

**FUND FACTS**

Domicile	Cayman Islands
Registration date	28 May 14
Launch date	02 June 14
Base currency	USD
Minimum initial investment	USD 250,000/EUR 200,000
Subscription/redemption frequency	Monthly
Subscription/redemption fee	None
NAV publication frequency	Monthly
Management fee	2%
Performance fee	20% with high watermark
Bloomberg ticker USD/EUR	FLAGFND KY/FLAGFNE KY
ISIN USD/EUR	KYG352931029/KYG352931102
Auditor	KPMG (Cyprus/Cayman Islands)
Legal advisor	Walkers (Cayman Islands)

ADMINISTRATOR

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KEY STATISTICS (as of March 31, 2021)

AUM	\$ 56.9 million	
	Class A (USD)	Class EUR*
NAV per share**	\$ 183,64	€ 105,69
Performance**		
March	0,6%	0,6%
Previous month	0,1%	0,0%
2021 Year-to-date	8,7%	7,3%
Annualized (from inception)***	9,5%	2,5%
From inception	83,6%	5,7%
Sharpe ratio (from inception)	2,44	

(*) Launched in January 2019

(**) After deducting management & performance fees

(***) Annualized average monthly return

FUND DESCRIPTION

FLAG Quantitative Strategies Fund Ltd is an open-ended fund incorporated in the Cayman Islands. The Fund seeks consistent, absolute market-neutral returns with low volatility. The Fund employs a variety of statistical arbitrage strategies implemented across different asset classes and trading venues. The fund's trading strategies aim at exploiting short-term pricing inefficiencies between liquid financial instruments and are implemented through development of algorithmic trading systems. The fund actively manages different types of risk. The risk-mitigation procedures of the fund include usage of conservative level of leverage and adequate hedging of its currency exposure when such exposure occurs.

COMMENTS FOR THE PERIOD

The fund's result for the month was 0.6% USD class (0.6% EUR class) on a net basis after management and performance fees. During the month there was a more notable divergence in performance between the developed markets and emerging markets equities. The emerging markets peaked in February and were in a correction mode in March while the developed markets, including the U.S. S&P index, continued to reach for all time highs. Consequently the VIX index pushed into the sub-20 level territory not seen since 2019. The Brent price made a short run toward the \$70 mark before correcting back and flat-lining in the \$60-65 area. In line with this the Russian RTS index made a short break through the 1,500 level before going back to the 1,400 area and staying off recent peak levels in tandem with the rest of the emerging markets equities. The ruble traded weaker in concurrence with the equities market and also due to geopolitical concerns including the Ukraine conflict and a threat of further sanctions. So while it seems nothing can stop the developed equities from continuing to march higher lead by the U.S. with its revolving stimulus programs, infrastructure spending plans and so on, there are a number of Russia specific factors which keep localized volatility from going to its lowest levels and as a result there are selected arbitrage opportunities. In addition as we stated previously the crypto space continues to experience healthy moves on which the fund is able to capitalize with its arbitrage strategies.

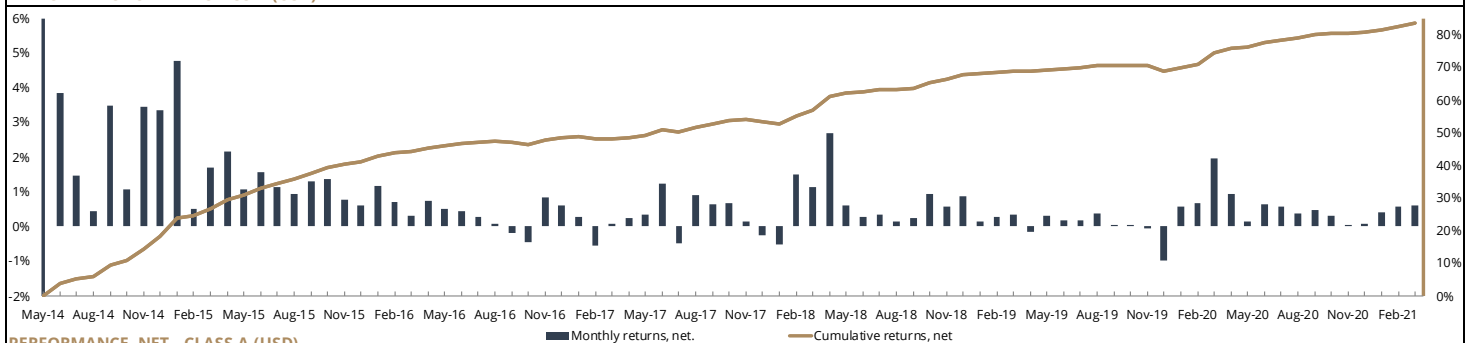
BENCHMARK COMPARISON (from FLAG's inception in June 2014) - CLASS A (USD)

	FLAG	B1*	B2*	B3*
Annualized return **	9,5%	2,0%	1,6%	-0,2%
High month	4,8%	2,0%	3,0%	2,3%
Low month	-1,0%	-5,5%	-6,1%	-5,9%
Sharpe ratio	2,44	0,43	0,19	-0,25
% Winning months	88,9%	69,1%	64,2%	53,1%
Max drawdown	-1,0%	-5,8%	-7,0%	-10,0%
MAR ratio***	9,13	0,34	0,21	-0,03

(*) B1-HFRX Absolute return index, B2-HFRX Relative value arbitrage index, B3-HFRX Equity market neutral index

(**) Annualized average monthly return

(***) Calculated as annualized return divided by max drawdown from the date of FLAG's launch in June 2014

PERFORMANCE CHART - CLASS A (USD)**PERFORMANCE, NET - CLASS A (USD)**

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2014						3,8%	1,5%	0,4%	3,5%	1,1%	3,5%	3,3%	18,4%
2015	4,8%	0,5%	1,7%	2,2%	1,1%	1,6%	1,1%	0,9%	1,3%	1,4%	0,8%	0,6%	19,3%
2016	1,2%	0,7%	0,3%	0,8%	0,5%	0,5%	0,3%	0,1%	-0,2%	-0,4%	0,8%	0,6%	5,2%
2017	0,3%	-0,6%	0,1%	0,2%	0,4%	1,2%	-0,5%	0,9%	0,7%	0,7%	0,2%	-0,2%	3,4%
2018	-0,5%	1,5%	1,1%	2,7%	0,6%	0,3%	0,4%	0,2%	0,3%	1,0%	0,6%	0,9%	9,2%
2019	0,2%	0,3%	0,3%	-0,1%	0,3%	0,2%	0,2%	0,4%	0,0%	0,0%	0,0%	-1,0%	0,7%
2020	0,6%	0,7%	2,0%	1,0%	0,2%	0,7%	0,6%	0,4%	0,5%	0,3%	0,0%	0,1%	7,0%
2021	0,4%	0,6%	0,6%										1,6%

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