

Seeks to deliver the return streams of hedged equity funds that typically involve establishing both long and short positions in equity or equity-linked instruments.

## Objective

Seeks attractive, long-term risk-adjusted returns relative to traditional financial market indices.

## Portfolio Facts

Advisor: James Alpha Advisors, LLC

Portfolio Manager: Dr. Akos Beleznyay

Morningstar Category: Long/Short Equity

Benchmark: HFRI Equity Hedge (Total) Index<sup>1</sup>

| Class    | Ticker | CUSIP     |
|----------|--------|-----------|
| I Shares | JEHIX  | 80343J304 |
| A Shares | JAHAX  | 80343J106 |
| C Shares | JAHCX  | 80343J205 |

## Potential Portfolio Advantages<sup>2</sup>

- A well-defined, repeatable investment strategy and proprietary process.
- Improved portfolio diversification through lower correlation to traditional markets and low tracking error to the HFRI Equity Hedge (Total) Index of 2.86%.
- Full transparency, no K1s, daily liquidity, low minimums, no accredited investor requirement.

## Morningstar Overall Rating<sup>TM3</sup>



Risk-Adjusted Return  
Category: Long/Short Equity

|                     | 3-Year |
|---------------------|--------|
| Morningstar Rating  | ★★★★   |
| # Funds in Category | 188    |

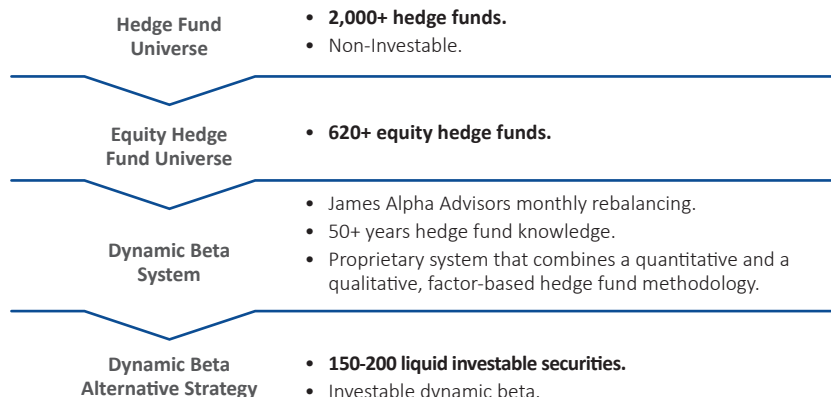
## Morningstar Quantitative Rating<sup>TM4</sup>



As of 12/31/2020

## Distinct, Proprietary Dynamic Beta System

We have developed a proprietary, complex system that seeks to follow the dynamically changing hedge fund universe.



## Portfolio Strategy

- Seeks to eliminate due diligence and manager strategy selection risk.
- Equity Hedge Fund Proxy: investable daily liquid broadly diversified portfolio.
- Tracks the global universe of more than 620 equity hedge funds.
- Seeks to replicate the returns of a variety of equity strategies, such as, among others, equity market neutral, fundamental growth, fundamental value, quantitative directional strategies, short bias, and sectors such as energy, materials, technology, and healthcare.
- Seeks to gain exposure to these strategies primarily through exchange-traded products such as exchange-traded notes (ETNs), exchange-traded funds (ETFs), and mutual funds, although the Portfolio may invest directly in currencies, equities, and fixed income securities.

## Annual Returns<sup>5</sup>

|  | 2020   | 2019   | 2018   |
|--|--------|--------|--------|
| I Shares                                     | 20.40% | 14.17% | -7.15% |
| HFRI Equity Hedge (Total) Index <sup>1</sup> | 17.36% | 13.71% | -7.14% |

## Investment Performance<sup>12/31/2020</sup>

| Class  | 3-Month | 1-Year | 3-Year | Since Inception    | Inception Date |
|--|---------|--------|--------|--------------------|----------------|
| I Shares                                       | 15.51%  | 20.40% | 8.47%  | 9.67%              | 08/18/2017     |
| Morningstar Long/Short Equity Category         | 7.77%   | 5.28%  | 3.24%  | 4.76% <sup>7</sup> | -              |
| HFRI Equity Hedge (Total) Index <sup>1,6</sup> | 14.42%  | 17.36% | 7.42%  | 8.16% <sup>7</sup> | -              |

Source: Morningstar Direct. Performance data quoted above is historical. Past performance does not guarantee future results and current performance may be lower or higher than the performance data quoted. Total return for all periods less than one year is an aggregate number (not annualized and is based on the change in net asset value plus the reinvestment of all income dividends and capital gains distributions). The investment return and principal value of an investment will fluctuate, so that shares when redeemed may be worth more or less than their original cost. Investors cannot invest directly into an index. The Fund's management has contractually waived a portion of its management fees until March 31, 2021 for I, A, and C Shares. The performance shown reflects the waivers without which the performance would have been lower. Total annual operating expenses before the expense reduction/reimbursement are 4.69% for I Shares, 4.94% for A Shares, and 5.69% for C Shares; total annual operating expenses after the expense reduction/reimbursement are 2.08% for I Shares, 2.33% for A Shares, and 3.08% for C Shares.<sup>8</sup> 5.75% is the maximum sales charge on purchases of A shares. For performance information current to the most recent month-end, please call 888.814.8180.

## Portfolio Management

### JAMES ALPHA ADVISORS, LLC

James Alpha Advisors is a boutique asset management firm solely focused on liquid alternative portfolio solutions. We believe we are experts in providing an innovative, distinct, and comprehensive lineup of alternative investment solutions for institutional and individual investors. James Alpha Advisors is a related entity to James Alpha Management, which was established in 2006 as a single family office and diversified asset management firm specializing in identifying, seeding, and growing alternative investment solutions. The James Alpha Advisors family of mutual funds and related portfolio offerings range from: risk managed equity and income solutions that are intended to provide low volatility growth, alternative sources of income, quarterly or even monthly distributions; to our Dynamic Beta suite of institutional hedge fund indexed strategies; and comprehensive asset allocation offerings, like our Family Office Fund.

### DR. AKOS BELEZNAY, PORTFOLIO MANAGER

Dr. Belezny serves as Chief Investment Officer for James Alpha Advisors and is a member of the James Alpha Investment Committee and responsible for manager research and asset allocation amongst the James Alpha suite of managers and funds.

Dr. Belezny has been allocating capital to hedge funds for nearly 20 years. Prior to joining James Alpha, he was the Chief Investment Officer at Riverside Portfolio Management, the asset management arm of HFR (Hedge Fund Research, Inc.) managing more than \$1 billion of fund of hedge fund products. Before Riverside Portfolio Management, Dr. Belezny served as the Chief Investment Officer at Commerce Asset Management and CSG Asset Management with responsibility for managing funds of hedge funds and a hedge fund index replication product. He also served as the Director of Consulting Research for Equitas Capital Advisors, LLC from 2002 to 2010 and the Chief Investment Officer of Equitas Evergreen Fund LP, a fund of hedge funds with \$300 million in assets, from 2003 to 2010.

Dr. Belezny has a PhD in Physics from Eotvos Lorand University, Hungary and an MBA from Tulane University.

## Contact Us

To purchase Fund shares or obtain updated performance information and Fund literature, contact your Financial Advisor or the Fund at:

888.814.8180

[www.JamesAlphaAdvisors.com](http://www.JamesAlphaAdvisors.com)

Investors should carefully consider the investment objectives, risks, charges, and expenses of the Fund. This and other information about the Fund is contained in the prospectus, which can be obtained by calling 888.814.8180 and should be read carefully before investing.

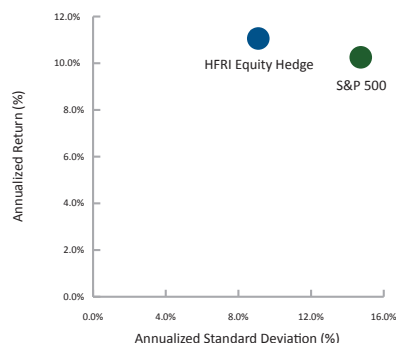
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**There is no guarantee that this investment strategy will achieve its objectives, goals, generate positive returns, or avoid losses. Liquidity and/or diversification does not ensure profit or protect against loss.**

### IMPORTANT FUND RISK

There is no assurance that the Fund will achieve its investment objective. Exposure to the commodities markets may subject the Fund to greater volatility. There is a risk that issuers and counterparties will not make payments on securities and other investments held by the Fund, resulting in losses to the Fund. Currency strategies will subject the Fund to currency trading risks that include market risk, credit risk, and country risk. Derivative instruments involve risks different from, or possibly greater than, the risks associated with investing directly in securities and other traditional investments. Securities issued by foreign companies and governments located in developing countries may be affected more negatively by inflation, devaluation of their currencies, higher transaction costs, adverse political developments, and lack of timely information than those in developed countries. Event-linked securities may at any given time be illiquid, thus, the sale of these investments may be made at substantial discounts, delayed, or impossible. The Fund may invest in high yield securities, also known as "junk bonds." High yield securities provide greater income and opportunity for gain, but entail greater risk of loss of principal. The Fund may invest in mortgage- and asset-backed securities that are subject to prepayment or call risk. Mutual funds involve risk, including possible loss of principal. Liquidity and/or diversification does not ensure profit or protect against loss.

## HFR Equity Hedge Index<sup>1</sup> January 1990 - December 2020

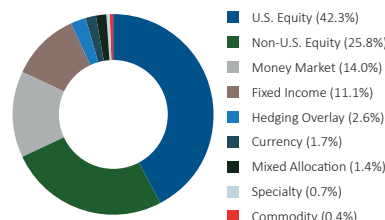


### CUMULATIVE RETURN

**HFR Equity Hedge<sup>1</sup> = 2539%**  
**S&P 500 = 1945%**

Index performance is for illustrative purposes only and does not represent actual Fund performance. Investors cannot directly invest in an index, and unmanaged index returns do not reflect any fees, expenses, or sales charges. *Past performance is no guarantee of future results.*

## Asset Allocation



## Definitions

**S&P 500 Index:** An index of 500 stocks chosen for market size, liquidity, and industry grouping, among other factors. The S&P 500 is designed to be a leading indicator of U.S. equities and is meant to reflect the risk/return characteristics of the large cap universe.

**Beta:** A measure of the volatility, or systematic risk, of a security or a portfolio in comparison to the market as a whole. A beta of less than 1 means that the security will be less volatile than the market, while a beta of greater than 1 indicates that the security's price will be more volatile than the market.

**Long position:** The buying of a security such as a stock, commodity, or currency, with the expectation that the asset will rise in value. An investor who owns 100 shares of XYZ stock is said to be long 100 shares.

**Short position:** The sale of a borrowed security, commodity, or currency with the expectation that the asset will fall in value.

**HFR Equity Hedge (Total) Index:** Investment Managers who maintain positions both long and short in primarily equity and equity derivative securities. EH managers would typically maintain at least 50% exposure to, and may in some cases be entirely invested in, equities, both long and short.

**Non-investable:** Indices not investable by the everyday investor.

**Investable Dynamic Beta:** Investable hedge fund beta solution using a proprietary system that combines both a qualitative and a quantitative factor-based methodology.

1. The HFR Equity Hedge (Total) Index is being used under license from Hedge Fund Research, Inc., which does not approve of or endorse the contents of this fact sheet.
2. All statistics calculated in comparison to the HFR Equity Hedge (Total) Index.
3. © 2021 Morningstar, Inc. All Rights Reserved. The information contained herein: (1) is proprietary to Morningstar; (2) may not be copied or distributed; and (3) is not warranted to be accurate, complete or timely. Neither Morningstar nor its content providers are responsible for any damages or losses arising from any use of this information. Past performance is no guarantee of future results. The Morningstar Rating™ for funds, or "star rating", is calculated for managed products (including mutual funds, variable annuity and variable life subaccounts, exchange-traded funds, closed-end funds, and separate accounts) with at least a three-year history. Exchange-traded funds and open-ended mutual funds are considered a single population for comparative purposes. It is calculated based on a Morningstar Risk-Adjusted Return measure that accounts for variation in a managed product's monthly excess performance, placing more emphasis on downward variations and rewarding consistent performance. The Morningstar Rating does not include any adjustment for sales loads. The top 10% of products in each product category receive 5 stars, the next 22.5% receive 4 stars, the next 35% receive 3 stars, the next 22.5% receive 2 stars, and the bottom 10% receive 1 star. The Overall Morningstar Rating for a managed product is derived from a weighted average of the performance figures associated with its three-, five-, and 10-year (if applicable) Morningstar Rating metrics. The weights are: 100% three-year rating for 36-59 months of total returns, 60% five-year rating/40% three-year rating for 60-119 months of total returns, and 50% 10-year rating/30% five-year rating/20% three-year rating for 120 or more months of total returns. While the 10-year overall star rating formula seems to give the most weight to the 10-year period, the most recent three-year period actually has the greatest impact because it is included in all three rating periods. Morningstar Rating is for the Institutional share class only; other classes may have different performance characteristics.
4. Morningstar Quantitative Rating: Intended to be comparable to Morningstar's Analyst Ratings for open-end funds and ETFs, which is the summary expression of Morningstar's forward-looking analysis of a fund. The Morningstar Analyst Rating is based on the analyst's conviction in the fund's ability to outperform its peer group and/or relevant benchmark on a risk-adjusted basis over a full market cycle of at least 5 years. Ratings are assigned on a five-tier scale with three positive ratings of Gold, Silver, and Bronze, a Neutral rating, and a Negative rating. Morningstar calculates the Morningstar Quantitative Rating using a statistical model derived from the Morningstar Analyst Rating our fund analysts assign to open-end funds and ETFs. Please go to <https://shareholders.morningstar.com/investorrelations/governance/Compliance--Disclosure/default.aspx> for information about Morningstar Analyst Rating Morningstar's fund analysts assign to funds.
5. Total return for all periods less than one year is an aggregate number (not annualized) and is based on the change in net asset value plus the reinvestment of all income dividends and capital gains distributions.
6. Source: Hedge Fund Research, Inc. [www.hedgefundresearch.com](http://www.hedgefundresearch.com).
7. Data for 9/1/17-12/31/20.
8. The Fund's investment adviser has contractually agreed to reduce and/or absorb expenses until at least March 31, 2021 for I, A, and C Shares, to ensure that net annual operating expenses of the fund will not exceed 1.49% for I Shares, 1.74% for A Shares, and 2.49% for C Shares, subject to possible recoupment from the Fund in future years.