

CONFIDENTIAL

Infinity Engine 1.0

MONTHLY PERFORMANCE REPORT

August 2026

Prepared by

StratX Capital Research

Quantitative Strategies Division

This document is intended for authorized recipients only. Past performance does not guarantee future results. Cryptocurrency investments carry significant risk of loss.

1. Executive Summary

Infinity Engine 1.0 delivered **+16.46%** in August 2026 — the strongest monthly return in the strategy's history — during a broad-based digital asset rally that saw Bitcoin surge **+25.05%** and the Altcoin Benchmark gain **+18.48%**.

August 2026 was the most powerful rally month of the year. After a quiet first half, the market went parabolic between August 19-21, with Bitcoin exploding from +2.97% to +24.71% in three sessions and the Altcoin Benchmark spiking to +28.31%. Infinity Engine captured the move decisively, reaching an intra-month peak of +30.82% on August 21st — the highest single-month reading since inception — before a late-month consolidation trimmed gains to the final +16.46% close.

While the strategy trailed Bitcoin's exceptional monthly print (-8.45% relative) in a month where passive beta was nearly impossible to beat, the absolute result speaks for itself: August eclipsed January's +13.41% as the best month on record, and the year-to-date advantage expanded dramatically. Infinity Engine now stands at **+48.62% YTD** versus Bitcoin's **-7.07%** and the Altcoin Benchmark's **-38.85%** — an aggregate alpha of **+55.69%** versus Bitcoin and **+87.47%** versus altcoins over the nine-month period.

+16.46%	+25.05%	+18.48%
INFINITY ENGINE (AUG)	BITCOIN (AUG)	ALTCOIN INDEX (AUG)

2. Market Overview

Bitcoin's Parabolic Recovery

Bitcoin surged **+25.05%** in August, its strongest month of 2026 by a wide margin. The first half of the month was unremarkable — BTC drifted between +0.01% and +3.33% through August 16th — but the character of the market changed violently on August 19th. Three consecutive explosive sessions carried Bitcoin from +2.97% to +24.71% by August 21st, and the benchmark held virtually all of those gains into month-end, peaking at +27.77% on August 27th. The rally erased most of Bitcoin's year-to-date losses, lifting its YTD figure from -30.72% at the end of June to just -7.07%.

Altcoin Whipsaw and Recovery

The Altcoin Benchmark finished August up **+18.48%**, but the path was extraordinarily volatile. The index actually spent the first half of August in decline, falling to -7.27% by August 12th as the speculative

excesses of July continued to unwind. The August 19-21 market explosion then lifted altcoins from -2.23% to +28.31% in three days — a +30.5 percentage point swing. True to form, the segment could not hold its peak: the benchmark surrendered more than 20 percentage points from its high before a final-day surge rescued the month at +18.48%. The YTD decline now stands at -38.85%.

Market Rally Indicators

August's rally was broad, violent, and sentiment-driven. Key dynamics included:

- A three-day parabolic advance (August 19-21) that lifted the entire complex by 20-30 percentage points
- Massive short liquidations across derivatives exchanges, fueling the vertical price action
- The crypto fear and greed index swung from "Fear" to "Greed" within a single week
- Renewed institutional inflows into digital asset investment products after two months of outflows
- Extreme intra-month dispersion: altcoins round-tripped a -7.27% trough to a +28.31% peak within nine sessions

Macro Drivers

The August melt-up was driven by a dovish shift in rate expectations, heavy short positioning that unwound violently, improving on-chain activity, and a surge of retail participation following July's stabilization. The speed of the move — the majority of the month's gains occurred in just three sessions — made it exceptionally difficult for any actively managed approach to match passive exposure.

Market Environment Assessment: August's parabolic, three-day rally was the single most beta-favorable environment of the year — precisely the regime where passive exposure is hardest to beat. Infinity Engine's +16.46% capture of the move, including a +30.82% intra-month peak, demonstrates that the system's signals engage fully when trend and momentum align, even if it could not match Bitcoin's once-a-year print.

3. Performance Overview

August Absolute Returns

Asset	August Return
Infinity Engine	+16.46%
Bitcoin	+25.05%
Altcoin Index	+18.48%

August Alpha Generation

Metric	Value
Alpha vs Bitcoin	-8.59%
Alpha vs Altcoin Benchmark	-2.02%

Key Observation: August marks Infinity Engine's best absolute month since inception (+16.46%) and its seventh positive month in nine. The strategy trailed Bitcoin for a second consecutive month — an honest reflection of how difficult it is to outpace a +25% parabolic beta move — yet the +16.46% capture, combined with disciplined profit-taking through the late-month pullback, expanded the YTD capital advantage to its widest level ever. The strategy has outperformed Bitcoin in five of nine months, and its cumulative edge has never been larger.

4. Equity Curve Analysis

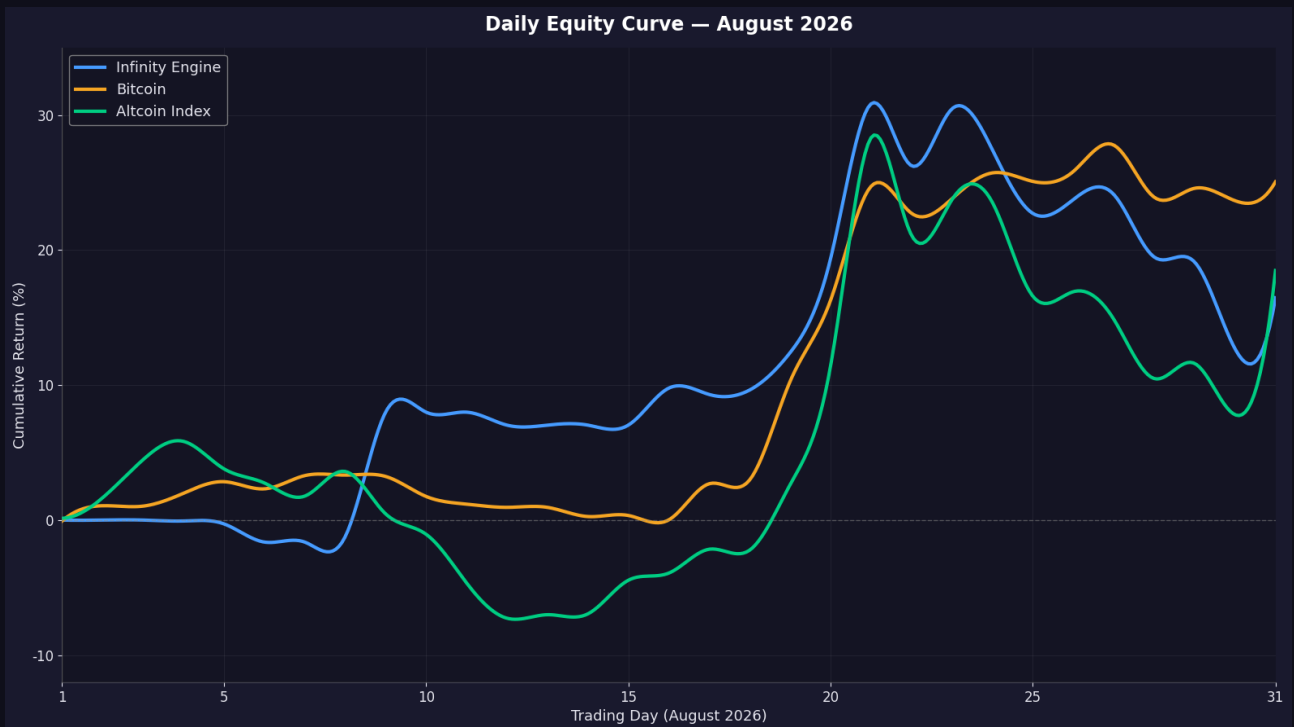


Figure 1: Daily Equity Curve — August 2026. Infinity Engine (blue) leads the parabolic advance to a +30.82% peak while Bitcoin (orange) and the Altcoin Index (green) follow with their own explosive moves.

The equity curve reveals several notable patterns:

Quiet Open (August 1-8): The month began with unusual stillness: three flat days at 0.00%, followed by a shallow dip to -1.63% by August 6th. While benchmarks edged higher, the strategy waited for confirmation — a familiar pattern from prior months where patience preceded strong engagement.

First Surge (August 9-15): A single decisive move on August 9th lifted the strategy from -1.24% to +7.99%, where it held for three sessions before settling at +7.03%. Notably, this strength came while the Altcoin Benchmark was collapsing to -7.27% — the strategy was positioned in the right segment of the market.

Parabolic Phase (August 16-21): The defining sequence of the month: from +9.77% on August 16th, the strategy accelerated through +12.40% and +19.35% to a peak of +30.82% on August 21st. Infinity Engine led the entire market complex into the explosion, exceeding even the Altcoin Benchmark's +28.31% peak.

Consolidation and Month-End Recovery (August 22-31): The final ten days saw gains consolidate from the +30.82% peak through +22.71% and a pullback to +12.68% on August 30th, before a strong final-day recovery to +16.46%. The giveback was orderly and tracked the market-wide cooling from the August 21st frenzy.

5. Monthly Performance Context

Month	Infinity Engine Return
December 2025	+0.79%
January 2026	+13.41%
February 2026	+5.62%
March 2026	-7.10%
April 2026	+9.87%
May 2026	+4.10%
June 2026	+0.67%
July 2026	-1.18%
August 2026	+16.46%

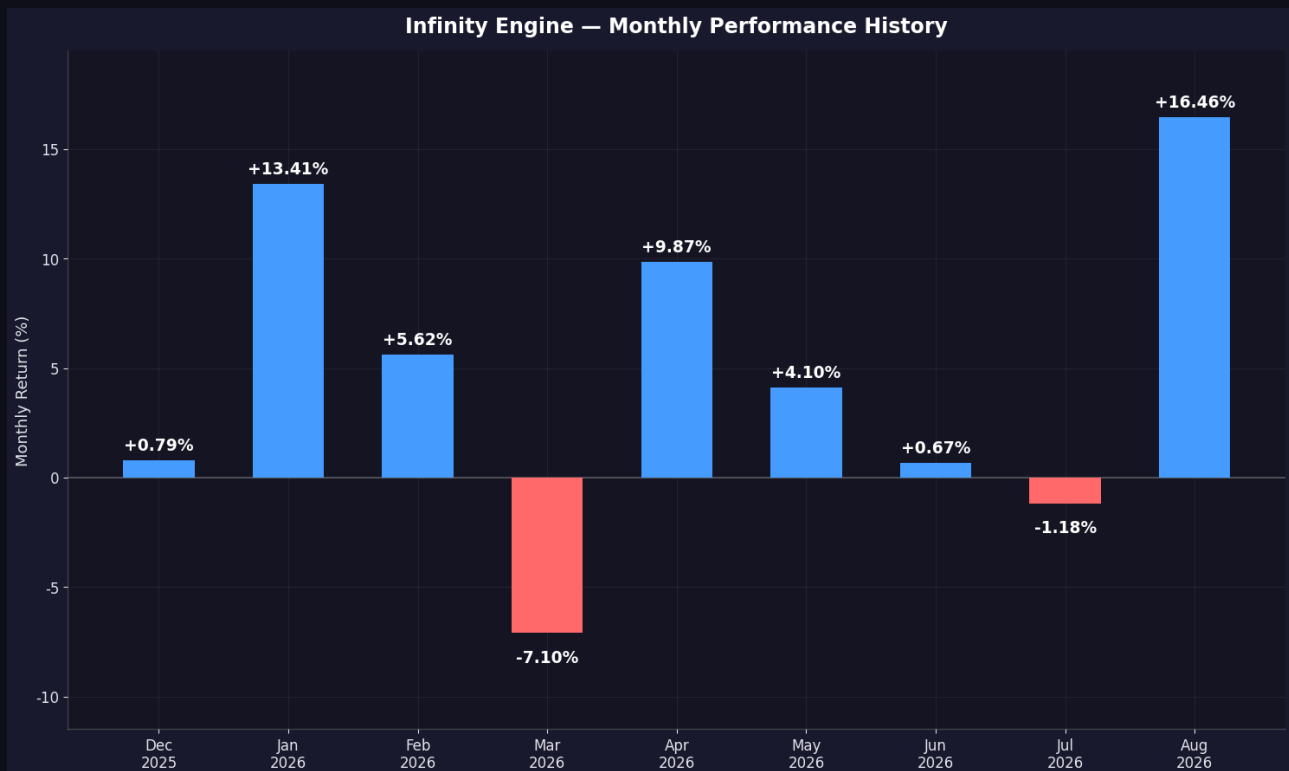


Figure 2: Infinity Engine — Nine-Month Performance History. August 2026 is the strongest month on record; the strategy has delivered positive returns in seven of nine months since inception.

Best Month on Record: August's +16.46% surpasses January 2026's +13.41% as the strongest monthly return since inception. Seven of nine months are now positive, with an average monthly return of +4.74%. The two negative months (March -7.10%, July -1.18%) remain modest relative to the strategy's five months of +4% or greater gains.

6. Year-to-Date Performance (Daily)

YTD Summary — December 1, 2025 to August 31, 2026

The following section provides a fully detailed year-to-date analysis based on actual daily cumulative performance data from December 1, 2025 through August 31, 2026, a total of 274 trading days. All nine months use real daily data — Infinity Engine from strategy ROI records, Bitcoin and Altcoin Index from daily close prices (December-February) and benchmark ROI data (March-August).

+48.62%	-7.07%	-38.85%
INFINITY ENGINE YTD	BITCOIN YTD	ALTCOIN INDEX YTD

Daily YTD Cumulative Returns — Month End

Date	Trading Day	Infinity Engine	Bitcoin	Altcoin Index
Dec 31, 2025	31	+0.79%	-2.17%	-4.51%
Jan 31, 2026	62	+13.41%	-8.89%	-26.51%
Feb 28, 2026	90	+5.62%	-22.19%	-42.20%
Mar 31, 2026	121	+12.16%	-19.23%	-45.23%
Apr 30, 2026	151	+23.23%	-9.67%	-37.12%
May 31, 2026	182	+28.28%	-12.94%	-34.99%
Jun 30, 2026	212	+29.14%	-30.72%	-49.85%
Jul 31, 2026	243	+27.62%	-25.68%	-48.39%
Aug 31, 2026	274	+48.62%	-7.07%	-38.85%

6. Year-to-Date Performance (Daily)

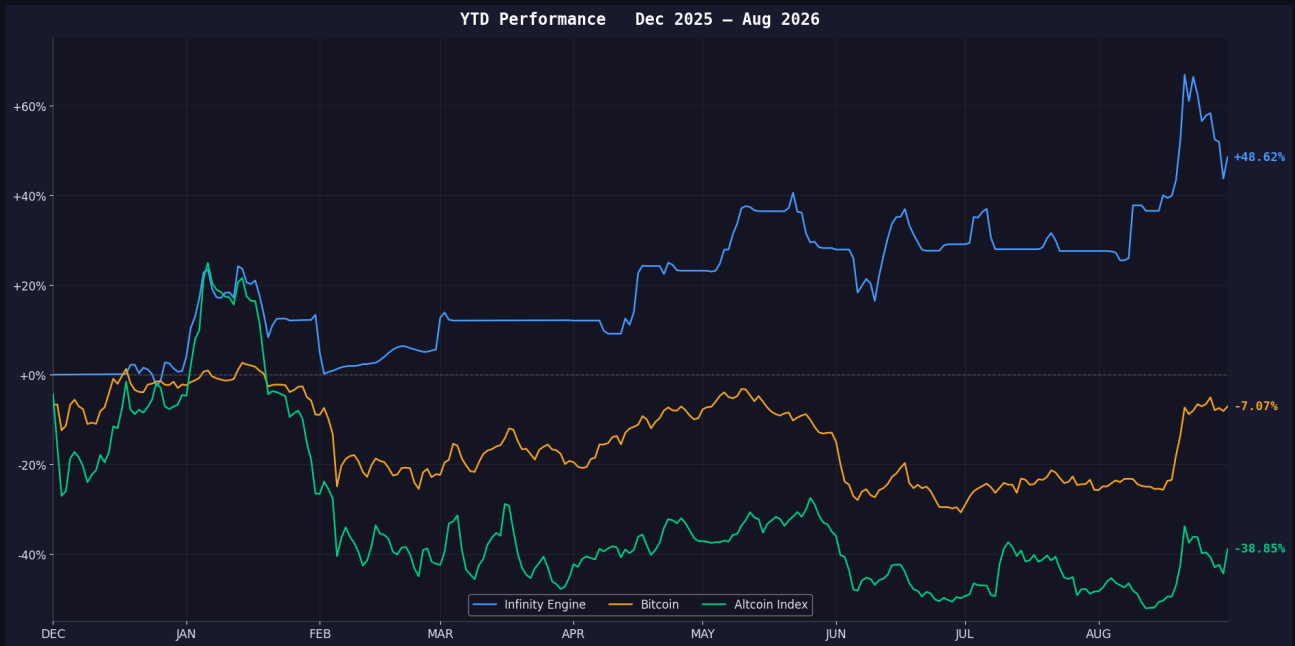


Figure 3: Daily YTD Cumulative Performance — December 2025 to August 2026 (274 trading days). Infinity Engine's August surge to a +66.95% YTD peak extends the extraordinary divergence from both benchmarks.

YTD Performance by Period

Period	Infinity Engine	Bitcoin	Altcoin Index
Q4 2025 (Dec only)	+0.79%	-2.17%	-4.51%
Q1 2026 (Jan-Mar)	+11.28%	-17.55%	-42.52%
Q2 2026 (Apr-Jun)	+14.38%	-13.08%	-24.32%
Q3 2026 (Jul-Aug to date)	+15.09%	+34.14%	+21.93%
Total YTD (Dec-Aug)	+48.62%	-7.07%	-38.85%

YTD Alpha Generation

Metric	Value
YTD Alpha vs Bitcoin	+55.69%
YTD Alpha vs Altcoin Benchmark	+87.47%

Extraordinary YTD Alpha: Over 274 trading days, Infinity Engine has generated +55.69% alpha versus Bitcoin and +87.47% alpha versus the Altcoin Benchmark. The August rally lifted the strategy to a +66.95% YTD peak on August 21st — its highest level ever — and even after the late-month consolidation, the cumulative edge over both benchmarks stands at record widths.

7. Daily Performance Analysis

Patient Open (August 1-8)

August opened with three consecutive flat days at 0.00%, followed by a shallow drift to -1.63% by August 6th. While Bitcoin ground steadily higher to +3.33% and altcoins chopped erratically, Infinity Engine remained in a low-conviction posture — the same patience that preceded strong engagement in prior months. The maximum early-month excursion of -1.63% was trivial relative to what followed.

Decisive Engagement (August 9-15)

August 9th brought the month's first decisive signal: the strategy surged from -1.24% to +7.99% in a single session and held those gains through August 11th. This move was particularly notable for its timing — it occurred while the Altcoin Benchmark was in freefall, collapsing from +0.46% to -7.27% between August 9-12. The system's positioning captured strength exactly where it existed and avoided the segment under stress, settling at +7.03% through August 15th.

Parabolic Acceleration (August 16-21)

The defining sequence of the month — and of the strategy's history — unfolded over six sessions. From +9.77% on August 16th, Infinity Engine accelerated through +12.40% (August 19th) and +19.35% (August 20th) to a peak of +30.82% on August 21st. The strategy led the entire market complex into the explosion: at the August 21st peak, Infinity Engine's +30.82% exceeded both Bitcoin's +24.71% and the Altcoin Benchmark's +28.31%. The 21.05 percentage point advance from August 16-21 was the most powerful six-day run since inception.

Orderly Consolidation (August 22-30)

Following the peak, the strategy consolidated through +26.24%, +30.45%, and +27.43% before stepping down through +22.71%, +24.12%, and +19.48% to a monthly trough-from-peak of +12.68% on August 30th. The giveback tracked the market-wide cooling as Bitcoin faded from +27.77% and altcoins surrendered more than 20 percentage points from their high. The pullback was orderly, with no single-session capitulation.

Final-Day Recovery (August 31)

The month closed with a strong final session, lifting the strategy from +12.68% to +16.46% — recovering nearly a quarter of the consolidation giveback in one day and confirming renewed signal strength heading into September.

August showcased the full range of the system's capabilities: patience through the quiet open, precision during the altcoin collapse, maximum aggression through the parabolic phase — where it led the entire market — and discipline through the consolidation. The +16.46% close is the best month in the strategy's history.

8. Capital Comparison

August Monthly Capital Comparison (\$10,000 at start of August)

\$11,646	\$12,505	\$11,848
INFINITY ENGINE	BITCOIN	ALTCOIN INDEX



Figure 4: Capital Comparison — \$10,000 Investment at Beginning of August 2026. All three assets post strong gains in the parabolic rally month, with Infinity Engine peaking above \$13,000 before consolidating.

YTD Capital Comparison (\$10,000 since December 1, 2025)

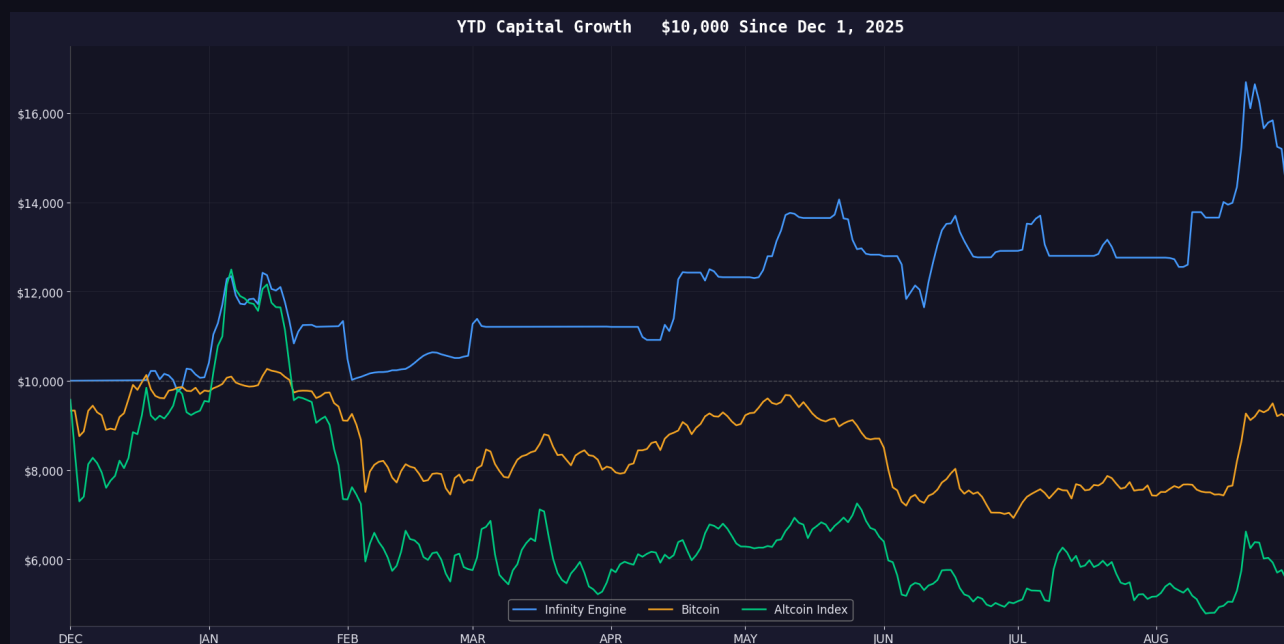


Figure 5: YTD Capital Comparison — \$10,000 Investment Since December 1, 2025. End of August 2026 values demonstrate the transformative advantage of Infinity Engine.

Strategy	August End Value	YTD Value	YTD Gain/Loss
Infinity Engine	\$11,646	\$14,862	+\$4,862
Bitcoin	\$12,505	\$9,293	-\$707
Altcoin Index	\$11,848	\$6,115	-\$3,885

YTD Capital Advantage: An investor who allocated \$10,000 to Infinity Engine on December 1, 2025 now holds \$14,862, a gain of \$4,862. The same investment in Bitcoin remains underwater at \$9,293 despite the powerful August rally, while altcoin exposure is worth just \$6,115. This represents a \$5,569 advantage versus Bitcoin and an \$8,747 advantage versus altcoins — the widest capital gap in the strategy's history.

9. Risk Analysis

Drawdown Behavior

Infinity Engine's maximum drawdown in August was **-13.87%**, measured from the August 21st peak of +30.82% to the August 30th consolidation low of +12.68%. The drawdown was entirely a giveback of

open profits rather than a loss of principal — the strategy never traded below -1.63% for the month, and that early dip occurred in the first week. The late-month pullback was orderly and tracked the market-wide cooling from the August 21st frenzy.

In comparison, Bitcoin's maximum drawdown was a remarkably shallow **-3.22%** — reflecting the one-way nature of its rally — while the Altcoin Benchmark suffered a **-15.98%** peak-to-trough decline (from +28.31% on August 21st to +7.80% on August 30th) before its final-day rescue. Once again, the altcoin segment punished late buyers far more severely than Infinity Engine's consolidation cost its holders.

Volatility Management

Realized volatility rose to approximately 63% annualized for Infinity Engine in August — elevated versus the typical 25-35% range, but a direct consequence of the +30.82% peak reading and subsequent consolidation rather than erratic behavior. This compares to Bitcoin's 43% and the Altcoin Benchmark's 84% for the month. Notably, the strategy's volatility remained well below the altcoin segment's despite participating fully in the upside.

YTD Risk-Adjusted Performance

Risk Metric	Infinity Engine	Bitcoin	Altcoin Index
August Return	+16.46%	+25.05%	+18.48%
YTD Return	+48.62%	-7.07%	-38.85%
Max Drawdown (August)	-13.87%	-3.22%	-15.98%
YTD Alpha vs BTC	+55.69%	—	—
YTD Alpha vs ALT	+87.47%	—	—

10. Key Insights

Best Month in Strategy History

Infinity Engine's +16.46% in August surpasses January 2026's +13.41% as the strongest monthly return since inception. The strategy reached an intra-month peak of +30.82% — at that moment exceeding both benchmarks — and captured the majority of a historic three-day parabolic advance. Seven of nine months are now positive.

Honest Relative Performance in a Beta Melt-Up

For the second consecutive month, Infinity Engine trailed Bitcoin (-8.59% relative in August). This is the expected signature of a risk-managed strategy in a parabolic, one-way market: when everything rises vertically, disciplined position sizing and profit-taking necessarily sacrifice some upside. The strategy's edge is built across full cycles — it was forged in February, April, May, and June when it preserved capital while benchmarks collapsed, and those months are why the YTD gap remains enormous.

Record YTD Advantage

With +48.62% YTD versus -7.07% for Bitcoin and -38.85% for altcoins, Infinity Engine's cumulative edge has never been wider: +55.69% over Bitcoin and +87.47% over the Altcoin Benchmark. The August 21st YTD peak of +66.95% marked the strategy's highest level ever, and even the late-month consolidation left the YTD figure nearly 20 percentage points above its July close.

Capital Preservation and Growth

The YTD capital comparison shows Infinity Engine compounding at an accelerating rate while benchmarks remain underwater. A \$10,000 YTD investment in Infinity Engine is worth \$5,569 more than the same investment in Bitcoin and \$8,747 more than altcoin exposure — the widest advantage on record. Bitcoin, despite its +25.05% August, has still not recovered its December 2025 starting value.

11. Conclusion

A Record Month Within a Record Year

August 2026 delivered Infinity Engine's finest month: +16.46%, a new all-time best, achieved during the most powerful market rally of the year. The strategy's +30.82% intra-month peak — which led the entire market complex at its moment of maximum intensity — demonstrated that the system's signals can engage with full aggression when trend, momentum, and volatility align. The month ends with YTD performance at +48.62%, versus -7.07% for Bitcoin and -38.85% for the Altcoin Benchmark.

Through nine months of live performance, Infinity Engine has established a track record that speaks for itself. The strategy has delivered positive returns in seven of nine months, generated +55.69% alpha versus Bitcoin and +87.47% alpha versus altcoins, and transformed a \$10,000 investment into \$14,862 while Bitcoin remains below its starting value and altcoins have lost nearly 40% of theirs.

August also provided an honest lesson in relative performance: in a parabolic, three-day melt-up, passive beta is nearly unbeatable, and the strategy trailed Bitcoin for a second month. Yet the full-cycle picture is unambiguous — the alpha was built by preserving capital through February's and June's collapses and by standing aside from July's speculative trap, and it compounds precisely because the system does not chase every tick of every rally.

Looking ahead, Infinity Engine enters September with its strongest absolute momentum since inception, a record capital advantage, and a nine-month track record spanning capitulation, recovery, speculative frenzy, and parabolic rally. The strategy remains positioned to capture opportunities while managing risk in the evolving digital asset landscape.

Infinity Engine continues to validate its systematic, quantitative approach through nine months of live performance, now including its strongest month on record. The strategy's +48.62% YTD return, combined with extraordinary alpha generation versus benchmarks, demonstrates the power of disciplined, rules-based cryptocurrency trading across every market regime encountered to date. As markets continue to evolve, the system remains positioned to deliver superior risk-adjusted returns.

Prepared by StratX Capital Research | Quantitative Strategies Division

For inquiries: research@stratxcapital.com