

Blackstone Alternative Multi-Strategy Fund (BXMIX)

As of March 31, 2016

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 nontraditional or "alternative" investment strategies. Blackstone will allocate the Fund's assets among investment subadvisers with experience managing alternative investment strategies and among investment funds. It may also manage a portion of the Fund's assets directly.

Fund highlights

Fund assets ⁶	\$4,283 million
Inception date	June 16, 2014
Investment advisor	Blackstone Alternative Investment Advisors, LLC
Eligible investors	US taxable & tax-exempt
Liquidity	Daily
CUSIP	09257V201

Fund terms (Share Class I)

Management fee	1.95%
Gross expense ratio	3.44%
Net expense ratio	2.40%

Portfolio managers

Name	Years at Blackstone
Gideon Berger	14 Years
Robert Jordan	5 Years
David Mehenny	6 Years
Ian Morris	6 Years
Alberto Santulin	13 Years
Stephen Sullens	15 Years

Fund net performance^{1,2,3}

	As of 03/31/2016				ITD Statistics			
	Mar-16	YTD	1 Yr	ITD	St. Dev.	Beta ⁴	Alpha ⁵	Sharpe
BXMIX	1.45%	(2.96%)	(3.01%)	0.71%	3.91%	-	-	0.17
HFRX Global	1.24%	(1.87%)	(7.36%)	(4.09%)	4.04%	0.66	3.42%	-1.02
Barclays Agg Bond	0.92%	3.03%	1.96%	3.42%	3.35%	-0.30	1.68%	1.01

1. Performance is presented through March 31, 2016. Net performance is net of the Gross Expense Ratio less waived expenses. Performance data quoted represents past performance and does not guarantee future results. All ITD statistics above are calculated using daily performance. 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 has a limited performance record. Additional information and current performance data is available at www.blackstone.com/bxmix.

The firm

Blackstone is a large and diversified alternative asset manager, with

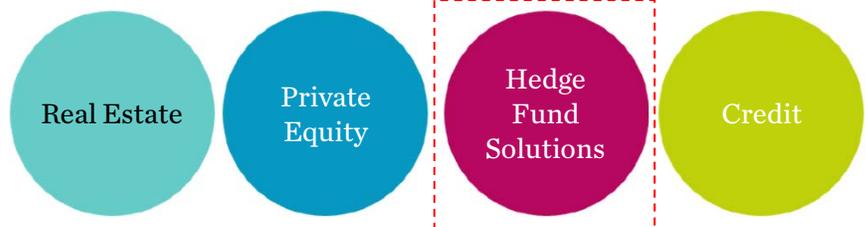
\$334B

in assets under management.⁹

Blackstone is the largest discretionary allocator to hedge funds in the world, with over

\$69B

in assets under management.^{8,9}



2. Indices are unmanaged and investors cannot invest in an index. Please see end of document for additional disclosures regarding indices presented.

3. Inception to Date (ITD) statistics are as of BXMIX's inception on June 16, 2014 through the most recent month end.

4. Measures beta of BXMIX to the respective index.

5. Measures alpha of BXMIX to the respective index.

6. As of March 31, 2016.

7. Net expense ratio consists of the total expense ratio, as reflected in the Fund's prospectus adjusted to reflect any fee waiver/expense reimbursement and excluding interest and dividends on securities sold short, acquired fund fees and expenses not subject to the expense cap. Through May 31, 2016, Blackstone Alternative Investment Advisors LLC has contractually 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 for Class I shares.

8. Source: InvestHedge Billion Dollar Club (as of June 2015) based on AUM.

9. As of December 31, 2015.

Sub-adviser allocations

MANAGER	STRATEGY	SUB-STRATEGY	CURRENT ALLOCATION
Goldman Sachs	Equity Hedge	Equity Long Short	42%
HealthCor	Equity Hedge	Equity Long Short	
Rail-Splitter	Equity Hedge	Equity Long Short	
Wellington	Equity Hedge	Equity Long Short	
Senfina	Equity Hedge	Equity Market Neutral	
Two Sigma Advisers	Equity Hedge	Equity Market Neutral	
Bayview	Relative Value	Fixed Income - Asset Backed	25%
Cerberus	Relative Value	Fixed Income - Asset Backed	
Good Hill	Relative Value	Fixed Income - Asset Backed	
Sorin	Relative Value	Fixed Income - Asset Backed	
Waterfall	Relative Value	Fixed Income - Asset Backed	
Chatham	Relative Value	Fixed Income - Corporate	
Caspian	Event Driven	Distressed/Restructuring	10%
Boussard & Gavaudan	Event Driven	Multi-Strategy	
Nephila	Event Driven	Reinsurance	
Emso	Macro	Discretionary Thematic	23%
AlphaParity	Macro	Systematic Diversified	
IPM	Macro	Systematic Diversified	
D.E. Shaw	Multi-Strategy	N/A	

*Manager name may be a short form name of the legal name of each sub-adviser. The list of sub-advisers and target allocations above is subject to change. Please check the prospectus for the most up-to-date list of sub-advisers. Sub-strategy allocations exclude exposures to Fund level cash, hedging and expenses and are adjusted pro-rata to equal 100%.

Blackstone Senfina Advisors L.L.C. ("Senfina") is an indirect wholly-owned subsidiary of The Blackstone Group L.P., a publicly traded master limited partnership that has units that trade on the New York Stock Exchange under the symbol "BX." Senfina is an affiliate of BAlA, the Fund's investment adviser, on the basis that it is under common control with BAlA. The investment by BXMLX with Senfina benefits Blackstone and a withdrawal from Senfina would be detrimental to Blackstone.

Monthly net performance¹

	Jan	Feb	Mar	Apr	May	June	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2014	-	-	-	-	-	0.50%	-0.40%	0.90%	0.30%	-0.59%	0.30%	-0.19%	0.80%
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%
2016	-2.17%	-2.22%	1.45%										-2.96%

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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.blackstone.com/bxmix. All investors are urged to carefully read the prospectus and the summary prospectus in its entirety before investing.

Beta: A measure of the volatility, or systemic risk, of a security or a portfolio in comparison to the market as a whole. **Volatility/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. **Sharpe Ratio:** A ratio to measure risk-adjusted performance. The Sharpe ratio is calculated by subtracting the risk-free rate – such as that of the 10-year U.S. Treasury bond – from the rate of return for a portfolio and dividing the result by the standard deviation of the portfolio returns. The greater a portfolio's Sharpe ratio, the better its risk-adjusted performance has been. **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.

Glossary of Indices

Market indices obtained through Bloomberg. Indices are unmanaged and investors cannot invest in an index. The volatility of the indices presented may be materially different from that of the performance of BXMIX. In addition, the indices employ different investment guidelines and criteria than BXMIX; as a result, the holdings in BXMIX may differ significantly from the securities that comprise the indices. The performance of the indices has not been selected to represent an appropriate benchmark to compare to the performance of BXMIX, but rather is disclosed to allow for comparison of BXMIX's performance to that of well-known and widely recognized indices. In the case of equity indices, performance of the indices reflects the reinvestment of dividends. **Barclays Aggregate Bond Index:** covers the USD-denominated, investment-grade, fixed-rate, taxable bond market of SEC-registered securities. The index includes government securities, mortgage-backed securities, asset-backed securities and corporate securities all with a maturity of greater than one year. **HFRX Global Hedge Fund Index:** designed to be representative of the overall composition of the hedge fund universe. It is comprised of all eligible hedge fund strategies, including but not limited to convertible arbitrage, distressed securities, equity hedge, equity market neutral, event driven, macro, merger arbitrage, and relative value arbitrage. The strategies are asset weighted based on the distribution of assets in the hedge fund industry.

Important Risks

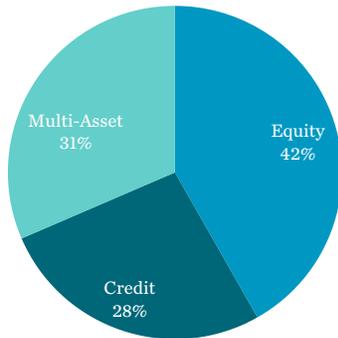
An investment in BXMIX, Class I should be considered a speculative investment that entails substantial risks; you may lose part or all of your investment or your investment may not perform as well as other investments. BXMIX's investments involve special risks including, but not limited to, loss of all 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 BXMIX: **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. **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. **Distressed Securities Risk** – investments in securities of business enterprises involved in workouts, liquidations, reorganizations, bankruptcies and similar situations involve a high degree of risk of loss since there is typically substantial uncertainty concerning the outcome of such situations. **Event-Driven Trading Risk** – involves the risk that the specific event identified may not occur as anticipated and that this may have a negative impact upon the market price of the securities involved. **Foreign Investments/ Emerging Markets Risk** – involves special risks caused by foreign political, social and economic factors, including exposure to currency fluctuations, less liquidity, less developed and less efficient trading markets, political instability and less developed legal and auditing standards. **High Portfolio Turnover Risk** – active trading of securities can increase transaction costs (thus lowering performance) and taxable distributions. **Model and Technology Risk** – involves the risk that model-based strategies, data gathering systems, order execution and trade allocation systems and risk management systems may not be successful on an ongoing basis or could contain errors, omissions, imperfections or malfunctions. **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.

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

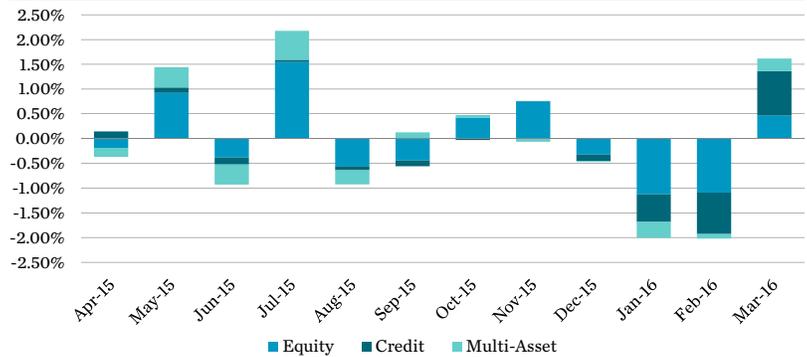
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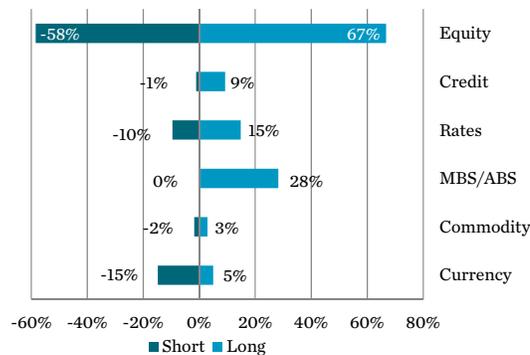
Sub-strategy summary



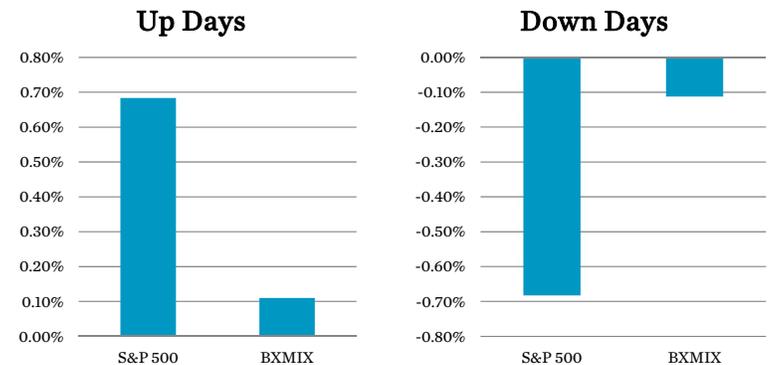
Trailing 12 month gross strategy attribution^{1,5}



Asset class exposure²



Average Daily Return for Days When S&P500 Total Return was Positive/Negative¹



Geographic exposure^{2,3}

	Long	Short	Net
US/Canada	82.43%	47.74%	34.69%
Core Europe	22.83%	23.00%	-0.17%
Peripheral Europe	6.18%	0.73%	5.45%
Lat. Am./Caribbean	8.72%	0.59%	8.13%
Middle East/Africa	1.94%	2.05%	-0.11%
Japan	2.91%	3.65%	-0.74%
Asia general	1.24%	5.99%	-4.75%
China/HK/Taiwan	0.65%	1.69%	-1.04%
Total	126.89%	85.44%	41.46%

Equity exposure – sector breakdown³

	Long	Short	Net
Energy	1.79%	0.82%	0.98%
Materials	2.41%	2.16%	0.26%
Industrials	4.58%	2.65%	1.93%
Consumer Discretionary	11.18%	5.89%	5.29%
Consumer Staples	1.64%	2.30%	-0.66%
Healthcare	15.23%	5.15%	10.07%
Financials	6.57%	3.53%	3.03%
Technology	7.78%	4.11%	3.67%
Telecom	1.64%	0.69%	0.95%
Utilities	0.35%	0.80%	-0.45%
Unclassified ⁴	13.62%	30.33%	-16.71%
Total	66.80%	58.43%	8.37%

1. 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. Strategy attribution is presented on a gross basis as Blackstone fees are applied at the Fund level and not at the strategy level. Information about BXMIX, including current month-end performance, is available on BXMIX's website at www.blackstone.com/bxmix/ or by calling 855-890-7725. Index performance is shown for illustrative purposes only. You cannot invest directly in an index. Data is from June 16, 2014 to March 31, 2016.

2. Interest rate exposure information is represented by the 10 year equivalent

3. Compared to the overall NAV of the fund. Takes into consideration delta adjustments for options

4. Comprised of index futures, options on index futures, ETFs, and ETF options

5. Equity is comprised of Equity Long/Short; Credit is comprised of Fundamental Credit and Opportunistic Trading Credit; Multi-Asset is comprised of Quantitative and Global Macro/Multi-Strategy

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.

Performance commentary

March Market Commentary

U.S. stocks moved higher in March, closing out a first quarter that took investors for a tumultuous ride. After being down over 10% for the year on February 11th, the S&P 500 staged a recovery in the final weeks of the quarter to end up slightly positive. Crude oil had a meaningful turnaround rallying from mid-February lows, with other commodities following suit. This comeback was partially the result of slowing production in the U.S., but also a weakening dollar.

The Federal Reserve's dovish meeting on March 15th sparked markets, at least in the short term. Federal Reserve Chair Janet Yellen announced that the Federal Open Market Committee had lowered its previous projection of four rate hikes in 2016 to just two, and the Fed's median expectation for the Fed Funds rate is now expected to rise to about 0.9% by year-end, rather than the previously-anticipated level of about 1.4%. This announcement closed the gap between the Fed's past statements and the market's expectations. Yellen also indicated that slower growth overseas was the primary driver of the decision, saying in her speech that "foreign economic growth now seems likely to be weaker this year than previously expected." In this regard, the Committee backed away from its previous emphasis on domestic economic data, which remains mixed. While the unemployment rate went up slightly to 5% from 4.9%, the participation rate increased, meaning more people are encouraged and are actively looking for jobs. Furthermore, the latest government data also showed an encouraging pickup in wage growth. Still, despite the Fed's confidence on the U.S. outlook, significant structural challenges remain. Retail sales were sluggish, with U.S. consumers appearing to be pulling back despite the strengthening job market. Technology company valuations, particularly among starts-ups, have also started to come down, creating a backlog of potential IPOs but also raising questions about whether sentiment in Silicon Valley may be changing. Time will tell, but with the conflicting data, the Fed may be right to move slowly and cautiously.

Review of Fund Performance

The investment objective of Blackstone Alternative Multi-Strategy Fund (the "Fund") is to seek capital appreciation. The Fund aims to achieve its objective by allocating assets among a variety of investment sub-advisers with experience managing non-traditional or "alternative" investment strategies. In March, the Fund's Class I share class returned 1.45% net of fees and expenses versus 6.78% and 6.86% for the S&P 500 and MSCI World Indices, respectively, and versus 0.92% for the Barclays U.S. Aggregate Bond Index.

Equity Strategies

Equity strategies contributed positively in March, with both the Fund's Equity Long/Short and Equity Market Neutral sub-strategies generating positive returns overall. However, performance across sub-advisers was mixed with some capturing meaningful portions of the equity upside while others continued to struggle in the volatile markets.

As a group, the Equity Long/Short sub-strategies did not capture as much of the market's upside as they have historically. Several of the Equity Long/Short sub-advisers cut risk in February, which limited their ability to fully snap back when markets recovered. However, we did see sub-advisers begin to become more constructive as the month progressed and their levels of risk reflected this view. From a sector perspective, exposures to Financials proved beneficial as this sector rebounded on the month. Meanwhile, Healthcare continued to struggle returning to pre-January levels, with Biotech offsetting broader sector losses in the Fund.

As for Equity Market Neutral sub-strategies, our sub-advisers benefited from a normalization in markets post what we observed to be one of the most extreme short squeeze environments on record. Several of the short exposures that experienced violent, technically-driven upward moves in February began to trade again on fundamentals. This reversal resulted in positive performance for the month and re-capture of some of the mark to market losses from previous months.

Credit Strategies

Credit strategies performed well in March, with all but one sub-adviser ending the month in positive territory. Both Corporate Credit and Asset Backed Credit sub-strategies generated positive returns overall. Some of the Fund's Corporate Credit sub-strategies benefited from the rally in high yield, with the J.P. Morgan High Yield Index posting a 4.73% gain for the month, which was the best performance for the asset class since October 2011's 5.42% gain. Additionally, exposure to credit risk transfer exposures contributed to performance due to spread tightening, which was mostly driven by a reversal of poor technicals and an improvement in market sentiment and the primary markets. The Fund's exposure to these credit risk transfers consists of large, diversified fixed-rate mortgage loans that were issued by Fannie Mae and Freddie Mac.

Multi-Asset Strategies

Multi-Asset strategies generated positive gains on the whole, driven primarily by exposures to credit, including emerging market debt, as well as equities, inflation, and opportunistic investments. Exposures to Greek sovereign debt snapped back after negative performance in the first two months of the year, and exposures to Brazilian rates contributed positively as well. Systematic Diversified sub-strategies detracted from performance, driven by losses in factor models including carry, momentum, and value.

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For a summary of Fund performance of other share classes, please refer to the Fund's website: <http://www.blackstone.com/bxmix>

Performance commentary

First Quarter Review

During the first quarter of 2016, the Fund's Class I share class returned -2.96%, versus 1.35% for the S&P 500 Index, -0.19% for the MSCI World Index, and 3.03% for the Barclays U.S. Aggregate Bond Index.

The first quarter was challenging for hedge fund strategies, particularly those that are equity-focused. At the end of the last quarter, we commented that the Fund benefited from Blackstone's decision to reduce allocations to sub-advisers with higher beta and higher market directionality in favor of sub-advisers with less market directionality. While additive in 2015, these portfolio shifts created headwinds in the first quarter of 2016 as the Fund's Equity Market Neutral sub-advisers were most exposed to the extreme short squeeze that took place in February. As managers sought to de-risk their portfolios, they covered their short positions, which drove prices up despite little to no improvement in fundamentals. The short squeeze was pervasive across Equity Long/Short and Equity Market Neutral strategies and dramatically affected many hedge funds that focus on single-name shorts. Despite the challenges, we continue to believe that single name short exposures are a potential source of alpha over the long term, and may continue to benefit the portfolio over time. Finally, equity strategies were also negatively affected by a reversal in factor returns, particularly momentum. High momentum names tended to be crowded, and traded down due to selling pressure as hedge funds sought to unwind these exposures.

Credit strategies also faced challenging market conditions in the first quarter, detracting from performance. While the Fund's asset-backed sub-strategies experienced mark-to-market losses in January and February, our sub-advisers continued to search for opportunities to take advantage of market dislocations, and these exposures performed well in March. We are also increasingly bullish on some opportunities in corporate credit, which is an area where Blackstone has been underweight for several years. Now that excessive issuance, volatility, interest rate-hikes, and slowing global growth have led to weakness in corporate credit markets, redemptions and fund outflows have created forced sellers of attractive risk across the corporate credit spectrum.

Finally, the Fund's Multi-Asset strategies also experienced weakness during the quarter. Some strategies within this category generated positive returns, particularly those with exposure to emerging markets. Continued dovish, low-interest rate credit conditions in the U.S. are making emerging markets credit exposures increasingly attractive, and we continue to source attractive opportunities in macro strategies. Strategies that avoided trading momentum also performed well, as momentum saw a big reversal in the first part of this year. Exposures that hurt the Multi-Asset category were value strategies that caused losses in fixed income, FX, and commodity markets.

We continue to believe that a recession in 2016 is not likely, despite the volatile start to the year. Nevertheless, we are cautious on the prospects for beta-driven returns and, therefore, continue to maintain the low beta of the portfolio by limiting exposure to sub-advisers running with higher market directionality. The Fund's beta to the S&P 500 is now 0.17, the lowest level since inception. We believe that the current environment is primed for investment strategies that are diversified and hedged by nature and that offer alpha generation potential through security selection and strategic asset allocation.

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For a summary of Fund performance of other share classes, please refer to the Fund's website: <http://www.blackstone.com/bxmixon>

Disclosure information

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Important Disclosures Regarding Exposure

Exposure data presented herein does not consider the impact of delta on option positions (unless noted otherwise). Instead, exposures represent the market value of each underlying instrument. Positions of unknown type (if any) are excluded from exposure data.

There is no attempt in this report to differentiate between or adjust for shorter versus longer duration rates trades. Instead, they are shown only by market value of exposure. Given that exposure data is based on fund holdings, it excludes unsettled trades. Position level data is obtained from State Street Bank and Trust Company, the administrator for BXMIX. Blackstone does not guarantee the accuracy of such data.

Glossary of Terms:

Gross Exposure: Reflects the aggregate of long and short investment positions in relation to the net asset value. For example, if BXMIX has 60% long exposure and 50% short exposure to a particular asset class, then BXMIX has 110% gross exposure to that asset class. 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. For example, if BXMIX has 60% long exposure and 50% short exposure to a particular asset class, then BXMIX is 10% net exposure to that asset class. **Long:** A long position occurs when an individual owns securities. **Short:** 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. **VaR:** A statistical technique used to measure and quantify the level of financial risk within a firm or investment portfolio over a specific time frame. Value at risk is used by risk managers in order to measure and control the level of risk which the firm undertakes. The risk manager's job is to ensure that risks are not taken beyond the level at which the firm can absorb the losses of a probable worst outcome. **DV01:** A bond valuation calculation showing the dollar value of a one basis point change in interest rates or yield. **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.

Glossary of Indices

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S&P 500 Total Return Index: market capitalization-weighted index that includes 500 stocks representing all major industries. Returns are denominated in U.S. dollars and include dividends. The index is a proxy of the performance of the broad U.S. economy through changes in aggregate market value.

Important Risks

An investment in BXMIX 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. BXMIX'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 BXMIX:

Allocation Risk – Blackstone's judgment about the attractiveness, value or market trends affecting a particular asset class, investment style, subadviser or security may be incorrect and this may have a negative impact upon performance.

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.

Distressed Securities Risk – investments in securities of business enterprises involved in workouts, liquidations, reorganizations, bankruptcies and similar situations involve a high degree of risk of loss since there is typically substantial uncertainty concerning the outcome of such situations.

Event-Driven Trading Risk – involves the risk that the specific event identified may not occur as anticipated and that this may have a negative impact upon the market price of the securities involved.

Foreign Investments/ Emerging Markets Risk – involves special risks caused by foreign political, social and economic factors, including exposure to currency fluctuations, less liquidity, less developed and less efficient trading markets, political instability and less developed legal and auditing standards.

High Portfolio Turnover Risk – active trading of securities can increase transaction costs (thus lowering performance) and taxable distributions.

Model and Technology Risk – involves the risk that model-based strategies, data gathering systems, order execution and trade allocation systems and risk management systems may not be successful on an ongoing basis or could contain errors, omissions, imperfections or malfunctions.

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.

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