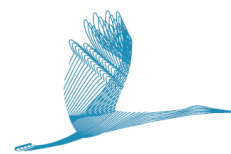


CIGOGNE FUND

Credit Arbitrage

31/03/2020



CIGOGNE
MANAGEMENT

Assets Under Management : 300 939 765,95 €

Net Asset Value (O Shares) : 14 935,53 €

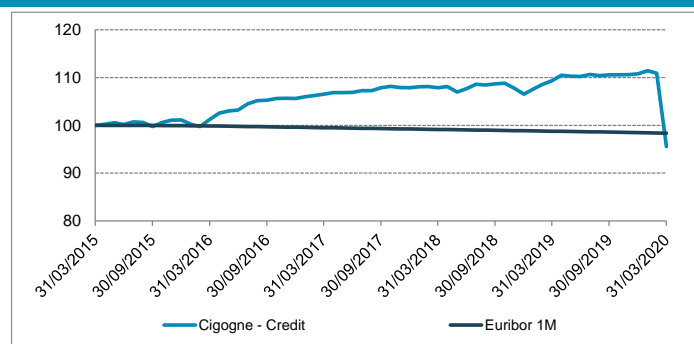
PERFORMANCES

	January	February	March	April	May	June	July	August	September	October	November	December	YTD
2020	0,60%	-0,50%	-13,81%										-13,73%
2019	1,04%	0,86%	0,74%	1,04%	-0,19%	-0,03%	0,35%	-0,19%	0,13%	0,00%	0,02%	0,16%	4,00%
2018	0,22%	0,03%	-0,23%	0,22%	-1,05%	0,63%	0,86%	-0,14%	0,24%	0,12%	-0,95%	-1,17%	-1,24%
2017	0,32%	0,26%	0,25%	0,30%	0,01%	0,04%	0,34%	0,01%	0,58%	0,26%	-0,24%	-0,05%	2,10%
2016	-0,88%	-0,50%	1,51%	1,28%	0,47%	0,17%	1,27%	0,65%	0,07%	0,34%	0,02%	-0,01%	4,45%

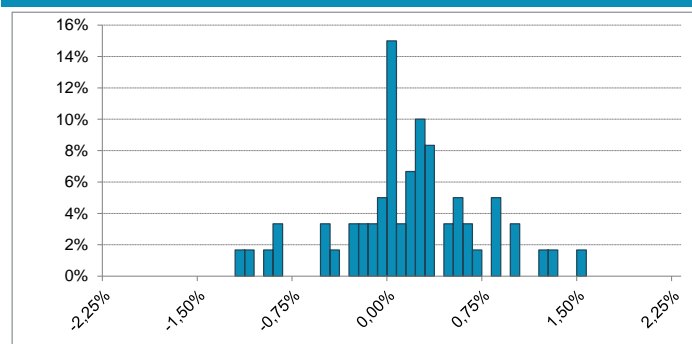
PORTFOLIO STATISTICS SINCE 18/04/2008 AND FOR 5 YEARS

	Cigogne Credit Arbitrage		Euribor 1M		HFRX Global Hedge Fund EUR Index		MSCI World AC TR EUR Index		Markit iBovx Corporate Index	
	For 5 Years	From Start	For 5 Years	From Start	For 5 Years	From Start	For 5 Years	From Start	For 5 Years	From Start
Cumulative Return	-4,43%	49,36%	-1,64%	5,04%	-16,38%	-21,72%	12,64%	126,17%	2,24%	58,20%
Annualised Return	-0,90%	3,40%	-0,33%	0,41%	-3,51%	-2,02%	2,41%	7,03%	0,44%	3,89%
Annualised Volatility	6,54%	6,07%	0,03%	0,33%	4,77%	5,90%	13,43%	13,52%	4,16%	4,19%
Sharpe Ratio	-0,09	0,49	-	-	-0,67	-0,41	0,20	0,49	0,19	0,83
Sortino Ratio	-0,09	0,62	-	-	-0,80	-0,50	0,30	0,77	0,23	1,27
Max Drawdown	-14,24%	-14,24%	-1,64%	-1,64%	-16,63%	-23,91%	-19,69%	-40,01%	-7,72%	-7,72%
Time to Recovery (m)	-	-	-	-	-	-	-	21	-	-
Positive Months (%)	70,00%	81,94%	0,00%	57,64%	55,00%	56,25%	60,00%	64,58%	51,67%	63,19%

PERFORMANCE (Net Asset Value)



DISTRIBUTION OF RETURNS (Monthly Basis)

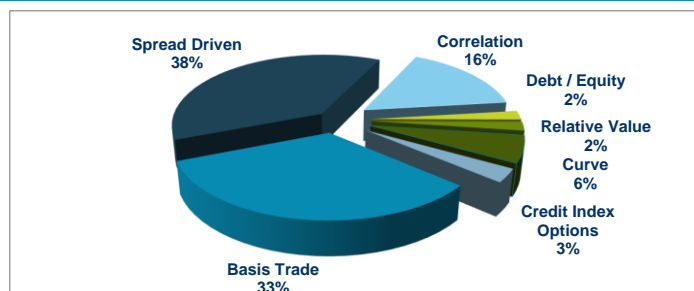


INVESTMENT MANAGERS' COMMENTARY

The monthly performance of the Cigogne – Credit Arbitrage fund stands at -13.81%.

The full magnitude of the health crisis triggered by the coronavirus was revealed in March. All the global financial markets suffered a real stock market crash and volatility levels reached record highs (the VIX index reached 82.69 on 16/03/2020). The rapid increase in the number of people infected outside China, as well as lockdown measures and border closures have eroded any hopes that the situation will be resolved quickly. Uncertainties were further amplified when an OPEC+ agreement regarding cuts to oil production failed to materialise. In order to curb the impact of the crisis on the economy, the central banks focused their efforts on measures designed to provide liquidity and access to credit. Having initially failed to reassure the markets, the ECB was forced to announce a colossal €750 billion rescue plan, the Pandemic Emergency Purchase Programme, on 18 March. The Federal Reserve reduced its rates twice to reach a range between 0% and 0.25% and launched a generous asset purchase plan worth \$700 billion, which it then extended to an open-ended amount. The governments took the reins in budgetary terms, in order to offset the effects lockdown is having on demand, and the US Senate approved a \$2,000 billion stimulus package. European states adopted national measures to support the economy in order to forestall the effects of recession. Against this backdrop, the credit spreads of Investment Grade issuers were not spared, regardless of sector, rating or maturity. The shortest maturities were also strongly impacted, causing credit curves to flatten suddenly. The lack of liquidity in securities, alongside investors' lack of appetite for risky assets, also helped to accentuate the sharp fall in the value of bonds. Within the portfolio, carry positions were strongly affected, despite the fact that the securities held are of very good quality and have low residual maturity. Basis arbitrage also suffered from the disruption to the bond markets, with the significant volatility of the cash markets only partially reflected in CDS. However, this environment allowed several opportunities to be seized, particularly taking advantage of the temporary expansion of the basis to invest in the Carlsberg 01/2022, Diageo 10/2021 and Danone 06/2022 issues and the remuneration of short-term maturities on Investment Grade issues such as General Mills 04/2021 and Novartis 11/2021.

ASSET BREAKDOWN



CORRELATION MATRIX

	Cigogne Credit	Euribor 1M	HFRX HF Index	MSCI World Index	Markit iBx Corp. Index
Cigogne Credit	100%	16%	68%	59%	82%
Euribor 1M	16%	100%	-6%	-5%	6%
HFRX HF Index	68%	-6%	100%	83%	64%
MSCI World Index	59%	-5%	83%	100%	60%
Markit iBx Corp. Index	82%	6%	64%	60%	100%

CIGOGNE FUND

Credit Arbitrage

31/03/2020



INVESTMENT OBJECTIVES

Arbitrage strategies set forth in the Credit compartment are split across four core specialties: basis trade arbitrage consisting in taking advantage of the credit spread difference between a corporate bond and the CDS on the same issuer, relative value strategies which aim to exploit the difference in credit risk of an issuer (or a sector) against a peer issuer (or sector), correlation arbitrage consisting in taking a position on the probability of occurrence of specific and / or systemic risk while resorting to financial instruments which underlyings are credit instruments (credit indexes Itraxx, CDX, Index tranches, options), spread driven positions aiming at the tightening or widening of the credit spread of an issuer or an index.

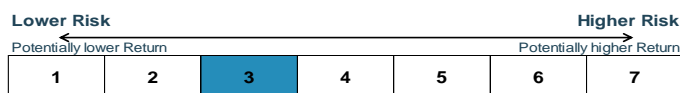
FUND SPECIFICS

Net Asset Value :	300 939 765,95 €
Net Asset Value (O Units) :	63 909 293,68 €
Liquidative Value:	14 935,53 €
ISIN Code :	LU0648560497
Legal Structure :	FCP - SIF, AIF
Inception Date of the fund :	April 18th 2008
Inception Date (O Units) :	April 18th 2008
Currency :	EUR
NAV calculation date :	Monthly, last calendar day of the month
Subscription / redemption :	Monthly
Minimum Commitment:	1 000 000,00 €
Minimum Notice Period:	3 months
Management Fee:	1,50%
Performance Fee :	20% High Water Mark
Hurdle Rate :	Euribor 1M
Country of Registration :	FR, LU, UK
Management Company:	Cigogne Management SA
Investment Advisor:	CIC Marchés
Depository Bank:	Banque de Luxembourg
Administrative Agent:	European Fund Administration
Auditor:	Deloitte Luxembourg

MAIN EXPOSURES (In percentage of gross asset base)

INTESA SANPAOLO EUR3+95 19/04/22	0,78%
BPCE SA USL3+88 31/05/2022	0,75%
VW INTL FIN NV 0.5% 30/03/21	0,66%
BNP PARIBAS 3.5% 01/03/2023	0,57%
WELLS FARGO COMP 3.069% 24/01/23	0,55%

RISK PROFILE



The risk category has been determined on the basis of historical data and may not be a reliable indication of the future risk profile. The risk and reward category shown does not necessarily remain unchanged and the categorization of the fund may shift over time.

REASONS TO INVEST IN CIGOGNE CREDIT ARBITRAGE

In addition to traditional financial investment, alternative investments aim to provide investors with absolute performances independent from the return of traditional asset classes such as shares, bonds etc. With these objectives, alternative investments can be construed as the natural complement to assets allocation between classical portfolio investment and risks managed performance strategies that take advantages of market inefficiencies.

Cigogne Management S.A. is the alternative asset management branch of Crédit Mutuel Alliance Fédérale, a major actor in the industry. Cigogne Management S.A. benefits from CIC Marchés' deep expertise. Cigogne Management S.A. currently manages the Cigogne Fund, Cigogne UCITS and Cigogne CLO Arbitrage funds (single-strategy funds) as well as the Stork Fund (multi-strategy funds).

Cigogne Fund - Credit Arbitrage aims to achieve stable and positive performances over time, uncorrelated from traditional asset classes by setting up basis trade arbitrage strategies, relative value strategies and correlation strategies.

DISCLAIMER

The information contained herein is provided for information purposes only and shall only be valid at the time it is given. No guarantee can be given as to the exhaustiveness timeliness or accuracy of this information. Past performance is no indication of future returns. Any investment may generate losses or gains. The information on this document is not intended to be an offer or solicitation to invest or to provide any investment service or advice. Potentially interested persons must consult their own legal and tax advisor on the possible consequences under the laws of their country of citizenship or domicile. Any person must carefully consider the suitability of their investments to their specific situation and ensure that they understand the risks involved. Subscriptions to fund shares will only be accepted on the basis of the latest prospectus and the most recent annual reports.

CONTACT

CIGOGNE MANAGEMENT S.A.
18 Boulevard Royal
L - 2449 Luxembourg
LUXEMBOURG

www.cigogne-management.com

contact@cigogne-management.com

