

**EXPLANATION TO THE PROPOSED AMENDMENTS OF THE PROSPECTUS OF
MULTI STRATEGY ALTERNATIVES FUND DATED OCTOBER 2017**

This document constitutes an explanation to the (proposed) amendment to the prospectus of Multi Strategy Alternatives Fund (the “**Fund**”) dated October 2017 (including the terms and conditions of management and custody dated October 2017) (the “**Terms and Conditions**”), as amended from time to time (the “**Prospectus**”).

The proposed amendment to the Prospectus and the Terms and Conditions by way of a supplement to the Prospectus is published on the website of the Fund Manager (the “**Amendment**”). The Amendment is proposed in connection with the changes to the benchmark of the Fund from the HFRI FOF (Conservative) Index (USD) into the HFRX Global Hedge Fund Index (USD). The Fund Manager of the Fund is of the opinion that the Hedge Fund strategy weightings of the HFRX Global Hedge Fund Index in USD fits better with the investment strategy of the Fund compared with the Hedge Fund strategy weightings of the previous performance benchmark.

According to section 5.1.6 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 published on the Fund Manager’s website.

In accordance with section 5.1.6 of the Prospectus and section 22.4 of the Terms and Conditions and in connection with the proposed Amendment (i) such Amendment has been announced on the Fund Manager’s website on 29 November 2018 and (ii) the Participants may redeem their Participations under the usual conditions.

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

Amsterdam, 29 November 2018


Privium Fund Management B.V.
The Fund Manager