

Class I: FNNIX Class A: FNNAX Class L: FNNLX Class M: FNNMX Class T: FNNTX

FS Multi-Alternative Income Fund

Simplified access to alternative sources of income managed by FS Investments and sub-advised by GoldenTree, KKR and StepStone

Performance (total returns)	Inception date	Net asset value (NAV) ¹	Annualized distribution rate ²	MTD	QTD	YTD	1 year	Since inception
FNNIX (Class I at NAV)	9/27/2018	\$12.81	5.12%	-0.16%	0.39%	8.45%	—	5.15%
FNNAX (Class A at NAV) with maximum sales load	9/27/2018	\$12.81	4.87%	-0.08% -5.81%	0.39% -5.39%	8.24% 2.02%	— —	4.95% -1.06%
FNNLX (Class L at NAV) with maximum sales load	9/27/2018	\$12.80	4.63%	-0.16% -3.61%	0.31% -3.18%	8.05% 4.26%	— —	4.68% 1.04%
FNNMX (Class M at NAV)	9/27/2018	\$12.81	4.87%	-0.08%	0.39%	8.24%	—	4.95%
FNNTX (Class T at NAV) with maximum sales load	9/27/2018	\$12.80	4.63%	-0.16% -3.61%	0.31% -3.18%	8.05% 4.26%	— —	4.68% 1.04%

The maximum sales load is 5.75% for Class A shares, 3.50% for Class L shares and 3.50% for Class T shares.

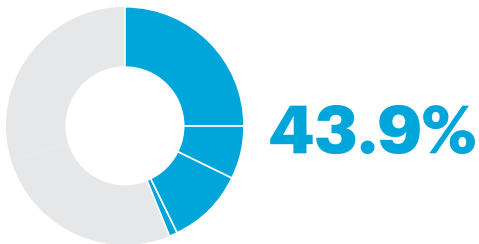
Benchmark

								Since 9/27/2018
Bloomberg Barclays U.S. Aggregate Bond Index	—	—	—	2.59%	2.82%	9.10%	10.17%	11.87%

Performance data quoted represents past performance and is no guarantee of future results. Class I and Class M shares have no sales charges; therefore performance is at NAV. Returns less than one year are cumulative; all others are annualized. QTD and YTD information is provided on a calendar-year basis. Total return figures reflect changes in share price and reinvestment of dividend and capital gain distributions. 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 quoted. For performance data current to the most recent month-end, please call 877-628-8575 or visit our website at www.fsinvestments.com. The benchmark is shown for illustrative purposes only. An investment cannot be made directly in an index. The Fund's actual investments and performance may differ substantially from those of the index presented. See index definition on the next page.

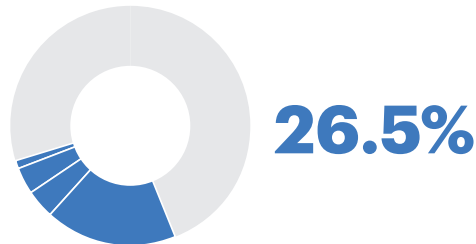
Portfolio allocations³

Multi-sector credit



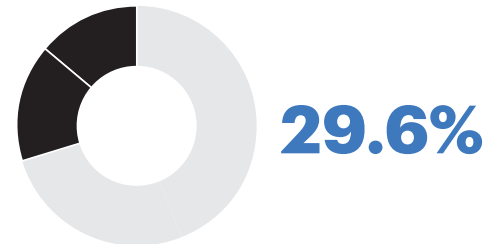
Bonds	57.0%
Loans	16.4%
Structured products	24.3%
Other	2.3%

Private credit



Senior secured loans	67.0%
Senior secured bonds	14.7%
Subordinated debt	14.3%
Other	4.0%

Real estate



Core real estate	46.3%
Core-plus real estate	53.7%

Key facts

Objective	The Fund seeks to provide attractive total returns, consisting primarily of current income, by investing in a diversified portfolio of alternative income strategies.
Distributions²	Quarterly
Tax reporting	Form 1099-DIV
Structure	Non-diversified, closed-end interval fund

Repurchase offer

Terms⁴	Quarterly (no less than 5% of shares outstanding and no more than 25% of shares outstanding)				
Upcoming repurchase offer dates	Repurchase period notice	Repurchase request deadline	Repurchase pricing date	Payment by	
Q4 2019	12/13/2019	1/15/2020	1/15/2020	1/22/2020	

Repurchase period notice: The date by which the repurchase offer period notification must be sent to shareholders via email and/or mail. Investors who have elected electronic delivery will receive their documentation via email. All other investors will receive physical copies in the mail. Advisors will receive an email notification with a way to access copies of the repurchase offer documentation sent to investors for their reference.

Repurchase request deadline: The date the quarterly repurchase offers are scheduled to expire. The Fund must receive all repurchase requests in response to the repurchase offer or withdrawals/modifications of previously submitted repurchase requests for such repurchase offer from shareholders by this date. **Repurchase pricing date:** The date on which the Fund determines the net asset value applicable to the repurchase of the Fund's common shares. **Payment by:** The date by which the Fund must pay shareholders for any common shares repurchased. Proceeds sent to brokerage accounts may take 7 to 10 days to appear in accounts.

Checks are sent via USPS and usually arrive within 7 to 10 days after mailing for registered shareholders. Proceeds sent via ACH to a bank account are typically credited to the bank account in 3 to 5 days for registered shareholders. Dates are subject to change. Repurchase offers are subject to the terms and conditions set forth in each repurchase offer notice.

Share classes

	Class I	Class A	Class L	Class M	Class T
Ticker	FNNIX	FNNAX	FNNLX	FNNMX	FNNTX
CUSIP	30300R203	30300R104	30300R302	30300R401	30300R500
Minimum initial investment⁵ (non-qualified/qualified)	\$1 million (both)	\$2,500/\$1,000	\$2,500/\$1,000	\$2,500/\$1,000	\$2,500/\$1,000
Net expense ratio*	2.62%	2.87%	3.12%	2.87%	3.12%
Net expense ratio* (excluding estimated interest expense associated with expected use of leverage)	1.85%	2.10%	2.35%	2.10%	2.35%

- The Fund's NAV per common share of each class as of the date indicated is the NAV determined by the Fund for purposes of complying with the requirements of Section 23(b) of the Investment Company Act of 1940, as amended, and has not been approved by the Fund's board of trustees. The Fund's NAV per common share may increase or decrease in the future, and any such change may be material.
- The annualized distribution rate shown is expressed as a percentage equal to the projected annualized distribution amount per share (which is calculated by annualizing the most recent quarterly cash distribution per share declared as of the date indicated, without compounding), divided by the Fund's NAV per share as of the date indicated, in each case on a per class basis. The Fund intends to pay ordinary cash distributions quarterly. The payment of future distributions on the Fund's common shares is subject to the discretion of the Fund's board of trustees and applicable legal restrictions and, therefore, there can be no assurance as to the amount or timing of any such future distributions. The determination of the tax attributes of the Fund's distributions is made annually at the end of the calendar year, and a determination made on an interim basis may not be representative of the actual tax attributes of the Fund's distributions for a full year. The actual tax characteristics of distributions to shareholders are reported to shareholders annually on Form 1099-DIV. The Fund may pay distributions in significant part from sources that may not be available in the future and that are unrelated to the Fund's performance, such as return of capital, borrowings or expense reimbursements and waivers. Class L, Class M and Class T shares will pay to the distributor a distribution fee that will accrue at an annual rate of up to 0.25% of the Fund's average daily net assets attributable to the respective share class and will be payable on a monthly basis. Class A shares and Class I shares are not subject to a distribution fee.
- Although the amounts allocated may vary over time in response to changing market opportunities, subject to certain limitations set forth in the investment sub-advisory agreements, it is expected that, in general, each strategy will be allocated between 20%–40% of the Fund's gross assets. FS Multi-Alternative Advisor expects to rebalance the portfolio on a quarterly basis. FS Multi-Alternative Advisor may add strategies or managers in the future, subject to certain limitations. Calculated as a percentage of AUM.
- There is no guarantee that shareholders will be able to sell all of the shares they desire to sell in a quarterly repurchase offer, although the Fund will offer to purchase at least 5% (but no more than 25%) of the outstanding shares of the Fund at NAV in each quarterly repurchase, unless such offer is suspended or postponed in accordance with regulatory requirements.
- Any minimum initial investment requirement may be waived in the Fund's sole discretion.

*Calculated as an estimated percentage of average net assets attributable to shares. The Fund's actual expenses may be different than the estimates above. The calculations also take into account the fee waiver and/or expense reimbursement during such time period. FS Multi-Alternative Advisor, LLC, the Fund's investment adviser, has entered into an expense limitation agreement with the Fund under which it has agreed to pay or waive the "ordinary operating expenses" of the Fund to the extent that such expenses exceed 0.25% per annum of the Fund's average daily net assets attributable to the applicable share class of the Fund. Ordinary operating expenses exclude (1) investment advisory fees, (2) portfolio transaction and other investment-related costs, (3) interest expense and other financing costs, (4) taxes, (5) distribution and shareholder servicing fees and (6) extraordinary expenses of the Fund. The expense limitation agreement will continue indefinitely until terminated by the Board on written notice to FS Multi-Alternative Advisor. The expense limitation agreement permits the adviser to recoup the amounts it has paid or waived pursuant to the agreement in the future, subject to certain limitations. For full detail on the Fund's fees and expenses, please review the Fund's prospectus.

Closed-end interval funds may charge additional fees. Percentages and other numbers in this fact sheet may have been rounded.

INDEX DEFINITION

Bloomberg Barclays U.S. Aggregate Bond Index is a broad-based flagship benchmark that measures the investment grade, U.S. dollar-denominated, fixed-rate taxable bond market. The index includes Treasuries, government-related and corporate securities, MBS (agency fixed-rate and hybrid ARM pass-throughs), ABS and CMBS (agency and non-agency).

The index referenced herein is the exclusive property of the index provider and has been licensed for use by FS Investments. The index provider does not guarantee the accuracy and/or completeness of the index and accepts no liability in connection with the use, accuracy or completeness of the data included therein. Inclusion of the index in these materials does not imply that the index provider endorses or expresses any opinion in respect of FS Investments. Visit www.fsinvestments.com/support/articles/index-disclaimers for more information.

An investment in FS Multi-Alternative Income 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.

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

This Fund is new and has a limited operating history. 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 use leverage to achieve its investment objective, which involves risks, including the likelihood of NAV volatility and the risk that fluctuations in interest rates on borrowings will reduce the return to investors. In addition to the normal risks associated with investing, investing in international and emerging markets involves 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, depending on market conditions and the type of derivative, are more volatile than other investments and will magnify the Fund's gains or losses. The Fund is dependent on the success of FS Multi-Alternative Advisor's methodology in allocating the Fund's assets to the sub-advisers and its selection and oversight of the sub-advisers. An investment in shares should be considered only by investors who can assess and bear the illiquidity and other risks associated with such an investment.

No secondary market is expected to develop for the Fund's common shares; liquidity for the common shares will be provided only through quarterly repurchase offers for no less than 5% and no more than 25% of the common shares at net asset value, and there is no guarantee that an investor will be able to sell all the common shares that the investor desires to sell in the repurchase offer. Due to these restrictions, an investor should consider an investment in the Fund to be of limited liquidity.

FMI000105