

## A3 Alternative Credit Fund

### The Challenge

Today's low interest rate environment is leaving many investors struggling to find quality yield without taking undue risk.

### The A3 Solution

Alternative Credit is often misunderstood and underutilized in investor portfolios. Our strategy offers the potential for attractive, current income from diversified pools of short duration, collateralized credit instruments.

### The A3 Team

Our core strengths are centered on credit structuring, product distribution, investment management and legal/regulatory skills. Our proven team with over 100 years of combined experience has a history of building and overseeing various niche investment strategies and products.

### Investment Strategy Focus

The anticipated portfolio is to consist primarily of investments in income-generating credit related assets, which will be sourced directly from originators, underwriters and market makers. Additionally, the fund may invest in corporate credit, loans and private placements that are directly originated. At least 80% of the assets will be invested in credit investments including:

- Credit Linked Note – Notes with default risk linked to a portfolio of debt obligations
- Collateralized Loan Obligations – Debt and equity tranches backed by a pool of funded corporate debt
- Asset Backed Securities – Structured credit collateralized by a pool of assets
- Direct Lending – Loans and subordinated private debt issues
- Commercial Mortgage Credit – Structured securities backed by pools of commercial mortgages
- Reverse Mortgages – Securities backed by pools of home equity conversion mortgages
- Esoteric Debt – Non-traditional asset backed debt instruments
- Business Development Company (BDC) & Publicly Traded Real Estate Investment Trust (REIT)

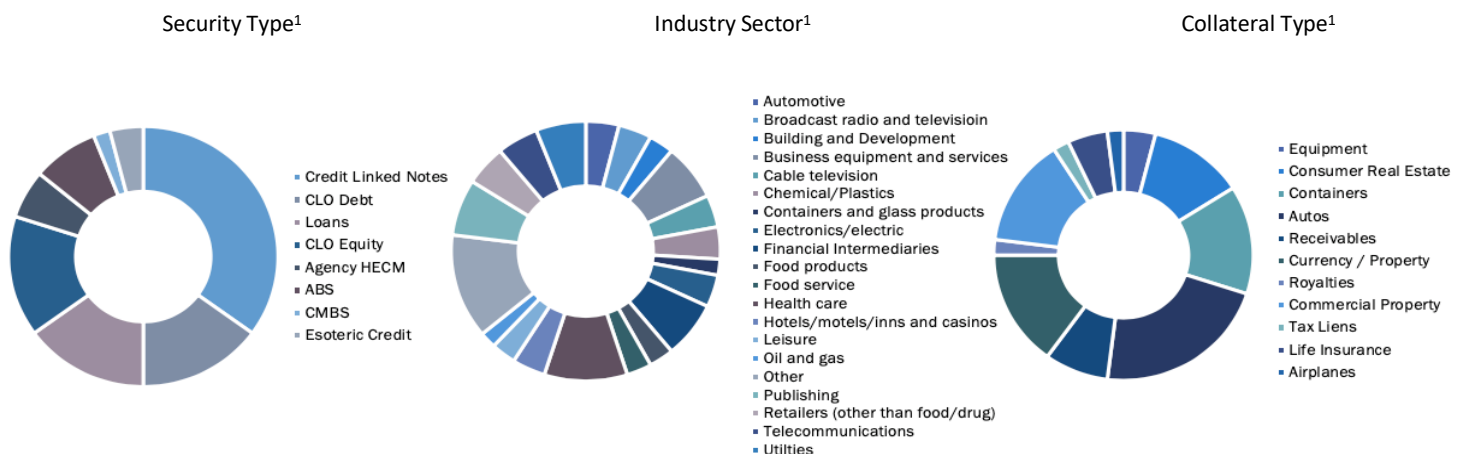
### AAACX is offering this type of credit strategy in an interval fund structure

Interval funds provide investors such features as daily pricing, 1099 tax reporting and quarterly redemptions with a fund level gate of 5% to 25% of NAV. The interval fund structure allows investors the opportunity to access less liquid, potentially higher yielding alternative investments without using a private equity or hedge fund structure

### Broad Diversification

This asset allocation illustration is designed to target coupon driven return, short duration and structured asset backed investments with strong cash flow characteristics and low correlation to public equity and bond markets.

### Fund Example Exposures



<sup>1</sup>Illustrative exposures intended to portray the diversity of investments within each category. It is not intended as a target investment range or breakdown of any fund at any specific time. Actual investment percentages will vary.

## Disclosure

The material contained is not intended to be a recommendation or investment advice, does not constitute a solicitation to buy or sell securities, and is not provided in a fiduciary capacity. The information contained does not take into account the specific objectives or circumstances of any specific investor or suggest any particular course of action. Investment decisions should be made based on an investor's objectives and circumstances and in consultation with his or her advisors.

Fixed income investments are subject to credit, liquidity, interest rate and, depending on the instrument, counterparty risk. These risks may be increased to the extent fixed income investments are concentrated in any one issuer, industry, region or country. The market value of fixed income investments generally will fluctuate with, among other things, the financial condition of the obligors on the underlying debt obligations, general economic conditions, the condition of certain financial markets, political events, developments or trends in any particular industry and changes in prevailing interest rates. In general, any interest rate increases can cause the price of a debt security to decrease vice versa. Asset-backed securities, including mortgage-backed securities, are legal entities that are sponsored by banks, broker-dealers or other financial firms specifically created for the purpose of issuing particular securities or instruments. Investors will receive payments that are part interest and part return of principal. These payments may vary based on the rate at which borrowers pay off their loans.

Because of the risks associated with investing in high-yield securities, any investment should be considered speculative and subject to the risks stated above. Leverage, including borrowing, may cause a portfolio to be more volatile than if the portfolio had not been leveraged.

Illustrative allocations and portfolios contained in this presentation are for illustrative purposes only and are subject to change at any time, without notice.

Past performance is not indicative of future returns. Any references to past performance are illustrative in nature and not to be considered recommendations of any security or investment product.

Some information contained in this presentation has been provided by third parties and has not been independently verified. Such information is subject to change without notice.

The A3 Alternative Credit Fund is a continuously-offered, non-diversified, registered closed-end fund with limited liquidity.

The Fund intends to invest a majority of its assets in "alternative investments," which include Credit Investments and smaller segments of the debt markets. Alternative investments provide limited liquidity and should not constitute a complete investment program.

The Fund does not currently intend to attempt to insure its investments or the collateral supporting its investments. Should any type of uninsured loss occur, it may adversely affect the Fund's investment performance.

To the extent a Credit Investment is secured, there can be no assurance as to the amount of any funds that maybe realized from recovering and liquidating any collateral or the timing of such recovery and liquidation and hence there is no assurance that sufficient funds (or, possibly, any funds) will be available to offset any payment defaults that occur under the Credit Investment. The value of the collateral may, at any point, be worth less than the value of the original investment.

Investment liquidity risk exists when particular investments of the Fund would be difficult to sell, possibly preventing the Fund from selling such illiquid investments at an advantageous time or price, or possibly requiring the Fund to dispose of other investments at unfavorable times or prices. Most of the Fund's loan assets are not liquid.

The securities in which the Fund, directly or indirectly, may invest include privately issued securities of both public and private companies. Private securities have additional risk considerations than investments in comparable public investments.

When the Fund invests in asset-backed securities and mortgage-backed securities, the Fund is subject to the risk that, if the underlying borrowers fail to pay interest or repay principal, the assets backing these securities may not be sufficient to support payments on the securities.

CLOs are securities backed by an underlying portfolio of loans, typically syndicated loans or other loans to corporate borrowers. CLOs issue classes or "tranches" that vary in seniority, risk, and yield. CLOs may experience substantial credit losses and/or substantial declines in market value as result of actual collateral defaults (which may deteriorate the credit support supplied by the more subordinated tranches of the CLO), anticipated collateral defaults, or investor aversion to CLO securities as a class.

A CLN is a form of collateralized credit derivative. It is structured as a note issued by a bankruptcy-remote issuer, with an embedded credit default swap allowing the issuer to transfer a specific credit risk, such as default or failure to pay, to investors. Investors' capital is 100% at risk and investors may lose all of their initial investment. The issuer is not obligated to repay the debt if a specified event occurs.

Distributor – Foreside Financial Services, LLC.

**You should consider the investment objectives, risks, charges and expenses of the Fund carefully before investing. The prospectus contains this and other information about the Fund and is available by calling 1-877-774-7724. Read it carefully before investing.**

