

SARATOGA INVESTMENT QUALITY BOND FUND



FUND OBJECTIVE

The Saratoga Investment Quality Bond Portfolio seeks current income and reasonable stability of principal.

FUND ADVANTAGES

Fund management is "style consistent" so the Fund can be used effectively in asset allocation strategies.

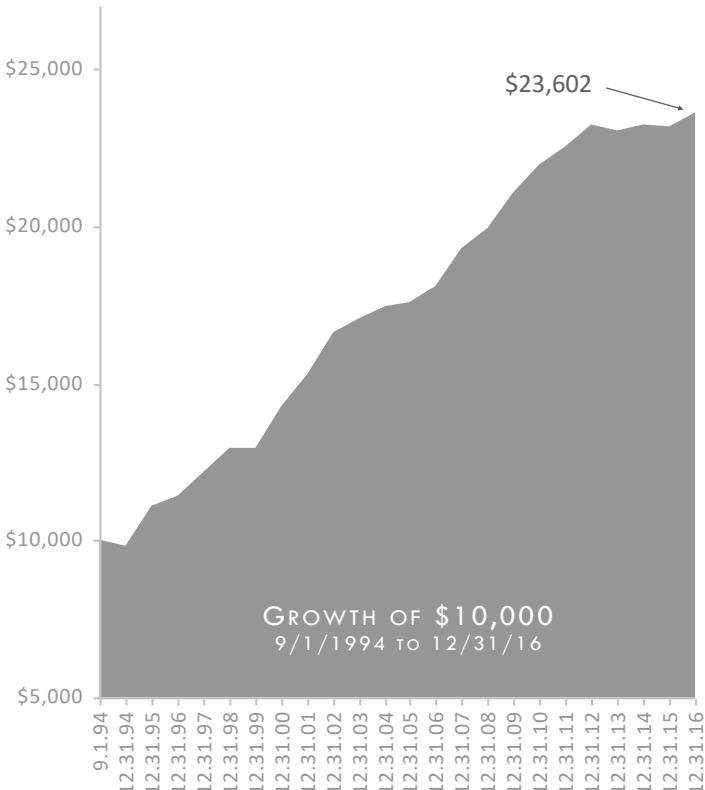
Provides investors with access to the institutional management of Sunnymeath Asset Management, Inc.

INVESTMENT PERFORMANCE (CLASS I)

Average Annualized Investment Performance¹ (Periods ending 12/31/16)

	1 Year	5 Years	10 Years	Life of Fund (since 9/1/94)
Saratoga Investment Quality Bond	1.70%	0.89%	2.67%	3.92%

How The Fund Has Performed Over Time



The performance noted above is net of (after) the Portfolio's expense ratio, which is before expense reductions and/or reimbursements: 1.36%, after reductions/reimbursements and excluding acquired fund fees and expenses: 1.30%. 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. 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. The Fund's management has waived or is currently waiving a portion of its management fees. The performance shown reflects the waivers without which the performance would have been lower. A redemption fee of 2% will be levied on shares held 30 days or less, the performance data above does not reflect the deduction of the fee that would reduce the performance quoted. For more performance numbers current to the most recent month-end please call (800) 807-FUND.

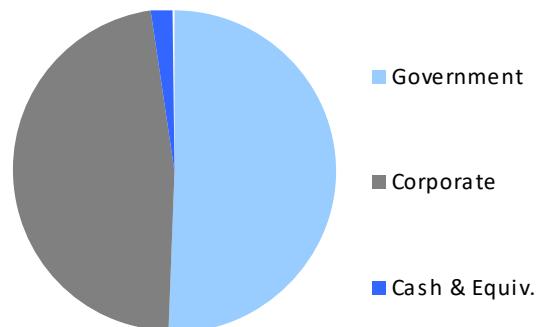
FUND FACTS

AS OF 11/30/16

Fund Symbol	SIBPX
Total Net Assets (\$Million) as of 12/31/16	\$7.4
Number of Holdings	48
Avg. Weighted Coupon	2.65%
Avg. Weighted Price	\$103.83
Standard Deviation (3 yr) ⁵	1.65%
Standard Deviation Rank in Cat. (3yr) ⁵	1st percentile
Inception Date	9/1/1994
Dividends Frequency	Monthly
Capital Gains Frequency	Annual

SECTOR DIVERSIFICATION

AS OF 11/30/16



TOP HOLDINGS²

AS OF 11/30/16

Holding	Yield	%
US Treasury Note	n/a	7.29%
US Treasury Note	n/a	7.25%
US Treasury TIP	TIP	7.19%
US Treasury Note	2.0%	5.52%
General Elec Cap Corp.	5.5%	4.61%

Total Top Holdings : 31.86%

SUNNYMEATH ASSET MANAGEMENT, INC.

Assets Under Management: \$111.5 million

Typical Minimum Account Size: \$2 million

The Investment Quality Bond Portfolio is managed by Sunnymeath. Sunnymeath was founded in 1996 by James P. O'Melia, who has spent over 30 years analyzing and managing equity and fixed income securities. Sunnymeath's key employees average 25 years of experience in the investment industry. Sunnymeath's investment and operational team has been in place since 2004.

INVESTMENT STRATEGY

Sunnymeath believes that investing in short- to intermediate-term (1-10 year maturity), highly liquid fixed income instruments can preserve capital in times of capital market stress and provide historically superior returns with low risk levels. All investment decisions are made by the firm's Chief Investment Officer, who is also the founder of the firm and the Fund's portfolio manager. Through the use of its extensive proprietary equity and credit research, the firm believes it can achieve incremental returns in short- to intermediate-term investment grade bonds. By analyzing the entire capital structure of the companies it invests in, Sunnymeath is better able to judge the investment merits of the company's equity and debt, as well as the attractiveness of specific bond issues.

PORTFOLIO MANAGER COMMENTARY

The Federal Reserve (Fed) has embarked on a policy to raise short-term rates. If bond holders begin to lose principal as rates rise, they may shift out of bonds into stocks. With the Core CPI now rising at more than a 2.5% annualized rate, we expect more investors to wake up to the harsh reality that inflation may be back. Indeed, the PPI of materials (excluding energy) rose significantly for the first nine months of 2016, and tight labor market conditions have caused companies from Walmart and Starbucks to JPMorgan to raise wages for lower level employees by up to or more than 10%. We have been following the nascent rise of inflation for some time and, by keeping the duration short in our fixed income accounts, have avoided some of the suffering during the fourth quarter rout in longer-term issues. Though the Saratoga Investment Quality Bond Portfolio posted a negative return during the quarter, relative performance was solid in a tough environment.

REPRESENTATIVE CLIENTS³

- ◊ City of New Orleans Municipal Employee Retirement Savings
 - ◊ The Count Basie Theater
 - ◊ Monmouth County Historical Association
- ◊ Visiting Nurse Association of Central Jersey

LIPPER LEADER⁴



Tax Efficiency

Tax Efficiency rating out of 444 funds for the Overall-period (9/2/94-12/31/16)



Preservation

Preservation rating out of 5,737 funds for the Overall-period (9/2/94-12/31/16)

ADDITIONAL DISCLOSURE

Mutual Funds involve risk, including possible loss of principal. All fixed-income securities are subject to two types of risk: credit risk and interest rate risk. Credit risk refers to the possibility that the issuer of a security will be unable to make interest payments and/or repay the principal on its debt. Interest rate risk refers to fluctuations in the value of a fixed-income security resulting from changes in the general level of interest rates. The Portfolio may invest in mortgage-backed securities, such as mortgage pass-through securities, which have different risk characteristics than traditional debt securities. Certain mortgage-backed securities may be more volatile and less liquid than other traditional types of debt securities. Investors should carefully consider the investment objectives, risks, charges and expenses of the Saratoga Funds. **This and other information about the Saratoga Funds is contained in the prospectus, which can be obtained by calling (800) 807-FUND and should be read carefully before investing.** The Saratoga Advantage Trust's Funds are distributed by Northern Lights Distributors, LLC. 1/17 © Saratoga Capital Management, LLC; All Rights Reserved. Saratoga Capital Management, LLC is not affiliated with Northern Lights Distributors, LLC, member FINRA/SIPC.

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1. 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. Performance shown for Class I shares (please see a prospectus for information about other share classes).
2. Top holdings are shown as a % of total net assets. Information about the Fund's holdings should not be considered investment advise. There is no guarantee that the Fund will continue to hold any one particular security or stay invested in one particular sector. Holdings are subject to change at any time.
3. The inclusion of representative client names, although approved by the clients, does not constitute a recommendation of the manager's services. Saratoga Capital Management, LLC has selected specific representative clients from the manager's client list based on their universal name recognition and not all accounts are managed according to the investment style of the Fund. The representative client's experience may not be representative of the experience of other clients and is not indicative of future performance or success.
4. Source: Lipper® 12/31/16. Lipper ratings for Preservation reflect funds' historical loss avoidance relative to other funds within the same asset class, as of 12/31/16. Preservation ratings are relative, rather than absolute, measures, and funds named Lipper Leaders for Preservation may still experience losses periodically; those losses may be larger for equity and mixed equity funds than for fixed income funds. Tax Efficiency reflect funds' historical success in postponing taxable distributions relative to peers as of 12/31/16. Tax Efficiency offers no benefit to investors in tax-sheltered accounts such as retirement plans. The Lipper ratings are subject to change every month and are based on an equal-weighted average of percentile ranks for Tax Efficiency and Preservation metrics over 3-, 5-, and 10-year periods (if applicable). The highest 20% of funds in each peer group are named Lipper Leader or a score of 5, the next 20% receive a score of 4, the middle 20% are scored 3, the next 20% are scored 2, and the lowest 20% are scored 1. The Saratoga Investment Quality Bond Fund, in Lipper's Intermediate Inv. Grade Debt classification, received the following ratings for the 3-, 5-, and 10-year periods, respectively (number of funds rated follows the score in parentheses): Tax Efficiency: 5 (444), 5 (399), and 5 (293); Preservation: 5 (5,737), 5 (4,763), and 5 (3,137). Lipper ratings are not intended to predict future results, and Lipper does not guarantee the accuracy of this information. More information is available at www.lipperleaders.com. Lipper Leader Copyright 2016, Reuters, All Rights Reserved.
5. Average annualized standard deviation measures the spread of the difference of returns from their average. Percentile rank for 3yr standard deviation within Morningstar's Intermediate-Term Bond Category is provided to compare the Fund's risk against a benchmark of funds with similar investment objectives. Investors cannot invest directly in the category. © 2016 Morningstar, All Rights Reserved.