

Accessing a broad range of alternative strategies

Summary of fund allocations

CATEGORY	STRATEGY	PUBLIC EQUITY	CORP BONDS	GOVT BONDS + RATES	F/X	COMM	VOL
Relative value	Bond futures 10-year U.S. bond futures used to calibrate fund-level interest rate sensitivity (i.e., duration)			●			
	Rates breakout momentum Seeks to monetize short-term momentum by taking long or short positions in U.S. and European rate markets			●			
	Volatility roll-on rates Systematic strategy that takes advantage of the volatility curve to generate positive carry						●
Global macro	Commodity carry pairs capped Going long commodities with the most downward-sloping term structures and short commodities with the most upward-sloping term structures across different commodities					●	
	Commodity curve Strategy goes long long-dated commodity contracts and short short-dated commodity contracts to monetize curve shape for individual commodities					●	
	Cross asset trend following A futures-based trend following strategy taking a long or short position to capture trends	●		●	●	●	
	Mean reversion indexes Strategy focusing on commodity indexes to monetize the tendency for the equity market to mean revert over short periods of time	●					
Equity hedge	Emerging markets factor Long emerging market equities (MSCI EM Index) vs. short developed market equities (MSCI EAFE Index) to provide market-neutral exposure to emerging markets risk premia	●					
	Low-volatility factor Market-neutral strategy that seeks to provide exposure to low-volatility risk premia	●					
	Momentum factor Market-neutral strategy that seeks to provide exposure to momentum risk premia	●					
	Quality factor Market-neutral strategy that seeks to provide exposure to quality risk premia	●					
	Size factor Long Russell 2000 vs. short Russell 1000 to deliver market-neutral exposure to size risk premia	●					
	Value factor Long Wilshire U.S. Large-Cap Value Index vs. short Wilshire U.S. Large-Cap Growth Index to provide market-neutral exposure to value risk premia	●					
	Chilton equity long/short¹ Long/short equity strategy focused on high-quality companies with strong business models and growth potential at reasonable valuations	●					
Event driven	MidOcean credit long/short² Long/short credit strategy seeking to capture current income and growth from three primary pockets of inefficiencies in the credit market: callable bonds, short-dated credit and crossover credit		●				

Glossary of categories

Equity hedge: Strategies that typically buy stocks expected to appreciate while incorporating shorting or hedging to mitigate market risk and/or generate additional alpha. **Event driven:** Strategies that seek to exploit mispricing due to corporate events, such as bankruptcy, merger, acquisition or spinoff, to capitalize on price inefficiencies. **Global macro:** Strategies that seek to invest through the use of futures instruments and often across a variety of asset classes. They tend to place directional bets on the prices of underlying assets driven by macro views or price trends. **Relative value:** Strategies that attempt to monetize the expected price convergence or divergence of related securities by buying and selling related assets.

Glossary of terms

Callable bond is a bond that an issuer may redeem before it reaches the stated maturity date. **COMM** refers to commodities, such as agriculture, energy and metals. **Crossover credit** is a bond assigned a split rating that places it on the cusp between being investment grade and non-investment grade. **Duration** is a measure of how sensitive a fixed income investment's price is to a change in interest rates and is expressed as a number of years. **F/X** refers to currencies, such as the dollar (\$), euro (€), pound (£) and yen (¥). **Risk premia** is the excess return on an investment to compensate for excess risk. **Short-dated credit** is a revolving line of credit with a term of one year or less. **VOL** refers to market volatility or asset price movement.

Index definitions

MSCI EAFE Index is an equity index that captures large and mid cap representation across 21 developed markets, including countries in Europe, Australasia and the Far East (EAFE) and excluding the U.S. and Canada. **MSCI EM Index** captures large and mid cap representation across 26 emerging markets (EM) countries. **Russell 1000 Index** is an index of approximately 1,000 of the largest companies in the U.S. equity market. **Russell 2000 Index** is an index measuring the performance of approximately 2,000 of the smallest-cap U.S. companies in the Russell 3000 Index, which is made up of 3,000 of the largest U.S. stocks. **Wilshire U.S. Large-Cap Growth Index** is a float-adjusted, market capitalization-weighted derivative index of the large-sized growth (based on capitalization) companies in the U.S. equity market. **Wilshire U.S. Large-Cap Value Index** is a float-adjusted, market capitalization-weighted derivative index of the large-sized value (based on capitalization) companies in the U.S. equity market.

1 Chilton Investment Company, LLC ("Chilton") serves as an underlying manager to FS Multi-Strategy Alternatives Fund's assets directly. Such investments managed by Chilton presently include allocations to the Fund's equity hedge category through long/short equity strategy.

2 MidOcean Credit Fund Management, L.P. ("MidOcean") serves as an underlying manager to FS Multi-Strategy Alternatives Fund's assets directly. Such investments managed by MidOcean presently include allocations to the Fund's event driven category through long/short credit strategy.

Securities offered through ALPS Distributors, Inc. (1290 Broadway, Suite 1100, Denver, CO 80203, member FINRA), the distributor of FS Multi-Strategy Alternatives Fund. FS Investment Solutions, LLC is an affiliated broker-dealer that serves as the exclusive wholesale marketing agent for FS Multi-Strategy Alternatives Fund. FS Investment Solutions, LLC and ALPS Distributors, Inc. are not affiliated.

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An investment in FS Multi-Strategy Alternatives Fund (the "Fund") involves a high degree of risk and may be considered speculative. Investors are advised to consider the investment objectives, risks, and charges and expenses of the Fund carefully before investing. The Fund's prospectus contains this and other information about the Fund. Investors may obtain a copy of the Fund's prospectus free of charge at www.fsinvestments.com or by contacting FS Investments at 201 Rouse Blvd., Philadelphia, PA 19112 or by phone at 877-628-8575. Investors should read and carefully consider all information found in the Fund's prospectus and other reports filed with the U.S. Securities and Exchange Commission before investing.

Investing in the Fund involves risk, including the risk that a shareholder may receive little or no return on their investment or that a shareholder may lose part or all of their investment. The Fund is subject to interest rate risk and will decline in value as interest rates rise. The Fund may engage in leveraging and other speculative investment practices that may increase the risk of loss of investment, and accelerate the velocity of potential losses. In addition to the normal risks associated with investing, international and emerging markets may involve risk of capital loss from unfavorable fluctuations in currency values, differences in generally accepted accounting principles or from social, economic, or political instability in other nations. The Fund may invest in derivatives, which are often more volatile than other investments and may magnify the Fund's gains or losses.

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