Yieldstreet
Yieldstreet Alternative Income Fund, Inc.

(formerly Yieldstreet Prism Fund, Inc.)



Annual Report

Yieldstreet
Yieldstreet Alternative Income Fund, Inc.

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Yieldstreet

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Dear Stockholders,

We would like to start by saying thank you for your interest in the Yieldstreet Alternative Income Fund Inc. (the "Fund"). We appreciate the trust and confidence you have placed with us through your investment. Below you'll find the semi-annual report, which covers the six-month period ended June 30, 2024.

Fund Performance

For the six-month period ended June 30, 2024, the Fund posted a total return of 4.47%, compared to the -0.71% return of the Bloomberg Barclays US Aggregate Bond Index and 2.72% of the S&P U.S. High Yield Corporate Bond Index.

The Fund is not managed to any specific benchmark and the indices listed above are for reference purposes only.

Fund Update

Investors are grappling with a number of shared challenges: with inflation rates elevated relative to normal market conditions, there's a need to seek higher returns to protect purchasing power over time. We believe finding alpha in traditional stocks and bonds has become increasingly difficult, especially after last year's bond market downturn, pushing investors to look for more stable portfolio options. Additionally, the demand for reliable income remains a top concern for the Fund.

Alternatives are increasingly recognized as crucial for investors to meet their long-term goals. This is evident as investors continue to boost their allocation to private markets, where the illiquid nature of these investments demonstrates value on a risk-adjusted basis and the illiquidity premium associated with alternative investments.

Looking back at the first half of this year, the real estate market faced challenges due to high interest rates and above-target inflation, which continues to strain the commercial real estate sector. Transaction volumes have declined, and we expect continued volatility in certain asset classes, with valuations likely to be affected. In the private credit space, we've observed spreads tightening across both public and private markets. We see additional opportunities in asset-based lending and consider it a key area for diversifying the private credit portion of portfolios while maintaining a focus on strong sponsors.

The Fund's performance was bolstered by our diverse underlying exposures. Investments in private credit, aviation, and real estate equity were the top contributors to returns during the first half of the fiscal year. Additionally, the Fund benefited from capital being allocated to incomegenerating assets. Throughout the first half of the year, the Fund added positions in over 16 investments, leading to increased exposure to both the real estate and private credit asset classes, with the portfolio evenly balanced between these two asset classes. The Fund's investment subadviser, Prytania Investment Advisors LLP ("Prytania") manages a segment of securitized credit securities, particularly collateralized loan obligations (CLO)¹. This securitized segment focuses on the liquid portion of the portfolio, where we continue to seek high-quality investment opportunities while deploying capital strategically across the credit spectrum.

We continue to have strong conviction in longer-dated assets and assets that we believe exhibit strong risk-adjusted returns. Yieldstreet's investment team has been selective in deploying capital in assets that fit the risk and return profile of the Fund and provide what we believe to be attractive

income profiles. Looking forward, we believe the current macroeconomic backdrop has enhanced the yield and risk-adjusted return profile for income generating private market investments. Each of the Fund's allocations to these asset classes is expected to support our investment strategy, and we believe they are well positioned to perform in varied market environments.

Sincerely, Yieldstreet

¹ A collateralized loan obligation (CLO) is an actively managed securitized product backed by a highly diversified pool of leveraged loans.

Performance quoted herein represents past performance, which is not a guarantee of future results. Returns for periods greater than one year are annualized. All investing involves risk, including the loss of principal. Investment returns and principal value will fluctuate, so you may have a gain or loss when shares are sold. Current performance may be higher or lower than the returns quoted herein.

Investors should carefully consider the investment objectives, risks, charges and expenses of the YieldStreet Alternative Income Fund before investing. The prospectus for the YieldStreet Alternative Income Fund contains this and other information about the Fund and can be obtained by emailing investments@yieldstreetalternativeincomefund.com or by referring to www.yieldstreetalternativeincomefund.com. The prospectus should be read carefully before investing in the Fund.

Investments in the Fund are not bank deposits (and thus not insured by the FDIC or by any other federal governmental agency) and are not guaranteed by Yieldstreet or any other party.

The securities described in the prospectus are not offered for sale in the states of Nebraska or North Dakota or to persons resident or located in such states. No subscription for the sale of Fund shares will be accepted from any person resident or located in Nebraska or North Dakota.

An investment in the Fund is not suitable for investors that require short-term liquidity. The Fund's shares have no history of public trading, are not publicly traded, and you should not expect to be able to sell your shares regardless of how the Fund performs. The Fund's shares are currently not listed on any securities exchange and there is no expectation that a secondary market for the Fund's shares will develop in the future. Pursuant to its Share Repurchase Program, the Fund intends to periodically repurchase shares from the Fund's investors, subject to the discretion of the Fund's Board of Directors, but only a limited number of shares will be eligible for repurchase by the Fund.

Average Annual Total Returns (as of June 30, 2024)

| | 1 Month | Quarter | 6 Month | 1 Year | 3 Year | Since Inception* |
|--------------------------------|---------|---------|---------|--------|--------|---------------------|
| YieldStreet Alternative Income | | | | | | |
| Fund Inc. – NAV | 1.55% | 2.56% | 4.47% | 7.06% | 6.21% | 6.14% |
| Bloomberg Barclays US | | | | | | |
| Aggregate Bond Index** | 0.95% | 0.07% | -0.71% | 2.63% | -3.02% | -2.17% |
| S&P U.S. High Yield | | | | | | |
| Corporate Bond Index** | 0.92% | 1.21% | 2.72% | 10.27% | 1.47% | 4.61% |

The performance data quoted above represents past performance. Past performance is not a guarantee of future results. Investment return and value of the Fund shares will fluctuate so that an investor's shares, when sold or repurchased, may be worth more or less than their original cost. Performance may be lower or higher than performance data quoted. Fund performance current to the most recent month-end is available by calling 1-844-943-5378 or by visiting www.yieldstreetalternativeincomefund.com.

For illustrative purposes only. All figures represent past performance and are not indicative of future results. No investment strategy can guarantee performance results.

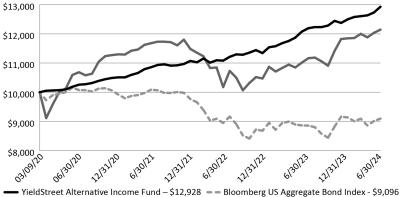
Total returns are based on changes in NAV. Returns reflect the deduction of all Fund expenses, including management fees, operating expenses, and other Fund expenses.

Total return assumes the reinvestment of all distributions.

^{*} Fund's inception date is March 9, 2020.

^{**} The Bloomberg Barclays US Aggregate Bond Index measures the investment grade, US dollar-denominated, fixed-rate taxable bond market. The index includes Treasuries, government-related and corporate securities, fixed-rate agency MBS, ABS and CMBS. The S&P U.S. High Yield Corporate Bond Index measures the performance of U.S. dollar-denominated, high-yield corporate bonds issued by companies whose country of risk use official G-10 currencies, excluding those countries that are members of the United Nations Eastern European Group. Qualifying securities must have a below-investment-grade rating and maturities of one or more months. The Bloomberg Barclays US Aggregate Bond Index and S&P US High Yield Corporate Bond Index are not adjusted to reflect sales changes, expenses or other fees that the SEC requires to be reflected in the Fund's performance. The Indices are unmanaged and unlike the Fund, it is not affected by cash flow. It is not possible to invest directly in the Indices.

Performance of \$10,000 Initial Investment (as of June 30, 2024)



YieldStreet Alternative Income Fund – \$12,928 = Bloomberg US Aggregate Bond Index - \$9,096
 S&P U.S. High Yield Corporate Bond Index - \$12,144

The graph shown above represents historical performance of a hypothetical investment of \$10,000 in the Fund since inception. Past performance does not guarantee future results. All returns reflect reinvested dividends, but do not reflect the deduction of taxes that a shareholder would pay on Fund distributions or the redemption of Fund shares.

Top Ten Holdings (as a % of Net Assets)*

| YS AVN-AVT V LLC | 10.06% |
|--|--------|
| Octane Lending Inc. | 9.41% |
| Urban Standard Capital, LLC (199 Chrystie) | 6.58% |
| Choice Hotels Cheyenne | 5.15% |
| Invictus Real Estate Partners | 5.13% |
| Keystone - Villa Fifty2 | 4.66% |
| GoldenTree Loan Management US CLO 5, Ltd. Series 2021-5A | 4.33% |
| Harrison Yards Project | 4.08% |
| Lending Point | 4.05% |
| A10 Capital, LLC | 3.90% |
| Top Ten Holdings | 57.35% |

Portfolio Composition (as a % of Net Assets)*

| First- Lien Senior Secured Term loans | 44.80% |
|---------------------------------------|---------|
| Preferred Equity | 15.85% |
| Collateralized Loan Obligations | 15.44% |
| Corporate Bond | 13.31% |
| Money Market Mutual Funds | 9.57% |
| Investments in Investee Funds | 8.79% |
| Commercial Mortgage-Backed Securities | 5.18% |
| Equity | 4.05% |
| Unsecured Debt | 1.63% |
| Other Liabilities in excess of Assets | -18.62% |
| Total | 100.00% |

Holdings are subject to change and may not reflect the current or future position of the portfolio.

| | <u>Rate</u> | Reference Rate & Spread(a) | Maturity Date | <u>Par</u> <u>Amount/Shares</u> | <u>Value</u> |
|---------------------------------------|----------------|----------------------------------|---------------|------------------------------------|--------------|
| UNSECURED DEBT - 1.63% | | | | | |
| SUPPLY CHAIN FINANCE - 1.63%(b) | | | | | |
| Raistone Purchasing LLC - First | | | | | |
| Brands T14 ^{(c)(d)} | N/A | N/A | 10/30/2024 | \$ 2,089,740 | \$ 2,089,740 |
| Total Supply Chain Finance | | | | | 2,089,740 |
| Total Unsecured Debt (Cost \$2,089,74 | 10) | | | | 2,089,740 |
| CORPORATE BOND - 13.31% | | | | | |
| Commercial Real Estate - 13.31% | | | | | |
| A10 Capital, LLC, Series 2023- | | 1M SOFR + | | | |
| GTWY ^{(c)(d)} | 13.84% | 8.50% | 04/15/2040 | 3,000,000 | 3,000,420 |
| A10 Capital, LLC, Series 2023- | | 1M SOFR + | | | |
| GTWY ^{(c)(d)} | 12.59% | 7.25% | 04/15/2040 | 2,000,000 | 2,000,400 |
| Octane Lending Inc. (c)(d) | 20.00% | N/A + -% | 12/31/2049 | 6,208,037 | 6,247,718 |
| Octane Lending Inc.(c)(d) | 20.00% | 20.00% | 09/30/2025 | 5,823,036 | 5,823,035 |
| Total Corporate Bond | | | | | 17,071,573 |
| | | | | | |
| Total Corporate Bond (Cost \$17,031,0 | 173) | | | | 17,071,573 |
| COMMERCIAL MORTGAGE-BACKED S | SECURITIES - 5 | 5.18% ^(c) | | | |
| MSC A Mtge, Series 2021-ILP | | 1M SOFR + | | | |
| | 6.23% | 0.89% | 11/15/2036 | 2,461,859 | 2,427,016 |
| MSC C Mtge, Series 2021-ILP | | 1M SOFR + | | | |
| | 6.83% | 1.49% | 11/09/2024 | 1,993,408 | 1,963,393 |
| TTN B Mtge, Series 2021-MHC | | 1M SOFR + | | | |
| | 6.55% | 1.21% | 03/15/2026 | 2,267,663 | 2,248,764 |
| Total Commercial Mortgage-Backed S | ecurities | | | | 6,639,173 |
| | | | | | |
| Total Commercial Mortgage-Backed S | ecurities (Cos | st \$6,578,640) | | | 6,639,173 |
| COLLATERALIZED LOAN OBLIGATION | S - 15.44% | | | | |
| OTHER ABS - 15.44% | | | | | |
| Ares XLI Clo, Ltd., Series 2021- | 40.000/ | TSFR3M + | 0.4/4.5/0.004 | | |
| 41A ^(c) | 12.33% | 7.01% | 04/15/2034 | 825,000 | 831,651 |
| CIFC Funding 2021-V, Ltd., Series | | TSFR3M + | | | |
| 2021-5A ^(c) | 12.08% | 6.76% | 07/15/2034 | 1,416,560 | 1,434,518 |
| Dryden 65 CLO, Ltd., Series | | TSFR3M + | | | |
| 2018-65A ^(c) | 8.68% | 3.36% | 07/18/2030 | 1,500,000 | 1,497,159 |
| Dryden 94 CLO, Ltd., Series | | TSFR3M + | | | |
| 2022-94A ^(c) | 12.42% | 7.10% | 07/15/2037 | 1,500,000 | 1,470,302 |
| Galaxy XXII CLO, Ltd., Series | | TSFR3M + | | | |
| 2021-22A ^(c) | 12.08% | 6.76% | 04/16/2034 | 1,144,562 | 1,154,397 |
| GoldenTree Loan Management | | | | | |
| US CLO 3, Ltd., Series | | TSFR3M + | | | |
| 2018-3A ^(c) | 8.43% | 3.11% | 04/20/2030 | 1,000,000 | 1,008,126 |
| See Notes to Consolidated Financial S | Statements. | | | | |

| GoldenTree Loan Management | <u>Rate</u> | Reference Rate & Spread(a) | Maturity Date | Par Amount/Shares | <u>Value</u> |
|---|----------------|---|---|----------------------|--------------|
| US CLO 5, Ltd., Series | | TSFR3M + | | | |
| 2021-5A ^(c) | 8.73% | 3.41% | 10/20/2032 | \$ 5,500,000 | \$ 5,552,101 |
| KKR CLO 28, Ltd., Series 2024- | 0.7570 | TSFR3M + | 10/20/2032 | 7 3,300,000 | ÿ 3,332,101 |
| 28A ^(c) | 12.72% | 7.40% | 02/09/2035 | 1,000,000 | 1,012,499 |
| Madison Park Funding LII, Ltd., | | TSFR3M + | , | ,, | ,- , |
| Series 2021-52A ^(c) | 8.73% | 3.41% | 01/22/2035 | 450,000 | 450,727 |
| Monroe Capital MML CLO VII, | | TSFR3M + | | , | , |
| Ltd., Series 2018-2A ^(c) | 12.83% | 7.51% | 11/22/2030 | 540,000 | 541,364 |
| Venture 43 CLO, Ltd., Series | | TSFR3M + | | | |
| 2021-43A ^(c) | 12.73% | 7.41% | 04/15/2034 | 3,000,000 | 2,852,376 |
| Venture XXVIII CLO, Ltd., Series | | TSFR3M + | | | |
| 2017-28A ^(c) | 9.58% | 4.26% | 07/20/2030 | 2,000,000 | 2,000,102 |
| Total Other ABS | | | | | 19,805,322 |
| Total Collateralized Loan Obligations | (Cost \$19,578 | 3,204) | | | 19,805,322 |
| FIRST-LIEN SENIOR SECURED TERM L ART - 2.18% | OANS - 44.81 | % | | | |
| Colette Capital LLC(c)(d) | 12.50% | N/A + -% | 07/17/2026 | 2,800,000 | 2,798,387 |
| Total Art | | | | | 2,798,387 |
| AUTO - 2.26% Everberg Capital, LLC ^{(c)(d)} | 9.50% | 1M SOFR (1.00% Floor) + 8.50% | 05/23/2028 | 2,902,734 | 2,902,797 |
| Total Auto | | | | | 2,902,797 |
| COMMERCIAL REAL ESTATE - 12.12% Bridge - 4.08% ^(e) Harrison Yards Project ^(d) | (c) | 1M SOFR + | | | |
| - Tantoon (a.e. 1) jeek | 19.33% | 16.40% Cash, 2.68% PIK (0.25% Floor) +-% | 06/30/2024 | 4,000,000 | 5,236,968 |
| Hotel - <i>6.48%</i> | 13.3370 | . 70 | 00/30/2024 | 4,000,000 | 3,230,300 |
| BIH Owner, LLC ^{(d)(e)} | | 7.00% Cash + | | | |
| | 10.50% | 3.50% PIK | 07/31/2024 | 1,464,401 | 1,699,265 |
| Choice Hotels Cheyenne ^{(d)(f)} | 9.75% | N/A + -% | 08/31/2025 | 6,625,000 | 6,609,220 |
| Shopping Centers - 1.56% | | | | | |
| Avatar (SIC Leed Civic Plaza) TL ^(d) | 9.25% | 9.25% | 02/01/2025 | 2,000,000 | 1,999,598 |
| Total Commercial Real Estate | | | | | 15,545,051 |
| RESIDENTIAL REAL ESTATE - 28.24% | | | | | |
| Condominium Inventory - 28.24% | | | | | |
| Edgewater ^{(c)(d)} | N/A | N/A | 07/01/2025 | 4,671,176 | 4,671,176 |
| See Notes to Consolidated Financial | Statements. | | | | |

| Invictus Real Estate Partners ^{(c)(d)} | <u>Rate</u> | Reference Rate & Spread(a) 1M SOFR (0.10% Floor) | Maturity Date | Par Amount/Shares | <u>Value</u> |
|--|----------------|--|---------------|----------------------|--------------|
| | 17.88% | + 13.13% | 12/31/2024 | \$ 6,919,254 | \$ 6,574,919 |
| Keystone - Villa Fifty2 ^{(c)(d)} | 7.74% | 7.74% | 12/01/2024 | 6,000,000 | 5,976,588 |
| Merrick Parc(c)(d) | 7.7470 | 1M SOFFR + | 12/01/2024 | 0,000,000 | 3,370,300 |
| WETTERT dre- | | 0.67% , (6.00% | | | |
| | 6.00% | Floor) | 05/30/2025 | 2,264,398 | 2,263,484 |
| Quadrant Finance Partners(c)(d) | 17.88% | 17.88% | 08/31/2028 | 3,600,000 | 3,661,638 |
| Urban Standard Capital, LLC(c)(d) | 13.75% | PRIME + 5.25% | 02/01/2024 | 7,050,300 | 8,440,667 |
| UsinaCoruripe Acucar e | 13.73/0 | SOFR3M + | 02/01/2024 | 7,030,300 | 8,440,007 |
| Alcool(c)(d) | 12.71% | 7.39% | 09/30/2025 | 4,622,907 | 4,624,037 |
| Total Residential Real Estate | 12.7170 | 7.5570 | 03/30/2023 | 4,022,307 | 36,212,509 |
| Total Nesidential Near Estate | | | | | 30,212,303 |
| Total First-Lien Senior Secured Term L | oans (Cost \$ | 57,122,919) | | | 57,458,744 |
| EQUITY - 4.05% | | | | | |
| Consumer Loans - 4.05% | | | | | |
| Lending Point ^{(c)(d)(g)(h)} | N/A | N/A | N/A | 5,397,513 | \$ 5,196,521 |
| Total Consumer Loans | 14/71 | 14/71 | 14/71 | 3,337,313 | 5,196,521 |
| Total Consumer Edulis | | | | | 3,130,321 |
| Total Equity (Cost \$4,927,303) | | | | | 5,196,521 |
| INVESTMENTS IN INVESTEE FUNDS - 8 Asset Management - 2.82% | 3.79% | | | | |
| Blue Owl Credit Income Corp. (c)(d)(g) | N/A | N/A | N/A | 378,855 | 3,610,485 |
| Total Asset Management | , | · · · · · · · · · · · · · · · · · · · | · · | , | 3,610,485 |
| | | | | | |
| Legal - 5.97% | | | | | |
| 9RPJ1 Partners, LP ^{(c)(d)(f)(g)(h)} | N/A | N/A | N/A | 5,317,643 | 4,648,477 |
| BWA20C(c)(d)(g)(h) | N/A | N/A | N/A | 3,300,000 | 3,008,882 |
| Total Legal | | | | | 7,657,359 |
| | | | | | |
| Total Investments in Investee Funds (0 | Cost \$9,751,0 | 640) | | | 11,267,844 |
| PREFERRED EQUITY - 15.85%(c) | | | | | |
| Consumer - 2.33% | | | | | |
| Multi-family - 2.34% | | | | | |
| EH YS Purchaser I LLC(d)(g)(h) | N/A | N/A | N/A | 2,991,477 | 2,988,399 |
| Total Consumer | .,, | , | .47. | 2,332,177 | 2,988,399 |
| Total Consumer | | | | | 2,500,555 |
| Residential Real Estate - 13.52% | | | | | |
| Aviation - 10.06% | | | | | |
| YS AVN-AVT V LLC(d)(h)(i) | N/A | N/A | N/A | 11,542,862 | 12,906,126 |
| Multi-family - 3.46% | | | | | |
| YS PP REQ I Hines Park, LLC(d)(h)(j) | N/A | N/A | N/A | 2,000,000 | 2,209,763 |
| | | | | | |

| | | Reference | | D | |
|---|-----------------------|---------------------------------|--------------|--------------------------------------|---------------|
| | Rate | Rate & Spread ^(a) | Maturity Dat | <u>Par</u> e <u>Amount/Shares</u> | <u>Value</u> |
| YS PP REQ II Southgate Apartments, | | | | | |
| LLC ^{(d)(h)(k)} | N/A | N/A | N/A | \$ 2,000,000 | \$ 2,222,338 |
| Total Residential Real Estate | | | | | 17,338,227 |
| T. D. C. | 201 | | | | 20 226 626 |
| Total Preferred Equity (Cost \$18,534,3 | 38) | | | | 20,326,626 |
| | | | 7-Day Yie | eld Shares | |
| MONEY MARKET MUTUAL FUNDS - 9. | 57% ^{(I)(m)} | | | | |
| SEI Government Fund, Class F | | | | | |
| (SEOXX) | | | 5.21% | 12,278,861 | \$ 12,278,861 |
| Total Money Market Mutual Funds | | | | | |
| (Cost \$12,278,861) | | | | | 12,278,861 |
| Total Investments - 118.63% (Cost \$14 | 17,892,718) | | | | \$152,134,404 |
| Liabilities in Excess of Other Assets - (| 18.63)% | | | | (23,887,938) |
| Net Assets - 100.00% | | | | | \$128,246,466 |

Investment Abbreviations:

SOFR - Secured Overnight Financing Rate

Reference Rates:

3M US SOFR - 3 Month SOFR as of June 30, 2024 was 5.32% 1M US SOFR- 1 Month SOFR as of June 30, 2024 was 5.34% PRIME - US Prime Rate as of June 30, 2024 was 8.50%

- (a) Floating or variable rate investment. The rate in effect as of June 30, 2024 is based on the reference rate, as described above, plus the displayed spread as of the securities' last reset date. The interest rate shown is the rate in effect as of period-end and changes periodically.
- (b) These investments are purchased at a discount and accrete to par at the date the investments maturity, Raistone Purchasing, LLC First Brands T14, TL the per annum rate was 15.31%.
- (e) Restricted Security; these securities may only be sold in transactions exempt from registration under the Securities Act of 1933.
- (d) As a result of the use of significant unobservable inputs to determine fair value, these investments have been classified as Level 3 assets (See Note 3).
- (e) Paid in kind security which may pay interest in additional par.
- These investments have an unfunded commitment amount of \$5,749,776 as of June 30, 2024.
- (g) Non-income producing security.
- (h) Affiliated Company.
- (i) Investment held through tax consolidated subsidiary YS-HP-S JV Corp.
- (i) Investment held through tax consolidated subsidiary YS PP REQ I, LLC
- (k) Investment held through tax consolidated subsidiary YS PP REQ II P, LLC

See Notes to Consolidated Financial Statements.

Below is a summary of the fund transactions with its affiliates during the year ended June 30, 2024:

Preferred Equity, Affiliated Investments

| Name of Issuer | Fair Value at December 31, 2023 | Purchases | Sales | Return of capital | Paydown | Net Change in Unrealized Gains (Losses) | at June | Net Realized Gains (Losses) | Dividend Income |
|-----------------------|---------------------------------------|---------------|--------------|-------------------|-------------|--|---------------|--------------------------------------|--------------------|
| YS PP REQ I, LLC | \$ 2,391,818 | \$ - \$ | - \$ | - | \$ - | \$ (182,055) | \$ 2,209,763 | \$ - | \$ - |
| YS PP REQ II, LLC | 2,273,789 | _ | _ | _ | _ | (51,451) | 2,222,338 | _ | _ |
| YS AVN-AVT V LLC | 12,451,596 | _ | _ | _ | _ | 454,530 | 12,906,126 | _ | 452,771 |
| EH YS Purchaser I LLC | 3,767,771 | _ | (205,841) | _ | (584,322) | 10,791 | 2,988,399 | _ | 124,021 |
| 9RPJ1 Partners, LP | 4,677,315 | 53,791 | _ | (470,495) | _ | 387,866 | 4,648,477 | _ | _ |
| BWA20C | 2,871,337 | _ | _ | (122,480) | _ | 260,025 | 3,008,882 | _ | _ |
| Lending Point | 5,022,008 | 618,312 | _ | (622,680) | _ | 178,881 | 5,196,521 | _ | 6,455 |
| | \$ 33,455,634 | \$ 672,103 \$ | (205,841) \$ | (1,215,655) | \$(584,322) | \$1,058,587 | \$ 33,180,506 | \$ — | \$ 583,247 |

⁽¹⁾ To obtain a copy of the Fund's shareholder report, please go to the Securities and Exchange Commission's website.

⁽m) Money market fund; interest rate reflects seven-day effective yield on June 30, 2024.

\$

128,246,466

June 30, 2024 (Unaudited)

|--|

| Investments, at value - non-affiliated (Cost \$118,119,435) | \$ 118,953,898 |
|---|----------------|
| Investments, at value - affiliated (Cost \$29,773,283) | 33,180,506 |
| Cash | 882,487 |
| Interest receivable | 1,061,372 |
| Receivable due from Adviser (Note 5) | 784,258 |
| Deferred offering costs | 183,478 |
| Prepaid expenses and other assets | 459,514 |
| Total Assets | 155,505,513 |
| | |
| LIABILITIES: | |
| Leverage facility | 20,000,000 |
| Payable for investment securities purchased | 4,236,751 |
| Accrued administration fees (Note 5) | 425,934 |
| Prepaid loan interest | 337,095 |
| Interest due on leverage facility | 122,283 |
| Accrued professional fees | 101,642 |
| Accrued Directors' fees | 37,333 |
| Deferred tax liabilities | 1,394,493 |
| Other payables and accrued expenses | 603,516 |
| Total Liabilities | 27,259,047 |

COMPOSITION OF NET ASSETS:

Net Assets

| Paid-in capital | \$ | 126,917,494 |
|--|----|-------------|
| Total distributable earnings | | 1,328,972 |
| Net Assets | \$ | 128,246,466 |
| | - | |
| Common shares of beneficial interest outstanding, at \$0.001 par value | | 14,001,872 |
| Net Asset Value per Common Share | \$ | 9.16 |
| | | |

For the Six Months Ended June 30, 2024 (Unaudited)

| INI | /ECTN | MENT | INICO | VVE. |
|------|-------|-------------|-------|-------|
| IIV۱ | ノロンコリ | VICINI | INCO | IVIC: |

| Non-affiliated investments: | |
|--|-----------------|
| Interest | \$ 3,762,976 |
| Dividends | 731,309 |
| Affiliated Investments: | |
| Dividends | 583,247 |
| Total Investment Income | 5,077,532 |
| | |
| EXPENSES: | |
| Interest expense and amortization of deferred offering costs | 1,179,749 |
| Professional fees | 769,847 |
| Investment advisory fees (Note 5) | 526,483 |
| Fund administration fees (Note 5) | 485,750 |
| Insurance expense | 121,020 |
| Directors' fees and expenses (Note 4) | 93,220 |
| Offering costs | 1,426 |
| Income tax expense/(benefit) | 896 |
| Other expenses | 46,214 |
| Total Expenses Before Waivers | 3,224,605 |
| Fees Waived or Reimbursed by the Administrator | (1,172,240) |
| Net Expenses | 2,052,365 |
| Net Investment Income, net of taxes from consolidated | |
| subsidiaries | 3,025,167 |
| | -,, - |
| DEALIZED AND LINDEALIZED CAIN! //LOSS) ON INIVESTMENTS. | |
| REALIZED AND UNREALIZED GAIN/(LOSS) ON INVESTMENTS: | |
| Net realized gain/(loss) on: | 201 101 |
| Investment securities | 291,104 |
| Change in unrealized appreciation/(depreciation) on: | 254544 |
| Investment securities | 354,544 |
| Deferred tax liabilities | (35,633) |
| Affiliated securities | 1,058,587 |
| Net change in unrealized appreciation/(depreciation), net of taxes | 1,377,498 |
| Net Realized and Unrealized Gain on Investments | 1,668,602 |
| Net Increase in Net Assets from Operations | \$ 4,693,769 |

| | Fo | or the Six Months Ended June 30, 2024 (Unaudited) | For the Year Ended ecember 31, 2023 |
|--|----|--|---|
| OPERATIONS: | | | |
| Net investment income | \$ | 3,025,167 | \$ 9,046,110 |
| Net realized gain/(loss) | | 291,104 | (2,996,945) |
| Change in unrealized appreciation/(depreciation) | | 1,377,498 | 6,016,439 |
| Net Increase in Net Assets from Operations | | 4,693,769 | 12,065,604 |
| TOTAL DISTRIBUTIONS TO SHAREHOLDERS: | | | |
| From net investment income | | (2,921,222) | (7,832,478) |
| From tax return of capital | | (2,153,100) | (2,847,501) |
| TOTAL DISTRIBUTIONS TO SHAREHOLDERS | | (5,074,322) | (10,679,979) |
| CAPITAL SHARE TRANSACTIONS: | | | |
| Proceeds from sale of common shares | | 11,298,484 | 18,203,200 |
| Net asset value of common shares issued to | | | |
| shareholders from reinvestment of dividends | | 3,437,055 | 7,151,696 |
| Cost of shares redeemed from common shares | | (11,231,378) | (17,740,414) |
| Net Increase from Capital Share Transactions | | 3,504,161 | 7,614,482 |
| Net Increase in Net Assets | | 3,123,608 | 9,000,107 |
| NET ASSETS: | | | |
| Beginning of period | \$ | 125,122,858 | \$ 116,122,751 |
| End of period | \$ | 128,246,466 | \$ 125,122,858 |

CASH FLOWS FROM OPERATING ACTIVITIES:

| CASH FLOWS FROM OPERATING ACTIVITIES: | | |
|--|----|--------------|
| Net increase in net assets from operations | \$ | 4,693,769 |
| Adjustments to reconcile net increase in net assets from operations to net | | |
| cash (used in)/provided by operating activities: | | |
| Purchases of investment securities | | (46,695,766) |
| Proceeds from disposition of investment securities | | 27,860,629 |
| Discounts accreted/premiums amortized | | (408,824) |
| Net realized gain on: | | |
| Investment securities | | (291,104) |
| Net change in unrealized appreciation/(depreciation) on: | | |
| Investment securities | | (354,544) |
| Affiliated securities | | (1,058,587) |
| Net purchase of short-term investment securities | | (2,702,381) |
| (Increase)/Decrease in assets: | | |
| Interest receivable | | (691,710) |
| Income tax receivable | | 56,880 |
| Receivable due from Adviser | | 1,171,067 |
| Deferred offering costs, net | | 27,531 |
| Prepaid expenses and other assets | | (399,043) |
| Increase/(Decrease) in liabilities: | | |
| Accrued administration fees | | 246,581 |
| Accrued directors' fees | | 37,333 |
| Deferred tax liabilities | | 35,633 |
| Accrued compliance officer fees | | (7,512) |
| Accrued transfer agent fees | | (29,098) |
| Interest due on leverage facility | | (32,742) |
| Accrued professional fees | | (227,428) |
| Accrued investment advisory fees | | (278,544) |
| Other payables and accrued expenses | | 523,589 |
| Net Cash (Used in)/Provided by Operating Activities | | (18,524,271) |
| CASH FLOWS FROM FINANCING ACTIVITIES: | | |
| Proceeds from shares sold - common shares | | 12,272,357 |
| Cost of shares redeemed - common shares | | (11,231,378) |
| Distributions paid - common shareholders | | (1,637,265) |
| Net Cash Provided by Financing Activities | | (596,286) |
| | | |
| Net Decrease in Cash | | (19,120,557) |
| Cash, beginning balance | | 20,003,044 |
| | _ | 000 407 |

Cash, ending balance

 $See\ Notes\ to\ Consolidated\ Financial\ Statements.$

882,487

\$

YieldStreet Alternative Income Fund Consolidated Statement of Cash Flows

For the Six Months Ended June 30, 2024 (Unaudited)

| Non-cash activity: | |
|---|------------------|
| Reinvestment of distributions | \$ 3,437,055 |
| SUPPLEMENTAL DISCLOSURE OF CASH FLOW INFORMATION: | |
| Cash paid during the year for interest from leverage Facility: | \$ _ |
| Cash paid during the year for taxes: | \$ 0 |
| RECONCILIATION OF UNRESTRICTED CASH AT THE BEGINNING OF PERIOD TO THE STATEMENT OF ASSETS AND LIABILITIES | |
| Cash | \$ 20,003,044 |
| RECONCILIATION OF UNRESTRICTED CASH AT THE END OF PERIOD TO THE STATEMENT OF ASSETS AND LIABILITIES | |
| Cash | \$ 882,487 |
| Cash, ending balance | \$ 882,487 |

NOTE 1. ORGANIZATION

YieldStreet Alternative Income Fund, Inc. (formerly, YieldStreet Prism Fund, Inc.) (the "Fund") is a Maryland corporation registered under the Investment Company Act of 1940, as amended (the "1940 Act"), as a non-diversified, closed-end management investment company. The Fund commenced operations on March 9, 2020. The Fund's shares are not publicly traded.

The Fund's investment objective is to generate current income and, as a secondary objective, capital appreciation. The Fund intends to seek to achieve its investment objective by primarily investing in debt securities and other credit instruments across multiple sectors, either directly or through separate investment structures or vehicles that provide the Fund with exposure to such securities ("Credit Investments"). Such Credit Investments may include instruments directly or indirectly secured by real or personal property.

YieldStreet Management, LLC (the "Adviser") serves as the investment adviser of the Fund pursuant to an Investment Advisory Agreement (the "Investment Advisory Agreement"). The Adviser is a Delaware limited liability company that is registered as an investment adviser with the Securities and Exchange Commission (the "SEC") under the Investment Advisers Act of 1940 (the "Advisers Act"). Prytania Investment Advisors LLP ("Prytania") serves as an investment sub-adviser for the Fund pursuant to an Investment Subadvisory Agreement (the "Subadvisory Agreement"). Prytania is a United Kingdom limited liability partnership that is registered as an investment adviser with the SEC pursuant to the Advisers Act.

The Adviser also serves as the Fund's administrator, and in such capacity provides, or arranges for the provision of, the administration services necessary for the Fund to operate. The Adviser, in its capacity as the Fund's administrator, expects to retain one or more sub-administrators from time to time to provide certain administrative services to the Fund on its behalf. ALPS Fund Services, Inc., together with certain affiliated entities (collectively, "AFS"), has been retained to serve as the Fund's sub-administrator (in such capacity, the "Sub-Administrator") and to provide the Fund with certain administrative services on behalf of the Administrator.

On December 21, 2021 the Board of Directors approved to continue to operate as an evergreen fund with no termination date and, accordingly, the Fund does not intend to cease investment operations nor seek to liquidate the investment portfolio as of any specified date.

The Fund established wholly-owned subsidiaries, YP-HP-S JV Corp., YS PP REQ II P LLC and YS PP REQ I LLC, ("the Subsidiaries") which serve to hold equity or equity-like investments in partnerships. All intercompany balances are eliminated in consolidation. The Fund consolidates its Subsidiaries for accounting purposes but the Subsidiaries are not consolidated for U.S. federal income tax purposes and may incur U.S. federal income tax expense as a result.

NOTE 2. SIGNIFICANT ACCOUNTING POLICIES

Basis of Presentation: The accompanying financial statements have been prepared in accordance with the investment company and accounting reporting guidance of the Financial Statement Accounting Standards Board (FASB) Accounting Standard Codification *Topic 946 Financial Services* –

Investment Companies. The accounting policies are in conformity with the accounting principles generally accepted in the United States of America (U.S. GAAP).

Use of Estimates: The preparation of the financial statements in conformity with U.S. GAAP requires management to make certain estimates and assumptions that affect the reported amounts of assets and liabilities at the date of financial statements and the reported amounts of income, expense and gains and losses during the reported periods. Actual results could differ from those estimates and those differences could be material.

Changes in the economic environment, financial markets, credit worthiness of the Fund's portfolio and any other parameters used in determining these estimates could cause actual results to differ materially.

Restricted Cash: Restricted cash is subject to legal or contractual restriction by third parties as well as a restriction to withdrawal or use, including restrictions that require the funds to be used for a specified purpose and restrictions that limit the purpose for which the funds can be used.

Fair Value Measurements: The Fund follows guidance in ASC 820, *Fair Value Measurement*, where fair value is defined as the price that would be received upon sale of an asset or paid upon transfer of a liability in an orderly transaction between market participants at the measurement date and in the principal or most advantageous market for that asset or liability. Fair value should be determined based on assumptions that market participants would use in pricing the asset or liability, not assumptions specific to the entity.

Fair value measurements are determined quarterly, monthly, or daily within a within a framework that establishes a three-tier hierarchy which classifies fair value measurements for disclosure purposes. Inputs refer broadly to the assumptions that market participants would use in pricing the asset or liability, including assumptions about risk. Inputs may be observable or unobservable. Observable inputs are inputs that reflect the assumptions market participants would use in pricing the asset or liability that are developed based on market data obtained from sources independent of the reporting entity. Unobservable inputs are inputs that reflect the Fund's own assumptions about the assumptions market participants would use in pricing the asset or liability that are developed based on the best information available.

In accordance with the authoritative guidance on fair value measurements and disclosure under GAAP, the Fund discloses the fair value of its investments in a hierarchy that prioritizes the inputs to valuation techniques used to measure the fair value, as follows:

- Level 1 Quoted prices are available in active markets for identical investments as of the reporting date.
- Level 2 Pricing inputs are other than quoted prices in active markets, which are either directly or indirectly observable as of the reporting date, and fair value is determined through the use of models or other valuation methodologies. The types of investments that would generally be included in this category include publicly traded securities with restrictions on disposition, and certain convertible securities; and

Level 3 — Pricing inputs are unobservable and include situations where there is little, if any, market activity for the investment. Fair value for these investments is determined using valuation methodologies that consider a range of factors, including but not limited to, the price at which the investment was acquired, the nature of the investment, local market conditions, valuations for comparable companies, current and projected operating performance and financing transactions subsequent to the acquisition of the investment. The inputs into the determination of fair value require significant judgment. Due to the inherent uncertainty of these estimates, these values may differ materially from the values that would have been used had a ready market for these investments existed. Investments that are included in this category generally are privately held debt, equity, and certain convertible securities.

The availability of observable inputs can vary from investment to investment and is affected by a wide variety of factors, including, for example, the type of investment, whether the investment is new and not yet established in the marketplace, the liquidity of markets and other characteristics particular to the investment. To the extent that valuation is based on models or inputs that are less observable or unobservable in the market, the determination of fair value requires more judgment. Because of the inherent uncertainty of estimating fair value, those estimated values may be materially higher or lower than if the fair value was determined using observable inputs. Accordingly, the degree of judgment exercised in determining fair value is greatest for instruments categorized in Level 3.

An investment level within the fair value hierarchy is based on the lowest level input, individually or in the aggregate, that is significant to fair value measurement. The valuation techniques used by the Fund to measure fair value during the period ended June 30, 2024 maximized the use of observable inputs and minimized the use of unobservable inputs. The inputs or methodologies used for valuing securities are not necessarily an indication of the risk or liquidity associated with investing in those securities.

Investment Valuation: The Board of Directors has approved valuation policies and procedures that provide a framework for determining the fair value of Investments in compliance with U.S. GAAP, the 1940 Act and the rules thereunder. The Board of Directors has designated the Adviser as its "valuation designee" pursuant to Rule 2a-5 under the 1940 Act, and in that role the Adviser is responsible for performing fair value determinations relating to Investments, including periodically assessing and managing any material valuation risks and establishing and applying fair value methodologies, in accordance with valuation policies and procedures approved by the Board of Directors. The Adviser provides the Board of Directors with periodic reports on a quarterly basis or, more frequently if necessary, describing the valuation process applicable to that period. The Board of Directors ultimately is responsible for fair value determinations under the 1940 Act and satisfies its responsibility through its oversight of the valuation designee in accordance with Rule 2a-5.

Investment Transactions and Investment Income: Investment transactions are accounted for on a trade date basis for financial reporting purposes and amounts payable or receivable for trades not settled as of period end are reflected as liabilities and assets, respectively, in the Consolidated Statement of Assets and Liabilities. Realized gains and losses on investment transactions reflected in the Consolidated Statement of Operations are recorded on a trade date basis. Cost is determined

by the specific identification method. Interest is recorded on an accrual basis and dividend income is recorded on the ex-dividend date.

Investments that are expected to pay regularly scheduled interest and/or dividends in cash are generally placed on non-accrual status when principal or interest/dividend cash payments are past due 30 days or more and/or when it is no longer probable that principal or interest/dividend cash payments will be collected. Such non-accrual investments are restored to accrual status if past due principal and interest or dividends are paid in cash, and in management's judgment, are likely to continue timely payment of their remaining interest or dividend obligations. Interest or dividend cash payments received on non-accrual designated investments may be recognized as income or applied to principal depending upon management's judgment.

Payment-In-Kind Income: Some of the Fund's loans may have contractual payment-in-kind ("PIK") interest or dividends. PIK income computed at the contractual rate is accrued into income and reflected as receivable up to the capitalization date. PIK investments offer issuers the option at each payment date of making payments in cash or in additional securities. When additional securities are received, they typically have the same terms, including maturity dates and interest rates as the original securities issued. On these payment dates, the Fund capitalizes the accrued interest or dividends receivable (reflecting such amounts as the basis in the additional securities received). PIK income generally becomes due at maturity of the investment or upon the investment being called by the issuer. Upon capitalization, PIK income is subject to the fair value estimates associated with their related investments. The Fund places investments on non-accrual status when principal or interest/dividend is not expected to be paid.

Expense Recognition: Expenses include management fees and may include professional fees, including but not limited to insurance expenses, legal fees, directors' fees, audit and tax service expenses and other general and administrative expenses. Expenses are recorded on an accrual basis.

Other Income: Loan origination fees, original issue discount ("OID"), and market discounts are capitalized and accreted into interest income over the respective terms of the applicable loans using the effective interest method or straight-line, as applicable. Upon the prepayment of a loan, prepayment premiums, any unamortized loan origination fees, OID, or market discounts are recorded as interest income. In addition, exit fees and prepayment fees are also included in other income and are recorded when earned.

Distributions: Distributions to common shareholders, which are determined in accordance with the Plan of Distribution set forth in the Fund's prospectus and with federal income tax regulations, are recorded on the ex-dividend date. The Board of Directors expects to authorize, and the Fund intends to declare and pay ordinary cash distributions on a quarterly basis. Net realized capital gains, if any, are generally distributed at least annually.

Federal Income Taxes: The Fund has elected to be treated as a regulated investment company ("RIC") under the Internal Revenue Code of 1986, as amended (the "Code"). As a RIC, the Fund generally will not have to pay Fund-level federal income taxes on any ordinary income or capital gains that the Fund distributes to shareholders from the Fund's tax earnings and profits.

In order to continue to qualify for RIC tax treatment, among other things, the Fund is required to distribute at least 90% of its investment company taxable income and intends to distribute all of the Fund's investment company taxable income and net capital gains to common shareholders. The character of income and gains that the Fund will distribute is determined in accordance with income tax regulations that may differ from GAAP. Book and tax basis differences relating to shareholder dividends and distributions and other permanent book and tax differences are reclassified to paid-in capital.

The Fund follows ASC 740, Income Taxes ("ASC 740"). ASC 740 provides guidance for how uncertain tax positions should be recognized, measured, presented, and disclosed in the financial statements. ASC 740 requires the evaluation of tax positions taken or expected to be taken in the course of preparing the Fund's tax returns to determine whether the tax positions are "more-likely-than-not" of being sustained by the applicable tax authority. Tax positions deemed to meet the more-likely-than-not threshold are recorded as a tax benefit or expense in the current year. Penalties or interest, if applicable, that may be assessed relating to income taxes would be classified as other operating expenses in the financial statements. As of June 30, 2024, there were no uncertain tax positions and no amounts accrued for interest or penalties. Management's determinations regarding ASC 740 may be subject to review and adjustment at a later date based upon factors including, but not limited to, an on-going analysis of tax laws, regulations and interpretations thereof. Although the Fund files both federal and state income tax returns, the Fund's major tax jurisdiction is federal. The Fund's tax returns for each tax year since 2020 remains subject to examination by the Internal Revenue Service.

Recent Accounting Standards: In March 2020, the FASB issued Accounting Standards Update "Facilitation of the Effects of Reference Rate Reform on Financial Reporting (Topic 848)" (ASU 2020-04), which provides optional temporary financial reporting relief from the effect of certain types of contract modifications due to the planned discontinuation of the London Interbank Offered Rate (LIBOR) and other interbank offered based reference rates at the end of 2021. ASU 2022-06 has extended the sunset date for LIBOR transition relief until 2024. The temporary relief provided is effective for certain reference rate-related contract modifications that occur during the period March 12, 2020 through December 31, 2024. At this time, management believes the adoption of ASU 2020-04 will not have a material impact to the financial statements.

NOTE 3. INVESTMENTS

Fair Value Measurements and Disclosures: The following table presents the fair value measurement of investments by major class of investments as of June 30, 2024 according to the fair value hierarchy:

| Investments at Value | Level 1 - Quoted Prices | Level 2 - Significant Observable Inputs | Level 3 - Significant Unobservable Inputs | Total |
|--|----------------------------|--|--|---------------|
| Unsecured Debt | \$ - | \$ - | \$ 2,089,740 | \$ 2,089,740 |
| Corporate Bond | - | _ | 17,071,573 | 17,071,573 |
| Commercial Mortgage-Backed Securities | - | 6,639,173 | - | 6,639,173 |
| Collateralized Loan Obligations | _ | 19,805,322 | _ | 19,805,322 |
| First-Lien Senior Secured Term Loans | - | - | 57,458,744 | 57,458,744 |
| Equity | _ | _ | 5,196,521 | 5,196,521 |
| Preferred Equity | - | _ | 20,326,626 | 20,326,626 |
| Money Market Mutual Funds | 12,278,861 | _ | _ | 12,278,861 |
| Total | \$ 12,278,861 | \$ 26,444,495 | \$102,143,204 | \$140,866,560 |
| Investments measured at net | | | | |
| asset value ^(a) | | | | \$11,267,844 |
| Total Investments at Fair Value ^(b) | | | | \$152,134,404 |

⁽a) Investments valued using NAV as the practical expedient, an indicator of fair value.

⁽b) For detailed descriptions, see the accompanying Consolidated Schedule of Investments.

The changes of fair value of investments for which the Fund has used Level 3 inputs to determine the fair value are as follows:

| | Equity | First Lien Senior Secured Term Loans | Preferred Equity | Unsecured Debt | Corporate bond | Total |
|--|--------------|---|---------------------|-------------------|-------------------|---------------|
| Balance as of December 31, 2023 | \$ 5,022,008 | \$45,497,776 | \$ 20,884,973 | \$ 6,047,174 | \$ 11,150,010 | \$ 88,601,941 |
| Accrued Discount/premium Return of Capital | - | 3,522 | - - | 363,390 – | 423 | 367,335 - |
| Realized Gain/(Loss) Change in Unrealized Appreciation/ (Depreciation) | - 174,513 | 192,904 | 192,816 | - 87,036 | 42,137 | 689,406 |
| Purchases | 174,313 | 12,149,136 | 192,810 | 2,089,740 | 5,881,545 | 20,120,421 |
| Sales Proceeds | - | (384,594) | (751,163) | (6,497,600) | (2,542) | (7,635,899) |
| Transfer into Level 3 Transfer Out of Level 3 | - - | - | - | - | - - | _ |
| Balance as of June 30, 2024 | \$ 5,196,521 | \$57,458,744 | \$ 20,326,626 | \$ 2,089,740 | \$17,071,573 | \$102,143,204 |
| Net change in unrealized appreciation/ (depreciation) included in the Statements of Operations attributable to Level 3 investments held at June 30, 2024 | \$ 174,513 | \$ 192,904 | \$ 192,816 | \$ - | \$ 42,137 | \$ 602,370 |

The following table summarizes the significant unobservable inputs the Fund used to value its investments categorized within Level 3 as of June 30, 2024. In addition to the techniques and inputs noted in the table below, according to the Fund's valuation policy, other valuation techniques and methodologies when determining the Fund's fair value measurements may be used. The below table is not intended to be all inclusive, but rather provide information on the significant unobservable inputs as they relate to the Fund's determination of fair values.

| | | valuation Techniques/ | | | Weighted |
|-------------------------|----------------|--------------------------|----------------------|-------------|------------------------|
| Asset Category | Fair Value | Methodologies | Unobservable Input | Range | Average ⁽¹⁾ |
| Unsecured Debt | \$ 2,089,740 | Recent Transactio | n Recent Transaction | l | |
| Corporate Bond | 5,823,035 | Recent Transactio | n Recent Transaction | ı | |
| | 6,247,718 | Discount Rate | Discount Rate | 22.77% | 22.77% |
| | | | | 100.014 - | 100.014 - |
| · | 5,000,820 | Broker Quotes | | 100.02 | 100.02 |
| Senior Secured | 4,671,176 | Recent Transaction | n Recent Transaction | | |
| First Lien | | | | 5.51% - | |
| Term Loans | 52,787,568 | Discount Rate | Discount Rate | 23.96% | 12.95% |
| Equity | 5,196,521 | Discount Rate | Discount Rate | 19.70% | 19.70% |
| | | | | 13.22% - | |
| Preferred Equity | 15,894,524 | Discount Rate | Discount Rate | 13.60% | 13.41% |
| | | Discount Rate / | Discount Rate / | 8.60%-8.75% | |
| | 4,432,102 | Cap Rate | Cap Rate | / 7.0% | |
| Grand Total | \$ 102,143,204 | | | | |

⁽¹⁾ The weighted average is calculated by multiplying the unobservable input by the weight of each investment over the sum of the fair value of the underlying investments.

The Fund utilized a discount rate analysis, and recent transaction price. The yield analysis technique is an analysis whereby expected cash flows of the loan are discounted to determine a present value using internal rate of return. Significant increases or decreases in the internal rate of return would result in an increase or decrease in the fair value measurement. The estimated recovery rate ("ERR") is the rate the Fund is expected to recover of the investment at the conclusion of the recovery management process. This rate is based on an asset specific valuation framework that can utilize fair value of collateral, comparable transactions, discount cash flow analysis, and/or contingency based events.

The Net Asset Value ("NAV") is determined using the reported net asset value per share of the Investee Fund, or its equivalent ("NAV"), as a practical expedient for fair value if the reported NAV of the Investee Fund is calculated in a manner consistent with the measurement principles applied to investment companies. In order to use the practical expedient, the Adviser has internal processes to independently evaluate the fair value measurement process utilized by the underlying investee fund to calculate the investee fund's NAV.

Such internal processes include the evaluation of the investee fund's policies and related internal controls in place to estimate the fair value of its underlying investments that are included in the NAV

calculation, performing ongoing operational due diligence, review of the investee fund's audited financial statements and ongoing monitoring of other relevant qualitative and quantitative factors. If the Adviser determines, based on its own due diligence and investment monitoring procedures, that the reporting NAV of an Investee Fund does not represent fair value, the Adviser shall estimate the fair value in good faith and as determined under U.S. GAAP and approved policies and procedures.

For recent transaction technique, generally, new private investments purchased within 45 business days before the valuation date are not reviewed by an independent third-party valuation firm. These investments are held at purchase price initially unless such valuation, in the judgment of the Adviser's Valuation Committee, does not represent fair value. These investments are generally transitioned to an independent third-party valuation firm to assist the Adviser's Valuation Committee in determining the application of a valuation methodology at the next valuation date. The Adviser's Valuation Committee will convene if there has been a material change to the underlying company, industry or market between the time of investment and the valuation date.

Investment Transactions: Purchases and sales of investments, excluding short-term obligations, for the period ended June 30, 2024, were as follows:

| Cost of Investments Purchased | \$ 44,078,643 |
|--------------------------------|------------------|
| Proceeds from Investments Sold | \$ 27,045,947 |

Restricted Securities: As of June 30, 2024, investments in securities included issuers that are considered restricted. Restricted securities are often purchased in private placement transactions, are not registered under the Securities Act of 1933, may have contractual restrictions on resale, and may be valued under methods approved by the Board of Directors as reflecting fair value.

Restricted securities as of June 30, 2024, were as follows:

| | % of Net | Acquisition | | | |
|----------------------------------|----------|-------------|------------|--------------|--------------|
| Name of Issuer | Assets | Date | Shares/Par | Cost | Fair Value |
| 9RPJ1 Partners, LP | 3.62% | 1/8/2021 | 5,317,643 | \$ 3,831,544 | \$ 4,648,477 |
| A10 Capital, LLC, Series 2023- | | | | | |
| GTWY | 1.56% | 2/1/2023 | 2,000,000 | 2,000,000 | 2,000,400 |
| A10 Capital, LLC, Series 2023- | | | | | |
| GTWY | 2.34% | 2/1/2023 | 3,000,000 | 3,000,000 | 3,000,420 |
| Ares XLI Clo, Ltd., Series 2021- | | | | | |
| 41A | 0.65% | 5/8/2024 | 825,000 | 827,702 | 831,651 |
| Avatar (SIC Leed Civic Plaza) TL | 1.56% | 1/9/2023 | 2,000,000 | 2,000,000 | 1,999,598 |
| BIH Owner, LLC | 1.32% | 7/22/2021 | 1,464,401 | 1,464,401 | 1,699,265 |
| Blue Owl Credit Income Corp. | 2.82% | 1/18/2024 | 378,855 | 3,440,000 | 3,610,485 |
| BWA20C | 2.35% | 10/5/2023 | 3,300,000 | 2,480,096 | 3,008,882 |
| Choice Hotels Cheyenne | 5.15% | 10/5/2023 | 6,625,000 | 6,632,360 | 6,609,220 |

| CIFC Funding 2021-V, Ltd., | | | | | |
|---------------------------------|-------|------------|-----------|-----------|-----------|
| Series 2021-5A | 1.12% | 5/15/2024 | 1,416,560 | 1,426,990 | 1,434,518 |
| Colette Capital LLC | 2.18% | 7/21/2023 | 2,800,000 | 2,800,000 | 2,798,387 |
| Dryden 65 CLO, Ltd., Series | | | | | |
| 2018-65A | 1.17% | 5/15/2024 | 1,500,000 | 1,496,307 | 1,497,159 |
| Dryden 94 CLO, Ltd., Series | | | | | |
| 2022-94A | 1.15% | 6/12/2024 | 1,500,000 | 1,471,842 | 1,470,302 |
| Edgewater | 3.63% | 5/2/2024 | 4,671,176 | 4,671,176 | 4,671,176 |
| EH YS Purchaser I LLC | 2.33% | 12/8/2022 | 2,991,477 | 2,991,476 | 2,988,399 |
| Everberg Capital, LLC | 2.26% | 5/23/2022 | 2,902,734 | 2,902,735 | 2,902,797 |
| Galaxy XXII CLO, Ltd., Series | | | | | |
| 2021-22A | 0.90% | 3/27/2024 | 1,144,562 | 1,145,014 | 1,154,397 |
| GoldenTree Loan Management | | | | | |
| US CLO 3, Ltd., Series | | | | | |
| 2018-3A | 0.79% | 3/13/2024 | 1,000,000 | 1,001,155 | 1,008,126 |
| GoldenTree Loan Management | | | | | |
| US CLO 5, Ltd., Series | | | | | |
| 2021-5A | 4.33% | 3/13/2024 | 5,500,000 | 5,506,444 | 5,552,101 |
| Harrison Yards Project | 4.08% | 8/22/2023 | 4,000,000 | 4,140,063 | 5,236,968 |
| Invictus Real Estate Partners | 5.12% | 3/29/2022 | 6,919,254 | 7,670,292 | 6,574,919 |
| Keystone - Villa Fifty2 | 4.65% | 6/28/2023 | 6,000,000 | 6,000,000 | 5,976,588 |
| KKR CLO 28, Ltd., Series 2024- | | | | | |
| 28A | 0.79% | 5/15/2024 | 1,000,000 | 1,013,839 | 1,012,499 |
| Lending Point | 4.05% | 9/22/2023 | 5,397,513 | 4,927,303 | 5,196,521 |
| Madison Park Funding LII, Ltd., | | | | | |
| Series 2021-52A | 0.35% | 3/22/2024 | 450,000 | 445,567 | 450,727 |
| Merrick Parc | 1.75% | 1/31/2024 | 2,264,398 | 2,264,398 | 2,263,484 |
| Monroe Capital MML CLO VII, | | | | | |
| Ltd., Series 2018-2A | 0.42% | 3/27/2024 | 540,000 | 533,092 | 541,364 |
| MSC A Mtge, Series 2021-ILP | 1.89% | 9/27/2023 | 2,461,859 | 2,411,506 | 2,427,016 |
| MSC C Mtge, Series 2021-ILP | 1.53% | 5/2/2023 | 1,993,408 | 1,972,211 | 1,963,393 |
| Octane Lending Inc. | 4.87% | 12/22/2023 | 6,208,037 | 6,208,037 | 6,247,718 |
| Octane Lending Inc. | 4.54% | 4/17/2024 | 5,823,036 | 5,823,036 | 5,823,035 |
| Quadrant Finance Partners | 2.85% | 9/29/2023 | 3,600,000 | 3,600,000 | 3,661,638 |
| Raistone Purchasing LLC - First | | | | | |
| Brands T14 | 1.63% | 5/2/2024 | 2,089,740 | 2,089,740 | 2,089,740 |
| TTN B Mtge, Series 2021-MHC | 1.75% | 3/30/2023 | 2,267,663 | 2,194,923 | 2,248,764 |
| Urban Standard Capital, LLC | 6.58% | 3/11/2022 | 7,050,300 | 8,354,587 | 8,440,667 |
| UsinaCoruripe Acucar e Alcool | 3.60% | 0 | 4,622,907 | 4,622,907 | 4,624,037 |
| | | · · | ,, | ,,, | ,, |

| Total | 109.05% \$ | - ; | \$ - | \$135,613,857 | \$139,855,543 |
|------------------------------|-------------------|------------|-------------|---------------|---------------|
| Apartments, LLC | 1.73% | 2/2/2021 | 2,000,000 | 2,000,000 | 2,222,338 |
| YS PP REQ II Southgate | | | | | |
| YS PP REQ I Hines Park, LLC | 1.72% | 1/7/2021 | 2,000,000 | 2,000,000 | 2,209,763 |
| YS AVN-AVT V LLC | 10.06% | 10/27/2022 | 11,542,862 | 11,542,862 | 12,906,126 |
| Series 2017-28A | 1.56% | 3/22/2024 | 2,000,000 | 1,945,810 | 2,000,102 |
| Venture XXVIII CLO, Ltd., | | | | | |
| 2021-43A | 2.22% | 4/11/2024 | 3,000,000 | 2,764,442 | 2,852,376 |
| Venture 43 CLO, Ltd., Series | | | | | |

The following table summarizes investments in Investee Funds, by investment strategy, the unfunded commitment of each strategy (if applicable), and the amount of the investment in Investee Fund that cannot be redeemed as of period end because of redemption restrictions put in place by the Investee Funds.

| | | | Non-Redeem | | | |
|-------------------------|----------|-----------|--------------|---|---------------|--|
| Investments in Investee | Unfunded | | A | Redemption Restriction Commencement | Tatal | |
| Funds by Strategy | Co | mmitments | Amount | Date ^(A) | Total | |
| Asset Management | \$ | _ | \$ 3,610,485 | Various | \$ 3,610,485 | |
| Legal | | 1,682,357 | 7,657,359 | Various | 7,657,359 | |
| Total | \$ | 1,682,357 | \$11,267,844 | | \$ 11,267,844 | |

⁽⁴⁾ Investments in Investee Funds cannot be redeemed until their respective liquidation date.

NOTE 4. FEES AND EXPENSES

Officers and Directors: Directors who do not also serve in an executive officer capacity for the Fund or the Adviser (the "Independent Directors") are entitled to receive annual cash retainer fees. The Fund will also reimburse each Independent Director for all reasonable and authorized business expenses in accordance with the Fund's policies as in effect from time to time, including reimbursement of reasonable out-of-pocket expenses incurred in connection with attending each board meeting and each committee meeting not held concurrently with a board meeting. The Independent Directors do not receive any pension or retirement benefits from the Fund nor does the Fund pay compensation to the directors who also serve in an executive officer capacity for the Fund or the Adviser. Amounts payable will be determined and paid quarterly in arrears. For the period ended June 30, 2024, \$93,220 was paid to the Independent Directors of the Fund, which is included within the Consolidated Statement of Operations.

Custodian: Wilmington Savings Fund Society, FSB ("WSFS") serves as the custodian bank of the Fund's assets pursuant to a custody agreement.

Transfer Agent: DST Asset Manager Solutions, Inc. ("DST") serves as the Transfer Agent to the Fund. Under the Transfer Agency Agreement, DST is responsible for maintaining all shareholder records of the Fund.

NOTE 5. RELATED PARTY TRANSACTIONS

Investment Advisory: Under the Investment Advisory Agreement, the Adviser is entitled to a management fee (the "Adviser Management Fee"). The Adviser Management Fee is calculated at an annual rate of 1.00% of the average of the Fund's net assets, excluding cash and cash equivalents, at the end of the two most recently completed calendar quarters. The Adviser Management Fee is payable quarterly in arrears. Adviser Management Fees for any partial month or quarter will be appropriately prorated and adjusted for any share issuances or repurchases during the relevant month or quarter. The Fund incurred expenses in the amount of \$526,483 for Investment Advisory fees in the Consolidated Statement of Operations during the period ended June 30, 2024.

Pursuant to the Sub-Advisory Agreement, the Adviser has agreed to pay Prytania a sub-advisory fee for investment advisory and management services (the "Sub-Advisory Management Fee"). The Sub-Advisory Management Fee is paid directly by the Adviser out of its Adviser Management Fee.

Due to Adviser: As of June 30, 2024, the Advisor owes the Fund \$784,258, which include investment advisory fees and cancelled fund shares the Adviser paid on behalf of the Fund.

Administration: The Fund has also entered into an administration agreement (the "Administration Agreement") with the Adviser under which the Adviser, among other things, provides (or oversees, or arranges for, the provision of) the administrative services and facilities necessary for the Fund to operate.

The Administrator expects to retain one or more sub-administrators from time to time to provide certain administrative services to the Fund on behalf of the Administrator. ALPS Fund Services, Inc., together with certain affiliated entities (collectively, "AFS"), has been retained to serve as our sub-administrator and to provide us with certain administrative services on behalf of the Administrator. For their services as Sub-Administrator, the Fund pays a registered fund services fee to AFS which is calculated as the greater of a minimum fee or fees based on the annual net assets of the Company (with such minimum fees subject to an annual cost of living adjustment), plus out of pocket expenses. AFS (including through its affiliate SS&C Global Investor & Distribution Solutions, Inc.) has also been retained to provide certain transfer agency and other services to the Company and its wholly-owned subsidiaries, for which it receives separate compensation from the Company and/or its subsidiaries.

The Fund will bear all fees, costs and expenses incurred in connection with the Fund's operation, administration and transactions that are not specifically assumed by the Administrator (or the Adviser, if not the Administrator), including the cost of any sub-administrator. Effective July 1, 2024, for providing these facilities and services the Fund has agreed to pay to the Administrator a fee equal to 0.0375% of the Fund's net assets attributable to common shares, determined as of the end of each calendar quarter (0.15% annualized); provided, that the aggregate amount of such fee plus the amount of the registered fund services fee paid by the Fund to AFS as the sub-administrator (which for the avoidance of doubt does not include any other fees, costs or expenses payable by the Fund or any subsidiary thereof to AFS for other services) shall on an annual basis be no more than 0.35% of the Fund's average net assets attributable to common shares. In addition, we will reimburse the Administrator (or such affiliate) for any fees, costs or expenses that are paid by the Administrator (or an affiliate thereof) on our behalf.

Pursuant to the Administration Agreement, effective July 1, 2024 the Administrator has agreed to waive the fees, costs and expenses payable to it by the Fund pursuant to the Administration Agreement and to pay or absorb expenses of the Fund so that its total annual expenses (excluding (i) interest payable on debt, (ii) federal, state, local and foreign taxes, (iii) acquired fund fees and expenses, (iv) extraordinary expenses, (v) management fees payable pursuant to the Investment Advisory Agreement, (vi) the administrative fee payable pursuant to the Administration Agreement and (vii) the registered fund services fee payable to AFS) will not exceed 1.50% of the average net assets attributable to our common shares on an annual basis (the "Expense Limitation"). With respect to any amounts waived or absorbed by the Administrator pursuant to the Expense Limitation, the Administrator is entitled to recoup such amounts for a period of up to three years from the date that such fees were waived or such costs or expenses were absorbed, provided that the Adviser is able to effect such recoupment without causing our total annual expenses (after recoupment) to exceed the lesser of (a) the expense limitation in effect at the time of the waiver, and (b) any expense limitation in effect at the time of the recoupment.

Prior to July 1, 2024, under the Administration Agreement, in lieu of the administrative fee and expense limitation described above, the Fund agreed to reimburse the Administrator for the fees, costs and expenses incurred by the Administrator in performing its obligations and providing personnel and facilities to the Fund; provided, that the aggregate amount of fees, costs and expenses, including organizational and offering expenses, allowed to be reimbursed by the Fund to the Administrator were limited to no more than 0.125% (0.50% annualized) of the Fund's net assets (excluding cash and cash equivalents), as determined at the end of such calendar quarter, taking into account any fees, costs and expenses paid directly by the Fund during such calendar quarter, but excluding non-administrative expenses incurred by the Fund, including but not limited to (i) interest payable on debt, (ii) federal, state, local and foreign taxes, and (iii) management fees payable to the Adviser pursuant to the Investment Advisory Agreement; provided that, for a period of three years from the date of a previous waiver of costs and expenses by the Administrator, any amounts not reimbursed with respect to a given calendar quarter remained subject to reimbursement in any subsequent calendar quarter, subject to compliance with the applicable expense reimbursement limitation for such subsequent calendar quarter (the "Prior Expense Arrangement").

Amounts due from the Adviser consist of expense support repayments, management fees, routine non-compensation overhead, operating expenses, tax expenses and offering expenses paid on behalf of the Fund. All balances due from the Adviser are settled quarterly. Pursuant to the terms of the Prior Expense Arrangement, the Administrator paid and/or reimbursed Fund expenses totaling \$1,172,240 during the six-month period ended June 30, 2024, of which \$1,172,240 is subject to recoupment by the Adviser through 2027. Since inception, the Adviser reimbursed fund expenses exceeding the Expense Limitation totaling \$10,810,619 of which \$5,607,718 is subject to recoupment by the Adviser.

As of June 30, 2024, the following amounts may be subject to recoupment by to the Adviser based upon their potential expiration dates:

| 2024 | \$ 708,407 |
|------|---------------|
| 2025 | 1,660,601 |
| 2026 | 2,066,470 |
| 2027 | 1.172.240 |

Affiliated Investments: As defined in the 1940 Act, affiliated investments are due to holding the power to vote or owning 5% or more of the outstanding voting securities of the investment but not controlling the company. As of June 30, 2024, the Fund held greater than 5% of the following:

| | Percentage of | | |
|--|---------------|----|--------------|
| Investments | Ownership | N | Narket Value |
| 9RPJ1 Partners, LP | 17.07% | \$ | 4,648,477 |
| BWA20C | 15.71% | | 3,008,882 |
| EH YS Purchaser I LLC | 33.33% | | 2,988,399 |
| Lending Point | 14.29% | | 5,196,521 |
| YS PP REQ II Southgate Apartments, LLC | 13.30% | | 2,222,338 |
| YS AVN-AVT V LLC | 95.00% | | 12,906,126 |
| YS PP REQ I LLC Hines Park, LLC | 59.70% | | 2,209,763 |
| Total Market Value | | \$ | 33,180,506 |

NOTE 6. CAPITAL SHARE TRANSACTIONS

On March 9, 2020, the Fund completed its initial closing (the "Initial Closing"), selling the minimum number of shares required pursuant to the initial offering, and raised approximately \$15,380,000 in gross proceeds. Investors can generally subscribe into the Fund on a weekly basis on that day's reported Net Asset Value ("NAV").

The Fund's shares are not currently listed on any securities exchange. To purchase shares, an account must be established using the online investment portal, which is accessible through www.yieldstreetalternativeincomefund.com and complete and execute a subscription agreement for a specific dollar amount equal to or greater than the then applicable minimum permitted subscription amount.

The Fund offers up to 100 million shares of common stock, \$0.001 par value per share ("shares"), at the Net Asset Value per share. The shares are offered directly by the Fund, and the Fund has not retained an underwriter, dealer manager or broker dealer in connection with the offer and sale of the shares offered. The minimum permitted subscription amount will initially be \$20,000 of the shares, although the Fund may waive or increase or decrease this minimum permitted subscription amount from time to time in the Fund's discretion.

Transactions in shares of common stock were as follows during the period ended June 30, 2024:

| | For the Six Months Ended June 30, 2024 (Unaudited) | For the Year Ended December 31, 2023 |
|--|--|--|
| Common Shares outstanding - beginning of period | 13,624,788 | 12,787,947 |
| Common Shares issued in connection with the at-the- market offering | 1,224,203 | 1,961,972 |
| Common Shares issued as reinvestment dividends | 379,770 | 778,075 |
| Less Shares Redeemed | (1,226,889) | (1,903,206) |
| Common Shares outstanding - end of period | 14,001,872 | 13,624,788 |

NOTE 7. REPURCHASE PROGRAM

The Fund intends to offer to repurchase shares on a quarterly basis on such terms as may be determined by the Board of Directors, in its sole discretion, unless, in the judgment of the Fund's Board of Directors, such repurchases would not be in the Fund's best interests or would violate applicable law. While it is expected that the Adviser will recommend to the Board, subject to the Board's discretion, that the Fund conduct repurchases as of the end of each calendar quarter, the Adviser may not recommend a repurchase offer for any quarter in which the Adviser believes it would be detrimental to the Fund for liquidity or other reasons. The Fund will conduct such repurchase offers in accordance with the requirements of Regulation 14E and Rule 13e-4 under the Securities Exchange Act of 1934, as amended (the "Exchange Act") and the 1940 Act. Any offer to repurchase shares will be conducted solely through tender offer materials delivered to each shareholder.

The Fund will limit the number of shares to be repurchased pursuant to its repurchase program in any calendar year to 20% of the number of shares outstanding, or 5% in each quarter, though the actual number of shares that the Fund offers to repurchase may be less in light of the limitations noted below. To the extent the Fund's Board of Directors determines that it is appropriate to do so, the Fund may reduce the repurchase price in any quarter by up to 2% in order to offset the expenses it expects to incur in connection with conducting such repurchase offer. At the discretion of the Fund's Board of Directors, the Fund may use cash on hand, cash available from borrowings and cash from the sale of investments as of the end of the applicable period to repurchase shares. A certain amount of cash may be reserved for upcoming investments. The Fund will offer to repurchase such shares at a price equal to the net asset value per share of the Fund's common stock as of the close of business on the date each share repurchase offer expires.

Notwithstanding the foregoing, the Board of Directors, in their discretion, may direct the Fund to undertake one or more tender offers outside of the Fund's share repurchase program (referred to as "special tender offers"). The timing and terms and conditions of any such special tender offers

District and

will be determined by the Board of Directors, and there is no guarantee that the Fund will engage in any special tender offers. The Fund would generally expect to conduct only one tender offer in any given calendar quarter, and may refrain from conducting one under the Fund's share repurchase program to the extent the Board of Directors elects to conduct a special tender offer in any particular calendar quarter.

During the period ended June 30, 2024, the Fund repurchased \$11,231,378 of securities through the completion of two tender offers that provided shareholders liquidity and distribution of a portion of their principal.

NOTE 8. DISTRIBUTIONS

The following table reflects the distributions per common share that the Fund declared and paid or are payable to its common shareholders during the periods ended June 30, 2024 and December 31, 2023. Common shareholders of record as of each respective record date were or will be entitled to receive the distribution.

| | | | Amount per | |
|------------|-------------|--------------|------------|---------------------------|
| Ex Date | Record Date | Payable Date | Share | Total Distribution |
| 03/13/2024 | 03/12/2024 | 03/28/2024 | \$0.20 | \$2,860,609 |
| 06/14/2024 | 06/13/2024 | 06/21/2024 | \$0.16 | \$2,213,713 |
| | | | | \$5,074,322 |

| | | | Dividend Amount per | |
|------------|-------------|--------------|------------------------|---------------------------|
| Ex Date | Record Date | Payable Date | Share | Total Distribution |
| 02/15/2023 | 02/14/2023 | 02/22/2023 | \$0.20 | \$2,611,693 |
| 06/14/2023 | 06/13/2023 | 06/21/2023 | \$0.20 | \$2,703,808 |
| 09/13/2023 | 09/12/2023 | 09/20/2023 | \$0.20 | \$2,707,093 |
| 12/13/2023 | 12/12/2023 | 12/20/2023 | \$0.20 | \$2,657,385 |
| | | | | \$10,679,979 |

Distributions to common shareholders are recorded on the ex-dividend date. The table above includes distributions with record dates during the periods ended June 30, 2024 and December 31, 2023 and does not include distributions previously declared to common shareholders of record on any future dates, as those amounts are not yet determinable.

NOTE 9. BANK LINE OF CREDIT

The Fund entered into a Loan Guarantee and Security Agreement ("Line of Credit Agreement") with Esquire Bank, National Association ("Bank") to secure a revolving line of credit. Borrowings under the Line of Credit bear interest at the one month SOFR plus 200 basis points. For the period ended June 30, 2024, the Fund used the facility. As of June 30, 2024, the Fund had outstanding borrowings of \$20,000,000. Under the Line of Credit Agreement, the Fund is required to maintain a Bank Asset Coverage Ratio equal to or greater than 300%. Bank Asset Coverage Ratio is defined as (1) the sum

of (x) the value of all portfolio investments and (y) the total amount of cash on deposit excluding the direct proceeds of any advances under the revolving bank line of credit, divided by (2) the total credit extensions under the line of credit. Pursuant to the Line of Credit Agreement, as of June 30, 2024, the Fund was in compliance with the Bank Asset Coverage Ratio.

Under the 1940 Act, the Fund is not permitted to incur indebtedness, including through the issuance of debt securities, unless immediately thereafter the Fund will have an asset coverage of at least 300%. In general, the term "asset coverage" for this purpose means the ratio which the value of the total assets of the Fund, less all liabilities and indebtedness not represented by senior securities, bears to the aggregate amount of senior securities representing indebtedness of the Fund. In addition, the Fund may be limited in its ability to declare any cash distribution on its capital stock or purchase its capital stock unless, at the time of such declaration or purchase, the Fund has an asset coverage (on its indebtedness) of at least 200% after deducting the amount of such distribution or purchase price, as applicable. As of June 30, 2024, the Fund was in compliance with the asset coverage ratio requirements provided in the 1940 Act.

NOTE 10. INCOME TAXES

The Fund's policy is to qualify as a regulated investment company by complying with the provisions of the Internal Revenue Code that are applicable to regulated investment companies and to distribute substantially all of its taxable income and net realized (after reduction for capital loss carryforwards) gains to shareholders.

The Subsidiaries elected to be treated as C-Corporations for federal and state income tax purposes. State tax returns are filed in various states in which an economic presence exists. Current state taxes consist of income taxes, franchise taxes, business taxes, excise taxes or gross receipts taxes, depending on the state in which the returns are filed. Income taxes are charged based on apportioned income for each state.

In accordance with ASC 740, the Subsidiaries may recognize deferred income taxes for differences in the basis of assets and liabilities for financial and income tax purposes. Deferred tax assets are recognized for deductible temporary differences, tax credit carryforwards or net operating loss carryforwards and deferred tax liabilities are recognized for taxable temporary differences. Deferred tax assets are reduced by a valuation allowance when is more likely than not that some portion or all of the deferred tax assets will not be realized. Deferred tax assets and liabilities are adjusted for the effects of changes in tax laws and the rates on the date of enactment.

Distributions are determined in accordance with federal income tax regulations, which differ from GAAP, and, therefore, may differ significantly in amount or character from net investment income and realized gains for financial reporting purposes. The amounts and characteristics of tax basis distributions and composition of distributable earnings/(accumulated losses) are finalized at the Fund's fiscal year-end.

The tax character of the distributions paid by the Fund during the year ended December 31, 2023, was as follows:

2023

| Distributions Paid From: | |
|--------------------------|------------------|
| Ordinary income | \$ 7,832,478 |
| Return of capital | 2,847,501 |
| Total | \$ 10,679,979 |

Under current law, capital losses maintain their character as short-term or long-term and are carried forward to the next tax year without expiration. As of the current fiscal year end, the following amounts are available as carry forwards to the next tax year:

| Fund | Short Term | | Long Term | |
|------|---------------|----|-----------|--|
| | \$ 626,760 | \$ | 3,588,226 | |

The amount of net unrealized appreciation/(depreciation) and the cost of investment securities for tax purposes, including short-term securities at June 30, 2024, were as follows:

| Cost of investments for income tax purposes | \$ 147,892,718 |
|--|-------------------|
| Gross appreciation (excess of value over tax cost) | \$ 6,557,030 |
| Gross depreciation (excess of tax cost over value) | (2,315,344) |
| Net unrealized appreciation | \$ 5,191,583 |

The differences between book-basis and tax-basis are primarily due to the partnerships and defaulted securities.

Deferred income tax assets and liabilities related to temporary differences between the financial statement carrying amounts and tax basis of assets and liabilities and net operating loss carryforwards include the following as of June 30, 2024:

| | June 30, 2024 |
|--------------------------------------|----------------|
| Deferred Tax Assets | |
| Net Operating Losses | 3,577,928 |
| Deferred Tax Liabilities | |
| Investments | (4,972,421) |
| Net Deferred Tax Asset/(Liabilities) | \$ (1,394,493) |
| | |

The income tax expense (benefit) for the period ended June 30, 2024, consists of the following:

| | June 30, 2024 |
|--------------------------|---------------|
| Current Expense | |
| Federal | \$ (15,491) |
| State | (1,964) |
| | (17,455) |
| Deferred Expense | |
| Federal | (273) |
| State | (12,348) |
| | (12,621) |
| Total Income Tax Expense | \$ (30,076) |

For the period ended June 30, 2024, the provision for income taxes differed from the statutory tax rate (21%) primarily due to adjustments to the Company's investments in partnerships and state income taxes.

As of June 30, 2024, the Fund has generated federal net operating loss ("NOL") carryforwards of approximately \$16,010,421. Yearly utilization of the NOL carryforwards have certain tax limitations and do not expire. In addition, the Company has approximately \$4,900,834 of state NOL carryovers.

NOTE 11. RISK FACTORS

In the normal course of business, the Fund invests in financial instruments and enters into financial transactions where risk of potential loss may exist from things such as changes in the market (market risk) or failure or inability of the other party to a transaction to perform (credit and counterparty risk). See below for a detailed description of select principal risks.

Credit Risk: Credit risk is the risk that one or more fixed income securities in our portfolio will decline in price or fail to pay interest or principal when due as a result of a decline in the financial status of the issuer of the security. Credit risk is increased when a portfolio security is downgraded or the perceived creditworthiness of the issuer deteriorates. To the extent that the Fund invests in below investment grade securities, the Fund will be exposed to a greater amount of credit risk than a fund that only invests in investment grade securities. In addition, to the extent the Fund uses credit derivatives, such use will expose the Fund to additional risk in the event that the bonds underlying the derivatives default and/or the counterparty fails to perform. The degree of credit risk depends on the issuer's financial condition and on the terms of the securities.

Although the Fund expects to invest in investments that are directly or indirectly secured by collateral, the Fund may be exposed to losses resulting from default and foreclosure of any such investments in which the Fund has invested. Therefore, the value of underlying collateral, the creditworthiness of borrowers and the priority of liens are each of great importance in determining the value of the investments. No guarantee can be made regarding the adequacy of the protection of our security in the investments in which the Fund invests. Moreover, in the event of foreclosure or default, the Fund may assume direct ownership of any assets collateralizing such defaulted investments where we are the lender of record. The liquidation proceeds upon the sale of such

assets may not satisfy the entire outstanding balance of principal and interest on such investments, resulting in a loss. Any costs or delays involved in the effectuation of processing foreclosures or liquidation of the assets collateralizing such investments will further reduce proceeds associated therewith and, consequently, increase possible losses. In addition, no assurances can be made that borrowers or third parties will not assert claims in connection with foreclosure proceedings or otherwise, or that such claims will not interfere with the enforcement of our rights.

Investing involves the possibility of the Fund's investments being subject to potential losses arising from material misrepresentation or omission on the part of borrowers or issuers whose investments the Fund holds, either directly or indirectly through participation agreements. The investments may also be subject to fraudulent behavior by an originator, a joint venture partner, manager or other service provider. Such inaccuracy or incompleteness of representations or fraudulent behavior may adversely affect the valuation of our investments and, in the case of investments, may adversely affect the ability of the relevant investment to perfect or effectuate a lien on the collateral securing the loan. The quality of the Fund's investments is subject to the accuracy of representations made by the underlying issuers. The Fund will rely upon the accuracy and completeness of representations made by borrowers, issuers, originators, other counterparties, joint venture partners, managers and other service providers and cannot guarantee that the Fund will detect occurrences of fraud. Under certain circumstances, payments by borrowers or issuers to the Fund may be reclaimed if any such payment is later determined to have been a fraudulent conveyance or a preferential distribution.

Concentration Risk: To the extent that the Fund portfolio is concentrated in the securities of issuers in a particular market, industry, group of industries, sector or asset class, the Fund may be adversely affected by the performance of those securities, may be subject to increased price volatility and may be more vulnerable to adverse economic, market, political or regulatory occurrences affecting that market, industry, group of industries, sector or asset class.

Debt Securities Risk: When the Fund invests in debt securities, the value of an investment in the Fund will fluctuate with changes in interest rates. Typically, a rise in interest rates causes a decline in the value of debt securities. In general, the market price of debt securities with longer maturities will increase or decrease more in response to changes in interest rates than shorter-term securities. Other risk factors include credit risk (the debtor may default) and prepayment risk (the debtor may pay its obligation early, reducing the amount of interest payments). These risks could affect the value of a particular investment, possibly causing the Fund's share price and total return to be reduced and fluctuate more than other types of investments.

Interest Rate Risk: Interest rate risk arises from the possibility that changes in interest rates will affect the value of financial instruments. The Fund may be exposed to risks associated with the effects of fluctuations in the prevailing levels of market interest rates on its financial position and cash flows. The Fund may be exposed to interest rate risk as a result of mismatches or gaps in the amounts of assets and liabilities that mature or reprice in a given period.

Liquidity Risk: The Fund may be unable to sell certain securities, such as illiquid securities, readily at a favorable time or price, or the Fund may have to sell them at a loss.

Market Risk: Financial markets rise and fall in response to a variety of factors, sometimes rapidly and unpredictably. Markets may be impacted by economic, political, regulatory and other conditions, including economic sanctions and other government actions. In addition, the occurrence of global events, such as war, terrorism, environmental disasters, natural disasters and epidemics, may also negatively affect the financial markets. As with any investment whose performance is tied to these markets, the value of an investment in a fund will fluctuate, which means that an investor could lose money over short or long periods.

Money Market Fund Risk: The Fund may invest in underlying money market funds that either seek to maintain a stable \$1.00 net asset value ("stable share price money market funds") or that have a share price that fluctuates ("variable share price money market funds"). Although an underlying stable share price money market fund seeks to maintain a stable \$1.00 net asset value, it is possible to lose money by investing in such a money market fund. Because the share price of an underlying variable share price money market fund will fluctuate, when a fund sells the shares it owns they may be worth more or less than what the fund originally paid for them. In addition, neither type of money market fund is designed to offer capital appreciation. Certain underlying money market funds may impose a fee upon the sale of shares or may temporarily suspend the ability to sell shares if such fund's liquidity falls below required minimums.

Prepayment and Extension Risk: Certain fixed-income securities are subject to the risk that the securities may be paid off earlier or later than expected, especially during periods of falling or rising interest rates, respectively. Prepayments of obligations could cause the Fund to forgo future interest income on the portion of the security's principal repaid early and force the Fund to reinvest that money at the lower prevailing interest rates. Extensions of obligations could cause the Fund to exhibit additional volatility and hold securities paying lower-than-market rates of interest. Either case could hurt the Fund's performance.

LIBOR: Holding of certain of our underlying investments may use a floating rate based on LIBOR. As of December 31, 2021, the United Kingdom Financial Conduct Authority ("FCA") and LIBOR's administrator, ICE Benchmark Administration, have ceased the publication of all non- U.S. dollar LIBOR and the one-week and two-month U.S. dollar LIBOR rates, and as of June 30, 2023, the FCA no longer publishes the remaining U.S. dollar LIBOR rates. Further, on March 15, 2022, the Consolidated Appropriations Act of 2022, which includes the Adjustable Interest Rate (LIBOR) Act, was signed into law in the United States. This legislation established a uniform benchmark replacement process for financial contracts that mature after June 30, 2023 ("Legacy Contracts") that do not contain clearly defined or practicable fallback provisions.

The U.S. Federal Reserve, based on the recommendations of the New York Federal Reserve's Alternative Reference Rate Committee (comprised of major derivative market participants and their regulators) now publishes the Secured Overnight Financing Rate (referred to as "SOFR"), which is their preferred alternative rate for U.S. dollar LIBOR. On February 27, 2023, the final rule in connection with this law became effective, establishing benchmark replacements based on SOFR and Term SOFR (a forward-looking measurement of market expectations of SOFR implied from certain derivatives markets) for applicable tough Legacy Contracts governed by U.S. law. Markets are in the process of developing in response to these new rates. Although financial regulators and industry working groups have suggested alternative reference rates, such as the European Interbank

Offer Rate, the Sterling Overnight Interbank Average Rate and SOFR, there has been no global consensus as to an alternative rate and the process for amending existing contracts or instruments to transition away from LIBOR remains incomplete.

The elimination of LIBOR or changes to other reference rates or any other changes or reforms to the determination or supervision of reference rates could have an adverse impact on the market for, or value of, any securities or payments linked to those reference rates, which may adversely affect Fund performance and/or net asset value. Uncertainty and risk also remain regarding the willingness and ability of issuers and lenders to include revised provisions in new and existing contracts or instruments. Consequently, the transition away from LIBOR to other reference rates may lead to increased volatility and illiquidity in markets that are tied to LIBOR, fluctuations in values of LIBOR-related investments or investments in issuers that utilize LIBOR, increased difficulty in borrowing or refinancing and diminished effectiveness of hedging strategies, potentially adversely affecting Fund performance. Furthermore, the risks associated with the expected discontinuation of LIBOR and transition to alternative rates may be exacerbated if the work necessary to affect an orderly transition to an alternative reference rate is not completed in a timely manner.

Secured Loan Risk: Secured loans hold the most senior position in the capital structure of a borrower. Secured loans in most circumstances are fully collateralized by assets of the borrower. Thus, secured loans are generally repaid before unsecured bank loans, corporate bonds, subordinated debt, trade creditors, and preferred or common shareholders. Substantial increases in interest rates may cause an increase in loan defaults as borrowers may lack resources to meet higher debt service requirements. The value of the Fund's assets may also be affected by other uncertainties such as economic developments affecting the market for senior secured term loans or affecting borrowers generally. Moreover, the security for the Fund's investments in secured loans may not be recognized for a variety of reasons, including the failure to make required filings by lenders, directors or other responsible parties and, as a result, the Fund may not have priority over other creditors as anticipated.

Secured loans may include restrictive covenants, which must be maintained by the borrower. The Fund may have an obligation with respect to certain senior secured term loan investments to make additional loans upon demand by the borrower. In general, loans unlike certain bonds, usually do not have call protection. This means that such interests, while having a stated term, may be prepaid, often without penalty. The rate of such prepayments may be affected by, among other things, general business and economic conditions, as well as the financial status of the borrower. Prepayment would cause the actual duration of a senior loan to be shorter than its stated maturity.

Secured loans typically will be secured by pledges of collateral from the borrower in the form of tangible and intangible assets. In some instances, the Fund may invest in secured debt that is secured only by stock of the borrower or its subsidiaries or affiliates. The value of the collateral may decline below the principal amount of the senior secured term loans subsequent to an investment by the Fund.

Reliance on Third-Parties and FDIC-Insured Banks to Process Transactions. The Fund relies on third-party and FDIC-insured depository institutions to process its transactions, including payments on investments and distributions to investors. If its third-party vendor and/or FDIC-insured bank that processes transactions, were no longer able to do so for any reason, the Fund would be required to

transition such services. In such event, the Fund could experience significant delay in its ability to process payments timely and the investors' ability to receive distributions on the Interests will be delayed or impaired. Such events have occurred in the past and may occur again in the future.

NOTE 12. COMMITMENTS AND CONTINGENCIES

The Fund may enter into certain credit agreements, all or a portion of which may be unfunded. The Fund is obligated to fund these loan commitments at the borrowers' discretion. Unfunded loan commitments and funded portions of credit agreements are marked-to-market. At June 30, 2024, the Fund had unfunded commitments shown below:

| Investment | As of June 30, 2024 | | | |
|--------------------------|---------------------|--|--|--|
| 9RPJ1 Partners, LP | \$ 1,682,357 | | | |
| Choice Hotels - Cheyenne | 4,067,419 | | | |

NOTE 13. FINANCIAL HIGHLIGHTS

The following is a schedule of financial highlights for the period ended June 30, 2024.

| | For the Months E June 30, 2 (Unaudit | nded 2024 | - | For the Year Ended ecember 31, 2023 | Ye | For the ar Ended ember 31, 2022 | | For the ear Ended ecember 31, 2021 | M (Co of C | or the Period arch 9, 2020 mmencement Operations) to ecember 31, 2020 |
|---|---|--------------|----|--|----|---------------------------------|----|---|------------------|--|
| PER COMMON SHARE OPERATING PERFORMANCE: | | | | | | | | | | |
| Net asset value - | | | | | | | | | | |
| beginning of period | \$ 9 | .18 | \$ | 9.08 | \$ | 9.65 | \$ | 9.91 | \$ | 10.00 |
| INCOME/(LOSS) FF | INCOME/(LOSS) FROM INVESTMENT OPERATIONS: | | | | | | | | | |
| Net investment | | | | | | | | | | |
| income/(loss)(a) | 0 | .21 | | 0.67 | | 0.72 | | 0.70 | | 0.28 |
| Net realized and | | | | | | | | | | |
| unrealized | | | | | | | | | | |
| gain/(loss) | | | | | | | | | | |
| on | | | | | | | | | | |
| investments | s 0 | .13 | | 0.23 | | (0.49) | | (0.16) | | 0.16 |
| Total Income from | | | | | | | | | | |
| Investment | | | | | | | | | | |
| Operations | 0 | .34 | | 0.90 | | 0.23 | | 0.54 | | 0.44 |

| | For the Six Months Ended June 30, 2024 (Unaudited) | December 31, 2023 | For the Year Ended December 31, 2022 | For the Year Ended December 31, 2021 | For the Period March 9, 2020 (Commencement of Operations) to December 31, 2020 |
|--|---|----------------------|---|---|---|
| DISTRIBUTIONS TO | COMMON S | HAREHOLD | ERS: | | |
| From net | | | | | |
| investment | | | | | |
| income | (0.21) | (0.59) | (0.40) | (0.70) | (0.25) |
| From tax return | () | () | (= -=) | () | () |
| of capital | (0.15) | (0.21) | (0.40) | (0.10) | (0.28) |
| Total Distributions | ; | | | | |
| to Common | | | | | |
| Shareholders | (0.36) | (0.80) | (0.80) | (0.80) | (0.53) |
| Net asset value per common share | | | | | |
| - end of period | \$ 9.16 | \$ 9.18 | \$ 9.08 | \$ 9.65 | \$ 9.91 |
| Total Investment | | | | | |
| Return - Net | | | | | |
| Asset Value ^(b) | 3.79% | 10.19% | 2.42% | 5.66% | 4.45% |
| RATIOS AND SUPP | IEMENTAL D | ΛΤΛ · | | | |
| Net assets | ELIVILIVI AL D | A1A. | | | |
| attributable to common shares, end of period | | | | | |
| (000s) | \$ 128,246 | \$ 125,123 | \$ 116,123 | \$ 95,487 | \$ 44,800 |
| Total Expenses excluding current and deferred income tax expense and | t | | | | |
| waivers | 5.05% | 3.70% | 3.20% | 4.69% | 12.43% ^(c) |

| | For the Six Months Ended June 30, 2024 (Unaudited) | For the Year Ended December 31, 2023 | For the Year Ended December 31, 2022 | For the Year Ended December 31, 2021 | For the Period March 9, 2020 (Commencement of Operations) to December 31, 2020 |
|------------------------------|---|---|---|---|---|
| Total Expenses | | | | | |
| excluding current | | | | | |
| and deferred | | | | | |
| income tax | | | | | |
| expense and | | / | | | |
| including waivers | 3.23% | 2.04% | 1.24% | 1.25% | 0.72% ^(d) |
| Ratio of net | | | | | |
| investment | | | | | |
| income to | | | | | |
| average net | | | | | |
| assets excluding waiver, and | | | | | |
| excluding tax | 2.87% | 5.61% | 5.75% | -% | -% |
| Total Expenses | 2.0770 | 3.01/0 | 3.7370 | 70 | 70 |
| including current | | | | | |
| and deferred | | | | | |
| income tax | | | | | |
| expense and | | | | | |
| waivers ^(e) | 5.39% | 3.13% | 2.25% | -% | -% |
| Ratio of taxes from | | | | | |
| consolidated | | | | | |
| subsidiaries | | | | | |
| entities to | | | | | |
| average net | | | | | |
| assets | 2.21% | 1.09% | 1.02% | -% | -% |
| Ratio of net | | | | | |
| investment | | | | | |
| income to | | | | | |
| average net | | | | | |
| assets including | | | | | |
| waiver, and | (/4)/-) | 2 (/-) | (-) | (-) | |
| including tax | 4.63% ^{(d)(e)} | 6.17% ^(e) | 6.70% ^(e) | 7.10% ^(e) | 3.45% ^{(d)(e)} |
| Portfolio turnover | 240//f | 0.00/ | 700/ | 4001 | 420//5 |
| rate | 21% ^(f) | 86% | 70% | 46% | 12% ^(f) |

- (a) Calculated using average common shares outstanding.
- (b) Total investment return is calculated assuming a purchase of a share at the opening on the first day and a sale at closing on the last day of the period reported. Dividends and distributions are assumed for purposes of this calculation to be reinvested at prices obtained under the Fund's dividend reinvestment plan. Total investment return does not reflect brokerage commissions, if any, and is not annualized.
- (c) These ratios to average net assets have been annualized except for the non-recurring organizational expenses which have not been annualized.
- (d) Annualized.
- (e) Includes current and deferred income taxes associated with each component of the Statement of Operations
- (f) Not annualized.

NOTE 14. INDEMNIFICATIONS

Under the Fund's organizational documents, its Officers and Directors are indemnified against certain liabilities arising out of the performance of their duties to the Fund. Additionally, in the normal course of business, the Fund enters into contracts with service providers that may contain general indemnification clauses. The Fund's maximum exposure under those arrangements is unknown, as this would involve future claims that may be made against the Fund that have not yet occurred.

NOTE 15. SUBSEQUENT EVENTS

Management has evaluated subsequent events through the date of issuance of these financial statements and has determined that there are no subsequent events that require adjustment to, or disclosure in, the consolidated financial statements.

Portfolio Information. The Fund files its complete schedule of portfolio holdings with the SEC for the first and third quarters of each fiscal year on Part F of Form N-PORT. The Fund's Forms N-PORT will be available on the SEC's website at www.sec.gov. You may also obtain copies by calling the Fund at (844) 943-5378.

Proxy Information. The policies and procedures used to determine how to vote proxies relating to securities held by the Fund are available without charge, upon request, by calling (844) 943-5378, on the Fund's website located at www.yieldstreetalternativeincomefund.com, and on the SEC's website at www.sec.gov.

Information regarding how the Fund voted proxies relating to portfolio securities during the most recent twelve-month period ended June 30 is available on Form N-PX by August 31 of each year without charge, upon request, by calling (844) 943-5378 and on the SEC's website at www.sec.gov. The Fund's Statement of Additional Information includes additional information about the Directors and is available, without charge, upon request, by calling (844) 943-5378.

Notice of Privacy Policy and Practices. YieldStreet Alternative Income Fund Inc. (the "Fund") is committed to maintaining the privacy of its stockholders and to safeguarding their non-public personal information. YieldStreet Inc., which wholly owns and controls the investment adviser of the Fund, YieldStreet Management, LLC, has adopted the privacy policy (the "Privacy Policy") available at "https://yieldstreetalternativeincomefund.com/#privacy-policy." The Privacy Policy is also provided by YieldStreet Inc. on behalf of the Fund and serves as the Fund's privacy policy.

Distribution Reinvestment Policy. The Fund has adopted a distribution reinvestment plan administered by DST Systems, Inc. ("Transfer Agent"), pursuant to which Fund shareholders may elect to have the full amount of their cash distributions (either income dividends or capital gains or other distributions (each, a "Distribution" and collectively, "Distributions"), net of any applicable U.S. withholding tax, reinvested in additional shares of the same class. The Board of Directors adopted an amended and restated DRP on February 19, 2021.

The Fund has adopted an "opt out" distribution reinvestment plan pursuant to which the full amount of each new stockholder's cash distributions will be reinvested in additional shares unless you opt out of the plan by delivering a written notice to our reinvestment agent. If your shares are held by a broker or other financial intermediary and you wish to opt out of the plan, you should notify your broker or other financial intermediary. Current stockholders will not participate in the plan unless you have previously enrolled in, or if previously opted out, enroll in, the distribution reinvestment plan. Any distributions of our shares pursuant to the Fund's distribution reinvestment plan are dependent on the continued registration of our securities or the availability of an exemption from registration in the recipient's home state. Participants in the Fund's distribution reinvestment plan are free to revoke their participation in the distribution plan within a reasonable time as specified in the plan. If you elect to no longer participate in the plan you will receive any distributions the Fund declares in cash. If our Board of Directors authorizes, and the Fund declares, a cash distribution, and you have not opted out of the plan, then you will have your cash distributions reinvested in additional shares, rather than receiving the cash distributions. During this offering, the Fund generally intends to coordinate distribution payment dates so that the same price that is used for the closing date immediately following such distribution payment date will be used to calculate the purchase price for purchasers under the distribution reinvestment plan. In such case, your reinvested distributions will purchase shares at a price equal to 100% of the price that shares are sold in the offering at the closing immediately following the distribution payment date. Shares issued pursuant to the Fund's distribution reinvestment plan will have the same voting rights as the Fund's shares offered pursuant to this prospectus. No commissions or fees will be assessed pursuant to the Fund's distribution reinvestment plan. You will be subject to income tax on the amount of any dividends you receive, even if you participate in the Fund's distribution reinvestment plan and do not receive such dividends in the form of cash.

If you wish to receive your distribution in cash, you must deliver a written notice to the Fund's reinvestment agent. If you are a registered stockholder, you will automatically have your entire distribution reinvested in shares and the reinvestment agent will set up an account for shares you acquire through the plan and will hold such shares in non-certificated form.

The Fund intends to use newly issued shares to implement the plan and determine the number of shares the Fund issue to you as follows:

- To the extent the Fund's shares are not listed on a national stock exchange or quoted on an over-the-counter market or a national market system (collectively, an "Exchange"):
 - during any period when the Fund is making a "best-efforts" public offering of the Fund's shares, the number of shares to be issued to you shall be determined by dividing the total dollar amount of the distribution payable to you by a price equal

to 100% of the price that the shares are sold in the offering at the closing immediately following the distribution payment date; and

- during any period when the Fund is not making a "best-efforts" offering of the Fund's shares, the number of shares to be issued to you shall be determined by dividing the total dollar amount of the distribution payable to you by a price equal to the net asset value as determined by our Board of Directors.
- To the extent the Fund's shares are listed on an Exchange, the number of shares to be
 issued to you shall be determined by dividing the total dollar amount of the distribution
 payable to you by the market price per share of our shares at the close of regular
 trading on such Exchange on the valuation date fixed by the Board of Directors for
 such distribution.

There will be no sales charges to you if you elect to participate in the distribution reinvestment plan. The Fund will pay the reinvestment agent's fees under the plan.

If you receive your ordinary cash distributions in the form of shares, you generally are subject to the same federal, state and local tax consequences as you would be had you elected to receive your distributions in cash. Your basis for determining gain or loss upon the sale of shares received in a distribution from us will be equal to the total dollar amount of the distribution payable in cash. Any shares received in a distribution will have a holding period for tax purposes commencing on the day following the day on which the shares are credited to your account.

The Fund reserves the right to amend, suspend or terminate the distribution reinvestment plan. The Fund may terminate the plan upon notice delivered to you at least 30 days prior to any record date for the payment of any distribution by us. You may terminate your participation in the plan from within the YieldStreet Portal.

All correspondence concerning the plan should be directed to the reinvestment agent by electronic mail at YieldStreet Alternative Income Fund Inc., investments@yieldstreetalternativeincomefund.com or by telephone at (844) 943-5378.

The Fund has filed the complete form of our distribution reinvestment plan with the SEC as an exhibit to the registration statement of which this prospectus is a part. You may obtain a copy of the plan by request of the plan administrator or by contacting the Fund.

Semi-Annual Report | June 30, 2024

Board Considerations Regarding Approval of Investment Advisory Agreements

June 30, 2024 (Unaudited)

On May 14, 2024, the Board of Directors (the "Board") of Yieldstreet Alternative Income Fund Inc. (the "Fund"), including the directors who are not "interested persons" of the Fund (the "Independent Directors") as defined in the Investment Company Act of 1940, as amended (the "1940 Act"), met in person (the "Meeting") to discuss, among other things, the continuance of the investment advisory agreement between Yieldstreet Management, LLC ("Yieldstreet" or the "Adviser") and the Fund (the "Advisory Agreement").

In advance of the Meeting, the Board requested and received from the Adviser information about the Fund and the Advisory Agreement, certain portions of which are discussed below. Prior to their approvals, the Independent Directors had the opportunity to review the materials provided and met privately without representatives of the Adviser present. The Board also received a memorandum from Fund counsel discussing the legal standards under the 1940 Act and other applicable law for their consideration of the proposed approval of the Advisory Agreement.

In assessing the Advisory Agreement, the Directors evaluated and weighed several considerations that they believed to be relevant in light of the legal advice furnished to them by Fund counsel and made a decision in the exercise of their own business judgment. They considered a variety of factors, including those discussed below. In their deliberations, the Board and the Independent Directors did not identify any particular factor that was controlling, and each Director may have attributed different weights to the various factors. The summaries below do not identify all the matters considered by the Board, but provide a summary of the principal matters the Board considered.

Following its review and consideration, the Board, including the Independent Directors, determined that the terms of the Advisory Agreement were reasonable and that the approval of it was in the best interests of the Fund and its shareholders. The Board, including all the Independent Directors, unanimously approved the continuance Advisory Agreement for an additional one-year term.

Consideration and Approval of Continuation of Investment Advisory Agreement

Materials Reviewed and the Review Process:

Prior to approving the continuation of the Fund's existing Advisory Agreement, the Independent Directors had requested and had been provided with detailed materials relating to the Fund, the Adviser and the Advisory Agreement. The materials, among other things, included information about the Adviser's business; information regarding the background and experience of relevant personnel providing services to the Fund; information about the advisory, administrative and other material services rendered by the Adviser or its affiliates to the Fund, including information about the Adviser's portfolio management process; information comparing the investment advisory fees, total expenses and performance of the Fund to those of a group of comparable funds; an analysis of the profitability of the Adviser's overall relationship with the Fund; and information about the Adviser's policies and procedures, including its overall program for compliance and risk management and the Adviser's process for monitoring and evaluating work performed by third party service providers.

Factors Considered:

Nature, Extent and Quality of the Services: The Directors received and considered information regarding the nature, extent and quality of services provided to the Fund under the existing Advisory Agreement. The Directors reviewed and considered the research and decision-making processes utilized by the Adviser, including the methods adopted to seek to achieve the Fund's investment objectives in a manner consistent with the Fund's policies and restrictions. The Directors considered the background and experience of the Adviser's personnel, including the qualifications, background and responsibilities of the key investment personnel responsible for servicing the Fund. The Directors considered, among other things, information provided to the Board with respect to Yieldstreet's business, leadership and financial condition, the level of commitment to the Fund by the Adviser and its principals, the various investment strategies employed by the Adviser in the Fund's portfolio and portfolio risk management process. The Board also considered the Adviser's responsibilities and role in overseeing the Fund's sub-adviser, which manages a portion of the Fund's overall portfolio. The Board agreed that they were satisfied with the nature, extent, and quality of services rendered by the Adviser under the Advisory Agreement.

Performance: The Directors reviewed performance information for the Fund's shares for the yearto-date, 1-year, 3-year and since-inception periods through March 31, 2024 compared to the performance of comparable registered closed-end investment companies with a similar investment objective and strategy over the same periods. The Directors noted that the Fund's performance was within the range of its peers for the year-to-date period, but had underperformed its peers over the 1-year and 3-year periods. In considering the Fund's performance compared to its peers, the Board noted that the Fund differed from its peers in terms of the magnitude of assets under management, timing of inception, investor accreditation and nuances of strategy, and that such differences meant that a peer group comparison was imperfect. The Directors considered the Fund's recent performance trajectory and the ability of the Adviser to evaluate and selectively invest in debt securities and other credit instruments that will help the Fund realize its stated investment objectives of generating income and preserving capital. After consideration of the short and longterm investment performance of the Fund, the Adviser's experience in managing the Fund, the continuity of the Adviser's personnel and other factors, the Board concluded that the investment performance of the Fund and the Adviser was consistent with the Fund's investment objective and policies and therefore satisfactory.

Costs of Services and Profits to the Adviser: The Board considered the total expense ratio of the Fund and the management fees paid to the Adviser, noting that the Fund's management fee of 1.00% of the Fund's net assets excluding cash and cash equivalents, was the second lowest among the funds in its peer group, notwithstanding that certain funds within the peer group were significantly larger than the Fund. The Board noted that to the extent that the Fund holds cash and/or cash equivalents, the management fee as a percentage of average net assets attributable to common shares will be lower than 1.00% and observed that for the fiscal year ended December 31, 2023, the Fund's management fee as a percentage of average net assets attributable to common shares was 0.87%. The Board noted further that the Adviser does not collect performance-based fees in addition to the management fee, and that the subadvisory fee paid to the Fund's sub-adviser was paid directly by the Adviser and not borne separately by the Fund.

Board Considerations Regarding Approval of Investment Advisory Agreements

June 30, 2024 (Unaudited)

The Board also considered the Fund's expense ratio compared to the expense ratios of its peers. The Board reviewed comparative expense data for the Fund and its peers and observed that the Fund's expense ratio was higher than those of the Fund's peers but noted that the Fund's expense ratio includes estimated interest payments on borrowed funds as well as current and deferred income taxes from the Fund's consolidated subsidiaries. The Board also considered the Adviser's prior payment of startup costs for the Fund and other administrative expenses that had been borne or otherwise reimbursed by the Adviser. The Board considered that the Adviser is not yet profiting from its relationship with the Fund.

After consideration of the foregoing, the Board found that the fees and expenses of the Fund, in light of the nature and quality of the services provided, amount of assets under management, costs associated with implementing and monitoring the Fund's investment strategy and other factors, as well as the reality that the Adviser was not yet profiting from its relationship with the Fund, were fair and reasonable.

Economies of Scale: The Board considered whether economies of scale could be achieved as the Fund grows and whether the Adviser's fee reflects any such economies of scale in a manner that is fair and reasonable and beneficial for the Fund's investors. The Board considered the Adviser's efforts to create efficiencies and lower the costs of their audit, valuation, and legal services. Following further discussion of the Fund's asset levels, expectations for growth and level of fees, the Board determined that the Adviser's fee was fair and reasonable when considering the Fund's asset levels and economies of scale.

Other Benefits to the Adviser: The Directors reviewed and considered any incidental benefits derived or to be derived by the Adviser from its relationship with the Fund. They considered that the Fund has increased participation on the Adviser's platform and objective of providing access to various alternative asset classes managed by the Adviser.

Conclusion:

Having requested and reviewed such information from the Adviser as the Board believed to be reasonably necessary to evaluate the terms of the Advisory Agreement, the Directors concluded that the compensation of the Adviser was appropriate under the Advisory Agreement and the continuance of the Advisory Agreement was in the best interests of the Fund and its shareholders.

Yieldstreet
Yieldstreet Alternative Income Fund, Inc.

