

APOLLO

APOLLO ASSET MANAGEMENT EUROPE LLP

PUBLIC DISCLOSURE STATEMENT

YEAR ENDING 31 DECEMBER 2025

1. INTRODUCTION

1.1 Purpose

Apollo Asset Management Europe LLP (FRN 784373) (the "**Firm**") is authorised and regulated by the Financial Conduct Authority (the "**FCA**"). Apollo Asset Management Europe LLP is a dedicated UK domiciled investment management subsidiary of Apollo Global Management, Inc ("**AGM**") and, together with its subsidiaries, including the Firm, "**Apollo**"), specialising in the provision of investment management, research, and advisory services to professional clients and institutional investors.

This document (the "**Disclosure Statement**") sets out the information the Firm is required to disclose annually under chapter 8 of the MIFIDPRU Sourcebook in the FCA Handbook of Rules and Guidance. All information is as at the date on page 1 unless otherwise indicated.

1.2 Scope

The information in this Disclosure Statement relates to the Firm on an individual basis, i.e., it does not concern any other Apollo entities.

Unless otherwise noted, the information contained in this Disclosure Statement has not been audited by the Firm's external auditors and does not constitute any form of financial statement and should not be relied upon in making any judgment on the Firm.

2. GOVERNANCE ARRANGEMENTS

2.1 Role of the board of directors

Apollo Asset Management Europe LLP is governed by its board of directors (the "**Board**"). The Firm is required to ensure that the Board defines, oversees and is accountable for the implementation of governance arrangements that ensure effective and prudent management of the Firm, including the segregation of duties in the Firm and the prevention of conflicts of interest, and in a manner that promotes the integrity of the market and the interests of clients.

The Firm seeks to achieve this through several means, including:

- through adopting an appropriate process for appointments to the Board;
 - processes for the functioning of the Board, including reporting of management information on risks the Firm is or might be exposed to, or the Firm poses or might pose to others;
 - obligations under the FCA Senior Managers and Certification Regime, as part of which certain senior members of staff ("**Senior Management Function-holders**") are required to be approved by the FCA and a number of other members of staff are required to be certified by the Firm as fit and proper to perform their roles;
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- legal obligations applicable to members of the Board under the Limited Liability Partnership Regulations 2001 and fiduciary and agency law;
- policies and procedures, including in particular the Firm's code of business conduct & ethics, conflicts of interest policy, remuneration policy, and its policies on personal account dealing and market abuse;
- its approach to the suitability of the management body, which seeks to ensure that:
 - individually, the members of the Board are of sufficiently good repute, possess sufficient knowledge and experience to perform their duties, commit sufficient time to the role and demonstrate honesty, integrity and independence of mind; and
 - the Board as a whole possesses adequate collective knowledge, skills and experience to understand the Firm's activities, including the main risks and reflect an adequately broad range of experiences; and
- the appointment of legal and accounting advisers and compliance consultants and other advisers as required from time to time.

2.2 Composition of the Board

The members of the Firm's Board are set out in the following table, together with the number of additional directorships held by each member, excluding directorships: (i) held in organisations which do not pursue predominantly commercial objectives; or (ii) in entities within Apollo or in entities in which the Firm holds a qualifying holding.

Name	Number of additional directorships (executive and non-executive)
Eric Lhomond (Chair)	0
Shaun Collins	0
Raghav Khosla	0
Robert Seminara	1

2.3 Diversity of the Board

The Firm is committed to promoting diversity and equal opportunities for staff throughout the Firm, including on its Board. The Firm believes that diverse and inclusive teams help us achieve our corporate objectives, and this informs the Firm's recruitment and retention strategies, both across the organisation as a whole and at the level of its Board.

All appointments are made on merit against objective criteria, and with regard to the individual's knowledge, skills and experience and the combined knowledge, skills, experience and diversity of the Board as a whole.

2.4 Risk governance

The Firm has well-established risk management processes to identify, assess, monitor, manage and mitigate operational risks facing the business as well as those associated with the Firm's activities.

The Firm is not required to maintain a Risk Committee. Nonetheless, the Firm's Board is supported in its responsibility for managing the risks inherent in the Firm's activities by its Global Risk Committee (which is responsible for overseeing the Firm's risk management framework, and for reporting to the Firm's Board on all material risks).

The Global Risk Committee oversees the Firm's risk profile by advising on risk appetite and strategy, reviewing risk reporting and assessing key policies (e.g. liquidity, leverage, outsourcing), escalating material items to the Operational/Strategic Committees as appropriate.

The Board has appointed the EMEA Risk Forum to support the Board and the Firm's management in the oversight and monitoring of the operation of the Firm's business, in particular the monitoring and management of the enterprise risks inherent therein. The EMEA Risk Forum, acting in this capacity, is authorized and directed to provide oversight and guidance to the business units to properly identify, assess, review, monitor and mitigate risks that could impact operation and achievement of the Firm's business objectives.

3. RISK MANAGEMENT OBJECTIVES AND POLICIES

3.1 Potential for harm associated with the Firm's business strategy

The Firm is willing to take risks on new products, business lines and acquisitions to achieve growth and meet shareholders' expectations of profitability over the long-term, while maintaining the Firm's financial resilience. The Firm will only engage in activities that are aligned to the Firm's desired risk profile and long-term strategy.

The level of detail of information in this Disclosure Statement is consistent with this proportionality assessment.

3.2 Strategies and processes used to manage risks addressed by own funds and liquid assets requirements

3.2.1 *Basic Own Funds Requirement and Basic Liquid Assets Requirement*

The Firm is subject to a Basic Own Funds Requirement and a Basic Liquid Assets Requirement.

The Firm's Basic Own Funds Requirement is the higher of (i) a permanent minimum capital requirement, (ii) one quarter of its preceding year's fixed overheads (its fixed overheads requirement, or "**FOR**") and (iii) a 'K-factor' requirement ("**KFR**") (a percentage scalar applied to particular activities the Firm carries on, e.g. its assets under ongoing advice and daily trading flow).

The Firm's Basic Liquid Assets Requirement is the sum of 1/3 of 'FOR' + 1.6% of total guarantees provided to clients (if applicable).

Details of the Firm's own funds are set out at Schedule 1.

Details of the Firm's Basic Own Funds Requirement are set out at Schedule 2.

3.2.2 *Overall Financial Adequacy Rule*

The Firm must at all times comply with the overall financial adequacy rule (the "**OFAR**"). This requirement, which supplements the Firm's Basic Own Funds Requirement and Basic Liquid Assets Requirement, requires the Firm to hold sufficient own funds and liquid assets to:

- ensure it can remain viable throughout the economic cycle, with the ability to address any potential harm the Firm's ongoing activities might cause to its clients and counterparties, the markets in which it operates and the Firm itself; and
- allow its business to wind-down in an orderly way, minimising harm to clients and counterparties and to other market participants.

3.2.3 *The Internal Capital Adequacy and Risk Assessment*

The Firm uses an internal capital adequacy and risk assessment ("**ICARA**") process to identify whether it is complying with its OFAR and, if it is not, to identify what steps it should take to remedy this.

The focus of the ICARA process is on identifying and managing risks that may result in material harms to clients and counterparties, the markets in which the Firm operates and the Firm itself, measuring the effectiveness of the Firm's strategies to monitor and mitigate those harms, and determining whether additional own funds and/or liquid assets are required to mitigate any residual risks.

The FCA recognises that the risk of some material harms can be reduced through proportionate measures other than holding additional financial resources, for example implementing additional internal systems and controls, strengthening governance and oversight processes or changing the manner in which the Firm conducts certain business.

However, for other harms identified, it may be that the only realistic option to manage them and to comply with the OFAR is for the Firm to hold additional own funds and/or additional liquid assets above its Basic Own Funds Requirement and Basic Liquid Assets Requirement.

The Firm has therefore formed a judgment about what is appropriate and proportionate in its particular circumstances, informed by its risk appetite, which is set by the Board.

The Firm's ICARA document is updated annually (or more frequently, as required) by Apollo's Finance, Risk Management, Legal and Compliance teams, with input from external advisers as required. The document and the key assumptions underlying it are then reviewed and approved by the EMEA Risk Forum and, separately, by the Board.

3.2.4 *Responsibilities of Senior Management Function-holders*

The Firm has a Senior Management Function-holder responsible for own funds and liquid assets compliance, together with the Risk Function, Finance, Compliance and senior management.

All Senior Management Function-holders recognise that the ICARA process is a key requirement of the regulatory system for the Firm and is an essential part of the Firm's internal systems and procedures for ensuring that the Firm's business is run prudently.

3.3 Concentration risk

Concentration risk refers to the risks arising from the strength or extent of the Firm's relationships with, or direct exposure to, a single client or group of connected clients or institutions. The Firm has identified the following concentration risks and has put in place the following control strategies:

3.3.1 *Earnings*

This is the risk that the Firm has a significant amount of its revenue concentrated in a small number of clients, leaving it exposed if it loses one or more of those clients.

As part of its ICARA the Firm has undertaken stress and scenario testing that includes modelling of a 20% reduction in assets under management and the loss of a key client. The conclusion of this analysis has been that the Firm will remain profitable in such scenarios.

3.3.2 *Cash deposits*

This is the risk that the Firm's cash deposits are held with a narrow range of credit institutions, leaving it exposed if one or more of them becomes insolvent.

The Firm maintains cash accounts with a range of UK credit institutions, which it considers reduces its cash deposit risk to an acceptable level. The Firm keeps this under review.

4. REMUNERATION

4.1 Remuneration governance

The Compensation Committee of AGM (the “**Compensation Committee**”) has overall responsibility for Apollo’s remuneration policies and procedures. Remuneration is decided via appropriate independent assessment in respect of each business unit.

The Firm's remuneration policies and practices are operated on a day-to-day basis by the Human Capital Department with support from the Compliance Department.

4.2 Material Risk Takers

The Firm's material risk takers (“**MRTs**”) are those individuals whose professional activities have a material impact on the Firm's risk profile. The Firm's MRTs comprise:

- Members of the Board;
- The Firm’s Money Laundering Reporting Officer and Chief Compliance Officer; and
- Other MRTs.

During the course of the year, the Firm identified 16 MRTs in total.

4.3 Remuneration structure

The Firm's remuneration arrangements seek to ensure effective risk alignment between the Firm's staff, the Firm itself, the Funds managed by the Firm on a delegated basis, and the Firm’s clients.

The Firm awards both fixed remuneration (typically an annual base salary) and variable remuneration (typically a discretionary annual bonus, equity-based grants that are subject to vesting and, where applicable, the award of carried interest points). Eligibility for certain types of variable remuneration is also linked to positions held within the firm.

Fixed remuneration is determined primarily by the market rate for the role performed, having regard to the skills, expertise and experience demonstrated by the particular individual.

Variable remuneration is determined by reference to a number of factors, including an assessment of an individual's performance based on Apollo's performance assessment criteria, operational performance for the department or division in which they operate and their impact on Apollo's overall operating performance and potential to contribute to long-term shareholder and fund value.

The total available pool of variable remuneration is determined by reference to the Firm's financial performance both at Firm level and at the level of each business unit, taking into account the Firm's regulatory capital and liquidity requirements, future working capital needs and any reasonably foreseeable liabilities or obligations. The valuation policies ensure that remuneration is paid out on the basis of a true reflection of the value of the performance of the Apollo-sponsored funds and Apollo globally. Individual performance is assessed by reference to both financial and non-financial criteria, including whether an individual has adhered to the Firm's internal compliance policies and procedures, demonstrated behaviours consistent with the Firm's corporate values, and contributed effectively to identifying and managing environmental, social and governance risks.

4.4 Risk adjustment

The Firm exercises discretion each year in determining variable remuneration. The Firm is able to apply in-year adjustments to reduce (including to zero) the amount of variable remuneration that would otherwise have been paid to any member of staff (including MRTs).

Variable remuneration awarded to MRTs is subject to additional adjustments. In specific circumstances where an MRT has (i) participated in or been responsible for conduct which has resulted in significant losses to the Firm and/or (ii) failed to meet appropriate standards of fitness and propriety, the Firm may take one or more

additional measures including malus (reducing the amount of variable remuneration awarded to an MRT) and/or clawback (requiring the MRT to make a payment to the Firm equal to all or some variable remuneration received within a specified time period).

The Firm ensures that any payments to MRTs relating to the termination of an employment contract reflect the individual's performance over time and do not reward failure or misconduct.

The Firm maintains policies and procedures governing its approach to risk adjustments and severance payments, including how the Firm takes into account current and future risks when adjusting remuneration.

4.5 Quantitative disclosures

Certain required disclosures have been omitted on the grounds of data privacy where the Firm considers that disclosure would be inconsistent with Apollo's obligations under the retained EU law version of the General Data Protection Regulation (EU) 2016/679 ("UK GDPR").

		Senior Management	Other MRTs	Other Staff	SUB-TOTAL	GRAND TOTAL
All Staff	Total Fixed Remuneration (£m)	1.2	1.5	0.8	3.5	13.3
	Total Variable Remuneration (£m)	5.9	3.2	0.7	9.8	
MRTs	Total Severance Payments Made (£m)			0.3		0.3
	No Of MRTs Receiving Severance Award	-	-	1	-	-
	Guaranteed variable remuneration (£m)	-	0.36	-	-	0.36
	No Of MRTs Receiving Guaranteed Variable Remuneration	-	1	-	-	1

SCHEDULE 1 OWN FUNDS ¹

Composition of regulatory own funds			
	Item	Amount (USD thousands)	Source based on reference numbers/letters of the balance sheet in the audited financial statements
1	OWN FUNDS	44,846	Total Members' interests
2	TIER 1 CAPITAL	44,846	Total Members' interests
3	COMMON EQUITY TIER 1 CAPITAL	44,846	Total Members' interests
4	Fully paid up capital instruments	4,100	Members' capital classified as equity
5	Share premium	-	
6	Retained earnings	-	
7	Accumulated other comprehensive income	40,746	Members' other interests – reserves classified as equity
8	Other reserves		
9	Adjustments to CET1 due to prudential filters	-	
10	Other funds	-	
11	(-)TOTAL DEDUCTIONS FROM COMMON EQUITY TIER 1	-	
19	CET1: Other capital elements, deductions and adjustments	-	
20	ADDITIONAL TIER 1 CAPITAL	-	
21	Fully paid up, directly issued capital instruments	-	
22	Share premium	-	
23	(-) TOTAL DEDUCTIONS FROM ADDITIONAL TIER 1	-	
24	Additional Tier 1: Other capital elements, deductions and adjustments	-	
25	TIER 2 CAPITAL	-	
26	Fully paid up, directly issued capital instruments	-	
27	Share premium	-	
28	(-) TOTAL DEDUCTIONS FROM TIER 2	-	
29	Tier 2: Other capital elements, deductions and adjustments	-	

¹ Calculated on the basis of the Firm's audited annual accounts for the year ending 2025.

Own funds: reconciliation of regulatory own funds to balance sheet in the audited financial statements		
Assets		Balance sheet as at period end (USD thousands)
1	Investment in Subsidiary	
2	Other Assets	229
3	Debtors	30,321
4	Due from affiliates	32,198
5	Cash at bank	31,815
6	Total Assets	94,562
Liabilities		Balance sheet as at period end (USD thousands)
1	Creditors	39,736
2	Total Liabilities	39,736
Shareholders' Equity		Balance sheet as at period end (USD thousands)
1	Members' capital classified as equity	4,100
2	Members' other interests – other reserves classified as equity	50,726
3	Total Shareholders' equity	54,826

Own funds: main features of own instruments issued by the firm	
• Eligible Members' Capital • Other Reserves	

SCHEDULE 2 BASIC OWN FUNDS REQUIREMENTS

	Category of requirement	Amount (USD thousands)
1	PERMANENT MINIMUM REQUIREMENT	101
2	FIXED OVERHEADS REQUIREMENT²	8,547
3	K-FACTOR REQUIREMENT	13,685
A	Sum of the Firm's: • K-AUM (assets under management); • K-CMH (client money held); and • K-ASA (client assets safeguarded and administered) requirements	13,685
B	Sum of the Firm's: • K-COH (client orders handled); and • K-DTF (daily trading flow) requirements	-
C	Sum of the Firm's: • K-NPR (net position risk); • K-CMG (clearing margin given); • K-TCD (trading counterparty default); and • K-CON (concentration risk) requirements	-
	BASIC OWN FUNDS REQUIREMENT (HIGHEST OF ROWS 1-3)	13,685

² Calculated on the basis of the Firm's audited annual accounts for the year ending 2025.