

Blackstone Diversified Multi-Strategy Fund (BXDMSIU)

This is a marketing communication. Please refer to the prospectus and the Key Investor Information Document (KIID) of the Fund before making any final investment decisions. For professional and institutional investors use only. Not for onward distribution or distribution to retail investors.

Fund Net Performance vs. Peers^{1,2,3}

	As of June 30, 2023						Inception to Date Statistics			
	MTD	QTD	YTD	1 Yr	5 Yr	ITD	St. Dev.	Beta	Alpha	Sharpe
BXDMSIU	1.75%	1.19%	3.09%	3.38%	0.74%	1.11%	4.48%	-	-	(0.01)
HFRX Global HF Index	0.76%	0.64%	0.63%	0.87%	1.62%	1.14%	3.41%	0.76	0.36%	(0.02)
Barclays Global Agg Index	(0.01%)	(1.53%)	1.43%	(1.09%)	(1.08%)	(0.35%)	5.19%	0.07	0.39%	(0.29)
MSCI World Index	6.09%	7.00%	15.43%	16.53%	8.67%	8.79%	15.45%	0.18	(0.83%)	0.49

¹ Performance is presented through June 30, 2023, for the Fund's Class I (USD) Accumulating share class (BXDMSIU). Returns are shown net of all fees and expenses less waived expenses. **Performance data quoted represents past performance and does not guarantee future results.** Statistics above are calculated using daily performance and are annualized. 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.bxdms.com.

² All MTD, QTD, YTD and ITD statistics are calculated using daily performance since inception and uses the local currency rate. All returns include dividend and capital gain distributions. Standard Deviation and Sharpe calculations are annualized. Beta and Alpha are measured to the respective index. The index returns reflected are calculated by the respective index provider using a combination of spot and forward currency rates to estimate an implied cost of hedging. See end of document for additional disclosures regarding indices presented.

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

Q2 2023 Market Commentary⁴

Global markets continued to demonstrate positive performance in the second quarter of 2023, with the MSCI World Index returning 7.0%, bringing YTD returns to 15.4%.⁵ In the face of a positive equity market, questions remained on the likelihood of a coming recession amidst tighter financial conditions, a slowing economy, and elevated valuations. In contrast to these potentially worrisome economic signals, the labor market has remained resilient and recent earnings reports have beat expectations, leaving an air of optimism present in the market. As the second quarter of 2023 has come to a close, investors remain focused on readings of economic data and the corresponding direction of monetary policy as we move into the second half of the year.

Markets were broadly calmer entering the second quarter after the spike in volatility introduced by the US Regional Banking crisis in March. Color from US Government organizations alluded to an easing of the accommodative posture taken with the

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Please see "Important Disclosure Information".

⁴ Opinions and views expressed reflect the current opinions and views of BAIA as of the date of this material only.

⁵ Source: Bloomberg as of 6/30/2023.

However, US regional banks continued to be a point of ongoing concern, highlighted by the high-profile failure of First Republic Bank on May 1st, resulting in the speedy acquisition of the financial institution by J.P. Morgan. While fears of larger bank failures may have been abated following positive regulator stress test results in June, recently shaken confidence in the Fed's oversight ability may temper hopes that the crisis has passed.⁶

Enhanced scrutiny and tighter lending conditions coming out of recent bank failures had heightened investor focus on liquidity conditions with many looking towards how the Fed would respond. Despite acknowledgment of the potential impacts on liquidity, the Fed reaffirmed its commitment to bringing inflation down to its target rate. While inflation readings in the quarter appeared favorable from a headline perspective for both March CPI (5.0% vs. 5.2% expected)⁷ and April CPI (4.9% vs. 5.0% expected)⁸, readings for Core CPI came in line for both months (5.6% for March and 5.5% for April)^{7,8}, indicating core inflation may be stickier. The Fed continued its hiking cycle at its May 3rd meeting, raising interest rates by 25bps. US and Global rates sold off materially in May amidst this policy decision and rhetoric from the Fed discouraging hopes for rate cuts before the end of 2023.⁹ On June 3rd, the Fed Hiked paused for the first time in their most aggressive rate-hiking cycle in decades, leaving target rates at 5-5.25%.¹⁰ An easing of monetary policy aggression may be short-lived, however, as FOMC sentiment remains hawkish, with a majority of the board seeing the case for around 2 more rate hikes in the current cycle.¹¹

The US economic situation has shown resilience through the first half of 2023, despite heightened uncertainty. In spite of slowing growth, recent earnings results surpassed analyst expectations, with 78% and 76% of companies in the S&P 500 posting an EPS and / or Revenue surprise, respectively.¹² The Fed continues to closely monitor the ongoing strength of the labor market, viewing its components as key factors to remedy in the fight against inflation. Until more definitive progress is made, and results show up in coming inflation data, more rate hikes may be coming in future FOMC meetings.

Against this macroeconomic backdrop, volatility looks to remain elevated as global monetary policy continues to find the balance of persistent inflation and fears of stagnating growth. Taking these factors into consideration, BXDMS remains positioned to be underweight strategies with directional market exposures overweight relative value and trading strategies across macro rates, credit, and commodities as of June 30, 2023.¹³

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Please see "Important Disclosure Information".

⁶ Source: Federal Reserve as of 6/28/2023.

⁷ Source: United States Bureau of Labor Statistics: Consumer Price Index as of April 12, 2023.

⁸ Source: United States Bureau of Labor Statistics: Consumer Price Index as of May 10, 2023.

⁹ Source: Federal Open Market Committee as of May 3, 2023.

¹⁰ Source: Federal Open Market Committee as of June 3, 2023.

¹¹ Source: Federal Open Market Committee as of February 1, 2023.

¹² Source: Bloomberg as of 6/30/2023.

¹³ BAIA manages a portion of the Fund's assets directly. Such investments presently include allocations to structured notes providing exposure to commodity and equity capital markets strategies managed by third-party investment managers, opportunistic trades and hedging. BAIA allocations are subject to change and BAIA's fees on directly managed assets are not reduced by a payment to a sub-adviser.

Q1 2023 Fund Performance Highlights

The investment objective of the Blackstone Alternative Multi-Strategy 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 BAIA¹³). In Q1, the Fund's Class I share class returned 1.2%¹ net of fees and expenses versus 0.6% for the HFRX Global Hedge Fund Index, -1.5% for the Barclays Global Aggregate Bond Index, and 7.0% for the MSCI World Index.^{1,3}

Note: Highlighted contributors/detractors are not exhaustive of all contributors/detractors for the Fund.

Macro¹⁴ -0.06%

Contributors + Short interest rate positions benefited from market moves in May

Detractors – Exposure to commodity sensitive equities and macro trend strategies performed negatively in Q2

Quant¹⁴ +0.25%

Contributors + Profited from trading gains around interest rate moves during the quarter

Detractors – Event strategies detracted as open positions in portfolio experienced negative developments in May

Credit¹⁴ +0.90%

Contributors + Positions gained as high yield bond spreads tightened during the quarter amidst fading downside event risks

Detractors – Slight detraction from widening in the basis between Agency mortgages and US Treasuries in May

Equities¹⁴ +0.56%

Contributors + Benefited from broader rally in equity markets, specifically in small cap positions and Tech sector exposure

Detractors – Exposure to consumer discretionary names suffered as the sector contracted in May

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Please see "Important Disclosure Information".

¹⁴ Past performance may not be a reliable guide to future performance. Sub-strategy performance is shown gross of all fees and expenses and is calculated using daily performance. Performance attribution represents the contribution of each sub-strategy to the Fund's total return. Additional information and performance data current to the most recent month-end is available at www.bxdms.com.

Q2 2023 Sub-Advisers Added/Removed

At Blackstone, we believe that managing the optimal mix of strategies across the portfolio and adjusting it over time are key generating returns in different market environments. Over the course of the second quarter, there was one new sub-adviser added and no sub-advisers removed.

Sub-Adviser Additions:

1. **Fort Baker Capital Management, L.P.:** The manager takes an opportunistic, dynamic approach to asset allocation and trade construction. The strategy has historically invested in opportunities borne out of restructurings, mergers, spin-offs/split-offs, capital market activities, and legal/regulatory events.

Additions and terminations are normal events in our investment process and result from our dynamic evaluation of the top-down assessment of the opportunity set for specific investment strategies as well as the bottom-up evaluation of a sub-adviser's ability to deliver alpha in a given environment.

Opinions expressed reflect the current opinions of BAIA as of the date of this material only and are based on BAIA's opinions of the current market environment, which is subject to change. Certain information contained in the Materials discusses general market activity, industry or sector trends, or other broad-based economic, market or political conditions and should not be construed as research or investment advice. Certain of the information provided herein has been obtained from or derived from sources outside Blackstone. BAIA does not guarantee the accuracy or completeness of such information.

12 Month Performance Periods^{1,2,3}

	9/10/2014 - 9/09/2015	9/10/2015 - 9/09/2016	9/10/2016 - 9/09/2017	9/10/2017 - 9/09/2018	9/10/2018 - 9/09/2019	9/10/2019 - 9/09/2020	9/10/2020 - 9/09/2021	9/10/2021 - 9/09/2022	9/10/2022 - 6/30/2023
BXDMSIU	3.50%	(1.06%)	6.25%	(1.10%)	5.11%	(8.93%)	9.71%	(4.87%)	2.57%
HFRX Global HF Index	(3.76%)	(1.60%)	5.57%	0.52%	0.01%	4.24%	9.68%	(3.70%)	(0.53%)
Barclays Global Agg	(4.70%)	8.41%	1.47%	(2.84%)	7.71%	5.65%	0.98%	(18.64%)	1.78%
MSCI World TR	(3.77%)	7.72%	17.92%	11.47%	4.55%	12.35%	33.49%	(12.70%)	12.63%

The nature of the BXDMS strategy is such that the Fund is not expected to participate in the full upside of broader markets. Past performance does not predict future returns. The value of Fund shares may go down as well as up and there can be no assurance that the Fund will achieve its investment objectives or avoid significant losses. Currency fluctuations may have an adverse effect on the value, price or income and costs of the product which may increase or decrease as a result of changes in exchange rates. Indices are provided for illustrative purposes only. They have not been selected to represent benchmarks or targets for the Fund. 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. Please see Important Disclosure Information.

Key Risks

There can be no assurance that BXDMS will achieve its investment objective. It should be appreciated that the value of Shares may go down as well as up. An investment in a Fund involves investment risks, including possible loss of the entire amount invested. The capital return and income of BXDMS is based on the capital appreciation and income on the investments it holds, less expenses incurred. Therefore, the Fund's return may be expected to fluctuate in response to changes in such capital appreciation or income. The following is a summary description of certain principal risks of investing in BXDMS:

- General economic and market conditions can affect the price and volatility of investments.
- The success of the Fund depends upon BAIA's skill in determining the Fund's allocation to alternative investment strategies and in selecting the best mix of sub-advisers. There can be no guarantee that sub-advisers will stick to the Investment strategy for which they were selected, or that these strategies will be successful.
- The Fund's investments will include shares, bonds and FDI. Certain investment techniques and FDI may increase the adverse impact to the Fund. In particular, there is a risk of infinite loss when using an FDI that derives its value from other assets decreasing.
- BAIA and sub-advisers have conflicts of interest that could interfere with their management of the Fund, including the allocation of time and investment opportunities.
- Some of the sub-advisers selected may hold only a small number of investments, or assets that move closely in line with assets held by other sub-advisers. Sub-advisers may make investment or hedging decisions which conflict or offset with other sub-advisers.
- Increased legal, tax and other regulatory developments may adversely impact the ability of BAIA and the sub-advisers to utilize certain investment techniques or invest in certain assets.
- The Fund may invest in countries or through over investment funds that are subject to a weak legal or financial framework, as a result of which it can be hard to enforce ownership rights or repatriate funds.
- The Fund may invest in currencies other than its base currency. The success of measures to protect the Fund or a Class against currency movements cannot be certain.
- The Fund is dependent on BAIA, sub-advisers and other service providers for certain investment management, operational and financial support services. A deficiency in any of these services may have an adverse impact on the Fund.
- The insolvency of any institutions providing services such as safekeeping of assets or acting as counterparty to derivatives or other instruments, may expose the Fund to financial loss.
- Low trading volumes, lack of buyers, large positions or legal restrictions may limit or prevent the Fund from selling particular assets quickly and/or at desirable prices.

For further information on the risks faced by the Fund, see "Risk Factors" in the Prospectus and Supplement for the Fund, available from www.bxdms.com.

Important Disclosure Information

Blackstone Diversified Multi-Strategy Fund (BXDMS) is a sub-fund of Blackstone Alternative Investment Funds plc, an umbrella fund with segregated liability between sub funds. Blackstone Alternative Investment Funds plc is authorised and regulated by the Central Bank of Ireland.

This material is not an offer to sell the Fund's securities and is not soliciting an offer to buy the Fund's securities. Investors and potential investors should consider the investment objectives, risks, charges, and expenses of Blackstone Diversified Multi-Strategy Fund (BXDMS) carefully before investing. The Prospectus, Prospectus Supplement and Key Investor Information Document ('KIID') contain this and other information about BXDMS and are available on the Fund's website at www.bxdms.com. All investors and potential investors are urged to carefully read the Prospectus, Supplement and KIID in their entirety before investing.

- The Prospectus, Prospectus Supplement KIIDs are available in English. Certain share class specific KIIDs are available in French, German, Greek, Dutch, Danish, Finnish, Swedish, Norwegian, Spanish and Italian as indicated on the Fund's website at www.bxdms.com.
- A summary, in English, of investors rights and information on access to collective redress mechanism can be obtained on the Fund's website or by clicking [here](#).

This is marketing communication.

No Assurance of Investment Return. Performance data quoted represents past performance and is no guarantee of future results and there can be no assurance that a Fund will achieve comparable results, implement its investment strategy, achieve its objectives or avoid substantial losses or that any expected returns will be met. 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. All returns include dividend and capital gain distributions. Information about the Fund, including the current Net Asset Value, is available on the Fund's website at www.bxdms.com. **Investing in units of a UCITS does not have a guaranteed return. Past returns are not a guarantee for future returns.**

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

Allocations: The Fund may shift allocations among sub-advisers, strategies and sub- strategies at any time. Further, Blackstone, on behalf of the Fund, may determine to not employ one or more of the above-referenced, strategies or sub- strategies. Blackstone may also add new strategies or sub-strategies. Accordingly, the allocations are presented for illustrative purposes only and should not be viewed as predictive of the ongoing composition of the Fund's portfolio (and its sub-advisers), which may change at any time.

ERISA Fiduciary Disclosure. The foregoing 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.

Exchange Rate. Currency fluctuations may have an adverse effect on the value, price, income or costs of the product which may increase or decrease as a result of changes in exchange rates.

Exposure: Exposure figures are shown as a percentage of Fund Net Asset Value. Explanatory notes regarding calculation of exposure: (a) exposure data represents market value except in the case of derivative instruments; (b) for options, exposure data represents the delta adjusted notional; (c) for interest-rate instruments, exposure data represents the notional of the 10-year equivalent instrument; and (d) for all other derivatives, exposure data represents notional value. Positions of unknown type (if any) are excluded from exposure data. Exposure data reflects fund holdings as of the relevant trade date and includes unsettled trades.

Fees and Expenses: Blackstone has agreed to waive its fees and/or reimburse expenses of the Fund so that "Other Expenses" will not exceed 0.45% (annualized). For this purpose, "Other Expenses" includes all expenses incurred in the business of the Fund other than (i) establishment expenses relating to the Fund; (ii) investment management fees; (iii) Performance Fees or Additional Performance Fees; (iv) distributor fees; (v) Eligible Collective Investment Scheme fees and expenses, (vi) brokerage and trading costs, (vii) interest payments, (viii) taxes, and (ix) extraordinary expenses. Blackstone may terminate or modify this arrangement at any time in its sole discretion upon 30 days' notice in writing to the Fund's shareholders.

Index Comparison: The Fund is actively managed and uses the MSCI World Total Return Index, Barclays Global Aggregate Index and HFRX Global Hedge Fund Index for performance comparison purposes only. While a proportion of the Fund's assets may be components of and have similar weightings to one or more of the referenced indices, BAIA and the sub-advisers may use their discretion to invest a significant proportion of the Fund in assets which are not included in, or with different weightings to, the indices. There is no guarantee that the Fund's performance will match or exceed any reference index. Indices are presented as indicative and for illustrative purposes only, are unmanaged and investors cannot invest in an index. Index data for USD and non-USD denominated share classes is obtained from unaffiliated third parties and is subject to subsequent adjustments. Blackstone makes no assurances as to the accuracy or completeness thereof. The fact cards published on this site (collectively, the "Factsheets") include for comparison purposes performance data relating to certain indices.

Opinions and Trends. Opinions expressed reflect the current opinions of Blackstone as of the date appearing in the Materials only and are based on Blackstone's opinions of the current market environment, which are subject to change. Certain information contained in the Materials discusses general market activity, industry or sector trends, or other broad-based economic, market or political conditions and should not be construed as research or investment advice. There can be no assurances that any of the trends described herein will continue or will not reverse. Past events and trends do not imply, predict or guarantee, and are not necessarily indicative of, future events or results.

Termination of marketing arrangements. Please note that the Fund may decide to terminate the arrangements made for the marketing of the Fund in one or more EU member states pursuant to the Fund's marketing passport in accordance with the procedure provided for under the laws that implement Article 93a of Directive 2009/65/EC (the UCITS Directive) or Article 32a of Directive 2011/61/EU (the AIFMD Directive) as applicable.

Recent Market Events Risk. Local, regional, or global events such as war (e.g., Russia/Ukraine), acts of terrorism, public health issues like pandemics or epidemics (e.g., COVID-19), recessions, or other economic, political and global macro factors and events could lead to a substantial economic downturn or recession in the U.S. and global economies and have a significant impact on the Fund and its investments. The recovery from such downturns is uncertain and may last for an extended period of time or result in significant volatility, and many of the risks discussed herein associated with an investment in the Fund may be increased.

Conflicts of Interest:

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

- **Selection of Sub-Advisers.** Blackstone compensates the Sub-Advisers out of the management fee it receives from the Fund. This could create an incentive for Blackstone to select Sub-Advisers with lower fee rates.
- **Financial Interests in Sub-Advisers and Service Providers.** Blackstone, the Sub-Advisers, and their affiliates have financial interests in asset managers and financial service providers. Allocating to an affiliate (or hiring such entity as a service provider) benefits Blackstone Inc. and the relevant Sub-Adviser and redemptions from an affiliate (or terminating such entity as a service provider) would be detrimental to Blackstone Inc. and the relevant Sub-Adviser. For example:
 - Blackstone Strategic Alliance Advisors L.L.C. ("BSAA"), an affiliate of BAIA, manages the Strategic Alliance Funds (the "SAF Funds") that provide seed capital to emerging alternative asset managers (the "SAF Managers") in exchange for a revenue share arrangement. Seiga Asset Management Limited, a SAF Manager, is a sub-adviser to the Fund. The revenue generated for BSAA related to the Fund's investment with a SAF Manager is rebated to the Fund. The Fund will not otherwise participate in any of the economic arrangements between the SAF Funds and any SAF Manager with which the Fund invests.
 - Blackstone Strategic Capital Advisors L.L.C. ("BSCA"), an affiliate of BAIA, manages certain funds (the "BSCA Funds") that acquire equity interests in established alternative asset managers (the "Strategic Capital Managers"). One of the Strategic Capital Managers in which the BSCA Funds have a minority interest is Magnetar Capital Partners L.P., a control affiliate of Magnetar Asset Management LLC, a sub-adviser for the Fund. The Fund will not participate in any of the economic arrangements between the BSCA Funds and any Strategic Capital Manager with which the Fund invests.
 - Blackstone Real Estate Special Situations Advisors L.L.C. ("BRE SSA"), an affiliate of BAIA and an indirect wholly owned subsidiary of Blackstone Inc., serves as a Sub-Adviser. BRE SSA invests primarily in liquid, commercial and residential real estate-related debt instruments.
 - Blackstone Liquid Credit Strategies LLC ("BX LCS"), an affiliate of BAIA and an indirect wholly owned subsidiary of Blackstone Inc., serves as a Sub-Adviser. BX LCS invests primarily in below investment grade corporate credit.
 - Blackstone utilizes technology offered by Arcesium LLC ("Arcesium") to provide certain middle- and back-office services and technology to the Fund. The parent company of a Sub-Adviser owns a controlling, majority interest in Arcesium and Blackstone Alternative Asset Management L.P. owns a non-controlling, minority interest in Arcesium.
- **Other Activities of Blackstone or the Sub-Advisers.** The activities in which Blackstone, the Sub-Advisers, or their affiliates are involved in on behalf of other accounts may create conflicts of interest or limit the flexibility that the Fund may otherwise have to participate in certain investments. For example, if Blackstone or a Sub-Adviser comes into possession of material non-public information with respect to a company, then Blackstone or the relevant Sub-Adviser generally will be restricted from investing in securities issued by that company. Further, Blackstone generally will be restricted from investing in portfolio companies of its affiliated private equity business.
- **Allocation of Investment Opportunities.** Blackstone and the Sub-Advisers, or their affiliates, manage other accounts and have other clients with investment objectives and strategies that are similar to, or overlap with, the investment objective and strategy of the fund, creating potential conflicts of interest in investment and allocation decisions. These conflicts of interest are exacerbated to the extent that the other clients are proprietary or pay higher fees or performance-based fees.

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. **Alpha:** A risk-adjusted performance measure that represents the average return on a portfolio over and above that predicted by the capital asset pricing model (CAPM), given the portfolio's beta and the average market return. More specifically, Jensen's Measure is used to calculate alpha. **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. **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.

Glossary of Indices

Market indices obtained through Bloomberg, HFR Asset Management, MSCI and Morningstar, as applicable. Indices are unmanaged and investors generally cannot invest in an index. **S&P 500 Total Return Index:** market capitalization-weighted index that includes 500 stocks representing all major industries. The index is a proxy of the performance of the broad U.S. economy through changes in aggregate market value. **Bloomberg Barclays Global Agg Bond Index:** a flagship measure of global investment grade debt from 24 local currency markets. This multi-currency benchmark includes treasury, government-related, corporate and securitized fixed-rate

bonds from both developed and emerging markets issuers. **HFRX Global Hedge Fund Index:** is designed to be representative of the overall composition of the hedge fund universe. It is comprised of all eligible hedge fund strategies falling within four principal strategies: equity hedge, event driven, macro/CTA, and relative value arbitrage. Strategies are asset weighted based on the distribution of assets in the hedge fund industry. **MSCI World TR Index:** a market capitalization weighted index designed to provide a broad measure of large and mid-cap equity performance across 23 developed markets countries. **Morningstar EAA Fund Multistrategy USD Category:** Morningstar categorization of UCITS funds that fall into the Multistrategy strategy bucket, are denominated in USD, and are based in Europe, Asia, and South Africa. **None of the indices presented are benchmarks or targets for the Fund. Indices are unmanaged and investors cannot invest in an index. Further information on the performance and other details relating to certain indices that the Fund may obtain exposure to through the use of derivatives is available upon request from BAIA.**

Austria

This document has been presented to you personally and only within the scope of private placement, as defined by the Austrian regulator FMA. It must not be reproduced, copied, forwarded, published or handed over to third parties. The information contained herein does not constitute any investment advice or public marketing of shares or units. At present, only Blackstone Diversified Multi-Strategy Fund, a sub-fund of Blackstone Alternative Investment Funds plc, an Irish UCITS compliant umbrella fund, is registered with the Austrian regulator FMA. Any investment is only allowed based on the latest sales documents. The Key Investor Information Document (KIID) in German language and the Prospectus including any Supplement thereto in English language, are available free of charge at the registered seat of the Company as well as from the Austrian Paying Agent. Past performance of the fund is not a reliable indicator for the future performance and the development of the fund respectively.

Denmark

This document does not constitute a prospectus under any Danish law and has not been filed with or approved by the Danish Financial Supervisory Authority as this document has not been prepared in the context of either (i) a public offering of securities in Denmark within the meaning of the Danish Securities Trading Act or any Executive Orders issued pursuant thereto or (ii) an offering of a collective investment scheme comprised by the Danish Investment Association Act or any Executive Orders issued pursuant thereto. This document will only be directed to fewer than 150 natural or legal persons in Denmark, qualified investors as defined in section 2 of the Danish Prospectus Order no. 1257/2015 or Danish investors, who commit to acquire shares in Blackstone Diversified Multi Strategy Fund (the "Fund") for a total consideration of at least EUR 100,000 per investor for each single offer of interests in the Fund. This offering is subject to a minimum denomination of equivalent to at least EUR 100,000. Accordingly, this document may not be made available nor may the shares otherwise be marketed and offered for sale in Denmark other than in circumstances which are deemed not to be considered as marketing or an offer to the public in Denmark.

Finland

Blackstone Diversified Multi Strategy Fund (the "Fund") is registered for public distribution in Finland and the offering of shares in the Fund is permitted by the Finnish Financial Supervisory Authority (the "FIN-FSA") within the meaning of the Act on Common Funds (48/1999, as amended). Subscription for shares in the Fund is subject to the terms of the Key Investor Information Document ('KIID'), Prospectus and Supplement to the Prospectus available on the Blackstone website at www.blackstone.com/BXDMS. All investors are urged to carefully read the Prospectus, Supplement and KIID in their entirety before investing.

France

Investors should note that, relative to the expectations of the Autorité des Marchés Financiers, this UCITS, Blackstone Alternative Investment Funds plc, presents disproportionate communication on the consideration of non-financial criteria in its investment policy.

Germany

Blackstone Diversified Multi Strategy Fund (the "Fund") is a sub-fund of Blackstone Alternative Investment Funds plc ("BAIF plc"), an umbrella investment company established as a UCITS. An investor should abstain from investing in the Fund if the investor lacks sufficient experience, knowledge and expertise to properly assess the risks that an investment in the Fund incurs. Further information about the Fund can be obtained from to the terms of the relevant Key Investor Information Document ('KIID'), Prospectus and Supplement to the Prospectus and the latest annual and half-yearly reports. These documents are available free of charge in English. The KIIDs are also available in German. These documents can be found, along with other information, such as share prices, on the Fund's website at www.bxdms.com. An investor should make an investment in the Fund only after having read and understood the terms of the Key Investor Information Document ('KIID'), Prospectus and Supplement to the Prospectus and the latest annual and half-yearly reports. The Fund is exposed to significant risks. For further information on the risks faced by the Fund, see "Risk

Factors" in the Prospectus and Supplement to the Prospectus for the Fund. Each potential investor is advised to consider possible tax consequences and to consult his own tax counsel.

Ireland

The distribution of this document and the offering or purchase of shares in Blackstone Diversified Multi Strategy Fund (the "Fund") is restricted to the individual to whom it is addressed. Accordingly, it may not be reproduced in whole or in part, nor may its contents be distributed in writing or orally to any third party and it may be read solely by the person to whom it is addressed and his/her professional advisers.

The shares will not be offered or sold by any person:

- (a) otherwise than in conformity with the provisions of the European Union (Markets in Financial Instruments) Regulations 2017, as amended; or
- (b) in any way which would require the publication of a prospectus under the Companies Act 2014, or any regulations adopted pursuant thereto; or
- (c) in Ireland except in all circumstances that will result in compliance with all applicable laws and regulations in Ireland.

Shares in the Fund will not in any event be marketed in Ireland except in accordance with the requirements of the Central Bank of Ireland.

Italy

The marketing of the shares of Blackstone Diversified Multi Strategy Fund, a sub-fund of Blackstone Alternative Investment Funds plc ("BAIF plc"), an umbrella investment company established as a UCITS, has been notified to CONSOB (Commissione Nazionale per le Società e la Borsa) pursuant to Article 42 of Legislative Decree no. 58 of 24 February 1998, as amended (the "Italian Financial Act"). In Italy this document is addressed only to qualified investors (investitori qualificati) pursuant to Article 100, first paragraph, letter a), of the Italian Financial Act, as implemented by Article 34-ter, first paragraph, letter b), of CONSOB Regulation No. 11971 of 14 May 1999, as amended and by Article 26, first paragraph, letter d), of CONSOB Regulation No. 16190 of 29 October 2007, as amended.

Luxembourg

In relation to each member state of the EEA (each a "Member State") which has implemented Alternative Investment Fund Managers Directive (Directive (2011/61/EU)) (the "AIFMD") (and for which transitional arrangements are not/ no longer available), this document may only be distributed and shares in the relevant fund may only be offered or placed in a Member State to the extent that: (1) the fund is permitted to be marketed to professional investors in the relevant Member State in accordance with AIFMD (as implemented into the local law/regulation of the relevant Member State); or (2) this document may otherwise be lawfully distributed and the shares may otherwise be lawfully offered or placed in that Member State (including at the exclusive initiative of the investor). In relation to each Member State of the EEA which, at the date of this document, has not implemented AIFMD, this document may only be distributed and shares may only be offered or placed to the extent that this document may be lawfully distributed and the shares may lawfully be offered or placed in that Member State (including at the initiative of the investor).

Norway

Blackstone Diversified Multi Strategy Fund is a sub-fund of Blackstone Alternative Investment Funds plc ("BAIF plc"), an umbrella investment company established as a UCITS and is registered in Norway pursuant to the UCITS Directive, as implemented in Norway. BAIF plc has notified the Norwegian Financial Supervisory Authority (Nw.: Finanstilsynet) in accordance with section 9-3 of the Norwegian Securities Funds Act of 2011 and the shares are permitted for marketing and selling in Norway. BAIF plc has represented and agreed that it has complied with all applicable provisions of the Norwegian Securities Funds Act of 2011 and the Norwegian Securities Trading Act of 2007 and other relevant Norwegian laws and regulations with respect to anything done by it in relation to the shares in, from or otherwise involving Norway. Each investor should carefully consider individual tax issues before investing in BAIF plc.

Spain

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Blackstone Diversified Multi-Strategy Fund (BXDMS) (the "Fund") is established as a UCITS in Spain. In relation to each member state of the EEA (each a "Member State") which has implemented the Directive 2009/65/EC, this document may only be distributed and units in the Fund may only be offered or placed in a Member State to the extent that: (1) the Fund is duly notified and permitted to be marketed to investors in the relevant Member State in accordance with Directive 2009/65/EC (as implemented into the local law/regulation of the relevant Member State); or (2) this document

may otherwise be lawfully distributed and the units may otherwise be lawfully offered or placed in that Member State (including at the exclusive initiative of the investor). Subject to the forgoing, this material is directed to professional clients only. An investor should abstain from investing in the Fund if the investor lacks sufficient experience, knowledge and expertise to properly assess the risks that an investment in the Fund incurs. This is a marketing document. An investment decision shall not be made based on marketing material and this documentation does not constitute investment advice for the purposes of Directive 2014/65/EU. Further information about the Fund can be obtained from the Prospectus, The Supplement, the Key Investor Information Document and the latest annual and half-yearly reports. These documents are available in English. The Key Investor Information is also available in French, German, Greek, Dutch, Danish, Finnish, Swedish, Norwegian, Spanish and Italian. These documents can be found, along with other information, on the Fund's website at www.bxdmx.com. Paper copies of the Prospectus, the Supplement and the Key Investor Information are available free of charge upon request. An investor should make an investment in the Fund only after having read and understood these documents. The Fund is exposed to significant risks. Past performance is no guarantee for future returns. The value of the money invested in the fund can increase or decrease and there is no guarantee that all of your invested capital can be redeemed. For further information on the risks faced by the Fund, see "Risk Factors" in the Prospectus, the Supplement and the Key Investor Information for the Fund. This material is exclusively for use by its recipients who are eligible pursuant to the Fund's documentation and must not be distributed onward. Issued by Blackstone Europe Fund Management S.à r.l. ("BEFM") of 2-4 Rue Eugène Ruppert, L-2453, Luxembourg (registration number B212124), which is authorized by the Luxembourg Commission de Surveillance du Secteur Financier (reference number A00001974). This communication does not constitute a solicitation to buy any security or instrument, or a solicitation of interest in any Blackstone fund, account or strategy. The content of this communication should not be construed as legal, tax or investment advice. Each potential investor is advised to consider possible tax consequences and to consult their own tax counsel.

Switzerland

The Fund has been approved for offering to non-qualified investors by the Swiss Financial Market Supervisory Authority FINMA (FINMA) pursuant to article 120(1) of the Swiss Federal Act on Collective Investment Schemes (CISA). Pursuant to article 120(4) CISA, 1741 Fund Solutions AG, Burggraben 16, 9000 St. Gallen has been appointed as Swiss representative of the Fund in Switzerland. Tellco AG, Bahnhofstrasse 4, 6430 Schwyz has been appointed as Swiss paying agent for the Fund.

Accordingly, the units of the Fund may only be offered (within the meaning of article 3(g) of the Swiss Federal Act on Financial Services (FinSA)) or marketed (within the meaning of article 127a of the Collective Investment Schemes Ordinance), directly or indirectly, in Switzerland and this Offering Memorandum and any other offering documents (the prospectus, the Key Information Document, the fund contract as well as the annual and semi-annual report) relating to the Fund may only be made available in Switzerland to qualified and non-qualified investors as defined in article 10CISA. Investors in the units of the Fund do not benefit from the specific investor protection provided by CISA and the supervision by the FINMA in connection with the approval for offering.

Furthermore, this document and any other marketing or offering documents relating to the Fund may be shared with non-discretionary investment advisors in Switzerland for their information purposes only and without targeting specific investors advised by such investment advisors.

In respect of the units offered in Switzerland, the place of performance is the registered office of the representative. The place of jurisdiction is at the registered office of the representative or at the registered office or place of residence of the investor.

Sweden

Blackstone Alternative Investment Funds plc (the "Company") and its sub-fund Blackstone Diversified Multi Strategy Fund (the "Fund") have been registered with Finansinspektionen (the Swedish Financial Supervisory Authority) under Chapter 1 Section 7 of the Swedish Securities Funds Act (Sw: lag (2004:46) om värdepappersfonder), which implies that the shares of the Fund may be marketed in Sweden. The Company has appointed Skandinaviska Enskilda Banken AB (the "Paying Agent") to (i) make payments to shareholders in Sweden, (ii) redeem shares in Sweden and (iii) distribute in Sweden the information that the Company and/or the Fund is required to supply under the laws of Ireland.

Past performance is no guarantee of a particular return in the future. The money invested in a fund can increase or decrease in value, and there is no guarantee that all of the capital you invest will be repaid.

NOTICE TO INVESTORS IN THE UK

Blackstone Diversified Multi-Strategy Fund (BXDMS) (the "Fund") has been established and is authorised as a UCITS (in accordance with the UCITS Directive) in the UK. The Fund is currently a recognised scheme under section 264 of the Financial Services and Markets Act 2000 of the United Kingdom ("FSMA") and is a recognised scheme under the Collective Investment Schemes (Amendment Etc) (EU Exit) Regulations 2019 for the duration of the temporary recognition period and is therefore a recognised collective investment scheme for the purposes of FSMA. A person acquiring units in the Fund is placing their capital at risk and could lose some or all of the amount invested. Information on past or projected performance of the Fund, where given, is not a reliable indicator of future results. Investors are advised that the

protections afforded by the United Kingdom regulatory system may not apply to an investment in the Fund and compensation will not be available under the United Kingdom Financial Services Compensation Scheme. If a prospective investor has any doubt about the suitability of an investment in the Fund, the investor should contact for advice a duly authorised independent financial adviser. Levels and bases of taxation may change from time to time. Investors should consult their own tax advisers in order to understand any applicable tax consequences of an investment. Prospective investors should note that the tax treatment of each investor, and of any investment, depends on individual circumstances and may be subject to change in the future. This material is exclusively for use by Professional Investors only. Issued by The Blackstone Group International Partners LLP ("BGIP") of 40 Berkeley Square, London, W1J 5AL (registration number OC352581), which is authorised and regulated by the Financial Conduct Authority (the "FCA") (firm reference number 520839) in the United Kingdom and which maintains appropriate licenses in other relevant jurisdictions.

NOTICE TO INVESTORS IN THE EEA

Blackstone Diversified Multi-Strategy Fund (BXDMS) (the "Fund") is established as a UCITS in Austria, Cyprus, Denmark, Finland, France, Germany, Ireland, Italy, Luxembourg, Netherlands, Norway, Spain, Sweden. In relation to each member state of the EEA (each a "Member State") which has implemented the Directive 2009/65/EC, this document may only be distributed and units in the Fund may only be offered or placed in a Member State to the extent that: (1) the Fund is duly notified and permitted to be marketed to investors in the relevant Member State in accordance with Directive 2009/65/EC (as implemented into the local law/regulation of the relevant Member State); or (2) this document may otherwise be lawfully distributed and the units may otherwise be lawfully offered or placed in that Member State (including at the exclusive initiative of the investor). Subject to the forgoing, this material is directed to professional clients only.

An investor should abstain from investing in the Fund if the investor lacks sufficient experience, knowledge and expertise to properly assess the risks that an investment in the Fund incurs.

This is a marketing document. An investment decision shall not be made based on marketing material and this documentation does not constitute investment advice for the purposes of Directive 2014/65/EU. Further information about the Fund can be obtained from the Prospectus, the Supplement, the Key Investor Information Document and the latest annual and half-yearly reports. These documents are available in English. The Key Investor Information is also available in French, German, Greek, Dutch, Danish, Finnish, Swedish, Norwegian, Spanish and Italian. These documents can be found, along with other information, on the Fund's website at www.bxdms.com. Paper copies of the Prospectus, the Supplement and the Key Investor Information are available free of charge upon request. An investor should make an investment in the Fund only after having read and understood these documents.

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This material is exclusively for use by its recipients who are eligible pursuant to the Fund's documentation and must not be distributed onward.

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