CION Ares Diversified Credit Fund

FEATURES SHEET

OFFERING PROFILE

SYMBOL:

Class A: CADEX **Class C**: CADCX **Class I:** CADUX **Class L:** CADWX

CUSIP:

Class A: 17260G103 **Class C:** 17260G202 **Class I:** 17260G301 **Class L:** 17260G400

STRUCTURE: 1940 Act continuously offered closed-end interval fund

MINIMUM INVESTMENT:

Class A, C & L	Class I
Non-Qualified Accounts: $2,500	Initial: $1,000,000
Qualified Accounts: $1,000	Subsequent: No Minimum

DIVIDEND REINVESTMENT PLAN: Automatic participation, unless otherwise elected

LIMITED LIQUIDITY/REPURCHASE OFFER: Quarterly at NAV. No less than 5% of the outstanding shares.

FUND ADVISOR: CION Ares Management, LLC

DISTRIBUTOR: ALPS Distributors, Inc.

WHOLESALER: CION Securities, LLC

FUND CUSTODIAN: State Street Bank & Trust Co.

TRANSFER AGENT: DST Systems, Inc.

TAX REPORTING: 1099-DIV

INCEPTION DATE:

Class A: December 2016
Class C: July 2017
Class I: July 2017
Class L: November 2017

SALES LOAD:

Class A: Up to 5.75% front-end load[2,4]
Class C: No front-end load[1,2,3,4]
Class I: No load[4]
Class L: Up to 4.25% front-end load[2,3,4]

FEES:

Management Fee: 1.25% Annual Rate[5]
Incentive Fee: 15% of NII[6]

[1] Subject to a 1.00% contingent deferred sales charge if redeemed during first 365 days after purchase.

[2] Subject to a shareholder servicing fee of up to 0.25% per year.

[3] Subject to a 0.75% (Class C) or a 0.25% (Class L) annual distribution fee.

[4] Subject to management fees and other expenses.

[5] Calculated and payable monthly based on the average daily value of total managed assets. Total managed assets are the total assets (including any assets attributable to financial leverage) minus accrued liabilities (other than debt representing financial leverage).

[6] Calculated and payable quarterly based on the pre-incentive fee net investment income (NII) subject to an annualized hurdle rate of 6.00% (1.50% per quarter) and a "catch up" feature.

Please see page 2 for the full breakdown of expenses and total estimated gross annual expense ratio.

FUND OVERVIEW

FUND OBJECTIVE

To provide superior risk-adjusted returns across various market cycles by investing in a diversified portfolio of liquid and illiquid asset classes. The Fund seeks to capitalize on market inefficiencies and relative value opportunities throughout the entire global credit spectrum.

INVESTMENT STRATEGY

The Fund will invest primarily in a portfolio of directly originated loans, secured floating and fixed rate syndicated loans, corporate bonds, asset-backed securities, commercial real estate loans and other types of credit instruments which, under normal circumstances, will represent at least 80% of the Fund's assets.

ABOUT THE ADVISOR

CION Ares Management, LLC (CAM) serves as the fund's investment advisor. CAM is a joint venture between affiliates of CION Investments (CION) and Ares Management, LLC (Ares).

ABOUT CION INVESTMENTS

CION Investments is a leading manager of investment solutions designed to redefine the way individual investors can build their portfolios and help meet their long-term investment goals. With more than 30 years of experience in the alternative asset management industry, CION strives to level the playing field. CION currently manages CION Investment Corporation, a leading BDC, and sponsors, through CION Ares Management, CION Ares Diversified Credit Fund, a globally diversified interval fund.

ABOUT ARES MANAGEMENT CORPORATION

Ares Management Corporation (NYSE: ARES) is a leading global alternative investment manager operating three integrated businesses across Credit, Private Equity and Real Estate. Ares Management's investment groups collaborate to deliver innovative investment solutions which seeks to provide consistent and attractive investment returns for fund investors throughout market cycles. Please visit www.aresmgmt.com for additional information.

Estimated Annual Fund Expenses are listed below. Expense ratios are annualized and calculated as a percentage of estimated average net assets.

Class I: Management Fee 1.89%; Incentive Fee 1.39%; Interest Payments on Borrowed Funds 3.14%; Remaining Other Expenses 0.48%; Total expense ratio for CADC Class I is 6.90%.

Class A: Management Fee 1.89%; Incentive Fee 1.39%; Interest Payments on Borrowed Funds 3.14%; Shareholder Servicing Fee 0.25%; Remaining Other Expenses 0.43%; Total expense ratio for CADC Class A is 7.10%.

Class C: Management Fee 1.89%; Incentive Fee 1.39%; Interest Payments on Borrowed Funds 3.13%; Shareholder Servicing Fee 0.25%; Distribution Fee 0.75%; Remaining Other Expenses 0.33%; Total expense ratio for CADC Class C is 7.74%.

Class L: Management Fee 1.89%; Incentive Fee 1.39%; Interest Payments on Borrowed Funds 3.14%; Shareholder Servicing Fee 0.25%; Distribution Fee 0.25%; Remaining Other Expenses 0.41%; Total expense ratio for CADC Class L is 7.33%.

Class U: Management Fee 1.89%; Incentive Fee 1.39%; Interest Payments on Borrowed Funds 3.14%; Distribution Fee 0.75%; Remaining Other Expenses 0.37%; Total expense ratio for CADC Class U is 7.54%.

Class U-2: Management Fee 1.89%; Incentive Fee 1.39%; Interest Payments on Borrowed Funds 3.14%; Shareholder Servicing Fee 0.25%; Distribution Fee 0.50%; Remaining Other Expenses 0.37%; Total expense ratio for CADC Class U-2 is 7.54%.

Class W: Management Fee 1.89%; Incentive Fee 1.39%; Interest Payments on Borrowed Funds 3.14%; Distribution Fee 0.50%; Remaining Other Expenses 0.40%; Total expense ratio for CADC Class W is 7.32%.

This is neither an offer to sell nor a solicitation to purchase the securities described herein. An offering is made only by the prospectus which must precede or accompany this features sheet. Please read the prospectus prior to making any investment decision and consider the risks, charges, expenses and other important information described therein. Additional copies of the prospectus may be obtained by contacting CION Securities at 800.435.5697 or by visiting cioninvestments.com.

Risks and limitations include, but are not limited to, the following: investment instruments may be susceptible to economic downturns; most of the underlying credit instruments are rated below investment grade and considered speculative; there is no guarantee all shares can be repurchased; the Fund's business and operations may be impacted by fluctuations in the capital markets; the Fund is a diversified, closed-end investment company with limited operating history; diversification does not eliminate the risk of investment losses.

Please be aware that the Fund, the Advisers, the Distributor or the Wholesale Marketing Agent and their respective officers, directors, employees and affiliates do not undertake to provide impartial investment advice or to give advice in a Fiduciary capacity in connection with the Fund's public offering of shares.

CION Securities, LLC (CSL) is the wholesale marketing agent for CION Ares Diversified Credit Fund, advised by CION Ares Management, LLC (CAM) with marketing services provided by ALPS Distributors, Inc (ADI). CSL, member FINRA, and CAM are not affiliated with ADI, member FINRA.