eligible for recovery as of December 31, 2020:

	For the Year Ended and As of December 31, 2020	
	Fees Waived / Reimbursed	Eligible for Recovery
Class A	\$ 11,177	\$ 926,995
Class I	1,100,824	3,614,381
Class L	22,967	45,523
Class M	17,514	17,514
Class N	143,857	157,409
Class Y	79,521	166,344
Total	\$ 1,375,860	\$ 4,928,166

CARLYLE TACTICAL PRIVATE CREDIT FUND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

Amounts eligible for recovery at December 31, 2020 expire as follows: \$1,775,094 in the year ended December 31, 2021, \$1,777,212 in the year ended December 31, 2022, and \$1,375,860 in the year ended December 31, 2023.

The Adviser has not recaptured any previously waived and/or reimbursed amounts during the year ended December 31, 2020.

Board of Trustees

The Fund's Board of Trustees currently consists of four members, three of whom are Independent Trustees. The Board of Trustees has established an Audit Committee, a Nominating and Governance Committee and an Independent Trustees Committee, the members of each of which consist entirely of the Fund's Independent Trustees. The Board of Trustees established a Valuation Committee composed of individuals affiliated with the Adviser to oversee the day-to-day procedures. The Board of Trustees may establish additional committees in the future. For the year ended December 31, 2020, the Fund incurred \$120,760 in fees and expenses associated with its Independent Trustees' services on the Fund's Board of Trustees and its committees. As of December 31, 2020, \$29,979 in fees or expenses associated with the Fund's Independent Trustees were payable.

Shareholder Concentration

Related parties owned approximately 44% of the Fund's total outstanding shares at period end. Related parties may include, but are not limited to, the Adviser and its affiliates, affiliated broker dealers, fund of funds, and directors or employees.

5. RISK FACTORS

Investment Risks

Portfolio Fair Value Risk

Under the 1940 Act, the Fund is required to carry its portfolio investments at market value or, if there is no readily available market value, at fair value. There is not a public market for the securities of the privately held companies in which the Fund may invest. Many of the Fund's investments are not exchange-traded, but are, instead, traded on a privately negotiated over-the-counter ("OTC") secondary market for institutional investors. The Board is responsible for the valuation of the Fund's portfolio investments, and has delegated day-to-day responsibility for implementing the portfolio valuation process set forth in the Fund's valuation policy to the Adviser. Valuations of Fund investments are disclosed quarterly in reports publicly filed with the SEC.

A high proportion of the Fund's investments relative to its total investments are expected to be valued at fair value. Certain factors that may be considered in determining the fair value of the Fund's investments include dealer quotes for securities traded on the OTC secondary market for institutional investors, the nature and realizable value of any collateral, the portfolio company's earnings and its ability to make payments on its indebtedness, the markets in which the portfolio company does business, comparison to selected publicly-traded companies, discounted cash flow and other relevant factors. The factors and methodologies used for the valuation of such securities are not necessarily an indication of the risks associated with investing in those securities nor can it be assured that the Fund can realize the fair value assigned to a security if it were to sell the security. Such valuations, and particularly valuations of private securities and private companies, are inherently uncertain, and they often reflect only periodic information received by the Adviser about such companies' financial condition and/or business operations, which may be on a lagged basis and can be based on estimates. Determinations of fair value may differ materially from the values that would have been used if an exchange-traded market for these securities existed. Investments in private companies are typically governed by privately negotiated credit agreements and covenants, and reporting requirements contained in the agreements may result in a delay in reporting their financial position to lenders, which in turn may result in the Fund's investments being valued on the basis of this reported information. Due to these various factors, the Fund's fair value determinations could cause the Fund's NAV on a valuation day to

CARLYLE TACTICAL PRIVATE CREDIT FUND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

materially differ from what it would have been had such information been fully incorporated. As a result, investors who purchase shares may receive more or less shares and investors who tender their shares may receive more or less cash proceeds than they otherwise would receive.

Potential Conflicts of Interest Risk—Allocation of Investment Opportunities

The Adviser has adopted allocation procedures that are intended to treat each fund they advise in a manner that, over a period of time, is fair and equitable. Carlyle currently provides investment advisory and administration services and may provide in the future similar services to other entities (collectively, “Advised Funds”). Certain existing Advised Funds have, and future Advised Funds may have, investment objectives similar to those of the Fund, and such Advised Funds will invest in asset classes similar to those targeted by the Fund. Certain other existing Advised Funds do not, and future Advised Funds may not, have similar investment objectives, but such funds may from time to time invest in asset classes similar to those targeted by the Fund. The Adviser will endeavor to allocate investment opportunities in a fair and equitable manner, and in any event consistent with any fiduciary duties owed to the Fund and other clients and in an effort to avoid favoring one client over another and taking into account all relevant facts and circumstances, including (without limitation): (i) differences with respect to available capital, size of client, and remaining life of a client; (ii) differences with respect to investment objectives or current investment strategies, including regarding: (a) current and total return requirements, (b) emphasizing or limiting exposure to the security or type of security in question, (c) diversification, including industry or company exposure, currency and jurisdiction, or (d) rating agency ratings; (iii) differences in risk profile at the time an opportunity becomes available; (iv) the potential transaction and other costs of allocating an opportunity among various clients; (v) potential conflicts of interest, including whether a client has an existing investment in the security in question or the issuer of such security; (vi) the nature of the security or the transaction, including minimum investment amounts and the source of the opportunity; (vii) current and anticipated market and general economic conditions; (viii) existing positions in a borrower/loan/security; and (ix) prior positions in a borrower/loan/security. Nevertheless, it is possible that the Fund may not be given the opportunity to participate in certain investments made by investment funds managed by investment managers affiliated with the Adviser.

Loans

The Fund invests in loans, either through primary issuances or in secondary transactions, including potentially on a synthetic basis. The value of the Fund’s loans may be detrimentally affected to the extent a borrower defaults on its obligations. There can be no assurance that the value assigned by the Adviser can be realized upon liquidation, nor can there be any assurance that any related collateral will retain its value. Furthermore, circumstances could arise (such as in the bankruptcy of a borrower) that could cause the Fund’s security interest in the loan’s collateral to be invalidated. Also, much of the collateral will be subject to restrictions on transfer intended to satisfy securities regulations, which will limit the number of potential purchases if the Fund intends to liquidate such collateral. The amount realizable with respect to a loan may be detrimentally affected if a guarantor, if any, fails to meet its obligations under a guarantee. Finally, there may be a monetary, as well as a time cost involved in collecting on defaulted loans and, if applicable, taking possession of various types of collateral.

Collateralized Loan Obligations (CLOs)

The Fund invests in CLOs, which are commonly issued in multiple tranches often categorized as senior, mezzanine and subordinated/equity according to their degree of risk. CLOs present risks similar to those of other types of debt obligations and such risks may be of greater significance in the case of CLOs depending upon the Fund’s ranking in the capital structure. In certain cases, losses may equal the total amount of the Fund’s principal investment. CLO securities carry additional risks, including: (1) the possibility that distributions from collateral assets will not be adequate to make interest or other payments; (2) the quality of the collateral may decline in value or default; (3) investments in CLO equity and junior debt tranches will likely be subordinate in right of payment to other senior classes of CLO debt; and (4) the complex structure of a particular security may not be fully understood at the time of investment and may produce disputes with the issuer or unexpected investment results, especially during times of market stress or volatility.

CARLYLE TACTICAL PRIVATE CREDIT FUND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

Securities on a When-Issued or Forward Commitment Basis

The Fund may purchase securities on a “when-issued” basis and may purchase or sell securities on a “forward commitment” basis to acquire the security or to hedge against anticipated changes in interest rates and prices. When such transactions are negotiated, the price is fixed at the time the commitment is made, but delivery and payment for the securities take place at a later date. When-issued securities and forward commitments may be sold prior to the settlement date, but the Fund will enter into when-issued and forward commitments only with the intention of actually receiving or delivering the securities, as the case may be. If the Fund disposes of the right to acquire a when-issued security prior to its acquisition or disposes of its right to deliver or receive against a forward commitment, it might incur a gain or loss. There is always a risk that the securities may not be delivered and that the Fund may incur a loss. Settlements in the ordinary course, which may take substantially more than five business days, are not treated by the Fund as when-issued or forward commitment transactions. The settlements of secondary market purchases of senior loans in the ordinary course, on a settlement date beyond the period expected by loan market participants are subject to delayed compensation. Furthermore, the purchase of a senior loan in the secondary market is typically negotiated and finalized pursuant to a binding trade confirmation, and therefore, the risk of non-delivery of the security to the Fund is reduced or eliminated when compared with such risk when investing in when-issued or forward commitment securities.

Equity Security Risk

Stocks and other equity securities fluctuate in price. The value of the Fund’s portfolio may be affected by changes in the equity markets generally. Equity markets may experience significant short-term volatility and may fall sharply at times. Different markets may behave differently from each other and U.S. equity markets may move in the opposite direction from one or more foreign stock markets. Adverse events in any part of the equity or fixed-income markets may have unexpected negative effects on other market segments. The prices of individual equity securities generally do not all move in the same direction at the same time and a variety of factors can affect the price of a particular company’s securities. These factors may include, but are not limited to, poor earnings reports, a loss of customers, litigation against the company, general unfavorable performance of the company’s sector or industry, or changes in government regulations affecting the company or its industry.

Risks of Foreign Investing

The Fund may make investments in non-U.S. entities, including issuers in emerging markets. The Fund expects that its investment in non-U.S. issuers will be made primarily in U.S. dollar denominated securities, but it reserves the right to purchase securities that are foreign currency denominated. Some non-U.S. securities may be less liquid and more volatile than securities of comparable U.S. issuers.

Real Assets Investments Risk

The Fund may invest a portion of its assets in securities and credit instruments associated with real assets, including infrastructure and aviation, which have historically experienced substantial price volatility. The value of companies engaged in these industries is affected by (i) changes in general economic and market conditions; (ii) changes in environmental, governmental and other regulations; (iii) risks related to local economic conditions, overbuilding and increased competition; (iv) increases in property taxes and operating expenses; (v) changes in zoning laws; (vi) casualty and condemnation losses; (vii) surplus capacity and depletion concerns; (viii) the availability of financing; and (ix) changes in interest rates and leverage. In addition, the availability of attractive financing and refinancing typically plays a critical role in the success of these investments. As a result, such investments are subject to credit risk because borrowers may be delinquent in payment or default. Borrower delinquency and default rates may be significantly higher than estimated. The Adviser’s assessment, or a rating agency’s assessment, of borrower credit quality may prove to be overly optimistic. The value of securities in these industries may go through cycles of relative under-performance and over-performance in comparison to equity securities markets in general.

CARLYLE TACTICAL PRIVATE CREDIT FUND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

Real Estate Investments Risk

The Fund may invest a portion of its assets in securities and credit instruments of companies in the real estate industry, which has historically experienced substantial price volatility. The value of companies engaged in the real estate industry is affected by (i) changes in general economic and market conditions; (ii) changes in the value of real estate properties; (iii) risks related to local economic conditions, overbuilding and increased competition; (iv) increases in property taxes and operating expenses; (v) changes in zoning laws; (vi) casualty and condemnation losses; (vii) variations in rental income, neighborhood values or the appeal of property to tenants; (viii) the availability of financing and (ix) changes in interest rates and leverage. In addition, the availability of attractive financing and refinancing typically plays a critical role in the success of real estate investments. As a result, such investments are subject to credit risk because borrowers may be delinquent in payment or default. Borrower delinquency and default rates may be significantly higher than estimated. The Adviser's assessment, or a rating agency's assessment, of borrower credit quality may prove to be overly optimistic. The value of securities in this industry may go through cycles of relative under-performance and over-performance in comparison to equity securities markets in general.

Market Risks

The success of the Fund's activities will be affected by general economic and market conditions, such as interest rates, availability of credit, credit defaults, inflation rates, economic uncertainty, changes in laws (including laws relating to taxation of the Fund's investments), trade barriers, currency exchange controls, disease outbreaks, pandemics, and national and international political, environmental and socioeconomic circumstances (including wars, terrorist acts or security operations).

Current and historic market turmoil has illustrated that market environments may, at any time, be characterized by uncertainty, volatility and instability. For example, the outbreak of COVID-19 is causing materially reduced consumer demand and economic output, disrupting supply chains, resulting in market closures, travel restrictions and quarantines, and adversely impacting local and global economies. As with other serious economic disruptions, governmental authorities and regulators are responding to this crisis with significant fiscal and monetary policy changes, including by providing direct capital infusions into companies, introducing new monetary programs and considerably lowering interest rates, which, in some cases resulted in negative interest rates.

COVID-19 Pandemic Risk

In late 2019 and early 2020, SARS-CoV-2 and COVID-19 emerged in China and spread rapidly across the world, including the U.S. This outbreak has led and for an unknown period of time will continue to lead to disruptions in local, regional, national and global markets and economies affected thereby. With respect to the U.S. credit markets (in particular for middle market loans), this outbreak has resulted in, and until fully resolved is likely to continue to result in, the following among other things: (i) government imposition of various forms of "stay at home" orders and the closing of "non-essential" businesses, resulting in significant disruption to the businesses of many middle-market loan borrowers including supply chains, demand and practical aspects of their operations, as well as in lay-offs of employees, and, while these effects are hoped to be temporary, some effects could be persistent or even permanent; (ii) increased draws by borrowers on revolving lines of credit; (iii) increased requests by borrowers for amendments and waivers of their credit agreements to avoid default, increased defaults by such borrowers and/or increased difficulty in obtaining refinancing at the maturity dates of their loans; (iv) volatility and disruption of these markets including greater volatility in pricing and spreads and difficulty in valuing loans during periods of increased volatility, and liquidity issues; and (v) rapidly evolving proposals and/or actions by state and federal governments to address problems being experienced by the markets and by businesses and the economy in general which will not necessarily adequately address the problems facing the loan market and middle market businesses. This outbreak is having, and any future outbreaks could have, an adverse impact on our portfolio companies and us and on the markets and the economy in general, and that impact could be material. Although, the U.S. government enacted the Coronavirus Aid, Relief, and Economic Security Act (the "CARES Act") on March 27, 2020 and the Consolidated Appropriations Act, 2021 (the "Consolidated Appropriations Act") on December 27, 2020, which contain provisions intended to mitigate the adverse economic effects of the COVID-19 pandemic, it is

CARLYLE TACTICAL PRIVATE CREDIT FUND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

uncertain whether, or how much, our portfolio companies may benefit from the CARES Act, the Consolidated Appropriations Act or any other subsequent legislation intended to provide financial relief or assistance. It is impossible to determine the scope of this outbreak, or any future outbreaks, how long any such outbreak, market disruption or uncertainties may last, the effect any governmental actions will have or the full potential impact on us and our portfolio companies.

Further, from an operational perspective, the Adviser's investment professionals are currently working remotely. An extended period of remote work arrangements could strain our business continuity plans, introduce operational risk, including but not limited to cybersecurity risks, and impair our ability to manage our business. In addition, we are highly dependent on third party service providers for certain communication and information systems. As a result, we rely upon the successful implementation and execution of the business continuity planning of such providers in the current environment. If one or more of these third parties to whom we outsource certain critical business activities experience operational failures as a result of the impacts from the spread of COVID-19, or claim that they cannot perform due to a force majeure, it may have a material adverse effect on our business, financial condition, results of operations, liquidity and cash flows.

While several countries, as well as certain states in the United States, have relaxed public health restrictions with a view to partially or fully reopening their economies, recurring COVID-19 outbreaks have led to the re-introduction of such restrictions in certain states in the United States and globally and could continue to lead to the re-introduction of such restrictions elsewhere. These continued travel restrictions may prolong the global economic downturn. The absence or delay of viable treatment options or a widely available vaccine could lead people to continue to self-isolate and not participate in the economy at pre-pandemic levels for a prolonged period of time. Even after the COVID-19 pandemic subsides, the U.S. economy and most other major global economies may continue to experience a recession, and we anticipate our business and operations could be materially adversely affected by a prolonged recession in the U.S. and other major markets. Some economists and major investment banks have expressed concerns that the continued spread of the virus globally could lead to a world-wide economic downturn.

Interest Rate Risk

As of December 31, 2020, on a fair value basis, approximately 12.9% of the Fund's debt investments bear interest at a fixed rate and approximately 87.1% of the Fund's debt investments bear interest at a floating rate, which primarily are subject to interest rate floors. Interest rates on the investments held within the Fund's portfolio of investments are typically based on floating LIBOR, with many of these investments also having a LIBOR floor. Additionally, the SPV Credit Facility is also subject to floating interest rates and is currently paid based on floating LIBOR and EURIBOR rates.

General interest rate fluctuations and changes in credit spreads on floating rate loans may have a substantial negative impact on the Fund's investments and investment opportunities and, accordingly, may have a material adverse effect on the Fund's rate of return on invested capital, the Fund's net investment income and the Fund's NAV.

The Fund is exposed to medium to long-term spread duration securities. Longer spread duration securities have a greater adverse price impact to increases in interest rates.

The Adviser regularly measures exposure to interest rate risk. Interest rate risk is assessed on an ongoing basis by comparing the Fund's interest rate sensitive assets to its interest rate sensitive liabilities. Based on that review, the Adviser determines whether or not any hedging transactions are necessary to mitigate exposure to changes in interest rates.

Risks Associated with Changes in LIBOR

On July 27, 2017, the U.K. Financial Conduct Authority announced that it intends to stop persuading or compelling banks to submit LIBOR rates after 2021. It is unclear whether new methods of calculating LIBOR will be established such that it continues to exist after 2021. The administrator of LIBOR has announced that it will

CARLYLE TACTICAL PRIVATE CREDIT FUND
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consult on its intention to cease the publication of the one week and two month LIBOR settings immediately following the LIBOR publication on December 31, 2021, and the remaining USD LIBOR settings immediately following the LIBOR publication on June 30, 2023. At this time, it is not possible to predict the effect of any such changes, any establishment of alternative reference rates or any other reforms to LIBOR that may be enacted in the United Kingdom or elsewhere. It is possible that banks will not continue to provide submissions for the calculation of LIBOR. Similarly, it is not possible to predict whether LIBOR will continue to be viewed as an acceptable market benchmark, what rate or rates may become accepted alternatives to LIBOR, or what the effect of any such changes in views or alternatives may have on the financial markets for LIBOR-linked financial instruments.

To identify a successor rate for U.S. dollar LIBOR, the Alternative Reference Rates Committee ("ARRC"), a U.S.-based group convened by the Board of Governors of the Federal Reserve System and the Federal Reserve Bank of New York, was formed. Financial regulators in the United Kingdom, the European Union, Japan and Switzerland also formed working groups with the aim of recommending alternatives to LIBOR denominated in their local currencies. The ARRC has identified the Secured Overnight Financing Rate ("SOFR") as its preferred alternative rate for LIBOR. SOFR is a measure of the cost of borrowing cash overnight, collateralized by U.S. Treasury securities, and is based on directly observable U.S. Treasury-backed repurchase transactions. Although SOFR appears to be the preferred replacement rate for U.S. dollar LIBOR, it is unclear if other benchmarks may emerge or if other rates will be adopted outside the U.S.

The expected discontinuance of LIBOR may require the Fund to renegotiate credit agreements entered into prior to the discontinuation of LIBOR and extending beyond 2021 with our portfolio companies that utilize LIBOR as a factor in determining the interest rate, in order to replace LIBOR with the new standard that is established, which may have an adverse effect on our ability to receive attractive returns.

In addition, if LIBOR ceases to exist, the Fund may need to renegotiate certain terms of the SPV Credit Facility. If the Fund is unable to do so, amounts outstanding under the SPV Credit Facility may bear interest at a higher rate, which would increase the cost of our borrowings and, in turn, affect our return on capital.

Depending on several factors, including those set forth above, and the related costs of negotiating and documenting necessary changes to documentation, our business, financial condition and results of operations could be materially adversely impacted by the market transition or reform of certain reference rates and benchmarks. Other factors include the pace of the transition to replacement or reformed rates, the specific terms and parameters for and market acceptance of any alternative reference rates, prices and liquidity of trading markets for products based on alternative reference rates, and our ability to transition and develop appropriate systems and analytics for one or more alternative reference rates.

Credit Risk

Credit risk relates to the ability of the borrower under an instrument to make interest and principal payments as they become due. The Fund's investments in loans and other debt instruments are subject to risk of missing an interest and/or principal payment.

Credit Spread Risk

Credit spread risk is the risk that credit spreads (i.e., the difference in yield between securities that is due to differences in their credit quality) may increase when the market expects below-investment-grade bonds to default more frequently. Widening credit spreads may quickly reduce the market values of below-investment-grade and unrated securities. The U.S. capital markets have experienced extreme volatility and disruption following the spread of COVID-19, which has increased the spread between yields realized on risk-free and higher risk securities, resulting in illiquidity in parts of the capital markets. These and future market disruptions and/or illiquidity would be expected to have an adverse effect on the Fund's business, financial condition, results of operations and cash flows.

Prepayment Risk

Prepayment risk relates to the early repayment of principal on a loan or debt security. Loans are generally callable at any time, and certain loans may be callable at any time at no premium to par. Having the loan or other

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debt instrument called early may have the effect of reducing the Fund's actual investment income below its expected investment income if the capital returned cannot be invested in transactions with equal or greater yields.

Volatility Risk

Volatility risk refers to the magnitude of the movement, but not the direction of the movement, in a financial instrument's price over a defined time period. Large increases or decreases in a financial instrument's price over a relative time period typically indicate greater volatility risk, while small increases or decreases in its price typically indicate lower volatility risk.

Equity Risk

Equity risk relates to the change in value of equity securities as they relate to increases or decreases in the general market.

Foreign Exchange Rate Risk

Foreign exchange rate risk relates to the change in the U.S. dollar value of a security held that is denominated in a foreign currency. The U.S. dollar value of a foreign currency denominated security will decrease as the dollar appreciates against the currency, while the U.S. dollar value will increase as the dollar depreciates against the currency.

6. BORROWINGS

In accordance with the Investment Company Act, the Fund is currently only allowed to borrow amounts such that its asset coverage, as defined in the Investment Company Act, is at least 300% after such borrowing. As of December 31, 2020, asset coverage was 412%.

SPV Credit Facility

The SPV Credit Facility provides for secured borrowings during the applicable revolving period up to an amount equal to the lesser of \$150,000,000 commitment and the borrowing base subject to the amount of cash held at the Cash Collateral Accounts and the pledged assets. The SPV Credit Facility has a maturity date of June 28, 2021. Borrowings under the SPV Credit Facility bear interest based on the applicable LIBOR base rate plus a spread between 1.40% and 1.85% per year depending on tenor and currency. The SPV is also required to pay an undrawn commitment fee of between 0.25% and 0.50% per year depending on the drawings under the SPV Credit Facility and a structuring commitment fee of 0.175% per year depending on the SPV Credit Facility's commitment. Payments under the SPV Credit Facility are made monthly for interest and quarterly for commitment fees. The lenders have a first lien security interest on substantially all of the assets of the SPV.

As part of the SPV Credit Facility, the SPV is subject to limitations as to how borrowed funds may be used and the types of loans that are eligible to be acquired by the SPV including, but not limited to, restrictions on sector and geographic concentrations, loan size, payment frequency, tenor and minimum investment ratings (or estimated ratings).

The SPV Credit Facility has certain requirements relating to asset coverage, interest coverage, collateral quality and portfolio performance, certain violations of which could result in the immediate acceleration of the amounts due under the SPV Credit Facility. The SPV Credit Facility is also subject to a borrowing base that applies different advance rates to assets held by the SPV based generally on the collateral quality of such assets. As of December 31, 2020, the SPV was in compliance with all covenants and other requirements of the SPV Credit Facility.

CARLYLE TACTICAL PRIVATE CREDIT FUND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

The SPV Credit Facility consisted of the following as of December 31, 2020:

	December 31, 2020			
	Total Facility	Borrowings Outstanding	Unused Portion ⁽¹⁾	Amount Available ⁽²⁾
SPV Credit Facility	\$ 150,000,000	\$ 73,702,363	\$ 76,297,637	\$ 27,607,183

(1) The unused portion is the Total Facility less Borrowings Outstanding, an amount upon which commitment fees are based depending on daily spot and contract rates for EUR and GBP.

(2) Available for borrowing is based on the computation of collateral to support the borrowings and is subject to compliance with applicable covenants and financial ratios.

As of December 31, 2020, \$137,707 of interest expense, \$176,216 of unused commitment fees and \$151,229 of other fees were included in interest payable on borrowings.

During the year ended December 31, 2020, there were secured borrowings of \$106,214,988 and repayments of \$81,533,226 under the SPV Credit Facility. As of December 31, 2020, there were \$73,702,363 in secured borrowings outstanding. For the year ended December 31, 2020, the weighted average interest rate was 3.60% and the average principal debt outstanding was \$45,907,262.

For the year ended December 31, 2020, the Fund incurred \$969,943 and \$710,861 of interest expense and unused commitment fees, respectively.

CARLYLE TACTICAL PRIVATE CREDIT FUND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

7. COMMITMENTS AND CONTINGENCIES

As of December 31, 2020, the Fund had unfunded commitments to fund delayed draw and revolving senior secured loans of \$15,743,033 and \$3,960,215, respectively. Unfunded loans at par are included in the investments purchased on the Consolidated Statement of Assets and Liabilities.

Investments—Corporate Loans		Unused Rate	Par / Principal Amount	Fair Value
1-800-Pack-Rat LLC	Delayed Draw Term Loan	0.50 %	\$ 600,000	\$ (16,500)
Advanced Web Technologies Holding Company	Delayed Draw Term Loan	1.00 %	1,149,299	(22,986)
Advanced Web Technologies Holding Company	Revolver	0.50 %	426,883	(8,538)
American Physician Partners LLC	Revolver	0.50 %	41,251	(2,178)
Applied Technical Services	Delayed Draw Term Loan	0.50 %	988,142	(22,233)
Applied Technical Services	Revolver	0.50 %	395,257	(8,893)
Apptio, Inc.	Revolver	0.50 %	177,515	2,663
Cano Health LLC	Delayed Draw Term Loan	0.50 %	267,175	(1,001)
Chemical Computing Group	Revolver	0.50 %	135,379	—
Diligent Corporation	Delayed Draw Term Loan	1.00 %	351,500	4,148
Diligent Corporation	Revolver	0.50 %	5,239	62
Diligent Corporation	Revolver	0.50 %	111,961	1,321
GC Agile Holdings Ltd. ¹	Delayed Draw Term Loan	0.50 %	6,000,148	61,130
Hampton Rubber Company	Delayed Draw Term Loan	3.50 %	635,593	(9,534)
Helios Buyer, Inc.	Delayed Draw Term Loan	- %	2,336,229	(46,724)
Helios Buyer, Inc.	Revolver	0.50 %	662,905	(13,258)
Hercules Borrower LLC	Revolver	0.50 %	719,954	(17,999)
Higginbotham Insurance Agency, Inc.	Delayed Draw Term Loan	1.00 %	1,098,266	(16,474)
Individual FoodService Holdings LLC	Delayed Draw Term Loan	1.00 %	490,600	(12,265)
Individual FoodService Holdings LLC	Revolver	0.50 %	321,611	(8,040)
Mailgun Technologies, Inc.	Revolver	0.50 %	134,191	(2,348)
National Technical Systems, Inc.	Revolver	0.50 %	171,799	(1,306)
National Technical Systems, Inc.	Revolver	0.50 %	1,541	(12)
OneDigital Borrower LLC	Delayed Draw Term Loan	- %	89,844	—
Sapphire Telecom, Inc.	Revolver	0.50 %	548,311	(81,259)
Tank Holding Corporation	Revolver	0.25 %	11,111	(240)
The Leaders Romans Bidco Ltd. ¹	Delayed Draw Term Loan	1.63 %	49,237	14,228
TLBFP LLC	Delayed Draw Term Loan	2.00 %	1,090,909	(10,909)
Trump Card LLC	Revolver	0.50 %	95,307	(1,735)
YLG Holdings, Inc.	Delayed Draw Term Loan	1.00 %	596,091	(9,239)
Unfunded Commitments Total			<u>\$ 19,703,248</u>	<u>\$ (230,119)</u>

(1) Par / Principal Amount is converted to USD using the EUR/USD of 1.17 and GBP/USD of 1.16 on funding date

The Fund's organizational documents provide current and former Trustees and officers with a limited indemnification against liabilities arising in connection with the performance of their duties to the Fund. In the normal course of business, the Fund may also enter into contracts that provide general indemnifications. The Fund's maximum exposure under these arrangements is unknown as this would be dependent on future claims that may be made against the Fund. The risk of material loss from such claims is considered to be remote.

CARLYLE TACTICAL PRIVATE CREDIT FUND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

8. SHARES OF BENEFICIAL INTEREST

The following table summarizes transactions in shares of beneficial interest during the year ended December 31, 2020 and the year ended December 31, 2019:

	Year Ended December 31, 2020		Year Ended December 31, 2019	
	Shares	Amount	Shares	Amount
CLASS A				
Sold	534,263	\$ 4,594,680	80,325	\$ 778,575
Dividends and/or distributions reinvested	5,156	42,929	2,808	26,266
Repurchased	(50,959)	(426,015)	—	—
Net increase (decrease)	488,460	\$ 4,211,594	83,133	\$ 804,841
CLASS I				
Sold	7,254,937	\$ 61,574,448	3,263,797	\$ 31,424,884
Dividends and/or distributions reinvested	148,380	1,246,003	120,890	1,152,459
Repurchased	(1,287,044)	(11,477,625)	(667,067)	(6,250,777)
Net increase (decrease)	6,116,273	\$ 51,342,826	2,717,620	\$ 26,326,566
CLASS L				
Sold	156,314	\$ 1,399,906	150,272	\$ 1,448,780
Dividends and/or distributions reinvested	10,188	85,322	1,712	16,086
Repurchased	—	—	—	—
Net increase (decrease)	166,502	\$ 1,485,228	151,984	\$ 1,464,866
CLASS M ⁽¹⁾				
Sold	533,536	\$ 4,505,328	—	\$ —
Dividends and/or distributions reinvested	10,448	89,999	—	—
Repurchased	(6,054)	(52,670)	—	—
Net increase (decrease)	537,930	\$ 4,542,657	—	\$ —
CLASS N ⁽²⁾				
Sold	5,881,266	\$ 49,714,614	125,353	\$ 1,173,455
Dividends and/or distributions reinvested	73,122	622,871	—	—
Repurchased	(890)	(7,624)	—	—
Net increase (decrease)	5,953,498	\$ 50,329,861	125,353	\$ 1,173,455
CLASS Y				
Sold	246,623	\$ 2,059,615	833,648	\$ 8,037,130
Dividends and/or distributions reinvested	34,659	287,447	15,502	145,540
Repurchased	(66,463)	(577,617)	—	—
Net increase (decrease)	214,819	\$ 1,769,445	849,150	\$ 8,182,670

(1) For the period from May 15, 2020 (inception of offering) through December 31, 2020.

(2) For the year ended December 31, 2020 and the period from April 18, 2019 (inception of offering) through December 31, 2019.

The Fund has the authority to issue unlimited shares of beneficial interest of each class, \$0.001 per share par value. The Fund's shares are offered on a daily basis, and subject to applicable law, the Fund will conduct quarterly repurchase offers for between 5% and 25% of the Fund's outstanding shares of beneficial interest ("Shares") at NAV. In connection with any given repurchase offer, it is likely that the Fund may offer to repurchase only the minimum amount of 5% of its outstanding Shares. It is also possible that a repurchase offer may be

CARLYLE TACTICAL PRIVATE CREDIT FUND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

oversubscribed, with the result that shareholders may only be able to have a portion of their Shares repurchased. The Fund does not currently intend to list its Shares for trading on any national securities exchange.

The following table summarizes the share repurchases completed during the year ended December 31, 2020:

Three months ended	Shares Repurchased	Purchase Price per Share	Aggregate Consideration for Repurchased	Size of Repurchase Offer	% of Outstanding Shares Offered to be	% of Outstanding Shares Repurchased
March 31, 2020	489,218	\$ 9.31	\$ 4,554,287	685,395	5.00 %	3.57 %
June 30, 2020	37,250	\$ 7.76	\$ 289,031	782,320	5.00 %	0.24 %
September 30, 2020	123,141	\$ 8.36	\$ 1,029,233	1,031,383	5.00 %	0.60 %
December 31, 2020	761,801	\$ 8.75	\$ 6,669,000	1,319,041	5.00 %	2.89 %
Total	1,411,410		\$ 12,541,551			

9. LITIGATION

The Fund may become party to certain lawsuits in the ordinary course of business. The Fund does not believe that the outcome of current matters, if any, will materially impact the Fund or its consolidated financial statements. As of December 31, 2020, the Fund was not subject to any material legal proceedings, nor, to the Fund's knowledge, is any material legal proceeding threatened against the Fund.

In addition, portfolio investments of the Fund could be the subject of litigation or regulatory investigations in the ordinary course of business. The Fund does not believe that the outcome of any current contingent liabilities of its portfolio investments, if any, will materially affect the Fund or these consolidated financial statements.

10. TAX

The Fund has not recorded a liability for any uncertain tax positions pursuant to the provisions of ASC 740, *Income Taxes*, as of December 31, 2020.

In the normal course of business, the Fund is subject to examination by federal and certain state, local and foreign tax regulators. As of December 31, 2020, the Fund had filed tax returns and therefore is subject to examination. The Fund's tax returns filed for years ended December 31, 2019 and December 31, 2018 can be subject to examination.

The tax components of capital shown in the following table represent distribution requirements the Fund must satisfy under the income tax regulations, losses the Fund may be able to offset against income and gains realized in future years and unrealized appreciation or depreciation of securities and other investments for federal income tax purposes. A portion of these losses may be subject to limitations in future years.

Total Distributable Earnings	Accumulated Loss Carryforward	Net Unrealized Depreciation Based on Cost of Securities and Other Investments for Federal Income Tax Purposes
\$135,611	\$(6,537,176)	\$(2,192,432)

Net investment income (loss) and net realized gain (loss) may differ for financial statement and tax purposes. The character of dividends and distributions made during the fiscal year from net investment income or net realized gains are determined in accordance with federal income tax requirements, which may differ from the character of net investment income or net realized gains presented in those financial statements in accordance with

CARLYLE TACTICAL PRIVATE CREDIT FUND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

U.S. GAAP. Also, due to timing of dividends and distributions, the fiscal year in which amounts are distributed may differ from the fiscal year in which the income or net realized gain was recorded by the Fund.

Accordingly, the following amounts have been reclassified for the reporting period. Net assets of the Fund were unaffected by the reclassifications.

Reduction to Paid-in-Capital	Increase to Accumulated Loss
\$49,627	\$49,627

The tax character of dividends declared of \$12,355,414 and \$9,797,424 for the years ended December 31, 2020 and 2019, respectively, is ordinary income.

The aggregate cost of securities and other investments and the composition of unrealized appreciation and depreciation of securities and other investments for federal income tax purposes at period end are noted in the following table. The primary difference between book and tax appreciation or depreciation of securities and other investments, if applicable, is attributable to the partnerships and non-deductible expenses adjustments.

	For the Year Ended December 31, 2020
Federal tax cost of securities	\$ 303,406,071
Gross unrealized appreciation	\$ 4,771,289
Gross unrealized depreciation	\$ (6,963,721)
Net unrealized appreciation (depreciation)	<u>\$ (2,192,432)</u>

11. CHANGE IN INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

On August 25, 2020, the Audit Committee of the Board of Trustees of Carlyle Tactical Private Credit Fund (the “Fund”) participated in and approved the decision to dismiss KPMG LLP (“KPMG”) as the Fund’s independent registered public accounting firm. KPMG’s report on the Fund’s financial statements for the fiscal period ended December 31, 2019 contained no adverse opinion or disclaimer of opinion nor was KPMG’s report qualified or modified as to uncertainty, audit scope or accounting principles. During the Fund’s fiscal period ended on December 31, 2019 and through August 25, 2020 (the “Covered Period”), (i) there were no disagreements with KPMG on any matter of accounting principles or practices, financial statement disclosure or auditing scope or procedure, which disagreements, if not resolved to the satisfaction of KPMG, would have caused it to make reference to the subject matter of the disagreements in connection with its reports on the Fund’s financial statements, and (ii) there were no “reportable events” of the kind described in Item 304(a)(1)(v) of Regulation S-K under the Securities Exchange Act of 1934, as amended.

On August 25, 2020, the Audit Committee of the Fund’s Board of Trustees also participated in and approved the change in accountant to Ernst & Young LLP (“EY”) as the independent registered public accounting firm for the fiscal year ended December 31, 2020. The selection of EY does not reflect any disagreements with or dissatisfaction by the Fund or the Board of Trustees with the performance of the Fund’s prior independent registered public accounting firm, KPMG. During the Covered Period, neither the Fund, nor anyone on its behalf, consulted with EY on items which: (i) concerned the application of accounting principles to a specified transaction, either completed or proposed, or the type of audit opinion that might be rendered on the Fund’s financial statements; or (ii) concerned the subject of a disagreement (as defined in paragraph (a)(1)(iv) of Item 304 of Regulation S-K) or reportable events (as described in paragraph (a)(1)(v) of Item 304 of Regulation S-K).

CARLYLE TACTICAL PRIVATE CREDIT FUND
NOTES TO CONSOLIDATED FINANCIAL STATEMENTS (Continued)

12. SUBSEQUENT EVENTS

Subsequent events have been evaluated through the date the consolidated financial statements were issued. There have been no subsequent events that require recognition or disclosure through the date the consolidated financial statements were issued, except as disclosed below.

Subsequent to December 31, 2020, the Fund had \$60,838,787 in subscriptions through February 25, 2021. The Fund borrowed \$12,900,000 and €5,150,000 under the SPV Credit Facility to fund investments and voluntarily repaid \$45,400,000 under the SPV Credit Facility.

REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM

To the Shareholders and the Board of Trustees of Carlyle Tactical Private Credit Fund

Opinion on the Financial Statements

We have audited the accompanying consolidated statement of assets and liabilities of Carlyle Tactical Private Credit Fund (the "Fund"), including the consolidated statement of investments, as of December 31, 2020, the related consolidated statements of operations, cash flows, changes in net assets and financial highlights for the year then ended, the consolidated financial highlights for the period from June 4, 2018 (commencement of operations) to December 31, 2018, and the related notes (collectively referred to as the "financial statements"). In our opinion, the financial statements present fairly, in all material respects, the consolidated financial position of the Fund at December 31, 2020, and the consolidated results of its operations, cash flows, changes in its net assets and its financial highlights for the year then ended, in conformity with U.S. generally accepted accounting principles.

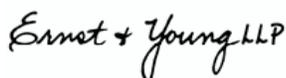
The accompanying statement of changes in net assets of the Fund (including the transactions in shares of beneficial interest presented in Note 8 and the tax character of dividends declared in Note 10) and the accompanying financial highlights of the Fund for the year ended December 31, 2019 were audited by another independent registered public accounting firm whose report, dated February 27, 2020, expressed unqualified opinions on the financial statements of the Funds containing that statement of changes in net assets and financial highlights.

Basis for Opinion

These financial statements are the responsibility of the Fund's management. Our responsibility is to express an opinion on the Fund's financial statements 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 Fund 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 audit to obtain reasonable assurance about whether the financial statements are free of material misstatement, whether due to error or fraud. The Fund is not required to have, nor were we engaged to perform, an audit of the Fund's 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 Fund's 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, 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. Our procedures included confirmation of investments owned as of December 31, 2020, by correspondence with the custodians directly with counterparties and management of the portfolio companies, debt agents and brokers, as applicable, or by other appropriate auditing procedures where replies were not received. 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. We believe that our audits provide a reasonable basis for our opinion.

The logo for Ernst & Young LLP, featuring the company name in a stylized, cursive script font.

We have served as the Fund's auditor since 2020.

Tysons, VA
March 1, 2021

FEDERAL INCOME TAX INFORMATION (Unaudited)

In early 2021, if applicable, shareholders of record received information regarding all dividends and distributions paid to them by the Fund during calendar year 2020.

Recent tax legislation allows a regulated investment company to designate distributions not designated as capital gain distributions, as either interest related dividends or short-term capital gain dividends, both of which are exempt from the U.S. withholding tax applicable to non U.S. taxpayers. For the reporting period, the maximum amount allowable but not less than \$9,907,806 of the ordinary distributions to be paid by the Fund qualifies as an interest related dividend. In accordance with Sec. 163(j) interest related dividends (BII%) passed through to shareholders for the reporting period was 94.24%.

The foregoing information is presented to assist shareholders in reporting distributions received from the Fund to the Internal Revenue Service. Because of the complexity of the federal regulations which may affect your individual tax return and the many variations in state and local tax regulations, we recommend that you consult your tax advisor for specific guidance.

PORTFOLIO PROXY VOTING POLICIES AND PROCEDURES; UPDATES TO STATEMENTS OF INVESTMENTS (Unaudited)

The Fund has adopted Portfolio Proxy Voting Policies and Guidelines whereby it has delegated the responsibility for voting proxies relating to portfolio securities held by the Fund (“portfolio proxies”) to the Adviser as part of the Adviser's general management of the Fund's portfolio, subject to the continuing oversight of the Board. The Adviser votes portfolio proxies in accordance with its proxy voting policies and procedures, which are reviewed periodically by the Adviser and the Independent Trustees and, accordingly, are subject to change.

The right to vote a portfolio proxy is an asset of the Fund. The Adviser acts as a fiduciary of the Fund and must vote portfolio proxies in a manner consistent with the best interest of the Fund and its shareholders. As part of this duty, the Adviser recognizes that it must vote portfolio proxies in a timely manner free of conflicts of interest and in what it perceives to be the best interest of the Fund and its shareholders.

The Adviser’s proxy voting decisions will be made by its investment committee. The Adviser will review on a case-by-case basis each proposal submitted to a stockholder vote to determine its impact on the portfolio securities held by the Fund. Although the Adviser will generally vote against proposals that may have a negative impact on Fund portfolio securities, it may vote for such a proposal if there exist compelling long-term reasons to do so.

To ensure that the vote is not the product of a conflict of interest, the Adviser requires that: (1) anyone involved in the decision making process disclose to the Adviser’s investment committee, any potential conflict that he or she is aware of and any contact that he or she has had with any interested party regarding a proxy vote; and (2) employees involved in the decision making process or vote administration are prohibited from revealing how the Adviser intends to vote on a proposal in order to reduce any attempted influence from interested parties.

The Fund and Adviser’s policies and procedures collectively describe how the Fund votes portfolio proxies. A summary description of the Fund and Adviser’s proxy voting policies and procedures is available (i) without charge, upon request, by calling the Fund toll-free at (833) 677-3646, and (ii) on the SEC’s website at www.sec.gov. In addition, the Fund is required to file Form N-PX, with its complete proxy voting record for the 12 months ended June 30th, no later than August 31st of each year. The Fund’s voting record is available (i) without charge, upon request, by calling the Fund toll-free at (833) 677-3646, and (ii) in the Form N-PX filing on the SEC’s website at www.sec.gov.

The Fund files its complete schedule of portfolio holdings with the SEC for the first quarter and the third quarter of each fiscal year on Form N-PORT. The Fund’s Form N-PORT filings are available on the SEC’s website at www.sec.gov.

MANAGEMENT OF THE FUND (Unaudited)

The Fund’s business and affairs are managed under the direction of the Board. The Board currently consists of four members, three of whom are not “interested persons” of the Fund as defined in Section 2(a)(19) of the 1940 Act. The Fund refers to these individuals as its independent trustees. The Board annually elects the Fund’s officers, who serve at the discretion of the Board. The Board maintains an audit committee, a nominating and governance committee and an independent trustees committee and may establish additional committees from time to time as necessary.

Board of Trustees and Officers

Trustees

Name, address ⁽¹⁾ , age	Position(s) Held with the Trust	Term of Office and Length of Time Served ⁽²⁾	Principal Occupation(s) During Past 5 Years	Number of Portfolios in Fund Complex Overseen by Trustee	Other Directorships Held by Trustee
<i>Interested Trustee</i> ⁽²⁾					
Justin Plouffe (1976)	Trustee	Indefinite Length - October 2019	Managing Director, The Carlyle Group (since 2007); Deputy Chief Investment Officer, Carlyle Global Credit Investment Management L.L.C. (since 2018); Chief Operating Officer, Carlyle Global Credit Investment Management L.L.C. (2017-2018)	1	None
<i>Independent Trustees</i>					
Mark Garbin (1951)	Trustee	Indefinite Length - since Inception	Managing Principal, Coherent Capital Management LLC (since 2008)	1	Independent Trustee of Two Roads Shared Trust (since 2012), Forethought Variable Insurance Trust (since 2013), Northern Lights Fund Trust (since 2013), Northern Lights Variable Trust (since 2013) and Altegris KKR Master Commitments Fund (since 2014) and Independent Director of Oak Hill Advisors Mortgage Strategies Fund (offshore), Ltd. (2015-2017)
Sanjeev Handa (1961)	Trustee	Indefinite Length - since Inception	Managing Member, Old Orchard Lane, LLC (since 2014).	1	None
Joan McCabe (1955)	Trustee	Indefinite Length - since Inception	Managing Member, JYMYE, LLC (since 2020); CEO/ Founder, Lipotriad LLC (2015-2019); and Managing Partner, Brynwood Partners (2000-2014)	1	Elevation Brands (since 2017); Sensible Organics (since 2017); Goodwill International, Inc. (since 2015); Gulfstream Goodwill, Inc. (since 2017); Gulfstream Goodwill Academy, Inc. (since 2018)

(1) The address of each Trustee is care of the Secretary of the Fund at One Vanderbilt Avenue, Suite 3400, New York, NY 10017.

(2) “Interested person,” as defined in the 1940 Act, of the Fund. Mr. Plouffe is an interested person of the Fund due to his affiliation with the Adviser.

Officers

Name, address ⁽¹⁾ , age	Position(s) Held with the Trust	Term of Office and Length of Time Served ⁽²⁾	Principal Occupation(s) During Past 5 Years
Brian Marcus (1983)	President and Principal Executive Officer and Chief Risk Officer	Indefinite Length - since April 2020	Managing Director, Carlyle Group (Since 2021); Principal, Carlyle Group (2018-2020); Vice President, Carlyle Group (2015 – 2017)
Peter Gaunt (1981)	Treasurer; Principal Financial Officer and Principal Accounting Officer	Indefinite Length - since April 2020	Principal, Carlyle Group (Since 2019); Corporate Controller, Hercules Capital (2017 – 2019); Senior Manager, Ernst & Young (2010 – 2017)
Joshua Lefkowitz (1974)	Secretary; Chief Legal Officer	Indefinite Length - since April 2020	Managing Director and Chief Legal Officer (Global Credit), Carlyle Group (Since 2018); Principal and Associate General Counsel, Ares Management, Ltd. (Jan 2017 – March 2018); Vice President and Associate General Counsel, American Capital, Ltd. (March 2006-Jan 2017)
Erik Barrios (1978)	Chief Compliance Officer	Indefinite Length - since April 2020	Chief Compliance Officer & Secretary, TCG BDC, Inc. and TCG BDC II, Inc. (since 2018); Vice President, Carlyle Group (since 2017); Counsel, Avenue Capital Group (2012-2017)

(1) The address of each Trustee is care of the Secretary of the Fund at One Vanderbilt Avenue, Suite 3400, New York, NY 10017.

(2) “Interested person,” as defined in the 1940 Act, of the Fund. Mr. Plouffe is an interested person of the Fund due to his affiliation with the Adviser.

Biographical Information and Discussion of Experience and Qualifications, etc.

The following is a summary of the experience, qualifications, attributes and skills of each Trustee that support the conclusion, as of the date of this Annual Report, that each Trustee should serve as a Trustee of the Fund.

Interested Trustee

Justin Plouffe. Justin Plouffe is a Managing Director and the Deputy Chief Investment Officer of Carlyle Global Credit. He is a Director of the Adviser and a voting member of the PAAC. Mr. Plouffe focuses on investing in Carlyle’s structured credit and opportunistic credit strategies, as well as capital formation and management of the overall credit platform. Since joining Carlyle in 2007, he has overseen CLO new issuance, led acquisitions of corporate credit management platforms, served as a portfolio manager for structured credit investments, developed proprietary portfolio management analytics and negotiated a wide variety of financing facilities. Prior to joining Carlyle, Mr. Plouffe was an attorney at Ropes & Gray LLP. He has also served as a clerk on the U.S. Court of Appeals for the First Circuit and as a legislative assistant to a U.S. Congressman. Mr. Plouffe received his undergraduate degree from Princeton University and his J.D. from Columbia Law School, where he was an editor of The Columbia Law Review. He is a CFA charterholder, holds Series 7, 24, 57, 63, 79 and 99 licenses, and is associated with TCG Capital Markets L.L.C., the SEC-registered broker/dealer affiliate of The Carlyle Group.

Independent Trustees

Mark Garbin. Mark Garbin has over 20 years of experience in corporate balance sheet and income statement risk management for large asset managers. Mr. Garbin has extensive derivatives experience and has provided consulting services to alternative asset managers. Mr. Garbin is a CFA Charterholder and holds advanced degrees in international business, negotiation and derivatives.

Sanjeev Handa. Sanjeev Handa has over 30 years of experience in the financial industry sector, including global experience in the financial, real estate and securitization markets. Mr. Handa is also a board member of Greenpath Financial Wellness (since 2017), Fitch Ratings, Inc. and certain of its affiliates thereof (since 2015) and the Cameron Kravitt Foundation. Mr. Handa also serves as a member of the Investment Committee of the board of The Cooper Union for Advancement of Science and Art (since 2016). Mr. Handa has extensive experience with respect to investments and also to compliance and corporate governance matters as a result of, among other things, his service as an established board member.

Joan McCabe. Joan McCabe has over 30 years of financial and corporate experience, including investing in private equity along with debt financings for those private equity investments. Ms. McCabe is also a board member of Gulfstream Goodwill, Inc. (since 2017 and current Board Chair), Gulfstream Goodwill Academy, Inc. (since 2018), Goodwill International, Inc. (since 2015 and current Audit Chair), Elevation Brands (since 2017) and Sensible Organics (since 2017). Ms. McCabe has served as a board member to a variety of companies and her diverse experience and financial background, among other things, qualifies her to serve as a Trustee.

CARLYLE TACTICAL PRIVATE CREDIT FUND

Adviser	Carlyle Global Credit Investment Management L.L.C.
Distributor	Foreside Fund Services, LLC
Transfer Agent	DST Systems, Inc. Invesco Investment Services, Inc. (until May 14, 2020)
Legal Counsel	Dechert LLP
Ticker Symbols	
Class A	TAKAX
Class I	TAKIX
Class L	TAKLX
Class M	TAKMX
Class N	TAKNX
Class Y	TAKYX

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PRIVACY NOTICE

As a Carlyle Tactical Private Credit Fund shareholder, you are entitled to know how we protect your personal information and how we limit its disclosure.

Information Sources

We obtain non-public personal information about our shareholders from the following sources:

- The Subscription Agreement and other applications and forms.
- Your transactions with us, our affiliates or others.

Protection of Information

We do not disclose any non-public personal information (such as names on a customer list) about current or former customers to anyone, except as permitted by law.

Disclosure of Information

We may use details about you and your investments to help us, our financial service affiliates, or firms that jointly market their financial products and services with ours, to better serve your investment needs or suggest educational material that may be of interest to you. If this requires us to provide you with an opportunity to “opt in” or “opt out” of such information sharing with a firm not affiliated with us, you will receive notification on how to do so, before any such sharing takes place.

Right of Refusal

We will not disclose your personal information to unaffiliated third parties (except as permitted by law), unless we first offer you a reasonable opportunity to refuse or “opt out” of such disclosure.

Other Security Measures

We maintain physical, electronic and procedural safeguards to protect your personal account information. Our employees and agents have access to that information only so that they may offer you products or provide services, for example, when responding to your account questions.

Who We Are

This notice describes the privacy policy of the Carlyle Tactical Private Credit Fund. This notice was last updated as of April 2020. In the event it is updated or changed, we will post an updated notice on our website at www.CarlyleTacticalCredit.com. If you have any questions about this privacy policy write to us at P.O. Box 219895, Kansas City, MO 64121-9895, or call us at (833) 677-3646.

CARLYLE

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.

Visit Us

CarlyleTacticalCredit.com

Call Us

833 677 3646

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CTACAR 02262021

Item 2. Code of Ethics

- (a) The registrant has adopted a code of ethics that applies to the registrant’s principal executive officer, principal financial officer, principal accounting officer or controller or persons performing similar functions.
- (c) The registrant has not made any amendment to its Code of Ethics during the period covered by this Form N-CSR.
- (d) There have been no waivers, including any implicit waivers, granted by the Fund to individuals covered by the Fund’s Code of Ethics during the reporting period for this Form N-CSR.
- (e) Not applicable.
- (f) A copy of the Fund’s Code of Ethics is attached hereto as exhibit 13(a)(1).

Item 3. Audit Committee Financial Expert

The Board of Trustees of the registrant has determined that Sanjeev Handa, the Chairman of the Board’s Audit Committee, is the audit committee financial expert and that Mr. Handa is “independent” for purposes of this Item 3.

Item 4. Principal Accountant Fees and Services

- (a)-(d) The registrant has engaged its principal accountant to perform audit services, audit-related services, tax services and other services during the last fiscal year. The following information is provided for the years ending December 31, 2020 and December 31, 2019.

“Audit services” refer to performing an audit of the registrant’s annual financial statements or services that are normally provided by accountant in connection with statutory and regulatory filings or engagements for that year. “Audit-related services” refer to the assurance and related services by the principal accountant that are reasonably related to the performance of the audit. “Tax services” refer to professional services rendered by the principal accountant for review of federal tax forms and other tax compliance, tax advice, and tax planning. “Other services” refer to professional services rendered by the principal accountant for certain review of the registrant’s registration statement.

	For the Year Ended December 31,	
	2020	2019
Audit Fees	\$ 175,000	\$ 185,000
Audit-Related Fees	\$ —	\$ —
Tax Fees	\$ —	\$ —
All Other Fees	\$ —	\$ —

- (e)(1) During its regularly scheduled periodic meetings, the registrant’s audit committee will pre-approve all audit, audit-related, tax and other services to be provided by the principal accountants of the registrant.

The audit committee has delegated pre-approval authority to its Chairman for any subsequent new engagements that arise between regularly scheduled meeting dates provided that any fees such pre-approved are presented to the audit committee at its next regularly scheduled meeting.

Under applicable laws, pre-approval of non-audit services may be waived provided that: 1) the aggregate amount of all such services provided constitutes no more than five percent of the total amount of fees paid by the registrant to its principal accountant during the fiscal year in which services are provided 2) such services were not recognized by the registrant at the time of engagement as non-audit services and 3) such services are promptly brought to the attention of the audit committee of the registrant and approved prior to the completion of the audit.

- (e)(2) The percentage of fees billed by the principal accountant applicable to non-audit services pursuant to waiver of pre-approval requirement were as follows:

	For the Year Ended December 31,	
	2020	2019
Audit-Related Fees	— %	— %
Tax Fees	— %	— %
All Other Fees	— %	— %

- (f) All of the principal accountant's hours spent on auditing the registrant's 2020 and 2019 financial statements were attributed to work performed by full-time permanent employees of the principal accountant.
- (g) For the fiscal years ended December 31, 2019 and December 31, 2020, aggregate non-audit fees billed by the registrant's accountant for services rendered to the Fund and to the registrant's investment adviser were \$0 and \$0, respectively.
- (h) The registrant's audit committee of the board of Trustees has considered whether the provision of non-audit services that were rendered to the registrant's investment adviser, and any entity controlling, controlled by, or under common control with the investment adviser that provides ongoing services to the registrant that were not pre-approved pursuant to paragraph (c)(7)(ii) of Rule 2-01 of Regulation S-X is compatible with maintaining the principal accountant's independence. No such services were rendered.

Item 5. Audit Committee of Listed Registrants

- (a) Not applicable.
- (b) Not applicable.

Item 6. Schedule of Investments

- (a) The complete schedule of investments is included in Item 1 of this Form N-CSR.
- (b) Not applicable.

Item 7. Disclosure of Proxy Voting Policies and Procedures for Closed-End Management Investment Companies

The Fund has delegated its proxy voting responsibility to the Adviser. The proxy voting policies and procedures of the Adviser are set forth below. The guidelines are reviewed periodically by the Adviser and the Independent Trustees and, accordingly, are subject to change.

It is the policy of the Fund to delegate the responsibility for voting proxies relating to portfolio securities held by the Fund to the Fund's Adviser as a part of the Adviser's general management of the Fund's portfolio, subject to the continuing oversight of the Board. The Board has delegated such responsibility to the Adviser, and directs the Adviser to vote proxies relating to portfolio securities held by the Fund consistent with the proxy voting policies and procedures. The Adviser may retain one or more vendors to review, monitor and recommend how to vote proxies in a manner consistent with the proxy voting policies and procedures, to ensure that such proxies are voted on a timely basis and to provide reporting and/or record retention services in connection with proxy voting for the Fund.

The right to vote a proxy with respect to portfolio securities held by the Fund is an asset of the Fund. The Adviser, to which authority to vote on behalf of the Fund is delegated, acts as a fiduciary of the Fund and must vote proxies in a manner consistent with the best interest of the Fund and its Shareholders. In discharging this fiduciary duty, the Adviser must maintain and adhere to its policies and procedures for addressing conflicts of interest and must vote proxies in a manner substantially consistent with its policies, procedures and guidelines, as presented to the Board.

The Fund shall file an annual report of each proxy voted with respect to portfolio securities of the Fund during the twelve-month period ended June 30 on Form N-PX not later than August 31 of each year.

Item 8. Portfolio Managers of Closed-End Management Investment Companies

(a)(1)

Name	Start Date	Bio
Justin Plouffe Portfolio Manager	June 5, 2018	Justin Plouffe is a Managing Director and the Deputy Chief Investment Officer of Carlyle Global Credit. He is a Director of the Adviser and a voting member of the Portfolio Allocation Advisory Committee (“PAAC”). Mr. Plouffe focuses on investing in Carlyle’s structured credit and opportunistic credit strategies, as well as capital formation and management of the overall credit platform. Since joining Carlyle in 2007, he has overseen CLO new issuance, led acquisitions of corporate credit management platforms, served as a portfolio manager for structured credit investments, developed proprietary portfolio management analytics and negotiated a wide variety of financing facilities. Prior to joining Carlyle, Mr. Plouffe was an attorney at Ropes & Gray LLP. He has also served as a clerk on the U.S. Court of Appeals for the First Circuit and as a legislative assistant to a U.S. Congressman. Mr. Plouffe received his undergraduate degree from Princeton University and his J.D. from Columbia Law School, where he was an editor of The Columbia Law Review. He is a CFA charterholder, holds Series 7, 24, 57, 63, 79 and 99 licenses, and is associated with TCG Securities, L.L.C., the SEC-registered broker/dealer affiliate of The Carlyle Group.
Linda Pace Portfolio Manager	June 5, 2018	<p>Linda Pace is a Managing Director and Vice Chair of Global Credit, focusing on investing capital across the Global Credit platform. She joined Carlyle in 1999 and helped the firm first expand into credit investing. Prior to her current role, Ms. Pace served as head of Carlyle’s Liquid Credit strategy and was responsible for portfolio management for Carlyle High Yield Partners, deploying capital into the U.S. market in cash and synthetic form. She is based in New York.</p> <p>Prior to joining Carlyle, Ms. Pace spent 10 years with BHF-Bank AG, where she was Co-Head of the bank’s Syndicated Loan group in New York. She invested in leveraged loans on behalf of the bank’s \$2 billion on-balance sheet portfolio, as well as their \$400 million CLO funds. Prior to that, Ms. Pace worked at Société Générale as a Corporate Credit Analyst.</p> <p>Ms. Pace received her undergraduate degree in French from Douglass College and her MBA in finance from New York University.</p>
Brian Marcus Portfolio Manager	April 16, 2019	Brian Marcus is a Managing Director in Carlyle Global Credit Investment Management L.L.C. (“CGCIM”). He is based in New York. Mr. Marcus is a Portfolio Manager for the Fund and also focuses on strategic growth opportunities for the Global Credit platform. He helped develop TCG Capital Markets, a SEC-registered broker/dealer affiliate of The Carlyle Group and has been involved in acquisitions of credit management platforms. Prior to coming to Carlyle, Mr. Marcus was with Morgan Stanley in the Principal Investments area, which used the firm’s capital in a diverse array of investments including private equity, distressed debt, and mezzanine. In this role, Mr. Marcus served as a director on a number of Boards. Previously, Mr. Marcus worked at Lehman Brothers in the mergers and acquisitions group. He received a B.S. in economics from the Wharton School of the University of Pennsylvania and currently holds Series 7, 55, and 63 licenses.

(a)(2) The portfolio managers primarily responsible for the day-to-day management of the Fund also manage other registered investment companies, other pooled investment vehicles and other accounts, as indicated below. The following table identifies, as of December 31, 2020: (i) the number of other registered investment companies, other pooled investment vehicles and other accounts managed by each portfolio manager; (ii) the total assets of such companies, vehicles and accounts; and (iii) the number and total assets of such companies, vehicles and accounts that are subject to an advisory fee based on performance.

<i>(dollars in billions)</i>	Number of Accounts	Assets of Accounts	Number of Accounts Subject to a Performanc e Fee	Assets Subject to a Performanc e Fee
<i>Justin Plouffe</i>				
Registered Investment Companies	—	—	—	—
Other Pooled Investment Vehicles	1	0.85	1	0.85
Other Accounts	2	1.24	2	1.24
<i>Linda Pace</i>				
Registered Investment Companies	—	—	—	—
Other Pooled Investment Vehicles	3	3.79	3	3.79
Other Accounts	7	1.76	1	0.38
<i>Brian Marcus</i>				
Registered Investment Companies	—	—	—	—
Other Pooled Investment Vehicles	—	—	—	—
Other Accounts	2	1.24	2	1.24

- (a)(2)(iv) The Fund’s executive officers and Trustees, and the employees of the Adviser, serve or may serve as officers, trustees or principals of entities that operate in the same or a related line of business as the Fund or of other Carlyle-advised funds (“Other Managed Funds”). As a result, they may have obligations to investors in those entities, the fulfillment of which might not be in the best interests of the Fund or its Shareholders. Moreover, notwithstanding the difference in principal investment objectives between the Fund and the Other Managed Funds, such other funds, including potential new pooled investment vehicles or managed accounts not yet established (whether managed or sponsored by affiliates or the Adviser), have, and may from time to time have, overlapping investment objectives with the Fund and, accordingly, invest in, whether principally or secondarily, asset classes similar to those targeted by the Fund. To the extent the Other Managed Funds have overlapping investment objectives, the scope of opportunities otherwise available to the Fund may be adversely affected and/or reduced. Additionally, certain employees of the Adviser and their management may face conflicts in their time management and commitments as well as in the allocation of investment opportunities to Other Managed Funds.

The results of the Fund’s investment activities may differ significantly from the results achieved by the Other Managed Funds. It is possible that one or more of such funds will achieve investment results that are substantially more or less favorable than the results achieved by the Fund. Moreover, it is possible that the Fund will sustain losses during periods in which one or more affiliates achieve significant profits on their trading for proprietary or other accounts. The opposite result is also possible. The investment activities of one or more Adviser affiliates for their proprietary accounts and accounts under their management may also limit the investment opportunities for the Fund in certain markets.

The Adviser, its affiliates and their clients may pursue or enforce rights with respect to an issuer in which the Fund has invested, and those activities may have an adverse effect on the Fund. As a result, prices, availability, liquidity and terms of the Fund’s investments may be negatively impacted by the activities of the Adviser and its affiliates or their clients, and transactions for the Fund may be impaired or effected at prices or terms that may be less favorable than would otherwise have been the case.

The Adviser may enter into transactions and invest in securities, instruments and currencies on behalf of the Fund in which customers of its affiliates, to the extent permitted by applicable law, serve as the counterparty, principal or issuer. In such cases, such party’s interests in the transaction could be adverse to the interests of the Fund, and such party may have no incentive to assure that the Fund obtains the best possible prices or terms in connection with the transaction. In addition, the purchase, holding and sale of such investments by the Fund may enhance the profitability of the Adviser or its affiliates. One or more affiliates may also create, write or issue derivatives for their customers, the underlying securities, currencies or instruments of which may be those in which the Fund invests or which may be based on the performance of the Fund. The Fund may, subject to applicable law, purchase investments that are the subject of an underwriting or other distribution by one or more Adviser affiliates and may also enter into transactions with other clients of an affiliate where such other clients have interests adverse to those of the Fund.

The Fund will be required to establish business relationships with its counterparties based on the Fund’s own credit standing. Neither the Adviser nor any of its affiliates will have any obligation to allow its credit to be used in connection with the Fund’s establishment of its business relationships, nor is it expected that the

Fund's counterparties will rely on the credit of the Adviser or its affiliates in evaluating the Fund's creditworthiness.

The Adviser is paid a fee based on a percentage of the Fund's Net Assets. Certain of the Other Managed Funds pay the Adviser or its affiliates different performance-based compensation, which could create an incentive for the Adviser or affiliate to favor such investment fund or account over the Fund.

By reason of the various activities of the Adviser and its affiliates, the Adviser and such affiliates may acquire confidential or material non-public information or otherwise be restricted from purchasing certain potential Fund investments that otherwise might have been purchased or be restricted from selling certain Fund investments that might otherwise have been sold at the time.

The Adviser has adopted policies and procedures designed to prevent conflicts of interest from influencing proxy voting decisions made on behalf of advisory clients, including the Fund, and to help ensure that such decisions are made in accordance with its fiduciary obligations to clients. Nevertheless, notwithstanding such proxy voting policies and procedures, actual proxy voting decisions may have the effect of favoring the interests of other clients, provided that the Adviser believes such voting decisions to be in accordance with its fiduciary obligations.

- (a)(3) Portfolio managers are compensated with an annual salary and a discretionary year-end annual bonus, the amount of which is based on a multitude of quantitative and qualitative factors and are benchmarked against peers and local markets. Depending on seniority within the firm, portfolio managers also may be eligible to receive performance fees from private funds that they manage that vest over time. Performance fees can make up a significant portion of a portfolio manager's overall compensation, and primarily are based on the investment performance of the private funds managed by the portfolio manager. This compensation structure aligns a portfolio manager's and investors' long-term interests and helps the Adviser retain talented investment personnel. Portfolio managers also may receive discretionary compensation through awards under the Adviser's equity incentive plan.
- (a)(4) The following table shows the dollar range of equity securities in the Fund beneficially owned by each of the portfolio managers as of December 31, 2020.

Name	Aggregate Dollar Range of Equity Securities in the Fund ⁽¹⁾
Justin Plouffe	None
Linda Pace	None
Brian Marcus	None

(1) Dollar ranges are as follows: None, \$1–\$10,000, \$10,001–\$50,000, \$50,001–\$100,000, \$100,001–\$500,000, \$500,001–\$1,000,000 or Over \$1,000,000.

Item 9. Purchases of Equity Securities by Closed-End Management Investment Company and Affiliated Purchasers

No purchases were made during the reporting period by or on behalf of the Fund or any "affiliated purchaser," as defined in Rule 10b-18(a)(3) under the Exchange Act (17 CFR 240.10b-18(a)(3)), of shares or other units of any class of the Fund's equity securities that is registered by the registrant pursuant to Section 12 of the Exchange Act (15 U.S.C. 781).

Item 10. Submission of Matters to a Vote of Security Holders

For the period covered by this Form N-CSR filing, there have been no material changes to the procedures by which shareholders may recommend nominees to the registrant's Board of Trustees.

Item 11. Controls and Procedures

- (a) Based on their evaluation of the registrant's disclosure controls and procedures (as defined in rule 30a-3(c) under the Investment Company Act of 1940 (17 CFR 270.30a-3(c)) as of December 31, 2020, the registrant's principal executive officer and principal financial officer found the registrant's disclosure controls and procedures to provide reasonable assurances that information required to be disclosed by the registrant in the reports that it files under the Securities Exchange Act of 1934 (a) is accumulated and communicated to registrant's management, including its principal executive officer and principal financial officer, to allow

timely decisions regarding required disclosure, and (b) is recorded, processed, summarized and reported, within the time periods specified in the rules and forms adopted by the U.S. Securities and Exchange Commission.

- (b) There were no changes in the Registrant's internal control over financial reporting (as defined in Rule 30a-3(d) under the Act) that occurred during the Registrant's the period covered by this report that materially affected, or were reasonably likely to materially affect, the Registrant's internal control over financial reporting.

Item 12. Disclosure of Securities Lending Activities for Closed-End Management Investment Companies

- (a) Not applicable.
- (b) Not applicable.

Item 13. Exhibits

- (a)(i) *Any code of ethics or amendment thereto, that is the subject of the disclosure required by Item 2, to the extent that the registrant intends to satisfy Item 2 requirements through filing exhibit. Filed herewith.*
- (a)(ii) *A separate certification for each principal executive and principal financial officer pursuant to Section 302 of the Sarbanes-Oxley Act of 2002. Filed herewith.*
- (b) *Certification pursuant to Section 906 of the Sarbanes-Oxley Act of 2002. Filed herewith.*

SIGNATURES

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, the registrant has duly caused this report to be signed on its behalf by the undersigned, thereunto duly authorized.

Carlyle Tactical Private Credit Fund

/s/ Brian Marcus
By: Brian Marcus
Principal Executive Officer
Date: March 1, 2021

Pursuant to the requirements of the Securities Exchange Act of 1934 and the Investment Company Act of 1940, this report has been signed below by the following persons on behalf of the registrant and in the capacities and on the date indicated.

/s/ Brian Marcus
By: Brian Marcus
Principal Executive Officer
Date: March 1, 2021

/s/ Peter Gaunt
By: Peter Gaunt
Principal Financial Officer
Date: March 1, 2021