

Blackstone Strategic Capital Advisors L.L.C.

Form ADV Part 2A

March 30, 2023

Blackstone

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Item 1 – Cover Page

Blackstone Strategic Capital Advisors L.L.C.

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March 30, 2023

Form ADV Part 2A (the “Disclosure Brochure” or “Brochure”) required by the Investment Advisers Act of 1940, as amended (“Advisers Act”), provides information about the qualifications and business practices of Blackstone Strategic Capital Advisors L.L.C. (“BSCA”).

If you have any questions about the contents of this Brochure, please contact BSCA at (212) 583-5000; BAAMClientService@blackstone.com. The information in this Brochure has not been approved or verified by the United States Securities and Exchange Commission (“SEC”) or by any state securities authority.

Additional information about BSCA also is available at the SEC’s website www.adviserinfo.sec.gov (click on the link “Investment Adviser Search”, select “Investment Adviser Firm” and type in BSCA’s name). Results will provide you with both Parts 1A and 2A of BSCA’s Form ADV.

BSCA is registered with the SEC as an investment adviser. BSCA’s registration as an investment adviser does not imply any level of skill or training. The oral and written communications we provide to you, including this Brochure, serve as information for you to use to evaluate BSCA and should be considered in your decision whether to hire (*i.e.*, by investing in a fund managed by BSCA) or to remain invested in a fund managed by BSCA.

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Item 2 – Material Changes

- ▶ There has not been a material change to this document since the last annual update on March 31, 2022.
- ▶ BSCA, at any time, may update this Brochure and either send you a copy or offer to send you a copy (either by electronic means (email) or in hard copy form).
- ▶ If you would like another copy of this Brochure, please download it from the SEC website as indicated above or contact BSCA at (212) 583-5000 or BAAMClientService@blackstone.com.

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Item 3.1 – Defined Terms

As used throughout this Brochure, the following terms have the following meanings:

Advisers Act: U.S. Investment Advisers Act of 1940 and the rules and regulations promulgated thereunder, as amended.

Arcesium: Arcesium LLC, a middle- and back-office service and technology provider, in which BAAM holds a non-controlling, minority equity interest.

BAAM: Blackstone Alternative Asset Management L.P., a registered investment adviser and an affiliate of BSCA.

BAIA: Blackstone Alternative Investment Advisors LLC, a registered investment adviser and an affiliate of BSCA.

BAS: Blackstone Alternative Solutions L.L.C., a registered investment adviser and an affiliate of BSCA.

Blackstone: Blackstone Inc. (NYSE: BX), which is the ultimate parent of BSCA, and its affiliates, as the context so requires.

Blackstone Affiliated Manager: means an investment manager in which Blackstone holds an ownership or other similar economic interest of 50% or greater (e.g., an investment manager that is wholly-owned by Blackstone as part of another Blackstone business unit)

Blackstone Interest Manager: means an investment manager with respect to which Blackstone holds minority (*i.e.*, less than 50%) ownership, revenue share or other similar economic interest (e.g. a SAF Manager or a Strategic Capital Manager).

Blackstone Proprietary Funds: Pooled investment vehicles or separately managed accounts pursuing alternative investment strategies formed and managed in total or through a partnership or other arrangement by Blackstone.

BSAA: Blackstone Strategic Alliance Advisors L.L.C., a registered investment adviser and an affiliate of BSCA.

BSCA: Blackstone Strategic Capital Advisors L.L.C., the registrant.

BSCA Advisors: BSCA Advisors L.L.C., a wholly owned subsidiary of BSCA.

BSCA Advisors Co-Investment Vehicles: Certain co-investment vehicles relating to the BSCA Funds, which are managed by BSCA Advisors.

BSCA Funds: A series of private investment funds managed by BSCA which are engaged in acquisitions of minority interests in alternative asset managers, including BSCH I, BSCH II and/or the Warehouse Fund, as applicable.

BSCA Investment Program: The collective reference to the investment program and activities of the BSCA Funds.

BSCA Managers: General partners, management companies, investment advisers and their affiliates that derive a significant portion of their revenues from the sponsorship and management of hedge funds, private equity funds, private credit funds, real estate and

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Item 3.1 – Defined Terms

infrastructure funds and/or other alternative asset management products, and in which BSCA acquires an interest.

BSCA Manager Interests: Minority investments in the BSCA Managers.

BSCH I: Blackstone Strategic Capital Holdings L.P., a Delaware limited partnership, and its parallel investment vehicles, alternative investment vehicles and related entities, as applicable, which was established to invest primarily in public market managers with a secondary focus on private market managers.

BSCH II: Blackstone Strategic Capital Holdings II L.P., a Delaware limited partnership, and its parallel investment vehicles, alternative investment vehicles and related entities, as applicable, which was established to invest primarily in private market managers.

BSCH I General Partner: Blackstone Strategic Capital Associates L.L.C., a Delaware limited liability company.

BSCH II General Partner: Blackstone Strategic Capital Associates II L.P., a Delaware limited partnership.

BSP: Blackstone Securities Partners L.P., a registered broker-dealer and an affiliate of BSCA.

Constituent Documents: The Confidential Private Placement Memorandum (or other similar disclosure document), Limited Partnership Agreement, Memorandum and Articles of Association, Subscription Agreement, Investment Advisory Agreement and/or other applicable constituent documents for a BSCA Fund.

Co-Investments: Co-investment opportunities to participate alongside the BSCA Funds in BSCA Managers that General Partner may offer to certain prospective co-investors in accordance with the Constituent Documents.

Code: Blackstone's and BSCA's Code of Ethics mandated by the Advisers Act.

General Partner: The BSCH I General Partner and/or the BSCH II General Partner, as applicable, each a general partner of the BSCA Funds, and an affiliate of BSCA.

Hedge Fund Solutions Group or HFS: The division of Blackstone which includes BAAM, BSAA, BAS, BAIA, and BSCA, each a registered investment adviser.

Investor: An investor in a BSCA Fund.

Investment Committee: A BSCA committee comprised of certain senior professionals of the Hedge Fund Solutions Group and Blackstone. (The professionals that constitute the BSCH I investment committee largely overlap with the professionals that comprise the BSCH II investment committee, but they are not identical).

L.P. Advisory Committee: The L.P. Advisory Committee of the respective BSCA Fund (as provided for in its Constituent Documents).

Other Blackstone Advisers: Investment advisory affiliates of BSCA within Blackstone.

Other Blackstone Clients: Entities and accounts managed by Other Blackstone Advisers.

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Warehouse Fund: Blackstone Strategic Capital Holdings (Side Car), L.P., a Delaware limited partnership, and its parallel investment vehicles, alternative investment vehicles and related entities, as applicable, which has been established to make co-investments as part of the BSCA Investment Program (as described in Item 4).

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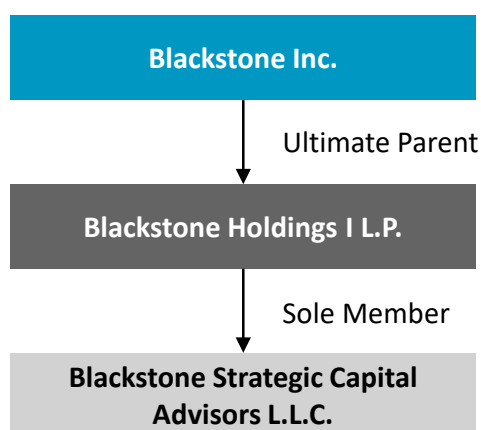
Item 4 – Advisory Business

Overview of the Firm

BSCA, a Delaware limited liability company, will seek to achieve income and capital appreciation primarily through the acquisition of BSCA Manager Interests by the BSCA Funds as part of the BSCA Investment Program, which includes making (i) minority investment in public market managers and (ii) minority investments in private market managers. A wholly-owned subsidiary of BSCA, BSCA Advisors, also manages certain co-investment vehicles relating to the BSCA Funds (collectively, the “BSCA Advisors Co-Investment Vehicles”). The BSCA Advisors Co-Investment Vehicles are expected to participate side-by-side with the BSCA Funds in certain co-investment opportunities (“Co-Investments”) to the extent such Co-Investments become available. BSCA Advisors is not effectuating a separate registration; rather it is a “relying adviser” of BSCA. **All references herein to BSCA are deemed to include BSCA Advisors and all references to BSCA Funds are deemed to include BSCA Advisors Co-Investment Vehicles, unless expressly stated to the contrary or the context otherwise requires.**

BSCA is an affiliate of Blackstone Alternative Asset Management L.P. (“BAAM”), a leading hedge fund solutions provider which, together with its affiliates in the Blackstone Hedge Fund Solutions Group (“HFS”), manages or advises approximately \$80 billion as of December 31, 2022. Please note that this is an unaudited estimate and does not include non-discretionary advisory clients. BSCA derives significant benefits from the experience of BAAM in the investment, operational, legal, structuring and compliance aspects of hedge funds.

BSCA was founded in 2012, and BSCA Advisors was founded in 2013, both as part of Blackstone Inc. (NYSE: BX) (“Blackstone”), which is the ultimate parent of BSCA and BAAM. Blackstone is a leading alternative investment manager with investment programs and services concentrating in the private equity, real estate, debt / credit and secondaries businesses, as well as the hedge fund solutions business. Subject to HFS information walls, BSCA shares employees and facilities with BAAM, Blackstone Strategic Alliance Advisors L.L.C. (“BSAA”), Blackstone Alternative Solutions L.L.C. (“BAS”), and Blackstone Alternative Investment Advisors LLC (“BAIA”), each a registered investment adviser. Please see **Item 10 – Other Financial Industry Activities and Affiliations** for more information.



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BSCA's discretionary assets under management ("AUM") were \$11 billion as of December 31, 2022. This includes committed capital that has not been drawn for any purpose (including for the purpose of acquiring BSCA Manager Interests). Please note that this is an unaudited estimate.

BSCA's investment advice is subject to each BSCA Fund's investment objectives and guidelines as set forth in the Constituent Documents. The investment objectives and guidelines were or will be negotiated by investors in the BSCA Funds prior to the final closing of the respective BSCA Fund.

Overview of Advisory Services

As investment adviser to the BSCA Funds, BSCA:

- ▶ Identifies and implements investment opportunities for the BSCA Funds;
- ▶ Participates in the monitoring of the BSCA Funds' investments;
- ▶ Makes decisions on behalf of the BSCA Funds to make and/or sell investments;
- ▶ May engage in foreign currency hedging transactions and/or the hedging of certain market exposures for certain BSCA Funds, in the future; and
- ▶ Enters into credit arrangements with third parties on behalf of certain BSCA Funds to allow a BSCA Fund to borrow on a short-term basis for purposes of (i) funding acquisitions of BSCA Manager Interests (or other permitted investments), expenses or management fees prior to receipt of capital from Investors in respect of capital calls, (ii) acquiring a portion of a BSCA Manager Interest (or other permitted investment) prior to syndicating such portion to co-investors and (iii) leveraging its investments (within the leverage limits stated in the Constituent Documents)

The strategy of the BSCA Funds is to seek to acquire minority equity, equity-related, debt, revenue and/or other interests in BSCA Managers ("BSCA Manager Interests"), although the BSCA Funds are authorized to acquire majority economic and/or controlling interests in BSCA Managers and to make investments in the funds and other related investment vehicles sponsored by the BSCA Managers, subject to the limitations in the Constituent Documents. As part of the BSCA Investment Program, BSCH I invested in both public market managers and private market managers, while BSCH II is expected to invest primarily in private market managers. The existing owners of the BSCA Managers are generally expected to retain both autonomy over the day-to-day operations of their business and a majority ownership stake in such BSCA Managers, although the BSCA Funds will retain customary consent rights over certain matters. The BSCA Funds endeavor to diversify BSCA Manager Interests across investment strategies, geography, and asset classes, although there is no guarantee as to the extent such diversification will be achieved.

The BSCA Funds continue to generally target prospective BSCA Managers with AUM of \$5 billion or greater, though opportunistically may invest in smaller alternative asset managers with institutional platforms and/or attractive growth prospects. BSCA believes that larger, more diversified and established managers offer greater predictability and stability of cash flows, as

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well as potentially presenting more compelling opportunities for Blackstone to add value as a strategic partner (through co-investment, access to new pools of capital, facilitation of succession plans). BSCA generally plans to target leading managers with strong brands, institutional infrastructure, and diversified revenue drivers and client bases.

The ultimate goal of the BSCA Funds is to assemble a portfolio of BSCA Manager Interests and ultimately to seek to monetize this portfolio through a public offering, recapitalization or other method of achieving liquidity.

BSCA Advisors' activities will be limited to serving as co-investment advisor to certain co-investment vehicles, which will generally invest side-by-side with the BSCA Funds to the extent such Co-Investments become available. BSCA Advisors' authority with respect to the BSCA Advisors Co-Investment Vehicles typically will be more limited than BSCA's authority with respect to the BSCA Funds.

The BSCA Funds permit certain persons to make selected Co-Investments. The General Partner, in its sole discretion and on a priority basis, has, and in the future may offer Co-Investments and related follow-on Co-Investments to (i) any person participating in the origination of such investment opportunity, (ii) any person whose participation in such investment the General Partner believes would be beneficial to the consummation or success of the investment, (iii) affiliates of Blackstone, including Other Blackstone Clients, current/former employees of Blackstone, and endowment funds, charitable programs and/or other similar or related entities associated with the foregoing, (iv) certain strategic partners and/or other important relationships of Blackstone, including key advisors, strategic partners and/or "anchor" investors with respect to the BSCA Funds, and/or (v) as otherwise provided in the Constituent Documents of the BSCA Funds. As a practical matter, due to constraints that may be imposed by BSCA Managers, the BSCA Funds may not be in a position to offer Co-Investments to certain types of Investors (or any Investors). It is expected that Investors will participate in Co-Investments on a no-fee basis, although BSCA reserves the right to charge management fees and/or carried interest (or other similar arrangements) with respect to Co-Investments on a case-by-case basis. As a general matter, the size of the investment opportunities pursued by the BSCA Funds and the investment guidelines of the BSCA Funds are such that the BSCA Funds may elect to hold the entire investment in the event Co-Investments are not offered or in the event that Co-Investments are offered, but are ultimately not consummated. In such cases, the BSCA Funds would acquire the entire investment opportunity and, accordingly, the BSCA Funds would bear all of the costs and expenses associated with such investment, including those costs and expenses that would otherwise have been borne by co-investors. Consequently, co-investors with respect to particular co-investments will generally not bear any share of broken-deal expenses and such expenses will be borne by the BSCA Funds (unless otherwise provided for in the Constituent Documents).

The General Partner and BSCA generally will seek to ensure that the BSCA Funds and any co-investors participate in any Co-Investments and any related transactions on comparable terms to the extent practicable or appropriate. However, this may not be practicable or appropriate in all circumstances and certain co-investors enjoy terms more favorable or less favorable than

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those available to other co-investors or Investors in the BSCA Funds. Such differences may create a conflict for BSCA in terms of allocating an opportunity among the BSCA Funds and co-investors. Generally, Co-Investment vehicles will share with the BSCA Funds, *pro rata*, in expenses relating to the Co-Investment (based on the relative amounts invested thereby).

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Item 5 – Fees and Compensation

Asset-Based Advisory Fees

In general, BSCA charges an asset-based advisory fee of up to an annual rate of 1.50% based on capital commitments/unfunded capital commitments and actively invested capital, as described in further detail in the Constituent Documents. In addition, BSCA may also charge an annual servicing fee during certain periods (based on actively invested capital) as provided in the Constituent Documents. Generally, employees, retired partners, and certain former employees of Blackstone, as well as endowment funds, charitable programs and/or other similar or related entities associated with the foregoing, are not subject to such asset-based advisory fees or servicing fees.

BSCA Advisors generally does not charge an asset-based advisory fee on assets under management, although it reserves the right to do so on a case-by-case basis. Please see **Item 11 – Potential Conflicts of Interest**.

Performance-Based Fees

Please see **Item 6 – Performance-Based Fees** for more detail.

Fee Negotiations

Fees generally are non-negotiable, except in the case of affiliates and certain strategic/significant relationships.

Fees are paid to BSCA in accordance with the Constituent Documents. In general, asset-based advisory fees (and, where applicable, servicing fees) are paid on a quarterly basis in arrears on the last business day of each calendar quarter.

Investors in the BSCA Funds are allocated and bear indirectly their *pro rata* share of asset-based fees (and, where applicable, servicing fees) at the time a capital call notice is issued with respect to the relevant period. Investors are required to contribute capital to the BSCA Funds pursuant to a capital call notice in respect of their allocated share of such fees on a quarterly basis, although the BSCA Funds may instead elect to deduct such amounts from distributable cash (*e.g.*, current income or disposition proceeds attributable to BSCA Manager Interests or other permitted investments) otherwise payable to investors in its sole discretion.

Additional Fees and Expenses

BSCA's advisory fees are not inclusive of all the fees and expenses BSCA Funds (and, indirectly, the Investors) will pay or bear. The following is an illustrative list of fees and/or expenses that BSCA Funds will pay directly to third parties or, where applicable, affiliates of BSCA. This list is not intended to be exhaustive; the relevant Constituent Documents provide further detail relating to fees and expenses.

- ▶ Management fee

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- ▶ Organizational expenses
- ▶ Investment expenses
- ▶ Expenses for providing strategic support services (as described in greater detail below)
- ▶ Servicing fee
- ▶ Expenses incurred, including third-party expenses, in connection with potential investments that are not consummated
- ▶ Expenses reasonably determined by the General Partner to be related to exploring and/or executing a possible liquidity event or related restructuring, including investment banking, advisory, consulting fees and expenses
- ▶ Expenses incurred in connection with the carrying or management of investments, including custodial, trustee, accounting, valuation, record keeping and other administration fees, as well as portfolio accounting system licenses and fees
- ▶ Investment expenses incurred in connection with auditing, information services, any market data, relevant news or third-party research services
- ▶ Expenses incurred in connection with the preparation and distribution of the BSCA Funds financial statements and reports, tax returns, Schedules K-1 (and similar schedules) and other communications with investors
- ▶ Expenses incurred in connection with borrowing arrangements and/or portfolio investment guarantees
- ▶ Fees and disbursements of attorneys, accountants, advisors (including senior advisors), consultants, auditors, investment bankers, depositaries, operating partners, custodians, valuation agents, BSCA Fund administrators, third party professionals and other service providers
- ▶ Taxes and other governmental charges levied against the BSCA Funds
- ▶ Expenses relating to ongoing compliance-related matters and regulatory filings of BSCA and/or its affiliates relating to the BSCA Funds, the parallel funds and their activities
- ▶ Administrative and/or accounting expenses and related costs or charges (including costs, expenses, charges and/or fees charged or specifically attributed or allocated by BSCA and/or its affiliates to provide administrative, accounting, tax planning and/or other similar services relating to the BSCA Funds)
- ▶ Expenses incurred in connection with visits and/or meetings with BSCA and investors, third party service providers, BSCA Managers and other actual or prospective counterparties
- ▶ Insurance premiums, deductibles or expenses, and regulatory and litigation expenses (and damages), including regulatory expenses of the General Partner and BSCA incurred in connection with the operation of the BSCA Funds, any regulations or other guidance issued

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thereunder (including any intergovernmental agreement), or any agreement the BSCA Funds enter into with respect to the foregoing (collectively, “FATCA”)

- ▶ Expenses relating to defaults by investors in the payment of any capital contributions
- ▶ Expenses incurred in connection with the restructuring of amendments to the Constituent Documents of the BSCA Funds and related entities
- ▶ Expenses incurred in connection with the formation of any alternative investment vehicles, special purpose entities or subsidiary vehicles to the extent permitted under the Constituent Documents
- ▶ Expenses incurred in connection with the ongoing offering of interests, including the legal expenses associated with side letter arrangements
- ▶ Expenses related to indemnification obligations of the BSCA Funds
- ▶ Expenses incurred in connection with distributions to investors and in connection with any meetings of investors called by the General Partner
- ▶ Reasonable out-of-pocket expenses incurred by the members of the L.P. Advisory Committee in connection with the fulfillment of their duties pursuant to the Constituent Documents, including without limitation, fees and costs of such third party consultants as may be reasonably requested by the L.P. Advisory Committee in connection with reviewing or responding to any matters before the L.P. Advisory Committee
- ▶ Expenses incurred in connection with the valuation of assets of the BSCA Funds
- ▶ Expenses incurred in connection with the dissolution, winding up, liquidation or termination of the BSCA Funds
- ▶ Interest expenses and other expenses incurred in relation to borrowing arrangements with a subscription credit facility
- ▶ ESG diligence and reporting expenses
- ▶ Other expenses otherwise approved by the L.P. Advisory Committee

Investors are generally allocated their *pro rata* share of such additional fees at the time a capital call notice is issued in respect of such fees.

Blackstone will also provide strategic support services to BSCA Managers, including, without limitation, client development, fundraising, marketing, strategy, product development, HR/talent management and other operational assistance and value creation (as provided in the Constituent Documents). Expenses associated with such services, including the allocation of the compensation and benefits of the strategic support personnel performing such services, will be allocated between BSCA, the BSCA Funds and/or BSAA as determined by BSCA in good faith in accordance with its strategic support expense policy. As part of the BSCA Investment Program, BSCA and/or its affiliates may also receive certain types of fee income in connection with the services it provides to the BSCA Funds, including transaction fees, advisory fees, investment

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Item 5 – Fees and Compensation

banking fees, break-up fees or other similar fees (“Fee Income”). In addition, affiliates of Blackstone may receive certain types of fees in connection with activities or services relating to the BSCA Managers. Unless expressly stated otherwise in the relevant BSCH Fund Constituent Documents, such fees will not be shared with Investors (or be applied to reduce asset-based advisory fees allocated to the Investors).

BSCA employees do not receive compensation from the purchase or sale of securities or investments that are purchased or sold for BSCA Funds. Please see **Item 11 – Potential Conflicts of Interest**.

Arcesium LLC

Arcesium LLC (“Arcesium”) may provide certain middle- and back-office services and technology to BSCA Funds and to funds managed by one or more BSCA Managers in the future. Arcesium also provides services to affiliates of BAAM and funds managed by the Hedge Fund Solutions Group (the “HFS Arcesium Clients”) and Other Blackstone Clients. BAAM holds a non-controlling, minority equity interest in Arcesium and the HFS Chief Operating Officer serves on the board of Arcesium. The services and technology provided by Arcesium support various post-trade activities, including trade capture, cash and position reconciliations, asset servicing, margin and collateral monitoring, pricing-related services, portfolio data warehousing, and other services and technology as agreed with Arcesium. BSCA has in the past and may in the future recommend Arcesium's services to the BSCA Managers and certain BSCA Managers may in the future hire, Arcesium. BSCA will not require any BSCA Manager to hire Arcesium as a condition to acquiring BSCA Manager Interests or investing in funds managed by the BSCA Manager nor will it favor BSCA Managers who use Arcesium over BSCA Managers who use other qualified middle- and back-office service providers when selecting BSCA Managers for a BSCA Fund’s portfolio.

In return for such services, Arcesium receives a one-time upfront implementation fee, an annual software fee (based on complexity and net asset value), and an annual operations services fee (also based on net asset value) as negotiated with Arcesium (such fees in the aggregate, the “Arcesium Fees”). In the event Arcesium is hired for a BSCA Fund in the future, because the Arcesium Fees are based, in part, on the net asset value of the relevant BSCA Fund, which is generally determined by such BSCA Fund’s administrator under the overall supervision of BSCA, there may be conflicts with respect to calculation of such net asset value. In addition, BSCA would not intend to engage in any ongoing benchmarking or market check to determine whether the Arcesium Fees are consistent with market rates, as certain services being provided by Arcesium are bespoke and customized services and BSCA is not aware of any direct competitors to Arcesium that provide the same services. Accordingly, there can be no assurance that an unaffiliated third party would not charge a lower fee.

In connection with BAAM’s minority equity ownership interest in Arcesium, BAAM may receive cash distributions from Arcesium from time to time. Cash distributions received by BAAM from Arcesium will be applied first to reimburse the Arcesium Fees paid by BSCA Funds (if any) and funds managed by the Hedge Fund Solutions Group which are clients of Arcesium (the “HFS

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Item 5 – Fees and Compensation

Arcesium Clients”) for the amount of Arcesium Fees paid by such entities to Arcesium. The allocation of such reimbursements as among the BSCA Funds and other HFS Arcesium Clients will require judgments as to methodology that BSCA makes in good faith but in its sole discretion. There can be no assurance that BAAM will receive any such distributions and therefore that any such reimbursements shall be made to the HFS Arcesium Clients. Further, if Arcesium is sold to a third-party, BSCA would not be expected to receive such cash distributions and the HFS Arcesium Clients would not be expected to be reimbursed for any portion of the Arcesium Fees paid by them. In the event that cash distributions received by BAAM from Arcesium exceed the Arcesium Fees paid by the HFS Arcesium Clients, any excess amounts will be retained by BAAM. As additional HFS clients engage Arcesium and pay Arcesium Fees in the future, the reimbursement described above will apply to such clients as well.

In addition, BAAM has a further incentive to engage Arcesium to provide services to the BSCA Funds and other BAAM clients, as such engagement provides consistency in such services across the platform, increased scalability to support future growth across its business, and improved data centralization and accessibility, each of which also benefits BAAM.

Refinitiv

On October 1, 2018, a consortium led by Blackstone announced that private equity funds managed by Blackstone had completed an acquisition of Thomson Reuters’ Financial & Risk business (“Refinitiv”). On January 29, 2021, Refinitiv was sold to London Stock Exchange Group (“LSEG”) with Blackstone private equity funds receiving a minority stake in LSEG. Refinitiv operates a pricing service that provides valuation services. Refinitiv may provide valuation or other services for the Underlying Managers in the future and is expected to perform services for Other Blackstone Clients and Blackstone.

RE Tech Advisors (“RE Tech”)

RE Tech is a portfolio entity of certain Other Blackstone Clients that is an energy audit / consulting firm that identifies and implements energy efficiency programs, calculates return on investment and tracks performance post-completion. RE Tech performs services for the BSCA Funds and is expected to perform services for Other Blackstone Clients and Blackstone.

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Item 5 – Fees and Compensation

Affiliates of BSCA will provide services to BSCA Managers. Any fees paid to such affiliates will be negotiated on an arms-length basis and will inure solely to the benefit of such affiliate (see **Item 10 – Other Financial Industry Activities and Affiliations**).

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Item 6 – Performance-Based Fees

In addition to the asset-based advisory fees disclosed in **Item 5 – Fees and Compensation** above, the General Partner receives a carried interest distribution of up to 20% of the net profits generated in respect of each BSCA Manager Interest (or other permitted investment), subject to the BSCA Funds first making distributions to Investors to achieve a 5-8% preferred return. The General Partner's entitlement to carried interest may apply with respect to disposition proceeds relating to "realized" investments and/or current income relating to unrealized investments in accordance with the Constituent Documents of the relevant BSCA Funds.

Investors in a BSCA Fund are generally required to bear their *pro rata* share of such carried interest distributions. These fee arrangements are more thoroughly described in the Constituent Documents.

Generally, affiliates, employees, retired partners, and certain former employees of Blackstone, as well as endowment funds, charitable programs and/or other similar or related entities associated with the foregoing, are not subject to carried interest distributions or other performance-based fees.

Note: BSCA's asset-based advisory fees and performance-based fees are not inclusive of all fees. Please see **Item 5 – Fees and Compensation** (Additional Fees and Expenses).

Please note the existence of the carried interest distributions will incentivize BSCA to manage Investors' assets in a more aggressive manner than if there was no performance-based fee. A similar incentive exists at the level of the BSCA Managers in which the BSCA Funds invest, as more fully described below in Item 8.

BSCA Advisors does not charge performance-based fees on assets under management. Please see **Item 11 – Potential Conflicts of Interest**.

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Item 7 – Types of Clients

BSCA's clients consist of the BSCA Funds. Investors in BSCA Funds are based in the U.S. and outside of the U.S. and may consist of:

- ▶ Banks and other financial institutions
- ▶ Insurance companies
- ▶ Investment companies
- ▶ Public and private retirement and pension plans
- ▶ Public and private profit sharing plans
- ▶ Trusts and estates
- ▶ Charitable organizations
- ▶ State and municipal government agencies
- ▶ Sovereign wealth funds
- ▶ Hedge funds
- ▶ Private equity funds
- ▶ High net worth individuals
- ▶ Corporations
- ▶ Business entities other than those listed above
- ▶ Certain Blackstone employees

All Investors are subject to applicable suitability and eligibility requirements.

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Item 8 – Methods of Analysis, Investment Strategies and Risk of Loss

Analysis

BSCA identifies, researches, interviews, evaluates, selects and monitors the BSCA Managers in which the BSCA Funds acquire BSCA Manager Interests. BSCA will negotiate ownership terms and percentages relating to BSCA Manager Interests.

Investment Strategies

BSCA endeavors to diversify BSCA Manager Interests across investment strategies, asset classes and geographies, although there is no guarantee as to the extent such diversification will be achieved. The BSCA Investment Program seeks to pursue investments through the BSCA Funds relating to (i) public market managers and (ii) private market managers (in accordance with the respective investment strategies and Constituent Documents of each of the BSCA Funds).

Risk of Loss

General Economic and Market Conditions: The success of BSCA's investment activities (directly and indirectly through the BSCA Managers) will be affected by general economic and market conditions, such as:

- ▶ Interest rates (including increases thereof)
- ▶ Availability of credit
- ▶ Credit defaults
- ▶ Inflation rates
- ▶ Economic, political and social uncertainty
- ▶ Business and regulatory risks
- ▶ Changes in laws (including laws relating to taxation of the BSCA Managers' investments)
- ▶ Trade barriers and policy
- ▶ Currency exchange controls
- ▶ National and international political circumstances (including wars, terrorist acts or security operations)
- ▶ Highly Competitive Market for Investment Opportunities; Operators and Other Partners
- ▶ Financial Market Fluctuations
- ▶ Corruption; FCPA
- ▶ Foreign Capital Controls
- ▶ United Kingdom withdrawal from the European Union
- ▶ Epidemics/Pandemics
- ▶ Covid-19

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Item 8 – Methods of Analysis, Investment Strategies and Risk of Loss

- ▶ European Commission Action Plan on Financing Sustainable Growth
- ▶ Environmental Matters and Weather and Climatological Risks
- ▶ Sustainability Risks
- ▶ Russian invasion of Ukraine and related sanctions
- ▶ US Trade Disputes with the People's Republic of China

Investment and Trading Risk: All investments made by the BSCA Funds and BSCA Managers risk the loss of capital (*i.e.*, invested amount). No guarantee or representation is made that BSCA's investment program will be successful, and investment results may vary substantially over time. Investors are subject to the risk of substantial losses.

Risks Primarily Associated with BSCA and the Operation of the BSCA Funds

- ▶ General Economic and Market Conditions
- ▶ Investments and Trading Risks
- ▶ Business and Regulatory Risks of Private Funds
- ▶ Borrowing by the BSCA Funds; Leverage
- ▶ Cancellation of Commitment Period; Term
- ▶ Recycling of Current Income and Disposition Proceeds
- ▶ Electronic Delivery of Certain Documents
- ▶ Concentration of BSCA Funds' Portfolio
- ▶ Decision Making Authority
- ▶ Dependence on BSCA and the BSCA Managers
- ▶ Difficulty of Locating and Competition for Suitable Investments
- ▶ Dilution from Subsequent Closings
- ▶ Distributions
- ▶ Deemed Distribution in Connection with Public Listing
- ▶ Expedited Transactions
- ▶ Failure to Fund Commitments; Consequences of Default
- ▶ Forward-looking Statements
- ▶ Force Majeure Risk
- ▶ General Tax Considerations
- ▶ Enhanced Scrutiny and the Regulation of the Private Funds Industry
- ▶ Indemnification and Exculpation

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- ▶ Limited Liquidity and Information Rights
- ▶ Limited Operating History
- ▶ Legal and Regulatory Risks
- ▶ Limitations on Availability of Exit Opportunities
- ▶ Misconduct of Employees, Portfolio Companies and of Third Party Service Providers and Risk of Litigation
- ▶ Limitations on Limited Liability of Limited Partners
- ▶ Perpetual Term
- ▶ Possession of Non-Public Information by Blackstone Businesses
- ▶ Regulated or Exempt Organizations
- ▶ Distributions in Kind
- ▶ Risks Relating to any Restructuring or Liquidity Event
- ▶ Uncertainty of Return
- ▶ Valuations and Changing Accounting Standards
- ▶ Cyber security breaches and identity theft
- ▶ Outsourcing
- ▶ ESG Framework Risks
- ▶ Recent Developments in the Banking Sector
- ▶ Regulatory Proposals with respect to Private Funds and Advisers

Risks Primarily Arising from Investments in BSCA Manager Interests

- ▶ Minority and Non-Control Investments in BSCA Managers; Dependence on BSCA Managers
- ▶ Key Persons
- ▶ Role of Fund Professionals; Increasing Competition for Talent
- ▶ Misconduct of Employees and of Third Party Service Providers
- ▶ Proprietary Investment Strategies
- ▶ Attractiveness to BSCA Managers of an Investment by the BSCA Funds
- ▶ Limited Transparency
- ▶ Potential Exposure to Claims
- ▶ Risk Management Activities
- ▶ Costs and Burdens Associated with BSCA Manager Investments

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- ▶ Returns on BSCA Manager Investments
- ▶ Anti-Dilution Rights
- ▶ Transfer of Ownership Provision
- ▶ Clawback Payments to BSCA Managers
- ▶ BSCA Manager Accounting and Reporting
- ▶ Compensation Arrangements with BSCA Managers
- ▶ Conflicts of Interest at the BSCA Manager Level and Relationships of BSCA Managers with Affiliates of Blackstone
- ▶ Termination or Redemption of Certain BSCA Manager Investments
- ▶ Additional Capital
- ▶ Financial Reporting Risks of Global Investing
- ▶ Business Risks Associated with Hedge Funds and Private Equity Funds
- ▶ Risks of Investing in Pooled Investment Vehicles
- ▶ Valuation of Direct LP Investments
- ▶ Terms of Investment
- ▶ Multiple Levels of Expense
- ▶ Failure to Make Capital Contributions or Other Required Payments
- ▶ Limited Partners Will Not Have any Direct Interest in any BSCA Manager or Pooled Investment Vehicles
- ▶ Strategic Support Expense

Risks Primarily Arising from Trading and Investment Activities of the BSCA Managers' Investment Vehicles

- ▶ Investment and Trading Risks in General
- ▶ Highly Volatile Markets
- ▶ Custodial Risk
- ▶ Risk of Counterparty Default
- ▶ Suspensions of Trading
- ▶ Certain Exotic Strategies Pursued by BSCA Managers
- ▶ Equity and Equity-Related Investments
- ▶ Growth Equity Investments
- ▶ Broad Private Equity Oriented Investment Mandate

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Item 8 – Methods of Analysis, Investment Strategies and Risk of Loss

- ▶ Credit Investments
- ▶ Buyout Investments
- ▶ Real Estate Risk Generally
- ▶ Restructuring
- ▶ Commodities
- ▶ Currency Trading
- ▶ Forward Trading
- ▶ Options Trading
- ▶ Swaps and Other Derivatives
- ▶ Synthetic Investment Strategies
- ▶ Market Disruption
- ▶ Short Selling
- ▶ Turnover
- ▶ Low Rated Debt, Distressed Equity and Debt, and Related Securities
- ▶ Non-U.S. Investments, including in Non-Developed Countries and Emerging Markets
- ▶ Investments in Regulated Industries
- ▶ Environmental Matters and weather and climatological risks
- ▶ Governmental Action Risk
- ▶ Control Positions and Non-Controlling Interests
- ▶ Opportunistic and Macro Investing
- ▶ Hedging Transactions
- ▶ Failure of Futures Commission Merchants
- ▶ Illiquid Investments
- ▶ Ability of BSCA Managers to Enter New Lines of Business and Change Investment Objectives

The above list reflects the risks detailed in the most recent version of the Constituent Documents for the BSCA Funds, as well as additional material risk factors that have arisen since the date of such Memorandum. The above list is provided for illustrative purposes and is not intended to be all inclusive.

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Item 9 – Disciplinary Information

BSCA is obligated to disclose any legal or disciplinary event that would be material to you when evaluating a client / adviser relationship. On occasion, in the ordinary course of its business, Blackstone is named as a defendant in proceedings that could result in findings, settlements, charges or various forms of sanctions against Blackstone and/or one of its affiliates, including BSCA. There have been no material regulatory findings against BSCA in the past. As of the date of this Brochure, there are no regulatory proceedings pending against BSCA and BSCA does not believe that any current litigation to which Blackstone or any of its affiliates is a party will have a material adverse effect on BSCA and/or the BSCA Funds or should be material when evaluating your client/adviser relationship with us.

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Item 10 – Other Financial Industry Activities and Affiliations

BSCA is an affiliate of the following entities:

Bank Entity	
Luminor Bank AS	A Baltic bank purchased by Blackstone Capital Partners
Broker-Dealer Entities	
Alight Financial Solutions, LLC	Provides self-directed brokerage windows to participants of plan sponsored 401(k) retirement plans
Assetpoint Financial, LLC	Operates a service that facilitates the entry by banks and other financial institutions into repurchase agreement transactions for themselves or as agent for their customers
Blackstone Securities Partners L.P.	Provides a variety of limited investment banking services
Currencies Direct Ltd.	Provides money transfer services to individuals and businesses on a global basis
Everlake Distributors, L.L.C.	Provides underwriting and distribution of variable life insurance or annuities to other broker-dealers and registered investment advisers
FEF Distributors LLC	Serves as distributor and principal underwriter to the First Eagle mutual funds and private investment funds
Incenter Securities Group LLC	Provides a variety of limited investment banking services
Investment Advisor Entities	
Alight Financial Advisors, LLC (D/B/A Aon Hewitt Financial Advisors, LLC)	Provides advisory services to participants of plan sponsored 401(k) retirement plans
ASK Investment Managers Ltd.	Provides investment advisory services funds and high net worth individuals in India

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Item 10 – Other Financial Industry Activities and Affiliations

Blackstone Alternative Asset Management L.P.	Manages a series of private and closed-end funds predominantly engaged in multi-manager investment programs (<i>i.e.</i> , fund of hedge funds)
Blackstone Alternative Credit Advisors LP	Provides investment advisory services to a number of debt-focused private investment funds and closed-end funds
Blackstone Alternative Investment Advisors LLC	Provides investment advisory services to open end mutual funds and UCITS
Blackstone Alternative Solutions L.L.C.	Provides investment advisory services to private investment funds which predominantly participate in a broad range of direct investment opportunities
Blackstone Asset Based Finance Advisors LP	Provides investment advisory services to a number of separately managed accounts and vehicles that primarily engage in asset backed securities and whole loan investments
Blackstone CLO Management LLC (Management Series)	Provides investment advisory services to U.S. CLOs
Blackstone Communications Advisors I L.L.C.	Provides investment advisory services to a private investment fund specializing in communications-related private equity investments
Blackstone Core Equity Advisors L.L.C.	Provides investment advisory services to various private equity funds
Blackstone Credit BDC Advisors LLC	Provides investment advisory services to a debt-focused investment company electing to do business as a business development company
Blackstone Credit Systematic Strategies LLC	Provides investment advisory services to debt-focused separately managed accounts, private investment funds, closed-end funds and UCITS funds
Blackstone Growth Advisors L.L.C.	Provides investment advisory services to private growth investment funds
Blackstone Infrastructure Advisors L.L.C.	Provides investment advisory services to one or more infrastructure-focused investment funds
Blackstone ISG-I Advisors L.L.C.	Provides investment advisory services to one or more private investment funds and managed accounts focusing on fixed income investments and investments across Blackstone's private equity, real asset, credit,

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Item 10 – Other Financial Industry Activities and Affiliations

	hedge fund and opportunistic asset management strategies
Blackstone ISG-II Advisors L.L.C.	Provides investment advisory services to various private investment funds focusing on investments across Blackstone's private equity, real asset, credit, hedge fund and opportunistic asset management strategies
Blackstone Life Sciences Advisors L.L.C.	Provides investment advisory services to various private investment funds specializing in the life sciences industry
Blackstone Liquid Credit Advisors I LLC	Provides investment advisory services to a number of debt-focused private investment funds and separately managed accounts
Blackstone Liquid Credit Strategies LLC	Provides investment advisory services to a number of debt-focused private investment funds, closed-end funds and separately managed accounts
Blackstone Management Partners L.L.C.	Provides investment advisory services to various private equity funds
Blackstone Management Partners IV L.L.C.	Provides investment advisory services to various private equity funds
Blackstone Multi-Asset Advisors L.L.C.	Provides investment advisory services to various private investment funds focusing on investments across Blackstone's private equity, real asset, credit, hedge fund and opportunistic alternative asset management strategies
Blackstone Private Investments Advisors L.L.C.	Provides investment advisory services to multi-strategy private equity funds
Blackstone Property Advisors L.P.	Provides investment advisory services to various private real estate investment funds and pooled investment vehicles
Blackstone Real Estate Advisors Europe L.P.	Provides investment advisory services to various private real estate investment funds
Blackstone Real Estate Advisors L.P.	Provides investment advisory services to various private real estate investment funds

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Item 10 – Other Financial Industry Activities and Affiliations

Blackstone Real Estate Advisors IV L.L.C.	Provides investment advisory services to various private real estate investment funds
Blackstone Real Estate Advisors V L.P.	Provides investment advisory services to various private real estate investment funds
Blackstone Real Estate Special Situations Advisors L.L.C.	Provides investment advisory services to private investment funds and accounts which invest primarily in public and private real estate and real estate-related debt investments
Blackstone Strategic Alliance Advisors L.L.C.	Provides investment advisory services to private investment funds primarily engaged in a hedge fund “seeding” program
Blackstone Tactical Opportunities Advisors L.L.C.	Provides investment advisory services to multi-discipline, multi-asset class private funds and separately managed accounts
BSCA Advisors L.L.C. (Relying Adviser)	Provides investment advisory services to certain co-investment vehicles relating to funds managed by Blackstone Strategic Capital Advisors L.L.C.
BXMT Advisors L.L.C.	Provides investment advisory services to a publicly traded REIT and its related entities
BX REIT Advisors L.L.C.	Provides investment advisory services to a non-traded REIT and its operating subsidiary
Clarus Ventures, LLC	Provides investment advisory services to various private investment funds specializing in the life sciences industry
Clover Credit Management, LLC	Provides investment advisory services to CLOs
Clover CLO Advisors, LLC (Relying Adviser)	Provides investment advisory services to CLOs
CT High Grade Mezzanine Manager, LLC (Relying Adviser)	Provides investment advisory services to assets owned by a third-party insurance company

Blackstone Strategic Capital Advisors L.L.C.

Item 10 – Other Financial Industry Activities and Affiliations

CT High Grade Partners II Manager, LLC (Relying Adviser)	Provides investment advisory services to a private real estate debt fund
CT Investment Management Co., LLC	Provides investment advisory services to publicly traded CDOs and private fund and account clients that predominantly engage in investments in the commercial real estate debt sector
Finance of America Capital Management LLC	Provides investment advisory services to mortgage related asset private funds and managed accounts
First Eagle Alternative Capital BDC, Inc.	Provides investment advisory services to private funds and institutional separate account clients
First Eagle Alternative Credit EU, LLC	Provides investment advisory services to various private investment funds specializing in the European direct lending industry
First Eagle Alternative Credit EU MOA Ltd.	Sponsor of limited partnerships for First Eagle's European Alternative Credit business
First Eagle Alternative Credit Funding, LLC	Sponsor of limited partnerships for First Eagle's Alternative Credit business
First Eagle Alternative Credit, LLC	Provides investment advisory services for both direct lending and broadly syndicated investments, through public and private vehicles, collateralized loan obligations, separately managed accounts, and co-mingled funds
First Eagle Investment Management, LLC	Provides investment advisory services to mutual funds, private investment funds, institutional accounts and high net worth individuals
First Eagle Separate Account Management, LLC	Provides investment advisory services to a business development company
Harvest Fund Advisors LLC	Provides investment advisory services to various categories of institutions and high net worth individuals via private pooled investment vehicles and separate accounts investing principally in publicly-traded energy infrastructure Master Limited Partnerships and the North American energy market

Blackstone Strategic Capital Advisors L.L.C.

Item 10 – Other Financial Industry Activities and Affiliations

Strategic Partners Fund Solutions Advisors L.P.	Provides investment advisory services to a number of pooled investment and custom vehicles operating as private investment funds
First Eagle Direct Lending Manager III, LLC	Serves as the manager of a private direct lending fund
Napier Park Global Capital GmbH	Provides Swiss investment advisory services
Napier Park Global Capital (US) LP	Provides investment advisory services to credit and private investing private investment funds and institutional accounts and collateral management services to securitized asset funds
NIBC Bank N.V.	Advisory/banking affiliate of NIBC, a PE and BTO portfolio company
NIBC Credit Management, Inc.	Advisory affiliate of NIBC, a PE and BTO portfolio company
Regatta Loan Management LLC (Relying Adviser)	Provides collateral management services to securitized asset funds
Blackstone Administrative Services Canada ULC	Canadian exempt investment adviser, which serves as a sub-advisor to the registrant and/or its affiliates
Blackstone Advisors India Private Limited	India investment advisory firm, which serves as a sub-advisor to affiliates of the registrant
Blackstone Advisors Korea Limited	Korean investment advisory firm, which serves as a sub-advisor to affiliates of the registrant
Blackstone Assessoria em Investimento Ltda.	Brazilian investment advisory firm, which serves as a sub-advisor to the registrant
Blackstone Capital Israel Ltd.	Israel investment advisory firm, which serves as a sub-advisor to affiliates of the registrant
Blackstone (China) Equity Investment Management Company Limited	Chinese investment advisory firm
Blackstone Europe Fund Management S.a.r.l.	Provides services to various alternative investment funds with branch offices in other locations

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Item 10 – Other Financial Industry Activities and Affiliations

Blackstone Ireland Fund Management Limited	Provides investment advisory services (management/distribution) to debt-focused private investment funds and alternative investment funds
Blackstone Ireland Limited	Provides investment advisory services to debt-focused private investment funds, separately managed accounts and acts as an investment fund manager
Blackstone Real Estate Australia Pty Limited	Australian investment advisory firm, which serves as a sub-advisor to affiliates of the registrant and provides investment management services to trustees and in respect of trusts indirectly controlled by the registrant
Blackstone (Shanghai) Equity Investment Management Co. Ltd.	Chinese investment advisory firm, which serves as a sub-advisor to affiliates of the registrant
Blackstone (Shanghai) Equity Investments Management Co. Ltd. – Beijing Branch Office	Chinese investment advisory firm, which serves as a sub-advisor to affiliates of the registrant
Blackstone Singapore Pte Ltd	Singapore investment advisory firm, which serves as a sub-advisor to affiliates of the registrant and provides investment advisory services to funds controlled by the registrant
Blackstone Treasury Asia Pte Ltd	Singapore firm which administers cash management and treasury-related activities for the registrant, and centrally managing and investing the registrant's operating cash
BX Mexico Advisors S.A. de C.V.	Mexican advisory entity which provides services to certain publicly registered trusts
Napier Park Global Capital Ltd	Provides investment advisory services to credit and private investing private investment funds and institutional accounts and collateral management services to securitized asset funds
The Blackstone Group (Australia) Pty Limited	Australian investment advisory firm, which serves as a sub-advisor to affiliates of the registrant
The Blackstone Group Germany GmbH	German investment advisory firm, which serves as a sub-advisor to affiliates of the registrant and acts as an investment fund manager

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Item 10 – Other Financial Industry Activities and Affiliations

The Blackstone Group (HK) Limited	Hong Kong investment advisory firm holding licenses of dealing in securities and advising on securities, which serves as a sub-advisor to affiliates of the registrant
The Blackstone Group International Partners LLP	U.K. investment advisory firm, which serves as a sub-advisor to affiliates of the registrant, and acts as an investment fund manager with branch offices in other locations
The Blackstone Group Japan K.K.	Japanese investment advisory firm, which serves as a sub-advisor to affiliates of the registrant and has a broker-dealer license for fund marketing
The Blackstone Group Spain SLU	Spain investment advisory firm, which serves as a sub-advisor to the registrant

Registered Commodity Trading Advisor and/or Registered Commodity Pool Operator Entities

Blackstone Alternative Asset Management L.P. (CTA/CPO)	Manages a series of private and closed-end funds engaged in multi-manager investment programs (<i>i.e.</i> , fund of hedge funds)
Blackstone Alternative Investment Advisors LLC (CTA/CPO)	Provides investment advisory services to open end mutual funds and UCITS
Blackstone Alternative Solutions L.L.C. (CTA/CPO)	Provides investment advisory services to private investment funds which participate in a broad range of direct investment opportunities
Blackstone Strategic Alliance Advisors L.L.C. (CTA/CPO)	Provides investment advisory services to private investment funds which participate in a broad range of direct investment opportunities
Napier Park Global Capital Ltd (CTA/CPO)	Provides investment advisory services to credit and private investing private investment funds and institutional accounts and collateral management services to securitized asset funds
Napier Park Global Capital (US) LP (CTA/CPO)	Provides investment advisory services to credit and private investing private investment funds and institutional accounts and collateral management services to securitized asset funds

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Item 10 – Other Financial Industry Activities and Affiliations

Insurance Entities	
Agents National Title Holding Company**	A wholly owned subsidiary of Incenter and is a title insurance broker serving consumers and lenders through a network of independent title agents
Boston National Holdings LLC	A wholly owned subsidiary of Incenter and is a title insurance agency
ELIC Reinsurance Company	A captive insurance company and wholly-owned subsidiary of Everlake Life Insurance Company
Everlake Assurance Company	A life insurance company domiciled in the State of Illinois
Everlake Life Insurance Company	A life insurance company domiciled in the State of Illinois specializing in life insurance and annuities
Everlake Reinsurance Limited	An exempted reinsurance company organized under the laws of the Cayman Islands
Gryphon Mutual Insurance Company	A captive property insurance company
Ki Financial Limited	A digitally driven Lloyd's of London syndicate insurance company
Lexington National Land Services	A wholly owned title and escrow agent
Prima Assicurazioni S.p.A.	An Italian tech-enabled insurance company
Westland Insurance Group Ltd.	A property and casualty insurance broker

Note: Other entities within the Hedge Fund Solutions Group, which serve as general partners of funds managed by BSCA affiliates (and are listed in BSCA's ADV Part 1, Schedule D Section 7A), may be deemed to be investment advisors but are not required to be registered as such. BSCA also manages a number of private investments vehicles, which are listed in BSCA's ADV Part 1, Schedule D Section 7B(1).

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Item 11 – Code of Ethics

As required by the Advisers Act, Blackstone and BSCA have adopted a Code of Ethics (the “Code”) that governs a number of potential conflicts of interest which exist when providing advisory services. This Code is designed to enable BSCA to meet its fiduciary obligation to Investors (or prospective Investors) and to instill a culture of compliance within BSCA. An additional benefit of the Code is to assist Blackstone and BSCA in preventing violations of securities laws.

The Code is distributed to each employee at the time of hire and annually thereafter, and it is available on Blackstone’s intranet. BSCA also supplements the Code with ongoing monitoring of employee activity.

The Code includes (among other things):

- ▶ Requirements related to confidentiality
- ▶ Limitations on, and reporting of, gifts and entertainment
- ▶ Pre-clearance of political contributions
- ▶ Pre-clearance and reporting of employee personal securities transactions
- ▶ Pre-clearance of outside business activities
- ▶ Protection of persons who engage in “whistle blowing” activities from retaliation

On an annual basis, Blackstone requires all employees to certify that they are in compliance with the Code.

Potential Conflicts of Interest

Blackstone and BSCA offer many different products and services and there are several potential conflicts of interest which may arise, including, but not limited to, those identified below. Blackstone and BSCA have adopted, and continue to adopt, policies and procedures to address such potential conflicts of interest.

Investment Related Potential Conflicts

- Entities and accounts managed by Other Blackstone Advisers (collectively, the “Other Blackstone Clients”), from time to time are invested in, and in the future may seek to invest in, investment vehicles and accounts managed by the BSCA Managers. In each case, an investment by such Other Blackstone Clients with the BSCA Manager will benefit the BSCA Funds and a redemption by such Other Blackstone Client generally will be detrimental to the BSCA Funds.
- There is limited overlap between the Investment Committee and the investment committees for BAAM, BAS, BAIA and BSAA.
- Some of BSCA’s affiliates, including funds managed by BAAM, BAS, BAIA and BSAA, may make investments in BSCA Managers and/or portfolio companies thereof and may enter into revenue sharing agreements with such managers. Revenues generated from such

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Item 11 – Code of Ethics

arrangements accrue only to such BSCA affiliate. BSCA and its affiliates could compete for investment opportunities.

- Conflicts of interest may also arise in connection with the timing, structuring and terms of an investment and its disposition. For example, conflicts could arise where BSCA makes an investment in a BSCA Manager while an Other Blackstone Client invests directly in such Manager's investment vehicles. In such instances, the BSCA Funds, from time to time, may be in a position where its interests are directly adverse to such Other Blackstone Client, such as with respect to the negotiation of the economic terms and information rights relating to such Other Blackstone Client's investment in the BSCA Manager's investment vehicle or, more generally, the ongoing operation of such investment vehicle.

Additionally, conflicts could arise where the BSCA Funds seek co-investments from Blackstone, Other Blackstone Clients, or their affiliates, including with respect to the timing, structuring, pricing (including any fees paid) and other terms of such transactions.

- The investment objectives of the BSCA Funds and Other Blackstone Clients may or may not overlap. The investment programs employed by Blackstone for the Other Blackstone Clients could conflict with the transactions and strategies employed by BSCA in managing the BSCA Funds. Conversely, participation in specific investment opportunities may be appropriate, at times, for both the BSCA Funds and the Other Blackstone Clients.
- From time to time, the BSCA Funds will permit certain Investors, Other Blackstone Clients and/or third parties to make selected Co-Investments in BSCA Managers. It is expected that Investors will participate in Co-Investments on a fee-free basis and may enjoy other terms more favorable than those in the BSCA Funds. Such differences in terms between the BSCA Funds and the Co-Investments may create a conflict for BSCA in terms of allocating a greater portion of an opportunity to the BSCA Funds (as opposed to Co-Investments).
- Blackstone currently has ownership interests in, and is otherwise affiliated with, various investment managers (each a "Blackstone Affiliated Manager"). Although unlikely, an investment by a BSCA Fund with a Blackstone Affiliated Manager would benefit the Blackstone Affiliated Manager and a sale or divestiture by a BSCA Fund would be detrimental to the Blackstone Affiliated Manager.
- Certain investment opportunities with limited capacity are appropriate for one or more BSCA Funds and Other Blackstone Clients.
- BSCA and/or Blackstone potentially could choose not to allocate fund expenses to a client that has a more advantageous fee structure and instead allocate that portion of such expenses to other clients

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- Members of BSCA's senior management may sit on advisory boards of a BSCA Manager.
- Blackstone has entered, and it can be expected that Blackstone in the future will enter, into strategic relationships with investors that involve an overall relationship with Blackstone. A Blackstone strategic relationship often involves an investor agreeing to make a capital commitment to multiple Blackstone funds, which may include a BSCA Fund. The terms and conditions applicable to Blackstone strategic relationships, such as special co-investment, liquidity, voting and other rights and preferential benefits, typically would not apply to an investor's investment in the BSCA Fund.
- Since Blackstone and third-party asset managers (including BSCA Managers) are not considered "affiliates" of one another, transactions between them are not covered by affiliate transaction provisions in the Constituent Documents. The BSCA Funds, their affiliates and their respective portfolio entities may from time to time engage in transactions with, buy and sell investments from, or otherwise provide services to any such third-party asset managers and their sponsored funds and portfolio entities (and *vice versa*).
- The BSCA Funds through their interests in BSCA Managers are expected to hold interests that are different from the interests held by Other Blackstone Clients to the extent such BSCA Managers and Other Blackstone Clients ultimately invest in the same portfolio company or issuer. In these situations, conflicts of interest will arise.

Non-Investment Related Potential Conflicts

- BSCA, Blackstone and their employees may invest for their own accounts in various investment opportunities, including private equity funds, hedge funds and other investment vehicles managed by BSCA Managers.
- From time to time, BSCA and/or Blackstone employees speak at conferences and programs for potential hedge fund and other alternative asset investors, which are sponsored by BSCA / Blackstone's third-party service providers. Through such "capital introduction" events, prospective investors may have the opportunity to meet with BSCA and/or BSCA Managers. Such events and other services (including, without limitation, capital introduction services) provided by service providers, including prime brokers, custodian and administrators, may influence BSCA / Blackstone in deciding whether to use such service provider. BSCA may have a placement agreement/relationship with a broker-dealer that sponsors hedge fund and/or private equity conferences or similar events.
- BSCA enters into side letters or similar written agreements ("Side Letters") with Investors without the approval of any other Investors. Such Side Letters, in consideration for the

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Investor agreeing to invest certain amounts in a BSCA Fund and other appropriate consideration, grant rights not otherwise afforded to other Investors, including, without limitation, rights relating to greater portfolio transparency, withdrawal rights, economic arrangements, right to participate in co-investment opportunities, rights granted by virtue of such investor's status as a strategic investor, fee waivers or reductions, minimum investment amounts, reports and other information. The BSCA Funds will notify Investors of any such preferential terms to the extent such Investors have been granted the right to elect such terms.

- BSCA incurs common expenses on behalf of the BSCA Funds.
- Certain BSCA personnel, including certain members of the Investment Committees for the BSCA Funds, will work on other projects, serve on other committees and source potential investments for and otherwise assist the investment programs of Other Blackstone Clients, resulting in potential conflicts of interest in the allocation of time by such BSCA personnel.
- There will be no restrictions on the ability of BSCA Managers or their pooled investment vehicles or portfolio companies from pursuing investments that compete with investments that may be made by Other Blackstone Clients or engaging affiliates of Blackstone to provide services or enter into transactions (including with respect to the purchase or sale of investments and the provision or receipt of services). Payments made by the BSCA Managers or their pooled investment vehicles or portfolio companies to affiliates of Blackstone with respect to the foregoing matters will not be shared with Investors in the BSCA Funds and any amounts paid by any such BSCA Managers would be borne in part by the BSCA Funds (to the extent of its ownership of such BSCA Manager).
- Certain advisors, service providers, counterparties and vendors ("Service Providers") to BSCA, the BSCA Funds, and BSCA Managers (including, without limitation, accountants, administrators, lenders, bankers, brokers, attorneys, consultants, title agents, research providers and investment or commercial banking firms) provide goods or services to, and/or have other relationships with (including being affiliates of), Other Blackstone Advisers, and/or their respective portfolio companies and affiliates. Service Providers may be investors in the BSCA Managers or their underlying investment vehicles, the BSCA Funds and/or other affiliates of Blackstone. They may also be sources of financing and investment opportunities for, coinvestors with, commercial counterparties of, or entities in which, Blackstone and/or Other Blackstone Advisers have an investment (directly or indirectly). As such, payments to the Service Providers by the BSCA Funds, BSCA Managers, and their affiliates may indirectly benefit Blackstone, the Other Blackstone Advisers and/or their respective portfolio companies and affiliates. Also, Service Providers

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could have other commercial or personal relationships with Blackstone, Other Blackstone Advisers, BSCA Managers and/or their respective investment vehicles, portfolio companies and affiliates.

- Although Blackstone selects Service Providers it believes are most appropriate in the circumstances based on its knowledge of Service Providers (which knowledge is generally greater in the case of Service Providers that are affiliates of, or that have other relationships with, Blackstone), the relationship of Service Providers to Blackstone as described above may influence Blackstone in deciding whether to select or recommend a Service Provider to perform services for the BSCA Funds or a BSCA Manager, the cost of which may be borne directly or indirectly by the BSCA Funds.

Blackstone-wide Policies, Procedures and Guidelines

- Because Blackstone has many different asset management and advisory businesses, it is subject to a number of actual and potential conflicts of interest, greater regulatory oversight, and additional legal and contractual restrictions than those to which it would otherwise be subject if it had only one line of business. In addressing these conflicts and regulatory, legal and contractual requirements across its various businesses, Blackstone has implemented certain policies and procedures and information barriers that may reduce the positive synergies that the BSCA Funds could otherwise utilize for purposes of identifying, monitoring and generally managing attractive investments.

Accordingly, certain information or investment opportunities which could be of benefit to the BSCA Funds might become restricted or otherwise unavailable to the BSCA Funds due to the activities of Blackstone's other asset management businesses.

- Blackstone maintains information barriers that are designed to protect against the improper possession and/or use of material non-public information. Generally, no investment professional of BSCA may contact an investment professional of another Blackstone group, and vice versa, about a substantive business matter, without BSCA Compliance consent and, if appropriate, having Blackstone Compliance chaperone such contact. Prior to receiving confidential information, each Blackstone group typically seeks to limit the impact that such receipt may have on other Blackstone groups by, among other things, limiting the applicability of any confidentiality agreement to the particular Blackstone group that receives the confidential information.
- With respect to BSCA's ability to allocate investment opportunities to BSCA Funds where such opportunities are within the common objectives and guidelines of a BSCA Fund and Other Blackstone Clients, Blackstone has established general guidelines for determining how such allocations are made, which, among other things, sets forth priorities and presumptions regarding allocation for certain types of investments and other matters.

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Although unlikely, the application of those guidelines may result in BSCA Funds not participating (and/or not participating to the same extent) in certain investment opportunities in which it would have otherwise participated had the related allocations been determined without regard to such guidelines.

It also may be the case BSCA Funds will benefit from the relationship of Other Blackstone Clients with respect to the availability of a particular investment opportunity.

- From time to time, Blackstone refers potential investors to BSCA and these investors may become investors in one of the BSCA Funds.
- BSCA is an affiliate of Blackstone Inc., which was listed on the New York Stock Exchange on June 21, 2007. Blackstone entities may have duties or incentives relating to the interests of the Blackstone unit holders that may differ from, and that could conflict with, the interests of the BSCA Funds and their investors, such as conflicts arising from the allocation of expenses, fee offsets and investment opportunities.
- Blackstone may hire or enter into a partnership or other arrangement with one or more investment professionals to form and manage pooled investment vehicles or separately managed accounts pursuing alternative investment strategies (“Blackstone Proprietary Funds”). Blackstone and its affiliates typically would receive a significant portion of the revenues attributable to these Blackstone Proprietary Funds. Such existing Blackstone Proprietary Funds and any Blackstone Proprietary Funds formed in the future may compete with the BSCA Managers and the BSCA Funds.
- Blackstone has implemented certain policies and procedures and information barriers that may reduce the positive synergies that the BSCA Funds could otherwise utilize for purposes of identifying attractive investments.

Blackstone Securities Partners L.P.

- Blackstone Securities Partners L.P. (“BSP”) is a registered broker dealer and an affiliate of BAAM. BSP does not make markets in any securities and generally does not hold proprietary positions in securities or other investments. BSP engages in underwriting activities, which generally involve underwriting of debt and equity securities by Blackstone private equity portfolio companies.
- BSCA U.S.-based marketing personnel who are responsible for raising assets for the BSCA Funds are registered representatives of BSP. BSP does not receive any compensation relating to such arrangement.

PJT

- On October 1, 2015, Blackstone spun off its financial and strategic advisory services, restructuring and reorganization advisory services, and its Park Hill fund placement businesses and combined these businesses with PJT Partners Inc. (“PJT”), an independent financial advisory firm founded by Paul J. Taubman. While PJT operates independently

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from Blackstone and is not an affiliate thereof, it is expected that there will be substantial overlapping ownership between Blackstone and PJT for a considerable period of time going forward. Therefore, conflicts of interest will arise in connection with transactions between or involving the BSCA Funds, on the one hand, and PJT, on the other. The pre-existing relationship between Blackstone and its former personnel involved in financial and strategic advisory services at PJT, the overlapping ownership and co-investment and other continuing arrangements between PJT and Blackstone can be expected to influence BSCA to select or recommend PJT to perform services for a BSCA Fund, the cost of which will generally be borne directly or indirectly by a BSCA Fund. Given that PJT is no longer an affiliate of Blackstone, BSCA and its affiliates are able to cause a BSCA Fund to transact with PJT generally without restriction under the Client Constituent Documents of such BSCA Fund, notwithstanding the relationship between Blackstone and PJT that were previously employed by an affiliate of Blackstone. In addition, one or more investment vehicles controlled by Blackstone have been established to facilitate participation in Blackstone's side-by-side investment program by employees and/or partners of PJT.

Patria Investments S.A.

- Blackstone owns a non-controlling equity interest in Pátria Investments Limited ("Pátria"), a leading Brazilian alternative asset manager and advisory firm. Pátria's alternative asset management businesses include the management of private equity funds, real estate funds, infrastructure funds and hedge funds (e.g., a multi-strategy fund and a long/short equity fund). On January 26, 2021, Pátria completed its initial public offering ("IPO"), pursuant to which Blackstone sold a portion of its interest and no longer has representatives or the right to designate representatives on Pátria's board of directors. As a result of Pátria's pre-IPO reorganization transactions (which included Blackstone's sale of 10% of Pátria's pre-IPO shares to Pátria's controlling shareholder) and the consummation of the IPO, Blackstone is deemed to no longer have significant influence over Pátria due to its decreased ownership and lack of board representation. Blackstone does not control the day-to-day management of Pátria or the investment decisions of Pátria's funds, all of which reside with the local Brazilian partners of Pátria.

Data and Data Management

- Blackstone receives, generates or obtains various kinds of data and information in from the BSCA Funds, Underlying Managers, Other Blackstone Clients, portfolio companies of Other Blackstone Clients, and, at their election, certain investors in the BSCA Funds and investors Other Blackstone Clients and other entities, including but not limited to data and information relating to business operations, financial information results, trends, budgets,

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plans, ESG, energy usage, carbon emissions metrics customer and user data, employee and contractor data, supplier and cost data, and other related data and information, some of which is sometimes referred to as “big data”. Blackstone can be expected to be better able to anticipate macroeconomic and other trends, and otherwise develop investment themes or identify specific investment, trading or business opportunities, as a result of its access to (and rights regarding including use, distribution and derived works rights over) this data and information from such entities. In furtherance of the foregoing, Blackstone has entered and will continue to enter into information sharing and use, measurement and other arrangements, which will give Blackstone access to (and rights regarding, including ownership and distribution rights over) data that it would not otherwise obtain in the ordinary course, with the BSCA Funds, Other Blackstone Clients, portfolio companies of the Other Blackstone Clients, at their election, investors in the BSCA Funds and in Other Blackstone Clients, and other entities and their related parties and service providers. Further, this alternative data is expected to be aggregated across the BSCA Funds, Other Blackstone Clients and their respective portfolio companies.

Although Blackstone believes that these activities improve Blackstone’s investment management and other business activities on behalf of the BSCA Funds and Other Blackstone Clients, information obtained from the BSCA Funds and, at their election, certain Investors and investors in Other Blackstone Clients also provides material benefits to Blackstone or Other Blackstone Clients and their portfolio companies, typically without compensation or other benefit accruing to the BSCA Funds or Investors. For example, information from a portfolio company of the Blackstone Clients can be expected to enable Blackstone to better understand a particular industry and enhance Blackstone’s ability to execute trading and investment strategies in reliance on that understanding for Blackstone and Other Blackstone Clients that do not own an interest in the portfolio company, typically without compensation or benefit to the Fund or its portfolio companies. Blackstone is expected to serve as the repository for data described in this paragraph, including with ownership rights therein.

Furthermore, except for contractual obligations to third parties to maintain confidentiality of certain information, and regulatory limitations on the use of material nonpublic information, Blackstone is generally free to use data and information from the BSCA Fund’s activities to assist in the pursuit of Blackstone’s various other activities, including but not limited to trading activities for the benefit of Blackstone or another BSCA Fund or an Other Blackstone Client. Any confidentiality obligations under the governing documents of the BSCA Funds do not limit Blackstone’s ability to do so. For example, Blackstone’s ability to trade in securities of an issuer relating to a specific industry may, subject to applicable law, be enhanced by information of a portfolio company in the same or related industry. Such trading can be expected to provide a material benefit to Blackstone without compensation or other benefit to the BSCA Funds or the Investors.

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The sharing and use of “big data” and other information presents potential conflicts of interest and the Investors acknowledge and agree that any benefits received by Blackstone or its personnel (including fees (in cash or in kind) costs and expenses), will not offset the BSCA Funds’ management fees or otherwise be shared with the BSCA Funds or the Investors. As a result, BSCA has an incentive to pursue investments in or with entities or Underlying Managers that have data and information that can be utilized in a manner that benefits Blackstone or Other Blackstone Clients.

Data Management Services. Blackstone or an affiliate of Blackstone formed in the future may provide data management services to portfolio companies, to certain investors in the BSCA Funds and in Other Blackstone Clients, and may also provide such services directly to the BSCA Funds and Other Blackstone Clients (collectively, “**Data Holders**”). Such services may include assistance with obtaining, analyzing, curating, processing, packaging, organizing, mapping, holding, transforming, enhancing marketing and selling such data (among other related data management and consulting services) for monetization through licensing or sale arrangements with third parties and, subject to applicable contractual limitations, with the BSCA Funds, Underlying Managers, Other Blackstone Clients, to investors in the BSCA Funds and in Other Blackstone Clients, and other Blackstone affiliates and associated entities (including funds in which Blackstone and Other Blackstone Clients make investments, and portfolio entities thereof). Where Blackstone believes appropriate, data from one Data Holder may be pooled with data from other Data Holders. Any revenues arising from such pooled data sets would be allocated between applicable Data Holders on a fair and reasonable basis as determined by BSCA in its sole discretion, with BSCA able to make corrective allocations should it determine subsequently that such corrections were necessary or advisable. Blackstone is expected to receive compensation for such data management services, which may include a percentage of the revenues generated through any licensing or sale arrangements with respect to the relevant data, and which compensation may also include fees, royalties and cost and expense reimbursement (including start-up costs and allocable overhead associated with personnel working on relevant matters (including salaries, benefits and other similar expenses)). Additionally, Blackstone may determine to share the products from such data management services within Blackstone or its affiliates (including Other Blackstone Clients or their portfolio entities) at no charge and, in such cases, the Data Holders would not receive any financial or other benefit from having provided such data to Blackstone. The potential receipt of such compensation by Blackstone could create incentives for Blackstone to cause the BSCA Funds to invest in or with entities or Underlying Managers with a significant amount of data that it might not otherwise have

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invested in or on terms less favorable than it otherwise would have sought to obtain on behalf such BSCA Funds.

Equity Healthcare.

- Equity Healthcare LLC (“**Equity Healthcare**”) is a Blackstone affiliate that negotiates with providers of standard administrative services and insurance carriers for health benefit plans and other related services for cost discounts, quality of service monitoring, data services and clinical consulting. Because of the combined purchasing power of its client participants, which include unaffiliated third parties, Equity Healthcare is able to negotiate pricing terms that are believed to be more favorable than those that its clients could obtain on an individual basis. Certain portfolio companies of a BSCA Manager avail themselves of this service and make payments to Equity Healthcare. The management fees received by BSCA in respect of BSCH I are offset by the allocable portion of such fees received by Equity Healthcare.

CoreTrust

- CoreTrust is an independent group purchasing organization used by large corporations and private equity firms to obtain volume discounts on products and services. Effective September 30, 2022, certain private equity funds managed by Blackstone acquired a majority stake in CoreTrust. From time to time, both pre- and post-acquisition, BSCA introduces CoreTrust to underlying portfolio companies of the BSCA Managers. BSCA Managers and their portfolio companies independently determine whether they wish to retain CoreTrust. No expenses have been incurred at any time by the BSCA Funds or BSCA relating to CoreTrust. Additionally, neither the BSCA Managers nor their underlying portfolio companies pay any fees to CoreTrust, which is compensated by the vendors that provide products/services through the CoreTrust platform. CoreTrust also provides services to Other Blackstone Clients portfolio companies

Ontra (fka InCloudCounsel) (“Ontra”)

- Ontra is a portfolio entity of certain Other Blackstone Clients that provides a contract automation and intelligence platform that utilizes artificial intelligence and a network of attorneys to support processing of routine contracts and tracking of obligations in complex agreements. Ontra performs services for the BSCA Clients, Other Blackstone Clients and their portfolio companies and Blackstone.

Potential Mitigants

BSCA maintains policies and procedures designed to mitigate some of the foregoing conflicts, including:

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- When BAAM / BAS / BAIA Funds invest in / redeem out of an investment vehicle or account managed by a BSCA Manager, designated senior management of BSCA and BAAM must review such transaction aside from the usual investment committee approvals.
- Where the BSCA Funds seek co-investments from Other Blackstone Clients or their affiliates, the BSCA Funds or such Other Blackstone Client will seek to ensure that the overall terms of such transactions are fair and equitable, which may include seeking to obtain independent verification or approval thereof.
- Where investment opportunities are appropriate for one or more BSCA Funds, BSCA will determine allocations to such investments opportunities amongst the BSCA Funds in accordance with its written allocation policies and procedures as determined by BSCA in its sole discretion.
- If it is determined by Blackstone that it would be appropriate for the BSCA Funds and one or more Other Blackstone Clients to participate in an investment opportunity, BSCA and Blackstone will allocate opportunities for all of the participating accounts in accordance with internal policies and procedures, taking into account related disclosure provided to the relevant Other Blackstone Clients and their underlying investors or as may otherwise have been agreed in the limited partnership agreements or other documents governing the BSCA Funds and such Other Blackstone Clients.
- The Investment Committee will determine whether an investment opportunity is appropriate for Co-Investments.
- BSCA and Blackstone allocate expenses in accordance with its expense allocation policies and the Constituent Documents.
- Transactions or arrangements between Blackstone and third-party asset managers would generally be negotiated on an arm's length basis. In addition, under certain circumstances, disclosure thereof would be made to investors (as required under the relevant Constituent Documents).
- The BSCA Funds will generally rely upon the BSCA Managers, which are independent third parties, to make decisions regarding the management of its investments such that BSCA is not in a position to influence the outcome or terms of any such transactions or arrangements.
- All Blackstone employees must pre-clear trades in all private equity funds, hedge funds and other securities (subject to a limited number of exceptions) with Blackstone Compliance. Upon hire, all BSCA employees must report all hedge fund holdings. After hire, all BSCA employees must receive approval for additional subscriptions to, or withdrawals from, their hedge fund holdings.
- Neither BSCA nor the BSCA Funds compensate the service providers for organizing "capital introduction" events.

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- In exercising its discretion to cause a BSCA Fund to enter into a Side Letter, BSCA and the general partner of such fund will act in accordance with their fiduciary duties, which require them to provide that their actions (including, without limitation, entering into Side Letters) do not result in the unfair treatment of Investors.
- Any use of Service Providers will be in accordance with the Constituent Documents and applicable law. Blackstone has a general practice of not having lower fee arrangements for BSCA and Other Blackstone Advisers as compared to fees paid by the BSCA Funds for similar services.

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Item 12 – Brokerage Practices

General Considerations

It is not anticipated that BSCA will effectuate brokerage transactions on behalf of the BSCA Funds other than on an exceptional basis. There are no limitations as to which broker-dealers are used or as to the commission rates or similar charges paid.

In the event BSCA retains brokers, dealers and other counterparties or intermediaries (“Brokers”) to effect portfolio transactions, it will seek to obtain the best execution for the BSCA Funds taking into account several factors, including but not limited to: (i) the ability to effect prompt and reliable executions at favorable prices (including the applicable dealer spread or commission, if any); (ii) the operational efficiency with which transactions are effected, taking into account the size of order and difficulty of execution; (iii) the financial strength, integrity, stability and reputation of the Broker; (iv) the quality, comprehensiveness and frequency of available research and brokerage related services and products; (v) the broker’s willingness to commit capital; (vi) trading expertise; (vii) clearance, settlement and custodial services; (viii) other financial services offered; and (ix) the competitiveness of commission rates in comparison with other brokers satisfying other selection criteria of BSCA. BSCA is generally not required to weigh these factors equally. Subject to seeking best execution, BSCA may consider other factors.

Research and Other Soft Dollar Benefits

Research products or services may include research reports on particular industries and companies, economic surveys and analyses, recommendations as to specific securities, and other products or services used by BSCA in the performance of its investment decision-making responsibilities.

BSCA does not utilize soft dollars to pay for third-party brokerage services. BSCA Managers may use “soft dollars” (*i.e.*, consideration other than cash is exchanged for services) both within and outside of the safe harbor of Section 28(e) of the Securities Exchange Act of 1934, as amended, to obtain both research and non-research products and services.

Brokerage for Client Referrals

BSCA does not currently use brokerage relationships for Investor referrals. BSCA may have distribution relationships and placement agreements, however, as described further in **Item 14 – Client Referrals and Other Compensation**.

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Item 12 – Brokerage Practices

Block Trading Procedures

In the event that futures, securities, forward, options, or spot currency transactions are traded for multiple BSCA Funds, typically trade orders would be aggregated for execution and allocated *pro rata*. No such trading is expected to occur. In the unlikely instance where BSCA believes that the aggregation of trades for multiple BSCA Funds would cause the BSCA Funds' cost of execution to increase, BSCA will not aggregate such trades.

Principal Trading

BSCA does not conduct principal trading (*i.e.*, trading for BSCA's proprietary accounts).

Cross Transactions – Agency Cross Transactions

BSCA generally does not engage in agency cross transactions. To the extent that BSCA engages in an agency cross transaction, BSCA will comply with the requirements of Section 206(3) of the Advisers Act

Investment Allocations

Certain investment opportunities may be appropriate for one or more BSCA Funds, and Other Blackstone Clients.

BSCA will determine allocations of such investment opportunities as among the BSCA Funds in accordance with its written allocation policies and procedures as determined by BSCA in its sole discretion.

BSCA and the Other Blackstone Advisers are subject to actual and potential conflicts of interest in allocating investment opportunities among a BSCA Fund and Other Blackstone Clients. For example, the BSCA Funds may have different management and/or incentive fee structures. As part of the investment allocation process, BSCA potentially could allocate a limited investment opportunity to a client that has a more favorable fee structure. For additional information on the allocation of investment opportunities between BSCA Funds and Other Blackstone Clients please refer to **Item 11 – Code of Ethics - Blackstone-wide Policies, Procedures and Guidelines**.

Trade Errors

Trade errors are unexpected given the nature of BSCA's investment program. In the case of a trade error committed by BSCA, the gain or loss from the error will be allocated to the BSCA Funds; provided, however, if BSCA determines that its gross negligence, willful misconduct or fraud was the direct cause of the trade error, BSCA generally will compensate the BSCA Funds for any losses resulting from the error. BSCA will have a potential conflict of interest in determining whether a trade error should be borne by BSCA or allocated to the BSCA Funds.

If a third party causes a trade error that is material to the BSCA Funds, BSCA will attempt to recover the amount of loss from such third party for the BSCA Funds. BSCA does not assume responsibility for compensating the BSCA Funds, or making any third party compensate the BSCA Funds, in such case.

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Item 13 – Review of Accounts

The Investment Committee

BSCA has several senior professionals that supervise its investment advisory business through an investment committee for BSCH I and for BSCH II (the “Investment Committees”) (The professionals that constitute the BSCH I investment committee partially overlap with the professionals that comprise the BSCH II investment committee). The Investment Committees discuss the potential investment opportunities for the relevant BSCA Fund.

The Investment Committees approve all investments in BSCA Managers.

The Investment Committees makes investment decisions based on a variety of criteria including, but not limited to:

- ▶ The expected performance of the investment
- ▶ Reputation of the principals of the BSCA Manager
- ▶ BSCA Manager’s investment objectives and strategies
- ▶ Ability to negotiate attractive terms with the BSCA Manager
- ▶ Tax efficiency
- ▶ Legal and regulatory factors

There is overlap among the members of the Hedge Fund Solutions Group’s various investment committees. Given the limited nature of BSCA Advisors’ activities, it does not have a formal investment committee.

The Advisory Committee

Each of BSCH I and BSCH II have established an advisory committee (each a “BSCH Advisory Committee”) to consult with BSCA on various matters, including, without limitation, potential conflicts of interest. The members of the Advisory Committee are comprised of representatives of selected BSCH I and BSCH II Investors receptively that are not affiliates of BSCA. The specific responsibilities of the Advisory Committees are set forth in the relevant Constituent Documents. Monitoring Process

The Investment Committee and the BSCA investment team monitor the performance of the BSCA Funds and BSCA Managers on an ongoing basis.

BSCA Fund Investor Reporting

BSCA provides Investors at least quarterly reports regarding their investments, which include capital balances and performance of the BSCA Funds. Investors also receive annual audited financial statements for the BSCA Fund in which they are invested. In generating these reports, BSCA in part will rely on information provided by the BSCA Managers.

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Item 13 – Review of Accounts

Reconciliation

Blackstone and/or the BSCA Funds' administrator performs a reconciliation of cash, investor activity, and investments as part of its determination of the net asset value for such BSCA Fund, and produces the final capital / shareholder statements.

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Item 14 – Client Referrals and Other Compensation

While not an arrangement for client referrals, BSCA from time to time directly or indirectly compensates one or more third parties to act as a placement agent in connection with the offer and sale of interests in BSCA Funds to certain potential investors. BSCA typically compensates a placement agent a portion of Management Fees and/or Incentive Fees (although other payment arrangements could exist). A placement agent may directly charge investors additional placement fees (or other fees) in connection with their investment in the BSCA Funds, and such fees generally do not reduce fees such as Management Fees paid in connection with an investment in a BSCA Fund. The BSCA Funds may agree to reimburse third-party placement agents for expenses and/or agree to indemnify such agents under certain circumstances. With respect to expenses relating to the diligence and negotiation of placement agent arrangements, please see Item 5 – Fees and Compensation.

Blackstone Securities Partners L.P., an affiliate of Blackstone, serves as a placement agent to the BAAM Funds in the U.S. but is not compensated for such services. Please see Item 10 – Other Financial Industry Activities and Affiliations for more information.

BSCA Advisors does not have any distribution / placement arrangements.

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Item 15 – Custody

Rule 206(4)-2 of the Advisers Act (the “Custody Rule”) defines custody as holding client securities or assets or having any authority to obtain possession of them. BSCA Funds structured as partnerships generally have a BSCA affiliate acting as general partner and, as such, BSCA is deemed to have custody of the BSCA Funds’ assets. For the BSCA Funds that are not structured as partnerships, BSCA also is typically deemed to have custody of the BSCA Funds’ assets since BSCA has access to BSCA Fund assets for trading purposes and to pay expenses. BSCA generally complies with the Custody Rule by providing Investors with audited financial statements within the period of time required by such rules.

A BSCA Fund’s assets are typically comprised of investments in BSCA Managers and cash, which cash is held in bank or brokerage accounts in the name of the BSCA Fund. BSCA Funds do not utilize a third-party, independent custodian to hold the BSCA Funds’ agreements or private securities certificates evidencing the Funds’ investments in the BSCA Managers.

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Item 16 – Investment Discretion

Investment Guidelines

Investment decisions are made within the investment guidelines as described in each BSCA Fund's Constituent Documents.

Types of Investments

BSCA has broad discretion to make investments within the guidelines of the Constituent Documents. BSCA Funds primarily will acquire BSCA Manager Interests, although the BSCA Funds may acquire majority ownership interests in BSCA Managers or make direct investments in funds or similar investment vehicles sponsored by BSCA Managers. In addition, in order to hedge investor contributions denominated in currencies other than U.S. dollars or to hedge certain market exposures, BSCA Funds may invest in securities and other financial instruments, including but not limited to forward contracts, currency options, interest rate swaps, interest rate caps, interest rate floors and other derivative contracts and similar instruments subject to any restrictions in the relevant Constituent Documents.

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Item 17 – Voting Client Securities (*i.e.*, Proxy Voting)

The BSCA Funds' investments generally are limited to investments in BSCA Managers, which are not expected to trigger any proxy voting activities. Investors may request a copy of the Proxy Policy and the proxy voting records may review in BSCA's offices information on how BSCA voted proxies relating to the Investor's portfolio.

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Item 18 – Financial Information

BSCA does not charge fees more than six months in advance, has never filed for bankruptcy as of the date of this brochure and is not aware of any financial condition reasonably likely to impair its ability to meet contractual commitments to the BSCA Funds.

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Item 19 – Requirements for State-Registered Advisers

This item is not applicable as BSCA is not registered in any states.