
THE CARLYLE GROUP

The Carlyle Group Announces Second Quarter 2015 Financial Results

Washington, DC, July 29, 2015 – Global alternative asset manager The Carlyle Group L.P. (NASDAQ: CG) today reported its unaudited results for the second quarter ended June 30, 2015.

Carlyle Co-CEO David M. Rubenstein said, “Once again Carlyle delivered excellent cash earnings and thus an attractive second quarter distribution for our unitholders. Our long track record across many products enables us to raise significant amounts of capital, with most of our funds hitting their hard caps.”

Carlyle Co-CEO William E. Conway, Jr. said, “Fund performance was solid at 3% appreciation for our carry funds, with Corporate Private Equity leading the way with 5% appreciation. We are deeply focused and disciplined in putting capital to work. We have successfully deployed our limited partners’ capital for 28 years, generating attractive returns across many market cycles.”

U.S. GAAP results for Q2 2015 included income before provision for income taxes of \$474 million, and net income attributable to the common unitholders through The Carlyle Group L.P. of \$31 million, or net income per common unit of \$0.34, on a diluted basis. Total balance sheet assets were \$34 billion as of June 30, 2015.

In addition to this release, Carlyle issued a full detailed presentation of its second quarter 2015 results, which can be viewed on the investor relations section of our website at ir.carlyle.com.

Distribution

The Board of Directors has declared a quarterly distribution of \$0.89 per common unit to holders of record at the close of business on August 19, 2015, payable on August 27, 2015.

Conference Call

Carlyle will host a conference call at 8:30 a.m. EDT on Wednesday, July 29, 2015 to announce its second quarter 2015 financial results.

The call may be accessed by dialing +1 (800) 850-2903 (U.S.) or +1 (253) 237-1169 (international) and referencing “The Carlyle Group Financial Results Call.” The conference call will be webcast simultaneously via a link on Carlyle’s investor relations website at ir.carlyle.com and an archived replay of the webcast also will be available on the website soon after the live call.

About The Carlyle Group

The Carlyle Group (NASDAQ: CG) is a global alternative asset manager with \$193 billion of assets under management across 128 funds and 159 fund of funds vehicles as of June 30, 2015. Carlyle's purpose is to invest wisely and create value on behalf of its investors, many of whom are public pensions. Carlyle invests across four segments – Corporate Private Equity, Real Assets, Global Market Strategies and Investment Solutions – in Africa, Asia, Australia, Europe, the Middle East, North America and South America. Carlyle has expertise in various industries, including: aerospace, defense & government services, consumer & retail, energy, financial services, healthcare, industrial, real estate, technology & business services, telecommunications & media and transportation. The Carlyle Group employs more than 1,700 people in 35 offices across six continents.

Forward Looking Statements

This press release may contain forward-looking statements within the meaning of Section 27A of the Securities Act of 1933 and Section 21E of the Securities Exchange Act of 1934. These statements include, but are not limited to, statements related to our expectations regarding the performance of our business, our financial results, our liquidity and capital resources and other non-historical statements. You can identify these forward-looking statements by the use of words such as “outlook,” “believes,” “expects,” “potential,” “continues,” “may,” “will,” “should,” “seeks,” “approximately,” “predicts,” “intends,” “plans,” “estimates,” “anticipates” or the negative version of these words or other comparable words. These statements are subject to risks, uncertainties and assumptions, including those described under the section entitled “Risk Factors” in our Annual Report on Form 10-K for the year ended December 31, 2014 filed with the SEC on February 26, 2015, as such factors may be updated from time to time in our periodic filings with the SEC, which are accessible on the SEC's website at www.sec.gov. These factors should not be construed as exhaustive and should be read in conjunction with the other cautionary statements that are included in this release and in our filings with the SEC. We undertake no obligation to publicly update or review any forward-looking statements, whether as a result of new information, future developments or otherwise, except as required by applicable law.

This release does not constitute an offer for any Carlyle fund.

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THE CARLYLE GROUP

**For Immediate Release
July 29, 2015**

The Carlyle Group Announces Second Quarter 2015 Financial Results

- **\$386 million of Distributable Earnings on a pre-tax basis for Q2 2015 and \$1.0 billion over the last twelve months; \$1.18 per common unit on a post-tax basis in Q2 2015**
- **Economic Net Income of \$180 million on a pre-tax basis and \$0.55 per Adjusted Unit on a post-tax basis, supported by 3% carry fund portfolio appreciation in Q2 2015**
- **\$4.7 billion in net new capital raised in Q2 2015 and \$20.4 billion raised over the last twelve months**
- **\$5.8 billion in realized proceeds in Q2 2015 and \$20.5 billion realized over the last twelve months**
- **\$1.6 billion in equity invested in Q2 2015 and \$8.4 billion invested over the last twelve months**
- **Declared a quarterly distribution of \$0.89 per common unit for Q2 2015**
- **U.S. GAAP net income attributable to The Carlyle Group L.P. of \$31 million, or \$0.34 per common unit on a diluted basis, for Q2 2015**

Washington, DC – Global alternative asset manager The Carlyle Group L.P. (NASDAQ: CG) today reported its unaudited results for the second quarter ended June 30, 2015.

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U.S. GAAP results for Q2 2015 included income before provision for income taxes of \$474 million, and net income attributable to the common unitholders through The Carlyle Group L.P. of \$31 million, or net income per common unit of \$0.34, on a diluted basis. Total balance sheet assets were \$34 billion as of June 30, 2015.

Second Quarter Distribution

The Board of Directors has declared a quarterly distribution of \$0.89 per common unit to holders of record at the close of business on August 19, 2015, payable on August 27, 2015.

Distribution Policy

It is Carlyle's intention to cause Carlyle Holdings to make quarterly distributions to its partners, including The Carlyle Group L.P.'s wholly owned subsidiaries, that will enable The Carlyle Group L.P. to pay a quarterly distribution of approximately 75% of Distributable Earnings per common unit, net of taxes and amounts payable under the tax receivable agreement, for the quarter. Carlyle's general partner may adjust the distribution for amounts determined to be necessary or appropriate to provide for the conduct of its business, to make appropriate investments in its business and its funds or to comply with applicable law or any of its financing agreements, or to provide for future cash requirements such as tax-related payments, clawback obligations and distributions to unitholders for any ensuing quarter. The amount to be distributed could also be adjusted upward in any one quarter. The declaration and payment of any distributions is at the sole discretion of Carlyle's general partner, which may change or eliminate the distribution policy at any time.

Performance Metrics

Carlyle evaluates the underlying performance of its business on four key metrics: funds raised, equity invested, carry fund returns and realized proceeds for fund investors. The table below highlights the results of these metrics for Q2 2015, year-to-date (YTD) and for the last twelve months (LTM)¹.

Funds Raised		Equity Invested	
Q2	\$4.7 billion	Q2	\$1.6 billion
	YTD: \$9.1 bn		LTM: \$8.4 bn
	LTM: \$20.4 bn		YTD: \$3.1 bn
Realized Proceeds		Carry Fund Returns	
Q2	\$5.8 billion	Q2	3%
	YTD: \$10.3 bn		YTD: 9%
	LTM: \$20.5 bn		LTM: 13%

Note: Equity Invested and Realized Proceeds reflect carry funds only.

During Q2 2015, within its carry funds, Carlyle generated realized proceeds of \$5.8 billion from 150 investments across 37 carry funds. Carlyle invested \$1.6 billion of equity in 109 new or follow-on investments across 30 carry funds in Q2 2015. On an LTM basis, Carlyle realized proceeds of \$20.5 billion and invested \$8.4 billion.

Segment (Carry Funds Only)	Realized Proceeds			Equity Invested			
	# of Investments	# of Funds	\$ millions	# of Investments	# of Funds	\$ millions	
Q2	Corporate Private Equity	49	19	\$4,524	17	13	\$908
	Global Market Strategies	22	5	\$130	3	3	\$35
	Real Assets	81	13	\$1,142	90	14	\$649
	Carlyle	150	37	\$5,797	109	30	\$1,592
2015	Corporate Private Equity	61	20	\$7,853	32	17	\$1,746
	Global Market Strategies	29	5	\$348	4	3	\$87
	Real Assets	104	14	\$2,137	131	17	\$1,224
	Carlyle	191	39	\$10,338	166	37	\$3,056

Note: The columns may not sum as some investments cross segment lines, but are only counted one time for Carlyle results.

¹ LTM, or last twelve months, refers to the period Q3 2014 through Q2 2015. Prior LTM, or the prior rolling 12-month period, refers to the period Q3 2013 through Q2 2014.

Carlyle All Segment Results

- **Distributable Earnings (DE): \$386 million for Q2 2015 and \$1.0 billion on an LTM basis**
 - **Distributable Earnings** were \$386 million for Q2 2015, or \$1.18 per common unit on a post-tax basis. DE was \$1.0 billion on an LTM basis, 1% lower than the prior rolling 12-month period.
 - **Fee-Related Earnings (FRE)** were \$47 million for Q2 2015 compared to \$80 million for Q2 2014. The decline versus Q2 2014 was primarily due to a decrease in fee revenues of \$35 million, which was attributable to a decrease in transaction fee revenue of \$28 million and lower hedge fund management fees, which were partially offset by catch-up management fees that were \$9 million higher than Q2 2014. FRE was \$228 million on an LTM basis, 14% higher than the prior rolling 12-month period, and was positively impacted by higher management fees in Corporate Private Equity and Real Assets, consistent cash compensation expense levels and modest operating expense growth.
 - **Realized Net Performance Fees** were \$333 million for Q2 2015 compared to \$231 million for Q2 2014. For Q2 2015, realized net performance fees were positively impacted by exits in Axalta, CommScope, Nielsen, Haier Electronics, and Metrologic Group, among others, as well as several U.S. Real Estate investments.
 - **Realized Investment Income** was \$6 million in Q2 2015, with \$9 million attributable to realized gains on balance sheet investments, offset by a \$(3) million realized loss for Urbplan Desenvolvimento Urbano S.A. (“Urbplan”).
- **Economic Net Income (ENI): \$180 million for Q2 2015 and \$814 million on an LTM basis**
 - Q2 2015 ENI was primarily driven by net performance fees in Corporate Private Equity. On a post-tax basis, Carlyle generated ENI per Adjusted Unit of \$0.55 for Q2 2015. On an LTM basis, ENI of \$814 million was 40% lower than the prior LTM.
 - Q2 2015 overall carry fund appreciation was 3%. Corporate Private Equity carry funds appreciated by 5%, Global Market Strategies carry funds appreciated by 2% and Real Assets carry funds were unchanged compared to the end of Q1 2015. Total carry fund appreciation was 13% on an LTM basis.

The Carlyle Group L.P. - All Segments	Quarter					LTM	% Change		
<i>\$ in millions, except per unit data and where noted</i>	Q2 2014	Q3 2014	Q4 2014	Q1 2015	Q2 2015	Q3 14 - Q2 15	QoQ	YoY	LTM
Revenues	900	577	649	885	663	2,773	(25)%	(26)%	(27)%
Expenses	611	396	468	612	484	1,960	(21)%	(21)%	(20)%
Economic Net Income	289	181	181	273	180	814	(34)%	(38)%	(40)%
Fee-Related Earnings	80	62	67	51	47	228	(8)%	(41)%	14%
Net Performance Fees	233	139	138	282	149	709	(47)%	(36)%	(44)%
Realized Net Performance Fees	231	98	264	178	333	873	86%	44%	11%
Distributable Earnings	323	157	311	148	386	1,001	162%	20%	(1)%
Distributable Earnings per common unit (after taxes)	\$0.93	\$0.44	\$0.91	\$0.43	\$1.18				
Distribution per common unit	\$0.16	\$0.16	\$1.61	\$0.33	\$0.89				
Total Assets Under Management (\$ in billions)	202.7	202.6	194.5	192.7	192.8		0%	(5)%	(5)%
Fee-Earning Assets Under Management (\$ in billions)	145.6	140.2	135.6	129.4	130.0		0%	(11)%	(11)%

Note: Totals may not sum due to rounding.

Carry Fund Performance and Net Accrued Performance Fees

The Carlyle Group carry fund valuations increased 3% during the second quarter of 2015. Over the past twelve months, Carlyle's carry fund portfolio valuation increased 13%. Carlyle's public portfolio appreciated 3% during Q2 2015, and its private portfolio also appreciated 3%. Carlyle's portfolio was positively impacted by continued appreciation in Carlyle Partners V, Carlyle Europe Partners III, Carlyle Realty Partners VI and Carlyle Global Financial Services Partners I, as well as strong appreciation across our entire growth platform. This was partially offset by depreciation in our Legacy Energy funds and NGP X due to volatility in global energy markets and lower commodity prices.

As of Q2 2015, net accrued performance fees of \$1.6 billion were down from \$1.8 billion at the end of Q1 2015 due to strong exit activity, largely in Corporate Private Equity, and a high level of realized performance fees. As of Q2 2015, energy-related net accrued performance fees across Natural Resources, Legacy Energy and Global Market Strategies were \$(7) million, representing less than 1% of total firm net accrued performance fees.

Fund Valuations (\$ in millions)	2013			2014				2015		Net Accrued Performance Fees
	Q2	Q3	Q4	Q1	Q2	Q3	Q4	Q1	Q2	Q2 2015
Overall Carry Fund Appreciation ^(1,2)	3%	4%	6%	6%	5%	3%	1%	6%	3%	
Corporate Private Equity ⁽³⁾	5%	5%	9%	8%	5%	3%	7%	8%	5%	\$1,405
Buyout	5%	5%	9%	8%	5%	3%	7%	9%	4%	\$1,298
Growth Capital	2%	7%	20%	0%	13%	8%	1%	3%	11%	\$107
Real Assets ⁽³⁾	(2)%	1%	(1)%	2%	3%	2%	(8)%	2%	0%	\$110
Real Estate	(1)%	3%	0%	2%	4%	4%	8%	11%	4%	\$146
Natural Resources ⁽⁴⁾						3%	(8)%	1%	0%	\$18
Legacy Energy	(3)%	0%	(3)%	1%	2%	0%	(17)%	(3)%	(3)%	\$(54)
Global Market Strategies Carry Funds ⁽³⁾	8%	2%	10%	3%	12%	6%	(2)%	3%	2%	\$83
Non-Carry Fund / Other ⁽⁵⁾										\$34
Net Accrued Performance Fees										\$1,632

(1) Appreciation/(Depreciation) represents unrealized gain/(loss) for the period on a total return basis before fees and expenses. The percentage of return is calculated as: ending remaining investment fair market value plus net investment outflow (sales proceeds minus net purchases) minus beginning remaining investment fair market value divided by beginning remaining investment fair market value. Fund only, does not include co-investment.

(2) Carlyle's "carry funds" refer to (i) those investment funds that we advise, including the buyout funds, growth capital funds, real estate funds, infrastructure funds, certain energy funds and opportunistic credit, distressed debt and mezzanine funds (but excluding our structured credit/other structured product funds, hedge funds, business development companies, mutual fund, and fund of funds vehicles), where we receive a special residual allocation of income, which we refer to as a carried interest, in the event that specified investment returns are achieved by the fund and (ii) those investment funds advised by NGP from which we are entitled to receive a carried interest.

(3) We generally earn performance fees (or carried interest) from our carry funds representing a 20% allocation of profits generated on third-party capital after returning the invested capital, the allocation of preferred returns of generally 8% or 9% and return of certain fund costs. Our net interest in the performance fees after allocations to our investment professionals or other parties varies based on each fund. For our Corporate Private Equity, Global Market Strategies, Real Estate and Natural Resources carry funds (excluding NGP) our net interest in performance fees is generally 55%. Our net interest in the performance fees from our NGP carry funds ranges from 40% to 47.5%. Our net interest in the performance fees from our Legacy Energy carry funds generally ranges from 16% to 40%, with a weighted average of 20% based on remaining fair value invested.

(4) Natural Resources is comprised of NGP, infrastructure, power, and international energy funds.

(5) Includes structured credit/other structured product funds, hedge funds, business development companies, mutual fund, and fund of funds vehicles.

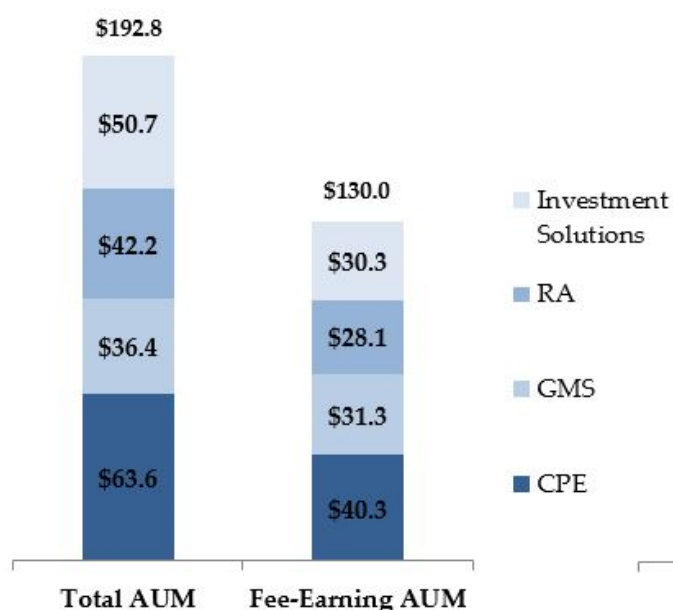
Assets Under Management and Remaining Fair Value of Capital

- **Total Assets Under Management: \$192.8 billion as of Q2 2015 (-5% LTM)**
 - Major drivers of change versus Q1 2015: New capital commitments (+\$4.5 billion), market appreciation (+\$2.8 billion) and foreign exchange increases (+\$2.2 billion), offset by net distributions (-\$8.9 billion) and net redemptions (-\$0.7 billion).
 - **Total Dry Powder of \$62.8 billion as of Q2 2015**, comprised of \$26.0 billion in Corporate Private Equity, \$3.6 billion in Global Market Strategies, \$17.0 billion in Real Assets and \$16.2 billion in Investment Solutions.

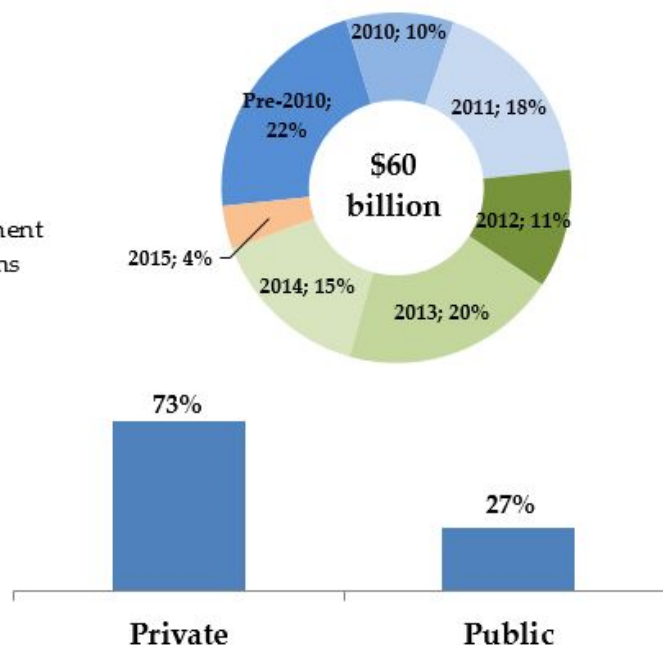
- **Fee-Earning Assets Under Management: \$130.0 billion as of Q2 2015 (-11% LTM)**
 - As of Q2 2015, there was \$11.5 billion of recently raised capital for which we have not yet commenced charging management fees that will increase Fee-Earning AUM as capital is deployed or as funds turn on, largely over the next several quarters.
 - Over the LTM, the impact of foreign exchange on our non-U.S. dollar denominated funds has negatively impacted Fee-Earning AUM by \$8.3 billion, or more than 50% of the total year-over-year change.
 - Major drivers of change versus Q1 2015: Inflows, including fee-paying commitments (+\$4.4 billion) and foreign exchange increases (+\$1.6 billion) offset by net distributions and outflows (-\$4.2 billion) and net redemptions (-\$0.7 billion).
 - Fee-Earning AUM was positively impacted during the second quarter by commitments in Carlyle's latest vintage Europe buyout fund and U.S. Real Estate fund, new CLOs and other structured products and several Investment Solutions vehicles, in addition to increases from foreign exchange in our Euro-denominated funds.

- **Remaining Fair Value of Capital (carry funds only) as of Q2 2015: \$60.2 billion**
 - Current Multiple of Invested Capital (MOIC) of remaining fair value of capital: 1.3x.
 - Total Fair Value derived from investments made in 2010 or earlier: 32%.
 - AUM in-carry ratio as of the end of Q2 2015: 53%. The decline versus the prior quarter primarily is due to the NGP X fund moving out of an accrued carry position, partially offset by our latest vintage Asia growth and financial services funds moving into carry.

Assets Under Management (\$ billion)



Remaining Fair Value ⁽¹⁾



Note: Data as of June 30, 2015. (1) Fair value of remaining carry fund capital in the ground, by vintage. Totals may not sum due to rounding.

Non-GAAP Operating Results

Carlyle's non-GAAP results for Q2 2015 are provided in the table below:

Carlyle Group Summary

\$ in millions, except unit and per unit amounts

Economic Net Income	Q2 2015
Economic Net Income (pre-tax)	\$ 179.6
Less (Add): Provision (Benefit) for income taxes ⁽¹⁾	(0.6)
Economic Net Income, After Taxes	\$ 180.2
Adjusted Units (in millions) ⁽²⁾	328.1
Economic Net Income, After Taxes per Adjusted Unit	\$ 0.55
Distributable Earnings	
Distributable Earnings	\$ 386.1
Less: Estimated foreign, state, and local taxes ⁽³⁾	5.2
Distributable Earnings, After Taxes	\$ 380.9
<i>Allocating Distributable Earnings for only public unitholders of The Carlyle Group L.P.</i>	
Distributable Earnings to The Carlyle Group L.P.	\$ 94.3
Less: Estimated current corporate income taxes ⁽⁴⁾	—
Distributable Earnings to The Carlyle Group L.P. net of corporate income taxes	\$ 94.3
Units in public float (in millions) ⁽⁵⁾	80.2
Distributable Earnings, net, per The Carlyle Group L.P. common unit outstanding	\$ 1.18

(1) Represents the implied benefit for income taxes that was calculated using a similar methodology as that used in calculating the tax provision for The Carlyle Group L.P., without any reduction for non-controlling interests.

(2) For information regarding our calculation of Adjusted Units, please see page 31.

(3) Represents the implied provision for current income taxes that was calculated using a similar methodology as that used in calculating the current tax provision for The Carlyle Group L.P., without any reduction for non-controlling interests.

(4) Represents current corporate income taxes payable upon Distributable Earnings allocated to Carlyle Holdings I GP Inc. and estimated current Tax Receivable Agreement payments owed.

(5) Includes 1,783,446 common units that we estimate will be issued in August 2015 in connection with the vesting of deferred restricted common units. These newly issued units are included in this calculation because they will participate in the unitholder distribution that will be paid in August 2015.

Corporate Private Equity (CPE)

Funds Raised		Equity Invested		Realized Proceeds		Carry Fund Returns	
Q2	\$1.9 billion	Q2	\$0.9 billion	Q2	\$4.5 billion	Q2	5%
YTD: \$3.6 bn	LTM: \$7.8 bn	YTD: \$1.7 bn	LTM: \$4.8 bn	YTD: \$7.9 bn	LTM: \$15.3 bn	YTD: 13%	LTM: 23%

- **Distributable Earnings (DE): \$345 million for Q2 2015 and \$919 million on an LTM basis, 23% higher than the prior LTM.** The following components impacted DE in Q2 2015:
 - **Fee-Related Earnings** were \$38 million in Q2 2015 and \$131 million on an LTM basis, compared to \$45 million in Q2 2014. The decline in Q2 2015 was driven by lower transaction fees of \$1 million in Q2 2015 compared to \$29 million in Q2 2014, which was partially offset by catch-up management fees that were \$10 million higher compared to Q2 2014 and cash compensation expense that was \$10 million lower compared to Q2 2014.
 - **Realized Net Performance Fees** were \$299 million for Q2 2015 and \$763 million on an LTM basis, compared to \$215 million for Q2 2014. Carlyle Partners IV, Carlyle Partners V and Carlyle Europe Partners III generated the majority of the realized net performance fees in Q2 2015.

- **Economic Net Income (ENI): \$178 million for Q2 2015 and \$863 million on an LTM basis, 27% lower than the prior LTM.** The LTM decline relative to the prior LTM was due to several significant funds, including Carlyle Europe Partners III and Carlyle Asia Partners III, moving into an accrued carry position during Q4 2013, resulting in a cumulative catch-up of performance fees earned as of such date.
 - CPE carry fund valuations increased 5% in Q2 2015 and 23% on an LTM basis, in line with an increase of 5% for Q2 2014.
 - **Net Performance Fees** were \$147 million for Q2 2015 and \$752 million on an LTM basis, compared to \$167 million for Q2 2014.

- **Total Assets Under Management (AUM): \$63.6 billion as of Q2 2015 (-1% LTM).**
 - **Funds Raised** in Q2 2015 of \$1.9 billion include additional closings of our latest vintage Europe and Japan buyout funds, our second U.S. mid-market buyout fund, and our latest Europe technology fund.
 - **Fee-Earning Assets Under Management** were \$40.3 billion as of Q2 2015, up 2% versus Q1 2015. Major drivers of change versus Q1 2015: inflows, including fee-paying commitments (+\$1.9 billion) and an increase in foreign exchange (+\$0.2 billion), offset by \$1.1 billion in outflows, including distributions and basis step downs.

Corporate Private Equity	Quarter					LTM	% Change		
<i>\$ in millions, except per unit data and where noted</i>	Q2 2014	Q3 2014	Q4 2014	Q1 2015	Q2 2015	Q3 14 - Q2 15	QoQ	YoY	LTM
Economic Net Income	208	159	236	289	178	863	(38)%	(14)%	(27)%
Fee-Related Earnings	45	38	33	22	38	131	69%	(16)%	89%
Net Performance Fees	167	124	208	274	147	752	(46)%	(12)%	(31)%
Realized Net Performance Fees	215	72	223	169	299	763	77%	39%	15%
Distributable Earnings	262	117	263	194	345	919	78%	32%	23%
Total Assets Under Management (\$ in billions)	64.5	63.6	64.7	64.0	63.6		(1)%	(1)%	(1)%
Fee-Earning Assets Under Management (\$ in billions)	43.0	42.0	40.2	39.4	40.3		2%	(6)%	(6)%

Note: Totals may not sum due to rounding.

Global Market Strategies (GMS)

Funds Raised		Equity Invested		Realized Proceeds		Carry Fund Returns	
Q2	\$1.2 billion	Q2	\$0.0 billion	Q2	\$0.1 billion	Q2	2%
YTD: \$1.6 bn	LTM: \$4.5 bn	YTD: \$0.1 bn	LTM: \$0.4 bn	YTD: \$0.3 bn	LTM: \$0.9 bn	YTD: 5%	LTM: 8%

Note: Funds Raised excludes acquisitions, but includes hedge funds, mutual fund and CLOs/other structured products. Equity Invested and Realized Proceeds are for carry funds only.

- **Distributable Earnings (DE): \$4 million for Q2 2015 and \$59 million on an LTM basis, 65% lower than the prior LTM.** The decline in LTM Distributable Earnings compared to the prior LTM period is largely attributable to a decline in hedge fund related realized net performance fees. The following components impacted DE in Q2 2015.
 - **Fee-Related Earnings** were \$(2) million in Q2 2015 and \$34 million on an LTM basis, compared to \$17 million in Q2 2014. The decline in Q2 2015 relative to Q2 2014 was driven by lower management fees from our hedge fund partnerships, resulting primarily from a reduction in AUM in our credit hedge funds. In addition, we incurred \$9 million of direct fundraising costs in Q2 2015 for our second energy mezzanine fund, which has raised over \$2 billion by Q2 2015, but for which we have not yet commenced management fees.
 - **Realized Net Performance Fees** were \$5 million for Q2 2015 and \$17 million on an LTM basis, compared to \$4 million for Q2 2014. Realized net performance fees during these periods were driven primarily by incentive fees earned on our structure credit products.
 - **Realized Investment Income** was \$1 million for Q2 2015 and \$9 million on an LTM basis.

- **Economic Net Income (ENI): Break-even for Q2 2015 and \$24 million on an LTM basis, 86% lower than the prior LTM.**
 - GMS carry fund valuations increased 2% in Q2 2015, as compared to 12% appreciation in Q2 2014. The asset-weighted hedge fund performance of our reported funds was (4.3)% in Q2 2015.
 - **Net Performance Fees** of \$6 million for Q2 2015 and \$11 million on an LTM basis, compared to \$28 million for Q2 2014. Relative to Q2 2014, net performance fees in Q2 2015 declined primarily as a result of lower appreciation in GMS carry funds compared to Q2 2014.

- **Total Assets Under Management (AUM): \$36.4 billion as of Q2 2015 (-5% LTM).**
 - Fee-Earning AUM of \$31.3 billion decreased 2% versus Q1 2015 and 12% versus Q2 2014.
 - Total hedge fund AUM ended Q2 2015 at \$10.2 billion, versus \$11.3 billion at Q1 2015 and \$15.0 billion at Q2 2014. Credit hedge fund AUM has continued to decline due to net redemptions since 2014 as well as fund depreciation.
 - GMS carry fund AUM ended Q2 2015 at \$6.1 billion.
 - Total structured credit/other structured product fund AUM ended Q2 2015 at \$18.9 billion.

Global Market Strategies	Quarter					LTM	% Change		
<i>\$ in millions, except per unit data and where noted</i>	Q2 2014	Q3 2014	Q4 2014	Q1 2015	Q2 2015	Q3 14 - Q2 15	QoQ	YoY	LTM
Economic Net Income	44	1	13	10	0	24	(100)%	(100)%	(86)%
Fee-Related Earnings	17	14	18	5	(2)	34	NM	NM	(53)%
Net Performance Fees	28	(8)	1	13	6	11	(51)%	(78)%	(88)%
Realized Net Performance Fees	4	5	5	2	5	17	96%	7%	(82)%
Distributable Earnings	22	23	24	9	4	59	(53)%	(82)%	(65)%
Total Assets Under Management (\$ in billions)	38.2	38.9	36.7	36.3	36.4		0%	(5)%	(5)%
Fee-Earning Assets Under Management (\$ in billions)	35.4	34.8	33.9	32.0	31.3		(2)%	(12)%	(12)%
Funds Raised, excluding hedge funds (\$ in billions)	1.7	1.4	1.2	2.5	1.8	6.9	(30)%	5%	5%
Hedge Fund Net Inflows (\$ in billions)	0.5	0.3	(0.1)	(2.1)	(0.6)	(2.4)	72%	NM	NM

Note: Totals may not sum due to rounding.

Real Assets

Funds Raised		Equity Invested		Realized Proceeds		Carry Fund Returns	
Q2	\$0.6 billion	Q2	\$0.6 billion	Q2	\$1.1 billion	Q2	0%
YTD: \$2.7 bn	LTM: \$7.5 bn	YTD: \$1.2 bn	LTM: \$3.1 bn	YTD: \$2.1 bn	LTM: \$4.3 bn	YTD: 3%	LTM: (3)%

Note: Funds Raised excludes acquisitions. Equity Invested and Realized Proceeds are for carry funds only.

- **Distributable Earnings (DE): \$37 million for Q2 2015 and, excluding the impact of the Q1 2015 French tax judgment, \$74 million on an LTM basis.** The following components impacted DE in Q2 2015.
 - **Fee-Related Earnings** were \$12 million in Q2 2015 and \$43 million on an LTM basis, compared to \$9 million in Q2 2014. The increase in Q2 2015 is due primarily to lower cash compensation expense relative to Q2 2014.
 - **Realized Net Performance Fees** were \$28 million for Q2 2015 and \$84 million on an LTM basis, compared to \$9 million of realized net performance fees for Q2 2014. Carlyle Realty Partners VI generated the majority of realized net performance fees in Q2 2015, whereas our Legacy Energy funds generated substantially all of the realized net performance fees in Q2 2014.
 - **Realized Investment (Loss)** was \$(3) million for Q2 2015 and, excluding the impact of the Q1 2015 French tax judgment of \$(80) million, was \$(53) million on an LTM basis. The loss in Q2 2015 is largely attributable to a \$(3) million realized investment loss in Urbplan.

- **Economic Net Income/(Loss) (ENI): \$1 million for Q2 2015 and, excluding the impact of the Q1 2015 French tax judgment, \$(63) million on an LTM basis and \$(2) million for the prior LTM.**
 - Real Assets carry fund valuations were unchanged in Q2 2015, lower than the 3% appreciation in Q2 2014.
 - **Net Performance Fees** were \$(7) million for Q2 2015 and \$(68) million on an LTM basis, compared to \$33 million for Q2 2014. The Q2 2015 performance was positively impacted by real estate (+\$14.0 million) and offset by Legacy Energy (-\$21.2 million).
 - **Investment Income** of \$3 million for Q2 2015 is primarily attributable to unrealized gains across our Real Estate funds.

- **Total Assets Under Management (AUM): \$42.2 billion for Q2 2015 (-3% LTM).**
 - **Funds Raised** in Q2 2015 of \$0.6 billion were driven largely by closings in our latest vintage U.S. Real Estate and power funds.
 - **Fee-Earning AUM** of \$28.1 billion in Q2 2015 increased by 2% versus Q1 2015 and 1% versus Q2 2014. Fee-Earning AUM excludes \$4.4 billion of funds raised for NGP XI and NGP GAP, which will be included in Fee-Earning AUM as assets are invested or respective funds are turned on. Major drivers of change versus Q1 2015: inflows, including fee-paying commitments (+\$1.0 billion) and partially offset by outflows, including distributions (-\$0.6 billion).

Real Assets	Quarter					LTM	% Change		
	Q2 2014	Q3 2014	Q4 2014	Q1 2015	Q2 2015	Q3 14 - Q2 15	QoQ	YoY	LTM
<i>\$ in millions, except per unit data and where noted</i>									
Economic Net Income (Loss)	23	11	(76)	(33)	1	(98)	103%	(96)%	(67)%
Economic Net Income (excluding French tax)	34	11	(76)	1	1	(63)	(17)%	(97)%	NM
Fee-Related Earnings	9	3	10	19	12	43	(38)%	27%	131%
Net Performance Fees	33	20	(72)	(9)	(7)	(68)	21%	NM	NM
Realized Net Performance Fees	9	19	31	6	28	84	381%	219%	344%
Distributable Earnings	26	8	12	(62)	37	(6)	159%	40%	NM
Distributable Earnings (excluding French tax)	26	8	12	18	37	74	101%	40%	99%
Total Assets Under Management (\$ in billions)	43.3	45.8	42.3	42.9	42.2		(2)%	(3)%	(3)%
Fee-Earning Assets Under Management (\$ in billions)	27.9	28.2	28.4	27.6	28.1		2%	1%	1%

Note: Totals may not sum due to rounding.

Investment Solutions

- **Distributable Earnings (DE) was break-even for Q2 2015 and \$29 million on an LTM basis, 45% lower than the prior LTM.**
 - **Fee-Related Earnings** was break-even in Q2 2015 and \$20 million on an LTM basis, compared to \$9 million in Q2 2014. The decrease in Q2 2015 relative to Q2 2014 was largely attributable to foreign currency impacts on management fees and reductions in Fee-Earning Assets Under Management caused by redemptions and realizations, partially offset by lower compensation.
 - **Realized Net Performance Fees** were \$1 million for Q2 2015 and \$9 million on an LTM basis, compared to \$3 million for Q2 2014.

- **Economic Net Income (ENI) was break-even for Q2 2015 and \$25 million on an LTM basis, compared to \$14 million in Q2 2014.**
 - **Net Performance Fees** were \$3 million for Q2 2015 and \$13 million on an LTM basis, compared to \$6 million in Q2 2014.

- **Total Assets Under Management (AUM): \$50.7 billion for Q2 2015 (-11% LTM).**
 - Total AUM declined 11% from Q2 2014 due to distributions of \$10.5 billion, negative foreign exchange impact of \$8.0 billion, and net redemptions of \$1.0 billion, partially offset by \$10.6 billion in market appreciation and \$3.2 billion in new commitments.

- **Fee-Earning AUM** of \$30.3 billion in Q2 2015 was in line versus Q1 2015 and down 23% compared to Q2 2014. Major drivers of change versus Q1 2015: Inflows including fee-paying commitments (+\$1.6 billion) and an increase in foreign exchange (+\$1.0 billion), offset by outflows including distributions and basis step downs (-\$2.5 billion) and net redemptions (-\$0.1 billion).

Investment Solutions	Quarter					LTM	% Change		
<i>\$ in millions, except per unit data and where noted</i>	Q2 2014	Q3 2014	Q4 2014	Q1 2015	Q2 2015	Q3 14 - Q2 15	QoQ	YoY	LTM
Economic Net Income	14	10	7	8	0	25	(95)%	(97)%	(54)%
Fee-Related Earnings	9	8	6	6	0	20	NM	NM	(52)%
Net Performance Fees	6	4	2	4	3	13	(26)%	(50)%	(18)%
Realized Net Performance Fees	3	2	5	1	1	9	(58)%	(83)%	(19)%
Distributable Earnings	12	9	12	7	0	29	(94)%	(97)%	(45)%
Total Assets Under Management (\$ in billions)	56.7	54.3	50.8	49.4	50.7		3%	(11)%	(11)%
Fee-Earning Assets Under Management (\$ in billions)	39.4	35.3	33.1	30.5	30.3		(1)%	(23)%	(23)%

Note: Totals may not sum due to rounding.

Balance Sheet Highlights

The amounts presented below exclude the effect of U.S. GAAP consolidation eliminations on investments and accrued performance fees, as well as cash and debt associated with Carlyle's consolidated funds. All data is as of June 30, 2015.

- Cash and Cash Equivalents of \$1.2 billion.
- On-balance sheet investments attributable to unitholders of \$386 million, excluding the equity investment by Carlyle in NGP Energy Capital Management.
- Net accrued performance fees attributable to unitholders of \$1.6 billion. These performance fees are comprised of \$3.5 billion of gross accrued performance fees, less \$0.2 billion in accrued giveback obligation and \$1.7 billion in accrued performance fee compensation and non-controlling interest.
- Loans payable and senior notes totaling \$1.1 billion.

Conference Call

Carlyle will host a conference call at 8:30 a.m. EDT on Wednesday, July 29, 2015 to announce its second quarter 2015 financial results.

The call may be accessed by dialing +1 (800) 850-2903 (U.S.) or +1 (253) 237-1169 (international) and referencing "The Carlyle Group Financial Results Call." The conference call will be webcast simultaneously via a link on Carlyle's investor relations website at ir.carlyle.com and an archived replay of the webcast also will be available on the website soon after the live call.

About The Carlyle Group

The Carlyle Group (NASDAQ: CG) is a global alternative asset manager with \$193 billion of assets under management across 128 funds and 159 fund of funds vehicles as of June 30, 2015. Carlyle's purpose is to invest wisely and create value on behalf of its investors, many of whom are public pensions. Carlyle invests across four segments – Corporate Private Equity, Real Assets, Global Market Strategies and Investment Solutions – in Africa, Asia, Australia, Europe, the Middle East, North America and South America. Carlyle has expertise in various industries, including: aerospace, defense & government services, consumer & retail, energy, financial services, healthcare, industrial, real estate, technology & business services, telecommunications & media and transportation. The Carlyle Group employs more than 1,700 people in 35 offices across six continents.

Web: www.carlyle.com

Videos: www.youtube.com/onecarlyle

Tweets: www.twitter.com/onecarlyle

Podcasts: www.carlyle.com/about-carlyle/market-commentary

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Forward Looking Statements

This press release may contain forward-looking statements within the meaning of Section 27A of the Securities Act of 1933 and Section 21E of the Securities Exchange Act of 1934. These statements include, but are not limited to, statements related to our expectations regarding the performance of our business, our financial results, our liquidity and capital resources and other non-historical statements. You can identify these forward-looking statements by the use of words such as “outlook,” “believes,” “expects,” “potential,” “continues,” “may,” “will,” “should,” “seeks,” “approximately,” “predicts,” “intends,” “plans,” “estimates,” “anticipates” or the negative version of these words or other comparable words. These statements are subject to risks, uncertainties and assumptions, including those described under the section entitled “Risk Factors” in our Annual Report on Form 10-K for the year ended December 31, 2014 filed with the SEC on February 26, 2015, as such factors may be updated from time to time in our periodic filings with the SEC, which are accessible on the SEC’s website at www.sec.gov. These factors should not be construed as exhaustive and should be read in conjunction with the other cautionary statements that are included in this release and in our filings with the SEC. We undertake no obligation to publicly update or review any forward-looking statements, whether as a result of new information, future developments or otherwise, except as required by applicable law.

This release does not constitute an offer for any Carlyle fund.

The Carlyle Group L.P.
GAAP Statement of Operations (Unaudited)

	Three Months Ended		Six Months Ended	
	Jun 30, 2014	Jun 30, 2015	Jun 30, 2014	Jun 30, 2015
(Dollars in millions, except unit and per unit data)				
Revenues				
Fund management fees	\$ 317.3	\$ 282.3	\$ 577.6	\$ 551.8
Performance fees				
Realized	415.6	595.0	667.0	921.8
Unrealized	126.8	(300.1)	495.9	(53.9)
Total performance fees	542.4	294.9	1,162.9	867.9
Investment income (loss)				
Realized	29.9	2.8	29.9	11.7
Unrealized	(6.2)	6.4	(0.1)	4.3
Total investment income (loss)	23.7	9.2	29.8	16.0
Interest and other income	3.7	4.9	7.5	10.9
Interest and other income of Consolidated Funds	243.7	257.0	494.4	483.3
Revenue of a consolidated real estate VIE	8.0	7.8	14.0	63.0
Total revenues	1,138.8	856.1	2,286.2	1,992.9
Expenses				
Compensation and benefits				
Base compensation	220.5	128.6	425.1	308.7
Equity-based compensation	109.0	114.3	183.2	204.2
Performance fee related				
Realized	181.2	263.5	289.9	406.5
Unrealized	109.0	(91.8)	330.6	81.9
Total compensation and benefits	619.7	414.6	1,228.8	1,001.3
General, administrative and other expenses	118.7	132.8	253.0	249.6
Interest	14.5	14.5	26.7	29.1
Interest and other expenses of Consolidated Funds	252.3	257.0	516.3	494.8
Interest and other expenses of a consolidated real estate VIE	42.0	27.6	91.2	97.6
Other non-operating expense (income)	(4.6)	(2.9)	25.6	(1.8)
Total expenses	1,042.6	843.6	2,141.6	1,870.6
Other income				
Net investment gains of Consolidated Funds	445.0	461.6	869.0	967.1
Income before provision for income taxes	541.2	474.1	1,013.6	1,089.4
Provision for income taxes	53.8	6.0	69.8	16.5
Net income	487.4	468.1	943.8	1,072.9
Net income attributable to non-controlling interests in consolidated entities	369.7	370.8	694.2	809.9
Net income attributable to Carlyle Holdings	117.7	97.3	249.6	263.0
Net income attributable to non-controlling interests in Carlyle Holdings	98.2	66.7	205.5	192.9
Net income attributable to The Carlyle Group L.P.	\$ 19.5	\$ 30.6	\$ 44.1	\$ 70.1
Net income attributable to The Carlyle Group L.P. per common unit				
Basic ⁽¹⁾	\$ 0.30	\$ 0.42	\$ 0.74	\$ 0.99
Diluted ^{(2) (3)}	\$ 0.27	\$ 0.34	\$ 0.66	\$ 0.85
Weighted-average common units				
Basic	65,138,793	71,781,981	58,855,013	69,744,646
Diluted	70,677,702	306,629,008	65,170,359	303,073,361

(1) Excluded from net income attributable to The Carlyle Group L.P. was approximately \$0.2 million and \$0.3 million that was allocable to participating securities under the two-class method for the three months ended June 30, 2014 and 2015, respectively, and \$0.8 million and \$0.8 million for the six months ended June 30, 2014 and 2015, respectively.

(2) Excluded from net income attributable to The Carlyle Group L.P. was approximately \$0.2 million and \$0.5 million that was allocable to participating securities under the two-class method for the three months ended June 30, 2014 and 2015, respectively, and \$0.8 million and \$1.8 million for the six months ended June 30, 2014 and 2015, respectively.

(3) Included in net income attributable to The Carlyle Group L.P. per common unit on a fully diluted basis is incremental net income from the assumed exchange of Carlyle Holdings partnership units of \$73.9 million and \$188.3 million for the three months and six months ended June 30, 2015, respectively.

Total Segment Information (Unaudited)

The following table sets forth information in the format used by management when making resource deployment decisions and in assessing the performance of our segments. The information below is the aggregate results of our four segments.

	Three Months Ended			Twelve Months Ended	
	Jun 30, 2014	Mar 31, 2015	Jun 30, 2015	Jun 30, 2014	Jun 30, 2015
(Dollars in millions)					
Segment Revenues					
Fund level fee revenues					
Fund management fees	\$ 317.8	\$ 296.6	\$ 310.8	\$ 1,170.3	\$ 1,231.1
Portfolio advisory fees, net	3.7	5.8	3.5	23.1	21.9
Transaction fees, net	29.5	1.8	1.3	40.2	23.6
Total fee revenues	351.0	304.2	315.6	1,233.6	1,276.6
Performance fees					
Realized	410.8	321.7	597.0	1,347.3	1,582.2
Unrealized	138.3	280.5	(265.6)	1,273.9	(94.9)
Total performance fees	549.1	602.2	331.4	2,621.2	1,487.3
Investment income (loss)					
Realized	11.5	(82.0)	6.1	22.1	(98.8)
Unrealized	(16.2)	54.0	4.9	(87.2)	83.3
Total investment income (loss)	(4.7)	(28.0)	11.0	(65.1)	(15.5)
Interest and other income	4.7	6.5	5.1	15.7	25.0
Total revenues	900.1	884.9	663.1	3,805.4	2,773.4
Segment Expenses					
Compensation and benefits					
Direct base compensation	131.2	121.9	118.0	484.9	476.0
Indirect base compensation	47.2	51.0	40.0	177.5	186.2
Equity-based compensation	19.5	32.3	27.9	42.4	107.1
Performance fee related					
Realized	179.5	143.3	264.3	560.1	709.7
Unrealized	136.2	177.1	(82.1)	806.9	69.0
Total compensation and benefits	513.6	525.6	368.1	2,071.8	1,548.0
General, administrative, and other indirect expenses	77.0	66.5	94.2	313.8	330.1
Depreciation and amortization expense	5.6	5.5	6.7	22.8	23.6
Interest expense	14.5	14.6	14.5	50.2	58.1
Total expenses	610.7	612.2	483.5	2,458.6	1,959.8
Economic Net Income	\$ 289.4	\$ 272.7	\$ 179.6	\$ 1,346.8	\$ 813.6
(-) Net Performance Fees	233.4	281.8	149.2	1,254.2	708.6
(-) Investment Income (Loss)	(4.7)	(28.0)	11.0	(65.1)	(15.5)
(+) Equity-based compensation	19.5	32.3	27.9	42.4	107.1
(=) Fee Related Earnings	\$ 80.2	\$ 51.2	\$ 47.3	\$ 200.1	\$ 227.6
(+) Realized Net Performance Fees	231.3	178.4	332.7	787.2	872.5
(+) Realized Investment Income (Loss)	11.5	(82.0)	6.1	22.1	(98.8)
(=) Distributable Earnings	\$ 323.0	\$ 147.6	\$ 386.1	\$ 1,009.4	\$ 1,001.3

Total Segment Information (Unaudited), cont.

	Three Months Ended						Jun 30, 2015 vs.	
	Jun 30, 2014	Sept 30, 2014	Dec 31, 2014	Mar 31, 2015	Jun 30, 2015	Jun 30, 2014	Mar 31, 2015	
	(Dollars in millions)							
Economic Net Income, Total Segments								
Revenues								
Segment fee revenues								
Fund management fees	\$ 317.8	\$ 318.8	\$ 304.9	\$ 296.6	\$ 310.8	\$ (7.0)	\$ 14.2	
Portfolio advisory fees, net	3.7	4.1	8.5	5.8	3.5	(0.2)	(2.3)	
Transaction fees, net	29.5	17.8	2.7	1.8	1.3	(28.2)	(0.5)	
Total fee revenues	351.0	340.7	316.1	304.2	315.6	(35.4)	11.4	
Performance fees								
Realized	410.8	175.3	488.2	321.7	597.0	186.2	275.3	
Unrealized	138.3	48.6	(158.4)	280.5	(265.6)	(403.9)	(546.1)	
Total performance fees	549.1	223.9	329.8	602.2	331.4	(217.7)	(270.8)	
Investment income (loss)								
Realized	11.5	(2.7)	(20.2)	(82.0)	6.1	(5.4)	88.1	
Unrealized	(16.2)	6.2	18.2	54.0	4.9	21.1	(49.1)	
Total investment income (loss)	(4.7)	3.5	(2.0)	(28.0)	11.0	15.7	39.0	
Interest and other income	4.7	8.5	4.9	6.5	5.1	0.4	(1.4)	
Total revenues	900.1	576.6	648.8	884.9	663.1	(237.0)	(221.8)	
Expenses								
Compensation and benefits								
Direct base compensation	131.2	138.3	97.8	121.9	118.0	(13.2)	(3.9)	
Indirect base compensation	47.2	47.0	48.2	51.0	40.0	(7.2)	(11.0)	
Equity-based compensation	19.5	23.8	23.1	32.3	27.9	8.4	(4.4)	
Performance fee related								
Realized	179.5	77.5	224.6	143.3	264.3	84.8	121.0	
Unrealized	136.2	7.2	(33.2)	177.1	(82.1)	(218.3)	(259.2)	
Total compensation and benefits	513.6	293.8	360.5	525.6	368.1	(145.5)	(157.5)	
General, administrative, and other indirect expenses	77.0	82.1	87.3	66.5	94.2	17.2	27.7	
Depreciation and amortization expense	5.6	5.4	6.0	5.5	6.7	1.1	1.2	
Interest expense	14.5	14.5	14.5	14.6	14.5	—	(0.1)	
Total expenses	610.7	395.8	468.3	612.2	483.5	(127.2)	(128.7)	
Economic Net Income	\$ 289.4	\$ 180.8	\$ 180.5	\$ 272.7	\$ 179.6	\$ (109.8)	\$ (93.1)	
(-) Net Performance Fees	233.4	139.2	138.4	281.8	149.2	(84.2)	(132.6)	
(-) Investment Income (Loss)	(4.7)	3.5	(2.0)	(28.0)	11.0	15.7	39.0	
(+) Equity-based compensation	19.5	23.8	23.1	32.3	27.9	8.4	(4.4)	
(=) Fee Related Earnings	\$ 80.2	\$ 61.9	\$ 67.2	\$ 51.2	\$ 47.3	\$ (32.9)	\$ (3.9)	
(+) Realized Net Performance Fees	231.3	97.8	263.6	178.4	332.7	101.4	154.3	
(+) Realized Investment Income (Loss)	11.5	(2.7)	(20.2)	(82.0)	6.1	(5.4)	88.1	
(=) Distributable Earnings	\$ 323.0	\$ 157.0	\$ 310.6	\$ 147.6	\$ 386.1	\$ 63.1	\$ 238.5	

Corporate Private Equity Segment Results (Unaudited)

Corporate Private Equity	Three Months Ended					Jun 30, 2015 vs.	
	Jun 30, 2014	Sept 30, 2014	Dec 31, 2014	Mar 31, 2015	Jun 30, 2015	Jun 30, 2014	Mar 31, 2015
	(Dollars in millions)						
Revenues							
Segment fee revenues							
Fund management fees	\$ 147.2	\$ 151.5	\$ 136.3	\$ 134.3	\$ 156.7	\$ 9.5	\$ 22.4
Portfolio advisory fees, net	3.3	3.8	7.8	5.2	3.3	—	(1.9)
Transaction fees, net	29.4	17.0	1.8	1.5	1.3	(28.1)	(0.2)
Total fee revenues	179.9	172.3	145.9	141.0	161.3	(18.6)	20.3
Performance fees							
Realized	387.7	125.0	408.9	306.0	536.5	148.8	230.5
Unrealized	(76.2)	100.8	(40.3)	200.7	(269.8)	(193.6)	(470.5)
Total performance fees	311.5	225.8	368.6	506.7	266.7	(44.8)	(240.0)
Investment income							
Realized	2.0	6.4	7.4	2.7	8.3	6.3	5.6
Unrealized	4.0	3.8	0.7	7.4	0.7	(3.3)	(6.7)
Total investment income	6.0	10.2	8.1	10.1	9.0	3.0	(1.1)
Interest and other income	1.8	4.7	2.1	3.2	2.7	0.9	(0.5)
Total revenues	499.2	413.0	524.7	661.0	439.7	(59.5)	(221.3)
Expenses							
Compensation and benefits							
Direct base compensation	62.9	67.0	33.0	53.7	56.5	(6.4)	2.8
Indirect base compensation	25.5	25.9	28.4	26.3	21.5	(4.0)	(4.8)
Equity-based compensation	10.1	12.9	12.4	17.3	15.3	5.2	(2.0)
Performance fee related							
Realized	172.4	52.7	186.1	137.0	237.2	64.8	100.2
Unrealized	(27.8)	49.4	(25.0)	95.7	(117.5)	(89.7)	(213.2)
Total compensation and benefits	243.1	207.9	234.9	330.0	213.0	(30.1)	(117.0)
General, administrative, and other indirect expenses	37.7	35.5	42.5	31.7	37.8	0.1	6.1
Depreciation and amortization expense	2.7	2.7	2.9	2.7	3.0	0.3	0.3
Interest expense	8.0	7.9	8.0	7.6	7.7	(0.3)	0.1
Total expenses	291.5	254.0	288.3	372.0	261.5	(30.0)	(110.5)
Economic Net Income	\$ 207.7	\$ 159.0	\$ 236.4	\$ 289.0	\$ 178.2	\$ (29.5)	\$ (110.8)
(-) Net Performance Fees	166.9	123.7	207.5	274.0	147.0	(19.9)	(127.0)
(-) Investment Income	6.0	10.2	8.1	10.1	9.0	3.0	(1.1)
(+) Equity-based compensation	10.1	12.9	12.4	17.3	15.3	5.2	(2.0)
(=) Fee Related Earnings	\$ 44.9	\$ 38.0	\$ 33.2	\$ 22.2	\$ 37.5	\$ (7.4)	\$ 15.3
(+) Realized Net Performance Fees	215.3	72.3	222.8	169.0	299.3	84.0	130.3
(+) Realized Investment Income	2.0	6.4	7.4	2.7	8.3	6.3	5.6
(=) Distributable Earnings	\$ 262.2	\$ 116.7	\$ 263.4	\$ 193.9	\$ 345.1	\$ 82.9	\$ 151.2

Global Market Strategies Segment Results (Unaudited)

Global Market Strategies	Three Months Ended						Jun 30, 2015 vs.	
	Jun 30, 2014	Sept 30, 2014	Dec 31, 2014	Mar 31, 2015	Jun 30, 2015	Jun 30, 2014	Mar 31, 2015	
	(Dollars in millions)							
Revenues								
Segment fee revenues								
Fund management fees	\$ 64.1	\$ 65.6	\$ 66.4	\$ 55.5	\$ 54.8	\$ (9.3)	\$ (0.7)	
Portfolio advisory fees, net	0.1	0.2	0.5	0.5	—	(0.1)	(0.5)	
Transaction fees, net	—	0.2	—	—	—	—	—	
Total fee revenues	64.2	66.0	66.9	56.0	54.8	(9.4)	(1.2)	
Performance fees								
Realized	6.7	11.3	9.7	4.6	8.6	1.9	4.0	
Unrealized	45.6	(10.8)	(7.8)	18.7	3.6	(42.0)	(15.1)	
Total performance fees	52.3	0.5	1.9	23.3	12.2	(40.1)	(11.1)	
Investment income (loss)								
Realized	1.4	4.1	1.6	1.6	1.2	(0.2)	(0.4)	
Unrealized	1.2	(4.3)	(2.4)	(4.2)	(1.5)	(2.7)	2.7	
Total investment income (loss)	2.6	(0.2)	(0.8)	(2.6)	(0.3)	(2.9)	2.3	
Interest and other income	1.5	1.9	1.1	1.8	1.4	(0.1)	(0.4)	
Total revenues	120.6	68.2	69.1	78.5	68.1	(52.5)	(10.4)	
Expenses								
Compensation and benefits								
Direct base compensation	26.3	29.9	26.9	28.2	24.7	(1.6)	(3.5)	
Indirect base compensation	6.0	6.9	5.7	8.8	6.4	0.4	(2.4)	
Equity-based compensation	3.2	4.0	4.0	5.2	4.3	1.1	(0.9)	
Performance fee related								
Realized	2.5	6.1	5.0	2.3	4.1	1.6	1.8	
Unrealized	21.6	2.6	(3.6)	8.2	1.8	(19.8)	(6.4)	
Total compensation and benefits	59.6	49.5	38.0	52.7	41.3	(18.3)	(11.4)	
General, administrative, and other indirect expenses	13.0	14.0	14.3	12.3	22.8	9.8	10.5	
Depreciation and amortization expense	1.0	1.0	1.1	1.1	1.3	0.3	0.2	
Interest expense	2.6	2.5	2.5	2.8	2.7	0.1	(0.1)	
Total expenses	76.2	67.0	55.9	68.9	68.1	(8.1)	(0.8)	
Economic Net Income	\$ 44.4	\$ 1.2	\$ 13.2	\$ 9.6	\$ —	\$ (44.4)	\$ (9.6)	
(-) Net Performance Fees	28.2	(8.2)	0.5	12.8	6.3	(21.9)	(6.5)	
(-) Investment Income (Loss)	2.6	(0.2)	(0.8)	(2.6)	(0.3)	(2.9)	2.3	
(+) Equity-based compensation	3.2	4.0	4.0	5.2	4.3	1.1	(0.9)	
(=) Fee Related Earnings	\$ 16.8	\$ 13.6	\$ 17.5	\$ 4.6	\$ (1.7)	\$ (18.5)	\$ (6.3)	
(+) Realized Net Performance Fees	4.2	5.2	4.7	2.3	4.5	0.3	2.2	
(+) Realized Investment Income	1.4	4.1	1.6	1.6	1.2	(0.2)	(0.4)	
(=) Distributable Earnings	\$ 22.4	\$ 22.9	\$ 23.8	\$ 8.5	\$ 4.0	\$ (18.4)	\$ (4.5)	

Real Assets Segment Results (Unaudited)

Real Assets	Three Months Ended							
						Jun 30, 2015 vs.		
	Jun 30, 2014	Sept 30, 2014	Dec 31, 2014	Mar 31, 2015	Jun 30, 2015	Jun 30, 2014	Mar 31, 2015	
	(Dollars in millions)							
Revenues								
Segment fee revenues								
Fund management fees	\$ 59.6	\$ 55.7	\$ 58.2	\$ 66.3	\$ 61.5	\$ 1.9	\$ (4.8)	
Portfolio advisory fees, net	0.3	0.1	0.2	0.1	0.2	(0.1)	0.1	
Transaction fees, net	0.1	0.6	0.9	0.3	—	(0.1)	(0.3)	
Total fee revenues	60.0	56.4	59.3	66.7	61.7	1.7	(5.0)	
Performance fees								
Realized	9.4	28.4	50.2	7.7	47.1	37.7	39.4	
Unrealized	46.4	9.5	(109.4)	14.1	(43.1)	(89.5)	(57.2)	
Total performance fees	55.8	37.9	(59.2)	21.8	4.0	(51.8)	(17.8)	
Investment income (loss)								
Realized	8.1	(13.2)	(29.2)	(86.4)	(3.4)	(11.5)	83.0	
Unrealized	(21.6)	6.7	19.8	50.2	6.1	27.7	(44.1)	
Total investment income (loss)	(13.5)	(6.5)	(9.4)	(36.2)	2.7	16.2	38.9	
Interest and other income								
Interest and other income	1.2	1.4	1.4	1.1	0.6	(0.6)	(0.5)	
Total revenues	103.5	89.2	(7.9)	53.4	69.0	(34.5)	15.6	
Expenses								
Compensation and benefits								
Direct base compensation	21.3	20.7	14.5	18.5	17.5	(3.8)	(1.0)	
Indirect base compensation	11.7	9.9	12.6	12.3	8.8	(2.9)	(3.5)	
Equity-based compensation	5.1	5.4	5.2	7.1	6.3	1.2	(0.8)	
Performance fee related								
Realized	0.5	9.9	19.5	1.8	18.7	18.2	16.9	
Unrealized	22.8	8.0	(7.1)	28.9	(7.7)	(30.5)	(36.6)	
Total compensation and benefits	61.4	53.9	44.7	68.6	43.6	(17.8)	(25.0)	
General, administrative, and other indirect expenses								
General, administrative, and other indirect expenses	15.7	21.1	19.9	14.6	20.8	5.1	6.2	
Depreciation and amortization expense	0.9	0.8	1.0	0.9	1.0	0.1	0.1	
Interest expense	2.5	2.6	2.6	2.7	2.6	0.1	(0.1)	
Total expenses	80.5	78.4	68.2	86.8	68.0	(12.5)	(18.8)	
Economic Net Income (Loss)	\$ 23.0	\$ 10.8	\$ (76.1)	\$ (33.4)	\$ 1.0	\$ (22.0)	\$ 34.4	
(-) Net Performance Fees	32.5	20.0	(71.6)	(8.9)	(7.0)	(39.5)	1.9	
(-) Investment Income (Loss)	(13.5)	(6.5)	(9.4)	(36.2)	2.7	16.2	38.9	
(+) Equity-based compensation	5.1	5.4	5.2	7.1	6.3	1.2	(0.8)	
(=) Fee Related Earnings	\$ 9.1	\$ 2.7	\$ 10.1	\$ 18.8	\$ 11.6	\$ 2.5	\$ (7.2)	
(+) Realized Net Performance Fees	8.9	18.5	30.7	5.9	28.4	19.5	22.5	
(+) Realized Investment Income (Loss)	8.1	(13.2)	(29.2)	(86.4)	(3.4)	(11.5)	83.0	
(=) Distributable Earnings	\$ 26.1	\$ 8.0	\$ 11.6	\$ (61.7)	\$ 36.6	\$ 10.5	\$ 98.3	

Investment Solutions Segment Results (Unaudited)

Investment Solutions	Three Months Ended						Jun 30, 2015 vs.	
	Jun 30, 2014	Sept 30, 2014	Dec 31, 2014	Mar 31, 2015	Jun 30, 2015	Jun 30, 2014	Mar 31, 2015	
	(Dollars in millions)							
Revenues								
Segment fee revenues								
Fund management fees	\$ 46.9	\$ 46.0	\$ 44.0	\$ 40.5	\$ 37.8	\$ (9.1)	\$ (2.7)	
Portfolio advisory fees, net	—	—	—	—	—	—	—	
Transaction fees, net	—	—	—	—	—	—	—	
Total fee revenues	46.9	46.0	44.0	40.5	37.8	(9.1)	(2.7)	
Performance fees								
Realized	7.0	10.6	19.4	3.4	4.8	(2.2)	1.4	
Unrealized	122.5	(50.9)	(0.9)	47.0	43.7	(78.8)	(3.3)	
Total performance fees	129.5	(40.3)	18.5	50.4	48.5	(81.0)	(1.9)	
Investment income (loss)								
Realized	—	—	—	0.1	—	—	(0.1)	
Unrealized	0.2	—	0.1	0.6	(0.4)	(0.6)	(1.0)	
Total investment income (loss)	0.2	—	0.1	0.7	(0.4)	(0.6)	(1.1)	
Interest and other income	0.2	0.5	0.3	0.4	0.4	0.2	—	
Total revenues	176.8	6.2	62.9	92.0	86.3	(90.5)	(5.7)	
Expenses								
Compensation and benefits								
Direct base compensation	20.7	20.7	23.4	21.5	19.3	(1.4)	(2.2)	
Indirect base compensation	4.0	4.3	1.5	3.6	3.3	(0.7)	(0.3)	
Equity-based compensation	1.1	1.5	1.5	2.7	2.0	0.9	(0.7)	
Performance fee related								
Realized	4.1	8.8	14.0	2.2	4.3	0.2	2.1	
Unrealized	119.6	(52.8)	2.5	44.3	41.3	(78.3)	(3.0)	
Total compensation and benefits	149.5	(17.5)	42.9	74.3	70.2	(79.3)	(4.1)	
General, administrative, and other indirect expenses	10.6	11.5	10.6	7.9	12.8	2.2	4.9	
Depreciation and amortization expense	1.0	0.9	1.0	0.8	1.4	0.4	0.6	
Interest expense	1.4	1.5	1.4	1.5	1.5	0.1	—	
Total expenses	162.5	(3.6)	55.9	84.5	85.9	(76.6)	1.4	
Economic Net Income	\$ 14.3	\$ 9.8	\$ 7.0	\$ 7.5	\$ 0.4	\$ (13.9)	\$ (7.1)	
(-) Net Performance Fees	5.8	3.7	2.0	3.9	2.9	(2.9)	(1.0)	
(-) Investment Income (Loss)	0.2	—	0.1	0.7	(0.4)	(0.6)	(1.1)	
(+) Equity-based compensation	1.1	1.5	1.5	2.7	2.0	0.9	(0.7)	
(=) Fee Related Earnings	\$ 9.4	\$ 7.6	\$ 6.4	\$ 5.6	\$ (0.1)	\$ (9.5)	\$ (5.7)	
(+) Realized Net Performance Fees	2.9	1.8	5.4	1.2	0.5	(2.4)	(0.7)	
(+) Realized Investment Income	—	—	—	0.1	—	—	(0.1)	
(=) Distributable Earnings	\$ 12.3	\$ 9.4	\$ 11.8	\$ 6.9	\$ 0.4	\$ (11.9)	\$ (6.5)	

Total Assets Under Management Roll Forward (Unaudited)

<i>(USD in millions)</i>	Corporate Private Equity			Global Market Strategies (8)			Real Assets			Investment Solutions (9)			Total		
	Available Capital	Fair Value of Capital	Total AUM	Available Capital	Fair Value of Capital	Total AUM	Available Capital	Fair Value of Capital	Total AUM	Available Capital	Fair Value of Capital	Total AUM	Available Capital	Fair Value of Capital	Total AUM
Balance, As of March 31, 2015	\$ 24,839	\$ 39,209	\$ 64,048	\$ 2,826	\$ 33,510	\$ 36,336	\$ 16,682	\$ 26,175	\$ 42,857	\$ 16,092	\$ 33,326	\$ 49,418	\$ 60,439	\$ 132,220	\$ 192,659
Commitments (1)	1,995	—	1,995	887	—	887	610	—	610	1,051	—	1,051	4,543	—	4,543
Capital Called, net (2)	(1,152)	1,021	(131)	(144)	271	127	(482)	750	268	(1,284)	1,195	(89)	(3,062)	3,237	175
Distributions (3)	130	(4,554)	(4,424)	72	(253)	(181)	142	(1,838)	(1,696)	95	(2,674)	(2,579)	439	(9,319)	(8,880)
Subscriptions, net of Redemptions (4)	—	—	—	—	(640)	(640)	—	—	—	—	(94)	(94)	—	(734)	(734)
Changes in CLO collateral balances (5)	—	—	—	—	39	39	—	—	—	—	—	—	—	39	39
Market Appreciation/(Depreciation) (6)	—	1,729	1,729	—	(420)	(420)	—	44	44	—	1,492	1,492	—	2,845	2,845
Foreign Exchange and other (7)	138	250	388	—	282	282	16	54	70	277	1,178	1,455	431	1,764	2,195
Balance, As of June 30, 2015	\$ 25,950	\$ 37,655	\$ 63,605	\$ 3,641	\$ 32,789	\$ 36,430	\$ 16,968	\$ 25,185	\$ 42,153	\$ 16,231	\$ 34,423	\$ 50,654	\$ 62,790	\$ 130,052	\$ 192,842
Balance, As of June 30, 2014	\$ 23,284	\$ 41,198	\$ 64,482	\$ 1,418	\$ 36,821	\$ 38,239	\$ 12,310	\$ 30,986	\$ 43,296	\$ 19,302	\$ 37,426	\$ 56,728	\$ 56,314	\$ 146,431	\$ 202,745
Commitments (1)	7,697	—	7,697	2,294	—	2,294	7,046	—	7,046	3,173	—	3,173	20,210	—	20,210
Capital Called, net (2)	(5,169)	4,681	(488)	(574)	767	193	(3,412)	3,718	306	(5,162)	4,758	(404)	(14,317)	13,924	(393)
Distributions (3)	998	(15,313)	(14,315)	504	(950)	(446)	1,121	(6,453)	(5,332)	408	(10,902)	(10,494)	3,031	(33,618)	(30,587)
Subscriptions, net of Redemptions (4)	—	—	—	—	(2,520)	(2,520)	—	—	—	—	(984)	(984)	—	(3,504)	(3,504)
Changes in CLO collateral balances (5)	—	—	—	—	1,551	1,551	—	—	—	—	—	—	—	1,551	1,551
Market Appreciation/(Depreciation) (6)	—	9,104	9,104	—	(2,077)	(2,077)	—	(2,604)	(2,604)	—	10,589	10,589	—	15,012	15,012
Foreign Exchange and other (7)	(860)	(2,015)	(2,875)	(1)	(803)	(804)	(97)	(462)	(559)	(1,490)	(6,464)	(7,954)	(2,448)	(9,744)	(12,192)
Balance, As of June 30, 2015	\$ 25,950	\$ 37,655	\$ 63,605	\$ 3,641	\$ 32,789	\$ 36,430	\$ 16,968	\$ 25,185	\$ 42,153	\$ 16,231	\$ 34,423	\$ 50,654	\$ 62,790	\$ 130,052	\$ 192,842

(1) Represents capital raised by our carry funds, NGP management fee funds and fund of funds vehicles, net of expired available capital.

(2) Represents capital called by our carry funds, NGP management fee funds and fund of funds vehicles, net of fund fees and expenses and investments in our business development companies. Equity invested amounts may vary from capital called due to timing differences between investment acquisition and capital call dates.

(3) Represents distributions from our carry funds, NGP management fee funds and fund of funds vehicles, net of amounts recycled and distributions from our business development companies. Distributions are based on when proceeds are actually distributed to investors, which may differ from when they are realized.

(4) Represents the net result of subscriptions to and redemptions from our hedge funds, mutual fund, and fund of hedge funds vehicles.

(5) Represents the change in the aggregate collateral balance and principal cash at par of the CLOs/structured products.

(6) Market Appreciation/(Depreciation) represents realized and unrealized gains (losses) on portfolio investments and changes in the net asset value of our hedge funds, mutual fund, and fund of hedge funds vehicles.

(7) Represents the impact of foreign exchange rate fluctuations on the translation of our non-U.S. dollar denominated funds and other changes in AUM. Activity during the period is translated at the average rate for the period. Ending balances are translated at the spot rate as of the period end.

(8) Ending balance is comprised of approximately \$18.9 billion from our structured credit /other structured product funds, \$10.2 billion in our hedge funds, \$6.1 billion (including \$3.6 billion of Available Capital) in our carry funds, and \$1.2 billion from our business development companies.

(9) The fair market values for our Investment Solutions fund of funds vehicles are based on the latest available valuations of the underlying limited partnership interests (in most cases as of March 31, 2015) as provided by their general partners, plus the net cash flows since the latest valuation, up to June 30, 2015.

Fee-Earning AUM Roll Forward (Unaudited)

Three Months Ended June 30, 2015

<i>(USD in millions)</i>	Corporate Private Equity	Global Market Strategies	Real Assets (7)	Investment Solutions	Total
Fee-earning AUM					
Balance, Beginning of Period	\$ 39,363	\$ 31,990	\$ 27,587	\$ 30,472	\$ 129,412
Inflows, including Fee-paying Commitments (1)	1,868	—	1,024	1,555	4,447
Outflows, including Distributions (2)	(1,106)	(70)	(582)	(2,483)	(4,241)
Subscriptions, net of Redemptions (3)	—	(611)	—	(104)	(715)
Changes in CLO collateral balances (4)	—	35	—	—	35
Market Appreciation/(Depreciation) (5)	(4)	(419)	(5)	(92)	(520)
Foreign Exchange and other (6)	201	353	51	977	1,582
Balance, End of Period	\$ 40,322	\$ 31,278	\$ 28,075	\$ 30,325	\$ 130,000

For the Twelve Months Ended June 30, 2015

<i>(USD in millions)</i>	Corporate Private Equity	Global Market Strategies	Real Assets (7)	Investment Solutions	Total
Fee-earning AUM					
Balance, Beginning of Period	\$ 43,041	\$ 35,379	\$ 27,871	\$ 39,358	\$ 145,649
Inflows, including Fee-paying Commitments (1)	4,542	(305)	5,256	6,117	15,610
Outflows, including Distributions (2)	(5,703)	(191)	(4,541)	(8,441)	(18,876)
Subscriptions, net of Redemptions (3)	—	(2,463)	—	(1,025)	(3,488)
Changes in CLO collateral balances (4)	—	1,315	—	—	1,315
Market Appreciation/(Depreciation) (5)	145	(2,163)	(1)	156	(1,863)
Foreign Exchange and other (6)	(1,703)	(294)	(510)	(5,840)	(8,347)
Balance, End of Period	\$ 40,322	\$ 31,278	\$ 28,075	\$ 30,325	\$ 130,000

(1) Inflows represent limited partner capital raised and capital invested by our carry funds, NGP management fee funds, and fund of funds vehicles outside the investment period, weighted-average investment period or commitment fee period. Inflows do not include amounts raised of \$11.5 billion for which fees have not yet commenced.

(2) Outflows represent limited partner distributions from our carry funds, NGP management fee funds, and fund of funds vehicles and changes in basis for our carry funds and fund of funds vehicles where the investment period, weighted-average investment period or commitment fee period has expired.

(3) Represents the net result of subscriptions to and redemptions from our hedge funds, mutual fund and fund of hedge funds vehicles.

(4) Represents the change in the aggregate Fee-earning collateral balances at par of our CLOs/structured products, as of the quarterly cut-off dates.

(5) Market Appreciation/ (Depreciation) represents changes in the net asset value of our hedge funds, mutual fund and fund of hedge funds vehicles, and realized and unrealized gains (losses) on portfolio investments in our carry funds and fund of funds vehicles based on the lower of cost or fair value.

(6) Includes activity of funds with fees based on gross asset value. Represents the impact of foreign exchange rate fluctuations on the translation of our non-U.S. dollar denominated funds. Activity during the period is translated at the average rate for the period. Ending balances are translated at the spot rate as of the period end.

(7) Energy II, Energy III, Energy IV, Renew I, and Renew II (collectively, the "Legacy Energy Funds"), are managed with Riverstone Holdings LLC and its affiliates. Affiliates of both Carlyle and Riverstone act as investment advisers to each of the Legacy Energy Funds. With the exception of Energy IV and Renew II, where Carlyle has a minority representation on the funds' management committees, management of each of the Legacy Energy Funds is vested in committees with equal representation by Carlyle and Riverstone, and the consent of representatives of both Carlyle and Riverstone is required for investment decisions. As of June 30, 2015, the Legacy Energy Funds had, in the aggregate, approximately \$8.4 billion in AUM and \$6.8 billion in Fee-earning AUM. NGP VII, NGP VIII, NGP IX, or in the case of NGP M&R, NGP ETP I, and NGP ETP II, certain affiliated entities (collectively, the "NGP management fee funds") and NGP X, NGP GAP and NGP XI (referred to herein as, "carry funds"), are managed by NGP Energy Capital Management. As of June 30, 2015, the NGP management fee funds and carry funds had, in the aggregate, approximately \$14.6 billion in AUM and \$7.9 billion in Fee-earning AUM.

Corporate Private Equity Fund Performance (Unaudited)

The fund return information reflected in this discussion and analysis is not indicative of the performance of The Carlyle Group L.P. and is also not necessarily indicative of the future performance of any particular fund. An investment in The Carlyle Group L.P. is not an investment in any of our funds. There can be no assurance that any of our existing or future funds will achieve similar returns.

Corporate Private Equity	Fund Inception Date (1)	Committed Capital	TOTAL INVESTMENTS						REALIZED/PARTIALLY REALIZED INVESTMENTS (5)			
			As of June 30, 2015						Inception to June 30, 2015			
			Cumulative Invested Capital (2)	Total Fair Value (3)	MOIC (4)	Gross IRR (7)	Net IRR (8)	Cumulative Invested Capital (2)	Total Fair Value (3)	MOIC (4)	Gross IRR (7)	
(Reported in Local Currency, in Millions)						(Reported in Local Currency, in Millions)						
Fully Invested Funds (6)												
CP II	10/1994	\$ 1,331.1	\$ 1,362.4	\$ 4,072.2	3.0x	34 %	25 %	\$ 1,362.4	\$ 4,072.2	3.0x	34 %	
CP III	2/2000	\$ 3,912.7	\$ 4,031.6	\$ 10,146.9	2.5x	27 %	21 %	\$ 4,031.6	\$ 10,146.9	2.5x	27 %	
CP IV	12/2004	\$ 7,850.0	\$ 7,612.6	\$ 18,172.0	2.4x	17 %	13 %	\$ 6,827.6	\$ 17,297.8	2.5x	18 %	
CP V	5/2007	\$ 13,719.7	\$ 13,001.4	\$ 25,732.8	2.0x	20 %	15 %	\$ 6,846.0	\$ 17,862.2	2.6x	27 %	
CEP I	12/1997	€ 1,003.6	€ 981.6	€ 2,126.5	2.2x	18 %	11 %	€ 981.6	€ 2,126.5	2.2x	18 %	
CEP II	9/2003	€ 1,805.4	€ 2,048.8	€ 4,061.1	2.0x	37 %	20 %	€ 1,489.4	€ 3,584.5	2.4x	55 %	
CEP III	12/2006	€ 5,294.9	€ 4,988.6	€ 10,611.2	2.1x	20 %	15 %	€ 3,054.7	€ 7,861.2	2.6x	23 %	
CAP I	12/1998	\$ 750.0	\$ 627.7	\$ 2,521.8	4.0x	25 %	18 %	\$ 627.7	\$ 2,521.8	4.0x	25 %	
CAP II	2/2006	\$ 1,810.0	\$ 1,633.6	\$ 2,765.8	1.7x	10 %	7 %	\$ 720.0	\$ 2,131.6	3.0x	24 %	
CAP III	5/2008	\$ 2,551.6	\$ 2,527.3	\$ 4,189.7	1.7x	18 %	12 %	\$ 1,190.6	\$ 2,378.8	2.0x	22 %	
CJP I	10/2001	¥ 50,000.0	¥ 47,291.4	¥ 140,653.4	3.0x	61 %	37 %	¥ 39,756.6	¥ 131,454.6	3.3x	65 %	
CJP II	7/2006	¥ 165,600.0	¥ 141,866.7	¥ 186,834.3	1.3x	6 %	2 %	¥ 64,306.1	¥ 92,064.2	1.4x	8 %	
CGFSP I	9/2008	\$ 1,100.2	\$ 1,052.5	\$ 2,030.2	1.9x	21 %	14 %	\$ 312.8	\$ 747.7	2.4x	27 %	
CETP II	2/2007	€ 521.6	€ 435.7	€ 1,011.6	2.3x	26 %	17 %	€ 216.9	€ 791.8	3.7x	34 %	
CAGP IV	6/2008	\$ 1,041.4	\$ 807.3	\$ 1,285.4	1.6x	17 %	9 %	\$ 155.0	\$ 379.3	2.4x	33 %	
All Other Funds (9)	Various		\$ 3,671.6	\$ 5,792.5	1.6x	17 %	7 %	\$ 2,910.7	\$ 4,878.1	1.7x	20 %	
Coinvestments and Other (10)	Various		\$ 8,187.7	\$ 20,880.5	2.6x	36 %	33 %	\$ 5,891.1	\$ 17,817.5	3.0x	36 %	
Total Fully Invested Funds			\$ 55,493.6	\$ 120,134.0	2.2x	27%	19 %	\$ 38,074.5	\$ 98,083.2	2.6x	29%	
Funds in the Investment Period (6)												
CP VI (12)	5/2012	\$ 13,000.0	\$ 4,278.6	\$ 4,513.6	1.1x	NM	NM					
CEP IV (12)	8/2013	€ 3,083.4	€ 319.1	€ 310.5	1.0x	NM	NM					
CAP IV (12)	11/2012	\$ 3,880.4	\$ 1,014.0	\$ 1,122.7	1.1x	NM	NM					
CEOF I	5/2011	\$ 1,119.1	\$ 895.3	\$ 1,394.4	1.6x	32 %	22 %					
CGFSP II (12)	4/2013	\$ 1,000.0	\$ 305.7	\$ 348.1	1.1x	NM	NM					
All Other Funds (11)	Various		\$ 1,308.7	\$ 1,320.1	1.0x	1 %	(11) %					
Total Funds in the Investment Period			\$ 8,158.3	\$ 9,045.2	1.1x	10%	(2)%	\$ 197.5	\$ 622.5	3.2x	76%	
TOTAL CORPORATE PRIVATE EQUITY (13)			\$ 63,651.9	\$ 129,179.2	2.0x	27%	19 %	\$ 38,272.0	\$ 98,705.7	2.6x	29%	

Real Assets and Global Market Strategies Carry Funds Fund Performance (Unaudited)

Real Assets	Fund Inception Date (1)	Committed Capital	TOTAL INVESTMENTS						REALIZED/PARTIALLY REALIZED INVESTMENTS (5)			
			as of June 30, 2015						as of June 30, 2015			
			Cumulative Invested Capital (2)	Total Fair Value (3)	MOIC (4)	Gross IRR (7)	Net IRR (8)	Cumulative Invested Capital (2)	Total Fair Value (3)	MOIC (4)	Gross IRR (7)	
(Reported in Local Currency, in Millions)						(Reported in Local Currency, in Millions)						
Fully Invested Funds (6)												
CRP III	11/2000	\$ 564.1	\$ 522.5	\$ 1,504.7	2.9x	44 %	30 %	\$ 522.5	\$ 1,504.7	2.9x	44 %	
CRP IV	12/2004	\$ 950.0	\$ 1,198.5	\$ 1,570.7	1.3x	5 %	2 %	\$ 523.3	\$ 629.8	1.2x	7 %	
CRP V	11/2006	\$ 3,000.0	\$ 3,290.2	\$ 4,981.3	1.5x	12 %	8 %	\$ 2,795.5	\$ 4,327.0	1.5x	13 %	
CRP VI	9/2010	\$ 2,340.0	\$ 1,967.1	\$ 3,313.2	1.7x	35 %	24 %	\$ 696.4	\$ 1,406.9	2.0x	40 %	
CEREP I	3/2002	€ 426.6	€ 517.0	€ 698.6	1.4x	14 %	7 %	€ 517.0	€ 698.6	1.4x	14 %	
CEREP II	4/2005	€ 762.7	€ 833.8	€ 128.1	0.2x	(100%)	(100%)	€ 613.0	€ 135.7	0.2x	(100%)	
CEREP III	5/2007	€ 2,229.5	€ 1,984.8	€ 2,178.8	1.1x	2 %	(1) %	€ 934.2	€ 1,260.9	1.3x	7 %	
CIP	9/2006	\$ 1,143.7	\$ 1,015.3	\$ 1,194.7	1.2x	4 %	1 %	\$ 272.3	\$ 175.3	0.6x	(8%)	
NGP X	1/2012	\$ 3,586.0	\$ 2,796.4	\$ 3,236.5	1.2x	10 %	5 %	\$ 325.9	\$ 734.7	2.3x	57 %	
Energy II	7/2002	\$ 1,100.0	\$ 1,334.8	\$ 3,270.6	2.5x	81 %	55 %	\$ 827.4	\$ 3,143.0	3.8x	105 %	
Energy III	10/2005	\$ 3,800.0	\$ 3,559.9	\$ 5,602.6	1.6x	10 %	8 %	\$ 1,945.4	\$ 4,719.5	2.4x	22 %	
Energy IV	12/2007	\$ 5,979.1	\$ 5,873.0	\$ 8,281.5	1.4x	13 %	8 %	\$ 2,522.4	\$ 4,694.6	1.9x	28 %	
Renew II	3/2008	\$ 3,417.5	\$ 2,808.8	\$ 3,932.2	1.4x	10 %	6 %	\$ 1,413.7	\$ 2,211.8	1.6x	15 %	
All Other Funds (14)	Various		\$ 2,850.4	\$ 3,114.5	1.1x	4 %	(2) %	\$ 2,170.6	\$ 2,307.0	1.1x	3 %	
Coinvestments and Other (10)	Various		\$ 5,299.9	\$ 8,278.7	1.6x	17 %	13 %	\$ 2,587.5	\$ 5,362.2	2.1x	27 %	
Total Fully Invested Funds			\$ 36,237.0	\$ 51,633.0	1.4x	13%	8 %	\$ 18,904.9	\$ 33,553.3	1.8x	22%	
Funds in the Investment Period (6)												
CRP VII (12)	3/2014	\$ 3,757.0	\$ 515.8	\$ 508.2	1.0x	NM	NM					
CIEP I (12)	9/2013	\$ 2,500.0	\$ 345.8	\$ 390.3	1.1x	NM	NM					
NGP XI (12)	6/2014	\$ 5,325.0	\$ 221.2	\$ 225.0	1.0x	NM	NM					
All Other Funds (15)	Various		\$ 104.3	\$ 108.2	1.0x	NM	NM					
Total Funds in the Investment Period			\$ 1,187.2	\$ 1,231.8	1.0x	8%	(19)%	\$ —	\$ —	n/a	n/a	
TOTAL Real Assets (13)			\$ 37,424.2	\$ 52,864.8	1.4x	13%	8 %	\$ 18,904.9	\$ 33,553.3	1.8x	22%	

Global Market Strategies	Fund Inception Date (16)	Committed Capital	TOTAL INVESTMENTS				
			as of June 30, 2015			Inception to June 30, 2015	
			Cumulative Invested Capital (17)	Total Fair Value (3)	MOIC (4)	Gross IRR (7)	Net IRR (8)
(Reported in Local Currency, in Millions)							
CSP II	6/2007	\$ 1,352.3	\$ 1,352.3	\$ 2,451.3	1.8x	17%	12%
CEMOF I	12/2010	\$ 1,382.5	\$ 1,072.4	\$ 1,451.6	1.4x	23%	13%

Investment Solutions Fund Performance (Unaudited)

		TOTAL INVESTMENTS						
		as of June 30, 2015						
Investment Solutions (19)	Vintage Year	Fund Size	Cumulative Invested Capital (2)(20)	Total Fair Value (3)(20)	MOIC (4)	Gross IRR (7)	Net IRR (8)	
(Reported in Local Currency, in Millions)								
Fully Committed Funds (18)								
Main Fund I - Fund Investments	2000	€ 5,174.6	€ 4,353.7	€ 7,140.1	1.6x	12 %	12 %	
Main Fund II - Fund Investments	2003	€ 4,545.0	€ 4,970.1	€ 7,754.2	1.6x	10 %	10 %	
Main Fund III - Fund Investments	2005	€ 11,500.0	€ 12,659.3	€ 18,905.1	1.5x	10 %	10 %	
Main Fund IV - Fund Investments	2009	€ 4,877.3	€ 3,757.1	€ 4,969.8	1.3x	15 %	14 %	
Main Fund I - Secondary Investments	2002	€ 519.4	€ 514.1	€ 966.4	1.9x	57 %	53 %	
Main Fund II - Secondary Investments	2003	€ 998.4	€ 1,034.3	€ 1,886.5	1.8x	27 %	26 %	
Main Fund III - Secondary Investments	2006	€ 2,250.0	€ 2,421.7	€ 3,525.2	1.5x	10 %	10 %	
Main Fund IV - Secondary Investments	2010	€ 1,859.1	€ 1,925.1	€ 3,026.6	1.6x	20 %	19 %	
Main Fund II - Co-Investments	2003	€ 1,090.0	€ 957.5	€ 2,606.0	2.7x	44 %	41 %	
Main Fund III - Co-Investments	2006	€ 2,760.0	€ 2,919.0	€ 4,025.2	1.4x	6 %	5 %	
Main Fund IV - Co-Investments	2010	€ 1,475.0	€ 1,382.5	€ 3,104.6	2.2x	26 %	24 %	
Main Fund V - Co-Investments	2012	€ 1,122.2	€ 1,013.6	€ 1,779.2	1.8x	45 %	41 %	
Main Fund II - Mezzanine Investments	2004	€ 700.0	€ 788.6	€ 1,096.6	1.4x	8 %	7 %	
Main Fund III - Mezzanine Investments	2006	€ 2,000.0	€ 1,858.1	€ 2,474.9	1.3x	11 %	9 %	
All Other Funds (21)	Various		€ 1,897.0	€ 2,667.7	1.4x	16 %	13 %	
Total Fully Committed Funds			€ 42,451.8	€ 65,928.2	1.6x	13 %	12 %	
Funds in the Commitment Period (18)								
Main Fund V - Fund Investments	2012	€ 5,080.0	€ 1,555.8	€ 1,573.9	1.0x	1 %	(1)%	
Main Fund VI - Fund Investments	2015	€ 1,106.4	€ 2.9	€ 2.7	0.9x	(34)%	N/A	
Main Fund V - Secondary Investments	2011	€ 4,271.2	€ 2,443.5	€ 3,307.5	1.4x	27 %	24 %	
Main Fund VI - Co-Investments	2014	€ 1,115.0	€ 227.8	€ 223.3	1.0x	(6)%	(12)%	
All Other Funds (21)	Various		€ 152.9	€ 155.2	1.0x	3 %	(4)%	
Total Funds in the Commitment Period			€ 4,382.9	€ 5,262.6	1.2x	20 %	16 %	
TOTAL INVESTMENT SOLUTIONS			€ 46,834.7	€ 71,190.8	1.5x	13 %	12 %	
TOTAL INVESTMENT SOLUTIONS (USD) (22)			\$ 52,230.1	\$ 79,392.0	1.5x			

(1) The data presented herein that provides “inception to date” performance results of our segments relates to the period following the formation of the first fund within each segment. For our Corporate Private Equity segment our first fund was formed in 1990. For our Real Assets segment our first fund was formed in 1997.

(2) Represents the original cost of all capital called for investments since inception of the fund.

(3) Represents all realized proceeds combined with remaining fair value, before management fees, expenses and carried interest.

(4) Multiple of invested capital (“MOIC”) represents total fair value, before management fees, expenses and carried interest, divided by cumulative invested capital.

(5) An investment is considered realized when the investment fund has completely exited, and ceases to own an interest in, the investment. An investment is considered partially realized when the total amount of proceeds received in respect of such investment, including dividends, interest or other distributions and/or return of capital, represents at least 85% of invested capital and such investment is not yet fully realized. Because part of our value creation strategy involves pursuing best exit alternatives, we believe information regarding Realized/Partially Realized MOIC and Gross IRR, when considered together with the other investment performance metrics presented, provides investors with meaningful information regarding our investment performance by removing the impact of investments where significant realization activity has not yet occurred. Realized/Partially Realized MOIC and Gross IRR have limitations as measures of investment performance, and should not be considered in isolation. Such limitations include the fact that these measures do not include the performance of earlier stage and other investments that do not satisfy the criteria provided above. The exclusion of such investments will have a positive impact on Realized/Partially Realized MOIC and Gross IRR in instances when the MOIC and Gross IRR in respect of such investments are less than the aggregate MOIC and Gross IRR. Our measurements of Realized/Partially Realized MOIC and Gross IRR may not be comparable to those of other companies that use similarly titled measures. We do not present Realized/Partially Realized performance information separately for funds that are still in the investment period because of the relatively insignificant level of realizations for funds of this type. However, to the extent such funds have had realizations, they are included in the Realized/Partially Realized performance information presented for Total Corporate Private Equity and Total Real Assets.

(6) Fully Invested funds are past the expiration date of the investment period as defined in the respective limited partnership agreement. In instances where a successor fund has had its first capital call, the predecessor fund is categorized as fully invested.

(7) Gross Internal Rate of Return (“Gross IRR”) represents the annualized IRR for the period indicated on Limited Partner invested capital based on contributions, distributions and unrealized value before management fees, expenses and carried interest.

(8) Net Internal Rate of Return (“Net IRR”) represents the annualized IRR for the period indicated on Limited Partner invested capital based on contributions, distributions and unrealized value after management fees, expenses and carried interest.

(9) Aggregate includes the following funds: CPI, CMG, CVP I, CVP II, CUSGF III, CEVP, CETP I, CAVP I, CAVP II, CAGP III, Mexico, and MENA.

- (10) Includes coinvestments and certain other stand-alone investments arranged by us.
- (11) Aggregate includes the following funds: CJP III, CGP, CSABF, CSSAF, CBPF, CPF I, CCI, and CETP III.
- (12) Returns are not considered meaningful, as the investment period commenced in May 2012 for CP VI, November 2012 for CAP IV, April 2013 for CGFSP II, August 2013 for CEP IV, September 2013 for CIEP I, March 2014 for CRP VII, and June 2014 for NGP XI.
- (13) For purposes of aggregation, funds that report in foreign currency have been converted to U.S. dollars at the reporting period spot rate.
- (14) Aggregate includes the following funds: CRP I, CRP II, CAREP I, CAREP II, CRCP I, CPOCP, Energy I and Renew I.
- (15) Aggregate includes the following funds: CPP II and NGP GAP. Returns are not considered meaningful, as the investment period commenced in June 2014 for CPP II and December 2013 for NGP GAP.
- (16) The data presented herein that provides “inception to date” performance results for CSP II and CEMOF I related to the period following the formation of the funds in June 2007 and December 2010, respectively.
- (17) Represents the original cost of investments net of investment level recallable proceeds which is adjusted to reflect recyclability of invested capital for the purpose of calculating the fund MOIC.
- (18) Fully Committed funds are past the expiration date of the commitment period as defined in the respective limited partnership agreement.
- (19) Includes private equity and mezzanine primary fund investments, secondary fund investments and co-investments originated by the AlpInvest team. Excluded from the performance information shown are a) investments that were not originated by AlpInvest, b) Direct Investments, which was spun off from AlpInvest in 2005 and c) Metropolitan Real Estate fund of funds vehicles. As of June 30, 2015, these excluded investments represent \$0.6 billion of AUM at AlpInvest and \$1.8 billion of AUM at Metropolitan.
- (20) For purposes of aggregation, funds that report in foreign currency have been converted to Euro at the reporting period spot rate.
- (21) Aggregate includes Main Fund I - Co-Investments, Main Fund I - Mezzanine Investments, Main Fund IV - Mezzanine Investments, Main Fund V - Mezzanine Investments, AlpInvest CleanTech Funds and funds which are not included as part of a main fund.
- (22) Represents the U.S. dollar equivalent balance translated at the spot rate as of period end.

Remaining Fair Value Analysis

	Remaining Fair Value (1)	Unrealized MOIC (2)	Total MOIC (3)	% Invested (4)	In Accrued Carry/ (Clawback) (5)	LTM Realized Carry (6)	Catch-up Rate	Fee Initiation Date (7)	Quarters Since Fee Initiation	Original Investment Period End Date
As of June 30, 2015										
Corporate Private Equity (Reported in Local Currency, in Millions)										
CP V	\$ 11,253.7	1.9x	2.0x	95%	X	X	100%	Jun-07	33	May-13
CEP III	€ 4,234.9	2.3x	2.1x	94%	X	X	100%	Jul-07	32	Dec-12
CP VI	\$ 4,243.0	1.0x	1.1x	33%			100%	Jun-13	9	May-18
CAP III	\$ 2,011.5	1.4x	1.7x	99%	X	X	100%	Jun-08	29	May-14
CP IV	\$ 1,288.3	1.4x	2.4x	97%	X	X	80%	Apr-05	41	Dec-10
CGFSP I	\$ 1,212.2	1.6x	1.9x	96%	X	X	100%	Oct-08	27	Sep-14
CAP IV	\$ 1,110.3	1.0x	1.1x	26%			100%	Jul-13	8	Nov-18
CEOF I	\$ 1,065.9	1.4x	1.6x	80%	X		80%	Sep-11	16	May-17
CAP II	\$ 958.2	1.1x	1.7x	90%	(X)		80%	Mar-06	38	Feb-12
CAGP IV	\$ 908.2	1.3x	1.6x	78%	X		100%	Aug-08	28	Jun-14
CJP II	¥ 104,142.5	1.3x	1.3x	86%			80%	Oct-06	35	Jul-12
CEP II	€ 398.2	0.7x	2.0x	113%	X	X	80%	Sep-03	48	Sep-08
CEP IV	€ 389.1	1.0x	1.0x	10%			100%	Sep-14	4	Aug-19
CGFSP II	\$ 353.3	1.1x	1.1x	31%	X		100%	Jun-13	9	Dec-17
CETP II	€ 308.3	1.3x	2.3x	84%	X	X	100%	Jan-08	30	Jul-13
All Other Funds (8)	\$ 2,335.6	1.1x	2.2x		NM	NM				
Coinvestment and Other (9)	\$ 4,103.9	1.9x	2.6x		NM	NM				
Total Corporate Private Equity (12)	\$ 37,641.5	1.5x	2.0x							
Real Assets										
Energy IV	\$ 3,365.6	0.9x	1.4x	98%	(X)	X	80%	Feb-08	30	Dec-13
NGP X	\$ 2,726.8	1.1x	1.2x	78%			80%	Jan-12	14	May-17
Renew II	\$ 2,034.1	1.2x	1.4x	82%	(X)		80%	Mar-08	30	May-14
CRP VI	\$ 1,896.6	1.5x	1.7x	84%	X	X	50%	Mar-11	18	Mar-16
CEREP III	€ 1,054	1.0x	1.1x	89%			67%	Jun-07	33	May-11
CRP V	\$ 1,159.4	1.6x	1.5x	110%	X		50%	Nov-06	35	Nov-11
CRP IV	\$ 906.8	1.4x	1.3x	126%			50%	Jan-05	42	Dec-09
CIP	\$ 866.2	1.5x	1.2x	89%			80%	Oct-06	35	Sep-12
Energy III	\$ 763.6	0.5x	1.6x	94%	(X)		80%	Nov-05	39	Oct-11
CRP VII	\$ 511.5	1.0x	1.0x	14%			80%	Jun-14	5	Mar-19
CIEP I	\$ 409.9	1.1x	1.1x	14%			80%	Oct-13	7	Sep-19
CRP III	\$ 287.5	56.1x	2.9x	93%	X	X	50%	Mar-01	58	May-05
NGP XI	\$ 225.2	1.0x	1.0x	4%			80%	Feb-15	2	Oct-19
Energy II	\$ 135.2	0.3x	2.5x	121%	(X)		80%	Jan-03	50	Jul-08
All Other Funds (10)	\$ 546.6	0.9x	0.9x		NM	NM				
Coinvestment and Other (9)	\$ 3,036.9	1.2x	1.6x		NM	NM				
Total Real Assets (12)	\$ 20,047.3	1.1x	1.4x							
Global Market Strategies										
CEMOF I	\$ 1,005.4	1.2x	1.4x	78%	X		100%	Dec-10	19	Dec-15
CSP II	\$ 330.5	0.9x	1.8x	100%	X		80%	Dec-07	31	Jun-11
All Other Funds (11)	\$ 692.1	1.1x	1.5x		NM	NM				
Coinvestment and Other (9)	\$ 411.3	1.1x	1.3x		NM	NM				
Total Global Market Strategies	\$ 2,439.4	1.1x	1.5x							

Remaining Fair Value Analysis, Notes

- (1) Net asset value of our carry funds. Reflects significant funds with remaining fair value of greater than \$100 million.
- (2) Unrealized multiple of invested capital ("MOIC") represents remaining fair market value, before management fees, expenses and carried interest, divided by investment cost.
- (3) Total MOIC represents total fair value, before management fees, expenses and carried interest, divided by cumulative invested capital. For certain funds, represents the original cost of investments net of investment-level recallable proceeds, which is adjusted to reflect recyclability of invested capital for the purpose of calculating the fund MOIC.
- (4) Represents cumulative equity invested as of the reporting period divided by total commitments. Amount can be greater than 100% due to the re-investment of recallable distributions to fund investors.
- (5) Fund has accrued carry/(clawback) as of the reporting period.
- (6) Fund has realized carry in the last twelve months.
- (7) Represents the date of the first capital contribution for management fees.
- (8) Aggregate includes the following funds: CMG, CP I, CP II, CP III, CEP I, CAP I, CBPF, CJP I, CJP III, CEVP, CETP I, CETP III, CCI, CAVP I, CAVP II, CAGP III, Mexico, MENA, CSABF, CSSAF, CPF, CGP, CVP I, CVP II, and CUSGF III. In Accrued Carry/(Clawback) and LTM Realized Carry not indicated because the indicator does not apply to each fund within the aggregate.
- (9) Includes co-investments, prefund investments and certain other stand-alone investments arranged by us. In Accrued Carry/(Clawback) and LTM Realized Carry not indicated because the indicator does not apply to each fund within the aggregate.
- (10) Aggregate includes the following funds: CRP I, CRP II, CRCP I, CEREP I, CEREP II, CAREP I, CAREP II, CPOCP I, CPP II, NGP GAP, Energy I and Renew I. In Accrued Carry/(Clawback) and LTM Realized Carry not indicated because the indicator does not apply to each fund within the aggregate.
- (11) Aggregate includes the following funds: CSP I, CSP III, CMP I, CMP II, and CASCOF. In Accrued Carry/(Clawback) and LTM Realized Carry not indicated because the indicator does not apply to each fund within the aggregate.
- (12) For purposes of aggregation, funds that report in foreign currency have been converted to U.S. dollars at the reporting period spot rate.

Largest Publicly Traded Positions in Carry Funds

Rank	Largest Publicly Traded Equity Positions	Fund(s)	Q2 2015 Value (1,2)
1	Axalta Coating Systems	CP V, CEP III	\$ 3,450,640,829
2	CommScope, Inc.	CP V, CEP III	1,867,729,755
3	Freescale Semiconductor, Inc.	CP IV, CEP II, CAP II, CJP I	1,252,880,524
4	Booz Allen Hamilton, Inc.	CP V, CMP II	1,033,398,699
5	CoreSite Realty Corporation	CRP III, CRP IV, CRP V	906,215,013
6	Pattern Energy Group Holdings, L.P.	RENEW II	857,499,996
7	Healthscope Limited	CAP III, CP V	691,693,109
8	USA Compression	ENERGY IV	424,300,000
9	CVC Brasil Operadora e Agência de Viagens S.A.	CP V, CSABF	365,111,202
10	Wesco Holdings, Inc.	CP IV, CMP I	353,452,285
Top 10 Positions			11,202,921,413
Total Public Equity Portfolio (carry fund only)			16,241,027,984
<i>% of public portfolio in top 10 positions</i>			<i>69%</i>

(1) Includes gross fund only investment results including external coinvestment. May include portion of private business in value.

(2) In U.S. dollars, or converted to U.S. dollars at the prevailing exchange rate on the last day of the fiscal period.

Note: Includes all classes of shares irrespective of trading status. Excludes realized investments that are public (e.g. China Pacific Life in CAP I).

Reconciliation for Economic Net Income and Distributable Earnings (Unaudited)

	<u>Three Months Ended</u>		<u>Six Months Ended</u>
	<u>Jun 30, 2014</u>	<u>Jun 30, 2015</u>	<u>Jun 30, 2015</u>
	(Dollars in millions)		
Income before provision for income taxes	\$ 541.2	\$ 474.1	\$ 1,089.4
Adjustments:			
Equity-based compensation issued in conjunction with the initial public offering, acquisitions and strategic investments	91.0	88.6	147.6
Acquisition related charges and amortization of intangibles	62.0	(2.3)	38.3
Other non-operating income	(4.6)	(2.9)	(1.8)
Tax expense associated with performance fee compensation	(28.3)	(9.1)	(14.3)
Net income attributable to non-controlling interests in consolidated entities	(369.7)	(370.8)	(809.9)
Other adjustments	(2.2)	2.0	3.0
Economic Net Income	<u>\$ 289.4</u>	<u>\$ 179.6</u>	<u>\$ 452.3</u>
Net performance fees	233.4	149.2	431.0
Investment income (loss)	(4.7)	11.0	(17.0)
Equity-based compensation	19.5	27.9	60.2
Fee Related Earnings	<u>\$ 80.2</u>	<u>\$ 47.3</u>	<u>\$ 98.5</u>
Realized performance fees, net of related compensation	231.3	332.7	511.1
Realized investment income (loss)	11.5	6.1	(75.9)
Distributable Earnings	<u>\$ 323.0</u>	<u>\$ 386.1</u>	<u>\$ 533.7</u>
Depreciation and amortization expense	5.6	6.7	12.2
Interest expense	14.5	14.5	29.1
Adjusted EBITDA	<u>\$ 343.1</u>	<u>\$ 407.3</u>	<u>\$ 575.0</u>

**Reconciliation for Economic Net Income and Distributable Earnings, cont.
(Unaudited)**

	Three Months Ended	Six Months Ended
	Jun 30, 2015	Jun 30, 2015
(Dollars in millions, except unit and per unit amounts)		
Economic Net Income	\$ 179.6	\$ 452.3
Less (Add): Provision (Benefit) for Income Taxes	(0.6)	11.5
Economic Net Income, After Taxes	\$ 180.2	\$ 440.8
Economic Net Income, After Taxes per Adjusted Unit ⁽¹⁾	\$ 0.55	\$ 1.35
Distributable Earnings	\$ 386.1	\$ 533.7
Less: Estimated foreign, state, and local taxes	5.2	15.2
Distributable Earnings, After Taxes	\$ 380.9	\$ 518.5
Distributable Earnings to The Carlyle Group L.P.	\$ 94.3	\$ 124.8
Less: Estimated current corporate income taxes and TRA payments	—	—
Distributable Earnings to The Carlyle Group L.P. net of corporate income taxes	\$ 94.3	\$ 124.8
Distributable Earnings, net, per The Carlyle Group L.P. common unit outstanding ⁽²⁾	\$ 1.18	\$ 1.61

(1) Adjusted Units were determined as follows:

The Carlyle Group L.P. common units outstanding	78,458,491	78,458,491
Carlyle Holdings partnership units not held by The Carlyle Group L.P.	243,972,907	243,972,907
Dilutive effect of unvested deferred restricted common units	5,711,096	5,187,097
Total Adjusted Units	328,142,494	327,618,495

(2) As of June 30, 2015, there were 78,458,491 outstanding common units of The Carlyle Group L.P. In August 2015, an additional estimated 1,783,446 common units will be issued in connection with the vesting of deferred restricted common units. For purposes of this calculation, those common units have been added to the common units outstanding as of June 30, 2015, resulting in total common units of 80,241,937.

The Carlyle Group L.P.
GAAP Balance Sheet (Unaudited)

As of June 30, 2015

	Consolidated Operating Entities	Consolidated Funds	Eliminations	Consolidated
(Dollars in millions)				
Assets				
Cash and cash equivalents	\$ 1,216.1	\$ —	\$ —	\$ 1,216.1
Cash and cash equivalents held at Consolidated Funds	—	1,078.6	—	1,078.6
Restricted cash	716.4	—	—	716.4
Restricted cash and securities of Consolidated Funds	—	18.4	—	18.4
Accrued performance fees	3,542.8	—	(17.3)	3,525.5
Investments	1,107.9	—	(181.5)	926.4
Investments of Consolidated Funds	—	25,277.1	0.1	25,277.2
Due from affiliates and other receivables, net	224.8	—	(17.2)	207.6
Due from affiliates and other receivables of Consolidated Funds, net	—	454.9	—	454.9
Receivables and inventory of a consolidated real estate VIE	159.9	—	—	159.9
Fixed assets, net	106.6	—	—	106.6
Deposits and other	56.1	1.2	—	57.3
Other assets of a consolidated real estate VIE	77.4	—	—	77.4
Intangible assets, net	380.6	—	—	380.6
Deferred tax assets	199.0	—	—	199.0
Total assets	\$ 7,787.6	\$ 26,830.2	\$ (215.9)	\$ 34,401.9
Liabilities and partners' capital				
Loans payable	\$ 39.0	\$ —	\$ —	\$ 39.0
3.875% Senior Notes due 2023	499.9	—	—	499.9
5.625% Senior Notes due 2043	606.7	—	—	606.7
Loans payable of Consolidated Funds	—	16,898.7	(171.2)	16,727.5
Loans payable of a consolidated real estate VIE at fair value (principal amount of \$173.0)	112.4	—	—	112.4
Accounts payable, accrued expenses and other liabilities	428.3	—	—	428.3
Accrued compensation and benefits	2,221.3	—	—	2,221.3
Due to affiliates	920.3	2.0	(1.5)	920.8
Deferred revenue	33.7	—	(0.2)	33.5
Deferred tax liabilities	116.8	—	—	116.8
Other liabilities of Consolidated Funds	—	1,076.4	(42.4)	1,034.0
Other liabilities of a consolidated real estate VIE	95.8	—	—	95.8
Accrued giveback obligations	221.8	—	—	221.8
Total liabilities	5,296.0	17,977.1	(215.3)	23,057.8
Redeemable non-controlling interests in consolidated entities	8.3	3,596.9	—	3,605.2
Total partners' capital	2,483.3	5,256.2	(0.6)	7,738.9
Total liabilities and partners' capital	\$ 7,787.6	\$ 26,830.2	\$ (215.9)	\$ 34,401.9

The Carlyle Group L.P.
Non-GAAP Financial Information and Other Key Terms

Non-GAAP Financial Information

Carlyle discloses in this press release the following financial measures that are calculated and presented on the basis of methodologies other than in accordance with generally accepted accounting principles in the United States of America:

- Economic net income or “ENI,” represents segment net income which includes certain tax expense associated with performance fee compensation and excludes the impact of all other income taxes, acquisition-related items including amortization of acquired intangibles and contingent consideration taking the form of earn-outs, charges associated with equity-based compensation issued in Carlyle’s initial public offering or in acquisitions or strategic investments, corporate actions and infrequently occurring or unusual events. Carlyle believes the inclusion or exclusion of these items provides investors with a meaningful indication of its core operating performance. For segment reporting purposes, revenues and expenses, and accordingly segment net income, are presented on a basis that deconsolidates certain Carlyle funds, related co-investment entities and CLOs (referred to collectively as the “Consolidated Funds”) that Carlyle consolidates in its consolidated financial statements pursuant to U.S. GAAP. Total Segment ENI equals the aggregate of ENI for all segments. ENI and its components are evaluated regularly by management in making resource deployment decisions and in assessing performance of Carlyle’s four segments and for compensation. Carlyle believes that reporting ENI is helpful to understanding its business and that investors should review the same supplemental financial measure that management uses to analyze its segment performance.
- Fee-Related Earnings is a component of ENI and is used to measure Carlyle’s operating profitability excluding equity-based compensation, performance fees, investment income from investments in Carlyle’s funds and performance fee related compensation. Accordingly, Fee-Related Earnings reflect the ability of the business to cover base compensation and operating expenses from fee revenues other than performance fees. Fee-Related Earnings are reported as part of Carlyle’s segment results. Carlyle uses Fee-Related Earnings from operations to measure its profitability from fund management fees.
- Distributable Earnings is a component of ENI representing total ENI less net performance fees and investment income plus realized net performance fees and realized investment income and excluding equity-based compensation. Distributable Earnings is intended to show the amount of net realized earnings without the effects of consolidation of the Consolidated Funds. Distributable Earnings is derived from Carlyle’s segment reported results and is an additional measure to assess performance and amounts potentially available for distribution from Carlyle Holdings to its unitholders.
- Adjusted EBITDA is a component of ENI and is used to measure Carlyle’s ability to cover recurring operating expenses from cash earnings. Adjusted EBITDA is computed as ENI excluding unrealized performance fees, unrealized performance fee compensation, unrealized investment income, depreciation and amortization expense, interest expense and equity-based compensation.

Income before provision for income taxes is the GAAP financial measure most comparable to ENI, Fee-Related Earnings, Distributable Earnings, and Adjusted EBITDA. Reconciliations of these non-GAAP financial measures to income before provision for income taxes are included within this press release. These non-GAAP financial measures should be considered in addition to and not as a substitute for, or superior to, financial measures presented in accordance with U.S. GAAP.

Other Key Terms

“**Assets under management**” or “**AUM**” refers to the assets managed by Carlyle. AUM equals the sum of the following:

(a) the fair value of the capital invested in Carlyle carry funds, co-investment vehicles, NGP management fee funds and fund of funds vehicles plus the capital that Carlyle is entitled to call from investors in those funds and vehicles (including Carlyle commitments to those funds and vehicles and those of senior Carlyle professionals and employees) pursuant to the terms of their capital commitments to those funds and vehicles;

(b) the amount of aggregate collateral balance and principal cash at par or aggregate principal amount of the notes of our CLOs and other structured products (inclusive of all positions);

(c) the net asset value (pre-redemptions and subscriptions) of Carlyle's long/short credit, emerging markets, multi-product macroeconomic, mutual fund, fund of hedge funds vehicles and other hedge funds; and

(d) the gross assets (including assets acquired with leverage) of our business development companies.

AUM includes certain energy and renewable resources funds that Carlyle jointly advises with Riverstone Holdings L.L.C. ("Riverstone") and certain NGP management fee funds and carry funds advised by NGP Energy Capital Management. Carlyle's calculation of AUM (but not Fee-Earning AUM) includes uncalled commitments to, and the fair value of invested capital in, investment funds from Carlyle and its personnel, regardless of whether such commitments or invested capital are subject to management or performance fees.

"Available capital," commonly known as "dry powder," for Carlyle's carry funds and NGP management fee funds refers to the amount of capital commitments available to be called for investments. Amounts previously called may be added back to available capital following certain distributions.

"Carlyle funds," "our funds" and "our investment funds" refer to the investment funds and vehicles advised by Carlyle.

"Carry funds" refers to (i) those investment funds that Carlyle advises, including the buyout funds, growth capital funds, real estate funds, infrastructure funds, certain energy funds, and opportunistic credit, distressed debt and mezzanine funds (but excluding Carlyle's structured credit/other structured product funds, hedge funds, business development companies, mutual fund and fund of funds vehicles), where Carlyle receives a special residual allocation of income, which is referred to as a "carried interest," in the event that specified investment returns are achieved by the fund and (ii) those investment funds advised by NGP from which we are entitled to receive a carried interest.

"Catch-up management fees" refer to those amounts of management fees charged to fund investors in subsequent closings of a fund which apply to the time period between the fee initiation date and the subsequent closing date.

"Expired available capital" occurs when a fund has passed the investment and follow-on periods and can no longer invest capital into new or existing deals. Any remaining available capital, typically a result of either recycled distributions or specific reserves established for the follow-on period that are not drawn, can only be called for fees and expenses and is therefore removed from the total AUM calculation.

"Fee-Earning assets under management" or "Fee-Earning AUM" refers to the assets managed by Carlyle from which Carlyle derives recurring fund management fees. Fee-Earning AUM generally equals the sum of:

(a) for substantially all carry funds and certain co-investment vehicles where the investment period has not expired and for Metropolitan fund of funds vehicles during the weighted-average investment period of the underlying funds, the amount of limited partner capital commitments, for AlpInvest fund of funds vehicles, the amount of external investor capital commitments during the commitment fee period, and for the NGP management fee funds and certain carry funds advised by NGP, the amount of investor capital commitments before the first investment realization;

(b) for substantially all carry funds and certain co-investment vehicles where the investment period has expired and for Metropolitan fund of funds vehicles after the expiration of the weighted-average investment period of the underlying funds, the remaining amount of limited partner invested capital, and for the NGP management fee funds and

certain carry funds advised by NGP where the first investment has been realized, the amount of partner commitments less realized and written-off investments;

(c) the amount of aggregate fee-earning collateral balance at par of our collateralized loan obligations (“CLOs”), as defined in the fund indentures (typically exclusive of equities and defaulted positions) as of the quarterly cut-off date for each CLO, and the aggregate principal amount of the notes of our other structured products;

(d) the net asset value of our mutual fund and the external investor portion of the net asset value (pre-redemptions and subscriptions) of our long/short credit funds, emerging markets, multi-product macroeconomic, fund of hedge funds vehicles and other hedge funds;

(e) the gross assets (including assets acquired with leverage), excluding cash and cash equivalents of our business development companies and certain carry funds; and

(f) for AlpInvest fund of funds vehicles where the commitment fee period has expired, and certain carry funds where the investment period has expired, the lower of cost or fair value of invested capital.

Fee-Earning AUM includes certain energy and renewable resources carry funds that Carlyle jointly advises with Riverstone and certain NGP management fee funds and carry funds advised by NGP Energy Capital Management. Fee-Earning AUM includes only those assets which earn a material fee.

For Carlyle’s carry funds, co-investment vehicles, NGP management fee funds and fund of funds vehicles, total AUM includes the fair value of the capital invested, whereas Fee-Earning AUM includes the amount of capital commitments or the remaining amount of invested capital at cost, depending on whether the investment period for the fund has expired. As such, Fee-Earning AUM may be greater than total AUM when the aggregate fair value of the remaining investments is less than the cost of those investments.

“**Fund of funds vehicles**” refers to those funds, accounts and vehicles advised by AlpInvest Partners B.V., Metropolitan Real Estate Equity Management, LLC, and Diversified Global Asset Management Corporation.

“**NGP management fee funds**” refer to those funds advised by NGP Energy Capital Management (together with its affiliates and subsidiaries) from which we only receive management fees.

“**Net accrued performance fees**” refers to the accrued performance fees that are attributable to Carlyle’s unitholders. This balance is comprised of accrued performance fees less: accrued giveback obligations, accrued performance fee compensation (inclusive of related tax obligations), and accrued performance fees attributable to non-controlling interests. This balance also excludes net accrued performance fees that have been realized but will be collected in subsequent periods.

“**Net performance fees**” refers to the performance fees from Carlyle funds and fund of funds vehicles net of the portion allocated to Carlyle investment professionals (including related tax expense) which is reflected as performance fee related compensation expense.

“**Performance fees**” consist principally of carried interest from carry funds and certain fund of funds vehicles and incentive fees or allocations from certain of our Global Market Strategies funds. Carlyle is generally entitled to a 20% allocation (or 1.8% to 10% in the case of most of the fund of funds vehicles) of the net realized income or gain as a carried interest after returning the invested capital, the allocation of preferred returns of generally 8% to 9% and the return of certain fund costs (subject to catch-up provisions as set forth in the fund limited partnership agreement). Carried interest revenue, which is a component of performance fees in Carlyle’s consolidated financial statements, is recognized by Carlyle upon appreciation of the valuation of the applicable funds’ investments above certain return hurdles as set forth in each respective partnership agreement and is based on the amount that would be due to Carlyle pursuant to the fund partnership agreement at each period end as if the funds were liquidated at such date.

“Realized net performance fees” refers to the realized performance fees from Carlyle funds and fund of funds vehicles net of the portion allocated to Carlyle investment professionals (including related tax expense) which is reflected as realized performance fee related compensation expense.

“VIE” refers to a variable interest entity, as that term is defined in Accounting Standards Codification Topic 810, *Consolidation*.