

Apollo Tactical Income Fund Inc.
Form N-CSRS
August 29, 2014

UNITED STATES

SECURITIES AND EXCHANGE COMMISSION

Washington, D.C. 20549

FORM N-CSR

CERTIFIED SHAREHOLDER REPORT OF REGISTERED MANAGEMENT

INVESTMENT COMPANIES

Investment Company Act file number 811-22591

Apollo Tactical Income Fund Inc.

(Exact name of registrant as specified in charter)

9 West 57th Street

New York, New York 10019

(Address of principal executive offices) (Zip code)

Joseph Moroney, President

9 West 57th Street

New York, New York 10019

(Name and address of agent for service)

Registrant's telephone number, including area code: (212) 515-3200

Date of fiscal year end: December 31

Date of reporting period: June 30, 2014

Item 1. Reports to Stockholders.

The Report to Shareholders is attached herewith.

Apollo Senior Floating Rate Fund Inc. (NYSE: AFT)

Apollo Tactical Income Fund Inc. (NYSE: AIF)

Semi-Annual Report

June 30, 2014

(unaudited)

TABLE OF CONTENTS

<u>Manager Commentary</u>	4
<u>Financial Data</u>	
<u>Apollo Senior Floating Rate Fund Inc.</u>	5
<u>Apollo Tactical Income Fund Inc.</u>	6
<u>Schedule of Investments</u>	
<u>Apollo Senior Floating Rate Fund Inc.</u>	7
<u>Apollo Tactical Income Fund Inc.</u>	13
<u>Statements of Assets and Liabilities</u>	19
<u>Statements of Operations</u>	20
<u>Statements of Changes in Net Assets</u>	
<u>Apollo Senior Floating Rate Fund Inc.</u>	21
<u>Apollo Tactical Income Fund Inc.</u>	22
<u>Statements of Cash Flows</u>	
<u>Apollo Senior Floating Rate Fund Inc.</u>	23
<u>Apollo Tactical Income Fund Inc.</u>	24
<u>Financial Highlights</u>	
<u>Apollo Senior Floating Rate Fund Inc.</u>	25
<u>Apollo Tactical Income Fund Inc.</u>	26
<u>Notes to Financial Statements</u>	27
<u>Additional Information</u>	41
<u>Important Information About This Report</u>	44

Economic and market conditions change frequently.

There is no assurance that the trends described in this report will continue or commence.

This report, including the financial information herein, is transmitted to shareholders of the Funds for their information. It is not a prospectus. Past performance results shown in this report should not be considered a representation of future performance. Statements and other information herein are as dated and are subject to change.

Apollo Senior Floating Rate Fund Inc.

Apollo Tactical Income Fund Inc.

Manager Commentary (unaudited)

As of June 30, 2014

Dear Shareholders,

We would like to start by saying thank you for your interest in the Apollo Senior Floating Rate Fund Inc. and the Apollo Tactical Income Fund Inc. (the Funds). We appreciate the trust and confidence you have placed with us through your investment in the Funds.

The first half of 2014 was an ideal environment for credit investors. Economic growth was just right strong enough to inspire confidence in some, not strong enough to give the Fed the confidence to accelerate tapering or consider raising rates earlier than expected. This in turn kept treasury rates low (and in fact drove them slightly lower), providing a backdrop for strong performance from fixed income asset classes and a lack of volatility. The result was a high-yield bond market trading at all-time low yields and a leveraged loan market that saw spreads compress as demand for floating-rate product exceeded supply (again!).

Fundamentally, the benign environment seen during 2013 continued, as the default rate by number of issuers for the 12-month period ended June 30, 2014 was 0.83% for leveraged loans and by principal amount was 1.08% (excluding Energy Future Holdings Corp., formerly known as TXU Corp.). Of note, we saw zero defaults for the Funds portfolio holdings over that period. This compares to long-term averages of 3.9% for high-yield bonds (as referenced in the J.P. Morgan High-Yield Default Monitor) and 3.4% for leveraged loans (as measured by the J.P. Morgan Leveraged Loan Index) since 1998. The downside of this benign credit risk environment is that while the cycle churns forward and excess demand abounds, structures and lending terms tend to suffer. Leverage, particularly for new issue loans backing leveraged buyouts, has continued to increase throughout the first six months of the year, with an increasing number of transactions levered 6-7 times. The offset to this negative trend is that fixed charge coverage, which represents a company's ability to service their interest expense and capital expenditures, remained strong at a record 3.2 times during the first half of 2014.

Year-to-date June 30, 2014, the levered loan market returned 2.6% (as measured by the S&P/LSTA Leveraged Loan Index), and the high-yield bond market returned 5.6% (as measured by the BofA Merrill Lynch High-Yield Master II Index), and appear to be trending toward a second rare coupon-clipping performance. However, given the lack of volatility and interest rate performance mentioned above, loans and high-yield bonds have underperformed other asset classes with the 10-year treasury gaining 6.13%, investment grade bonds gaining 5.94% (as measured by the BofA Merrill Lynch U.S. Corporate Master Index), and the S&P 500 gaining 6.97% through June 30, 2014.

That performance was a little surprising to us since coming into 2014 we were expecting more volatility than we have seen thus far. While we were right on one of our key predictions, that the string of strong inflows to loan mutual funds would reverse, we did not anticipate the new issuance of collateralized loan obligations (CLOs) to grow as much as it has, more than absorbing the loss of demand from retail funds and depriving our prediction of a key source of kindling for potential volatility. In fact, CLOs are likely one of the top stories in the leveraged finance world thus far in 2014, as their \$61 billion of issuance through June 30, 2014 has far surpassed expectations and shows no signs of slowing down, serving to keep demand for loans, and by extension prices and spreads, steady and tight.

As the credit cycle continues to progress, it seems reasonable to assume that increasing leverage, rising interest rates and tepid economic growth will conspire to cause a gradual increase in defaults and distress over the next 1 to 2 years,

pushing default rates closer to their long-term averages. That said, given the strong current tone in the market, we do not expect a material increase in defaults for the remainder of 2014.

We appreciate your interest and support in the Funds. If you have any questions about the Funds, please call 1-888-301-3838, or go to our website at www.agmfunds.com.

Sincerely,

Apollo Credit Management, LLC

Apollo Senior Floating Rate Fund Inc.**Financial Data**

As of June 30, 2014 (unaudited)

Portfolio Composition (as % of Current Market Value of Investment Securities)

Loans	92.0%
High-Yield Bonds	6.6%
Equity/Other	1.4%

Portfolio Characteristics ^(a)

Weighted Average Floating-Rate Spread	4.81%
Weighted Average Fixed-Rate Coupon	10.25%
Weighted Average Days to Reset (floating assets)	62
Weighted Average Modified Duration (in years) (fixed assets)	2.55
Average Position Size	\$ 2,214,846
Number of Positions	192
Weighted Average Rating	B

Credit Quality ^(b)

BBB- or Higher	0.2%
BB	5.2%
B	84.5%
CCC+ or Lower	6.2%
Not Rated	3.9%

Top 5 Industries (as % of Current Market Value of Investment Securities) ^(c)

Banking, Finance, Insurance & Real Estate	13.5%
Services: Business	10.9%
Healthcare & Pharmaceuticals	10.3%
Telecommunications	8.0%
Media: Broadcasting & Subscription	7.0%
Total	49.7%

Top 10 Issuers (as % of Current Market Value of Investment Securities) ^(d)

First Data Corp.	2.8%
Opal Acquisition, Inc.	1.8%
Global Tel*Link Corp.	1.7%
Asurion, LLC	1.4%

Securus Technologies Holdings, Inc.	1.3%
Hyperion Finance S.a.r.l.	1.3%
Charming Charlie, LLC	1.2%
Premier Dental Services, Inc.	1.2%
WideOpenWest Finance, LLC	1.2%
National Financial Partners Corp.	1.2%
Total	15.1%

Performance Comparison

	Six Months Ended June 30, 2014	Since Inception on February 23, 2011 to June 30, 2014
AFT - Stock Price	3.00% ^(e)	3.81% ^{(e)(f)}
AFT - NAV	3.66% ^(e)	7.18% ^{(e)(f)}
S&P/LSTA Leveraged Loan Index ^(g)	2.60%	4.88% ^(f)

- (a) Averages based on par value of investment securities, except for the weighted average modified duration, which is based on market value.
- (b) Credit quality is calculated as a percentage of fair value of investment securities at June 30, 2014. The quality ratings reflected were issued by Standard & Poor's Ratings Group (S&P), a nationally recognized statistical rating organization. Credit quality ratings reflect the rating agency's opinion of the credit quality of the underlying positions in the Fund's portfolio and not that of the Fund itself. Credit quality ratings are subject to change.
- (c) The industry classifications reported are from widely recognized market indexes or rating group indexes, and/or as defined by Fund management, with the primary source being Moody's Investors Service (Moody's), a nationally recognized statistical rating organization.
- (d) Holdings are subject to change and are provided for informational purposes only.
- (e) Performance reflects total return assuming all distributions were reinvested at the dividend reinvestment rate. Past performance does not necessarily indicate how the Fund will perform in the future. The performance information provided does not reflect the deduction of taxes that a shareholder would pay on distributions received from the Fund.
- (f) Annualized.
- (g) The S&P/LSTA Leveraged Loan Index is a broad index designed to reflect the performance of the U.S. Dollar facilities in the leveraged loan market.

Apollo Tactical Income Fund Inc.**Financial Data**

As of June 30, 2014 (unaudited)

Portfolio Composition (as % of Current Market Value of Investment Securities)

Loans	61.1%
High-Yield Bonds	29.0%
Structured Credit	8.9%
Equity/Other	1.0%

Portfolio Characteristics ^(a)

Weighted Average Floating-Rate Spread	5.60%
Weighted Average Fixed-Rate Coupon	8.75%
Weighted Average Days to Reset (floating assets)	58
Weighted Average Modified Duration (in years) (fixed assets)	3.12
Average Position Size	\$ 2,588,918
Number of Positions	156
Weighted Average Rating	B

Credit Quality ^(b)

BB	11.2%
B	71.9%
CCC+ or Lower	12.5%
Not Rated	4.4%

Top 5 Industries (as % of Current Market Value of Investment Securities) ^(c)

Banking, Finance, Insurance & Real Estate	13.0%
Structured Finance	8.9%
Services: Business	8.4%
Healthcare & Pharmaceuticals	7.6%
Consumer Goods: Non-Durable	6.5%
Total	44.4%

Top 10 Issuers (as % of Current Market Value of Investment Securities) ^(d)

StoneMor Partners, L.P. / Cornerstone Family Services of West Virginia	2.0%
First Data Corp.	1.9%
Molycorp, Inc.	1.8%

Atlas Senior Loan Fund Ltd.	1.7%
Land O Lakes Capital Trust I	1.7%
TPC Group, Inc.	1.6%
Sidewinder Drilling, Inc.	1.5%
Securus Technologies Holdings, Inc.	1.5%
InVentiv Health, Inc.	1.5%
Jefferies Finance, LLC / JFIN Co-Issuer Corp.	1.5%
Total	16.7%

Performance Comparison

	Six Months Ended June 30, 2014	Since Inception on February 25, 2013 to June 30, 2014
AIF - Stock Price	5.98% ^(e)	0.59% ^{(e)(f)}
AIF - NAV	6.04% ^(e)	10.58% ^{(e)(f)}
S&P/LSTA Leveraged Loan Index ^(g)	2.60%	4.93% ^(f)

- (a) Averages based on par value of investment securities, except for the weighted average modified duration, which is based on market value.
- (b) Credit quality is calculated as a percentage of fair value of investment securities at June 30, 2014. The quality ratings reflected were issued by S&P, a nationally recognized statistical rating organization. Credit quality ratings reflect the rating agency's opinion of the credit quality of the underlying positions in the Fund's portfolio and not that of the Fund itself. Credit quality ratings are subject to change.
- (c) The industry classifications reported are from widely recognized market indexes or rating group indexes, and/or as defined by Fund management, with the primary source being Moody's, a nationally recognized statistical rating organization.
- (d) Holdings are subject to change and are provided for informational purposes only.
- (e) Performance reflects total return assuming all distributions were reinvested at the dividend reinvestment rate. Past performance does not necessarily indicate how the Fund will perform in the future. The performance information provided does not reflect the deduction of taxes that a shareholder would pay on distributions received from the Fund.
- (f) Annualized.
- (g) The S&P/LSTA Leveraged Loan Index is a broad index designed to reflect the performance of the U.S. Dollar facilities in the leveraged loan market.

Apollo Senior Floating Rate Fund Inc.**Schedule of Investments****June 30, 2014 (unaudited)**

	<u>Principal Amount (\$)</u>	<u>Value (\$)</u>
Senior Loans (a) - 132.9%		
AEROSPACE & DEFENSE - 9.3%		
Camp International Holding Co. 2013 First Lien Replacement Term Loan, 4.75%, 05/31/19	1,300,215	1,307,795
2013 Second Lien Replacement Term Loan, 8.25%, 11/29/19	1,000,000	1,027,500
Deltek, Inc. First Lien Term Loan, 10/10/18 (b)	3,498,442	3,526,867
Second Lien Term Loan, 10.00%, 10/10/19	1,091,000	1,116,229
ILC Industries, LLC First Lien Term Loan, 8.00%, 07/11/18	4,422,112	4,433,167
Photonis Technologies SAS Term Loan, 8.50%, 09/18/19	3,910,350	3,929,902
The SI Organization, Inc. (c) First Lien Term Loan, 11/23/19 (b)	662,383	665,284
Second Lien Term Loan, 05/23/20 (b)	606,000	607,897
SRA International, Inc. Term Loan, 6.50%, 07/20/18	3,573,772	3,591,659
TASC, Inc. First Lien Term Loan, 6.50%, 05/22/20	1,570,000	1,542,525
Second Lien Term Loan, 12.00%, 05/23/21 (d)	2,339,943	2,316,544
U.S. Joiner Holding Co. Term Loan, 7.00%, 04/16/20 (e)	2,493,750	2,487,516
WP CPP Holdings, LLC First Lien Term Loan, 4.75%, 12/28/19	1,163,640	1,170,185
		27,723,070
AUTOMOTIVE - 1.2%		

Edgar Filing: Apollo Tactical Income Fund Inc. - Form N-CSRS

American Tire Distributors, Inc.		
Delayed Draw Term Loan, 06/01/18 (b)	139,429	140,561
Initial Term Loan, 06/01/18 (b)	1,249,440	1,259,591
Fram Group Holdings Inc./Prestone Holdings Inc.		
Second Lien Term Loan, 10.50%, 01/29/18	2,000,000	1,910,000
Transtar Holding Co.		
First Lien Term Loan, 5.75%, 10/09/18	186,536	186,711
		3,496,863

BANKING, FINANCE, INSURANCE & REAL ESTATE - 14.0%

Amwins Group, LLC		
First Lien New Term Loan, 5.00%, 09/06/19	1,729,304	1,735,789

Principal	
<u>Amount (\$)</u>	<u>Value (\$)</u>

BANKING, FINANCE, INSURANCE & REAL ESTATE (continued)

Asurion, LLC		
Incremental Tranche B-1 Term Loan, 5.00%, 05/24/19	4,458,483	4,492,390
Second Lien Term Loan, 8.50%, 03/03/21	1,562,000	1,623,504
Hub International Ltd.		
Initial Term Loan, 4.25%, 10/02/20	2,769,060	2,777,713
Hyperion Finance S.a.r.l. (United Kingdom)		
Term Loan, 5.75%, 10/17/19 (f)	5,373,000	5,408,811
Institutional Shareholder Services Inc.		
First Lien Term Loan, 4.75%, 04/30/21 (e)	3,250,000	3,258,125
Medical Card System, Inc.		
Term Loan, 12.00%, 09/17/15 (e) (g)	4,788,268	4,716,444
MMM Holdings, Inc.		
MMM Term Loan, 9.75%, 12/12/17	750,223	756,787
MSO of Puerto Rico, Inc.		
MSO Term Loan, 9.75%, 12/12/17	545,432	550,204
National Financial Partners Corp.		
Term Loan B, 5.25%, 07/01/20	5,138,118	5,175,369
SG Acquisition, Inc.		
First Lien Initial Term Loan, 7.25%, 12/21/18 (e)	2,607,224	2,620,260
USI, Inc.		
Initial Term Loan, 4.25%, 12/27/19	4,835,372	4,850,990
VFH Parent LLC		
Term Loan, 5.75%, 11/08/19	691,685	688,226
Walter Investment Management Corp.		
Tranche B Term Loan, 4.75%, 12/18/20	3,320,640	3,288,479

41,943,091

BEVERAGE, FOOD & TOBACCO - 5.0%

AdvancePierre Foods, Inc. First Lien Term Loan, 5.75%, 07/10/17	702,132	703,666
ARG IH Corp. Term Loan, 5.00%, 11/15/20	1,910,400	1,924,718
Arysta LifeScience SPC, LLC First Lien Initial Term Loan, 4.50%, 05/29/20	1,194,929	1,199,411
Second Lien Term Loan, 8.25%, 11/30/20 (e)	1,028,000	1,048,560
Dole Food Co., Inc. Tranche B Term Loan, 4.50%, 11/01/18	2,325,878	2,332,658
Hearthside Group Holdings, LLC Term Loan, 4.50%, 06/02/21	1,642,000	1,655,005
Performance Food Group, Inc. Second Lien Term Loan, 6.25%, 11/14/19	1,038,993	1,051,336

See accompanying Notes to Financial Statements. | 7

Apollo Senior Floating Rate Fund Inc.**Schedule of Investments (continued)****June 30, 2014 (unaudited)**

	<u>Principal Amount (\$)</u>	<u>Value (\$)</u>
Senior Loans (a) (continued)		
BEVERAGE, FOOD & TOBACCO (continued)		
PFS Holding Corp. First Lien Term Loan, 4.50%, 01/31/21	2,803,973	2,761,913
Shearer's Foods, LLC First Lien Term Loan, 06/19/21 (b)	791,666	794,389
Winebow Holdings, Inc. (The Vintner Group, Inc.) First Lien Term Loan, 07/01/21 (b)	699,029	701,650
Second Lien Term Loan, 01/02/22 (b)	744,897	746,759
		14,920,065
CAPITAL EQUIPMENT - 1.0%		
Tank Holding Corp. (Roto Acquisition Corp.) First Lien Term Loan, 4.25%, 07/09/19	3,059,244	3,063,068
CHEMICALS, PLASTICS & RUBBER - 2.2%		
AI Chem & Cy S.C.A. (Luxembourg) Tranche B-1 Term Loan, 4.50%, 10/03/19 (f)	426,909	429,577
Tranche B-2 Term Loan, 4.50%, 10/03/19 (f)	221,503	222,887
Cyanco Intermediate Corp. Term Loan, 5.50%, 05/01/20	2,774,611	2,782,935
Kronos Worldwide, Inc. Initial Term Loan, 4.75%, 02/18/20	628,425	635,891

Edgar Filing: Apollo Tactical Income Fund Inc. - Form N-CSRS

Tronox Pigments B. V. (Netherlands) New Term Loan, 4.00%, 03/19/20 (f)	736,557	738,999
Univar Inc. Term Loan B, 5.00%, 06/30/17	1,728,052	1,737,634
		6,547,923

CONSUMER GOODS: DURABLE - 0.5%

Bluestem Brands, Inc. Term Loan, 7.50%, 12/06/18	1,024,371	1,032,054
Britax U.S. Holdings Inc. First Lien Term Loan B, 4.50%, 10/15/20	581,668	554,038
		1,586,092

CONSUMER GOODS: NON-DURABLE - 8.9%

ABG Intermediate Holdings 2 LLC First Lien Term Loan, 5.50%, 05/27/21	3,541,125	3,563,256
Allflex Holdings III, Inc. Second Lien Initial Term Loan, 8.00%, 07/19/21	2,400,000	2,427,000
BRG Sports, Inc. First Lien Term Loan, 6.50%, 04/15/21 (e)	2,140,000	2,164,075

Principal	
<u>Amount (\$)</u>	<u>Value (\$)</u>

CONSUMER GOODS: NON-DURABLE (continued)

Fender Musical Instruments Corp. Initial Term Loan, 5.75%, 04/03/19	445,000	449,450
Herff Jones, Inc. Term Loan B, 5.50%, 06/25/19	3,660,577	3,693,742
Insight Pharmaceuticals LLC First Lien Term Loan, 6.26%, 08/25/16 (e)	3,132,937	3,138,811
The Men's Wearhouse, Inc. Tranche B Term Loan, 4.50%, 06/18/21	2,430,000	2,446,961
Nine West Holdings, Inc. Initial Term Loan, 4.75%, 10/08/19	1,320,000	1,328,705
Unsecured Initial Term Loan, 6.25%, 01/08/20	1,000,000	1,005,935
Polyconcept Investments B.V.		

Edgar Filing: Apollo Tactical Income Fund Inc. - Form N-CSRS

Term Loan, 06/28/19 (b) The Topps Co., Inc.	3,800,897	3,791,395
Term Loan, 7.25%, 10/02/18 (e)	2,517,350	2,492,176
		26,501,506

CONTAINERS, PACKAGING & GLASS - 1.2%

Berlin Packaging LLC Term Loan B, 4.75%, 04/02/19	495,000	499,178
Devix Topco (France) First Lien Term Loan B, 4.25%, 05/03/21 (f)	1,525,000	1,530,726
Pelican Products, Inc. First Lien Term Loan, 5.25%, 04/10/20	1,536,150	1,551,512
		3,581,416

ENERGY: OIL & GAS - 8.4%

Atlas Energy, L.P. Term Loan, 6.50%, 07/31/19 (e)	1,250,550	1,270,090
Azure Midstream Energy LLC Term Loan, 6.50%, 11/15/18	876,152	885,461
BBTS Borrower L.P. Term Loan, 7.75%, 06/04/19	4,282,127	4,328,695
Chief Exploration & Development LLC Second Lien Term Loan, 05/16/21 (b) (e)	2,380,000	2,439,500
Drillships Financing Holding Inc. Tranche B-1 Term Loan, 6.00%, 03/31/21	3,258,037	3,317,105
EMG Utica, LLC Term Loan, 4.75%, 03/27/20 (e)	1,553,000	1,558,824
HGIM Corp. Term Loan A, 5.00%, 06/18/18 (e)	5,027,980	5,040,550
McDermott Finance LLC Term Loan, 5.25%, 04/16/19	837,000	846,420
Pacific Drilling S.A. (Luxembourg) Term Loan, 4.50%, 06/03/18 (f)	1,269,180	1,275,526

8 | See accompanying Notes to Financial Statements.

Apollo Senior Floating Rate Fund Inc.**Schedule of Investments (continued)****June 30, 2014 (unaudited)**

	Principal	
	<u>Amount (\$)</u>	<u>Value (\$)</u>
Senior Loans (a) (continued)		
ENERGY: OIL & GAS (continued)		
Power Buyer, LLC		
First Lien Delayed Draw Term Loan, 4.25%, 05/06/20 (e)	48,565	47,593
First Lien Initial Term Loan, 4.25%, 05/06/20 (e)	914,108	895,826
Sprint Industrial Holdings, Inc.		
First Lien Term Loan, 7.00%, 05/14/19	2,173,870	2,190,174
W3 Co.		
First Lien Term Loan, 5.75%, 03/13/20 (e)	927,195	914,446
		25,010,210
ENVIRONMENTAL INDUSTRIES - 1.3%		
Environmental Resources Management (United Kingdom)		
Term Loan, 05/09/21 (b) (f)	3,920,000	3,900,420
FOREST PRODUCTS & PAPER - 0.8%		
Caraustar Industries, Inc.		
Term Loan, 7.50%, 05/01/19	2,327,529	2,360,999
HEALTHCARE & PHARMACEUTICALS - 13.7%		

ABB/Con-Cise Optical Group LLC		
Term Loan B-1, 4.50%, 02/06/19	1,516,034	1,516,033
Amneal Pharmaceuticals LLC		
Term Loan B, 5.75%, 11/01/19	2,243,050	2,258,942
Ardent Medical Services, Inc.		
First Lien Term Loan, 6.75%, 07/02/18	2,915,784	2,936,428
ATI Holdings, Inc.		
Term Loan, 5.00%, 12/20/19	1,085,470	1,099,038
Dialysis Newco, Inc. (dba DSI Renal)		
First Lien Term Loan B, 4.75%, 04/23/21	2,330,000	2,337,771
Healogics, Inc.		
First Lien Term Loan B, 5.25%, 02/05/19	1,023,050	1,027,684
InVentiv Health, Inc.		
Consolidated Term Loan, 7.50%, 08/04/16	2,387,546	2,403,220
Term Loan B-3, 7.75%, 05/15/18	729,448	731,271
Opal Acquisition, Inc.		
First Lien Term Loan, 5.00%, 11/27/20	7,541,968	7,571,419
Premier Dental Services, Inc.		
First Lien Term Loan, 6.00%, 11/01/18	5,228,804	5,257,118
Sheridan Holdings, Inc.		
2013 First Lien Initial Term Loan, 4.50%, 06/29/18	1,319,340	1,321,319
Smile Brands Group Inc.		
Term Loan, 08/16/19 (b)	4,367,000	4,257,825
Steward Health Care System LLC		
Term Loan, 6.75%, 04/10/20 (e)	3,274,272	3,241,529

PrincipalAmount (\$)Value (\$)**HEALTHCARE & PHARMACEUTICALS (continued)**

U.S. Renal Care, Inc.		
First Lien Tranche B-2 Term Loan, 4.25%, 07/03/19	4,133,181	4,151,904
Second Lien Term Loan, 10.25%, 01/03/20 (e)	818,000	832,315
		40,943,816

HIGH TECH INDUSTRIES - 6.8%

The Active Network, Inc. (Lanyon, Inc.)		
First Lien Term Loan, 5.50%, 11/13/20	1,573,284	1,568,375
Flexera Software LLC		

Edgar Filing: Apollo Tactical Income Fund Inc. - Form N-CSRS

First Lien Term Loan, 4.50%, 04/02/20 Freescale Semiconductor, Inc.	1,290,000	1,292,148
Tranche B5 Term Loan, 5.00%, 01/15/21 GTCR Valor Companies, Inc. (c)	1,935,375	1,947,316
First Lien Term Loan, 05/30/21 (b) Kronos Inc.	1,149,846	1,146,253
First Lien Incremental Term Loan, 4.50%, 10/30/19 Landesk Group, Inc.	4,715,506	4,759,714
First Lien New Term Loan, 5.00%, 02/25/20	3,426,013	3,438,843
Second Lien Term Loan, 8.25%, 02/25/21 MSC Software Corp.	563,000	566,285
First Lien Initial Term Loan, 5.00%, 05/29/20 Vision Solutions, Inc.	1,790,000	1,805,662
First Lien Term Loan, 6.00%, 07/23/16 (e)	3,803,384	3,803,384
		20,327,980

HOTEL, GAMING & LEISURE - 2.4%

Centaur Acquisition, LLC		
Second Lien Term Loan, 8.75%, 02/20/20	826,000	842,520
Deluxe Entertainment Services Group Inc. Initial Term Loan, 6.50%, 02/28/20	1,033,299	1,033,299
Diamond Resorts Corp. Term Loan, 5.50%, 05/09/21 (e)	909,000	916,954
Mohegan Tribal Gaming Authority Term Loan B, 5.50%, 11/19/19	1,099,674	1,120,183
Peppermill Casinos, Inc. Term Loan B, 7.25%, 11/09/18 (e)	1,969,965	2,021,676
Planet Fitness Holdings, LLC Term Loan, 4.75%, 03/31/21	1,336,650	1,345,004
		7,279,636

MEDIA: ADVERTISING, PRINTING & PUBLISHING - 6.4%

F & W Media, Inc. Term Loan, 7.75%, 06/30/19 (e)	4,206,365	4,206,365
---	-----------	-----------

See accompanying Notes to Financial Statements. | 9

Apollo Senior Floating Rate Fund Inc.**Schedule of Investments (continued)****June 30, 2014 (unaudited)**

	Principal	
	<u>Amount (\$)</u>	<u>Value (\$)</u>
Senior Loans (a) (continued)		
MEDIA: ADVERTISING, PRINTING & PUBLISHING (continued)		
Information Resources, Inc. Term Loan, 4.75%, 09/30/20	2,901,671	2,927,061
Merrill Communications LLC Term Loan, 5.75%, 03/08/18	3,892,541	3,965,526
The Reader s Digest Association, Inc. Term Loan, 12.50%, 09/30/15 (e)	3,004,805	2,895,881
Springer SBM Two GMBH (Germany) Initial Term Loan B2, 5.00%, 08/14/20 (f)	5,010,140	5,026,598
		19,021,431

MEDIA: BROADCASTING & SUBSCRIPTION - 8.7%

CCO Holdings, LLC Term Loan E, 3.00%, 07/01/20	511,918	504,774
Emmis Communications Corp. Term Loan B, 06/10/21 (b)	2,000,000	2,015,000
Granite Broadcasting Corp. First Lien Tranche B Term Loan, 6.75%, 05/23/18 (e)	1,085,478	1,086,157
Hargray Communications Group, Inc. (HCP Acquisition LLC) Term Loan B, 4.75%, 06/26/19	2,276,010	2,289,530
Hemisphere Media Holdings, LLC (Intermedia Espanol, Inc.) Term Loan B, 6.25%, 07/30/20	2,326,500	2,361,398
Hubbard Radio, LLC Tranche 1 Term Loan, 4.50%, 04/29/19	638,341	640,470
Learfield Communications, Inc.		

Edgar Filing: Apollo Tactical Income Fund Inc. - Form N-CSRS

2014 First Lien Replacement Term Loan, 4.50%, 10/09/20 Numericable U.S. LLC	1,243,750	1,256,188
Dollar Denominated Tranche B-1 Term Loan, 4.50%, 05/21/20	1,597,738	1,609,849
Dollar Denominated Tranche B-2 Term Loan, 4.50%, 05/21/20 SESAC Holdco II LLC	1,382,262	1,392,739
First Lien Term Loan, 5.00%, 02/07/19 Telecommunications Management, LLC	920,684	929,320
First Lien Initial Term Loan, 4.75%, 04/30/20	1,018,869	1,027,784
Second Lien Initial Term Loan, 9.00%, 10/30/20 WideOpenWest Finance, LLC	710,475	718,467
Term Loan B, 4.75%, 04/01/19 William Morris Endeavor Entertainment, LLC (IMG Worldwide Holdings, LLC)	5,170,757	5,193,379
First Lien Term Loan, 5.25%, 05/06/21	5,050,000	5,094,188
		26,119,243

Principal

Amount (\$)

Value (\$)

MEDIA: DIVERSIFIED & PRODUCTION - 1.4%

Tech Finance & Co. S.C.A. (Luxembourg) U.S. Term Loan, 5.50%, 07/11/20 (f)	4,239,288	4,297,599
---	-----------	-----------

METALS & MINING - 0.7%

Oxbow Carbon LLC (Oxbow Calcining LLC) Term Loan B, 8.00%, 01/19/20	2,000,000	2,052,500
--	-----------	-----------

RETAIL - 6.1%

99¢ Only Stores Tranche B-2 Term Loan, 4.50%, 01/11/19	1,807,778	1,820,432
Charming Charlie, LLC Initial Term Loan, 9.00%, 12/24/19	5,335,531	5,402,226
Evergreen Acqco 1 L.P. New Term Loan, 5.00%, 07/09/19	3,337,587	3,335,501
HMK Intermediate Holdings LLC Term Loan, 5.00%, 03/30/19 (e)	1,127,000	1,127,000

Edgar Filing: Apollo Tactical Income Fund Inc. - Form N-CSRS

Sears Roebuck Acceptance Corp. (Kmart Corp.) Term Loan, 5.50%, 06/30/18	3,004,900	3,042,461
Smart & Final, Inc. First Lien Term Loan, 4.75%, 11/15/19	2,681,435	2,692,160
Vince, LLC (Vince Intermediate Holding, LLC) Term Loan B, 6.00%, 11/27/19	726,857	736,851
		18,156,631

SERVICES: BUSINESS - 15.8%

Applied Systems, Inc. First Lien Initial Term Loan, 4.25%, 01/25/21	2,019,850	2,029,475
Aptean, Inc. First Lien Term Loan, 5.25%, 02/26/20	3,514,193	3,536,156
ARC Document Solutions, Inc. Term Loan B, 6.25%, 12/20/18	2,334,375	2,373,768
Brock Holdings III, Inc. First Lien Term Loan, 6.00%, 03/16/17	1,599,448	1,604,935
Catalent Pharma Solutions, Inc. Dollar Term Loan, 05/20/21 (b)	2,400,000	2,416,932
EIG Investors Corp. Term Loan, 5.00%, 11/09/19	3,306,088	3,317,114
Evergreen Skills Lux S.a.r.l. (Luxembourg) First Lien Initial Term Loan, 4.50%, 04/28/21 (f)	2,540,000	2,543,975
GCA Services Group, Inc. First Lien Replacement Term Loan, 4.25%, 11/01/19	923,407	924,368
Second Lien Initial Term Loan, 9.25%, 11/01/20	834,400	846,394

10 | See accompanying Notes to Financial Statements.

Apollo Senior Floating Rate Fund Inc.**Schedule of Investments (continued)****June 30, 2014 (unaudited)**

	Principal	
	<u>Amount (\$)</u>	<u>Value (\$)</u>
Senior Loans (a) (continued)		
SERVICES: BUSINESS (continued)		
Genex Holdings, Inc. First Lien Term Loan, 05/28/21 (b)	993,000	1,001,068
Infogroup Inc. Term Loan B, 7.50%, 05/26/18	3,887,309	3,671,097
Mirror Bidco Corp. Term Loan B, 4.25%, 12/28/19	1,013,626	1,015,314
Nord Anglia Education Finance LLC Initial Term Loan, 4.50%, 03/31/21	2,080,000	2,084,555
Onex Carestream Finance L.P. First Lien 2013 Term Loan, 5.00%, 06/07/19	4,110,650	4,123,496
Second Lien Term Loan, 9.50%, 12/07/19	1,000,000	1,023,750
SGS Cayman, L.P. (Cayman Islands) Term Loan, 7.25%, 03/06/19 (f)	1,444,917	1,455,754
SNL Financial LC New Term Loan, 4.50%, 10/23/18	946,246	950,684
Stafford Logistics, Inc. (dba Custom Ecology, Inc.) Term Loan, 6.75%, 06/26/19 (e)	2,519,550	2,533,722
Sutherland Global Services Inc. U.S. Tranche Term Loan, 7.25%, 03/06/19	3,199,458	3,223,454
Transfirst Holdings, Inc. Second Lien Term Loan B-1, 7.50%, 06/27/18	2,500,000	2,521,088
TriNet HR Corp. Term Loan B2, 5.00%, 08/20/20	3,979,925	3,979,925
		47,177,024

SERVICES: CONSUMER - 1.7%

Laureate Education, Inc. 2018 New Series Extended Term Loan, 5.00%, 06/15/18	5,242,493	5,137,644
---	-----------	-----------

TELECOMMUNICATIONS - 10.4%

Avaya Inc. Term Loan B-3, 4.73%, 10/26/17	2,256,579	2,214,268
Global Tel*Link Corp. First Lien Term Loan, 05/23/20 (b)	7,394,836	7,376,349
Grande Communications Networks LLC Term Loan B, 4.50%, 05/29/20	4,057,188	4,053,394
Integra Telecom Holdings, Inc. Replacement Term Loan, 5.25%, 02/22/19	1,062,550	1,071,050
LTS Buyer LLC (Sidera Networks, Inc.) Second Lien Term Loan, 8.00%, 04/12/21	456,665	463,137
Ntelos Inc. Term Loan B, 11/09/19 (b)	4,049,609	4,059,733

PrincipalAmount (\$)Value (\$)**TELECOMMUNICATIONS (continued)**

Securus Technologies Holdings, Inc. First Lien Initial Term Loan, 4.75%, 04/30/20	2,569,609	2,583,523
Second Lien New Term Loan, 9.00%, 04/30/21	2,800,000	2,846,088
The TelX Group, Inc. Second Lien Initial Term Loan, 7.50%, 04/09/21	600,000	602,376
Term Loan B, 4.50%, 04/09/20	890,000	892,114
U.S. TelePacific Corp. Term Loan, 5.75%, 02/23/17	4,854,253	4,905,853
		31,067,885

TRANSPORTATION: CARGO - 1.2%

Carrix, Inc. Term Loan, 01/07/19 (b) Commercial Barge Line Co.	2,500,000	2,359,375
--	-----------	-----------

Edgar Filing: Apollo Tactical Income Fund Inc. - Form N-CSRS

First Lien Initial Term Loan, 7.50%, 09/22/19 (e)	1,120,813	1,129,219
		3,488,594

TRANSPORTATION: CONSUMER - 2.6%

Landmark Aviation FBO Canada, Inc. (Canada)		
Canadian Term Loan, 4.75%, 10/25/19 (f)	187,616	188,132
LM U.S. Member LLC (LM U.S. Corp. Acquisition Inc.)		
Term Loan B, 10/25/19 (b)	500,000	501,375
First Lien Initial Term Loan, 4.75%, 10/25/19	2,780,997	2,788,645
Travel Leaders Group, LLC		
Tranche B Term Loan, 7.00%, 12/05/18 (e)	1,190,893	1,193,126
Travelport LLC		
New Term Loan B, 6.25%, 06/26/19	3,186,810	3,265,285
		7,936,563

UTILITIES: ELECTRIC - 1.2%

Energy Future Intermediate Holding Co. LLC (EFIH Finance Inc.)		
Term Loan, 4.25%, 06/19/16	2,240,000	2,255,803
Panda Sherman Power, LLC		
Construction Term Loan Advances, 9.00%, 09/14/18 (e)	1,200,000	1,232,250
		3,488,053

**Total Senior Loans
(Cost \$391,805,610)**

397,129,322

Corporate Notes and Bonds - 9.5%

BANKING, FINANCE, INSURANCE & REAL ESTATE - 4.1%

First Data Corp. 12.63%, 01/15/21	10,000,000	12,337,500
--------------------------------------	------------	------------

Apollo Senior Floating Rate Fund Inc.**Schedule of Investments (continued)****June 30, 2014 (unaudited)**

	<u>Principal Amount (\$)</u>	<u>Value (\$)</u>
Corporate Notes and Bonds (continued)		
ENVIRONMENTAL INDUSTRIES - 0.7%		
Tervita Corp. (Canada) 9.75%, 11/01/19 (f) (h)	2,142,000	2,088,450
HEALTHCARE & PHARMACEUTICALS - 1.2%		
Valeant Pharmaceuticals International, Inc. (Canada) 7.50%, 07/15/21 (f) (h)	3,200,000	3,556,000
MEDIA: BROADCASTING & SUBSCRIPTION - 1.3%		
Columbus International Inc. (Barbados) 7.38%, 03/30/21 (f) (h)	1,285,000	1,389,406
Intelsat Jackson Holdings S.A. (Luxembourg) 5.50%, 08/01/23 (f)	1,000,000	998,750
Radio One Inc. 9.25%, 02/15/20 (h)	1,484,000	1,613,850
		4,002,006
MEDIA: DIVERSIFIED & PRODUCTION - 0.9%		

SiTV Inc. 10.38%, 07/01/19 (h)	2,493,000	2,567,790
-----------------------------------	-----------	-----------

METALS & MINING - 0.1%

Murray Energy Corp. 8.63%, 06/15/21 (h)	300,000	326,250
--	---------	---------

TELECOMMUNICATIONS - 1.2%

Avanti Communications Group PLC (United Kingdom) 10.00%, 10/01/19 (f) (h)	3,333,000	3,549,645
--	-----------	-----------

Total Corporate Notes and Bonds**(Cost \$25,837,520)****28,427,641**

	<u>Share Amount</u>	<u>Value (\$)</u>
--	-------------------------	-------------------

Common Stock - 0.7%**MEDIA: ADVERTISING, PRINTING & PUBLISHING - 0.7%**

The Reader's Digest Association, Inc. (e) (i)	50,210	2,146,478
---	--------	-----------

Total Common Stock**(Cost \$5,212,858)****2,146,478****Preferred Stock - 1.3%****BANKING, FINANCE, INSURANCE & REAL ESTATE - 1.3%**

Watford Holdings Ltd. (Bermuda) 8.50% (e) (f)	160,000	3,920,000
--	---------	-----------

Total Preferred Stock (Cost \$3,920,000)		3,920,000
Warrants - 0.0%		
BANKING, FINANCE, INSURANCE & REAL ESTATE - 0.0%		
Medical Card System, Inc. 07/26/18 (e)	54,913	10,983
Total Warrants (Cost \$)		10,983
Total Investments-144.4% (Cost of \$426,775,988)		431,634,424
Other Assets & Liabilities, Net-5.5%		16,532,708
Loan Outstanding-(49.9)%		(149,269,000)
Net Assets (Applicable to Common Shares)-100.0%		298,898,132

- (a) Senior Loans are senior, secured loans made to companies whose debt is rated below investment grade and investments with similar characteristics. Senior Loans typically hold a first lien priority and pay interest at rates that are determined periodically on the basis of a floating base lending rate plus a spread. Unless otherwise identified, all Senior Loans carry a variable rate of interest. These base lending rates are primarily the London Interbank Offered Rate (LIBOR) and secondarily the prime rate offered by one or more major U.S. banks and the certificate of deposit rate used by commercial lenders. The rates shown represent the weighted average rate at June 30, 2014. Senior Loans are generally not registered under the 1933 Act and often contain certain restrictions on resale and cannot be sold publicly. Senior Loans often require prepayments from excess cash flow or permit the borrower to repay at its election. The degree to which borrowers repay, whether as a contractual requirement or at their election, cannot be predicted with accuracy. As a result, the actual maturity may be substantially less than the stated maturity shown.
- (b) All or a portion of this position has not settled. Full contract rates do not take effect until settlement date.
- (c) Senior Loan assets have additional unfunded loan commitments. As of June 30, 2014, the Fund had unfunded loan commitments, which could be extended at the option of the borrower, pursuant to the following loan agreements:

Borrower	Unfunded Loan Commitments
GTCR Valor Companies, Inc.	\$867,435

The SI Organization, Inc. 88,001

Total unfunded loan commitments \$955,436

- (d) Fixed rate asset.
- (e) Fair Value Level 3 security. All remaining securities are categorized as Level 2.
- (f) Foreign issuer traded in U.S. dollars.
- (g) Represents a payment-in-kind security which may pay interest in additional principal amount.
- (h) Securities exempt from registration pursuant to Rule 144A under the 1933 Act. These securities may only be resold in transactions exempt from registration to qualified institutional buyers. At June 30, 2014, these securities amounted to \$15,091,391, or 5.05% of net assets.
- (i) Non income-producing asset.

12 | See accompanying Notes to Financial Statements.

Apollo Tactical Income Fund Inc.**Schedule of Investments****June 30, 2014 (unaudited)**

	<u>Principal Amount (\$)</u>	<u>Value (\$)</u>
Senior Loans (a) - 86.9%		
AEROSPACE & DEFENSE - 7.8%		
Camp International Holding Co. 2013 Second Lien Replacement Term Loan, 8.25%, 11/29/19	1,350,000	1,387,125
Deltek, Inc. First Lien Term Loan, 10/10/18 (b)	1,212,423	1,222,274
ILC Industries, LLC Term Loan 2, 11.50%, 07/11/19 (c)	4,000,000	3,940,000
Photonis Technologies SAS Term Loan, 8.50%, 09/18/19	3,910,350	3,929,902
The SI Organization, Inc. (d) First Lien Term Loan, 11/23/19 (b) Second Lien Term Loan, 05/23/20 (b)	662,383	665,284
SRA International, Inc. Term Loan, 6.50%, 07/20/18	606,000	607,897
TASC, Inc. First Lien Term Loan, 6.50%, 05/22/20 Second Lien Term Loan, 12.00%, 05/23/21 (e)	2,925,783	2,940,427
U.S. Joiner Holding Co. Term Loan, 7.00%, 04/16/20 (c)	1,570,000	1,542,525
WP CPP Holdings, LLC Second Lien Term Loan B-1, 8.75%, 04/30/21	2,339,943	2,316,544
	2,493,750	2,487,516
	1,435,000	1,451,831
		22,491,325

BANKING, FINANCE, INSURANCE & REAL ESTATE - 8.6%

Asurion, LLC		
Second Lien Term Loan, 8.50%, 03/03/21	3,124,000	3,247,008
Hyperion Finance S.a.r.l. (United Kingdom)		
Term Loan, 5.75%, 10/17/19 (f)	5,373,000	5,408,811
Institutional Shareholder		
Services Inc.		
First Lien Term Loan, 4.75%, 04/30/21 (c)	3,250,000	3,258,125
Medical Card System, Inc.		
Term Loan, 12.00%,		
09/17/15 (c) (g)	4,419,939	4,353,640
MMM Holdings, Inc.		
MMM Term Loan, 9.75%, 12/12/17	1,293,209	1,304,524
MSO of Puerto Rico, Inc.		
MSO Term Loan, 9.75%, 12/12/17	940,197	948,424
National Financial Partners Corp.		
Term Loan B, 5.25%, 07/01/20	5,138,118	5,175,369
Nuveen Investments, Inc.		
Tranche B First Lien Term Loan, 4.16%, 05/13/17	286,000	286,874
VFH Parent, LLC		
Term Loan, 5.75%, 11/08/19	775,586	771,708
		24,754,483

<u>Principal Amount (\$)</u>	<u>Value (\$)</u>
----------------------------------	-------------------

BEVERAGE, FOOD & TOBACCO - 2.7%

ARG IH Corp.		
Term Loan, 5.00%, 11/15/20	1,910,400	1,924,718
Arysta LifeScience SPC, LLC		
Second Lien Term Loan, 8.25%, 11/30/20 (c)	1,028,000	1,048,560
Hearthside Group Holdings, LLC		
Term Loan, 4.50%, 06/02/21	1,642,000	1,655,005
PFS Holding Corp.		
Second Lien Term Loan, 8.25%, 01/31/22 (c)	714,000	697,935
Shearer s Foods, LLC		
First Lien Term Loan,		
06/19/21 (b)	791,666	794,389
Winebow Holdings, Inc.		
(The Vintner Group, Inc.)		
First Lien Term Loan, 07/01/21 (b)	699,029	701,650
Second Lien Term Loan,		
01/02/22 (b)	989,795	992,269

7,814,526

CHEMICALS, PLASTICS & RUBBER - 0.9%

Cyanco Intermediate Corp. Term Loan, 5.50%, 05/01/20	1,889,220	1,894,887
Kronos Worldwide, Inc. Initial Term Loan, 4.75%, 02/18/20	628,425	635,891
		2,530,778

CONSUMER GOODS: DURABLE - 0.4%

Bluestem Brands, Inc. Term Loan, 7.50%, 12/06/18	1,024,371	1,032,054
---	-----------	-----------

CONSUMER GOODS: NON-DURABLE - 7.4%

ABG Intermediate Holdings 2 LLC First Lien Term Loan, 5.50%, 05/27/21	3,541,125	3,563,257
Allflex Holdings III, Inc. Second Lien Initial Term Loan, 8.00%, 07/19/21	2,400,000	2,427,000
BRG Sports, Inc. First Lien Term Loan, 6.50%, 04/15/21 (c)	2,140,000	2,164,075
Fender Musical Instruments Corp. Initial Term Loan, 5.75%, 04/03/19	445,000	449,450
Herff Jones, Inc. Term Loan B, 5.50%, 06/25/19	3,660,577	3,693,742
Insight Pharmaceuticals, LLC First Lien Term Loan, 6.26%, 08/25/16 (c)	485,361	486,271
Nine West Holding Corp. Unsecured Initial Term Loan, 6.25%, 01/08/20	2,744,518	2,760,807
Polyconcept Investments B.V. Term Loan, 6.00%, 06/28/19	3,334,977	3,326,640
The Topps Company, Inc. Term Loan, 7.25%, 10/02/18 (c)	2,517,350	2,492,176
		21,363,418

See accompanying Notes to Financial Statements. | 13

Apollo Tactical Income Fund Inc.**Schedule of Investments (continued)****June 30, 2014 (unaudited)**

	Principal Amount (\$)	Value (\$)
Senior Loans (a) (continued)		
CONTAINERS, PACKAGING & GLASS - 0.5%		
Pelican Products, Inc. First Lien Term Loan, 5.25%, 04/10/20	1,536,150	1,551,512
ENERGY: OIL & GAS - 4.9%		
Atlas Energy, L.P. Term Loan, 6.50%, 07/31/19 (c)	1,250,550	1,270,090
Azure Midstream Energy, LLC Term Loan, 6.50%, 11/15/18	876,152	885,461
Chief Exploration & Development LLC Second Lien Term Loan, 05/16/21 (b) (c)	3,570,000	3,659,250
Drillships Financing Holding, Inc. Tranche B-1 Term Loan, 6.00%, 03/31/21	3,258,037	3,317,105
HGIM Corp. Term Loan A, 5.00%, 06/18/18 (c)	748,825	750,697
McDermott Finance LLC Term Loan, 5.25%, 04/16/19	837,000	846,420
Sprint Industrial Holdings, Inc. First Lien Term Loan, 7.00%, 05/14/19	2,173,870	2,190,174
W3 Co. First Lien Term Loan, 5.75%, 03/13/20 (c)	1,112,487	1,097,191
		14,016,388
ENVIRONMENTAL INDUSTRIES - 1.3%		
	3,920,000	3,900,420

Environmental Resources Management (United Kingdom) 05/09/21 (b) (f)

FOREST PRODUCTS & PAPER - 1.0%

Caraustar Industries, Inc. Term Loan, 7.50%, 05/01/19	2,792,541	2,832,698
--	-----------	-----------

HEALTHCARE & PHARMACEUTICALS - 7.6%

Amneal Pharmaceuticals LLC Term Loan B, 5.75%, 11/01/19	2,243,050	2,258,942
Ardent Medical Services, Inc. First Lien Term Loan, 6.75%, 07/02/18	815,018	820,788
Dialysis Newco, Inc. (dba DSI Renal) First Lien Term Loan B, 4.75%, 04/23/21	2,330,000	2,337,771
InVentiv Health, Inc. Consolidated Term Loan, 7.50%, 08/04/16	446,030	448,958
Opal Acquisition, Inc. First Lien Term Loan, 5.00%, 11/27/20	5,417,387	5,438,542
Premier Dental Services, Inc. First Lien Term Loan, 6.00%, 11/01/18	3,719,596	3,739,737
Smile Brands Group, Inc. Term Loan, 08/16/19 (b)	4,367,000	4,257,825

Principal		
Amount (\$)	Value (\$)	

HEALTHCARE & PHARMACEUTICALS (continued)

Steward Health Care System, LLC Term Loan, 6.75%, 04/10/20 (c)	1,512,720	1,497,593
U.S. Renal Care, Inc. Incremental Tranche B-1 Second Lien Term Loan 2, 8.50%, 07/03/20	1,212,000	1,230,180
		22,030,336

HIGH TECH INDUSTRIES - 4.3%

The Active Network, Inc. (Lanyon, Inc.) First Lien Term Loan, 5.50%, 11/13/20	628,799	626,837
--	---------	---------

Edgar Filing: Apollo Tactical Income Fund Inc. - Form N-CSRS

Second Lien Term Loan,

9.50%, 11/15/21 GTCR Valor Companies, Inc. (d) First Lien Term Loan, 05/30/21 (b) Landesk Group, Inc. First Lien New Term Loan, 5.00%, 02/25/20 Second Lien Term Loan,	2,584,195	2,593,885
8.25%, 02/25/21 MSC Software Corp. First Lien Initial Term Loan, 5.00%, 05/29/20 Second Lien Term Loan,	1,149,846	1,146,253
8.50%, 05/28/21 (c)	3,426,013	3,438,843
	1,682,000	1,691,814
	901,000	908,884
	2,050,000	2,070,500
		12,477,016

HOTEL, GAMING & LEISURE - 3.3%

Centaur Acquisition, LLC Second Lien Term Loan, 8.75%, 02/20/20 Deluxe Entertainment Services Group, Inc. Initial Term Loan, 6.50%, 02/28/20 Diamond Resorts Corp. Term Loan, 5.50%, 05/09/21 (c) Mohegan Tribal Gaming Authority Term Loan B, 5.50%, 11/19/19 Peppermill Casinos, Inc. Term Loan B, 7.25%, 11/09/18 (c) Planet Fitness Holdings LLC Term Loan, 4.75%, 03/31/21	3,000,000	3,060,000
	1,033,299	1,033,299
	909,000	916,954
	1,099,674	1,120,183
	1,974,902	2,026,743
	1,336,650	1,345,004
		9,502,183

MEDIA: ADVERTISING, PRINTING & PUBLISHING - 4.5%

F & W Media, Inc. Term Loan, 7.75%, 06/30/19 (c) Merrill Communications, LLC Term Loan, 5.75%, 03/08/18 Springer SBM Two GMBH (Germany) Initial Term Loan B2, 5.00%, 08/14/20 (f)	4,206,365	4,206,365
	4,547,481	4,632,746
	4,017,640	4,030,839
		12,869,950

14 | See accompanying Notes to Financial Statements.

Apollo Tactical Income Fund Inc.**Schedule of Investments (continued)****June 30, 2014 (unaudited)**

	Principal Amount (\$)	Value (\$)
Senior Loans (a) (continued)		
MEDIA: BROADCASTING & SUBSCRIPTION - 5.0%		
Emmis Communications Corp. Term Loan B, 06/10/21 (b)	2,000,000	2,015,000
Hargray Communications Group, Inc. (HCP Acquisition LLC) Term Loan B, 4.75%, 06/26/19	2,276,010	2,289,530
Hemisphere Media Holdings, LLC (Intermedia Espanol, Inc.) Term Loan B, 6.25%, 07/30/20	2,326,500	2,361,398
SESAC Holdco II LLC First Lien Term Loan, 5.00%, 02/07/19	403,976	407,765
Telecommunications Management, LLC First Lien Initial Term Loan, 4.75%, 04/30/20	1,018,869	1,027,784
Second Lien Initial Term Loan, 9.00%, 10/30/20	1,065,712	1,077,701
William Morris Endeavor Entertainment, LLC (IMG Worldwide Holdings, LLC) First Lien Term Loan, 5.25%, 05/06/21	5,050,000	5,094,188
		14,273,366
MEDIA: DIVERSIFIED & PRODUCTION - 1.5%		
Tech Finance & Co. S.C.A. (Luxembourg) U.S. Term Loan, 5.50%, 07/11/20 (f)	4,239,288	4,297,599
METALS & MINING - 1.1%		
	3,000,000	3,078,750

Edgar Filing: Apollo Tactical Income Fund Inc. - Form N-CSRS

Oxbow Carbon, LLC (Oxbow Calcining, LLC)
Term Loan B, 8.00%, 01/19/20

RETAIL - 0.7%

Charming Charlie, LLC Initial Term Loan, 9.00%, 12/24/19	1,226,940	1,242,276
Vince, LLC (Vince Intermediate Holding, LLC) Term Loan B, 6.00%, 11/27/19	726,857	736,851
		1,979,127

SERVICES: BUSINESS - 11.9%

Applied Systems, Inc. Second Lien Initial Term Loan, 7.50%, 01/24/22	1,090,600	1,114,866
Aptean, Inc. First Lien Term Loan, 5.25%, 02/26/20	1,519,193	1,528,687
ARC Document Solutions, Inc. Term Loan B, 6.25%, 12/20/18	2,334,375	2,373,768
EIG Investors Corp. Term Loan, 5.00%, 11/09/19	2,112,219	2,119,264
Genex Holdings, Inc. First Lien Term Loan, 05/28/21 (b)	993,000	1,001,068

Principal
Amount (\$)
Value (\$)

SERVICES: BUSINESS (continued)

Infogroup, Inc. Term Loan B, 7.50%, 05/26/18	3,751,564	3,542,902
Nord Anglia Education Finance, LLC Initial Term Loan, 4.50%, 03/31/21	2,080,000	2,084,555
Onex Carestream Finance L.P. Second Lien Term Loan, 9.50%, 12/07/19	5,639,588	5,773,528
SGS Cayman, L.P. (Cayman Islands) Term Loan, 7.25%, 03/06/19 (f)	1,745,236	1,758,325
Stadium Management (SMG) Second Lien Term Loan, 9.25%, 02/27/21 (c)	2,490,000	2,533,575
Stafford Logistics, Inc. (dba Custom Ecology, Inc.) Term Loan, 6.75%, 06/26/19 (c)	2,519,550	2,533,722
	3,864,451	3,893,434

Edgar Filing: Apollo Tactical Income Fund Inc. - Form N-CSRS

Sutherland Global Services, Inc. U.S. Tranche Term Loan, 7.25%, 03/06/19 TriNet HR Corp. Term Loan B2, 5.00%, 08/20/20	3,979,925	3,979,925
		34,237,619

SERVICES: CONSUMER - 1.3%

Laureate Education, Inc. New Series 2018 Extended Term Loan, 5.00%, 06/15/18	3,877,442	3,799,893
---	-----------	-----------

TELECOMMUNICATIONS - 5.7%

Global Tel*Link Corp. First Lien Term Loan, 05/23/20 (b)	3,005,649	2,998,134
Ntelos Inc. Term Loan B, 11/09/19 (b)	4,049,609	4,059,733
Securus Technologies Holdings, Inc. First Lien Initial Term Loan, 4.75%, 04/30/20 Second Lien New Term Loan, 9.00%, 04/30/21	997,488	1,002,889
	5,000,000	5,082,300
The TelX Group, Inc. Second Lien Initial Term Loan B, 7.50%, 04/09/21	600,000	602,376
U.S. TelePacific Corp. Term Loan, 5.75%, 02/23/17	2,506,018	2,532,657
		16,278,089

TRANSPORTATION: CARGO - 1.4%

Carrix, Inc. Term Loan, 01/07/19 (b)	2,500,000	2,359,375
Commercial Barge Line Co. First Lien Initial Term Loan, 7.50%, 09/22/19 (c)	1,680,725	1,693,330
		4,052,705

TRANSPORTATION: CONSUMER - 2.3%

Edgar Filing: Apollo Tactical Income Fund Inc. - Form N-CSRS

LM U.S. Member LLC (LM U.S. Corp. Acquisition Inc.) Term Loan B, 10/25/19 (b)	651,515	653,307
--	---------	---------

See accompanying Notes to Financial Statements. | 15

Apollo Tactical Income Fund Inc.**Schedule of Investments (continued)****June 30, 2014 (unaudited)**

	<u>Principal Amount (\$)</u>	<u>Value (\$)</u>
Senior Loans (a) (continued)		
TRANSPORTATION: CONSUMER (continued)		
Travel Leaders Group, LLC Tranche B Term Loan, 7.00%, 12/05/18 (c)	1,190,893	1,193,126
Travelport, LLC New Term Loan B, 6.25%, 06/26/19	4,692,600	4,808,155
		6,654,588
UTILITIES: ELECTRIC - 0.8%		
Energy Future Intermediate Holding Co. LLC (EFIH Finance Inc.) Term Loan, 4.25%, 06/19/16	2,240,000	2,255,803
Total Senior Loans (Cost \$245,823,777)		250,074,626

Corporate Notes and Bonds - 41.3%**BANKING, FINANCE, INSURANCE & REAL ESTATE - 8.5%**

First Data Corp.

Edgar Filing: Apollo Tactical Income Fund Inc. - Form N-CSRS

10.63%, 06/15/21	5,000,000	5,850,000
11.25%, 01/15/21	1,800,000	2,106,000
Jefferies Finance, LLC / JFIN Co-Issuer Corp.		
7.38%, 04/01/20 (h)	5,500,000	5,802,500
KCG Holdings, Inc. (Knight Capital)		
8.25%, 06/15/18 (h)	3,934,000	4,194,628
Nationstar Mortgage, LLC		
6.50%, 07/01/21	3,860,000	3,888,950
SquareTwo Financial Corp.		
11.63%, 04/01/17	2,684,000	2,603,480
		24,445,558

BEVERAGE, FOOD & TOBACCO - 4.4%

Chiquita Brands International Inc. / Chiquita Brands LLC		
7.88%, 02/01/21	5,256,000	5,742,180
Land O Lakes Capital Trust I		
7.45%, 03/15/28 (h)	6,719,000	6,802,988
		12,545,168

CAPITAL EQUIPMENT - 0.4%

Waterjet Holdings, Inc.		
7.63%, 02/01/20 (h)	1,043,000	1,110,795

CHEMICALS, PLASTICS & RUBBER - 5.1%

Magnetation, LLC / Mag Finance Corp.		
11.00%, 05/15/18 (h)	2,600,000	2,853,500
Rentech Nitrogen Partners, L.P./Rentech Nitrogen Finance Corp.		
6.50%, 04/15/21 (h)	5,000,000	5,075,000
TPC Group, Inc. 8.75%, 12/15/20 (h)	6,000,000	6,675,000
		14,603,500

CONSUMER GOODS: NON-DURABLE - 1.9%

American Greetings Corp. 7.38%, 12/01/21	5,000,000	5,331,250
---	-----------	-----------

	<u>Principal Amount (\$)</u>	<u>Value (\$)</u>
--	----------------------------------	-------------------

ENERGY: OIL & GAS - 4.0%

Sidewinder Drilling, Inc. 9.75%, 11/15/19 (c) (h)	6,000,000	6,120,000
Summit Midstream Holdings, LLC / Summit Midstream Finance Corp. 7.50%, 07/01/21	5,000,000	5,475,000
		11,595,000

HEALTHCARE & PHARMACEUTICALS - 3.2%

InVentiv Health, Inc. 11.00%, 08/15/18 (h)	5,750,000	5,520,000
Valeant Pharmaceuticals International, Inc. (Canada) 7.50%, 07/15/21 (f) (h)	3,200,000	3,556,000
		9,076,000

HOTEL, GAMING & LEISURE - 0.7%

DreamWorks Animation SKG, Inc. 6.88%, 08/15/20 (h)	2,000,000	2,165,000
---	-----------	-----------

MEDIA: BROADCASTING & SUBSCRIPTION - 2.7%

Columbus International, Inc. (Barbados) 7.38%, 03/30/21 (f) (h)	1,285,000	1,389,406
	2,625,000	2,815,312

Nara Cable Funding Ltd. (Ireland)

8.88%, 12/01/18 (f) (h)