



# Fact sheet

As of 11/30/2018

unless otherwise noted

Class I: FSMSX Class A: FSMMX

## FS Multi-Strategy Alternatives Fund

Seeking absolute returns with low correlation

ABSOLUTE RETURNS WITH  
LOW CORRELATION TO  
TRADITIONAL INVESTMENTS

COST-EFFICIENT SOLUTION  
AVAILABLE THROUGH  
A MUTUAL FUND

MANAGERS WITH  
INDUSTRY-LEADING  
EXPERIENCE

Total returns	Inception date	MTD	QTD	YTD	1 year	Since inception	As of 9/30/2018	
							1 year	Since inception
FSMSX (Class I)	5/16/2017	0.21%	-0.19%	-3.92%	-3.82%	-1.36%	-2.29%	-1.39%
FSMMX (Class A)	5/16/2017	0.10%	-0.30%	-4.22%	-4.12%	-1.62%	-2.59%	-1.60%
with maximum sales charge		-5.66%	-6.06%	-9.71%	-9.63%	-5.32%	-8.19%	-5.75%
<b>Benchmark</b>						<b>Since 5/16/2017</b>		
ICE BofAML U.S. 3-Month T-Bill Index		0.21%	0.38%	1.69%	1.80%	1.52%	1.59%	1.43%

The expense ratios for Class I Shares are 4.54% total annual fund operating expenses,<sup>1</sup> 0.44% total annual fund operating expenses (after expense reductions)<sup>2,3</sup> and 0.25% total annual fund operating expenses after expense reductions, excluding dividend and interest expenses.<sup>2,3,4</sup> The expense ratios for Class A Shares are 5.26% total annual fund operating expenses,<sup>1</sup> 0.69% total annual fund operating expenses (after expense reductions)<sup>2,3</sup> and 0.49% total annual fund operating expenses after expense reductions, excluding dividend and interest expenses.<sup>2,3,4</sup> Performance with sales charge is calculated with maximum sales charge of 5.75% for Class A Shares. Performance data quoted represents past performance and is no guarantee of future results. Returns for time periods greater than one year 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 quoted. Please call 877-628-8575 or visit our website at [www.fsinvestments.com](http://www.fsinvestments.com) for performance data current to the most recent month-end.

One cannot invest directly in an index. See the index definition on the following page.

### Portfolio allocation



**60%**  
Alternative beta strategies

**40%**  
Underlying managers

Category	Allocation <sup>5</sup>	Alternative beta provider(s)
Equity hedge	20%	Goldman Sachs, J.P. Morgan, Morgan Stanley
Relative value	21%	Barclays, Deutsche Bank, J.P. Morgan, Morgan Stanley
Global macro	19%	Barclays, Deutsche Bank, Goldman Sachs, J.P. Morgan, Societe Generale
Category	Allocation <sup>5</sup>	Underlying manager
Event driven		
Credit long/short strategy	20%	MidOcean Credit Partners
Relative value		
Convertible arbitrage strategy	20%	Basso Capital Management

1 The total annual fund operating expenses ratio calculation is a percentage of average net assets for the period from May 16, 2017 (commencement of operations) to December 31, 2017.

2 The Adviser has contractually agreed to waive its management fee until the earlier of (i) April 30, 2019 or (ii) the date on which the gross proceeds that have been received by the Fund from investors, in aggregate, exceed \$175 million. The Adviser's contractual management fee, without giving effect to this waiver, is equal to 1.25% of the Fund's average daily net assets. The total annual fund operating expenses after expense reductions, excluding dividend and interest expenses and total operating expenses (after expense reductions) ratios, assume that the gross proceeds received by the Fund from investors will not exceed \$175 million prior to April 30, 2019.

3 The total annual fund operating expenses after expense reductions, excluding dividend and interest expenses and total operating expenses (after expense reduction) ratios, are a percentage of average net assets for the period from May 16, 2017 (commencement of operations) to December 31, 2017 and are based on the expense limitation for such period. The expense limitation may be different in future years. The Adviser has entered into an Expense Limitation Agreement with the Fund under which it has agreed to waive or reduce its fees and to assume other expenses of the Fund, if necessary, in an amount that limits ordinary operating expenses (exclusive of management fees, distribution or servicing fees, interest, taxes, brokerage fees and commissions, dividends and interest paid on short positions, acquired fund fees and expenses and extraordinary expenses (as determined in the sole discretion of the Adviser)) to not more than 0.25% of the average daily net assets for the Fund at least until April 30, 2019. The Fund may terminate the Expense Limitation Agreement at any time. The Expense Limitation Agreement permits the Adviser to recoup waived or reimbursed amounts within the three-year period after the Adviser bears the expense, provided total expenses, including such recoupment, do not exceed the annual expense limit in effect at the time of such waiver/reimbursement or recoupment.

4 The total annual fund operating expenses after expense reductions, excluding dividend and interest expenses ratio, does not include dividend expense on short sales of 0.11% for Class I Shares and 0.13% for Class A Shares and interest, commitment fees and other borrowing costs of 0.08% for Class I Shares and 0.07% for Class A Shares.

5 Allocation percentages may not total 100% due to rounding.

## Manager

### FS Investments

- A leading asset manager that designs alternative investments to help institutions, advisors and individual investors build better, more diversified portfolios
- Manages approximately \$23.7 billion in assets<sup>6</sup>

## Sub-adviser

### Wilshire Associates (Wilshire<sup>®</sup>)

- A diversified global financial services firm that serves in excess of 500 institutional clients across 20 countries with combined assets exceeding \$9 trillion<sup>7</sup>
- Has over 40 years of leadership in providing institutional investors with portfolios, analytics, research and investment consulting

## Underlying managers

Basso Capital Management, L.P.

MidOcean Credit Fund Management, L.P.

## Fund

<b>Objective</b>	FS Multi-Strategy Alternatives Fund seeks to generate positive, low-correlated returns over a complete market cycle.
<b>Structure</b>	Mutual fund with daily liquidity
<b>Tax reporting</b>	Form 1099-B

## Share classes

	<b>Class I</b>	<b>Class A</b>	
<b>Ticker</b>	FSMSX	FSMMX	
<b>CUSIP</b>	302691209	302691100	
<b>Inception date</b>	5/16/2017	5/16/2017	
<b>Minimum initial investment<sup>8</sup></b>	\$1 million	\$2,500	
<b>Sales charges<sup>9</sup></b>	None	Under \$50,000	5.75%
		\$50,000-\$99,999	4.75%
		\$100,000-\$249,999	3.75%
		\$250,000-\$499,999	2.75%
		\$500,000-\$999,999	2.00%
		\$1 million+	None

6 As of September 30, 2018.

7 Client assets are as represented by Pensions & Investments (P&I), detailed in P&I's "Largest Retirement Funds" and P&I's "Largest Money Managers (U.S. institutional tax-exempt assets)" as of 9/30/17 and 12/31/17, and published 2/5/18 and 5/28/18, respectively.

8 Class I Shares minimum initial investment ranges from \$2,500 (eligible accounts through certain intermediary institutions) to \$1 million. Any minimum initial investment requirement may be waived in the Fund's sole discretion.

9 Offering price includes the initial sales charge. Investors may be able to buy Class A Shares without a sales charge in certain situations. Please see the prospectus for additional information.

### INDEX DEFINITION

**ICE BofAML U.S. 3-Month Treasury Bill Index** is comprised of a single issue purchased at the beginning of the month and held for a full month. At the end of the month, that issue is sold and rolled into a newly selected issue.

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.

**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](http://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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