

Blackstone Alternative Multi-Strategy Fund (BXMIX)

As of November 30, 2017

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 focuses on the preservation of capital and seeks to maintain an investment portfolio with, on average, lower volatility relative to the broader equity markets.

Fund highlights

Fund assets⁶	\$5,227 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)⁷

Management Fee	1.88%
Div. & Interest Expense on Sec. Sold Short	0.63%
Other Expenses	0.64%
Gross Expense Ratio	3.15%

Portfolio managers

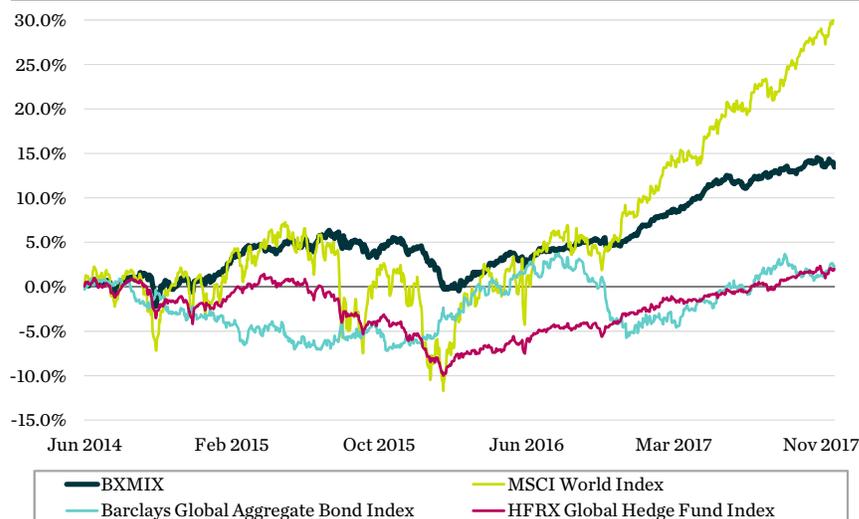
Name	Years at Blackstone
Gideon Berger	15.76 Years
Min Htoo	0.47 Year
Robert Jordan	6.49 Years
David Mehenny	7.26 Years
Ian Morris	7.76 Years
Alberto Santulin	14.76 Years
Stephen Sullens	16.68 Years

Fund net performance^{1,2,3}

	As of 09/29/2017			As of 11/30/2017				ITD Statistics			
	YTD	1Yr	ITD	Nov-17	YTD	1Yr	ITD	St.Dev.	Beta ⁴	Alpha ⁵	Sharpe
BXMIX	6.95%	7.65%	3.82%	(0.64%)	7.25%	8.16%	3.72%	3.26%	-	-	0.93
HFRX Global	4.43%	5.64%	0.37%	0.07%	5.22%	6.12%	0.57%	3.48%	0.59	3.34%	(0.03)
Barclays Gbl Agg	6.25%	(1.26%)	0.49%	1.11%	7.02%	6.53%	0.67%	5.18%	(0.11)	3.81%	(0.00)
MSCI World	16.53%	18.83%	7.20%	2.22%	21.39%	24.34%	8.11%	11.00%	0.18	2.21%	0.67

1. Performance is presented through November 30, 2017. 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. Additional information and performance data current to the most recent month-end is available at www.bxmix.com.

Cumulative net performance^{1,2}



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 November 30, 2017.

7. Gross expense ratio represents the expense ratio applicable to investors. Other Expenses includes remainder of other expenses, acquired fund fees & expenses, and fees waived and/or expenses reimbursed/recouped. Through August 31, 2019 Blackstone Alternative Investment Advisors 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. Please find the Fund's Prospectus at www.bxmix.com.

Sub-adviser allocations

MANAGER	STRATEGY	SUB-STRATEGY	CURRENT ALLOCATION
GSIS	Equity Hedge	Equity Long Short	27%
HealthCor	Equity Hedge	Equity Long Short	
Two Sigma Advisers	Equity Hedge	Equity Market Neutral	
Bayview	Relative Value	Fixed Income - Asset Backed	19%
Cerberus ¹	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	9%
Boussard & Gavaudan	Event Driven	Multi-Strategy	
Magnetar ³	Event Driven	Risk Arbitrage	
Nephila ¹	Event Driven	Reinsurance	
Emso	Macro	Discretionary Thematic	44%
H2O	Macro	Discretionary Thematic	
GSA	Macro	Systematic Diversified	
IPM	Macro	Systematic Diversified	
D.E. Shaw	Multi-Strategy	N/A	
BAIA-Direct ²	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%. Sub-adviser allocations do not represent investment exposure. For details of investment exposure, including leverage, please see the Monthly Exposure Report and Commentary, which is available at blackstone.com/bamsf.

- Sub-adviser is not currently managing any Fund assets. Allocations may change at any time without notice.
- BAIA manages a portion of the Fund's assets directly. Such investments presently include allocations to BAIA's systematic risk premia trading strategy, a short-only fundamental equity strategy (advised by Gracian Capital on a non-discretionary basis), and funds managed by Glenview Capital Management LLC, and may include other opportunistic trades in the future. BAIA's fees on directly managed assets are not reduced by a payment to a sub-adviser.
- The Fund's prospectus describes conflicts of interest that may affect it and the Fund. One of these relates to Blackstone Strategic Capital Advisors L.L.C. ("BSCA"), an affiliate of BAIA. See Conflicts of Interest -- Financial Interests in Underlying Managers -- Blackstone Strategic Capital Advisors L.L.C. in the Fund's current prospectus. BSCA 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. Allocations to Magnetar benefit the BSCA Funds and BSCA and reductions from Magnetar are detrimental to the BSCA Funds and BSCA. Accordingly, there may be a conflict between BAIA's fiduciary obligation to the Fund, on the one hand, and BAIA's interest in the success of the BSCA Funds, on the other hand. The Fund will not participate in any of the economic arrangements between the BSCA Funds and any Strategic Capital Manager with which the Master Fund invests.

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%	1.32%	0.90%	-0.50%	1.10%	0.00%	0.89%	0.00%	-0.20%	0.85%	1.35%
2017	1.67%	0.77%	0.96%	1.52%	1.12%	-1.01%	0.93%	0.92%	-0.09%	0.92%	-0.64%		7.25%

1. Performance is presented through November 30, 2017. Net performance is net of the Gross 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.bxmixon.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.bxmixon.com. All investors are urged to carefully read the prospectus and the summary prospectus in its entirety before investing.

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 Global Bond Index:** provides a broad-based measure of the global investment grade fixed-rate debt markets. It is comprised of the U.S. Aggregate, Pan-European Aggregate, and the Asian-Pacific Aggregate Indexes. **HFRRX Global Hedge Fund Index:** HFRRX 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; 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. The methodology is based on defined and predetermined rules and objective criteria to select and rebalance components to maximize representation of the Hedge Fund Universe. **MSCI World Index:** a market capitalization weighted index designed to provide a broad measure of equity-market performance throughout the world. The MSCI World is maintained by Morgan Stanley Capital International, and is comprised of stocks from all the developed markets in the world. The MSCI information may only be used for your internal use, may not be reproduced or disseminated in any form and may not be used as a basis for or a component of any financial instruments or products or indices. None of the MSCI information is intended to constitute investment advice or a recommendation to make (or refrain from making) any kind of investment decision and may not be relied on as such. Historical data and analysis should not be taken as an indication or guarantee of any future performance analysis, forecast or prediction. The MSCI information is provided on an "as is" basis and the user of this information assumes the entire risk of any use made of this information. MSCI, each of its affiliates and each other person involved in or related to compiling, computing or creating any MSCI information (collectively, the "MSCI Parties") expressly disclaims all warranties (including, without limitation, any warranties of originality, accuracy, completeness, timeliness, non-infringement, merchantability and fitness for a particular purpose) with respect to this information. Without limiting any of the foregoing, in no event shall any MSCI Party have any liability for any direct, indirect, special, incidental, punitive,

consequential (including, without limitation, lost profits) or any other damages. (www.msci.com).

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. **Leverage Risk** – borrowing money or engaging in transactions that create investment leverage can produce volatility and may exaggerate changes in the net asset value of Fund shares.

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

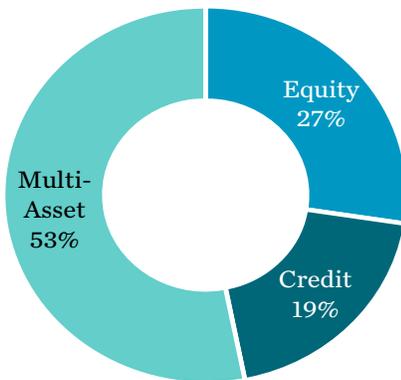
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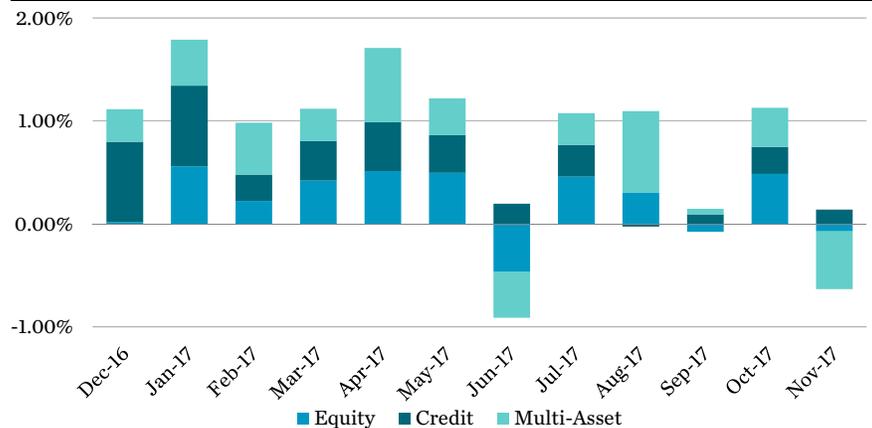
Performance summary^{1,2,3}

Sub-Strategy Performance	Allocation at 11/30/2017	MTD		QTD		YTD		Trailing 12 Months		ITD Cumulative Performance	
		Return	Attribution	Return	Attribution	Return	Attribution	Return	Attribution	Return	Attribution
Equity	27.43%	(0.19%)	(0.07%)	1.42%	0.41%	9.71%	2.95%	9.77%	2.98%	26.49%	9.20%
Credit	19.45%	0.63%	0.14%	1.79%	0.40%	11.01%	3.35%	13.52%	4.15%	22.66%	7.05%
Multi-Asset	53.12%	(0.91%)	(0.56%)	(0.28%)	(0.19%)	5.55%	2.94%	6.23%	3.30%	13.56%	5.31%
Cash & Other			(0.14%)		(0.36%)		(1.99%)		(2.28%)		(8.11%)
Net Return		(0.64%)		0.27%		7.25%		8.16%		13.46%	

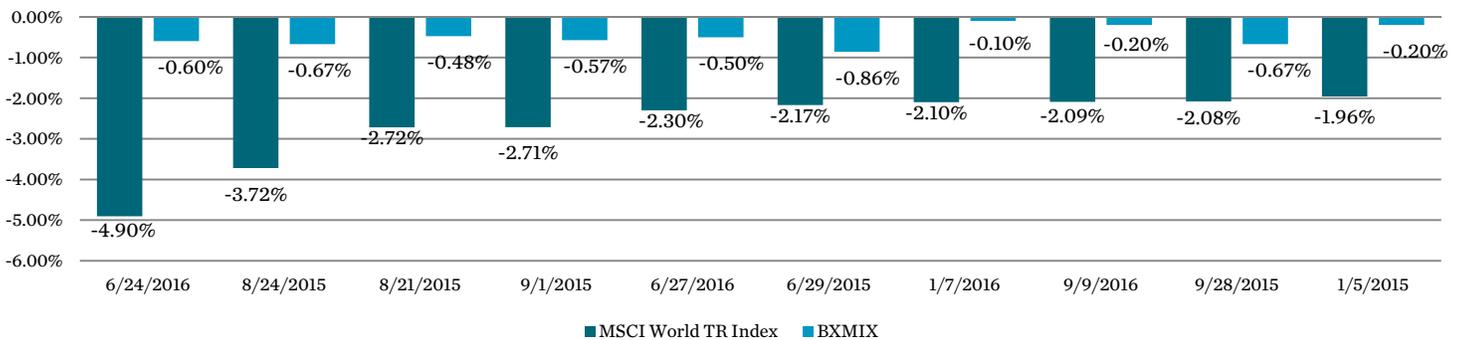
Sub-strategy summary³



Trailing 12 month sub-strategy attribution^{1,3}



BXMIX performance on worst 10 trading days for MSCI World since inception⁴



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. ITD net return is cumulative not annualized. Information about BXMIX, including current month-end performance, is available on BXMIX's website at www.bxmix.com 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 November 30, 2017.

- Sub-strategy performance is shown gross of all fees and expenses. Performance is estimated and unaudited.
- Equity is comprised of Equity Long/Short, Equity Market Neutral; Credit is comprised of Fixed Income - Asset Backed, Fixed Income - Corporate, Distressed/Restructuring; Multi-Asset is comprised of Discretionary Thematic, Systematic Diversified, Risk Arbitrage, Multi-Strategy
- Sub-strategy allocations exclude exposures to Fund level cash, hedging and expenses and are adjusted pro-rata to equal 100%.
- The indices presented are indicative and for illustrative purposes only. The volatility of the index presented may be materially different from that of the performance of the Fund. In addition, the index employs different investment guidelines and criteria than the Fund; as a result, the holdings in the Fund may differ significantly from the securities that comprise the index. The performance of the index has not been selected to represent an appropriate benchmark to compare to the performance of the Fund, but rather is disclosed to allow for comparison of the Fund's performance to that of well-known and widely recognized index. A summary of the investment guidelines for the index presented is available upon request. Performance of the index reflects the reinvestment of dividends. Please see glossary of terms at the end of this presentation for index definitions. The average daily return for BXMIX for the 10 best MSCI World TR days is 0.36%, while the average return of MSCI World TR for the 10 best MSCI World TR days was 2.07%.

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.

Additional information and current performance data is available at www.bxmix.com.

Asset class exposure¹



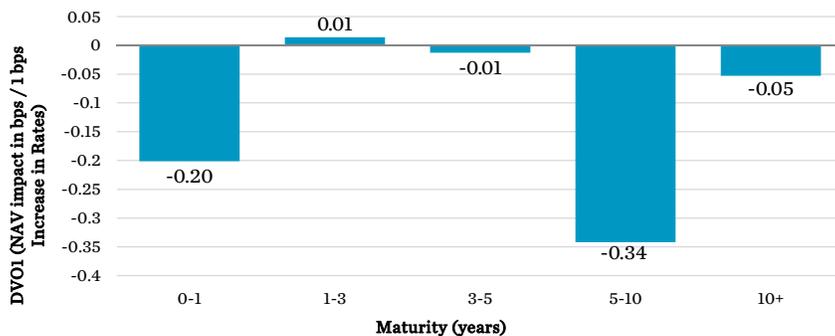
Geographic exposure¹

	Long	Short	Net
US/Canada	109.47%	67.38%	42.09%
Core Europe	45.38%	31.51%	13.87%
Peripheral Europe	4.15%	0.62%	3.53%
Lat. Am./Caribbean	7.01%	1.15%	5.86%
Middle East/Africa	1.32%	1.40%	-0.08%
Japan	9.03%	12.05%	-3.02%
Asia general	10.66%	5.26%	5.40%
China/HK/Taiwan	5.16%	6.16%	-0.99%
Total	192.17%	125.52%	66.65%

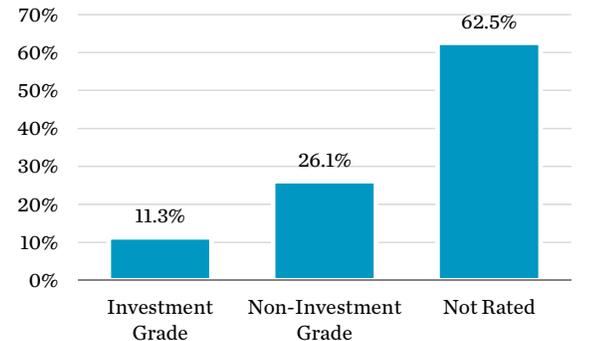
Currency exposure¹

Region	Long	Short	Net
Asia general	6.75%	3.28%	3.47%
China/HK/Taiwan	0.28%	1.46%	-1.18%
Core Europe	3.63%	13.79%	-10.16%
Japan	4.15%	2.50%	1.64%
Latin America	1.47%	0.62%	0.85%
Middle East/Africa	0.57%	0.23%	0.35%
Peripheral Europe	0.36%	0.01%	0.35%
US/Canada	2.25%	4.10%	-1.85%
Total	19.45%	25.98%	-6.53%

Fixed income interest rate sensitivity³



Fixed income ratings^{1,2}



Equity exposure – sector breakdown¹

	Long	Short	Net
Energy	1.07%	3.52%	-2.45%
Materials	2.40%	2.01%	0.39%
Industrials	5.14%	2.99%	2.16%
Consumer Discretionary	9.00%	7.12%	1.88%
Consumer Staples	3.36%	2.89%	0.47%
Health Care	12.32%	6.82%	5.50%
Financials	5.28%	4.86%	0.42%
Real Estate	0.67%	2.08%	-1.41%
Information Technology	11.15%	8.79%	2.36%
Telecommunication Services	1.49%	0.87%	0.62%
Utilities	1.26%	0.66%	0.60%
Index**	26.04%	21.70%	4.35%
Unclassified***	4.00%	0.00%	4.00%
Total	83.20%	64.30%	18.90%

VaR analysis⁴

Date	VaR
11/30/17	1.69%

- In the case of non-interest rate instruments, exposure data represents the delta adjusted market value. In the case of interest rate products, exposure data is represented by the 10-year equivalent instrument. Positions of unknown type (if any) are excluded from exposure data. The Fund does not guarantee the accuracy of such data.
- Positions of unknown type (if any) are excluded from exposure data. Data is obtained from StateStreet, the administrator for the Fund. The Fund does not guarantee the accuracy of such data. Using the higher Standard & Poor's ("S&P's") and/or Moody's Investor Service ("Moody's") ratings. Investment grade is a rating of a bond that has a relatively low risk of default. Investment grade are bonds rated above BBB- for S&P and Baa3 for Moody's. Non-investment grade is below Investment grade to D.
- Dv01 represents the estimated change in NAV for the fund, expressed in basis points, for a 1 basis point increase in interest rates across each of the maturity ranges shown. Fixed income instruments are typically held across a number of different currencies.
- Value at Risk ("VaR") seeks to estimate, using historical data, the loss the Fund could suffer. VaR is calculated at a 99% confidence level for a one month holding period (20 business days) using a model based on historical Fund data. Please see the Glossary of Terms for a further explanation of VaR.

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

**Do not have a GICS sector assigned

Performance commentary

November Market Commentary

In November, Global equity markets continued their upward march for the year, returning 2.22%¹ for the month and 21.39%¹ for the year. However, despite this broader trend, we saw dispersion at the regional level, with U.S. equities performing well, up 3.07%², but European equity markets losing 1.53%³ during the month. In Europe, political uncertainty, ranging from unproductive coalition talks in Germany to turmoil in Spain around the Catalonia referendum, dampened investor sentiment. In the U.S., we saw progress towards tax reform, as both chambers of Congress passed their respective versions of the tax bill, which, if signed into law, would be the most sweeping tax overhaul since President Reagan's tax cuts in the 1980s. This could have meaningful implications for broader markets, including the opportunity for U.S. companies to repatriate trapped foreign funds to pay for share buybacks and other activities.

One interesting market dynamic that had an outsized impact on the performance in November was a sharp factor reversal towards the end of the month. Momentum – a factor premised upon the tendency for assets' relative performance to continue for a certain period of time – gave up gains, and value – a factor defined by systematic comparison of some measure of an asset's fundamental value to its price – outperformed. To understand what drove this reversal, we dug a layer deeper into the underlying components of widely used 'momentum' and 'value' indices. Looking at the constituent sectors of each, we found that, while they are similar (Consumer Discretionary, Financial Services, and Information Technology make up 50-60% of each index), the weighted-average effective tax rate for companies within the value index is 26%, over 1.5x the 17% for companies within the momentum index. This could explain, at least in part, the performance reversal that occurred in the last week of trading.

In last month's commentary, we discussed our view that market valuations appear stretched, and highlighted events that could potentially rattle markets to the downside should they occur. This month, we wanted to revisit several key signposts – themes we touched on earlier in the year – which we are monitoring to assess a potential slowdown in the economy:

The first signpost is retail. It is common knowledge that the sector is under pressure from a few angles. E-commerce and the internet are materially impacting "big box" retail and traditional shopping malls. We expect that some retailers are going to survive and have already seen many shopping malls reinvent their business models in pretty interesting ways in order to attract and retain consumers (e.g., high-end restaurants, experiential activities, etc.). The changing environment for traditional retail is not the surprising story here. What we find interesting is that when you look at the employment data, retail jobs are at record highs. This is counterintuitive, but it suggests that a large number of jobs could be eliminated if the downward trend in retail continues and such job elimination would have a negative impact on the economy.

The second signpost we are monitoring is auto delinquencies given the increase in subprime auto loans. We're now at 2008 levels in terms of the dollar amounts of subprime auto loans that are delinquent. A quarter of total auto sales are driven by such loans, and the loan characteristics are not reassuring. The prospect of autonomous vehicles in the coming years could further impact this space.

The third signpost is the potential for a repeal of Obamacare. The U.S. Congressional Budget Office, a nonpartisan entity, has predicted that millions of Americans could lose healthcare if Obamacare is repealed. Healthcare is not only an individual's concern; it also impacts a nation's GDP. Healthcare spending has contributed to U.S. GDP growth over the past several years and it is actually twice as high today relative to multi-decade averages. As a result, a reduction in healthcare spending on a standalone basis could drag down GDP. This GDP reduction could be offset elsewhere in the economy but, nonetheless, it is important to monitor.

Our final primary signpost is the potential for reduction in global tourism. Half of international tourist arrivals to the U.S. come through California, New York, and Florida. This tourism buoys the local economies of these regions and unfortunately these arrivals are declining. New York City is officially forecasting the first decline in arrivals since 2008. That has huge implications across a number of sectors, and it's not geographically homogenous across the country.

We remain cautious of long-only exposure to traditional stocks and bonds, and we continue to espouse the value proposition of alternative investments. In spite of inherent uncertainty of financial markets and what the future holds, we remain confident in investment strategies that are both diversified and hedged by nature, and that offer alpha generation potential through active security selection and strategic asset allocation.

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1. As represented by the MSCI World Index.
 2. As represented by the S&P 500 Index.
 3. As represented by the MSCI Europe (ex-UK) Index.

Review of November Fund Performance

The investment objective of the 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, each with experience managing non-traditional or “alternative” investment strategies or by managing assets directly (via BAIA⁴). In November, the Fund’s Class I share class⁵ returned -0.64%⁶ net of fees and expenses versus 3.07% and 2.22% for the S&P 500 and MSCI World indices, respectively, and versus 1.11% for the Barclays Global Aggregate Bond Index⁷.

Equity Strategies

Equity strategies detracted from performance in November. Losses were largely driven by negative alpha, where hedges outperformed their respective long or short position. Long exposure to certain tech names declined, driven by re-pricing following disappointing Q3 earnings results. The factor reversal mentioned previously was a headwind for certain of the Fund’s Equity sub-advisers who employ quantitative models, with losses at the end of the month largely offsetting gains made earlier in the month.

Credit Strategies

Credit strategies generated gains in November. Exposures to government-sponsored enterprise (“GSE”) credit risk transfer (“CRT”) bonds drove performance, with spreads on older vintages continuing to tighten. As we discussed last month, these exposures have benefitted from increasing perceived creditworthiness as they (i) have built a track record of steady payments over time, and (ii) have received ratings on certain portions of their underlying collateral from the National Association of Insurance Commissioners (“NAIC”). Other positive contributions came from exposures to high yield, despite the selloff during the first half of the month, where mark-to-market gains in certain media names helped generate positive performance.

Multi-Asset Strategies

As the largest allocation in the portfolio with over 50% of the Fund’s assets, Multi-Asset strategies were the largest detractor from performance during November. Much of this underperformance can be attributed to the aforementioned factor reversal, which caused meaningful performance dispersion between momentum and value – with momentum producing losses, and value gains – reversing trends that had persisted for most of the year. Several of the Fund’s sub-advisers employ systematic strategies with the objective of isolating specific risk premia – sources of return with intuitive economic underpinnings, such as momentum or value described above – across asset classes and geographies. Some of the trading models employed by these sub-advisers take shorter-term views, factoring in recent market moves to inform positioning, but most are formulated around medium-to-long-term trends, which means they aim to capture more persistent risk premia over longer time frames. Accordingly, these models are less likely to adapt to short-term swings in market factors, and in a month like November, where longer-term trends reversed suddenly, they did not adjust positioning dramatically and thus experienced losses. As long-term investors, we retain our conviction in risk premia as a strategy, and believe that the diversification benefits and potential to harvest differentiated sources of return over time outweigh the month-to-month fluctuations that may at times detract from performance.

On the positive side, idiosyncratic healthcare exposures contributed gains, offsetting some of the losses mentioned above. Additionally, exposure to a South American currency through short duration local sovereign bonds benefited from a rate hike by the country’s Central Bank enacted during the month. The rate hike on short-term securities, the second such measure taken in the last three months, is a part of the Central Bank’s attempt to keep inflation at bay.

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4. BAIA manages a portion of the Fund’s assets directly. Such investments presently include allocations to BAIA’s systematic risk premia trading strategy, a short-only fundamental equity strategy (advised by Gracian Capital on a non-discretionary basis), and funds managed by Glenview Capital Management LLC, and may include other opportunistic trades in the future. BAIA’s fees on directly managed assets are not reduced by a payment to a sub-adviser. For a summary of Fund performance of other share classes, please refer to the Fund’s website: <http://www.blackstone.com/bxmix>
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 6. Performance is shown net of the Gross Expense Ratio less waived expenses for Class I shares. 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 above. Information is estimated and unaudited.
 7. Indices are provided for illustrative purposes only. They have not been selected to represent appropriate benchmarks for the Fund, but rather are disclosed to allow for comparison of the Fund’s performance to that of well-known and widely recognized indices. The indices may include holdings that are substantially different than investments held by the Fund 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 the Fund. 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.

Opinions expressed reflect the current opinions of BAIA as of the date of this material only and should not be the basis of any investment decisions. Past performance is not necessarily indicative of future results. There can be no assurance that the Fund or its underlying managers will achieve their investment objectives or avoid significant losses. The Fund is actively managed and allocations are subject to ongoing revision. Certain of the information provided herein has been obtained from or derived from BAIA’s underlying managers. BAIA does not guarantee the accuracy or completeness of such information.

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.blackstone.com/bxmixon. All investors are urged to carefully read the prospectus and, if available, the summary prospectus in its entirety before investing. Additional information regarding BXMIX is available upon request.

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

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. A VaR model has certain inherent limitations and it cannot be relied upon to predict or guarantee that the size or frequency of losses incurred by a Fund will be limited to any extent. As the VaR model relies on historical market data as one of its key inputs, if current market conditions

differ from those during the historical observation period, the effectiveness of the VaR model in predicting the VaR of a Fund may be materially impaired. **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

Market indices obtained through Bloomberg. 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. **MSCI World Index:** a market capitalization weighted index designed to provide a broad measure of equity-market performance throughout the world. The MSCI World is maintained by Morgan Stanley Capital International, and is comprised of stocks from all the developed markets in the world. The MSCI information may only be used for your internal use, may not be reproduced or disseminated in any form and may not be used as a basis for or a component of any financial instruments or products or indices. None of the MSCI information is intended to constitute investment advice or a recommendation to make (or refrain from making) any kind of investment decision and may not be relied on as such. Historical data and analysis should not be taken as an indication or guarantee of any future performance analysis, forecast or prediction. The MSCI information is provided on an "as is" basis and the user of this information assumes the entire risk of any use made of this information. MSCI, each of its affiliates and each other person involved in or related to compiling, computing or creating any MSCI information (collectively, the "MSCI Parties") expressly disclaims all warranties (including, without limitation, any warranties of originality, accuracy, completeness, timeliness, non-infringement, merchantability and fitness for a particular purpose) with respect to this information. Without limiting any of the foregoing, in no event shall any MSCI Party have any liability for any direct, indirect, special, incidental, punitive, consequential (including, without limitation, lost profits) or any other damages. (www.msci.com).