

AP Alternative Assets releases its financial results relating to the three and six months ended June 30, 2007

Guernsey, Channel Islands, August 15, 2007

AP Alternative Assets, L.P. (Euronext Amsterdam: AAA) today released its financial results for the three and six months ended June 30, 2007, after closing of trading on Euronext Amsterdam N.V.'s Eurolist by Euronext.

AAA invests its capital through, and is the sole limited partner of, AAA Investments, L.P., which is referred to as the Investment Partnership. At June 30, 2007, the Investment Partnership's investment portfolio was allocated to private equity and capital markets investments as follows: 32% in co-investments alongside Apollo Investment Fund VI, L.P. ("Apollo Investment Fund VI"); 38% in the Apollo Strategic Value Offshore Fund, Ltd. ("Apollo Strategic Value Fund"); 22% in AP Investment Europe Limited ("Apollo Investment Europe"); and 8% in Apollo Asia Opportunity Offshore Fund, Ltd. ("Apollo Asia Opportunity Fund").

Results of Operations

As of June 30, 2007, the net asset value of AAA approximated \$2,068 million, or \$21.41 per common unit. This compares to \$2,005 million, or \$20.77 per common unit, as of March 31, 2007, and \$1,917 million or \$19.86 per common unit as of December 31, 2006.

Operating results for AAA for the three and six months ended June 30, 2007, were highlighted by the following:

- Net unrealized appreciation of AAA's limited partner interests in the Investment Partnership was \$65.1 million and \$139.8 million, respectively, resulting from the increase in net assets of the Investment Partnership. This increase in net assets was primarily driven by the net underlying increase in the unrealized value of investments held by the Investment Partnership.
- Investment income was \$17.8 million and \$33.5 million, respectively, which represented interest income from cash management activities, dividend income from portfolio investments and realized gains from sales.
- Investment expense and general and administrative expenses were \$2.9 million and \$4.1 million, which included direct expenses as well as fees allocated from the Investment Partnership for professional services, fees and expenses of our Managing General Partner's board of directors and other administrative costs.
- The net increase in net assets resulting from operations was \$80.0 million and \$169.2 million, respectively.

Operating results for the Investment Partnership for the three and six months ended June 30, 2007, were highlighted by the following:

- At June 30, 2007, investments were recorded at fair value. This resulted in total net unrealized appreciation for the three and six months ended June 30, 2007, of approximately \$75.7 million and \$162.6 million, respectively. Our capital market investments appreciated in value \$33.6 million and \$76.2 million, respectively, and our private equity investments appreciated \$42.1 million and \$86.4 million in value, respectively. The unrealized appreciation from our capital market investments is due to increases in the Investment Partnership's positions in the Apollo Strategic Value Fund of

\$17.7 million and \$46.3 million, Apollo Investment Europe of \$8.9 million and \$21.6 million, and Apollo Asia Opportunity Fund of \$7.0 million and \$8.3 million, respectively.

- Investment income was \$17.8 million and \$33.9 million, respectively, which represented interest income from cash management activities, dividend income from portfolio investments and realized gains from sales.
- Expenses were \$2.2 million and \$2.7 million, respectively, which primarily relates to management fees, professional fees and other administrative costs.
- The net increase in net assets resulting from operations was \$91.4 million and \$193.8 million, respectively, for the three and six months ended June 30, 2007.

Investments

As of June 30, 2007, AAA's investments consist of \$2.1 billion invested in AAA Investments, L.P. The underlying portfolio of AAA Investments, L.P. consists of temporary investments of \$384.1 million and portfolio investments approximating \$1,704.2 million as follows:

- Investments aggregating \$1,160.6 million in Apollo-sponsored funds:
 - \$641.4 million in Apollo Strategic Value Fund
 - \$376.0 million in Apollo Investment Europe
 - \$143.2 million in Apollo Asia Opportunity Fund
- Co-investments alongside Apollo Investment Fund VI aggregating \$543.6 million as follows:
 - \$131.2 million in Realogy Corporation
 - \$62.3 million in Claire's Stores Inc.
 - \$56.6 million in Momentive Performance Materials Holdings, Inc.
 - \$54.7 million in Rexnord Corporation
 - \$43.2 million in Berry Plastics Group, Inc.
 - \$41.9 million in CEVA Logistics
 - \$41.6 million in Oceania Cruise Lines
 - \$35.4 million in Countrywide PLC
 - \$32.8 million in Smart & Final Inc.
 - \$17.1 million in Noranda Aluminum Holding Corporation
 - \$13.4 million in Verso Paper Holdings LLC
 - \$13.4 million in Jacuzzi Brands

On July 9, 2007, the Investment Partnership committed an additional \$200.0 million to the Apollo Asia Opportunity Fund for an aggregate commitment of \$400.0 million. Subsequent to June 30, 2007 and through August 10, 2007, the Investment Partnership made investments of \$83.0 million in Apollo Asia Opportunity Fund by way of partial draw downs of its aggregate commitment of which \$182.0 million is currently undrawn.

Subsequent to June 30, 2007 and through August 10, 2007, the Investment Partnership made investments totaling \$45.8 million in Apollo European Principal Finance Fund by way of partial draw downs of its aggregate commitment of \$400.0 million, of which \$354.2 million is currently undrawn.

On August 2, 2007, the Investment Partnership made an additional co-investment in CEVA Logistics for \$11.3 million.

Also subsequent to June 30, 2007, the Investment Partnership committed \$172.1 million for a co-investment in Hexion Specialty Chemicals Inc ("Hexion"). The Investment Partnership, along with Apollo Investment Fund VI, committed to purchase an interest in Hexion from related Apollo funds in connection with Hexion's acquisition of Huntsman Corporation. This will create one of the world's largest specialty chemical companies. Additional commitments may be made in the future to Hexion.

Whether these commitments will be consummated depends on the satisfaction of a number of conditions, some or all of which may not be in our control. No assurances can be made as to whether or when these commitments will be consummated, if at all.

Tax Distributions

On June 28, 2007, AAA paid a distribution of \$0.19 per unit to unitholders of record after the close of business in Amsterdam on June 11, 2007. The Partnership distributed approximately \$18.4 million on behalf of the unitholders during the quarter ended June 30, 2007 or approximately \$0.19 per common unit. The Partnership distributed approximately \$19.7 million on behalf of the unitholders during the six months ended June 30, 2007 or approximately \$0.20 per common unit.

Information for Investors – Teleconference and Webcast

The company will discuss its financial results during a conference call on Thursday, August 16, 2007, at 5:00 p.m. CET (Amsterdam) / 4:00 p.m. GMT (London) / 11:00 a.m. EST (New York). All interested parties are welcome to participate. You can access this call by dialing 20 717 6857 within The Netherlands or 31 20 717 6857 outside of The Netherlands. Please dial-in approximately 5 to 10 minutes prior to the call. When prompted, callers should reference "AAA Earnings". An archived replay of the conference call will also be available through August 31, 2007, via the company's website at www.apolloalternativeassets.com.

About AAA

AP Alternative Assets was established by Apollo and is a closed-end limited partnership established under the laws of Guernsey. Apollo is a leading private equity and capital markets investor with 17 years of experience investing across the capital structure of leveraged companies. AP Alternative Assets is managed by Apollo Alternative Assets and invests in and co-invests with Apollo's private-equity and capital-markets investment funds. For more information about AP Alternative Assets, please visit www.apolloalternativeassets.com.

Forward-Looking Statements

This press release contains forward-looking statements. Forward-looking statements involve risks and uncertainties because they relate to future events and circumstances. Such statements are based on currently available operating, financial and competitive information and are subject to various risks and uncertainties that could cause actual results and developments to differ materially from the historical experience and expressed or implied expectations of AAA. Undue reliance should not be placed on such forward-looking statements. Forward-looking statements speak only as of the date on which they are made and AAA does not undertake to update its forward-looking statements unless required by law.

Financial Schedules Follow

AP ALTERNATIVE ASSETS, L.P.
STATEMENT OF OPERATIONS (UNAUDITED)
(In thousands)

	For the Three Months ended June 30, 2007	For the Six Months ended June 30, 2007	For the Period from June 15, 2006 (Commencement of Operations) to June 30, 2006
NET INVESTMENT INCOME ALLOCATED FROM AAA INVESTMENTS, L.P.			
Interest and dividends	\$ 17,367	\$ 30,769	\$ 2,607
Net realized gains from sales	421	2,703	-
Expenses	(2,178)	(2,650)	(1,749)
	15,610	30,822	858
EXPENSES - General and administrative expenses	(768)	(1,410)	(2)
NET INVESTMENT INCOME	14,842	29,412	856
NET CHANGE IN UNREALIZED APPRECIATION OF INVESTMENT IN AAA INVESTMENTS, L.P.	65,141	139,815	1,690
NET INCREASE IN NET ASSETS RESULTING FROM OPERATIONS	\$ 79,983	\$ 169,227	\$ 2,546

AP ALTERNATIVE ASSETS, L.P.
STATEMENT OF ASSETS AND LIABILITIES
(In thousands, except per unit amounts)

	As of June 30, 2007 (Unaudited)	As of December 31, 2006
ASSETS		
Investment in AAA Investments, L.P. (cost of \$1,824,355 and \$1,822,816 at June 30, 2007 and December 31, 2006, respectively)	\$ 2,071,214	\$ 1,918,723
Other assets	600	-
TOTAL ASSETS	<u>2,071,814</u>	<u>1,918,723</u>
LIABILITIES - Accounts payable and accrued liabilities	<u>3,342</u>	<u>1,333</u>
NET ASSETS	<u>\$ 2,068,472</u>	<u>\$ 1,917,390</u>
NET ASSETS CONSIST OF:		
Partners' capital contribution, net (96,624,977 and 96,546,000 common units outstanding at June 30, 2007 and December 31, 2006, respectively)	\$ 1,824,357	\$ 1,822,818
Accumulated increase in assets resulting from operations	265,006	95,779
Accumulated partners' capital distributions	<u>(20,891)</u>	<u>(1,207)</u>
	<u>\$ 2,068,472</u>	<u>\$ 1,917,390</u>
Net asset value per common unit	<u>\$ 21.41</u>	<u>\$ 19.86</u>
Market price	<u>\$ 18.25</u>	<u>\$ 18.50</u>

AAA INVESTMENTS, L.P.
STATEMENT OF OPERATIONS (UNAUDITED)
(In thousands)

	For the Three Months ended June 30, 2007	For the Six Months ended June 30, 2007	For the Period from June 15, 2006 (Commencement of Operations) to June 30, 2006
INVESTMENT INCOME:			
Interest, dividends and gains from short- term investments	\$ 17,377	\$ 30,786	\$ 2,609
Net realized gains from sales	421	3,121	-
	17,798	33,907	2,609
EXPENSES :			
Management fees	(1,541)	(1,541)	-
General and administrative expenses	(637)	(1,110)	(1,750)
NET INVESTMENT INCOME	15,620	31,256	859
Net change in unrealized appreciation on investments	75,737	162,574	1,691
NET INCREASE IN NET ASSETS RESULTING FROM OPERATIONS	\$ 91,357	\$ 193,830	\$ 2,550

AAA INVESTMENTS, L.P.
STATEMENT OF ASSETS AND LIABILITIES
(In thousands)

	June 30, 2007 (Unaudited)	As of December 31, 2006
ASSETS:		
Investments:		
Investment in Apollo Strategic Value Offshore Fund, Ltd. at fair value (cost of \$550,000 in 2007 and 2006)	\$ 641,408	\$ 595,081
Co-investments - Apollo Investment Fund VI at fair value (cost of \$445,977 in 2007 and \$228,385 in 2006)	543,555	239,590
Investment in AP Investment Europe Limited at fair value (cost of \$339,488 in 2007 and \$238,674 in 2006)	375,968	253,549
Investment in Apollo Asia Opportunity Offshore Fund, Ltd. at fair value (cost of \$135,000 in 2007 and \$0 in 2006)	<u>143,268</u>	<u>-</u>
	1,704,199	1,088,220
Cash and cash equivalents	384,100	832,371
Other assets	<u>27,889</u>	<u>868</u>
TOTAL ASSETS	<u>2,116,188</u>	<u>1,921,459</u>
LIABILITIES:		
Accounts payable and accrued liabilities	<u>2,785</u>	<u>1,684</u>
NET ASSETS	<u>\$ 2,113,403</u>	<u>\$ 1,919,775</u>
NET ASSETS CONSIST OF:		
Partners' capital	\$ 1,822,406	\$ 1,822,608
Accumulated increase in net assets resulting from operations	<u>290,997</u>	<u>97,167</u>
	<u>\$ 2,113,403</u>	<u>\$ 1,919,775</u>