



ARISTOTLE
CAPITAL BOSTON

A nighttime photograph of the Boston waterfront. The scene is dominated by several tall, modern skyscrapers with glowing windows, their lights reflecting on the water. In the foreground, there's a small wooden pier structure. The sky is a deep blue-purple. The image is framed by dark red and dark blue triangular shapes that meet at the top and bottom corners.

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Better Times Tend to Follow Small Active Underperformance

As of September 30, 2025

Small Cap Active Manager vs. Russell 2000 Underperformance Cycles (2000-2025)

Core		Growth		Value	
6 Month Period End	Avg Alpha	6 Month Period End	Avg Alpha	6 Month Period End	Avg Alpha
9/30/2025	-9.2	9/30/2025	-8.4	9/30/2025	-3.5
2/28/2000	-12.6	6/30/2001	-5.4	11/30/2008	-7.3
1/31/2021	-6.9	1/31/2021	-5.4	10/31/2006	-3.9
6/30/2020	-4.3	8/31/2008	-4.9	1/31/2021	-3.7
7/31/2003	-4.0	10/31/2022	-4.4	9/30/2016	-3.3
8/31/2008	-3.7	7/31/2003	-3.9	7/31/2012	-3.2
Worst 6 Month Average	-6.3		-4.8		-4.3

Subsequent Alpha After Worst 6 Month Period for Active Managers (%)





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The Russell 2000® Index measures the performance of the small cap segment of the U.S. equity universe. The Russell 2000 Index is a subset of the Russell 3000® Index representing approximately 10% of the total market capitalization of that index. It includes approximately 2000 of the smallest securities based on a combination of their market cap and current index membership. The volatility (beta) of the portfolios may be greater or less than the benchmark. It is not possible to invest directly in this index.

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