



Backtest #47107 · SM · EVO_EVOEVOEVOE_v567

ROI	Sharpe	Win Rate	Max Drawdown
+41.20%	1.21	100.0%	-32.83%

EQUITY CURVE202 sessions · starting at \$10000.00



ANALYST NOTE

Hera local LLM

The EVO_EVOEVOEVOE_v567 backtest on SM shows a concerning divergence between a perfect 100% win rate and a severe 32.83% drawdown, suggesting the single trade generated massive volatility without consistent follow-through. With only two trades, the statistical sample is insufficient to validate the 1.21 Sharpe ratio or confirm the observed 41.20% return, creating a high risk of overfitting. The strategy appears to rely on a lucky outlier rather than a robust edge, as true institutional edges require hundreds of trades to smooth out noise. I recommend expanding the backtest window to at least 500 trades or introducing a hard stop-loss rule to prevent catastrophic loss on the next execution. Without this validation, the strategy remains

ADDITIONAL METRICS

CAGR	41.20%
Sortino Ratio	0.94
Turnover	4.92x
Total Trades	2
Initial Capital	\$10000.00
Final Capital	\$14124.38