August 14 ,2026

E&R India SmallCap Select™

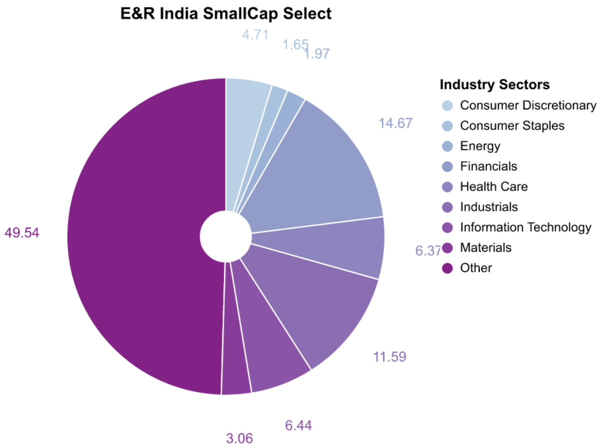
Inception date January 2020

Description

This model has been created to improve the statistical and scientific design flaws of the market capitalization methodology used in the benchmark, which is concentrated and weight obsessive. Unlike market capitalization methodology, which is risk-increasing and return-reducing due to its concentration, the 3N methodology developed by AlphaBlock is designed to deliver higher risk-weighted excess returns while maintaining low tracking error versus the respective benchmark.

1.Exceptional & Rich India SmallCap Select

1.1. Sector Breakdown (percentage)

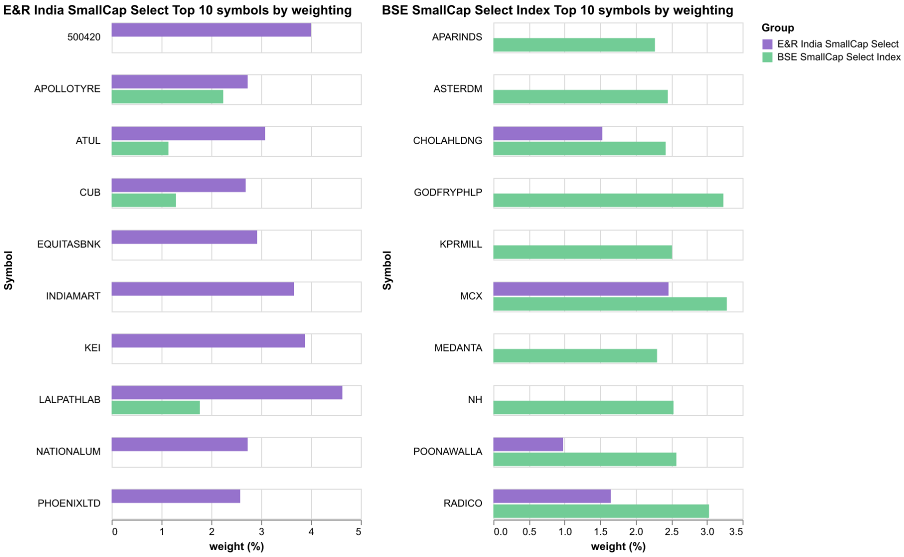


1.2. Top 10 Components

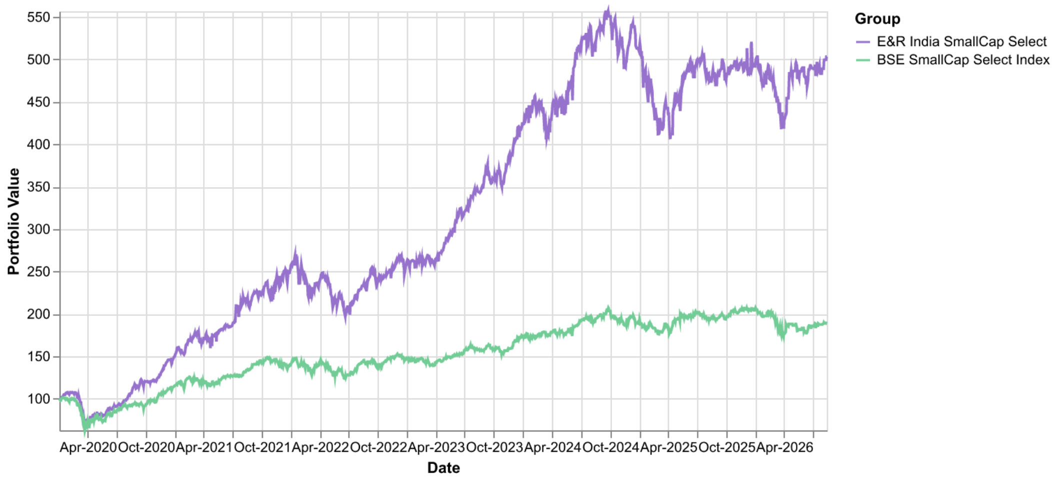
	Nr./Symbol	Name	Current Price	P&L(%)	E&R India SmallCap Select Proportion(%)
1	LALPATHLAB	Dr Lal PathLabs Ltd	1950.00	18.68	4.63
2	500420	Torrent Pharma	4888.90	-2.28	4.00
3	KEI	KEI Industries Ltd.	5649.30	24.73	3.88
4	INDIAMART	IndiaMART InterMESH Ltd	1786.25	-4.99	3.66
5	ATUL	Atul Ltd	6854.00	8.94	3.08
6	EQUITASBNK	Equitas Small Finance Bank Limited	74.82	30.53	2.92
7	NATIONALUM	Nation Alum	387.90	-3.45	2.73
8	APOLLOTYRE	Apollo Tyres	443.00	-12.28	2.73
9	CUB	City Union Bk	213.85	90.34	2.69
10	PHOENIXLTD	Phoenix Mills	1915.20	-1.08	2.58

*In case components hit maximum weight constraints they are rebalanced back to lower inception weights.

1.3. Top 10 Comparisons



1.4. Performance Plot Since January 2020

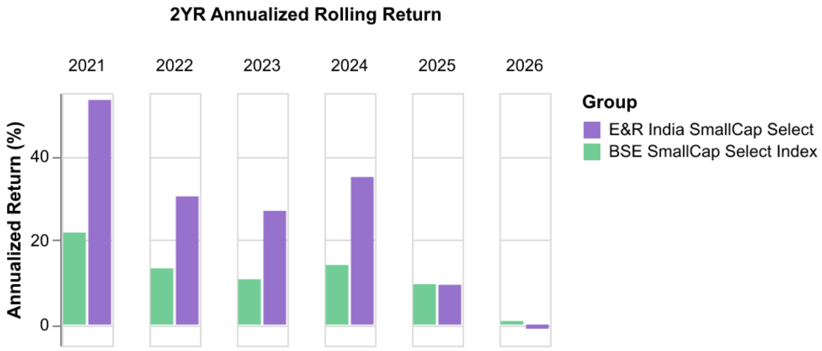


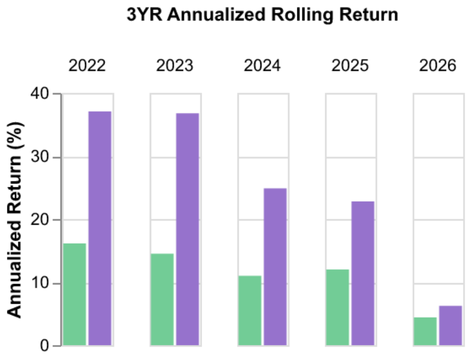
1.5. Performance Metrics

The table illustrates the performance across various parameters. The Performance (%) of Portfolio from different starting points, Current portfolio value of the funds invested at inception, Annualized (%) Returns, Annualized Standard Deviation (%), Average Tracking Error (%) and Average Information Ratio (%).

	NAME	E&R India SmallCap Select	BSE SmallCap Select Index
1	Performance (%) since January 2021	231.54	63.27
2	Performance (%) since January 2023	90.65	27.77
3	Performance (%) since January 2026	1.28	-8.87
4	Current Portfolio Value (Invested in January 2020)	503.22	188.48
5	Annualized (%) Return (Since January 2020)	27.68	10.06
6	Annualized Std. Deviation (%)	23.79	17.83
7	Average Tracking Error (%)	15.44	-
8	Average Information Ratio	1.13	-

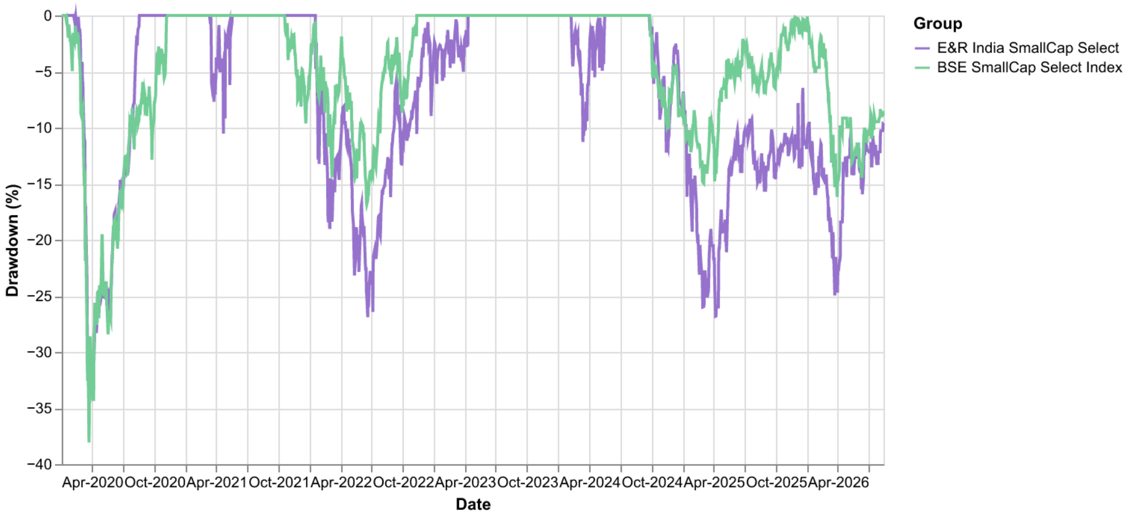
1.6. Annualized Rolling Return





1.7. Drawdown Analysis

A daily time series plot illustrating drawdowns of more than 10% from peak equity.



Nr./Portfolio Drawdowns (%)		Start date	End date	Maximum (%)	Days
1	-	7-Feb-20	18-Aug-20	-36.41	193
2	-	12-Mar-21	18-May-21	-10.53	67
3	-	17-Jan-22	11-Apr-23	-26.89	449
4	-	7-Feb-24	16-May-24	-11.29	99
5	-	24-Sep-24	13-Aug-26	-26.81	688

Nr./Benchmark Drawdowns (%)		Start date	End date	Maximum (%)	Days
1	-	14-Jan-20	9-Nov-20	-38.07	300
2	-	18-Oct-21	11-Nov-22	-16.85	389
3	-	25-Sep-24	13-Aug-26	-16.18	687

Bibliography

[1] Matia, Kaushik and Pal, Mukul and Stanley, H. Eugene and Salunkay, H., Scale-Dependent Price Fluctuations for the Indian Stock Market. EuroPhysics Letters, Aug 2003

[2] M. Pal, M. Shah, A. Mitroi, Temporal Changes in Shiller's Exuberance Data, SSRN, Feb 2011

[3] M. Pal, Mean Reversion Framework, SSRN, May 2015

[4] M. Pal, Markov and the Mean Reversion Framework, SSRN, May 2015

[5] M. Pal, Momentum and Reversion, Aug 2015

[6] M. Pal, What is Value, SSRN, Sep 2015

[7] M. Pal, M. Ferent, Stock Market Stationarity, SSRN, Sep 2015

[8] M. Pal, Reversion Diversion Hypothesis, SSRN, Nov 2015

[9] M. Pal, How Physics Solved your wealth problem, SSRN, Oct 2016

[10] M. Pal, Human AI, SSRN, Jul 2017

[11] M. Pal, The Size Proxy, Aug 2017

[12] M. Pal, The Beta Maths, SSRN, Mar 2017

[13] Maureen, O. Bhattacharya, A. ETFs and Systematic Risk. CFA Research Institute, Jan 2020

[14] M. Pal, [3N] model of life, SSRN, Apr 2021

[15] M. Pal, The S&P 500 Myth, SSRN, Jul 2022

[16] M. Pal, The Snowball Effect, SSRN, Jul 2022

[17] M. Pal, Mechanisms of Psychology, SSRN, Jun 2022

[18] M. Pal, The [3N] model of life, SSRN, Feb 2023

[19] M. Pal, R. Fenesi, O.D. Cigan, A.G. Berciu, R.C. Tiric, F. Pal, D. Todor, E.H. Dulf, Revolutionizing Active Investing With Machine Learning, SSRN, Jan 2024

[20] M. Pal, R.C. Tiric, F. Pal, Machine Beta, Statistical Factors, Non-Linear Mechanisms And The [3N] Methodology, SSRN, Jan 2024

This product is driven by AlphaBlock Research:

Mukul Pal
mukul@alphablock.org

Florina Pal
florina@alphablock.org

Bianca Bradea
bianca.bradea@alphablock.org

Ciprian Tiric
ciprian.tiric@alphablock.org

Oliviu Cigan
oliviu.cigan@alphablock.org

alphablock

241 Renforth Drive, Toronto, M9C 2K8, Ontario, Canada

contact@alphablock.org