

C O N F I D E N T I A L

Alpha Lite 1.0

M O N T H L Y P E R F O R M A N C E R E P O R T

August 2026

S H O R T - T E R M S Y S T E M A T I C S T R A T E G Y

P R E P A R E D B Y

StratX Capital Research

Quantitative Strategies Division

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1. Executive Summary

StratX Alpha Lite 1.0 closed its first month of live performance at **+14.52%**. August 2026 was simultaneously the strategy's initial deployment phase, its first real-world strategy test, and its first structured optimization cycle — the beginning of a continuous development process rather than a static product launch.

Alpha Lite is a short-term systematic trading strategy designed for conservative investors, with controlled exposure and an adaptive framework built to identify opportunities across changing market conditions. It pursues a **cash-flow-oriented objective** rather than a long-term buy-and-hold approach.

The month unfolded in three phases. The strategy entered live trading on August 1 and advanced to **+6.51%** by August 5. On August 6, as early live conditions exposed weaknesses in the initial configuration, performance fell to **-8.63%** and StratX Capital initiated a structured upgrade cycle, refined continuously through August 15 — the date the current production version was established. From August 16 onward the strategy recovered steadily, closing the month at **+14.52%**.

+14.52%

ALPHA LITE (AUG)

+6.51%

INITIAL PEAK (AUG 5)

-8.63%

CYCLE LOW (AUG 6)

Key Observation: *August was both a performance month and a foundational development cycle for Alpha Lite. The significance of the month extends beyond the headline return: it established the first live feedback loop between market behavior, observed system performance, and ongoing quantitative development.*

2. Strategy Profile

Alpha Lite is a distinct product within the StratX strategy family — positioned around accessibility, discipline, and controlled participation rather than benchmark-relative performance.

PRODUCT FACTSHEET

Item	Description
Strategy Objective	Generate short-term returns through systematic participation in market opportunities while maintaining controlled exposure.
Investor Profile	Conservative investors seeking a short-term, systematic approach with a focus on controlled exposure and cash-flow-oriented performance.
Horizon	Short-Term
Style	Systematic / Adaptive / Quantitative
Objective Type	Cash-flow-oriented, rather than long-term buy-and-hold
Core Philosophy	Capture opportunity selectively. Control exposure when conditions change. Continuously improve through data.

Key Characteristics

SHORT-TERM	CONTROLLED RISK	ADAPTIVE	SYSTEMATIC	DATA-DRIVEN
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System Architecture

Stage	Function
Market Data	Continuous intake of live market information
Signal Detection	Systematic identification of short-term opportunities
Risk / Exposure Filter	Exposure is managed rather than maximized
Position Management	Rules-based entry, sizing, and adjustment
Profit Management	Disciplined realization aligned with cash-flow objectives
Performance Data	Live results captured as research input
System Refinement	Findings feed back into the development process

3. August Performance

The chart below tracks Alpha Lite's cumulative month-to-date return across all 31 daily sessions of August 2026. The shaded region marks the August 6–15 optimization cycle.

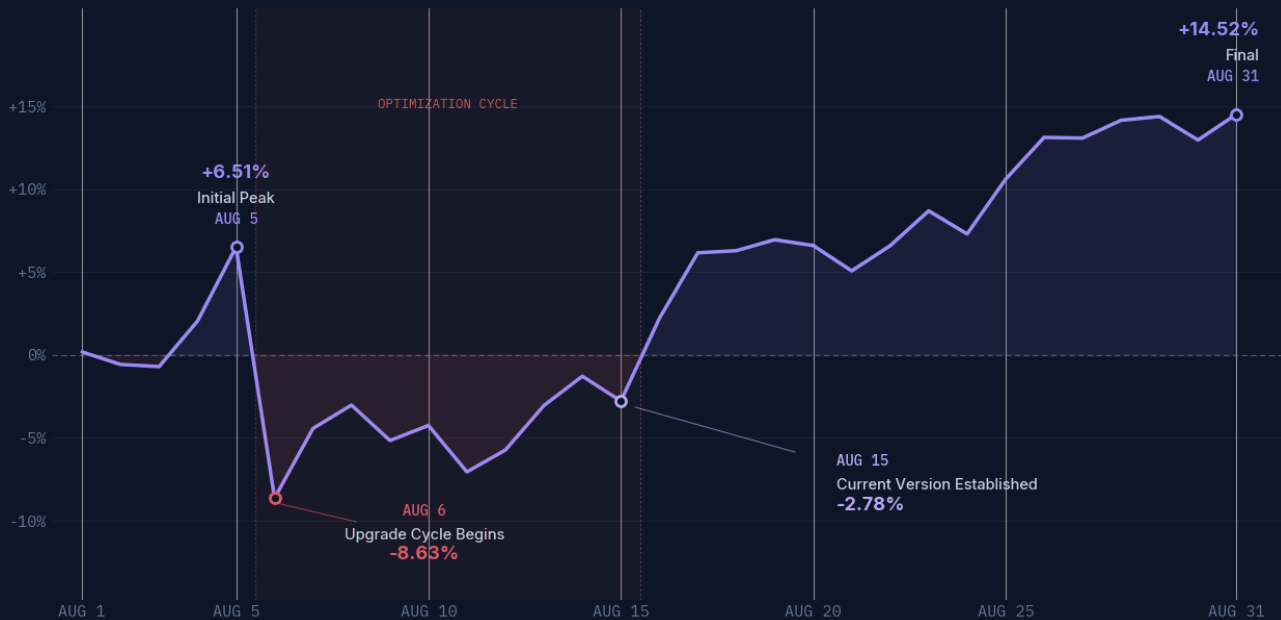


FIGURE 1 — ALPHA LITE 1.0 · DAILY CUMULATIVE RETURN · AUGUST 1–31, 2026

The Month in Three Phases

Phase I — Initial Deployment (August 1–5). Alpha Lite entered live trading and advanced from +0.18% to **+6.51%**. The opening phase validated core signal behavior under real market conditions and established the strategy's first performance peak.

Phase II — Optimization Cycle (August 6–15). The strategy experienced its most difficult early period, reaching **-8.63%** on August 6. StratX Capital initiated a structured upgrade cycle the same day, refining the system continuously through August 15, when the current production version was established.

Phase III — Current Production Version (August 16–31). Operating on the framework established August 15, Alpha Lite moved from **+2.20%** on August 16 to **+14.52%** by August 31 — a **+23.15 percentage-point recovery** from the August 6 low, and the strategy's strongest sustained phase of the month.

Recovery Note: Following the early-month drawdown and subsequent optimization cycle, Alpha Lite entered its strongest phase of August during the second half of the month. This sequence is reported as observed performance; a single month of live data cannot establish that the upgrades caused the recovery, and attribution remains a subject of ongoing research.

4. The August 6–15 Development Cycle

Alpha Lite's inaugural month served not only as a live performance period, but also as an important real-world optimization cycle. Beginning August 6, StratX Capital initiated a structured series of system upgrades based on live market observations and newly generated data. Continuous refinement continued through August 15, when the current production version was established.

SYSTEM EVOLUTION TIMELINE

Date	Event
AUG 1	Initial live deployment
AUG 5	First performance peak — +6.51%
AUG 6	Optimization cycle begins; structured upgrades initiated
AUG 6–15	Continuous system refinement — ten-day development sequence
AUG 15	Current production version established
AUG 16–31	Current-version performance — +2.20% → +14.52%
AUG 31	Month-end — +14.52%

Development Position

The current version represents a substantially more mature iteration of the initial Alpha Lite architecture. Within the StratX research team, the development step completed in August is positioned internally as making the system “10x stronger.”

Note: “10x stronger” is an internal development positioning statement. It is not a verified statistical measure, and it is not a performance claim or an expectation of future results.

Continuous Improvement

The development process does not end with the establishment of a production version. Alpha Lite is designed as an evolving quantitative framework in which newly observed market behavior and additional data can inform future research and refinement. Each new market environment produces observations that are evaluated within StratX Capital's research process — moving from market data to observation, research, refinement, deployment, monitoring, and back to new data. Future refinements are driven by data, testing, and observed system behavior.

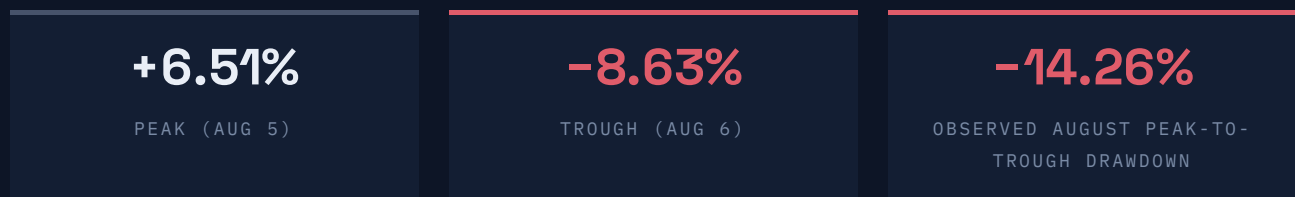
Alpha Lite enters its next phase with future research focused on improving adaptability, signal quality, and controlled exposure across changing market conditions.

5. Risk & Drawdown

Alpha Lite is designed as a controlled-risk strategy, but its first month demonstrated — clearly and usefully — that meaningful drawdowns remain possible.

Observed Drawdown

The strategy's peak-to-trough movement in August, from **+6.51%** on August 5 to **-8.63%** on August 6, represents an observed decline of approximately **-14.26%**.



Alpha Lite is designed with a controlled-exposure mandate; however, its inaugural month demonstrates that short-term systematic trading remains subject to meaningful market and model risk. Risk management therefore remains a core component of ongoing strategy development.

A single month of live performance — including one drawdown episode and one recovery — is a limited statistical sample. The August observation should be read as an early indication of how the system behaves under stress, not as a boundary on what future drawdowns may look like.

Risk Statement: *One month of observed performance does not establish the strategy as inherently low-risk. Market risk, model risk, and the limited length of the live track record all remain material considerations for any allocation decision.*

6. August Performance Context

For reference, the chart below tracks daily cumulative August returns for Alpha Lite alongside StratX Infinity Engine. The comparison is presented for context only.



FIGURE 2 — DAILY CUMULATIVE RETURN · ALPHA LITE 1.0 VS. STRATX INFINITY ENGINE · AUGUST 2026

+14.52%

ALPHA LITE 1.0

+16.46%

STRATX INFINITY ENGINE

AUGUST 2026 PERFORMANCE

Strategy	August Return
Alpha Lite 1.0	+14.52%
StratX Infinity Engine	+16.46%

Alpha Lite and Infinity Engine serve different strategic objectives. Alpha Lite is designed for short-term, controlled-exposure and cash-flow-oriented positioning, while Infinity Engine follows a different investment framework and time horizon.

Differences in August returns reflect differences in mandate, exposure, and time horizon rather than relative quality. This page is the report's only strategy comparison.

7. Key Insights & Conclusion

Key Insights

- 01 – Strong Inaugural Close.** Alpha Lite finished its first live month at +14.52%, establishing a positive opening entry in the strategy's live record.
- 02 – August Was a Development Milestone.** The first month simultaneously served as live deployment and system optimization.
- 03 – August 6 Initiated the Upgrade Cycle.** StratX began systematic upgrades following observed early-market behavior.
- 04 – Current Version Established August 15.** The strategy transitioned into its current production framework.
- 05 – Continuous Improvement Remains Central.** New data and market behavior continue to inform future research.

Conclusion

August 2026 marks the beginning of Alpha Lite's live performance record and the foundation of its continuous development process.

The strategy closed its inaugural month at **+14.52%**, after navigating a significant early-month drawdown and undergoing a structured upgrade cycle beginning August 6. Continuous refinement continued through August 15, when the current production version was established. From August 16 through month-end, Alpha Lite demonstrated a strong recovery profile, advancing from +2.20% to +14.52%.

The significance of August therefore extends beyond the headline return. It established the first live feedback loop between market behavior, observed system performance, and ongoing quantitative development. Alpha Lite enters its next phase as an evolving short-term systematic framework, with future research focused on improving adaptability, signal quality, and controlled exposure across changing market conditions.

+14.52%

ALPHA LITE 1.0

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