

Blackstone Alternative Multi-Strategy Fund (BXMIX)

As of July 31, 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	\$4,743 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

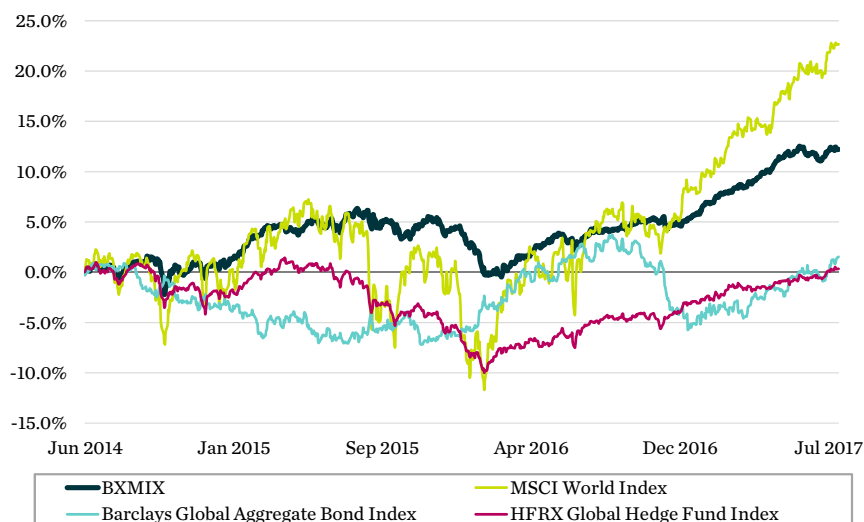
Name	Years at Blackstone
Gideon Berger	15 Years
Min Htoo	<1 Year
Robert Jordan	6 Years
David Mehenny	6 Years
Ian Morris	7 Years
Alberto Santulin	14 Years
Stephen Sullens	16 Years

Fund net performance^{1,2,3}

	06/30/2017			As of 07/31/2017				ITD Statistics			
	YTD	1Yr	ITD	Jul-17	YTD	1Yr	ITD	St.Dev.	Beta ⁴	Alpha ⁵	Sharpe
BXMIX	5.09%	7.90%	3.55%	0.93%	6.07%	7.72%	3.75%	3.34%	-	-	1.05
HFRX Global	2.56%	6.00%	-0.21%	0.93%	3.51%	5.45%	0.09%	3.57%	0.60	5.10%	-0.05
Barclays Gbl Agg	4.41%	-2.18%	0.01%	1.68%	6.16%	-1.28%	0.55%	5.18%	-0.12	5.08%	0.06
MSCI World	11.02%	18.86%	6.10%	2.42%	13.71%	16.78%	6.75%	11.22%	0.18	3.22%	0.58

1. Performance is presented through July 31, 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.blackstone.com/bxmix.

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 July 31, 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.blackstone.com/bxmix.

Sub-adviser allocations

MANAGER	STRATEGY	SUB-STRATEGY	CURRENT ALLOCATION
Goldman Sachs	Equity Hedge	Equity Long Short	26%
HealthCor	Equity Hedge	Equity Long Short	
Two Sigma Advisers	Equity Hedge	Equity Market Neutral	
Bayview	Relative Value	Fixed Income - Asset Backed	23%
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	11%
Boussard & Gavaudan	Event Driven	Multi-Strategy	
Nephila ¹	Event Driven	Reinsurance	
Emso	Macro	Discretionary Thematic	41%
H2O	Macro	Discretionary Thematic	
IPM	Macro	Systematic Diversified	
GSA	Macro	Systematic Diversified	
Magnetar	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.

1. Sub-adviser is not currently managing any Fund assets. Allocations may change at any time without notice.

2. 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.

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%						6.07%

1. Performance is presented through July 31, 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.blackstone.com/bxmix. *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.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 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. **HFRX Global Hedge Fund Index:** 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; 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

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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.

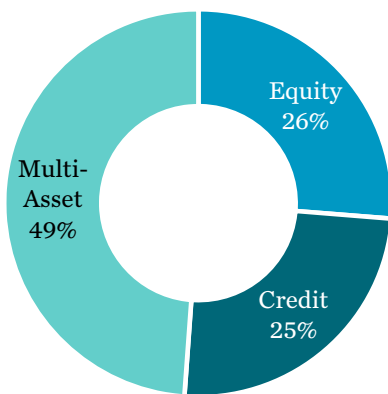
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As of July 31, 2017

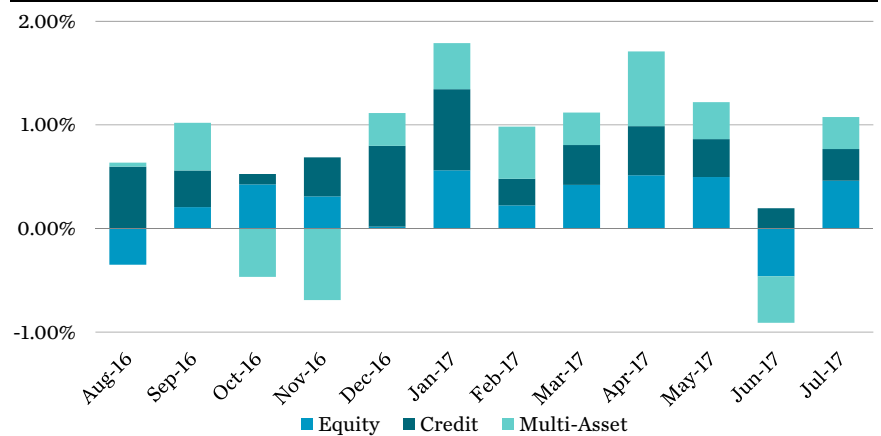
Performance summary^{1,2,3,4}

Sub-Strategy Performance	Allocation at 7/31/2017	MTD		QTD		YTD		Trailing 12 Months		ITD Cumulative Performance	
		Return	Attribution	Return	Attribution	Return	Attribution	Return	Attribution	Return	Attribution
Equity	26.28%	1.60%	0.46%	1.60%	0.46%	7.35%	2.26%	7.82%	2.42%	24.11%	8.53%
Credit	24.88%	1.06%	0.31%	1.06%	0.31%	8.76%	2.84%	18.23%	5.52%	20.17%	6.52%
Multi-Asset	48.84%	0.55%	0.31%	0.55%	0.31%	4.43%	2.25%	4.10%	1.93%	12.08%	4.51%
Cash & Other			-0.14%		-0.14%		-1.28%		-1.97%		-7.35%
Net Return			0.93%		0.93%		6.07%		7.90%		12.21%

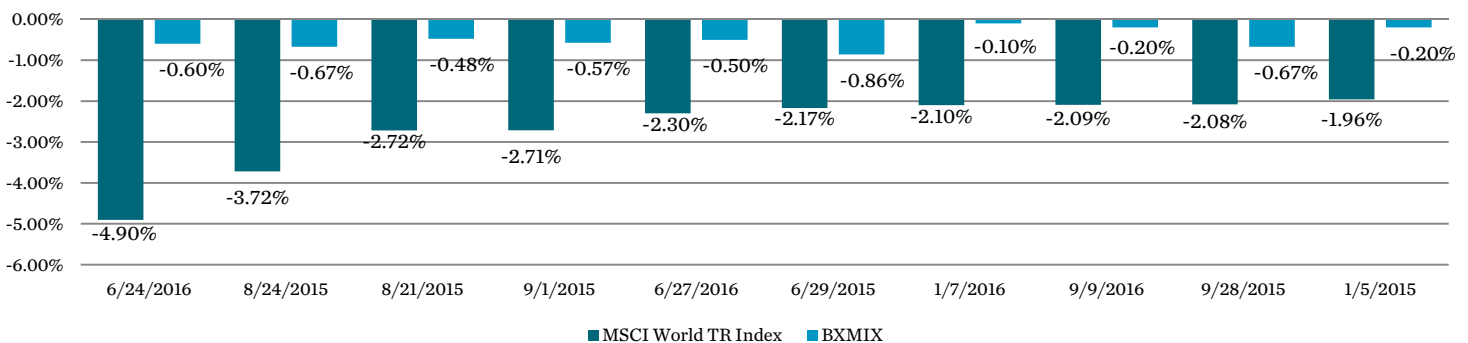
Sub-strategy summary³



Trailing 12 month sub-strategy attribution^{1,3,4}



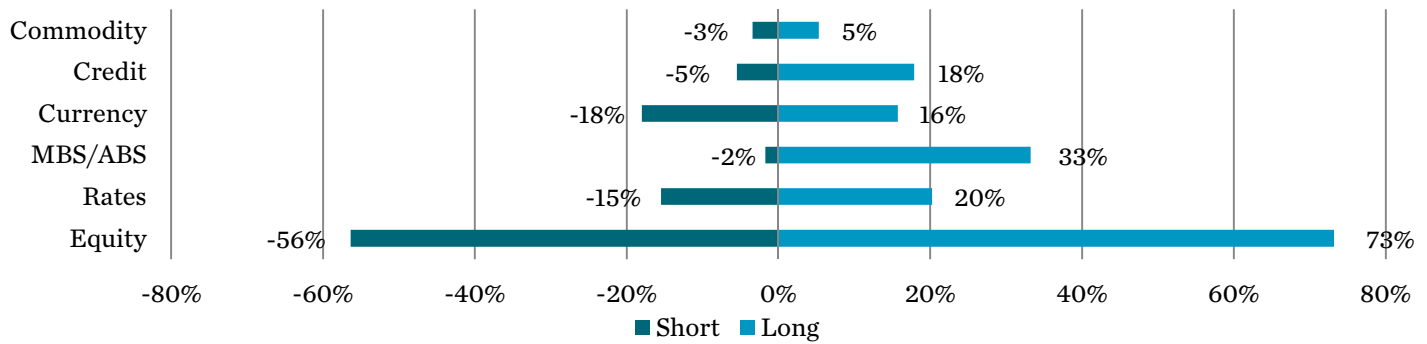
BXMIX performance on worst 10 trading days for MSCI World since inception⁵



1. Sub-strategy performance is shown gross of all fees and expenses. Performance is estimated and unaudited.
 2. 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, Multi-Strategy
 3. Sub-strategy allocations exclude exposures to Fund level cash, hedging and expenses and are adjusted pro-rata to equal 100%.
 4. 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.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 May 31, 2017.
 5. 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 0.35%, while the average return of MSCI World TR for the 10 best MSCI World TR days was 2.06%.

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 exposure¹



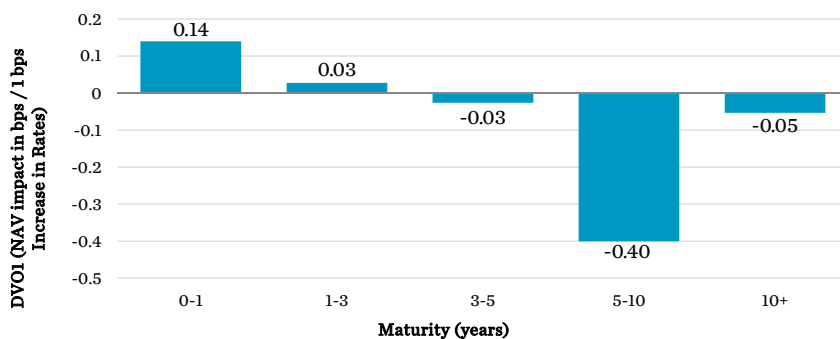
Geographic exposure¹

	Long	Short	Net
US/Canada	101.16%	54.56%	46.60%
Core Europe	34.50%	29.17%	5.33%
Peripheral Europe	4.95%	1.92%	3.02%
Lat. Am./Caribbean	7.59%	0.97%	6.62%
Middle East/Africa	1.55%	1.39%	0.16%
Japan	3.93%	8.09%	-4.16%
Asia general	8.38%	1.86%	6.53%
China/HK/Taiwan	3.48%	2.49%	0.99%
Total	165.54%	100.44%	65.10%

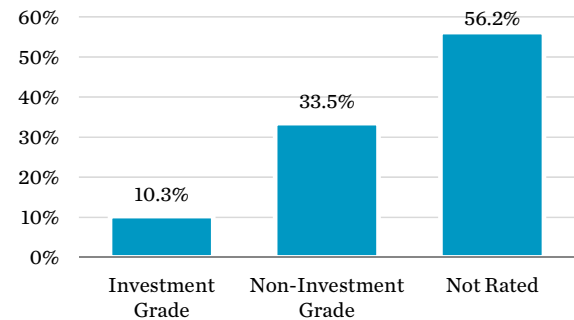
Currency exposure¹

Region	Long	Short	Net
Asia general	5.83%	1.09%	4.75%
China/HK/Taiwan	0.36%	0.36%	0.00%
Core Europe	3.30%	9.69%	-6.39%
Japan	2.07%	2.23%	-0.16%
Latin America	1.74%	0.65%	1.09%
Middle East/Africa	0.87%	0.19%	0.69%
Peripheral Europe	0.41%	0.42%	-0.01%
US/Canada	1.12%	3.37%	-2.25%
Total	15.72%	18.00%	-2.28%

Fixed income interest rate sensitivity³



Fixed income ratings^{1,2}



Equity exposure – sector breakdown¹

	Long	Short	Net
Energy	0.96%	2.65%	-1.69%
Materials	2.80%	1.05%	1.75%
Industrials	3.94%	2.32%	1.62%
Consumer Discretionary	8.37%	5.97%	2.40%
Consumer Staples	2.52%	3.60%	-1.08%
Health Care	12.46%	7.33%	5.13%
Financials	5.25%	3.57%	1.68%
Real Estate	0.64%	2.08%	-1.44%
Information Technology	10.97%	8.43%	2.54%
Telecommunication Services	1.89%	1.13%	0.76%
Utilities	0.86%	0.40%	0.46%
Index*	20.72%	17.81%	2.90%
Unclassified**	1.82%	0.00%	1.82%
Total	73.19%	56.34%	16.85%

VaR analysis⁴

Date	VaR
7/31/17	1.94%

- 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

July Market Commentary

Since last November's presidential election, U.S. equity markets have soared, despite many voices expressing concern about rich valuations as price-to-earnings ratios swelled to levels materially exceeding historical averages. But in the first quarter, we saw earnings increase 15% for the S&P 500, and in July, it was reported that such earnings for the second quarter grew an estimated 11%⁽¹⁾. Indeed, with over half of the S&P 500 reporting second quarter results, almost three quarters beat analysts' expectations⁽²⁾. This may suggest that fundamentals and valuations are beginning to converge, or at any rate, fundamentals are starting to catch up. Put another way, perhaps U.S. equities' rise over the past three quarters began with exuberant expectation of new administration policy changes, but, as policy initiatives fizzled out or ran up against obstacles, the justification for the U.S. equity market's steady upward march shifted to anticipation of rising corporate earnings.

July bore this out, with the S&P 500 rising 2.1% on earnings, led by the telecommunications and information technology sectors, in spite of ongoing Washington gridlock. Late in the month, Senate Republicans yet again snatched defeat from the jaws of victory in the latest episode of the GOP's seemingly Sisyphean efforts to reform the U.S. healthcare system, as a slimmed-down Obamacare repeal vote narrowly failed. This failure does not bode well for the next items on the legislative docket, and while tax reform is said to be more likely to generate consensus, one can't help but wonder if it too will turn into another fruitless exercise in herding cats. Nevertheless, the prospect of approximately \$3 trillion in repatriations is certainly a large incentive – in fact, about six times larger than the last repatriation in 2004 – and even if no other reforms were achieved, such a significant flood of capital coming back stateside would likely result in special dividends and share buybacks, which would be a positive outcome for markets.

With the market chugging ahead in spite of political dampers, have we any reason for concern these last weeks of summer vacation? The Chicago Board Options Exchange ("CBOE") Volatility Index ("VIX"), a widely-watched proxy for market volatility, sank below 10% for the second half of July and hit record lows for the 27-year-old index. While many take this to indicate that volatility *will* be low going forward, it is important to realize that the so-called "Fear Gauge" only represents what *investors expect* volatility will be in the future. While prognosticating sudden spikes in volatility with exactitude is certainly a fool's errand, it is possible to read a low VIX to indicate possible investor overconfidence in the market's steady upward plod, despite growing sector dispersion and diminishing correlations between stocks, plus other signposts of potential turbulence that might merit greater caution.

One particular cause for elevated concern is North Korea's ongoing missile testing. July was punctuated at both ends by Intercontinental Ballistic Missile ("ICBM") tests by the rogue state, and the missiles tested are believed to be capable of reaching major U.S. metropolitan areas. Despite sanctions and increasingly forceful warnings, there appear to be no signs of de-escalation. Further escalation could trigger volatile market moves in either direction, as history has shown. While we do not presume to make dire forecasts, it is certainly worth considering such scenarios as reminders of the importance of diversified and hedged investment strategies to help protect capital in the event of market volatility.

Review of July Fund Performance⁽³⁾

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, each with experience managing non-traditional or "alternative" investment strategies or by managing assets directly (via BAIA⁽⁴⁾). In July, the Fund's Class I share class⁽⁵⁾ returned 0.93%⁽⁶⁾ net of fees and expenses versus 2.06% and 2.42% for the S&P 500 and MSCI World indices, respectively, and versus 1.68% for the Barclays Global Aggregate Bond Index.

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1. Source: Thomson Reuters, as of 31 July 2017
 2. Source: Factset, as of 1 August 2017
 3. The volatility of the indices presented may be materially different from that of the performance of the Fund. In addition, the indices employ 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 indices. The performance of the indices 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 indices. A summary of the investment guidelines for the indices presented are available upon request. In the case of equity indices, performance of the indices reflects the reinvestment of dividends.
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 5. For a summary of Fund performance of other share classes, please refer to the Fund's website: <http://www.blackstone.com/bxdms>
 6. Performance is shown net of the Gross Expense Ratio less waived expenses for Class I shares (USD). 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.

Equity Strategies

Equity strategies were the largest contributor to performance during July, as the Fund's sub-advisers took advantage of relative strength in telecom and information technology sectors. Amidst Congress' failure to pass the 'skinny repeal' of the Affordable Care Act, healthcare proved to be a relatively weak sector performer during the month. Despite this backdrop, certain of the Fund's healthcare exposures generated strong gains. Multiple shorts in the information technology sector detracted from performance as the sector surged over 4%⁽⁷⁾ during the month, despite paring losses in the last few days of trading. One interesting phenomenon we have been monitoring recently is the correlation between equity and fixed income markets. Over the past weeks, the 14-week trailing correlation between the S&P 500 Index and U.S. Treasuries turned positive, reaching +36% recently versus an 8-year average of -44%⁽⁸⁾. These periods where the "natural" diversification benefits of stocks and bonds deteriorates can pose serious risks to traditional 60/40 portfolios, and present a potential opportunity for hedged investment strategies, such as BXMIX, that seek to protect capital and generate alpha.

Credit Strategies

Credit strategies ended the month with positive performance, as the high yield market posted its strongest return since February with metals, mining and energy related credits recovering and yields reaching 3 year lows. The Fund continued to benefit from meaningful exposure to government-sponsored enterprise credit risk transfer bonds, which we described in detail in our April commentary. Additional gains came from real estate exposures via positions in agency and commercial mortgage-backed securities, while corporate credit exposures detracted from performance on the margin. Smaller exposures in senior secured and senior unsecured corporate bonds also contributed to performance as multiple positive catalysts in July caused the bonds to trade higher.

Multi-Asset Strategies

Multi-Asset strategies also produced positive performance in July, with gains coming from across the Fund's sub-advisers. Performance across Systematic Diversified sub-strategies was driven by long fixed income positioning across UK, Euro, French and Canadian government bonds. Currencies also bolstered performance, with long Euro exposures generating net gains. Single name equity exposure presented headwinds, as several names traded down during the month, detracting from performance. Positive developments in Brazil, Egypt and Mexico helped emerging markets focused sub-advisers, with long quasi-sovereign debt and local rates exposures in Brazil rallying. Exposure to Egyptian T-bills continued to perform well in July, driven by carry and currency appreciation. Long exposure to Argentine local bonds detracted from performance. The position was negatively impacted by the sell-off in the Argentine Peso, as markets continue to price in a higher probability of ex-president Cristina Kirchner securing a victory in the upcoming senate election.

7. S&P 500 Information Technology TR Index.

8. Bloomberg, as of 4 August 2017

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/bxmix. 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. 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.

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).