

CIGOGNE FUND

ABS/MBS Arbitrage

31/05/2025



Assets Under Management : 176 649 114.48 €

Net Asset Value (O Unit) : 21 875.52 €

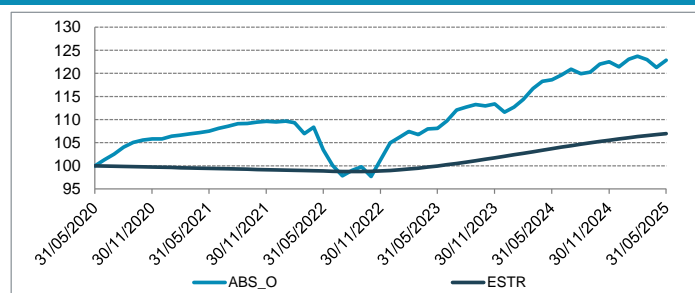
PERFORMANCES

	January	February	March	April	May	June	July	August	September	October	November	December	YTD
2025	1.37%	0.53%	-0.58%	-1.40%	1.23%								1.12%
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%
2021	0.56%	0.20%	0.27%	0.23%	0.35%	0.52%	0.46%	0.50%	0.04%	0.27%	0.14%	-0.12%	3.46%

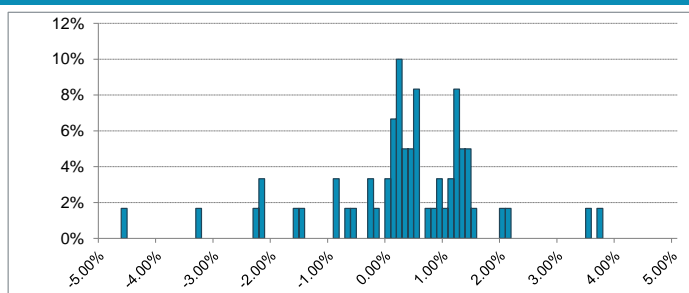
PORTFOLIO STATISTICS FOR 5 YEARS / SINCE 30/06/2006

	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	22.82%	118.87%	6.96%	16.72%	9.59%	-6.91%
Annualised Return	4.19%	4.22%	1.35%	0.82%	1.85%	-0.38%
Annualised Volatility	4.78%	10.90%	0.55%	0.47%	3.26%	5.33%
Sharpe Ratio	0.59	0.31	-	-	0.15	-0.22
Sortino Ratio	0.94	0.37	-	-	0.30	-0.29
Max Drawdown	-10.90%	-52.14%	-1.24%	-3.38%	-8.35%	-25.96%
Time to Recovery (m)	8	22	9	16	> 19	> 62
Positive Months (%)	76.67%	79.74%	53.33%	51.98%	56.67%	57.27%

PERFORMANCE (Net Asset Value)



DISTRIBUTION OF RETURNS (Monthly Basis)

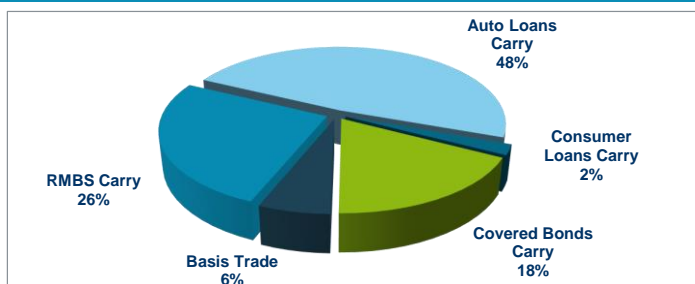


INVESTMENT MANAGERS' COMMENTARY

The performance of the ABS/MBS Arbitrage fund was +1,23%.

The month of May was marked by a renewed sense of confidence in the markets, driven by several developments on the trade front. Partial agreements between the United States, China, and the United Kingdom helped ease the tariff tensions that had emerged in April, providing a more predictable environment for investors. In the United States, economic indicators remain generally positive, although a slight slowdown in consumer spending has been observed. Producer prices continue to rise, mainly in the services sector. The Fed kept interest rates unchanged, conditioning any future changes on clearer signs of disinflation. In the Eurozone, the May PMI surveys reflect a decline in activity in the services sector, affected by a persistently uncertain external environment. Wage growth remains moderate, and inflation continues to ease. The ECB reaffirmed its accommodative stance. In this context, credit markets experienced a notable tightening of spreads, around 10 bps in the Investment Grade segment and more than 50 bps in High Yield. The calmer political climate and stabilization of economic outlooks also supported the tightening of secondary market spreads in European ABS. These continued the narrowing trend that began in late April, following the announcement of a tariff truce. By the end of the month, Auto ABS and consumer loan ABS spreads stood at around 50 bps and 155 bps, respectively, returning to their end-of-March levels. The primary market was particularly dynamic, with over +€ 10,5 Bn in new issuance, making May the most active month of the year. Among the standout deals, the German Auto Lease transaction VCL 45 by Volkswagen Leasing GmbH was upsized to over +€ 1 Bn from an initial +€ 750 M due to strong demand. Final spreads tightened by 1 to 3 bps on tranche A and 5 to 10 bps on tranche B, with coverage ratios reaching 1.8x and 4.2x. Finally, investors gave a very favourable reception to the first Spanish consumer loan ABS of the year, CONSU 8 by Santander SA. This +€ 1,5 Bn transaction, with +€ 1 Bn pre-placed, was heavily oversubscribed across the structure (4.1x and 5.8x for the most senior tranches, for example) despite tighter spreads compared to the previous vehicle. The compartment was able to actively participate in both transactions.

ASSET BREAKDOWN



CORRELATION MATRIX

	Cigogne ABS/MBS Arbitrage	ESTR	HFRX Global Hedge Fund EUR Index
Cigogne ABS/MBS	100.00%	19.84%	25.62%
ESTR	19.84%	100.00%	3.22%
HFRX HF Index	25.62%	3.22%	100.00%

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ABS/MBS Arbitrage

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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.

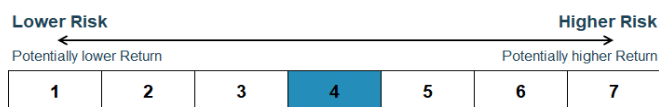
FUND SPECIFICS

Net Asset Value :	€	176 649 114.48
Net Asset Value (O Unit) :	€	1 556 163.53
Liquidative Value (O Unit) :	€	21 875.52
ISIN Code :		LU0648560224
Legal Structure :		FCP - SIF, AIF
Inception Date of the fund :		June 30 th 2006
Inception Date (O Unit) :		April 30 th 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 Marchés
Depository Bank:		Banque de Luxembourg
Administrative Agent:		UI efa
Auditor:		KPMG Luxembourg

MAIN EXPOSURES (In percentage of gross asset base)

BPCL 2024-1 A EUR1+70 31/10/42	1.91%
ISTEL 2025-1 A2 EUR1+73 28/12/40	1.68%
HLFCT 2024-G A EUR3M 31/10/58	1.63%
ACAHB 2024-1 A1 EUR3+56 27/12/61	1.54%
CAR 2025-G1V A EUR1+62 20/07/37	1.42%

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 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 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 - 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

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.

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