

Blackstone Alternative Multi-Strategy Fund (BXMIX)

As of April 30, 2018

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	\$6,116.62 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%
Gross Expense Ratio	3.15%
Net Expense Ratio	2.22%

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

Morningstar Rating



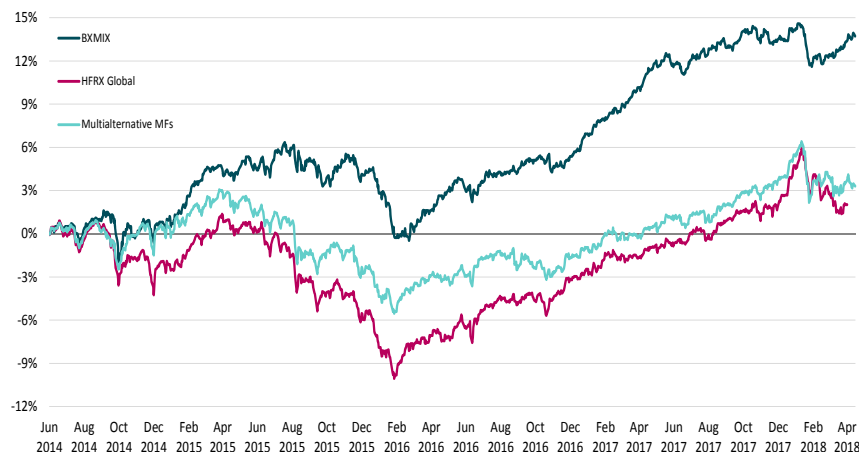
BXMIX: Four-Star Overall Morningstar Rating, out of 285 multialternative funds based on risk-adjusted returns as of 4/30/18.

Fund net performance^{1,2,3}

	3/31/2018			As of 04/30/2018				ITD Statistics			
	YTD	1Yr	ITD	Apr-18	YTD	1Yr	ITD	St. Dev.	Beta ⁴	Alpha ⁵	Sharpe
BXMIX	(0.65%)	2.97%	3.20%	0.94%	0.28%	2.38%	3.38%	3.19%	-	-	0.91
HFRX Global	(1.02%)	3.20%	0.43%	0.09%	(0.93%)	2.86%	0.46%	3.58%	0.55	3.10%	(0.00)
Barclays Gbl Agg	1.36%	6.97%	1.12%	(1.60%)	(0.26%)	4.09%	0.62%	5.08%	(0.10)	3.48%	0.03
MSCI World	(1.15%)	14.20%	7.43%	1.21%	0.05%	13.84%	7.61%	11.16%	0.17	2.02%	0.64

1. Performance is presented through April 30, 2018. 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.

Alternative strategies cumulative net performance^{1,2}



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

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 April 30, 2018.

7. Gross expense ratio represents the expense ratio applicable to investors. Net expense ratio represents the Specified Expenses as of March 31, 2017. "Specified Expenses" is defined to include all expenses incurred in the business of the Fund with the exception of: (i) distribution or servicing fees, (ii) acquired fund fees and expenses, (iii) brokerage and trading costs, (iv) interest payments (including any interest expenses, commitment fees, or other expenses related to any line of credit of the Fund), (v) taxes, (vi) dividends and interest on short positions, and (vii) extraordinary expenses (in each case, as determined in the sole discretion of the Adviser). Please see the Fund's Prospectus at www.bxmix.com.

Sub-adviser allocations¹

MANAGER	STRATEGY	SUB-STRATEGY	CURRENT ALLOCATION
HealthCor	Equity Hedge	Equity Long Short	26%
Cerebellum ⁽¹⁾	Equity Hedge	Equity Market Neutral	
Endeavour	Equity Hedge	Equity Market Neutral	
Two Sigma Advisers	Equity Hedge	Equity Market Neutral	
Bayview	Relative Value	Fixed Income - Asset Backed	17%
Cerberus ⁽¹⁾	Relative Value	Fixed Income - Asset Backed	
Good Hill	Relative Value	Fixed Income - Asset Backed	
Sorin	Relative Value	Fixed Income - Asset Backed	
Waterfall ⁽¹⁾	Relative Value	Fixed Income - Asset Backed	
Caspian	Event Driven	Distressed/Restructuring	12%
Boussard & Gavaudan	Event Driven	Multi-Strategy	
Magnetar ⁽³⁾	Event Driven	Risk Arbitrage	
Nephila ⁽¹⁾	Event Driven	Reinsurance	45%
Emso	Macro	Discretionary Thematic	
H2O	Macro	Discretionary Thematic	
NWI ⁽³⁾	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	

The list of sub-advisers and target allocations above is subject to change.

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.

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

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

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%. Subadviser 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 www.bxm.com.

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%	-0.05%	7.20%
2018	0.28%	-1.30%	0.38%	0.94%									0.28%

1. Performance is presented through April 30, 2018. 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.bxm.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.bxm.com. All investors are urged to carefully read the prospectus and the summary prospectus in its entirety before investing.

Glossary of Terms

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 90 day T-Bill – 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.

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.

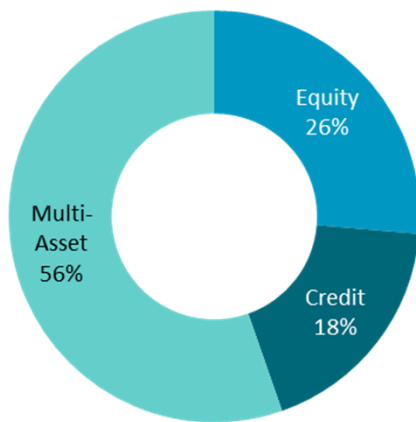
Blackstone Alternative Multi-Strategy Fund (BXMIX)

As of April 30, 2018

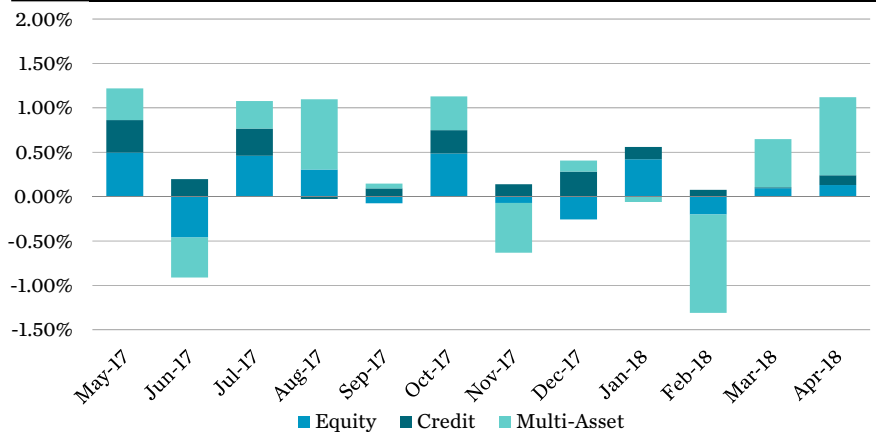
Performance summary^{1,2,3}

Sub-Strategy Performance	Allocation at 4/30/2018	MTD		QTD		YTD		Trailing 12 Months		ITD Cumulative Performance	
		Return	Attribution	Return	Attribution	Return	Attribution	Return	Attribution	Return	Attribution
Equity	26.34%	0.39%	0.13%	0.39%	0.13%	1.31%	0.43%	4.40%	1.32%	27.14%	9.42%
Credit	18.31%	0.51%	0.11%	0.51%	0.11%	1.49%	0.34%	8.01%	1.98%	26.10%	7.75%
Multi-Asset	55.35%	1.31%	0.88%	1.31%	0.88%	0.29%	0.24%	1.98%	1.25%	14.13%	5.72%
Cash & Other			-0.18%		-0.18%		-0.73%		-2.17%		-9.17%
Net Return			0.94%		0.94%		0.28%		2.38%		13.72%

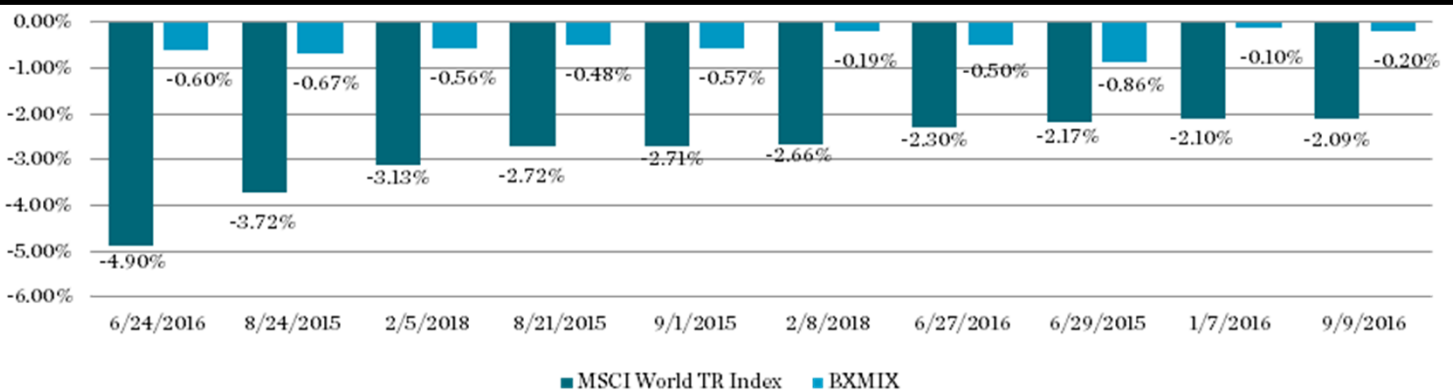
Sub-strategy summary³



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



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



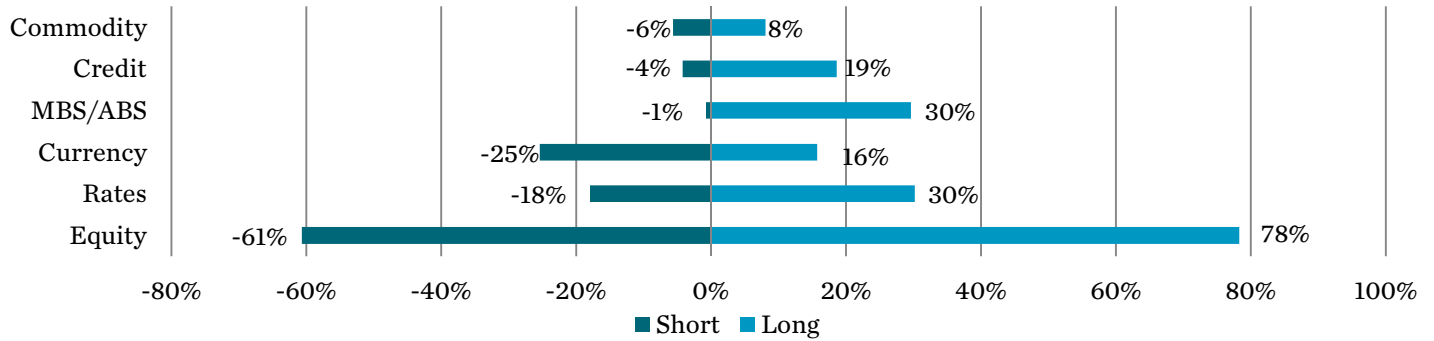
Because of the broadly diversified and low beta nature of the portfolio, BXMIX is not expected to participate in the full upside of broader equity markets. From 06/16/14 to 4/30/18, on the 10 best MSCI World TR trading days, the average daily returns for the MSCI World TR and BXMIX were 2.07% and 0.57% respectively. The MSCI World TR is not benchmark or target for the Fund. Please see Glossary of Terms & Indices for index definitions."

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. Data is from June 16, 2014 to April 30, 2018.

- 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%.
- 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. Indices are unmanaged and investors cannot invest in indices. Please see Glossary of Terms & Indices for index definitions.

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



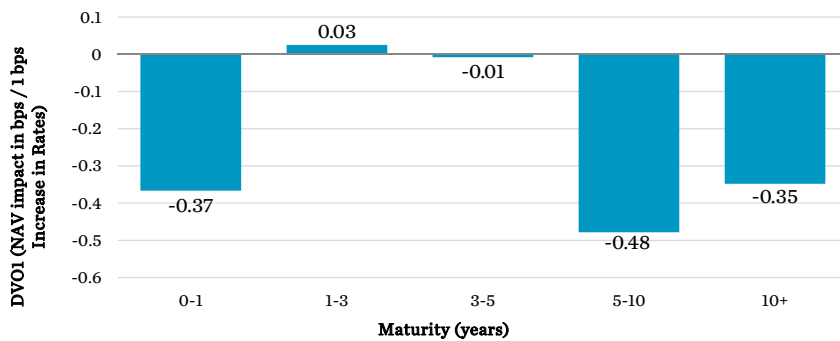
Geographic exposure¹

	Long	Short	Net
US/Canada	102.86%	62.83%	40.03%
Core Europe	41.69%	34.96%	6.74%
Peripheral Europe	6.15%	0.92%	5.22%
Lat. Am./Caribbean	8.27%	1.68%	6.59%
Middle East/Africa	3.07%	1.94%	1.14%
Japan	6.21%	2.09%	4.12%
Asia general	8.01%	4.55%	3.45%
China/HK/Taiwan	4.18%	5.67%	-1.49%
Total	180.44%	114.64%	65.79%

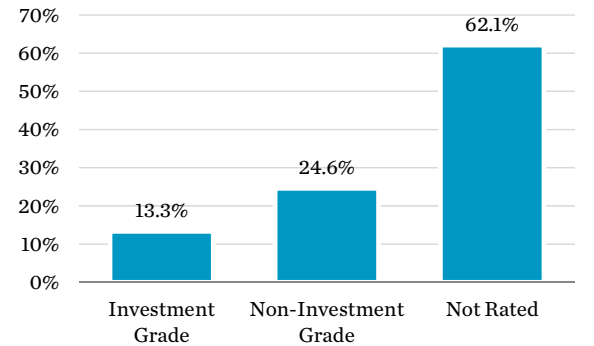
Currency exposure¹

Region	Long	Short	Net
Asia general	4.70%	3.30%	1.40%
China/HK/Taiwan	0.19%	0.87%	-0.68%
Core Europe	4.92%	16.12%	-11.20%
Japan	2.39%	0.78%	1.61%
Latin America	0.81%	0.91%	-0.10%
Middle East/Africa	0.23%	0.89%	-0.66%
Peripheral Europe	0.21%	0.11%	0.11%
US/Canada	2.28%	2.44%	-0.15%
Total	15.74%	25.41%	-9.67%

Fixed income interest rate sensitivity³



Fixed income ratings^{1,2}



Equity exposure – sector breakdown¹

	Long	Short	Net
Energy	2.42%	3.29%	-0.86%
Materials	2.48%	1.63%	0.84%
Industrials	5.11%	1.87%	3.24%
Consumer Discretionary	8.36%	7.36%	1.00%
Consumer Staples	2.70%	1.88%	0.82%
Health Care	12.38%	7.47%	4.91%
Financials	8.40%	7.27%	1.12%
Real Estate	0.78%	1.58%	-0.81%
Information Technology	8.65%	9.80%	-1.15%
Telecommunication Services	1.26%	0.88%	0.39%
Utilities	1.51%	0.58%	0.93%
Index**	20.87%	17.05%	3.82%
Unclassified***	3.35%	0.00%	3.35%
Total	78.26%	60.66%	17.60%

VaR analysis⁴

Date	VaR
4/30/18	2.48%

- 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

April Market Commentary

The second quarter started with positive equity index performance, a welcomed reversal from the losses seen in February and March. The S&P 500 returned 0.38% and the MSCI World returned 1.28% for the month. While the final tallies for April are encouraging, indices continued to bounce around, providing no indication of a near-term conclusion to 2018's spike in equity market volatility. In fact, of the 21 trading days in April, the S&P 500 registered eight days wherein the closing price of the index was at least 1% higher or lower than the previous day's closing price. This brought the year to date total for such moves to 31. For reference, a summary of the number of days on which the S&P 500 recorded moves of at least 1% in either direction dating back to 2008 is included below. This information illustrates the sustained tranquility that we have experienced throughout much of the current economic expansion, juxtaposed with the recent uptick in volatility we have seen year-to-date.

Number of Trading Days with at Least 1% Move in S&P 500¹

2008	2009	2010	2011	2012	2013	2014	2015	2016	2017	YTD 2018
135	116	75	95	50	39	38	73	48	8	31

Notably, April's conclusion marked the 106th consecutive month of the current economic expansion, which dates back to June 2009. This expansionary cycle is now the second longest in history, matching that of the 1970s and currently sitting just 14 months shy of that seen leading up to the burst of the dot-com bubble². While the length of the recovery alone may give investors pause, we believe that expansions do not die of old age. Generally, some meaningful event ushers in a recession. The difficulty lies in identifying what that event may be and preparing a portfolio to withstand it.

In 2015, China purchased \$165 billion in goods and services from the U.S., a figure that represented 7% of U.S. exports and approximately 1% of total economic output³. While 1% may not sound all that meaningful, investors should remember that the goods China purchases from the U.S. are not a pro-rata distribution across all goods produced by the U.S. In fact, soybeans are a notable example of this inequity. Soybeans are the second largest American crop, and it just so happens that China is the world's top importer of the bean. Over a two week period ending April 19th, just 6 weeks after the announced tariffs, China canceled orders for 62,690 metric tons of U.S. soybeans⁴.

While this move is likely to impact commodities markets, the ripple effect of such a shift in the balance of global supply and demand is nuanced and difficult to quantify. If demand for American soybeans drops materially, one can reasonably assume that impact may bleed into other markets. For example, farmers who raise soybeans for sale will be economically vulnerable, and they could respond in a number of ways. These may include repurposing their fields, reducing demand for farming machinery or gasoline, or reducing personal consumption due to budgetary constraints, each of which has implications for other industries. Additionally, much of this impact will be borne by concentrated pockets of the country. Illinois and Iowa were the top soybean output states in 2016, producing 600 million and 560 million bushels respectively⁵. A decrease in demand for the crop could result in lower incomes in those areas and lead to lower tax revenues for select municipalities.

The final determinations on both U.S. and international tariffs have yet to be made, but the impact of these trade barriers has the potential to roil a multitude of international markets including equities, fixed income, currencies, and commodities. These uncertain conditions, combined with other risks we have discussed recently (rising interest rates, stretched equity valuations, divergent central bank policies), make it reasonable to expect continued volatility in risk assets. For these reasons, allocations to complementary investments that maintain a low beta profile and have the ability to invest across asset classes and geographies may help protect capital in uncertain environments.

Review of April 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 and by managing assets directly (via BAIA⁶). In April, the Fund's Class I share class returned 0.94%⁷ net of fees and expenses versus 0.38% and 1.21% for the S&P 500 and MSCI World indices, respectively and versus -1.60% for the Barclays Global Aggregate Bond Index⁸.

None of the indices presented herein are benchmarks or targets for the Fund.

1. Year-to-date 2018 figures are as of 3/31/2018. Figures reflect closing price variance of at least 1% from the prior day.
2. Source: The National Bureau of Economic Research, U.S. Business Cycle Expansions and Contractions, May 2018.
3. Source: The US-China Business Council, Understanding the US-China Trade Relationship, January 2017.
4. Source: Bloomberg, China Seen Jolting Soybean Market by Shunning U.S. Supplies, May 2018.
5. Source: United States Department of Agriculture.
6. 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.
7. 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. For a summary of Fund performance of other share classes, please refer to the Fund's website: www.bxmix.com.
8. 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. Indices are unmanaged and investors cannot invest in indices.

Equity Strategies

Equity strategies contributed positively to performance in April. Equity Long Short sub-strategies ended the month higher, driven by divergence among financial sector equities. Current economic dynamics, including rising interest rates, healthy consumer balance sheets, and low unemployment, are broadly supportive of financial sector equities. Long positioning within the financial sector participated in this theme as a number of financial institutions reported strong first quarter earnings. Notably, the current environment also creates opportunity for investors that have the ability to short select financial institutions. For instance, rising interest rates are supportive of bank operating margins only so long as that bank can raise interest rates on loans made to consumers at a faster pace than they must raise interest rates paid on customers' savings accounts. A bank's inability to manage those risks, and thus the bank is forced to increase the rate it pays for savers' dollars without the ability to raise the rates it receives on dollars lent to borrowers, will result in a compression in the bank's profitability margins. This thesis played out in April, as short positioning in a bank holding company profited as higher rates caused the institution's margins to compress.

Equity Market Neutral sub-strategies detracted from performance throughout the month. These strategies' focus on fundamental and empirical information was a headwind as equity markets were largely driven by investor sentiment throughout the month, fueled by headlines such as the relations between the U.S. and China as well as the minutes from the Federal Reserve's March meeting.

Credit Strategies

Credit strategies contributed positive performance for the month. As mentioned in previous editions of our commentary, we have reduced the Fund's exposure to fixed-rate, corporate credit instruments and increased exposure to floating-rate, structured credit instruments to reflect our views of historically tight corporate credit spreads and the likelihood of higher interest rates. This top-down allocation decision was accretive to Fund performance in April as structured credit instruments saw broad strength while fixed-rate, corporate credit saw negative performance (as proxied by the Barclays Global Aggregate Bond Index).

While the broad strength seen across structured credit instruments is helpful to the Fund, such wide ranging strength can also act as a headwind on the short side. For example, the Fund's intention to generate alpha via security selection requires that sub-advisers isolate the credit risk they want (i.e. go long) while simultaneously neutralizing broad market risk (i.e. hedge or go short). This should allow the sub-adviser to profit from the relative outperformance of the credit risk for the individual instrument they are targeting, without being as susceptible to the whims of the broad market. In April, sub-advisers hedged broad structured credit exposure via short positioning in CMBX (the Commercial Mortgage Backed Securities index), while simultaneously going long individual credit instruments.

Additionally, Credit Risk Transfer bonds (CRTs) continue to drive performance within the credit book. In April, spreads tightened as investors continued to support these securities, in line with our thesis that CRTs offer attractive yield with an attractive risk profile.

Multi-Asset Strategies

Multi-Asset strategies delivered strong performance in April. Risk premia strategies continued the positive performance seen in 2018, as these diversifying exposures contributed strong gains. Over the course of the month, short positioning in the Swiss Franc, driven by Carry and Purchasing Power Parity models, drove gains. Carry models evaluate a currency's attractiveness given the interest rate associated with that currency. Purchasing Power Parity models make a similar evaluation given a currency's purchasing power relative to other currencies.

Multi-Strategy sub-strategies gained on long positioning in crude oil amid its surge during the month. Oil gained as traders evaluated the possibility for the re-application of sanctions on Iran, which would likely lead to a slowdown in oil exports from the country. Multi-Strategy gains were tempered by losses in Euro-Bund futures long positioning.

Discretionary Thematic sub-strategies also contributed positive performance, as short positioning in US 10 year Treasuries gained amid increasing expectations for higher rates in 2018 driven by the Federal Reserve's minutes released in April.

Systematic Diversified sub-strategies detracted from performance in April. Short positioning in Russell 2000 futures amid the index's rally as well as short positioning in Canadian 10 year rates detracted from gains.

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.bxmixon.com. 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.

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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. 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. **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 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). **Morningstar Multialternative Category Average:** Represents the average performance of mutual funds categorized as "multialternative" funds by Morningstar, Inc. These funds use a combination of alternative strategies such as taking long and short positions in equity and debt, trading futures, or using convertible arbitrage, among others. Funds in this category have a majority of their assets exposed to alternative strategies and include both funds with static allocations to alternative strategies and funds tactically allocating among alternative strategies and asset classes.

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.