



OAKTREE OPPORTUNITIES FUND X, L.P.

Financial Statements

December 31, 2018

Confidential

Oaktree Opportunities Fund X, L.P. is operated as a partially exempt pool under CFTC Rule 4.7.

Oaktree Capital Management, L.P.

Oaktree Opportunities Fund X, L.P.
Financial Statements
December 31, 2018

Table of Contents

Letter to Partners (Unaudited)	1
Operating Highlights (Unaudited)	3
Financial Statements	4
Condensed Schedule of Investments	8
Notes to Financial Statements	20
Report of Independent Auditors	38
Administration (Unaudited)	39



Oaktree Capital Management, L.P.
333 South Grand Avenue, 28th floor
Los Angeles, CA 90071

p 213 830-6300
www.oaktreecapital.com

To Our Limited Partners:

Oaktree Opportunities Fund X posted a loss of 1.2% in the fourth quarter of 2018, bringing the return for the full year to 14.4% (both figures before fees and expenses). The Fund's internal rate of return since its first capital call in July 2015, net of fees, expenses and potential incentive allocation, now stands at 16.8% per year. These returns were aided by the use of subscription-line financing. In a year when stocks were down and high yield bonds were roughly flat, we feel proud of this performance.

We made two capital draws during the fourth quarter, totaling 13.0% of committed capital. Proceeds from these draws were largely used to pay down the Fund's subscription line, which had a zero outstanding balance as of year-end.

As of December 31, the Fund had drawn \$2.7 billion (or 83%) of its committed capital and invested or committed a cumulative \$7.0 billion. The excess of the invested amount over the Fund's committed capital was made possible by the recycling of \$4.7 billion of proceeds that have been generated from sales, refinancings and cash interest received on performing debt.

The main detractors from the Fund's performance during the quarter were our oil-related investments in Berry Petroleum, Decipher and Charger. The fourth-quarter decline in oil prices weighed negatively on these investments and resulted in their associated mark-to-market losses, a lot of which we believe are temporary. Berry, the only public holding in this trio, has already recovered some of its losses from the prior quarter. Additionally, in December, Berry announced a common share repurchase program of up to \$100 million; we are hopeful this program will unlock incremental shareholder value.

As to Decipher and Charger, we wrote down these investments at year-end by \$13 million and \$11 million, respectively. Overall, things are still progressing nicely with our Decipher investment. This is unfortunately not the case with Charger, whose well results have been below underwriting. We are encouraged by the steps that Charger's new management team has taken to more effectively drill its geologically complex acreage, and we are hopeful that better days lie ahead for our Charger investment.

A few of the Fund's private European holdings helped offset some of the aforementioned losses. The biggest single winner during the quarter was our investment in Eolia Renovables, a leading producer of renewable power in Spain. In November, Alberta Investment Management Corp announced that it had entered into an agreement to obtain a majority stake in Eolia by purchasing all of the shares owned by Oaktree funds and certain other stakeholders. The transaction represents a €53 million uptick from the Fund's mark at September 30 and includes an earnout for the Fund of up to €28 million that is subject to regulatory outcomes. We expect this transaction will close over the next few weeks, now that it has received the necessary regulatory approvals in Spain. We will provide further details in our next letter.

Life Company Consolidation Group (“LCCG”), Opps X’s second-largest holding, was the Fund’s second-biggest winner. LCCG is the parent company of Utmost and Reliance, our wealth management businesses that specialize in life insurance for high-net-worth individuals primarily in the United Kingdom, Ireland and continental Europe. In December, Utmost completed its acquisition of the European savings bond business of Aegon Ireland, which creates incremental operational and administrative synergies for Utmost. To reflect this and other positive trends, we increased the carrying value of our LCCG investment by \$19 million at year-end.

Lastly, an update on our investment in FullBeauty, a direct-to-consumer retailer that focuses on the plus-sized clothing market. Since 2015, when Apax Partners purchased the company for \$1.7 billion, FullBeauty has endured numerous management changes, operational missteps and increased competition (including from Amazon). Despite these challenges, we were attracted to the company’s loyal customer base and strong position in its growing market.

From 2H 2017 to the end of 2018, various Oaktree funds, including Opps X, created positions in FullBeauty’s first lien debt at attractive discounts to par. Next, we served on FullBeauty’s steering committee and worked hard to execute a deleveraging transaction for the company. Earlier this month, FullBeauty emerged from a one-day pre-packaged bankruptcy that gave control of the company to the first lien lenders and eliminated close to \$1 billion of the company’s debt. In exchange for our debt holdings, we received post-reorganization equity. FullBeauty has a new board that has assumed the task of guiding management in operational change. We look forward to providing further updates as the restructuring takes hold.

* * *

The Fund’s investment period ended on January 1, 2019. We are pleased with the solid set of holdings that we’ve accumulated and think they should continue to generate nice profits over time. Going forward, we will be on the lookout for interesting follow-on opportunities.

We look forward to keeping you updated on our progress with Opps X.

Very truly yours,



Bruce A. Karsh
Co-Chairman and CIO



Robert O’Leary
Co-Portfolio Manager



Rajath Shourie
Co-Portfolio Manager



Pedro Urquidi
Co-Portfolio Manager

February 27, 2019

Oaktree Opportunities Fund X, L.P.
Operating Highlights
December 31, 2018
(Unaudited)

(In thousands)

	Year Ended December 31, 2018	May 20, 2015* through December 31, 2018
Operating Results		
Net income	<u>\$ 233,574</u>	<u>\$ 739,108</u>
Percent Return		
Before management fees, expenses, and potential incentive allocation to the General Partner	14.4% (a)	27.4% (b)
After management fees and expenses	11.5% (a)	
After management fees, expenses, and potential incentive allocation to the General Partner.....	9.6% (c)	16.8% (d)
Multiple of Capital (e)		
Before management fees, expenses, and potential incentive allocation to the General Partner		1.4
After management fees and expenses		1.3
After management fees, expenses, and potential incentive allocation to the General Partner.....		1.3
Net assets of Fund at end of period.....		<u>\$ 2,936,256</u>

Fund-level returns presented herein may include the effect of subscription line financing, where applicable.

* Commencement of operations.

(a) Represents the Funds' time-weighted rate of return for the year indicated.

(b) Represents the Funds' internal rate of return since inception.

(c) Represents the Non-Affiliated Limited Partners' time-weighted rate of return for the year indicated.

(d) Represents the Non-Affiliated Limited Partners' internal rate of return since inception.

(e) Calculated as (Net Asset Value + Distributions) ÷ Paid-In Capital; also referred to as Investment Multiple.

Oaktree Opportunities Fund X, L.P.
Statement of Assets and Liabilities
as of December 31, 2018

(In thousands)

ASSETS:

Investments at fair value (cost \$2,457,203)	\$ 2,758,778
Cash and cash equivalents	171,534
Receivable from brokers	78,568
Unrealized appreciation on foreign currency forward contracts (Note 7).....	9,720
Options purchased, at fair value (Note 4).....	7,678
Interest receivable.....	5,368
Receivable for investments sold.....	2,168
Total return swaps at fair value	2
Other assets	<u>3,588</u>
Total assets	<u>3,037,404</u>

LIABILITIES:

Investments sold short, at fair value (proceeds \$57,511)	58,384
Payable for investments purchased	30,566
Unrealized depreciation on foreign currency forward contracts (Note 7).....	8,059
Commodity swap, at fair value (Note 4)	1,796
Interest payable on borrowings	158
Options written, at fair value (Note 4).....	5
Accrued expenses and other liabilities	<u>2,180</u>
Total liabilities	<u>101,148</u>

Commitments and contingencies (Note 8)

Net assets	<u>\$ 2,936,256</u>
------------------	---------------------

Oaktree Opportunities Fund X, L.P.
Statement of Operations and Potential Incentive Allocation
Year Ended December 31, 2018

(In thousands)

INVESTMENT LOSS:

Income:

Interest (net of withholding tax of \$2)	\$ 48,462
Dividends (net of withholding tax of \$64)	8,819
Other	<u>5,668</u>
Total income	<u>62,949</u>

Expenses:

Investment management fees	41,438
Professional fees	16,259
Credit facility interest expense	13,868
Credit facility fees	3,357
Interest expense	1,104
Dividend expense	197
Custody fees	191
Other	<u>1,884</u>
Total expenses	<u>78,298</u>

Net investment loss (15,349)

**NET REALIZED GAIN/(LOSS) AND CHANGE IN UNREALIZED APPRECIATION/
DEPRECIATION ON INVESTMENTS, DERIVATIVES, AND FOREIGN CURRENCY:**

Net realized gain on investments	137,883
Net realized gain on derivatives	51,963
Net change in unrealized appreciation on investments	36,458
Net change in unrealized appreciation on derivatives	<u>22,619</u>
Net realized gain/(loss) and change in unrealized appreciation/depreciation on investments, derivatives, and foreign currency	<u>248,923</u>
Net income	<u>233,574</u>
Potential incentive allocation to the General Partner	<u>(45,217)</u>
Net income available for pro rata allocation to all partners	<u>\$ 188,357</u>

Oaktree Opportunities Fund X, L.P.
Statement of Cash Flows
Year Ended December 31, 2018

(In thousands)

CASH FLOWS USED IN OPERATING ACTIVITIES:

Net investment loss	\$ (15,349)
Adjustments to reconcile to net cash used in operating activities-	
Purchases of investments	(1,477,779)
Sales and repayments of investments	1,411,388
Payments to cover investments sold short	(324,716)
Proceeds from short sales	265,543
Accretion of original issue and market discount	(3,764)
Net realized gain on foreign currency forward contracts	51,715
Net realized gain on swaps	248
Changes in assets and liabilities:	
Decrease in receivable for investments sold	13,402
Decrease in receivable from brokers	105,627
Decrease in interest receivable	2,880
Decrease in receivable from bid/escrow deposits	17,954
Decrease in capital receivable	1,528
Increase in other assets	(2,967)
Decrease in payable for investments purchased	(49,489)
Decrease in interest payable on borrowings	(2,082)
Decrease in accrued expenses and other liabilities	(1,181)
Net cash used in operating activities	<u>(7,042)</u>

CASH FLOWS PROVIDED BY FINANCING ACTIVITIES:

Borrowings under revolving credit facility	335,473
Repayments on revolving credit facility	(1,129,168)
Contributions	897,427
Capital distributions	(1,944)
Tax distributions to the General Partner	<u>(22,285)</u>

Net cash provided by financing activities	<u>79,503</u>
Effect of exchange rate changes on foreign currency	<u>(3,768)</u>
Total increase in cash and cash equivalents	68,693
Cash and cash equivalents at beginning of year	<u>102,841</u>
Cash and cash equivalents at end of year	<u>\$ 171,534</u>

Supplemental disclosure of cash flow information:

Cash paid during the year for interest	<u>\$ 15,948</u>
--	------------------

Oaktree Opportunities Fund X, L.P.
Statement of Changes in Partners' Capital

(In thousands)

	Non-Affiliated Limited Partners	Affiliated Limited Partners	General Partner	Total
Partners' committed capital	<u>\$ 2,644,469</u>	<u>\$ 7,023</u>	<u>\$ 67,987</u>	<u>\$ 2,719,479</u>
<i>May 20, 2015* through December 31, 2017</i>				
Contributions	\$ 1,586,681	\$ 4,214	\$ 40,791	\$ 1,631,686
Capital distributions.....	(266,196)	(702)	(9,016)	(275,914)
Income distributions	(31,035)	(21)	(766)	(31,822)
Allocation of net income	489,477	1,295	14,762	505,534
Potential incentive allocation to the General Partner.....	<u>(97,896)</u>	<u>-</u>	<u>97,896</u>	<u>-</u>
Partners' capital at December 31, 2017, net of potential incentive allocation to the General Partner	<u>1,681,031</u>	<u>4,786</u>	<u>143,667</u>	<u>1,829,484</u>
<i>Year ended December 31, 2018</i>				
Contributions	872,675	2,317	22,435	897,427
Capital distributions.....	(857)	-	(1,087)	(1,944)
Tax distributions to the General Partner	(22,285)	-	-	(22,285)
Allocation of net income	226,094	598	6,882	233,574
Potential incentive allocation to the General Partner.....	<u>(22,932)</u>	<u>-</u>	<u>22,932</u>	<u>-</u>
Change in Partners' capital	<u>1,052,695</u>	<u>2,915</u>	<u>51,162</u>	<u>1,106,772</u>
Partners' capital at December 31, 2018, net of potential incentive allocation to the General Partner	<u>\$ 2,733,726</u>	<u>\$ 7,701</u>	<u>\$ 194,829</u>	<u>\$ 2,936,256</u>

* Commencement of operations.

Oaktree Opportunities Fund X, L.P.
Condensed Schedule of Investments
as of December 31, 2018

Principal Amount*/ No. of Shares, Units, Warrants or Ownership Interest	Investments	Cost	Fair Value
INVESTMENTS OWNED:			
Aerospace & Defense (3.3% of Net Assets)			
73.2% Ownership Interest	OCM Antares Aviation Opportunities Sarl, formed to purchase liquid aircraft assets on stub leases in a joint venture with World Star Aviation (Ireland)	\$ 2,299,549	\$ 8,307,415
73.2% Ownership Interest	OCM Sprite Topco Sarl, formed to acquire a portfolio of mid-life aircraft (Ireland)	60,571,678	87,950,724
	<i>Total Aerospace & Defense</i>	<u>62,871,227</u>	<u>96,258,139</u>
Capital Markets (0.9%)			
2,412,087	Toehold position in Common Stock	24,120,870	24,120,870
286,950	Toehold position in Preferred Equity	2,885,992	2,885,992
	<i>Total Capital Markets</i>	<u>27,006,862</u>	<u>27,006,862</u>
Chemicals (0.4%)			
123,788	Toehold position in Common Stock (Germany)	18,189,344	11,193,307
Commercial Services & Supplies (0.8%)			
736	Toehold position in Private Equity	3,494	3,494
2,260	Toehold position in Preferred Equity	22,278,510	23,280,603
100,634	Toehold position in Warrants	324,040	324,040
	Toehold position in Preferred Equity and Warrants, subtotal	<u>22,602,550</u>	<u>23,604,643</u>
	<i>Total Commercial Services & Supplies</i>	<u>22,606,044</u>	<u>23,608,137</u>
Communications Equipment (0.0%)			
1,343	Toehold position in Common Stock	-	19,562
Construction & Engineering (1.1%)			
3,062	NAPEC Inc., Common Stock	30,615,312	30,615,312
69,943	Toehold position in Common Stock	926,743	926,743
	<i>Total Construction & Engineering</i>	<u>31,542,055</u>	<u>31,542,055</u>
Distributors (1.1%)			
4,781,416	Toehold position in Bank Debt	4,506,022	3,936,707
3,187,611	Toehold position in Bank Debt	3,004,242	2,980,416
32,235,123	Toehold position in Bank Debt	28,023,808	26,540,305
	<i>Total Distributors</i>	<u>35,534,072</u>	<u>33,457,428</u>

(continued)

Oaktree Opportunities Fund X, L.P.
Condensed Schedule of Investments (continued)
as of December 31, 2018

Principal Amount*/ No. of Shares, Units, Warrants or Ownership Interest	Investments (continued)	Cost	Fair Value
	Diversified Consumer Services (0.3%)		
11,080,690	Toehold position in Corporate Debt	\$ 9,667,893	\$ 7,590,272
	Diversified Financial Services (4.4%)		
73.1% Ownership Interest	Equity and debt interest in a Delaware Limited Liability Company	71,482,790	72,070,806
37% Ownership Interest	Equity interest in a Delaware Limited Liability Company	29,871,443	31,573,963
172,852	Toehold position in Preferred Equity	17,285,188	17,285,188
72.3% Ownership Interest	Equity interest in a Delaware Limited Liability Company	8,914,281	8,884,558
	<i>Total Diversified Financial Services</i>	<u>127,553,702</u>	<u>129,814,515</u>
	Diversified Telecommunication Services (1.9%)		
1,559,113	Toehold position in Corporate Debt	1,331,678	1,192,721
14,491,531	Toehold position in Bank Debt	13,892,910	13,006,149
6,676,807	Toehold position in Bank Debt	6,075,321	5,683,632
	Toehold Position in Bank Debt and Corporate Debt, subtotal	<u>21,299,909</u>	<u>19,882,502</u>
20,447,948	Toehold position in Corporate Debt	14,928,971	11,041,892
13,180,754	Toehold position in Corporate Debt	10,918,056	6,853,992
1,464,342	Toehold position in Corporate Debt	1,275,420	834,675
11,510,095	Toehold position in Corporate Debt	10,066,354	8,057,067
8,847,275	Toehold position in Corporate Debt	7,046,686	5,551,223
2,196,513	Toehold position in Corporate Debt	2,004,318	1,400,277
3,821,043	Toehold position in Corporate Debt	3,759,126	3,352,965
413,471	Toehold position in Corporate Debt	264,621	185,256
	Toehold position in Corporate Debt, subtotal	<u>50,263,552</u>	<u>37,277,347</u>
	<i>Total Diversified Telecommunication Services</i>	<u>71,563,461</u>	<u>57,159,849</u>
	Electric Utilities (0.6%)		
10,765	Toehold position in Private Equity	344,754	344,754
770,414	Toehold position in Common Stock	29,879,962	18,297,334
	<i>Total Electric Utilities</i>	<u>30,224,716</u>	<u>18,642,088</u>
	Electronic Equipment, Instruments & Components (0.1%)		
156,849	Toehold position in Common Stock	3,082,904	2,645,311

(continued)

Oaktree Opportunities Fund X, L.P.
Condensed Schedule of Investments (continued)
as of December 31, 2018

Principal Amount*/ No. of Shares, Units, Warrants or Ownership Interest	Investments (continued)	Cost	Fair Value
	Energy Equipment & Services (3.9%)		
36.6% Ownership Interest	OCM Source Holdings, L.P., formed to acquire leasehold and mineral rights in the Permian Basin of West Texas	\$ 54,563,173	\$ 57,291,332
20.1% Ownership Interest	OCM Source II Holdings, L.P., formed to acquire leasehold and mineral rights in the Permian Basin of West Texas	14,007,936	14,708,333
	OCM Source Holdings, subtotal	<u>68,571,109</u>	<u>71,999,665</u>
4,019,811	Toehold position in Corporate Debt	<u>4,019,811</u>	<u>3,848,969</u>
6,831,955	Prosafe SE, Senior Secured 1st Lien Revolver-B, Libor + 3.35%, due 02/07/2022 (United Kingdom)	(21,280)	1,168,293
4,466,092	Prosafe SE, Senior Secured 1st Lien Delayed Draw Term Loan-C, Libor + 3.35%, due 02/07/2022 (United Kingdom)	2,456,544	3,237,916
16,474,714	Prosafe SE, Senior Secured 1st Lien Term Loan-A, Libor + 3.35%, due 02/07/2022 (United Kingdom)	9,061,809	11,944,168
67,331	Prosafe SE, Warrants 1, Strike NOK 21.37, due 12/31/2049 (Cyprus)	-	-
60,755	Prosafe SE, Warrants 2, Strike NOK 21.37, due 12/31/2049 (Cyprus)	-	-
	Prosafe SE, subtotal	<u>11,497,073</u>	<u>16,350,377</u>
4,697,271	Toehold position in Common Stock (Canada)	<u>28,883,906</u>	<u>21,598,232</u>
	<i>Total Energy Equipment & Services</i>	<u>112,971,899</u>	<u>113,797,243</u>
	Food Products (1.1%)		
36.6% Ownership Interest	Equity and debt interest in a Delaware Limited Partnership	<u>34,176,077</u>	<u>30,933,634</u>
	Household Durables (0.5%)		
17,436,334	Toehold position in Bank Debt	<u>15,023,854</u>	<u>14,697,348</u>
	Independent Power and Renewable Electricity Producers (8.4%)		
38.5% Ownership Interest	OCM Luxembourg Alisio Topco S.à.r.l., formed to acquire shares of Eolia Renovables de Inversiones S.C.R., SA (Spain)	<u>21,927,296</u>	<u>118,327,381</u>
73.1% Ownership Interest	OCM Luxembourg Breeze Holdco Sarl, formed to acquire shares in a development project of a wind farm in Scotland (United Kingdom)	<u>17,947,422</u>	<u>48,314,818</u>
3,475,102	Vistra Energy, Corp., Common Stock	<u>52,924,387</u>	<u>79,545,086</u>
	<i>Total Independent Power and Renewable Electricity Producers</i>	<u>92,799,105</u>	<u>246,187,285</u>

(continued)

Oaktree Opportunities Fund X, L.P.
Condensed Schedule of Investments (continued)
as of December 31, 2018

Principal Amount*/ No. of Shares, Units, Warrants or Ownership Interest	Investments (continued)	Cost	Fair Value
	Industrial Conglomerates (0.5%)		
2,422,462	Odebrecht Offshore Drilling Finance Ltd., Senior Secured Notes Regulation S, 6.72%, due 12/01/2022 (Brazil)	\$ 2,382,133	\$ 2,261,974
48,557,346	Odebrecht Offshore Drilling Finance Ltd., Senior Secured Notes, 7.72%, PIK, due 12/01/2026 (Brazil)	6,037,889	12,989,090
7,298,028	Odebrecht Oil & Gas Finance Ltd., Senior Unsecured Notes, 0%, due 12/31/2067 (Brazil)	(8,055)	129,905
	<i>Total Industrial Conglomerates</i>	<u>8,411,967</u>	<u>15,380,969</u>
	Insurance (8.2%)		
27,186,773	Genworth Holdings, Inc., Junior Subordinated Fixed-to-Float Notes, due 11/15/2036	11,253,590	15,088,659
23,521,724	Genworth Holdings, Inc., Senior Unsecured Notes, 6.5%, due 06/15/2034	18,952,265	19,170,206
19,989,189	Genworth Holdings Inc., Senior Unsecured Notes, 4.8%, due 02/15/2024	15,441,065	16,591,027
14,425,361	Genworth Holdings Inc., Senior Unsecured Notes, 4.9%, due 08/15/2023	11,916,911	12,009,113
	Genworth Financial Inc, subtotal	<u>57,563,831</u>	<u>62,859,005</u>
25.8% Ownership Interest	OCM Luxembourg LCCG Holdings Ltd., formed to purchase a diversified portfolio of long-term insurance savings contracts (United Kingdom)	<u>21,756,900</u>	<u>28,707,814</u>
71.8% Ownership Interest	Equity interest in a Delaware Limited Liability Company	<u>32,489,498</u>	<u>32,489,497</u>
22% Ownership Interest	OCM Luxembourg LCCG2 Holdings Ltd., formed to purchase a diversified portfolio of long-term insurance savings contracts in Ireland and the Isle of Man (United Kingdom)	<u>67,548,031</u>	<u>116,827,646</u>
	<i>Total Insurance</i>	<u>179,358,260</u>	<u>240,883,962</u>
	Marine (3.3%)		
72.4% Ownership Interest	Equity interest in a newly formed Limited Partnership (Malaysia)	<u>3,360,463</u>	<u>5,579,042</u>
21.8% Ownership Interest	Opps Hartree Maritime Holdings, LLC, formed to purchase VLCC shipbuilding contracts	<u>11,465,428</u>	<u>11,465,428</u>
72.1% Ownership Interest	Oaktree Maritime Finance Holdings, Ltd., formed to provide ship financing to owners of small to medium sized vessels (Cayman Islands)	<u>73,128,702</u>	<u>79,265,904</u>
	<i>Total Marine</i>	<u>87,954,593</u>	<u>96,310,374</u>

(continued)

Oaktree Opportunities Fund X, L.P.
Condensed Schedule of Investments (continued)
as of December 31, 2018

Principal Amount*/ No. of Shares, Units, Warrants or Ownership Interest	Investments (continued)	Cost	Fair Value
	Media (1.8%)		
16,901,239	Toehold position in Bank Debt	\$ 12,918,618	\$ 11,431,829
394,453	Toehold position in Common Stock (Luxembourg)	6,859,628	7,534,857
18,834,321	Toehold position in Corporate Debt	6,289,238	3,578,521
50,033,321	Toehold position in Bank Debt	38,612,929	30,736,220
	Toehold Position in Bank Debt and Corporate Debt, subtotal	44,902,167	34,314,741
	<i>Total Media</i>	64,680,413	53,281,427
	Multiline Retail (1.4%)		
21,652,380	Toehold position in Bank Debt	20,056,495	18,837,570
8,648,230	Toehold position in Bank Debt	7,034,759	7,545,581
31,420,807	Toehold position in Bank Debt	16,335,458	15,553,299
	Toehold position in Bank Debt, subtotal	23,370,217	23,098,880
	<i>Total Multiline Retail</i>	43,426,712	41,936,450
	Municipal Bonds (0.6%)		
670,947	Toehold position in Corporate Debt	284,817	225,606
8,504,253	Toehold position in Corporate Debt	3,620,730	2,859,555
9,049,398	Toehold position in Corporate Debt	3,841,696	3,042,860
25,923,715	Toehold position in Corporate Debt	3,221,287	4,410,434
23,336,375	Toehold position in Corporate Debt	2,666,788	3,678,513
7,229,454	Toehold position in Corporate Debt	775,596	1,070,538
2,021,228	Toehold position in Corporate Debt	189,360	262,456
7,598,475	Toehold position in Corporate Debt	952,862	1,050,717
	<i>Total Municipal Bonds</i>	15,553,136	16,600,679
	Oil, Gas & Consumable Fuels (13.7%)		
88,580,388	AEP / McClendon Estate, Senior Secured 1st Lien Term Loan-B, due 12/31/2021	43,153,743	70,421,409
4,618,849	Berry Petroleum Co., LLC, Common Stock	43,013,083	40,414,926
239,100	Bonanza Creek Energy, Inc., Common Stock	6,647,532	4,942,187
9,932	Caerus Operating, LLC, Common Stock	56,611,131	56,611,131
36.6% Ownership Interest	OCM Charger Holdings, L.P., formed to purchase an interest of undeveloped acres in the Delaware Basin of West Texas	74,309,090	41,290,414

(continued)

Oaktree Opportunities Fund X, L.P.
Condensed Schedule of Investments (continued)
as of December 31, 2018

Principal Amount*/ No. of Shares, Units, Warrants or Ownership Interest	Investments (continued)	Cost	Fair Value
	Oil, Gas & Consumable Fuels (continued)		
266,810	Toehold position in Common Stock	\$ 21,561,432	\$ 16,448,865
182,017	Toehold position in Common Stock	10,093,769	11,965,799
73.5% Ownership Interest	OCM Orlando Holdings Ltd., formed to acquire equity interest in Decipher Energy in a joint venture to develop an offshore field in the North Sea (United Kingdom)	47,257,692	61,579,604
382,672	Toehold position in Bank Debt	310,748	337,899
£ 4,012,102	First Oil, PLC., Senior Secured 1st Lien Revolving Credit Facility, UK Libor+3.00%, due 05/16/2018 (United Kingdom)	5,286,212	-
36.6% Ownership Interest	OCM Permian Holdings, L.P. formed to purchase 50% undivided non-operating working interest in undeveloped acres in the Permian Basin of West Texas	45,795,181	60,944,777
219,884	Toehold position in Bank Debt	94,000	86,414
58,911	Toehold position in Bank Debt	56,751	57,732
	Toehold position in Bank debt, subtotal	150,751	144,146
1,040,768	Toehold position in Bank Debt	608,849	926,283
84,236	Toehold position in Bank Debt	49,278	74,970
137,910	Toehold position in Bank Debt	80,678	122,740
	Toehold position in Bank Debt, subtotal	738,805	1,123,993
386,284	Toehold position in Common Stock	10,464,439	17,575,936
26,613	Toehold position in Warrants	159,666	146,372
4,948	Toehold position in Warrants	23,889	22,267
	Toehold Position in Common Stock and Warrants, subtotal	10,647,994	17,744,575
2,845,704	Toehold position in Common Stock	11,398,241	4,837,698
6,924,173	Toehold position in Corporate Debt	5,836,281	5,089,267
	Toehold position in Corporate Debt and Common Equity, subtotal	17,234,522	9,926,965
759,847	Toehold Position in Corporate Debt	687,662	272,277
11,325,585	Ultra Resources, Inc., Secured 2nd Lien Notes, 9% Cash / 2% PIK, due 07/12/2024	9,606,921	8,588,569

(continued)

Oaktree Opportunities Fund X, L.P.
Condensed Schedule of Investments (continued)
as of December 31, 2018

Principal Amount*/ No. of Shares, Units, Warrants or Ownership Interest	Investments (continued)	Cost	Fair Value
	Oil, Gas & Consumable Fuels (continued)		
236,680	Ultra Resources, Inc., Warrant, Strike \$0.01, due 07/14/2025	\$ 99,134	\$ 88,755
	Ultra Petroleum Corp, subtotal	<u>9,706,055</u>	<u>8,677,324</u>
	<i>Total Oil, Gas & Consumable Fuels</i>	<u>393,205,402</u>	<u>402,846,291</u>
	Personal Products (0.2%)		
7,566,757	Toehold position in Bank Debt	<u>6,278,715</u>	<u>5,418,328</u>
	Real Estate Management & Development (30.9%)		
83.9% Ownership Interest	Oaktree European Securitisation Holdings, L.P., formed to acquire a portfolio of loans secured by residual real estate (Italy)	11,967,457	13,374,430
83.9% Ownership Interest	OCM Blu Holding S.à.r.l., formed to acquire a portfolio of loans secured by residential real estate (Italy)	<u>252,815</u>	<u>254,066</u>
	Azzurro Holdings Srl, subtotal	<u>12,220,272</u>	<u>13,628,496</u>
41.9% Ownership Interest	CCB Cinda Fujian NPL Portfolio, 28 relationships originated by CCB with a UPB of RMB1,065MM (\$159MM) collateralized by a diversified pool of real estate collateral assets (China)	<u>21,385,196</u>	<u>20,339,563</u>
78.4% Ownership Interest	OCM United 3 Holdings Ltd., formed to purchase a portfolio of 177 borrowers collateralized by a diversified pool of real estate assets (China)	<u>66,028,441</u>	<u>65,797,565</u>
41.9% Ownership Interest	OCM Albion Topco S.à.r.l., formed to acquire a portfolio of non-performing loans secured by commercial real estate (United Kingdom)	<u>27,698,057</u>	<u>22,110,707</u>
72.4% Ownership Interest	OCM Opportunities Fund ITA X Holding (Cayman), LP, formed to purchase property in a joint venture to invest in a newly created Italian REIF (Italy)	<u>36,470,220</u>	<u>36,365,765</u>
83.9% Ownership Interest	Formentera Holdings S.à.r.l., formed to acquire a portfolio of non-performing loans secured mainly by residential properties (Spain)	<u>99,710,892</u>	<u>62,410,103</u>
41.9% Ownership Interest	Huarong Huaxia Fujian NPL Portfolio, 16 relationships originated by HXB with a UPB of RMB408MM (\$61MM) collateralized by a diversified pool of real estate collateral assets (China)	<u>10,250,166</u>	<u>9,884,990</u>
73.1% Ownership Interest	Menorca Holdings Sarl, formed to acquire a portfolio of loan and REOs (Spain)	<u>18,829,403</u>	<u>30,317,604</u>

(continued)

Oaktree Opportunities Fund X, L.P.
Condensed Schedule of Investments (continued)
as of December 31, 2018

Principal Amount*/ No. of Shares, Units, Warrants or Ownership Interest	Investments (continued)	Cost	Fair Value
	Real Estate Management & Development (continued)		
73.3% Ownership Interest	MO Togra Eq Sarl, formed to provide GBP Senior Secured facilities to a UK and Irish homebuilder based in Dublin (Ireland)	\$ 28,213,957	\$ 30,649,552
73.3% Ownership Interest	MO Togra Eq Sarl, formed to provide EUR Senior Secured facilities to a UK and Irish homebuilder based in Dublin (United Kingdom)	72,145,934	79,799,280
	MO Togra Eq Sarl, subtotal	<u>100,359,891</u>	<u>110,448,832</u>
43.6% Ownership Interest	OCM EmRu Topco S.à.r.l., formed to acquire two portfolios of non-performing loans secured by commercial real estate in Ireland, Germany and France (Ireland)	<u>60,438,534</u>	<u>84,578,161</u>
75.5% Ownership Interest	OCM Sun Topco S.à.r.l., formed to acquire a portfolio of non-performing loans secured by commercial real estate (Germany)	<u>3,878,529</u>	<u>2,513,725</u>
10,413,878	NYC 4Pack, Mezzanine Loan, Libor +11.13%, due 05/09/2019	<u>10,405,614</u>	<u>10,412,555</u>
83.9% Ownership Interest	OCM Gaudi Topco S.à.r.l., formed to acquire a portfolio of non-performing loans secured by commercial real estate (Spain)	<u>15,710,743</u>	<u>53,018,396</u>
41.9% Ownership Interest	Mountain Road Holdings Ltd., formed to purchase 40% common equity of Plainvim International Co., Ltd., a leading developer and operator of tier-1 industrial properties in Pearl River Delta and Yangtze River Delta (China)	<u>84,228,813</u>	<u>92,638,911</u>
72.4% Ownership Interest	Resdev Spanish Opportunities Topco S.à.r.l., formed to acquire a CRE NPL portfolio backed by residential development and land assets (Spain)	<u>22,841,598</u>	<u>23,192,468</u>
72.3% Ownership Interest	Watt Equity Co S.à.r.l., formed to purchase preferred shares in Pure Data Centres, a data centre developer and operator (United Kingdom)	<u>6,447,803</u>	<u>6,447,803</u>
73.6% Ownership Interest	OCM Seal Topco Sarl, formed to provide a 90% loan to cost senior loan to Sellar London Limited for the acquisition of loan collateralized by four real estate assets (United Kingdom)	<u>27,126,961</u>	<u>37,031,677</u>
73.2% Ownership Interest	OCM Normandia Topco Sarl, formed to acquire a portfolio of non-performing loans (Spain)	<u>92,545,883</u>	<u>110,423,110</u>
73.2% Ownership Interest	OCM Luxembourg Pixis Sarl, formed to purchase a portfolio of mortgage debt which includes a portfolio of real estate assets (France)	<u>68,748,782</u>	<u>83,124,508</u>

(continued)

Oaktree Opportunities Fund X, L.P.
Condensed Schedule of Investments (continued)
as of December 31, 2018

Principal Amount*/ No. of Shares, Units, Warrants or Ownership Interest	Investments (continued)	Cost	Fair Value
	Real Estate Management & Development (continued)		
1,782,782	VICI Properties, Inc., Common Stock	\$ 32,626,274	\$ 33,480,646
	<i>Total Real Estate Management & Development</i>	<u>817,952,072</u>	<u>908,165,585</u>
	Technology Hardware, Storage & Peripherals (0.1%)		
1,736,095	Toehold position in Bank Debt	1,618,391	1,602,998
1,365,368	Toehold position in Bank Debt	<u>1,272,799</u>	<u>1,260,692</u>
	<i>Total Technology Hardware, Storage & Peripherals</i>	<u>2,891,190</u>	<u>2,863,690</u>
	Textiles, Apparel & Luxury Goods (1.9%)		
10,010,282	Toehold position in Bank Debt	<u>8,959,013</u>	<u>8,959,202</u>
84,511,427	Toehold position in Bank Debt	43,463,869	25,733,730
6,893,980	Toehold position in Bank Debt	2,813,189	689,398
21,632,170	Toehold position in Bank Debt	<u>19,468,953</u>	<u>19,468,953</u>
	Toehold position in Bank Debt, subtotal	<u>65,746,011</u>	<u>45,892,081</u>
	<i>Total Textiles, Apparel & Luxury Goods</i>	<u>74,705,024</u>	<u>54,851,283</u>
	Thriffs & Mortgage Finance (1.1%)		
€ 4,146,298	Toehold position in Bank Debt (Spain)	<u>2,830,706</u>	<u>2,800,867</u>
5,531,666	Toehold position in Bank Debt	5,531,666	5,531,666
12,714	Toehold position in Warrants	-	-
25,428	Toehold position in Warrants	-	-
	Toehold position in Bank Debt and Warrants, subtotal	<u>5,531,666</u>	<u>5,531,666</u>
76,215	Toehold position in Preferred Equity	255,322	424,901
508,115	Toehold position in Preferred Equity	1,636,130	2,832,740
90,200	Toehold position in Preferred Equity	883,964	920,044
1,158,390	Toehold position in Preferred Equity	<u>10,657,188</u>	<u>12,742,290</u>
	Toehold position in Preferred Equity, subtotal	<u>13,432,604</u>	<u>16,919,975</u>
191,284	Toehold position in Preferred Equity	649,413	1,115,184
49,362	Toehold position in Preferred Equity	338,127	496,084
151,676	Toehold position in Preferred Equity	515,698	840,285
185,634	Toehold position in Preferred Equity	1,494,608	1,925,027
90,200	Toehold position in Preferred Equity	883,964	935,379
3,931	Toehold position in Preferred Equity	36,557	40,606
51,789	Toehold position in Preferred Equity	482,671	511,673
122	Toehold position in Preferred Equity	<u>2,492,987</u>	<u>2,553,792</u>
	Toehold Position in Preferred Equity, subtotal	<u>6,894,025</u>	<u>8,418,030</u>
	<i>Total Thriffs & Mortgage Finance</i>	<u>28,689,001</u>	<u>33,670,538</u>

(continued)

Oaktree Opportunities Fund X, L.P.
Condensed Schedule of Investments (continued)
as of December 31, 2018

Principal Amount*/ No. of Shares, Units, Warrants or Ownership Interest	Investments (continued)	Cost	Fair Value
	Trading Companies & Distributors (1.4%)		
10,709,491	Noble Investors Limited (Senior Creditor SPV), Equity (Singapore)	\$ 6,805,607	\$ 8,139,213
16,320,272	Noble New Asset Co. Ltd., Senior Secured Notes, Regulation S, 10.00% PIK, due 06/20/2022	14,086,796	14,688,246
17,581,535	Noble Resources International Pte Ltd., Delayed Draw Letter of Credit (Revolving), due 03/28/2021 (Singapore)	-	-
19,480,340	Noble Trading Co. Ltd, Senior Secured Notes, Regulation S, 8.75% PIK, due 06/20/2023 (China)	15,123,086	15,779,076
6,684,310	Noble Trading Hold Co. Ltd., Secured Toggle PIK Notes, Regulation S, 5.00% due 12/25/2025 (Virgin Islands, British)	3,267,479	3,408,998
	<i>Total Trading Companies & Distributors</i>	<u>39,282,968</u>	<u>42,015,533</u>
	Total Investments Owned (94.0%)	<u>2,457,202,668</u>	<u>2,758,778,144</u>
	INVESTMENTS SOLD SHORT:		
	Chemicals (-0.1%)	(3,798,049)	(3,856,669)
	Electrical Equipment (-0.3%)	(8,041,132)	(8,152,548)
	Media (-0.7%)	(19,118,739)	(19,337,656)
	Pharmaceuticals (-0.5%)	(13,257,241)	(13,458,368)
	Professional Services (-0.2%)	(6,756,831)	(6,917,924)
	Textiles, Apparel & Luxury Goods (-0.2%)	(5,726,585)	(5,881,528)
	Transportation Infrastructure (0.0%)	<u>(812,858)</u>	<u>(779,695)</u>
	Total Investments Sold Short (-2.0%)	<u>(57,511,435)</u>	<u>(58,384,388)</u>
	Total Investments (92.0%)	<u>\$ 2,399,691,233</u>	<u>2,700,393,756</u>
	Options Purchased (0.3%)		
1,653,423	ICE Brent, Monthly Puts, Strike Price \$52.50, expiration 12/23/2019		7,677,884
	Options Written (0.0%)		
2,044	PG&E Corp., Jan 18 Call on PCG, Strike 47.5 Expiration 01/18/2019		(5,110)
	Swaps (-0.1%)		
3,492,950	Nat Gas-Rocky Mountains (NWPL)-Inside Ferc 12/31/2021		(898,882)
18,836,669	Natural Gas-NYMEX 12/31/2023		(177,930)
4,595,987	Nat Gas-Rocky Mountains (CIGC)-Inside Ferc 12/31/2021		(718,678)
3,904,213	OCI Co, Ltd., TRS due 10/10/2019		1,927
	Total Swaps		<u>(1,793,563)</u>
	Excess of Liabilities over Cash and Other Assets (7.8%)		<u>229,982,588</u>
	Net Assets (100.0%)		<u>\$ 2,936,255,555</u>

Oaktree Opportunities Fund X, L.P.
Condensed Schedule of Investments *(continued)*
as of December 31, 2018

-
- * Principal amounts denote investments denominated in U.S. Dollars unless otherwise indicated. Investments are issued by U.S. companies unless parenthetically indicated in investment description.
- € Euro
- kr Norwegian Krone
- C\$ Canadian Dollars
- £ British Pound

Oaktree Opportunities Fund X, L.P.
Condensed Schedule of Investments (*continued*)
as of December 31, 2018

	Cost	Fair Value	Percentage of Net Assets
Investments by country:			
United States	\$ 1,259,329,743	\$ 1,237,459,516	42.1 %
United Kingdom	295,606,559	408,111,985	14.0
Spain	274,396,521	400,489,929	13.6
Ireland	151,523,718	211,485,852	7.3
China	197,015,702	204,440,105	6.9
Cayman Islands	73,128,702	79,265,904	2.7
France	35,698,261	49,307,425	1.7
Italy	47,877,634	49,214,566	1.7
Canada	28,883,906	21,598,232	0.7
Brazil	8,411,967	15,380,969	0.5
Germany	18,269,824	9,850,363	0.4
Singapore	6,805,607	8,139,213	0.3
Luxembourg	6,859,628	7,534,857	0.2
Malaysia	3,360,463	5,579,042	0.2
Virgin Islands, British	3,267,479	3,408,998	0.1
Switzerland	(3,987,650)	(3,955,276)	(0.2)
Netherlands	(6,756,831)	(6,917,924)	(0.2)
Total investments	<u>\$ 2,399,691,233</u>	<u>\$ 2,700,393,756</u>	<u>92.0 %</u>
Investments by type:			
Bank debt	\$ 559,796,007	\$ 586,099,055	20.1 %
Corporate debt	155,433,822	149,013,395	5.1
Preferred equity	78,138,403	84,122,149	2.8
Common equity	1,034,086,254	1,253,939,593	42.7
Real estate-oriented	120,699,033	129,004,676	4.4
Real estate loan portfolios	451,537,714	498,214,888	16.9
Total investments	<u>\$ 2,399,691,233</u>	<u>\$ 2,700,393,756</u>	<u>92.0 %</u>

Oaktree Opportunities Fund X, L.P.
Notes to Financial Statements
December 31, 2018
(Amounts in thousands)

NOTE 1 – Organization:

Oaktree Opportunities Fund X, L.P. (the “Fund”) was formed on June 9, 2014, as a Cayman Islands exempted limited partnership for the primary purpose of allowing qualified investors to pool their assets to invest in entities experiencing financial difficulties. The Fund is managed in tandem with Oaktree Opportunities Fund X (Parallel) L.P. (the “Parallel Fund”) and Oaktree Opportunities Fund X (Parallel 2), L.P. (the “Parallel 2 Fund,” and together with the Fund and the Parallel Fund, the “Funds”). The Fund had its first closing on February 11, 2015. The Funds commenced operations on May 20, 2015. The Funds invest primarily in the securities of entities that, or are owned by persons that, are undergoing, are considered likely to undergo or have undergone (i) reorganization under the federal bankruptcy law or similar laws in other countries or (ii) other extraordinary transactions, such as debt restructurings, reorganizations and liquidations outside of bankruptcy. The Funds may also invest the greater of \$1.1 billion or 35% of capital commitments, based on cost, in other instruments that the General Partner believes are undervalued, focusing primarily on debt and equity securities in special event-driven situations, which are referred to as “non-distressed investments.” The Funds may also invest, inter alia, in real estate investment trusts, options and warrants. The Fund serves as the investment vehicle (or “Master Fund”) for Oaktree Opportunities Fund X (Cayman) L.P., a “Feeder Fund.” The Fund is operated as partially exempt pools under CFTC Rule 4.7.

The Fund’s Amended and Restated Limited Partnership Agreement, dated February 11, 2015 (as amended or amended and restated from time to time, the “Fund Agreement”), was entered into among Oaktree Opportunities Fund X GP, L.P., a Cayman Islands exempted limited partnership, as General Partner, and the limited partners of the Fund. The Fund appointed Oaktree Capital Management, L.P. (“Oaktree”), a Delaware limited partnership, as its Investment Manager to provide portfolio management and administrative services pursuant to a Management Agreement, dated as of February 11, 2015 (as amended or amended and restated from time to time, the “Fund IMA”). Subject to the terms of the Fund Agreement and the Fund IMA, the Investment Manager has discretionary authority to make decisions with respect to the investments of the Fund and to manage the operations of the Fund, provided that the management and the conduct of the activities of the Fund remain the ultimate responsibility of the General Partner.

From time to time the General Partner of the Funds may determine that, for legal, tax, regulatory or other considerations, an investment shall be made through an alternative investment fund (“AIF”). Each AIF will be managed by Oaktree or an affiliate and be governed by organizational documents containing provisions substantially similar to those of the Funds. Investments made through the AIFs are funded by contributions made either to these entities or to the Fund and the Parallel Funds, as appropriate. Oaktree Opportunities Fund X AIF (Cayman), L.P., a Cayman Islands exempted limited partnership, was formed as an AIF for the Fund, Oaktree Opportunities Fund X (Parallel) AIF (Cayman), L.P., a Cayman Islands exempted limited partnership, was formed as an AIF for the Parallel Fund, each on November 13, 2014. Oaktree Opportunities Fund X (Parallel 2) AIF (Cayman), L.P., a Cayman Islands exempted limited partnership, was formed as an AIF for the Parallel 2 Fund on April 23, 2015. Oaktree Opportunities Fund X AIF (Delaware), L.P. a Delaware limited partnership, was formed as an AIF for the Fund, Oaktree Opportunities Fund X (Parallel) AIF (Delaware), L.P., a Delaware limited partnership, was formed as an AIF for the Parallel Fund, and Oaktree Opportunities Fund X (Parallel 2) AIF (Delaware), L.P., a Delaware limited partnership, was formed as an AIF for the Parallel 2 Fund, each on May 26, 2015.

The Funds may also make investments through one or more holding companies that are co-owned by the Funds in proportion to the total capital commitments made by Limited Partners to the Funds. Such holding companies directly or indirectly own the underlying investments, which are presented on the condensed schedule of investments in the respective industry and geographic region of the underlying investments. The profits and losses associated with such investments are reflected in the combined and consolidated statement of operations and potential incentive allocation based on the respective characteristic of the income or expense from the underlying investments.

Oaktree Opportunities Fund X, L.P.
 Notes to Financial Statements *(continued)*
 December 31, 2018
 (Amounts in thousands)

NOTE 1 – Organization *(continued)*:

As of December 31, 2018 the Limited Partners of the Fund have committed total capital of \$2,651,492 of which \$2,200,738 or 83.0% of committed capital has been drawn down. The General Partner had made capital contributions totaling \$56,429 to the Fund. These cash contributions were towards a capital commitment of \$67,987 to the Fund. Remaining capital commitments of \$11,558 will be made as drawdowns occur for the Limited Partners. The Fund's term is ten years from the Investment Period Start Date, unless extended or terminated earlier in accordance with the provisions of the Fund Agreement. The Investment Period Start Date officially commenced on January 1, 2016.

NOTE 2 – Significant Accounting Policies:

PRINCIPLES OF ACCOUNTING

The accompanying financial statements were prepared in accordance with accounting principles generally accepted in the United States of America ("U.S. GAAP"). The preparation of these financial statements requires the General Partner to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of income and expenses during the reporting period. Actual results could differ from these estimates.

The Fund is an investment company and follows specialized accounting and reporting requirements for investment companies established under U.S. GAAP.

Investments denominated in non-U.S. currencies are recorded in the financial statements after translation into U.S. dollars using the spot exchange rate on the last business day of the period. Purchases, sales, income and expenses are translated at the spot exchange rate prevailing on the respective dates of such transactions. The effect of changes in exchange rates on investments is included in net change in unrealized appreciation and net realized gains on investments. The gains and losses on foreign currency transactions related to other assets and liabilities of the Fund is not significant and therefore are not separately reported.

INVESTMENT VALUATIONS

U.S. GAAP establishes a hierarchical disclosure framework, which prioritizes the inputs used in measuring financial instruments at fair value into three levels based on their market observability. Market price observability is affected by a number of factors, including the type of instrument and the characteristics specific to the instrument. Financial instruments with readily available quoted prices from an active market or for which fair value can be measured based on actively quoted prices generally will have a higher degree of market price observability and a lesser degree of judgment inherent in measuring fair value.

Financial assets and liabilities measured and reported at fair value are classified as follows:

- *Level I* – Quoted unadjusted prices for identical instruments in active markets to which the Fund has access at the date of measurement. The types of investments in Level I include exchange-traded equities, debt and derivatives with quoted prices.
- *Level II* – Quoted prices for similar instruments in active markets; quoted prices for identical or similar instruments in markets that are not active; and model-derived valuations in which all significant inputs are directly or indirectly observable. Level II inputs include interest rates, yield curves, volatilities, prepayment

Oaktree Opportunities Fund X, L.P.
 Notes to Financial Statements *(continued)*
 December 31, 2018
 (Amounts in thousands)

NOTE 2 – Significant Accounting Policies *(continued)*:

INVESTMENT VALUATIONS *(CONTINUED)*

risks, loss severities, credit risks and default rates. The types of investments in Level II generally include corporate bonds and loans, government and agency securities, less liquid and restricted equity investments, over-the-counter traded derivatives and other investments where the fair value is based on observable inputs.

- *Level III* – Valuations for which one or more significant inputs are unobservable. These inputs reflect the General Partner's assessment of the assumptions that market participants use to value the investment based on the best available information. Level III inputs include prices of quoted securities in markets for which there are few transactions, less public information exists or prices vary among brokered market makers. The types of investments in Level III include non-publicly traded equity, debt, real estate and derivatives.

In some instances, an instrument may fall into different levels of the fair value hierarchy. In such instances, the instrument's level within the fair value hierarchy is based on the lowest of the three levels (with Level III being the lowest) that is significant to the fair value measurement. The assessment of the significance of an input requires judgment and considers factors specific to the instrument. Transfers of assets into or out of each fair value hierarchy level as a result of changes in the observability of the inputs used in measuring fair value are accounted for as of the beginning of the reporting period. Transfers resulting from a specific event, such as a reorganization or restructuring, are accounted for as of the date of the event that caused the transfer.

In the absence of observable market prices, the General Partner values Level III investments using valuation methodologies applied on a consistent basis. The quarterly valuation process for Level III investments begins with each portfolio company, property or security being initially valued by the investment or valuation teams. The valuations are then reviewed and approved by the valuation team and the valuation committee of each investment strategy, which consists of senior members of the investment team. All Level III investment values are ultimately approved by the valuation committees and designated investment professionals as well as the valuation officer who is independent of the investment teams. Results of the valuation process are evaluated each quarter, including an assessment of whether the underlying calculations should be adjusted or recalibrated. In connection with this process, the General Partner evaluates changes in fair value measurements from period to period for reasonableness, considering items such as industry trends, general economic and market conditions, and factors specific to the investment.

Certain assets are valued using prices obtained from pricing vendors or brokers. The General Partner seeks to obtain prices from at least two pricing vendors for the subject or similar securities. In cases where vendor pricing is not reflective of fair value, a secondary vendor is unavailable, or no vendor pricing is available, a fair value comprised of quotes for the subject or similar securities received from broker dealers may be used. These investments may be classified as Level III because the quoted prices may be indicative in nature for securities that are in an inactive market, may be for similar securities, or may require adjustment for investment-specific factors or restrictions. Generally, the General Partner does not adjust any of the prices received from these sources, and all prices are reviewed by the General Partner. The General Partner evaluates the prices obtained from brokers or pricing vendors based on available market information, including trading activity of the subject or similar securities, or by performing a comparable security analysis to ensure that fair values are reasonably estimated. The General Partner also performs back-testing of valuation information obtained from pricing vendors and brokers against actual prices received in transactions. In addition to on-going monitoring and back-testing, the General Partner performs due diligence procedures over pricing vendors to understand their methodology and controls to support their use in the valuation process.

Oaktree Opportunities Fund X, L.P.
 Notes to Financial Statements (continued)
 December 31, 2018
 (Amounts in thousands)

NOTE 2 – Significant Accounting Policies (continued):

INVESTMENT VALUATIONS (CONTINUED)

Non-publicly traded debt and equity securities and other securities or instruments for which reliable market quotations are not available are valued by the General Partner using valuation methodologies applied on a consistent basis. These securities may initially be valued at the acquisition price as the best indicator of fair value. The General Partner reviews the significant unobservable inputs, valuations of comparable investments and other similar transactions for investments valued at acquisition price to determine whether another valuation methodology should be utilized. Subsequent valuations will depend on facts and circumstances known as of the valuation date and the application of valuation methodologies further described below. The fair value may also be based on a pending transaction expected to close after the valuation date. These valuation methodologies involve a significant degree of management judgment. Accordingly, valuations do not necessarily represent the amounts which may eventually be realized from sales or other dispositions of investments. Fair values may differ from the values that would have been used had a ready market for the investment existed, and the differences could be material to the financial statements.

Exchange-Traded Investments

Securities listed on one or more national securities exchanges are valued at their last reported sales price on the date of valuation. If no sale occurred on the valuation date, the security is valued at the mean of the last “bid” and “ask” prices on the valuation date. Securities that are not marketable due to legal restrictions that may limit or restrict transferability are generally valued at a discount from quoted market prices. The discount would reflect the amount market participants would require due to the risk relating to the inability to access a public market for the security for the specified period and would vary depending on the nature and duration of the restriction and the risk and volatility of the underlying securities. Securities with longer duration restrictions or higher volatility are generally valued at a higher discount. Such discounts are generally estimated based on put option models or analysis of market studies. Instances where discounts have been applied to quoted prices of restricted listed securities have been infrequent. The impact of such discounts is not material to the financial statements.

Credit-Oriented Investments (including Real Estate Loan Portfolios)

Certain investments in corporate and government debt which are not listed or admitted to trading on any securities exchange are valued at the mean of the last bid and ask prices on the valuation date based on quotations supplied by recognized quotation services or by reputable broker-dealers.

The market yield approach is considered in the valuation of non-publicly traded debt investments, utilizing expected future cash flows, discounted using estimated current market rates. Discounted cash flow calculations may be adjusted to reflect current market conditions and/or the perceived credit risk of the borrowers. Consideration is also given to a borrower’s ability to meet principal and interest obligations; this may include an evaluation of collateral or the underlying value of the borrower utilizing techniques described below under “Non-Publicly Traded Equity Investments” and “Non-Publicly Traded Real Estate Investments.”

Non-Publicly Traded Equity Investments

The fair values of private equity investments are determined by using a market approach or income approach. A market approach utilizes valuations of comparable public companies or transactions and generally seeks to establish the enterprise value of the portfolio company using a market multiple approach. This approach takes into account a specific financial measure (such as EBITDA, adjusted EBITDA, free cash flow, net operating income, net income, book value or net asset value) believed to be most relevant for the given company. Consideration may also be given to such factors as acquisition price of the security, historical and projected operational and financial results for the portfolio company, the strengths and weaknesses of the portfolio company relative to its comparable companies, industry trends, general economic and market conditions and other factors deemed relevant. The income approach is typically a discounted cash flow method that incorporates expected timing and level of cash flows. It incorporates

Oaktree Opportunities Fund X, L.P.
 Notes to Financial Statements (*continued*)
 December 31, 2018
 (Amounts in thousands)

NOTE 2 – Significant Accounting Policies (*continued*):

INVESTMENT VALUATIONS (*CONTINUED*)

assumptions in determining growth rates, income and expense projections, discount rates, capital structure, terminal values and other factors. The applicability and weight assigned to market and income approaches are determined based on the availability of reliable projections and comparable companies and transactions.

The valuation of securities may be impacted by expectations of investors' receptiveness to a public offering of the securities, the size of the holding of the securities and any associated control, information with respect to transactions or offers for the securities (including the transaction pursuant to which the investment was made and the period of time elapsed from the date of the investment to the valuation date) and applicable restrictions on the transferability of the securities.

Non-Publicly Traded Real Estate Investments

The fair values of real estate investments are determined by using a cost approach, market approach or income approach. A cost approach is based upon the current cost of reproducing a real estate investment less deterioration and functional and economic obsolescence. A market approach utilizes valuations of comparable properties or transactions and generally seeks to establish the enterprise value of investment property using a market multiple approach. This approach takes into account a specific financial measure (such as free cash flow, net operating income, net income, book value, net asset value, EBITDA or adjusted EBITDA) believed to be most relevant for the given investment property. Consideration may also be given to such factors as acquisition price of investment property, historical and projected operational and financial results for the property, the strengths and weaknesses of the investment property relative to comparable properties, industry trends, geographical factors, general economic and market conditions and other factors deemed relevant. The income approach is typically a discounted cash flow method that incorporates expected timing and level of cash flows. It incorporates assumptions in determining growth rates, income and expense projections, discount and capitalization rates, capital structure, and other factors. The applicability and weight assigned to market and income approaches are determined based on the availability of reliable projections and comparable properties and transactions.

INVESTMENT TRANSACTIONS AND INCOME RECOGNITION

The Fund records investment transactions at cost on trade date for publicly traded securities or when the Fund has an enforceable right to acquire the security, which is generally on the closing date if not publicly traded. Realized gains and losses on investments are recorded on a specific identification basis. The Fund records income on an accrual basis unless the related investment is in default or if the collection of the income is otherwise considered doubtful. The Fund may hold investments which provide that interest is payable in-kind rather than in cash. Dividend income is recognized on the ex-dividend date.

Discounts and premiums on certain debt securities are accreted/amortized under the effective interest method subject to criteria determined by the General Partner, including the distressed nature of certain debt securities.

INCOME TAXES

There are at present no corporation, income, capital gains, profits or other taxes in the Cayman Islands that would apply to the profits of the Fund. Also, there are at present no gift, estate or inheritance taxes in the Cayman Islands. The Fund invests for its own account, and, as such, is generally not subject to U.S. tax on such earnings (other than certain withholding taxes indicated below). The Fund may invest in operating entities that are treated as partnerships for U.S. federal income tax purposes which may give rise to unrelated business taxable income ("UBTI") or income effectively connected with a U.S. trade or business ("ECI"). The Fund permits certain investors to elect to participate in these investments through a "blocker structure" using entities that are treated as corporations for U.S. federal income tax purposes and are generally subject to U.S. federal, state and local taxes. The Fund's net assets are gross

Oaktree Opportunities Fund X, L.P.
 Notes to Financial Statements *(continued)*
 December 31, 2018
 (Amounts in thousands)

NOTE 2 – Significant Accounting Policies *(continued)*:

INCOME TAXES *(CONTINUED)*

of these taxes and other expenses associated with the blocker structures. Pursuant to its limited partnership agreement, the Fund withholds blocker expenses and tax payments from electing limited partners, which are treated as deemed distributions to such limited partners. The Fund intends generally to conduct its affairs to the maximum extent practicable so that its activities do not create a taxable presence in any of the jurisdictions outside of the U.S. in which the General Partner and/or Investment Manager has offices or in which the Fund has made any investments, and to the extent that such activities pertain to the purchase and sale of debt and equity investments, do not constitute a U.S. trade or business. Dividends, certain interest as well as other income realized by the Fund from sources within the U.S. may be subject to U. S. withholding tax at the appropriate rates. Interest, dividends and other income realized by the Fund from non-U.S. sources and capital gains realized on the sale of investments in non-U.S. issuers may be subject to withholding and other taxes levied by the jurisdiction in which the income is sourced.

The Fund files tax returns as prescribed by the tax laws of the jurisdictions in which it operates. Management determines whether a tax position of the Fund is more likely than not to be sustained upon examination, including resolution of any related appeals or litigation processes, based on the technical merits of the position. For tax positions meeting the more likely than not threshold, the maximum tax benefit recognized is limited to the amount that is more than 50% likely to be realized upon ultimate settlement. Management has analyzed the tax positions expected to be taken on the Fund's tax returns for all major jurisdictions, and has concluded that no provision for income taxes is required in the Fund's financial statements. The Fund's tax returns for tax years for which the applicable statutes of limitation have not expired are subject to examination by federal, state, local and foreign jurisdictions, where applicable. The Fund has no examinations in progress as of December 31, 2018.

CASH AND CASH EQUIVALENTS

The Fund considers all highly liquid cash investments, primarily investments in money market funds and a collective trust which operates similar to a money market fund, to be cash equivalents and are valued at cost, which approximates fair value. As of December 31, 2018, the Fund did not hold any cash equivalents, which are considered a Level I investment under the U.S. GAAP fair value hierarchy. Cash and cash equivalents may also include cash denominated in foreign currencies. As of December 31, 2018, the Fund's foreign cash balance, as translated into U.S. dollars, totaled \$38 with a cost of \$38.

ORGANIZATIONAL EXPENSES

Organizational expenses are expensed as incurred. Organizational expenses of the Fund, the Parallel Fund, the Parallel 2 Fund, and their respective AIFs will be paid by them pursuant to such allocations as the General Partner shall determine in its discretion to be equitable and appropriate up to an amount not to exceed \$3,500. Organizational expenses in excess of such amount will be paid by the Funds and offset against management fees (see Note 6). Organizational expenses incurred by the Fund, the Parallel Fund, the Parallel 2 Fund, and their respective AIFs from the commencement of operations through December 31, 2018 amounted to \$2,572 (see Note 6).

RECEIVABLE FROM BROKERS

Receivable from brokers represents cash owned by the Fund and on deposit with brokers and counterparties, which is used as collateral for securities and swaps. Included in due from broker is approximately \$26,881 of collateral pledged in connection with the Fund's investment and derivative trading activities.

Oaktree Opportunities Fund X, L.P.
Notes to Financial Statements (continued)
December 31, 2018
(Amounts in thousands)

NOTE 2 – Significant Accounting Policies (continued):

INVESTMENTS SOLD SHORT

Investments sold short represent obligations of the Fund to make a future delivery of a specific security and, correspondingly, create an obligation to purchase the security at prevailing market prices (or deliver the security, if owned by the Fund) as of the later delivery date. As a result, these short sales create the risk that the Fund's obligation to satisfy the delivery requirements may exceed the amount recorded in the accompanying statement of assets and liabilities.

Investments sold short are recorded at fair value, with the resulting change in value reflected as a component of the change in unrealized appreciation or depreciation. When the securities are delivered, any gain or loss is included in net realized gain or loss on investments. The Fund maintains cash deposits with the prime broker in order to cover its obligations on short sales.

The Fund is liable for interest obligations arising from short sales of fixed income securities. Such amounts are recorded as interest expense to the Fund. The Fund's principal brokers charge borrowing costs on stock loans for investments sold short. Borrowing fees are calculated daily and determined on an individual security basis. The cost to borrow is offset by the cash rebate earned on short proceeds, and is included in dividend and interest expense in the statement of operations.

OPTIONS

The purchase price of a call option or a put option is recorded as an investment, which is carried at market value. If a purchased option expires, the Fund realizes a loss in the amount of the cost of the option. When the Fund enters into a closing sale transaction, the Fund realizes a gain or loss if the proceeds are greater or less, respectively, than the cost of the option. When the Fund exercises a call option, the cost of the security that the Fund purchases upon exercise is increased by the premium originally paid.

When the Fund writes an option, the premium received is recorded as a liability and is subsequently adjusted to the current fair value of the option written. If a written option expires, the Fund realizes a gain in the amount of premium received. The difference between the premium and the amount paid on effecting a closing purchase transaction, including brokerage commissions, is also treated as a realized gain or loss. The Fund as writer of an option bears the market risk of an unfavorable change in the price of the security underlying the written option. Pursuant to the agreement entered into with the counterparty, the Fund pays an amount equal to the number of options written multiplied by ex-dividend amount of the underlying. This payment is reflected in realized gain.

NEW ACCOUNTING PRONOUNCEMENTS

In August 2018, the Financial Accounting Standards Board (the "FASB") issued guidance that modifies or eliminates certain disclosure requirements for fair value measurements. For all entities, this guidance is effective for financial statements issued for fiscal years beginning after December 15, 2019 and for interim periods within those fiscal years. The Fund adopted this guidance during 2018, which resulted in modification to certain disclosures, but did not have a material impact to the Fund's financial statements.

RISKS AND UNCERTAINTIES

The Fund invests primarily in the securities of entities that are undergoing, or are considered likely to undergo, reorganization, debt restructuring, liquidation, or another extraordinary transaction. Investments in such entities are considered speculative and involve substantial risk of principal loss. A portion of the Fund's assets may consist of securities that are thinly traded, securities and other assets for which no market exists and/or securities which are restricted as to their transferability under applicable securities laws and/or documents governing particular

Oaktree Opportunities Fund X, L.P.
 Notes to Financial Statements *(continued)*
 December 31, 2018
 (Amounts in thousands)

NOTE 2 – Significant Accounting Policies *(continued)*:

RISKS AND UNCERTAINTIES *(CONTINUED)*

transactions of the Fund. Due to securities regulations governing certain publicly traded equity securities, the Fund's ability to sell securities could also be diminished with respect to equity holdings that represent a significant portion of the issuer's securities (particularly if the Fund has designated one or more directors of the issuer).

Investments are subject to concentration and industry risk. Such concentrations may subject the investments to additional risks resulting from changes in political, regulatory, or economic conditions in such industry which could cause the investments and their markets to be less liquid and prices more volatile. Investment performance of a few sectors may have a significant impact on the performance of the Fund.

To the extent that the Fund has investments denominated in non-U.S. currencies or non-U.S. domiciled entities, there are risks and special considerations not typically associated with U.S. investments. Such risks may include, but are not limited to, investment and repatriation restrictions, currency exchange rate fluctuations, adverse political, social and economic developments, less liquidity and smaller capital markets, and certain local tax law considerations.

Bank debt has exposure to certain degrees of risk, including interest rate, market risk and the potential non-payment of principal and interest, including default or bankruptcy of the issuer. Loans are generally subject to prepayment risk, which will affect the maturity and yield of such loans. The Fund may enter into bank debt participation agreements through contractual relationships with a third party selling such participations but not with the borrower. As a result, the Fund assumes the credit risk of the borrower and the selling participant.

The Fund may invest in real property and real estate related investments that entail substantial inherent risks. Although the Fund will attempt to manage those risks through careful research, ongoing monitoring of investments, active participation in the restructuring process and appropriate hedging techniques, there can be no assurance that the real property and real estate related investments purchased by the Fund will in fact increase in value or that the Fund will not incur significant losses.

The Fund may invest in CMBS assets, which are subject to credit risk, interest rate risk, prepayment risk and general market risk. These risks can be affected by a number of factors, including general economic conditions, particularly those in the area where the related mortgaged properties are located, the level of the borrowers' equity in the mortgaged properties and the relative timing and rate of delinquencies and prepayments of mortgage loans bearing a higher rate of interest.

The Fund may invest in residential or commercial real estate loans that are non-performing at the time of its acquisition or that become non-performing following its acquisition. Such non-performing real estate loans may require a substantial amount of workout negotiations or restructuring, which may entail, among other things, a substantial reduction in the interest rate and / or a substantial writedown of the principal of such loan. The Fund may also find it necessary or desirable to foreclose on collateral securing one or more real estate loans purchased by the Fund. The foreclosure process varies by jurisdiction and can be lengthy and expensive. Generally, investments in residential loans have risk associated with the value of the underlying properties. Residential real estate values may be affected by a number of factors, including general economic conditions and mortgage qualification standards, as well as local market factors such as employment levels, the supply of homes, and the safety, convenience and attractiveness of the properties and neighborhoods. Generally, investments in commercial loans have risk associated with the ability of the borrower to repay, which may be impacted by general economic conditions as well as borrower-specific factors including the quality of management, the ability to generate sufficient income to make scheduled principal and interest payments or ability to obtain alternative financing to repay the loan.

Oaktree Opportunities Fund X, L.P.
Notes to Financial Statements (continued)
December 31, 2018
(Amounts in thousands)

NOTE 2 – Significant Accounting Policies (continued):

RISKS AND UNCERTAINTIES (CONTINUED)

Credit risk is the potential loss the Fund may incur from the failure of a counterparty or an issuer to make payments according to the terms of an investment contract. The Fund is subject to credit risk due to its strategy of investing in debt of financially distressed issuers and derivative instruments, as well as its involvement in privately negotiated structured notes and structured credit transactions, where applicable. The Fund's counterparties include its custodian bank, major brokerages and respective affiliates with which the Fund has relationships. The Fund continually monitors the creditworthiness of the financial institutions with which it conducts business.

NOTE 3 – Fair Value:

The table below summarizes the valuation of the Fund's investments by the U.S. GAAP fair value hierarchy levels as of December 31, 2018:

	Level I	Level II	Level III	Total
Investments:				
Bank debt	\$ -	\$ 184,222	\$ 401,877	\$ 586,099
Corporate debt	-	196,154	11,243	207,397
Common equity	252,924	-	1,001,016	1,253,940
Preferred equity	21,849	935	61,338	84,122
Real estate-oriented	-	-	129,005	129,005
Real estate loan portfolios	-	-	498,215	498,215
Options purchased	-	7,678	-	7,678
Foreign currency forward contracts, net	-	1,661	-	1,661
Securities sold short:				
Options written	(5)	-	-	(5)
Corporate debt	-	(58,384)	-	(58,384)
Swaps	-	(1,794)	-	(1,794)
Total	<u>\$ 274,768</u>	<u>\$ 330,472</u>	<u>\$ 2,102,694</u>	<u>\$ 2,707,934</u>

Included in Level III bank debt above are investments primarily concentrated in the following industries: Real Estate Management & Development, Oil, Gas & Consumable Fuels and Diversified Financial Services.

Oaktree Opportunities Fund X, L.P.
Notes to Financial Statements (continued)
December 31, 2018
(Amounts in thousands)

NOTE 3 – Fair Value (continued):

The following table sets forth a summary of changes in the fair value of the Fund's Level III investments for the year ended December 31, 2018:

	Bank Debt	Corporate Debt	Common Equity	Preferred Equity	Real Estate- Oriented	Real Estate Loan Portfolios	Total
Balance, December 31, 2017	\$ 366,575	\$ 23,437	\$ 582,213	\$ 7,459	\$ 161,439	\$ 624,110	\$ 1,765,233
Purchases	118,358	116	320,563	57,418	66,139	160,352	722,946
Sales & repayments	(114,844)	(11,222)	(45,795)	(4,641)	(119,512)	(318,426)	(614,440)
Transfers in (a)	-	-	7,250	-	-	-	7,250
Transfers out (b)	(4,503)	-	-	-	-	-	(4,503)
Realized gains (losses), net	7,009	(987)	2,820	48	53,157	32,222	94,269
Unrealized gains (losses), net	29,282	(101)	133,965	1,054	(32,218)	(43)	131,939
Balance, December 31, 2018	<u>\$ 401,877</u>	<u>\$ 11,243</u>	<u>\$ 1,001,016</u>	<u>\$ 61,338</u>	<u>\$ 129,005</u>	<u>\$ 498,215</u>	<u>\$ 2,102,694</u>

- (a) The transfer in of Level III common equity was principally due to the restructuring of an investee company with low market activity.
- (b) The transfer out of Level III bank debt into Level II was principally due to the restructuring of an investee company.

The following table sets forth a summary of valuation techniques and quantitative information utilized in determining the fair value of the Fund's Level III investments as of December 31, 2018:

Investment Type	Fair Value	Valuation Technique	Significant Unobservable Inputs
Credit-oriented investments:			
	\$ 241,907	Discounted cash flow	Discount rate (range: 6% – 15%)
	98,711	Recent market information	Broker quotations
	44,701	Market approach (value of underlying assets)	Multiple of underlying assets (range: 0.9x– 1.1x)
	27,801	Recent transaction price	Not applicable
Equity investments:			
	399,224	Market approach (value of underlying assets)	Multiple of underlying assets (range: 0.8x – 1.0x)
	321,088	Discounted cash flow	Discount rate (range: 10% – 20%)
	195,088	Recent transaction price	Not applicable

Oaktree Opportunities Fund X, L.P.
Notes to Financial Statements (continued)
December 31, 2018
(Amounts in thousands)

NOTE 3 – Fair Value (continued):

Investment Type	Fair Value	Valuation Technique	Significant Unobservable Inputs
Equity investments (continued):			
	72,002	Other (dollar per acre)	Not applicable
	54,220	Market approach (comparable companies)	Earnings multiple (range: 7x – 9x)
	20,732	Recent market information	Broker quotations
Real estate loan portfolios:			
	376,487	Discounted cash flow	Discount rate (range: 9% – 18%)
	119,214	Recent transaction price	Not applicable
	2,514	Sales approach	Not applicable
Real estate-oriented investments:			
	92,639	Discounted cash flow	Discount rate (range: 3% – 5%)
	36,366	Recent transaction price	Not applicable
	<u>\$ 2,102,694</u>		

As described in Note 2, other factors beyond the unobservable inputs described above have a significant impact on our investment valuations. A significant amount of judgment may be required when using unobservable inputs, including assessing the accuracy of source data and the results of pricing models. The General Partner assesses the accuracy and reliability of the sources it uses to develop unobservable inputs. These sources may include third-party vendors that the General Partner believes are reliable and commonly utilized by other market participants. Additional details regarding the application of valuation techniques and significant unobservable inputs described above are as follows:

- The discount rate is the significant unobservable input used in the discounted cash flow method, which is generally used for performing credit-oriented investments in which the Fund does not have a controlling interest in the underlying issuer, as well as certain equity investments and real estate loan portfolios. An increase (decrease) in the discount rate would result in a lower (higher) fair value measurement.
- The significant unobservable inputs used in the fair value measurement of real estate investments utilizing a discounted cash flow analysis can include one or more of the following: discount rate, terminal capitalization rate, direct capitalization rate, net operating income growth rate or absorption rate. An increase (decrease) in a discount rate, terminal capitalization rate or direct capitalization rate would result in a lower (higher) fair value measurement. An increase (decrease) in a net operating income growth rate or absorption rate would result in a higher (lower) fair value measurement. Generally, a change in a net operating income growth rate or absorption rate would be accompanied by a directionally similar change in the discount rate.

Oaktree Opportunities Fund X, L.P.
 Notes to Financial Statements *(continued)*
 December 31, 2018
 (Amounts in thousands)

NOTE 3 – Fair Value *(continued)*:

- The discounted cash flow model for certain real estate-oriented investments and certain real estate loan portfolios contains a sell-out analysis. In these cases, the discounted cash flow is based on the expected timing and prices of sales of the underlying properties. The General Partner's determination of the sales prices of these properties typically includes consideration of prices and other relevant information from market transactions involving comparable properties.
- Multiple of either earnings or underlying assets is the significant unobservable input used in the market approach, which is generally used for distressed credit-oriented investments, credit-oriented investments in which the Fund has a controlling interest in the underlying issuer and equity investments. An increase (decrease) in the multiple generally results in a higher (lower) fair-value measurement; however, for credit-oriented investments in which the Fund has a controlling interest in the underlying issuer, a change in the multiple may not result in a change to the fair value measurement.
- Earnings multiples are based on comparable public companies or transactions with comparable companies. The General Partner typically utilizes multiples of EBITDA; however, in certain cases the General Partner may use other earnings multiples believed to be most relevant to the investment. The General Partner typically applies the multiple to trailing-twelve-month's EBITDA; however, in certain cases other earning measures, such as pro forma EBITDA, may be utilized if deemed to be more relevant.
- A market approach using the value of underlying assets utilizes a multiple, based on comparable companies, of underlying assets or the net book value of the portfolio company. The General Partner typically obtains the value of underlying assets from the underlying portfolio company's financial statements or from pricing vendors. The General Partner may value the underlying assets by using prices and other relevant information from market transactions involving comparable assets.
- Certain investments are valued based on recent transactions, generally defined as an investment purchased or sold within six months of the valuation date. The fair value may also be based on a pending transaction expected to close after the valuation date.
- Certain investments are valued using vendor prices or broker quotes for the subject or similar securities. Generally, investments valued in this manner are classified as Level III because the quoted prices may be indicative in nature for securities that are in an inactive market, may be for similar securities, or may require adjustment for investment-specific factors or restrictions.

Since December 31, 2017, one Level III real estate loan portfolio investment changed from a discounted cash flow technique to a sales approach due to one remaining insolvency payment. There have been no other changes in techniques utilized to value Level III investments that resulted in material impact on the financial statements.

NOTE 4 – Derivative Instruments:

The Fund utilizes derivative instruments in ongoing investment operations. These derivatives primarily consist of foreign currency forward contracts utilized to manage currency risks (see Note 7 – Foreign Currency Forward Contracts). The fair value of derivative instruments is disclosed in Note 3 – Fair Value and on the statement of assets and liabilities. None of the derivative instruments are accounted for as hedging instruments.

Oaktree Opportunities Fund X, L.P.
Notes to Financial Statements (continued)
December 31, 2018
(Amounts in thousands)

NOTE 4 – Derivative Instruments (continued):

The average notional amounts and impact of derivative instruments on the statement of operations and potential incentive allocation for the year ended December 31, 2018 were as follows:

Derivatives	Average notional amount*	Net realized gains (losses) on derivatives recognized in income	Changes in unrealized gains (losses) on derivatives recognized in income
Foreign currency forward contracts	\$ 1,046,686	\$ 51,715	\$ 20,855
Options	165,452	-	3,558
Swaps	69,061	248	(1,794)

* The average notional amounts are calculated as the monthly average of the ending notional values of contracts held as of the last day of each month for the year ended December 31, 2018.

Although the Fund generally presents derivative instruments on a gross basis in the statement of assets and liabilities, certain derivative instruments may be subject to enforceable master netting arrangements with certain counterparties that allow the Fund to offset derivative assets and liabilities in the same currency by specific derivative type or, in the event of default by the counterparty, to offset derivative assets and liabilities with the same counterparty. As of December 31, 2018, the Fund has not offset any amount in the statement of assets and liabilities. The 'gross amounts not offset in the statement of assets and liabilities' column in the table below relates to derivative instruments that are eligible to be offset in accordance with applicable accounting guidance, but for which the Fund has elected not to offset in the statement of assets and liabilities.

The table below summarizes such rights of offset and related arrangements, if any, associated with the Fund's derivative instruments as of December 31, 2018:

	Gross Amounts of Assets (Liabilities) Presented	Gross Amounts Not Offset in the Statement of Assets and Liabilities		Net Amount
		Derivative Assets (Liabilities)	Cash Collateral Received (Pledged)	
<i>Derivative assets:</i>				
Foreign currency forward contracts	\$ 9,720	\$ 8,059	\$ -	\$ 1,661
Options purchased	7,678	5	-	7,673
Swap	2	2	-	-
Total	<u>\$ 17,400</u>	<u>\$ 8,066</u>	<u>\$ -</u>	<u>\$ 9,334</u>
<i>Derivative liabilities:</i>				
Foreign currency forward contracts	\$ (8,059)	\$ (8,059)	\$ -	\$ -
Options written	(5)	(5)	-	-
Swap	(1,796)	(2)	-	(1,794)
Total	<u>\$ (9,860)</u>	<u>\$ (8,066)</u>	<u>\$ -</u>	<u>\$ (1,794)</u>

Oaktree Opportunities Fund X, L.P.
 Notes to Financial Statements (continued)
 December 31, 2018
 (Amounts in thousands)

NOTE 5 – Allocations and Withdrawals:

The General Partner may distribute all or any portion of the cash receipts of the (including interest and dividend income and proceeds from the sale, other transfers or exchange of investments) to the partners. Any distributions made prior to the end of the Investment Period are subject to recall unless otherwise determined by the General Partner in its sole discretion, and any cash receipts not distributed prior to the end of the Investment Period may be reinvested.

Subject to certain limited exceptions set forth in the Fund Agreement, any distributions shall be apportioned to all partners in proportion to their capital contributions. The Fund shall distribute the amount apportioned to the Limited Partners in the following priority: (i) to the Limited Partners until they have received the return of their capital contributions; (ii) to the Limited Partners in proportion to their capital contributions until they have received an 8% compounded annual return on their capital contributions; (iii) 80% to the General Partner and 20% to the Limited Partners until the General Partner has received an amount pursuant to the 80% provision of this clause and the 20% provision of clause (iv) below equal to 20% of the amounts distributed to the Limited Partners other than pursuant to clause (i) above; and (iv) thereafter, 80% to the Limited Partners in proportion to their capital contributions and 20% to the General Partner. Income, gains and losses of the Fund generally will be allocated in the same manner. The potential incentive allocation recorded on the statement of changes in partners' capital represents the General Partner's allocation of such income, gains and losses, calculated as if all investments were sold and the Fund was fully liquidated at the fair value determined at the end of the reporting period. As of December 31, 2018, the General Partner's balance reflects such potential incentive allocation of \$143,113 of which \$22,285 has been paid to the General Partner as a tax advance distribution.

NOTE 6 – Investment Management Fee and Expenses:

From the Initial Investment Date until the day immediately prior to the start of the Investment Period, Oaktree will receive an annual management fee, paid quarterly in advance, equal to the product of the annualized rate for the Management Fee Percentage (as defined below) and the aggregate capital contributions of the Limited Partners as of the end of the last day of the immediately preceding calendar quarter plus any additional capital contributions of the Limited Partners effective as of such payment. During the Investment Period, Oaktree will receive a management fee, paid quarterly in advance, equal to the product of the annualized rate of the Management Fee Percentage and the aggregate capital commitments of all the Limited Partners. Total capital contributions and capital commitments of the Limited Partners, for the purpose of the Management Fee Percentage calculation, including those of the Main Fund, the Parallel Fund and the Parallel 2 Fund. The Management Fee Percentage is 1.60% unless the applicable Special Fee Percentage is applied to any Special Fee Partner. Following the Investment Period, Oaktree will receive a management fee equal to the Management Fee Percentage per annum of the lesser of (A) the aggregate contributed capital and (B) the cost basis of the investments held by the Fund as of the close of the last business day of the immediately preceding calendar quarter and attributable to the Limited Partners. These management fees are reduced by excess organizational expenses (Note 2), advisory, director and certain other fees received by the Investment Manager, the General Partner and their respective affiliates in connection with their work on the Fund's investments. During the period ended December 31, 2018, the funds received \$7 for director fees and paid \$121 for placement fees, which were offset against management fees.

The Fund also pays for all expenses incurred in direct connection with the business of the Fund, including fees and expenses for outside contracted services (principally custodian, legal, audit and tax preparation fees); fees associated with un consummated investments; costs of valuing investments; insurance; any broker and finder fees relating to investments; travel costs; and any other investment-related costs. Included within these costs are fees related to real estate data collection and analysis services which are performed by Bellwether Asset Management, Inc.

Oaktree Opportunities Fund X, L.P.
Notes to Financial Statements (continued)
December 31, 2018
(Amounts in thousands)

NOTE 6 – Investment Management Fee and Expenses (continued):

(“Bellwether”), a third party that has provided such services to funds and accounts managed by the Investment Manager on a generally exclusive basis since its initial engagement in 2013. The Fund paid total fees to Bellwether during the year ended December 31, 2018 of \$20.

NOTE 7 – Foreign Currency Forward Contracts:

Generally, the Fund enters into foreign currency forward contracts to sell, at a future date, any foreign currencies utilized in current investments or future purchase commitments, except for occasional unhedged changes in the fair value of the underlying investments. The following foreign currency forward contracts were outstanding as of December 31, 2018:

Net unrealized appreciation /(depreciation) on foreign currency forward contracts	Contract amount in local currency	Contract amount in U.S. dollars	Notional fair value in U.S. dollars	Unrealized appreciation/ (depreciation)
<i>Unrealized Appreciation on Foreign Currency Forward Contracts:</i>				
The Bank of New York Mellon				
British Pounds, expiring 01/17/2019	(8,859)	\$ 11,684	\$ 11,293	\$ 391
British Pounds, expiring 03/14/2019	(103,557)	136,241	132,382	3,859
British Pounds, expiring 05/09/2019	(90,430)	118,194	115,881	2,313
Canadian Dollars, expiring 01/17/2019	(30,497)	23,828	22,668	1,160
Canadian Dollars, expiring 05/09/2019	(16,352)	12,463	12,006	457
Chinese Reniminbi, expiring 01/17/2019	(217,090)	32,084	31,621	463
Euros, expiring 01/17/2019	(32,455)	38,229	37,152	1,077
<i>Total Unrealized Appreciation on Foreign Currency Forward Contracts</i>				<u>\$ 9,720</u>
<i>Unrealized Depreciation on Foreign Currency Forward Contracts:</i>				
HSBC Bank				
Chinese Reniminbi, expiring 04/29/2019	(436,546)	62,164	63,631	\$ (1,467)
The Bank of New York Mellon				
Canadian Dollars, expiring 01/17/2019	11,428	(8,593)	(8,372)	\$ (221)
Canadian Dollars, expiring 05/09/2019	7,019	(5,286)	(5,154)	(132)
Chinese Reniminbi, expiring 01/17/2019	9,104	(1,328)	(1,327)	(1)

Oaktree Opportunities Fund X, L.P.
Notes to Financial Statements (continued)
December 31, 2018
(Amounts in thousands)

NOTE 7 – Foreign Currency Forward Contracts (continued):

Net unrealized appreciation /(depreciation) on foreign currency forward contracts	Contract amount in local currency	Contract amount in U.S. dollars	Notional fair value in U.S. dollars	Unrealized appreciation/(depreciation)
Euros, expiring 01/17/2019	2,618	\$ (3,022)	\$ (2,997)	\$ (25)
Euros, expiring 05/09/2019	(546,343)	625,191	631,404	(6,213)
<i>Total Unrealized Depreciation on Foreign Currency Forward Contracts</i>				<u>\$ (8,059)</u>
<i>Total net unrealized appreciation/(depreciation) on foreign currency forward contracts</i>				<u><u>\$ 1,661</u></u>

All contracts are valued on each valuation date at the applicable foreign exchange rate and any resulting unrealized appreciation or depreciation is recorded on such date. The Fund realizes gains and losses at the time forward contracts are extinguished or closed upon entering into an offsetting contract.

NOTE 8 – Commitments and Contingencies:

In the normal course of business, the Fund enters into contracts that contain a variety of representations and warranties and which provide general indemnifications. The Fund's maximum exposure under these arrangements is unknown, as this would involve future claims that may be made against the Fund that have not yet occurred. However, based on experience, the Fund expects the risk of loss to be remote.

The Fund may be a party to certain credit agreements, providing for the issuance of letters of credit and revolving loans, which may require the Fund to extend additional loans to investee companies. The Fund uses the same investment criteria in making these unrecorded commitments as it does for investments, which are included in the statement of assets and liabilities. The unfunded liability associated with these credit agreements is equal to the amount by which the contractual loan commitment exceeds the sum of the amount of funded debt and cash held in escrow, if any. As of December 31, 2018, the Fund had a total outstanding commitment of \$23,270.

As of December 31, 2018, the Fund has potential unfunded investment commitments of \$351,387.

As an investment company under U.S. GAAP, the Fund is required to disclose financial support provided to investees, and whether such support was provided pursuant to previously existing contractual obligations or at the discretion of the General Partner. The Fund provides financial support to portfolio companies in accordance with its investment objectives, which include investing primarily in the securities of entities that are undergoing, are considered likely to undergo, or have undergone reorganizations under applicable bankruptcy law, or other extraordinary transactions such as debt restructurings, reorganizations and liquidations outside of bankruptcy. This financial support may be provided pursuant to contractual agreements, typically in the form of follow-on investments, guarantees or financing commitments. Generally, financial support is provided as an inherent part of the ongoing investment operations of the Fund and is considered to be provided at the discretion of the General Partner. For the year ended December 31, 2018, financial support totaling \$1,215,985 was provided to investees at the discretion of the General Partner; the Fund did not provide financial support to investees pursuant to contractual agreements.

Oaktree Opportunities Fund X, L.P.
 Notes to Financial Statements (continued)
 December 31, 2018
 (Amounts in thousands)

NOTE 9 – Revolving Credit Facility:

The Funds entered into a \$400 million revolving credit facility agreement on March 18, 2015 for the purpose to cover fund expenses, hedging transactions, to make Permitted Investments, to provide permanent or bridge or other interim financing to the extent necessary to consummate or improve a Permitted Investment to support an obligation of any vehicle (or an Affiliate thereof) formed to effect the direct or indirect acquisition of a Permitted Investment, to fund the repayment of Indebtedness, to provide cash collateral to secure outstanding letters of credit or to provide funds for the payment of amounts to withdrawing Limited Partners. Effective July 22, 2015, the revolving credit facility was increased to \$1.4 billion. The Funds could elect to increase the maximum commitment to an aggregate amount not to exceed \$1.5 billion. The facility provides for the issuance under certain circumstances of letters of credit in support of investment commitments of the Funds. The facility is secured by the capital commitments of the investors in the Funds. The facility requires a payment in respect of unused commitments equal to 0.25% per annum, payable quarterly in arrears, and bears interest, as elected by the Funds, at an annual rate of (a) the Adjusted LIBOR or (b) the Reference Rate. The facility upfront fees allocated to the Funds were 0.60% on the commitment amortized monthly over the period of the facility. The facility expired on March 18, 2018 and was extended by agreement for an additional year and the commitment was concurrently reduced to \$362 million.

Under the credit agreement, the Funds are subject to various affirmative and negative covenants and reporting obligations, including restrictions on additional indebtedness, liens, margin stock, affiliate transactions, dividends and distributions, release on capital commitments, and portfolio asset dispositions. In addition, the Funds must maintain compliance with certain financial covenants at all times.

As of December 31, 2018, the Funds have no outstanding borrowings under the credit facility and were in compliance with the financial covenants. The carrying value of the credit facility approximates fair value; the General partner has analyzed and concluded that a credit facility of this nature originated at December 31, 2018 would have similar terms. The credit facility is considered to be Level III under U.S. GAAP fair value hierarchy, and is valued by the General Partner using a discounted cash flow analysis.

NOTE 10 – Financial Highlights of the Non-Affiliated Limited Partner Class:

Non-Affiliated Limited Partner internal rate of return as of:

December 31, 2017	25.3%
December 31, 2018	16.8%

Year Ended
December 31, 2018

Ratio of net investment loss to average Non-Affiliated Limited Partners' capital	(0.7)%
--	--------

Ratio of management fees and expenses to average Non-Affiliated Limited Partners' capital:

Before potential incentive allocation to the General Partner	3.5 %
After potential incentive allocation to the General Partner	4.5 %

The expense and net investment loss ratios are calculated based on expenses and income allocated to the Non-Affiliated Limited Partner class taken as a whole. Average Non-Affiliated Limited Partners' capital is obtained by calculating the monthly average for the period ended December 31, 2018.

Oaktree Opportunities Fund X, L.P.
Notes to Financial Statements *(continued)*
December 31, 2018
(Amounts in thousands)

NOTE 11 – Subsequent Events:

Subsequent events have been reviewed through March 15, 2019, the date these financial statements became available for distribution to the partners, and no material subsequent events were identified.



Ernst & Young LLP
725 South Figueroa Street
Los Angeles, CA 90017
United States of America

Tel: +1 213 977 3200
Fax: +1 213 977 3152
ey.com

Report of Independent Auditors

The General Partner
Oaktree Opportunities Fund X, L.P.

We have audited the accompanying financial statements of Oaktree Opportunities Fund X, L.P. (the “Fund”), which comprise the statement of assets and liabilities, including the condensed schedule of investments, as of December 31, 2018, and the related statements of operations and potential incentive allocation, cash flows and changes in partners’ capital for the year then ended, and the related notes to the financial statements.

Management’s Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in conformity with U.S. generally accepted accounting principles; this includes the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free of material misstatement, whether due to fraud or error.

Auditor’s Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor’s judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Fund’s preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Fund’s internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of Oaktree Opportunities Fund X, L.P. at December 31, 2018, and the results of its operations, its cash flows and changes in its partners’ capital for the year then ended in conformity with U.S. generally accepted accounting principles.

Ernst & Young LLP

March 15, 2019

Oaktree Opportunities Fund X, L.P.

INVESTMENT MANAGER

Oaktree Capital Management, L.P.
333 South Grand Avenue, 28th Floor
Los Angeles, California 90071
(213) 830-6300

www.oaktreecapital.com

CONTACT INFORMATION

To ensure your requests are handled in a timely and effective manner, please direct all inquiries to Client Services:

Americas

csus@oaktreecapital.com

Europe and Middle East

cslondon@oaktreecapital.com

Asia Pacific

csasia@oaktreecapital.com

CUSTODIAN

The Bank of New York Mellon
2 Hanson Place, 7th Floor
Brooklyn, New York 11217

LEGAL COUNSEL

Kirkland & Ellis LLP
601 Lexington Avenue
New York, New York 10022

INDEPENDENT AUDITORS

Ernst & Young LLP
725 South Figueroa Street
Los Angeles, California 90017