Blackstone Alternative Multi-Strategy Fund (BXMIX)

Blackstone

As of May 31, 2021

Investment Approach

Blackstone Alternative Multi-Strategy Fund's ("Fund") investment objective is to seek capital appreciation. The Fund seeks this objective by allocating its assets among a variety of non-traditional or "alternative" investment strategies. Blackstone allocates the Fund's assets among investment sub-advisers with experience managing alternative investment strategies and among Investment Funds and also manages a portion of the Fund's assets directly. In pursuing the Fund's investment objective, Blackstone seeks to maintain an investment portfolio with, on average, lower volatility relative to the broader equity markets.

Fund Highlights

Fund assets (Mn)	$5,162.15
Inception date	June 16, 2014
Investment advisor	Blackstone Alternative Investment Advisors, LLC
Eligible investors	US taxable & tax-exempt
Liquidity	Daily
CUSIP	09257V201

Fund Terms (Class I)[4]

As of Date	3/31/2020
Expense Ratio	3.01%
Adjusted Expense Ratio	2.14%

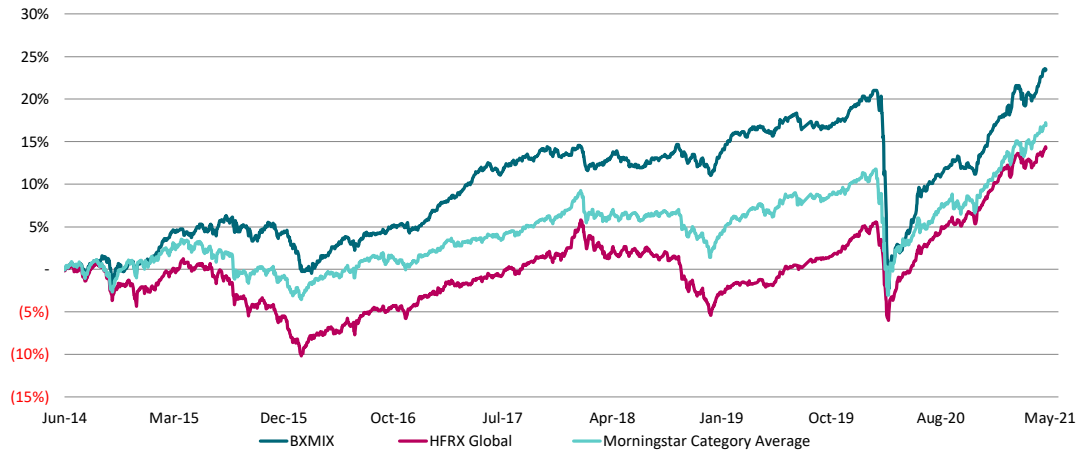
Portfolio Managers

Name	Years at Blackstone
Raymond Chan	2
Min Htoo	4
Robert Jordan	10
Ian Morris	11
Alberto Santulin	18
Stephen Sullens	20

Fund Net Performance[1,2,3]

	As of Mar 31, 2021				As of May 31, 2021						Inception to Date Statistics			
	YTD	1 Yr	5 Yr	ITD	MTD	QTD	YTD	1 Yr	5 Yr	ITD	St. Dev.	Beta	Alpha	Sharpe
BXMIX	**1.95%**	**18.34%**	**3.49%**	**2.75%**	**0.37%**	**3.07%**	**5.08%**	**16.59%**	**3.65%**	**3.13%**	**3.89%**			**0.59**
HFRX Global	1.29%	16.15%	3.95%	1.76%	0.14%	1.77%	3.09%	13.27%	4.14%	1.97%	3.60%	0.74	1.21%	0.32
Morningstar Category Average	2.56%	2.56%	0.51%	0.37%	0.82%	2.50%	5.35%	12.73%	3.38%	2.39%	4.14%	0.51	1.25%	0.38
Barclays Global Agg	(4.46%)	4.67%	2.66%	1.86%	0.94%	2.21%	(2.35%)	4.47%	3.11%	2.13%	4.69%	0.03	1.91%	0.28
MSCI World TR	5.04%	54.76%	13.98%	10.03%	1.50%	6.27%	11.62%	41.28%	14.85%	10.74%	15.14%	0.18	0.38%	0.66

Alternative Strategies Cumulative Net Performance[1,3]



1. Performance is presented through May 31, 2021. Returns are shown net of the Expense Ratio less waived expenses. Inception to date (ITD) returns for BXMIX are calculated on an annualized basis. Performance data quoted represents past performance and does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost and current performance may be lower or higher than the performance data quoted.BXMIX launched on June 16, 2014 and thus performance for June 2014 is limited to June 16 through June 30. Additional information and performance data current to the most recent month-end is available at www.bxmix.com.

2. All ITD statistics are calculated using daily performance since inception. All returns include dividend and capital gain distributions. Standard Deviation and Sharpe calculations are annualized. Beta and Alpha are measured to the respective index.

3. None of the indices presented are benchmarks or targets for the Fund. Indices are unmanaged and investors cannot invest in an index. Please see end of document for additional disclosures regarding indices presented.

4. Through August 31, 2022 Blackstone Alternative Investment Advisers LLC has agreed to waive its fees and/or reimburse expenses of the Fund so that certain of the Fund's expenses, together with the Fund's management fees, will not exceed 2.40% annualized. Expense Ratio represents the expense ratio applicable to investors and is comprised of the management fees, other expenses and acquired fund fees and expenses as noted in the Fund's Prospectus. The Adjusted Expense ratio represents the Expense Ratio net of Excluded Expenses. "Excluded Expenses" are expenses excluded from reimbursement by the Investment Adviser which include: (i) distribution or servicing fees, (ii) acquired fund fees and expenses, (iii) brokerage and trading costs, (iv) interest payments (including any interest expenses, commitment fees, or other expenses related to any line of credit of the Fund), (v) taxes, (vi) dividends and interest on short positions, and (vii) extraordinary expenses (in each case, as determined in the sole discretion of the Adviser). Please see the Fund's Prospectus at www.bxmix.com.

Additional details concerning the Fund's performance, liquidity and asset class exposures are available upon request. Please contact your BAAM representative for further information. Current performance data is avaialbe at www.bxmix.com.

Not FDIC Insured	May Lose Value	Not Bank Guaranteed

Sub-adviser Allocations

Manager	Strategy	Sub-strategy	Classification
Active Sub-Advisers			
HealthCor	Equity Hedge	Equity Long Short	Equity
Jasper	Equity Hedge	Equity Long Short	
Seiga[1]	Equity Hedge	Equity Long Short	
Endeavour	Equity Hedge	Equity Market Neutral	
Two Sigma Advisers	Equity Hedge	Equity Market Neutral	
Bayview	Relative Value	Fixed Income - Asset Backed	Credit
BRESSA[1]	Relative Value	Fixed Income - Asset Backed	
BX LCS[1]	Relative Value	Fixed Income - Asset Backed	
Good Hill	Relative Value	Fixed Income - Asset Backed	
Caspian	Event Driven	Distressed/Restructuring	
Sage Rock	Event Driven	Multi-Strategy	Multi-Asset
Magnetar[1]	Event Driven	Risk Arbitrage	
Nephila	Event Driven	Reinsurance	
Emso	Macro	Discretionary Thematic	
NWI	Macro	Discretionary Thematic	
Commodity Energy Trader	Macro	Commodity Energy	
Luminus	Macro	Commodity Energy	
Bayforest-G10	Macro	Multi-Strategy	
D.E. Shaw	Multi-Strategy	N/A	
BAIA-Direct[2]	Multi-Strategy	N/A	
Inactive Sub-Advisers [3]			
Cerberus	Relative Value	Fixed Income - Asset Backed	Inactive
Waterfall	Relative Value	Fixed Income - Asset Backed	
IPM	Macro	Systematic Diversified	

Please refer to the Fund's Prospectus for a full list of Sub-Advisers.

1. Blackstone and its affiliates have financial interests in asset managers. Any allocation by Blackstone to a subsidiary or other affiliate benefits The Blackstone Group Inc and any redemption or reduction of such allocation would be detrimental to The Blackstone Group Inc, creating potential conflicts of interest in allocation decisions. For a discussion of this and other conflicts, please see the Additional Disclosure section at the end of this document.

2. BAIA manages a portion of the Fund's assets directly. Such investments include allocations to funds managed by EJF Capital LLC, Aeolus Capital Management Ltd., PIMCO Investment Management, Saba Capital Management, L.P., Islet Management, L.P., and opportunistic trades. BAIA allocations are subject to change and BAIA's fees on directly managed assets are not reduced by a payment to a sub-adviser.

3. Inactive managers are not currently managing any Fund assets. Allocations may change at any time without notice.

Monthly Net Performance[4,5]

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	BXMIX	HFRX Glbl	*YTD* Morningstar Cat. Avg.	Barclays Glbl	MSCI World
2014	-	-	-	-	-	0.50%	(0.40%)	0.90%	0.30%	(0.59%)	0.30%	(0.19%)	**0.80%**	**(1.40%)**	**1.14%**	**(3.45%)**	**0.86%**
2015	0.70%	1.88%	0.97%	(0.39%)	1.26%	(1.15%)	1.93%	(1.04%)	(0.67%)	0.29%	0.48%	(0.71%)	**3.55%**	**(3.64%)**	**(1.61%)**	**(3.15%)**	**(0.32%)**
2016	(2.17%)	(2.22%)	1.45%	1.32%	0.90%	(0.50%)	1.10%	0.00%	0.89%	0.00%	(0.20%)	0.85%	**1.35%**	**2.50%**	**2.58%**	**2.09%**	**8.15%**
2017	1.67%	0.77%	0.96%	1.52%	1.12%	(1.01%)	0.93%	0.92%	(0.09%)	0.92%	(0.64%)	(0.05%)	**7.20%**	**5.99%**	**5.34%**	**7.39%**	**23.07%**
2018	0.28%	(1.30%)	0.38%	0.94%	(1.49%)	(0.09%)	0.94%	0.28%	1.21%	(1.57%)	0.09%	(1.15%)	**(1.52%)**	**(6.72%)**	**(4.32%)**	**(1.20%)**	**(8.20%)**
2019	2.70%	1.13%	(0.09%)	0.84%	(1.01%)	1.49%	0.83%	(1.27%)	(0.09%)	0.18%	0.55%	1.39%	**6.77%**	**8.62%**	**7.59%**	**6.84%**	**28.40%**
2020	0.47%	(0.93%)	(14.39%)	1.65%	2.92%	3.05%	1.33%	1.11%	(0.20%)	(0.70%)	2.91%	3.05%	**(1.10%)**	**6.81%**	**1.47%**	**9.20%**	**16.50%**
2021	0.49%	1.26%	0.19%	2.68%	0.37%	-	-	-	-	-	-	-	**5.08%**	**3.09%**	**5.35%**	**(2.35%)**	**11.62%**

4. None of the indices presented are benchmarks or targets for the Fund. Indices are unmanaged and investors cannot invest in an index. Please see end of document for additional disclosures regarding indices presented.

5. Performance is presented through May 31, 2021. Net performance is net of the Expense Ratio less waived expenses. Performance data quoted represents past performance and does not guarantee future results. The investment return and principal value of an investment will fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost and current performance may be lower or higher than the performance data quoted. Additional information and performance data current to the most recent month-end is available at www.bxmix.com. BXMIX launched on June 16, 2014 and thus performance for June 2014 is limited to June 16 through June 30.

All investors should consider the investment objectives, risks, charges and expenses of BXMIX, Class I carefully before investing. The prospectus and the summary prospectus contain this and other information about BXMIX and are available on BXMIX's website at www.bxmix.com. All investors are urged to carefully read the prospectus and the summary prospectus in its entirety before investing.

Additional details concerning the Fund's performance, liquidity and asset class exposures are available upon request. Please contact your BAAM representative for further information.

Important Risks

An investment in the Fund should be considered a speculative investment that entails substantial risks; you may lose part or all of your investment or your investment may not perform as well as other investments. The Fund's investments involve special risks including, but not limited to, loss of all or a significant portion of the investment due to leveraging, short-selling, or other speculative practices, lack of liquidity and volatility of returns. The following is a summary description of certain additional principal risks of investing in the Fund:

Allocation Risk – Blackstone's judgment about the attractiveness, value or market trends affecting a particular asset class, investment style, sub-adviser or security may be incorrect and this may have a negative impact upon performance. **Market Risk and Selection Risk** – One or more markets may go down in value, possibly sharply and unpredictably, affecting the values of individual securities held by the Fund. **Derivatives Risk** – the use of derivatives involves the risk that their value may not move as expected relative to the value of the relevant underlying assets, rates, or indices. Derivatives can be subject to counterparty credit risk and may entail investment exposure greater than their notional amount**. Debt Securities Risk** – investments in bonds and certain asset-backed securities are subject to risks, including but not limit to, the credit risk of the issuer of the security, the risk that the issuer undergoes a restructuring or a similar event, the risk that inflation decreases the value of assets or income from the investments, and the risk that interest rates changes adversely impact the debt investments. **Equity Securities Risk** – prices of equity and preferred securities fluctuate based on changes in a company's financial condition and overall market and economic conditions. **Mortgage- and Asset-Backed Securities Risk** – involves credit, interest rate, prepayment and extension risk, as well as the risk of default of the underlying mortgage or asset, particularly during times of economic downturn**. Multi-Manager Risk**– managers may make investment decisions which conflict with each other and as a result, the Fund could incur transaction costs without accomplishing any net investment result. **Leverage Risk** – use of leverage can produce volatility and may exaggerate changes in the net asset value of Fund shares and in the return on the portfolio, which may increase the risk that the Fund will lose more than it has invested. **Large Purchase or Redemption Risk** – large redemption or purchase activity could have adverse effects on performance to the extent that the Fund incurs additional costs or is required to sell securities, invest cash, or hold a relatively large amount of cash at times when it would not otherwise do so.

In addition, you should be aware of the following risks and conflicts relating specifically to the Fund:

The fees paid by the Fund to Blackstone will be reduced by the full amount of any fees paid to the Fund's underlying managers. This compensation offset arrangement may give Blackstone an incentive to favor underlying managers that charge lower fees.

Subject to applicable law, the Fund is not restricted from selecting underlying managers in which Blackstone, Blackstone Clients or their affiliates have a financial interest.

Blackstone Alternative Multi-Strategy Fund (BXMIX)

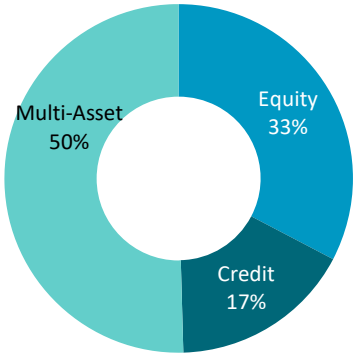
Blackstone

As of May 31, 2021

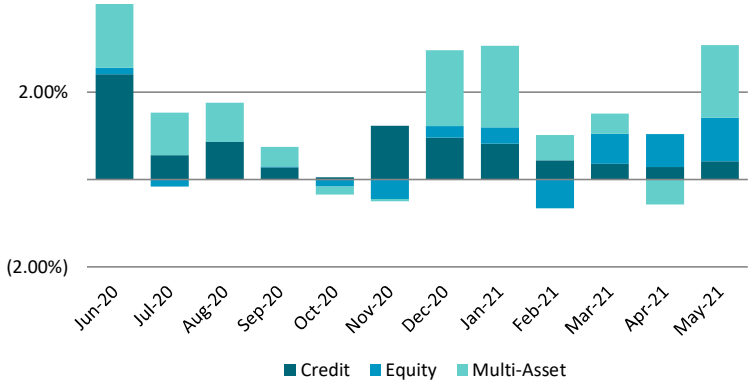
Performance Summary[1,2]

Sub-Strategy Performance	Allocation at 5/31/2021	MTD Return	MTD Attribution	QTD Return	QTD Attribution	YTD Return	YTD Attribution	Trailing 12 Months Return	Trailing 12 Months Attribution
Equity	32.68%	(0.73%)	(0.18%)	2.04%	0.81%	3.52%	1.62%	3.04%	2.99%
Credit	16.88%	0.60%	0.12%	1.66%	0.41%	6.18%	2.04%	24.89%	16.05%
Multi-Asset	50.44%	1.05%	0.63%	3.39%	2.31%	3.97%	2.82%	16.17%	15.96%
Net Return			0.37%		3.07%		5.08%		16.59%

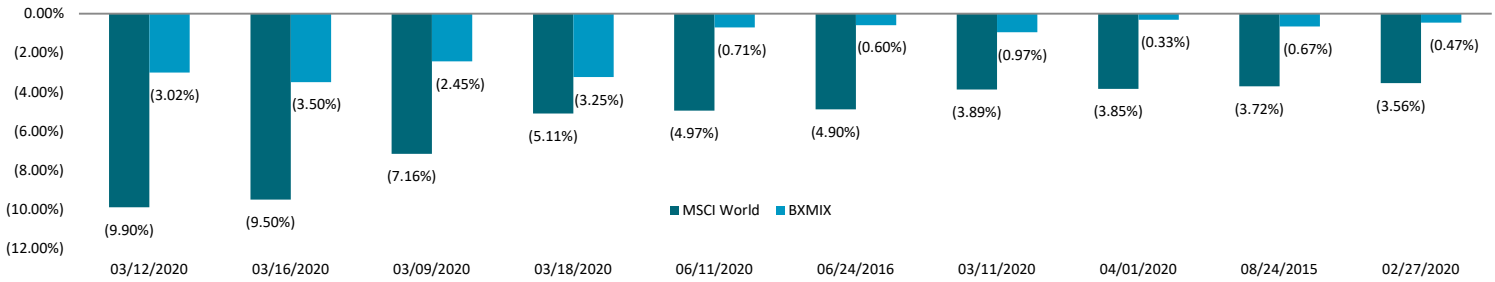
Portfolio Allocations[2]



Trailing 12 Month Sub-Strategy Attribution[1,2]



BXMIX Performance on Worst 10 Trading Days for MSCI World Since Inception[3]



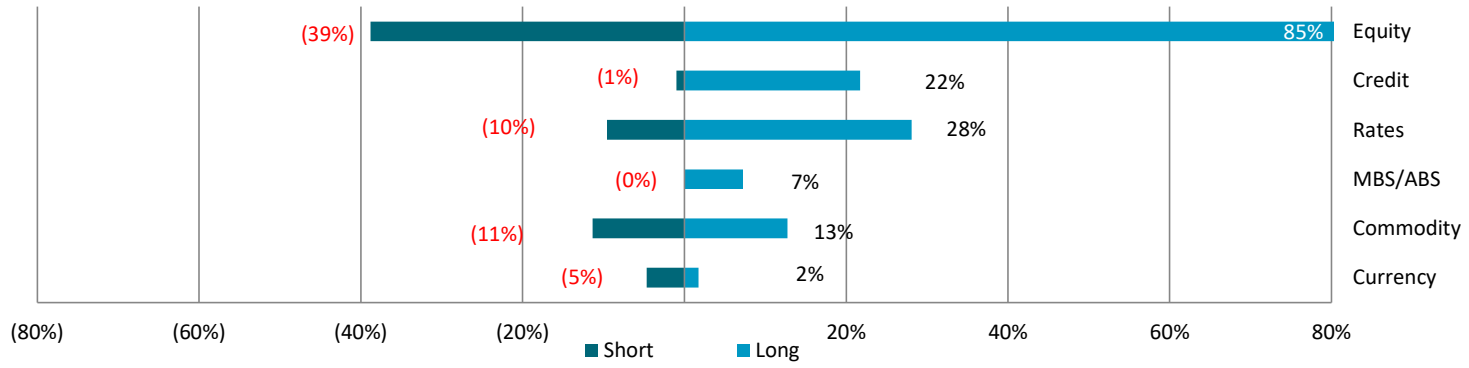
Comparisons will differ, in some cases significantly, if the relative performance is measured over the course of a month, quarter, year or longer. See page 1.
Performance is presented since BXMIX's inception on 6/16/2014 to 5/31/2021. Because of the broadly diversified and low beta nature of the portfolio, BXMIX is not expected to participate in the full upside of broader equity markets. From 6/16/2014 to 5/31/2021, on the ten best MSCI World TR trading days, the average daily returns for the MSCI World TR and BXMIX were 4.40% and 0.21% respectively.

Performance data quoted represents past performance and is no guarantee of future results. Investment returns and principal values may fluctuate so that an investor's shares, when redeemed, may be worth more or less than their original cost. Current performance may be lower or higher than the performance data quoted. BXMIX launched on June 16, 2014 and thus performance for June 2014 is limited to June 16 through June 30. Information about BXMIX, including current month-end performance, is available on BXMIX's website at www.bxmix.com or by calling 855-890-7725.

1. Sub-strategy returns are shown gross of all fees and expenses. All statistics are calculated using daily performance since inception. Performance is estimated and unaudited.
2. Portfolio allocations include exposure to certain BAIA-Direct investments. Equity allocation includes Equity Long/Short and Equity Market Neutral sub-strategies, and equity hedges. Credit allocation includes Fixed Income – Asset Backed and Distressed/Restructuring sub-strategies, funds managed by EJF Capital LLC, and opportunistic credit trades. Multi-Asset is comprised of Discretionary Thematic, Risk Arbitrage, Multi-Strategy, and Commodity Energy sub-strategies, and funds managed by Aeolus Capital Management Ltd, PIMCO Investment Management LLC, and Saba Capital Management. Sub-strategy allocations exclude exposures to Fund level cash, hedging and expenses and are adjusted pro-rata to equal 100%.
3. None of the indices presented are benchmarks or targets for the Fund. Indices are unmanaged and investors cannot invest in an index. Please see end of document for additional disclosures regarding indices presented.

The definitions and disclosures appearing at the end of this document are an integral part of this presentation and should be read in their entirety for a complete understanding of the information contained herein.

Asset Class Exposure[1,2]



Geographic Exposure[1,2]

Region	Long	Short	Net
US/Canada	121.80%	(49.46%)	72.35%
Core Europe	10.36%	(3.64%)	6.72%
Peripheral Europe	1.13%	(2.04%)	(0.92%)
Latin America	3.78%	(0.71%)	3.07%
Middle East/Africa	3.27%	(0.25%)	3.02%
Japan	2.37%	(8.31%)	(5.94%)
Asia general	0.86%	(0.51%)	0.35%
China/HK/Taiwan	12.82%	(0.39%)	12.42%
Total	**156.38%**	**(65.32%)**	**91.07%**

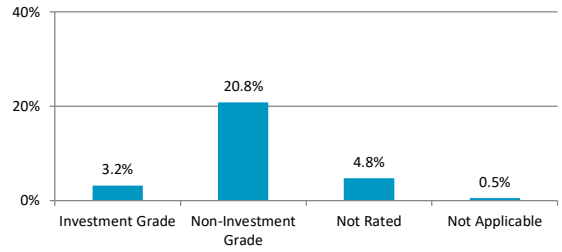
Currency Exposure[1,2,3]

Region	Long	Short	Net
US/Canada	0.47%	(0.51%)	(0.04%)
Core Europe	0.73%	(1.78%)	(1.05%)
Peripheral Europe	0.02%	(0.30%)	(0.28%)
Latin America	0.29%	(0.00%)	0.29%
Middle East/Africa	0.00%	(0.18%)	(0.18%)
Japan	0.04%	(1.23%)	(1.19%)
Asia general	0.11%	(0.33%)	(0.23%)
China/HK/Taiwan	0.08%	(0.31%)	(0.23%)
Total	**1.74%**	**(4.64%)**	**(2.90%)**

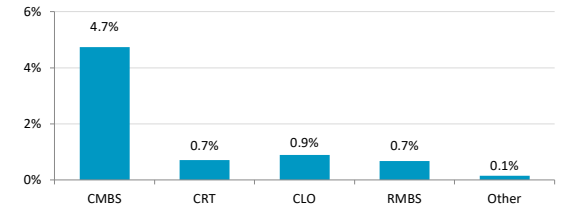
Equity Exposure – Sector Breakdown[1,2]

Equity Sector	Long	Short	Net
Energy	0.82%	(0.19%)	0.63%
Materials	2.38%	(0.59%)	1.79%
Industrials	5.95%	(2.85%)	3.10%
Consumer Discretionary	4.48%	(3.24%)	1.25%
Consumer Staples	1.63%	(1.54%)	0.09%
Health Care	9.33%	(5.39%)	3.94%
Financials	7.35%	(7.45%)	(0.10%)
Real Estate	3.52%	(3.09%)	0.44%
Information Technology	10.22%	(4.62%)	5.60%
Communication Services	3.12%	(1.64%)	1.48%
Utilities	1.93%	(0.30%)	1.63%
Index**	16.90%	(7.46%)	9.44%
Unclassified***	17.08%	(0.47%)	16.61%
Total	**84.71%**	**(38.82%)**	**45.89%**

Fixed Income Ratings[1,2,4]



Structured Credit Summary[1,2,5]



1. Exposure figures are shown as a percentage of Fund Net Asset Value.
2. Explanatory notes regarding calculation of exposure: (a) exposure data represents market value except in the case of derivative instruments; (b) for options, exposure data represents the delta adjusted notional; (c) for interest-rate instruments, exposure data represents the notional of the 10-year equivalent instrument; and (d) for all other derivatives, exposure data represents notional value. Please see important Disclosure Regarding Exposure at the end of this presentation.
3. Reflects exposure to currency-related derivative instruments. The market value of these instruments will change based on fluctuations in currency exchange rates. Typically, the Fund has other holdings that are also sensitive to currency exchange rates (e.g., physical currency and/or equity and fixed investments that are denominated in a currency). As the value of these other holdings are not reflected in the above exposure figures, the table does not reflect the Fund's total currency exposure.
4. Ratings are presented as an equally weighted composite of rating provided by the following rating agencies: Standard & Poor's ("S&P"), Moody's Investor Service, Fitch, Kroll Bond Rating Agency, and Morningstar. Please note that other ratings agencies may offer ratings that vary from those for securities currently represented as "Investment Grade" or "Non-Investment Grade." Investment grade is a rating of a bond that has a relatively low risk of default. For S&P, "Investment Grade" bonds are those rated above BBB- and "Non-Investment Grade" bonds are rated below Investment grade to D. "Not Rated" securities generally includes securitizations where the issuer did not request a rating. "Non Ratable" securities includes index products and select government instruments.
5. Reflects exposure to structured credit through the Fund's allocation to Relative Value - Fixed Income Asset Backed strategies. The Fund may have additional structured credit exposure through its allocation to Macro, Multi-Strategy or other strategies. As the value of this other exposure is not reflected in the above exposure figures, the table does not reflect the Fund's total structured credit exposure. "Other" includes ABS, CDO, TBA and CDS.

**Comprised of index futures, options on index futures, ETFs, and ETF options

***Do not have a GICS sector assigned

Important Disclosure Information

All investors should consider the investment objectives, risks, charges and expenses of BXMIX carefully before investing. The prospectus and, if available, the summary prospectus contain this and other information about BXMIX and are available on BXMIX's website at www.bxmix.com. All investors are urged to carefully read the prospectus and, if available, the summary prospectus in its entirety before investing.

Please not that additional details concerning the Fund's performance, liquidity and asset class exposures are available upon request. Please contact your BAAM representative for further information.

Important Disclosures Regarding Exposure
Positions of unknown type (if any) are excluded from exposure data. Exposure data reflects fund holdings as of the relevant trade date and includes unsettled trades.

Glossary of Terms
Gross Exposure: Reflects the aggregate of long and short investment positions in relation to the net asset value. The gross exposure is one indication of the level of leverage in a portfolio. **Net Exposure:** This is the difference between long and short investment positions in relation to the net asset value. **Long Exposure:** A long position occurs when an individual owns securities. **Short Exposure:** Short selling a security not actually owned at the time of sale. Short positions can also generate returns when the price of a security declines. **Beta***:* A measure of the volatility, or systemic risk, of a security or a portfolio in comparison to the market as a whole. **Alpha:** A risk-adjusted performance measure that represents the average return on a portfolio over and above that predicted by the capital asset pricing model (CAPM), given the portfolio's beta and the average market return.More specifically, Jensen's Measure is used to calculate alpha. **Standard Deviation:** A measure of the dispersion of a set of data from its mean. The more spread apart the data, the higher the deviation. Standard deviation is calculated as the square root of variance. **Commercial mortgage-backed securities (CMBS):** a type of mortgage-backed security backed by commercial mortgages rather than residential real estate. **Credit Risk Transfers (CRTs):** a channel for government-sponsored enterprises (GSEs) like Fannie Mae and Freddie Mac to transfer credit risk to private investors and away from taxpayers. **Collateralized loan obligations (CLOs):** a form of securitization where payments from multiple middle sized and large business loans are pooled together and passed on to different classes of owners in various tranches. A CLO is a type of collateralized debt obligation. **Asset-backed security (ABS)**: a security whose income payments and hence value are derived from and collateralized (or "backed") by a specified pool of underlying assets. **Mortgage-backed security (MBS)**: a type of asset-backed security which is secured by a mortgage or collection of mortgages.

Glossary of Indices
Market indices obtained through Bloomberg, HFR Asset Management, MSCI and Morngingstar, as applicable. **Bloomberg Barclays Global Agg Bond Index:** a flagship measure of global investment grade debt from twenty-four local currency markets. This multi-currency benchmark includes treasury, government-related, corporate and securitized fixed-rate bonds from both developed and emerging markets issuers. **HFRX Global Hedge Fund Index:** is designed to be representative of the overall composition of the hedge fund universe. It is comprised of all eligible hedge fund strategies falling within four principal strategies: equity hedge, event driven, macro/CTA, and relative value arbitrage. Strategies are asset weighted based on the distribution of assets in the hedge fund industry. **MSCI World TR Index:** a market capitalization weighted index designed to provide a broad measure of large and mid-cap equity performance across 23 developed markets countries. **Morningstar Multistrategy Category**: represents the average performance of mutual funds categorized as "multistrategy" funds by Morningstar, Inc. These funds allocate capital (at least 30% combined) to a mix of alternative strategies that aim to minimize exposure to traditional market risks.

Indices are unmanaged and investors cannot invest in an index. Indices are provided for illustrative purposes only. They have not been selected to represent appropriate benchmarks for BXMIX, but rather are disclosed to allow for comparison of BXMIX's performance to that of well-known and widely recognized indices. The indices may include holdings that are substantially different than investments held by BXMIX and do not reflect the strategy of the Fund. Comparisons to indices have limitations because indices have risk profiles, volatility, asset composition and other material characteristics that may differ from BXMIX. The indices do not reflect the deduction of fees or expenses. In the case of equity indices, performance of the indices reflects the reinvestment of dividends. Index data is obtained from unaffiliated third parties and is subject to subsequent adjustments. Blackstone makes no assurances as to the accuracy or completeness thereof.

Conflicts of Interest
Blackstone and the Sub-Advisers have conflicts of interest that could interfere with their management of the Fund. These conflicts, which are disclosed in the Fund's Statement of Additional Information, include, without limitation:

Selection of Sub-Advisers. Blackstone compensates the Sub-Advisers out of the management fee it receives from the Fund. This could create an incentive for Blackstone to select Sub-Advisers with lower fee rates.

Financial Interests in Sub-Advisers and Service Providers. *Blackstone, the Sub-Advisers, and their affiliates have financial interests in asset managers and financial service providers. Allocating to an affiliate (or hiring such entity as a service provider) benefits The Blackstone Group Inc. and the relevant Sub-Adviser and redemptions from an affiliate (or terminating such entity as a service provider) would be detrimental to The Blackstone Group Inc. and the relevant Sub-Adviser. For example:*

- *Blackstone Strategic Alliance Advisors L.L.C. ("BSAA"), an affiliate of BAIA, manages the Strategic Alliance Funds (the "SAF Funds") that provide seed capital to emerging alternative asset managers (the "SAF Managers") in exchange for a revenue share arrangement. Seiga Asset Management Limited, a SAF Manager, is a sub-adviser to the Fund. The revenue generated for BSAA related to the Fund's investment with a SAF Manager is rebated to the Fund. The Fund will not otherwise participate in any of the economic arrangements between the SAF Funds and any SAF Manager with which the Fund invests.*
- *Blackstone Strategic Capital Advisors L.L.C. ("BSCA"), an affiliate of BAIA, manages certain funds (the "BSCA Funds") that acquire equity interests in established alternative asset managers (the "Strategic Capital Managers"). One of the Strategic Capital Managers in which the BSCA Funds have a minority interest is Magnetar Capital Partners L.P., a control affiliate of Magnetar Asset Management LLC, a sub-adviser for the Fund. The Fund will not participate in any of the economic arrangements between the BSCA Funds and any Strategic Capital Manager with which the Fund invests.*
- *Blackstone Real Estate Special Situations Advisors L.L.C. ("BRESSA"), an affiliate of BAIA and an indirect wholly-owned subsidiary of The Blackstone Group Inc., serves as a Sub-Advisor Sub-Adviser. BRESSA invests primarily in liquid, commercial and residential real estate-related debt instruments.*
- *Blackstone Liquid Credit Strategies LLC ("BX LCS"), an affiliate of BAIA and an indirect wholly-owned subsidiary of The Blackstone Group Inc., serves as a Sub-Adviser. BX LCS invests primarily in below investment grade corporate credit.*
- *Blackstone utilizes technology offered by Arcesium LLC ("Arcesium") to provide certain middle- and back-office services and technology to the Fund. The parent company of a Sub-Adviser owns a controlling, majority interest in Arcesium and Blackstone Alternative Asset Management Inc. owns a non-controlling, minority interest in Arcesium.*

Other Activities of Blackstone or the Sub-Advisers. The activities in which Blackstone, the Sub-Advisers, or their affiliates are involved in on behalf of other accounts may create conflicts of interest or limit the flexibility that the Fund may otherwise have to participate in certain investments. For example, if Blackstone or a Sub-Adviser comes into possession of material non-public information with respect to a company, then Blackstone or the relevant Sub-Adviser generally will be restricted from investing in securities issued by that company. Further, Blackstone generally will be restricted from investing in portfolio companies of its affiliated private equity business.

Allocation of Investment Opportunities. Blackstone and the Sub-Advisers (or their affiliates) manage other accounts and have other clients with investment objectives and strategies that are similar to, or overlap with, the investment objective and strategy of the fund, creating potential conflicts of interest in investment and allocation decisions. These conflicts of interest are exacerbated to the extent that the other clients are proprietary or pay higher fees or performance-based fees.

Opinions expressed reflect the current opinions of BAAM as of the date of the report only.

The following information has not been provided in a fiduciary capacity under ERISA, and it is not intended to be, and should not be considered as, impartial investment advice. If you are an individual retirement investor, contact your financial advisor or other fiduciary unrelated to BAIA about whether any given investment idea, strategy, product or service described herein may be appropriate for your circumstances.

Prepared by Blackstone Securities Partners L.P., a member of FINRA and an affiliate of Blackstone Alternative Investment Advisors LLC, the investment adviser of the Fund.