



QUANTSTRAT FX

QUANTSTRAT FX MONTHLY INSIGHTS

JANUARY 2026

A BRIEF ON QUANTSTRAT FX

QuantStrat FX is a sophisticated, fully automated trading system designed to manage FX investments with precision and discipline. It operates on data-driven, quantitative models that dynamically adapt to changing market structures, liquidity conditions, and macroeconomic volatility. By removing emotional bias and discretionary intervention, QuantStrat FX provides a systematic and rule-based approach to navigating the complexities of the foreign exchange market, with a core focus on capital preservation and risk-adjusted returns.

JANUARY 2026: A MONTH OF VOLATILITY AND OPPORTUNITY

January 2026 proved to be a pivotal month for global financial markets, characterized by significant policy decisions, heightened geopolitical discourse, and dramatic price swings in key asset classes. These events created a challenging yet opportunity-rich environment for investments and traders.

MACRO-ECONOMIC LANDSCAPE:

The month was dominated by several key macro-economic events that shaped the investment climate. The World Economic Forum's Annual Meeting in Davos (January 19-23) set the stage, with global leaders grappling with issues ranging from geopolitical tensions and trade policy to the economic implications of artificial intelligence.

In the United States, the Federal Reserve opted to maintain its benchmark interest rate in a range of 3.5% to 3.75% on January 28, pausing its recent rate-cutting trend. This decision, driven by persistent inflation which stood at 2.7% in December 2025, signaled a cautious outlook and provided support for the US Dollar.



www.QuantStratFx.com



Admin@Quantstratfx.com



QUANTSTRAT FX

THE GOLD AND SILVER FLASH CRASH

A defining event of the month was the dramatic “flash crash” in gold and silver prices. After surging to record highs early in the month (gold reaching approximately \$5,600/oz and silver hitting \$122/oz), resulting in strong gains in Australian (AUD) and New Zealand Dollars (NZD).

That resulted in wide fluctuations in some FX trade positions such as GBPAUD. However, towards the end of January, precious metals experienced a violent correction on January 29-30, with prices plummeting by 20-40% from their peaks. This was triggered by a confluence of factors, including shifts in Fed leadership expectations and large-scale liquidations, which sent shockwaves across financial markets. The crash had a significant impact on commodity-linked currencies such as the Australian Dollar (AUD) and New Zealand Dollar (NZD), while bolstering safe-haven currencies like the US Dollar (USD) and Japanese Yen (JPY). The event underscored the importance of robust risk management in a market environment susceptible to sudden and severe price dislocations.



JANUARY 2026: A MONTH OF VOLATILITY AND OPPORTUNITY

In the face of January’s turbulent market conditions, QuantStrat FX demonstrated its resilience and adaptability. QuantStrat FX had integrated feeds from Claude AI, by interpreting central bank language, macro narratives and sentiment shifts. Rather than relying purely on historical correlations, QuantStrat adapted dynamically to changing market conditions, enabling more informed position management during extreme volatility and that resulted in positive performance.

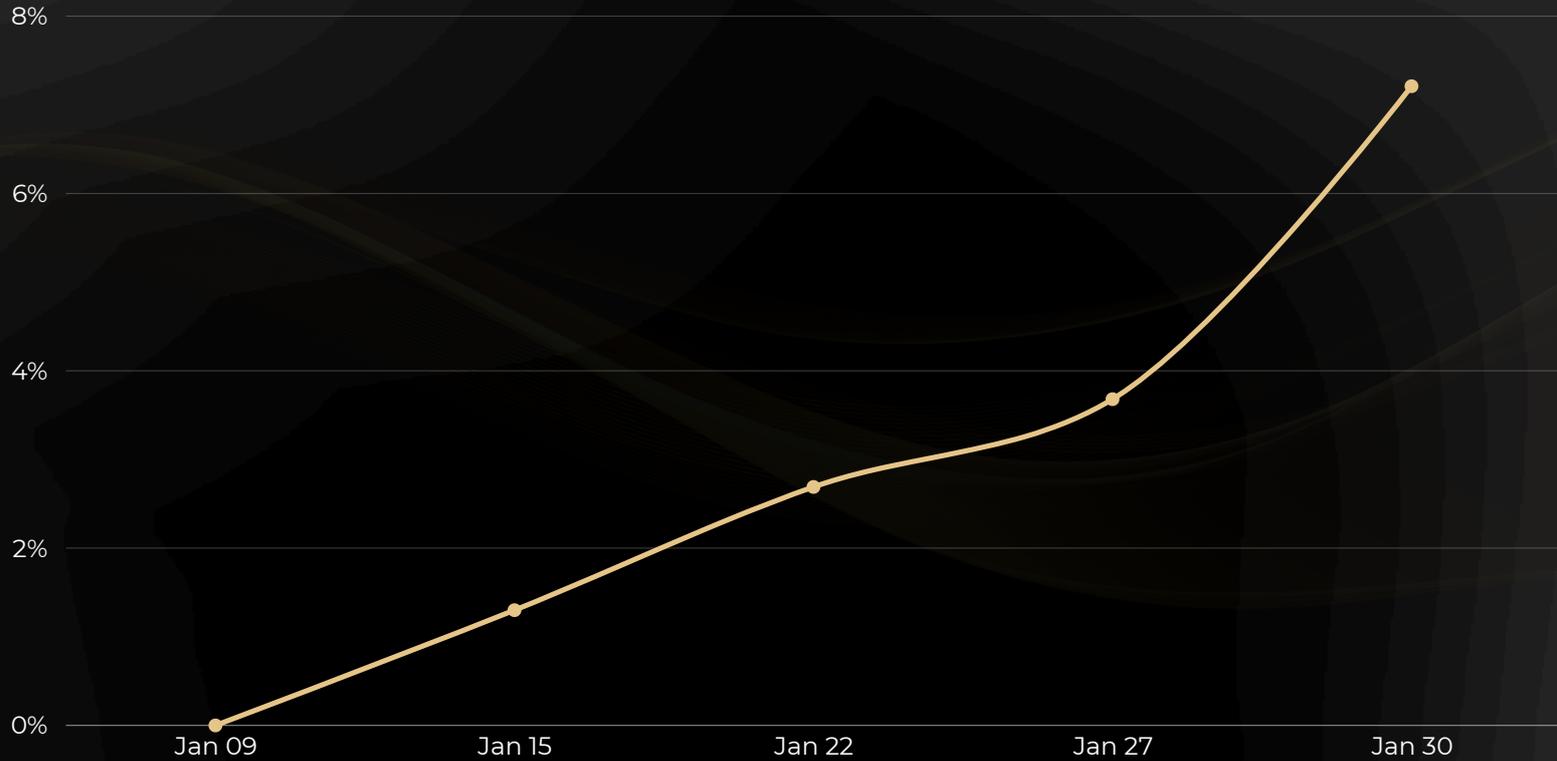




QUANTSTRAT FX

JANUARY 2026 PERFORMANCE HIGHLIGHTS

Balance Growth (%)



Return On Investment
7.21%

WIN RATE
84.84%

PROFIT FACTOR
3.09

Number of trades
33 (18 long, 15 short)

MAX DD
15.2%

Trades
33





QUANTSTRAT FX

TOP PERFORMING CURRENCY PAIRS

| Currency Pair | Profit Factor |
|---------------|---------------|
| GBPNZD | 154.99 |
| EURUSD | 135.73 |
| EURJPY | 132.58 |
| EURAUD | 91.87 |
| AUDCHF | 65.71 |
| USDCAD | 57.38 |

QuantStrat FX executed 33 trades throughout the month, achieving an impressive 84.85% win rate and a profit factor of 3.09. The strategy's disciplined risk management was evident in its ability to manage a maximum drawdown of 15.2% while securing a net profit of \$3,610, translating to a 7.21% return for the month.

The system's success was driven by its ability to identify profitable opportunities across a range of currency pairs, with notable performance in GBPNZD, EURUSD, and EURJPY. The strategy's dynamic position sizing and risk controls were particularly effective during the precious metals crash, allowing it to weather the storm and protect capital while other market participants faced significant losses.

The performance in January 2026 is a testament to the core principles of QuantStrat FX. By remaining systematic and data-driven, the strategy was able to filter out the market noise and focus on high-probability trading opportunities. The narrative of the month was one of navigating extreme volatility not through prediction, but through disciplined execution and a steadfast commitment to risk management.



www.QuantStratFx.com



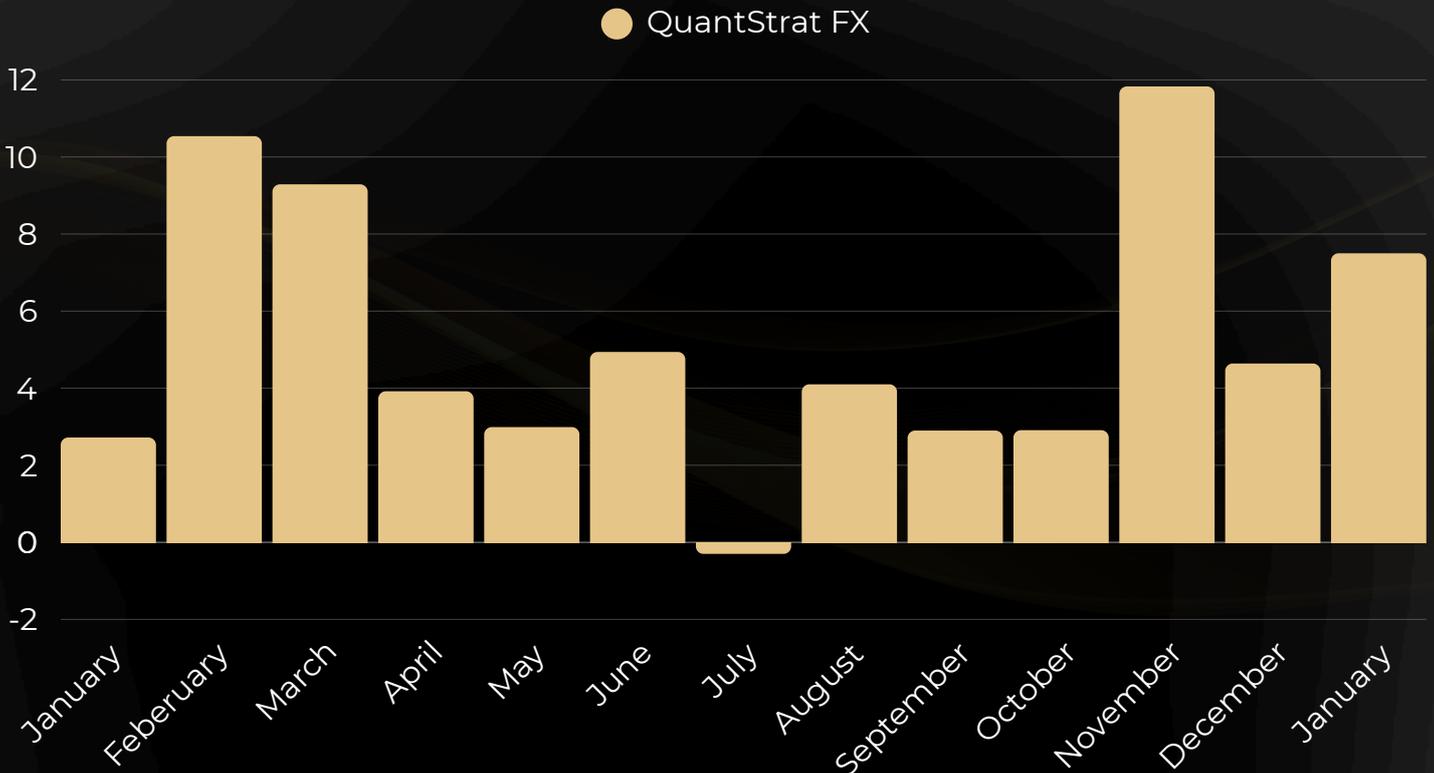
Admin@Quantstratfx.com



QUANTSTRAT FX

PAST PERFORMANCE

2025 - 2026 Performance %



For additional data from 2020 to the present, please refer to our website www.quantstratfx.com

LOOKING FORWARD

As we move forward into February 2026, the lessons from January remain clear: volatility creates opportunity, but only for those equipped with the right tools and discipline. QuantStrat FX continues to monitor global macro developments, central bank policies, and market structure dynamics to position itself for sustainable, risk adjusted returns.

For more information about QuantStrat FX, visit: www.quantstratfx.com Contact: Info@QuantStratFX.com





QUANTSTRAT FX

DISCLAIMER

Disclaimer: Trading foreign exchange involves substantial risk and may not be suitable for all investors. Past performance is not indicative of future results. QuantStrat FX does not guarantee profits or protection from losses.

Market conditions, liquidity, and volatility can change rapidly due to economic events, geopolitical developments, or unexpected news. No trading system, strategy, or risk management technique can guarantee profits or eliminate risk entirely.

Participants should carefully consider their financial situation, investment objectives, and risk tolerance before participating. Any projections, outlooks, or forward-looking statements are for informational purposes only and do not constitute investment advice or a guarantee of performance.

