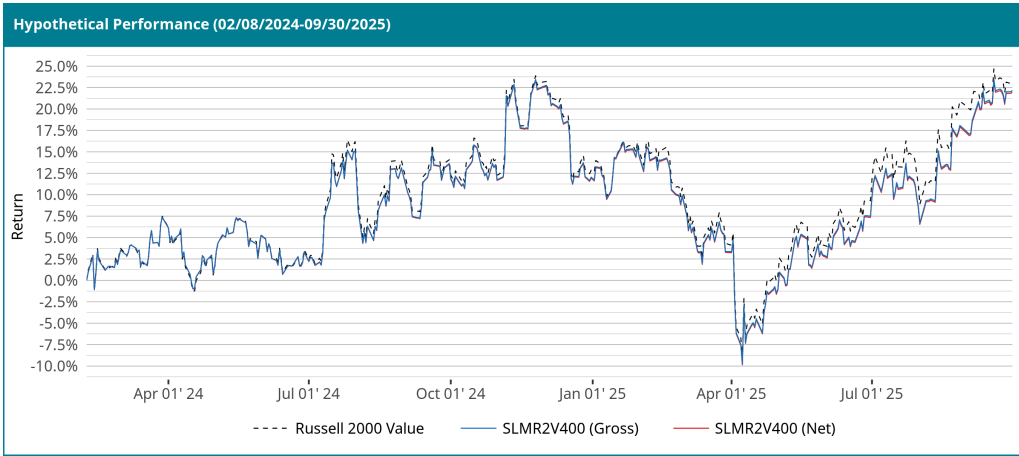SAM **Smartleaf Asset Management**

# Smartleaf Russell 2000 Value Model

The Smartleaf Russell 2000 Value Model **(SLMR2V400)** is designed to track the returns of the Russell 2000® with approximately 400 securities. It is constructed using quantitative methods designed to provide a risk-factor exposure that is similar to that of the benchmark.

### Hypothetical Performance (02/08/2024-09/30/2025)



- - - - Russell 2000 Value  —— SLMR2V400 (Gross)  —— SLMR2V400 (Net)

| | |
|---|---|
| Launch Date | **Feb 08, 2024** |
| Asset Class | **Equities** |
| Return Type | **Total Return** |
| Benchmark | **Russell 2000®** |
| Model Fee | **15 bps Annually** |
| Number of Securities | **398** |
| Recommended Minimum Investment | **$100,000** |

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**Top Security Holdings**

| Ticker | Company Name | Weight |
|---|---|---|
| TXNM | TXNM | 0.9% |
| HL | Hecla | 0.8% |
| CDE | Coeur | 0.8% |
| THFF | First | 0.8% |
| GPI | Group | 0.7% |
| PRM | Perimeter | 0.7% |
| KN | Knowles | 0.7% |
| SANM | Sanmina | 0.7% |
| TGNA | TEGNA | 0.7% |
| CMCL | Caledonia | 0.7% |

**Dividend Yield**

| Year | Dividend Yield |
|---|---|
| 2025 | 1.65% |
| 2024 | 2.19% |

## Hypothetical Performance

| | Q3 2025 | Q2 2025 | Q1 2025 | Q4 2024 | Q3 2024 | Q2 2024 | Since Inception Annualized |
|---|---|---|---|---|---|---|---|
| **Pre-Tax Model Return** (gross of fees) | 13.65 | 4.00 | (7.76) | (1.39) | 10.00 | (3.79) | 12.97 |
| **Pre-Tax Model Return** (net of fees) | 13.62 | 3.98 | (7.78) | (1.42) | 9.97 | (3.82) | 12.86 |
| **Pre-Tax Benchmark Return** | 12.60 | 4.97 | (7.74) | (1.06) | 10.15 | (3.64) | 13.49 |
| **Excess Pre-Tax Return** (gross of fees) | **1.05** | **(0.96)** | **(0.02)** | **(0.33)** | **(0.16)** | **(0.15)** | **(0.51)** |
| **Excess Pre-Tax Return** (net of fees) | **1.02** | **(0.99)** | **(0.04)** | **(0.35)** | **(0.18)** | **(0.17)** | **(0.62)** |
| **Model Yield** | 0.56 | 0.61 | 0.61 | 0.58 | 0.57 | 0.60 | 3.67 |
| **Benchmark Yield** | 0.52 | 0.55 | 0.56 | 0.55 | 0.53 | 0.56 | 3.36 |
| **Turnover** | 11.49 | 12.56 | 3.12 | 3.68 | 6.58 | 18.71 | 34.76 |
| **Ann. Daily Tracking Error** | **3.40** | **1.27** | **1.56** | **1.33** | **1.80** | **1.46** | **1.98** |

## Hypothetical Trailing Performance[1]

| | Trailing 3M | Trailing 6M | Trailing 9M | Trailing 1Y | Since Inception Annualized |
|---|---|---|---|---|---|
| **Pre-Tax Model Return** (gross of fees) | 13.65 | 18.20 | 9.42 | 7.51 | 12.97 |
| **Pre-Tax Model Return** (net of fees) | 13.62 | 18.14 | 9.34 | 7.41 | 12.86 |
| **Pre-Tax Benchmark Return** | 12.60 | 18.20 | 9.44 | 7.88 | 13.49 |
| **Excess Pre-Tax Return** (gross of fees) | **1.05** | **0.01** | **(0.02)** | **(0.37)** | **(0.51)** |
| **Excess Pre-Tax Return** (net of fees) | **1.02** | **(0.05)** | **(0.10)** | **(0.48)** | **(0.62)** |
| **Model Yield** | 0.56 | 1.10 | 1.74 | 2.17 | 3.67 |
| **Benchmark Yield** | 0.52 | 1.02 | 1.58 | 2.01 | 3.36 |
| **Turnover** | 11.49 | 24.05 | 27.40 | 30.85 | 34.76 |
| **Ann. Daily Tracking Error** | **3.40** | **2.58** | **2.29** | **2.09** | **1.98** |

## Definitions

Note: unless otherwise specified, all returns shown are Total Returns, meaning they include reinvestment of distributions including dividends.

**Pre-Tax Return for Model and Benchmark**

$$R_M = \frac{M_F}{M_I} - 1, R_B = \frac{B_F}{B_I} - 1$$

where $M_F$ and $M_I$ are the model's final and initial values, and $B_F$ and $B_I$ are the benchmark final and initial values.

**Annualized Pre-Tax Return for Model and Benchmark**

$$R_{M\text{ann}} = (1 + R_M)^{1/N} - 1, R_{B\text{ann}} = (1 + R_B)^{1/N} - 1$$

where $M_F$ and $M_I$ are the model's final and initial values, and $B_F$ and $B_I$ are the benchmark final and initial values. N is the number of years in the period

**Excess Pre-Tax Return**

Difference between model return and benchmark return for pre-tax values.

$$\Delta R = R_M - R_B$$

**Annualized Daily Tracking Error**

Annualized standard deviation of excess daily logarithmic returns to the benchmark.

$$\sqrt{250} * SD(R_{\text{model}} - R_{\text{benchmark}})$$

where $R_{\text{model}}$ and $R_{\text{benchmark}}$ are the series of daily log-returns of the model and benchmark, respectively.

**Turnover and Annualized Turnover**

$$\frac{\text{Total Buys + Total Sells}}{2} \Bigg| \frac{\text{Total Buys + Total Sells}}{2*N}$$

**Model and Benchmark Yield**

The reported yield is the dividends collected from the trailing twelve months as a percentage of the benchmark or model end value, calculated assuming dividends are not reinvested.

$$\frac{\text{Trailing Twelve Months' Dividends}}{\text{End Value Without Dividend Reinvestment}}$$

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[1]Data for periods longer than one year are annualized.