RegimeR

Due Diligence Summary

Sample Document

April 2026

FOR INSTITUTIONAL EVALUATION ONLY

Executive summary

6.0:1	15.9%	13/13	p<0.0001
NET PRESERVATION RATIO	AVG. PRESERVED PER EPISODE	POSITIVE EPISODES	PERMUTATION SIGNIFICANCE

RegimeR is a regime-conditional portfolio allocation system that classifies macroeconomic environments using rule-based thresholds on observable indicators. Clients define their own defensive baskets; RegimeR provides the signal to deploy them. Backtested results use example baskets to demonstrate signal value. It is not an alpha-generation strategy, not a market-timing system, and not a machine learning model.

Across 13 stress episodes in 4 regions over 28 years, RegimeR preserved an average of 15.9 percentage points of portfolio value relative to a 60/40 benchmark, net of transaction costs and opportunity cost. Every episode showed positive net preservation.

Parameters were locked in March 2026. Prospective validation has commenced. If the signal degrades in real-time, we will publish that result.

Episode-by-episode results

EPISODE	REGION	PERIOD	60/40	REGIMER	PRESERVED	RATIO
US GFC	US	2007-10 to 2009-03	-22.6%	+16.1%	+35.8pp	13.5:1
US COVID	US	2020-03 to 2020-04	+2.8%	+8.0%	+1.2pp	1.3:1
US 2022	US	2022-01 to 2022-10	-24.2%	-15.6%	+6.0pp	3.3:1
AU GFC	AU	2008-01 to 2009-03	-25.2%	+12.1%	+31.4pp	6.4:1
AU COVID	AU	2020-03 to 2020-04	-5.5%	+6.4%	+8.9pp	4.0:1
AU 2022	AU	2022-01 to 2022-10	-20.3%	-13.7%	+3.3pp	2.0:1
DE GFC	DE	2008-01 to 2009-03	-31.8%	+7.0%	+35.5pp	11.6:1
DE Eurozone	DE	2011-08 to 2012-07	+3.4%	+23.0%	+7.3pp	1.6:1
DE COVID	DE	2020-03 to 2020-04	-2.5%	+6.7%	+6.1pp	3.0:1
DE 2022	DE	2022-01 to 2022-10	-31.6%	-18.4%	+10.0pp	4.1:1
GB GFC	GB	2007-09 to 2009-03	-29.1%	+10.4%	+36.6pp	13.3:1
GB COVID	GB	2020-03 to 2020-05	-4.5%	+8.1%	+11.0pp	7.8:1
GB 2022 Gilt	GB	2022-01 to 2022-10	-21.0%	-5.3%	+13.1pp	6.3:1

Net of transaction costs and opportunity cost. Benchmark is 60/40 regional equity/bond, rebalanced monthly.

Methodology

Classification

Four parent regimes — Contraction, Stagflation, Transition, Expansion — classified monthly using walk-forward percentile thresholds on multiple independent macroeconomic indicators. No future data is used in any classification decision. Thresholds were locked before prospective validation commenced.

Allocation

Region-specific baskets determined by constrained optimisation, validated by permutation testing. Baskets account for local market microstructure: UK gilt vulnerability, Canadian energy exposure, and Australian commodity cycles are discovered systematically — not US assumptions applied globally.

Measurement

Net capital preservation per episode, after transaction costs (based on institutional execution at the relevant AUM tier) and opportunity cost (the return forfeited by holding defensive assets during non-crisis periods). Every figure is net of both deductions.

> Regional validation results, out-of-sample performance, sub-type architecture, recovery compounding analysis, and detailed case studies are available in the full due diligence pack under NDA.

Known limitations

> **2022 rate shock.** The system's most challenging episode. RegimeR outperformed 60/40 in all four regions but still lost money in the US (-15.6%). Bonds and equities fell simultaneously for the first time since the 1970s.

> **Monthly granularity.** The system cannot protect against intra-month crashes. COVID was a 2-month event; a 2-day crash within a month would not trigger repositioning until the following month.

> **Prospective track record.** Parameters were locked March 2026. The system has zero months of live prospective results. First checkpoint: March 2027.

> **Regional coverage.** Four regions are pool-validated (US, AU, DE, GB). Japan is classified but below the validation gate. Canada is classified with a redesigned basket, pending permutation testing.

> **Backtested returns.** All figures are backtested, not live. Past performance does not guarantee future results. Returns are gross of management fees.

Full due diligence pack

The complete due diligence document (12 pages) includes:

- Per-region permutation validation (z-scores, p-values, Sharpe ratios)
- Out-of-sample vs in-sample performance comparison
- Recovery compounding analysis with advantage decomposition
- Sub-type classification architecture (11 sub-types)
- GB gilt crisis case study (systematic discovery of gilt vulnerability)
- Validation suite results (6 test batteries)
- Prospective validation pre-committed criteria

Available under NDA to qualified institutional investors and their advisors.

Prospective validation commitment

Parameters were locked in March 2026 and cannot be modified. Quarterly updates are published regardless of outcome — including failures. Pre-committed success criteria were published before outcomes are known.

If the signal degrades, we publish that result. The first checkpoint is March 2027.

Contact

To request the full due diligence pack or evaluation access:

`regimer.com/contact`

Evaluation access includes delayed US signal data (1-month lag) at no cost. Real-time multi-region access and API integration are available under institutional licensing.