

ALTERNATIVE

CREDIT INCOME FUND

Alternative Credit Income Fund Rewards Holders with Special Distribution

New York, Dec. 20, 2024 -- The Alternative Credit Income Fund (the "Fund") (tickers: RCIIX, RCIAX, RCIWX, RXICX, RCILX) today announced that its Board of Trustees has declared a special distribution of the Fund's excess undistributed net investment income for each class of the Fund's shares as set forth in the table below. The special distribution will be paid on or about December 31, 2024 to shareholders of record on December 20, 2024.

Class	Dividend per Share
Class A (RCIAX)	\$0.15387
Class C (RXICX)	\$0.13696
Class W (RCIWX)	\$0.15374
Class I (RCIIX)	\$0.16020
Class L (RCILX)	\$0.14774

Management Commentary

"We are thrilled to provide our shareholders with a special year-end dividend," said portfolio manager Mike Terwilliger. "This distribution represents our commitment to rewarding our loyal partners while maintaining the Fund's conservative orientation. The Fund paid this income, not from capital gains, but by outearning our quarterly dividend."

"When the market is hot, investors can sometimes lose focus on consistency and conservatism," said Ted Segal, Director of Sales at BC Partners. "In line with our commitment to shareholders, due to the rising rate environment, higher income has enabled us to pay out additional income."

Ted Goldthorpe, CEO of BC Partners Credit continued, "we could not be happier for the shareholders of the Alternative Credit Income Fund. We believe that BC Partners has built a unique investment platform that provides investors access to a range of private credit investments. This dividend is evidence of how we can deliver positive returns to our partners."

"In an increasingly crowded marketplace, the Alternative Credit Income Fund continues to differentiate itself with its conservative approach to private credit," continued Mr. Terwilliger. "We do not employ running leverage in our fund. Late in the cycle this can make us look like a laggard, but through the cycle, a conservative orientation wins by ensuring we have dry powder."

"Consistent and measured efforts enabled us to reward shareholders," concluded Mr. Segal.

About Alternative Credit Income Fund

The Alternative Credit Income Fund is a closed-end interval fund that invests in a portfolio of public and private credit investments. The Fund's investment objectives are to produce current income and to achieve capital preservation with moderate volatility and low to moderate correlation to the broader equity markets.

The Fund pursues its investment objectives by investing, under normal circumstances, at least 80% of its assets (defined as net assets plus the amount of any borrowing for investment purposes) in fixed-income and fixed income related securities. The Fund's investment activities are managed by its investment adviser, Sierra Crest Investment Management LLC, an affiliate of BC Partners Advisors L.P. For copies of the Fund's public company filings, please visit the U.S. Securities and Exchange Commission's website at sec.gov or the Company's website at www.AltCIF.com.

Cautionary Statement Regarding Forward-Looking Statements

This press release may contain forward-looking statements. The matters discussed in this press release, as well as in future oral and written statements by management of the Alternative Credit Income Fund, that are forward-looking statements are based on current management expectations that involve substantial risks and uncertainties which could cause actual results to differ materially from the results expressed in, or implied by, these forward-looking statements.

Forward-looking statements relate to future events or our future financial performance and include, but are not limited to, projected financial performance, expected development of the business, plans and expectations about future investments and the future liquidity of Alternative Credit Income Fund. Forward-looking statements are generally identified by terminology such as "may," "will," "should," "expects," "plans," "anticipates," "could," "intends," "target," "projects," "outlook," "contemplates," "believes," "estimates," "predicts," "potential" or "continue" or the negative of these terms or other similar words. Forward-looking statements are based upon current plans, estimates and expectations that are subject to risks, uncertainties and assumptions. Should one or more of these risks or uncertainties materialize, or should underlying assumptions prove to be incorrect, actual results may vary materially from those indicated or anticipated by such forward-looking statements.

In light of these uncertainties, the inclusion of a forward-looking statement in this press release should not be regarded as a representation that such plans, estimates, expectations or objectives will be achieved. The forward-looking statements should be read in conjunction with the risks and uncertainties discussed in with respect to Alternative Credit Income Fund's filings with the SEC, including its most recent annual report. Alternative Credit Income Fund does not undertake to publicly update or revise any forward-looking statements, whether as a result of new information, future events or otherwise, except as required to be reported under the rules and regulations of the SEC.

Risk Disclosures

An investor should consider the investment objectives, risks, charges, and expenses of the Fund carefully before investing. To obtain a prospectus containing this and other information, please call (833) 404-4103 or download the file from www.AltCIF.com. Read the prospectus carefully before you invest.

The Fund is distributed by ALPS Distributors, Inc. (ALPS Distributors, Inc. 1290 Broadway, Suite 1000, Denver, CO 80203). Sierra Crest Investment Management LLC (the Fund's investment adviser), its affiliates, ALPS Distributors, Inc., and U.S. Bank, N.A. are not affiliated. Investing involves risk. Investment return and principal value of an investment will fluctuate, and an investor's shares, when redeemed, may be worth more or less than their original cost. Alternative investment funds, ETFs, interval funds, and closed-end funds are subject to management and other expenses, which will be indirectly paid by the Fund. Debt instruments are subject to credit risk and interest rate risk and may be subordinated to more senior debt instruments. BDCs often use leverage to enhance returns and are subject to interest rate risk, credit risk, and liquidity risk. CLOs are debt instruments but also carry additional risks related to the complexity and leverage inherent in the CLO structure. The use of leverage, such as borrowing money to purchase securities, will cause the Fund to incur additional expenses and magnify the Fund's gains or losses.

There currently is no secondary market for the Fund's shares and the Fund expects that no secondary market will develop. Shares of the Fund will not be listed on any securities exchange, which makes them inherently illiquid. An investment in the Fund's shares is not suitable for investors who cannot tolerate risk of loss or who require liquidity, other than the liquidity provided through the Fund's repurchase policy. Limited liquidity is provided to shareholders only through the Fund's quarterly repurchase offers, regardless of how the Fund performs. The Fund's distributions policy may, under certain circumstances, have certain adverse consequences to the Fund and its shareholders because it may result in a return of capital, resulting in less of a shareholder's assets being invested in the Fund, and, over time, increase the Fund's expense ratio. Any invested capital that is returned to the shareholder will be reduced by the Fund's fees and expenses, as well as the applicable sales load. Investments in lesser-known, small and medium capitalization companies may be more vulnerable than larger, more established organizations. The sales of securities to fund repurchases could reduce the market price of those securities, which in turn would reduce the Fund's NAV.