

**EXPLANATION TO THE PROPOSED AMENDMENTS OF THE PROSPECTUS OF PRIVIUM SUSTAINABLE
ALTERNATIVES FUND DATED AUGUST 2018**

This document constitutes an explanation to the (proposed) amendment to the prospectus of Privium Sustainable Alternatives Fund (the “**Fund**”) dated August 2018, as amended from time to time (the “**Prospectus**”).

The proposed amendments to the Prospectus and the Terms and Conditions are published on the website of the Fund Manager (the “**Amendments**”). The Amendments are proposed in connection with the changes to the Investment Strategy and the redemption procedure of the Fund.

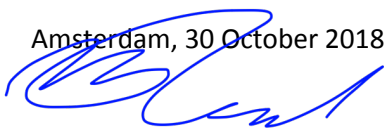
The Investment Strategy of the Fund will change from a hybrid Sustainable Alternatives Fund into a Fund which makes investments that are classified as Sustainable Impact. To align the Fund with this more focused approach, the real estate companies will be excluded from the Fund to reflect this focus, the name of the Fund will change from ‘Privium Sustainable Alternatives Fund’ to ‘Privium Sustainable Impact Fund’. The redemption procedure of the Fund will be slightly amended and a redemption gate of 20% of the net asset value of the Fund will be introduced.

According to section 5.1.5 of the Prospectus and section 22.4 of the Terms and Conditions, an amendment of the Prospectus or the Terms and Conditions causing a reduction in Participants’ rights or security, imposing costs on the Participants or causing a change to the Investment Strategy does not become effective in relation to the Participants until one (1) month following the date on which such notification has been published on the Fund Manager’s website. Participants have the right to redeem their Participations within this period following the date on which such notification has been disclosed.

In accordance with section 5.1.5 of the Prospectus and section 22.4 of the Terms and Conditions and in connection with the proposed Amendments (i) such Amendments have been announced on the Fund Manager’s website on 30 October 2018 and (ii) the Participants may redeem their Participations under the usual conditions.

The Amendments will become effective on 1 January 2019, provided that the Dutch Authority for the Financial Markets (*Stichting Autoriteit Financiële Markten*) does not object to such Amendments.

Amsterdam, 30 October 2018



Privium Fund Management B.V.
The Fund Manager