

10300 SW Greenburg Road, Suite 308
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Notice Regarding Sources of Distributions

Variant Alternative Income Fund

Nasdaq: NICHX

Cusip: 92220Q103

Variant Alternative Income Fund's (the "Fund") previously declared (December 29, 2022) distribution of \$0.4339 per share for Institutional Shares, was paid or reinvested December 30, 2022, to shareholders of record on December 29, 2022. Fund Management estimates 9.42% of the amount of the distribution is from a source other than net investment income and is expected to be return of capital. These estimates are calculated on "book basis" reporting.

Important Tax Information – This information is being provided pursuant to Section 19(a) of the Investment Company Act of 1940, as amended, and reflects an estimate of the Fund's distribution sources as the time of payment of the distribution and should not be used for tax reporting purposes. The Fund anticipates that, due to the tax treatment of cash distributions made by Partnerships in which the Fund invests, a portion of distributions the Fund makes to Common Shareholders may consist of return of capital. The final determination of the tax characteristics of all 2020 calendar year distributions has not been made and cannot be made until after the end of the calendar year. Therefore, there can be no assurance as to the portions of the Fund's distributions to shareholders that will be characterized as return of capital and/or dividend income. After the close of the calendar year, a Form 1099 DIV will be sent to shareholders that will state the federal tax status of distributions received for the 2020 calendar year.

Variant Investments, LLC (the "Investment Manager"), serves as the investment advisor to the Fund. The Investment Manager is an investment adviser registered with the SEC under the Investment Advisers Act of 1940, as amended. Subject to the general supervision of the Board, and in accordance with the investment objective, policies, and restrictions of the Fund, the Investment Manager is responsible for the management and operation of the Fund and the investment of the Fund's assets. The Investment Manager provides such services to the Fund pursuant to the Investment Management Agreement. Founded in 2017, the Investment Manager and its affiliates have approximately \$2.3 Billion in assets under management as of November 30, 2022.

COMPANY CONTACT

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