CIGOGNE FUND

ABS/MBS Arbitrage

30/06/2026

CIGOGNE
MANAGEMENT

Assets Under Management : **210 561 640.40 €** **Net Asset Value (O Unit) :** **23 152.69 €**

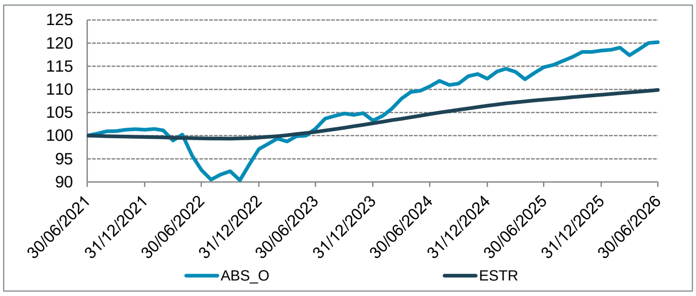
PERFORMANCES

	January	February	March	April	May	June	July	August	September	October	November	December	YTD
2026	0.16%	0.37%	-1.36%	1.06%	1.20%	0.12%							**1.54%**
2025	1.37%	0.53%	-0.58%	-1.40%	1.23%	1.08%	0.46%	0.75%	0.74%	0.89%	-0.01%	0.25%	**5.40%**
2024	0.98%	1.47%	2.08%	1.31%	0.29%	0.86%	1.07%	-0.82%	0.28%	1.46%	0.39%	-0.89%	**8.78%**
2023	1.22%	1.12%	-0.63%	1.15%	0.11%	1.49%	2.17%	0.56%	0.48%	-0.28%	0.39%	-1.56%	**6.34%**
2022	0.15%	-0.28%	-2.18%	1.30%	-4.52%	-3.26%	-2.26%	1.22%	0.79%	-2.11%	3.74%	3.57%	**-4.14%**

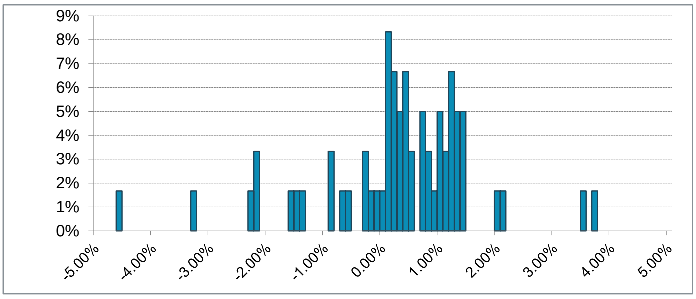
PORTFOLIO STATISTICS FOR 5 YEARS / SINCE 30/06/2006

	Cigogne ABS/MBS Arbitrage		ESTR		HFRX Global Hedge Fund EUR Index	
	5 years	From Start	5 years	From Start	5 years	From Start
Cumulative Return	20.20%	131.53%	9.88%	19.19%	6.22%	0.77%
Annualised Return	3.75%	4.28%	1.90%	0.88%	1.21%	0.04%
Annualised Volatility	4.82%	10.61%	0.46%	0.46%	3.44%	5.31%
Sharpe Ratio	0.38	0.32	-	-	-0.20	-0.16
Sortino Ratio	0.60	0.38	-	-	-0.33	-0.21
Max Drawdown	-10.90%	-52.14%	-0.64%	-3.38%	-8.35%	-25.96%
Time to Recovery (m)	8	22	6	16	23	> 75
Positive Months (%)	73.33%	80.00%	75.00%	54.58%	60.00%	58.75%

PERFORMANCE (Net Asset Value)



DISTRIBUTION OF RETURNS (Monthly Basis)

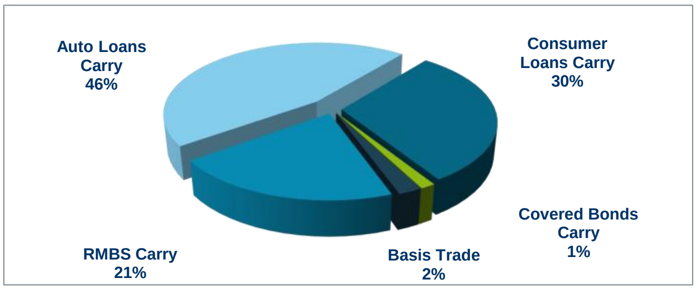


INVESTMENT MANAGERS' COMMENTARY

The performance of the ABS/MBS Arbitrage fund was +0,12%.

In June, financial markets benefited from a lull on the geopolitical front, driven by a pullback in oil prices that helped ease inflationary pressures. This easing followed the signing of a fourteen-point memorandum of understanding between the United States and Iran, allowing oil traffic to resume through the Strait of Hormuz. This calm remains fragile, however: renewed missile strikes reignited tensions late in the month, and persistent disagreements between the United States and Israel continue to fuel uncertainty. Against this backdrop, the Fed left its policy rates unchanged, favouring a wait-and-see stance given still-elevated inflation and resilient growth. Kevin Warsh, the new Chair of the Federal Reserve's Board of Governors, nonetheless emphasized the need to safeguard price stability. He also repeatedly stressed that inflation has remained above the 2% target for five years and that the Fed had failed in its mandate. The ECB, for its part, raised rates by 25 bps to contain imported inflationary pressures. This decision, taken unanimously, was largely anticipated by markets and had limited impact. Christine Lagarde declined to commit to a specific path going forward but reaffirmed on numerous occasions that the ECB's objective remains price stability. The ABS primary market posted a new record for the month of June, with total new issuance volume distributed in Europe reaching approximately +€ 11 Bn. Volume was driven mainly by RMBS, at roughly +€ 6.2 Bn, and Prime Auto ABS, at +€ 2.3 Bn. A new position was, for example, initiated on the Class A tranche of the French RMBS TAMPA 2026-1. This is the first public issuance from the consortium formed by CarnoonBay and Crédit Commercial de France, with the underlying loan pool originally originated by HSBC Continental Europe. The heavy flow of primary issuance weighed on any potential tightening of secondary market spreads, as many participants sought to free up room in their portfolios to absorb the new paper. As a result, RMBS spreads were broadly unchanged over the month, holding near 66 bps over 3-month Euribor. Senior tranches of Auto and Consumer Loan ABS widened by 1 and 2 bps respectively (source: JPM). We took advantage of this environment to add to several positions via BWIC (Bids Wanted In Competition), notably in the French auto lease deal CALEF 2025-1 A, originated by Crédit Agricole Leasing & Factoring, and in the Italian consumer loan deal SUNRI 2026-1 A from AGOS Ducato S.p.A.

ASSET BREAKDOWN



CORRELATION MATRIX

	Cigogne ABS/MBS Arbitrage	ESTR	HFRX Global Hedge Fund EUR Index
Cigogne ABS/MBS	100.00%	29.38%	34.37%
ESTR	29.38%	100.00%	27.65%
HFRX HF Index	34.37%	27.65%	100.00%

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INVESTMENT OBJECTIVES

Strategies set forth in the ABS / MBS Arbitrage compartment span across two specialties:

- ABS (Asset Backed Securities), MBS (Mortgage Backed Securities) and Covered Bonds arbitrage, which consist in exploiting price inefficiencies between asset backed notes and their refinancing cost (notes purchase related borrowing cost);
- Basis Trade arbitrage, which consists in taking advantage of the spread between the premium offered by a secured note and the CDS premium of the related issuer.

All these strategies focus on the credit component of the underlying financial instruments; any interest rate exposure is systematically hedged. The portfolio is today composed of ABS/MBS and Covered Bonds of high quality, benefiting from a AA- rating (at least) and a weighted average life of 2 years (except on basis arbitrage strategies). The portfolio is well diversified, with more than forty strategies on average.

MAIN EXPOSURES (In percentage of gross asset base)

SUNRI 2025-2 A EUR1+72 27/10/50	2.46%
ACAHB 2024-1 A1 EUR3+56 27/12/61	1.70%
VCL 48 A EUR1+42 21/03/33	1.52%
CALEF 2025-1 A EUR1+60 26/03/44	1.49%
BPCL 2024-1 A EUR1+70 31/10/42	1.36%

FUND SPECIFICS

Net Asset Value :	**€**	**210 561 640.40**
Net Asset Value (O Unit) :	**€**	**2 484 700.17**
Liquidative Value (O Unit) :	**€**	**23 152.69**
ISIN Code :		**LU0648560224**
Legal Structure :		**FCP - SIF, AIF**
Inception Date of the fund :		**June 30th 2006**
Inception Date (O Unit) :		**April 30th 2011**
Currency :		**EUR**
NAV calculation date :		**Monthly, last calendar day of the month**
Subscription / redemption :		**Monthly**
Minimum Commitment:	**€**	**100 000.00**
Minimum Notice Period:		**1 month**
Management Fee:		**1,50% per annum**
Performance Fee :		**20% above €STR with a High Water Mark**
Country of Registration :		**FR, LU**
Management Company:		**Cigogne Management SA**
Investment Advisor:		**CIC CIB**
Depositary Bank:		**Banque de Luxembourg**
Administrative Agent:		**UI efa**
Auditor:		**KPMG Luxembourg**

RISK PROFILE

Lower Risk ← → **Higher Risk**

Potentially lower Return — Potentially higher Return

1	2	**3**	4	5	6	7

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 ABS/MBS 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 CIB's deep expertise. Cigogne Management S.A. currently manages the Cigogne Fund and Cigogne UCITS funds (single-strategy funds) as well as the Stork Fund (multi-strategy funds).

Cigogne Fund - ABS/MBS Arbitrage aims to achieve stable and positive performances over time, uncorrelated from traditional asset classes by setting up Asset-Backed Securities (ABS) arbitrage strategies, Mortgage-Based Securities (MBS) strategies and Covered Bonds strategies.

DISCLAIMER

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