

CIGOGNE FUND

Credit Arbitrage

30/06/2024

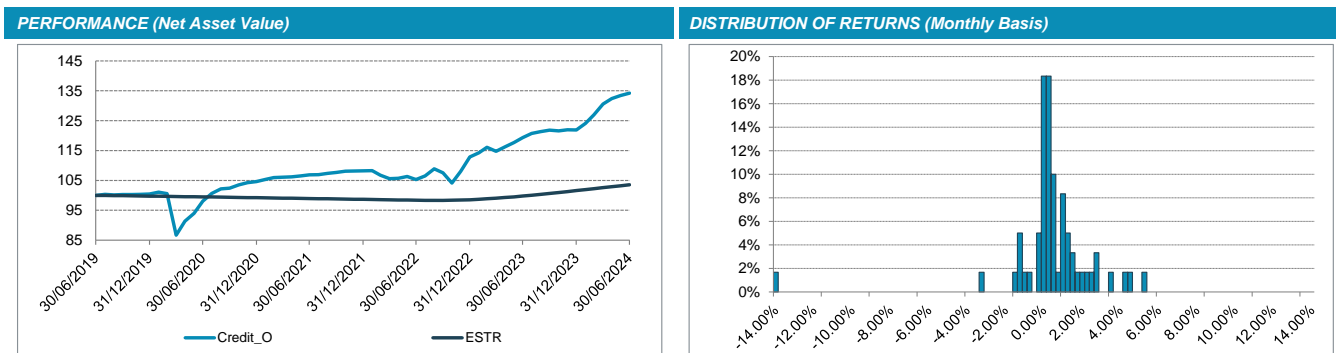


Assets Under Management : 328 598 091.08 €

Net Asset Value (O Unit) : 23 126.88 €

PERFORMANCES													
	January	February	March	April	May	June	July	August	September	October	November	December	YTD
2024	1.78%	2.30%	2.83%	1.43%	0.79%	0.58%							10.10%
2023	1.23%	1.59%	-1.13%	1.23%	1.27%	1.41%	1.19%	0.48%	0.41%	-0.18%	0.31%	-0.06%	8.00%
2022	0.04%	-1.38%	-1.13%	0.14%	0.56%	-0.97%	1.19%	2.22%	-1.22%	-3.18%	3.71%	4.51%	4.30%
2021	0.69%	0.59%	0.11%	0.09%	0.28%	0.38%	0.04%	0.42%	0.29%	0.36%	0.05%	0.09%	3.43%
2020	0.60%	-0.50%	-13.81%	5.41%	2.84%	4.41%	2.57%	1.51%	0.27%	1.06%	0.72%	0.36%	4.14%

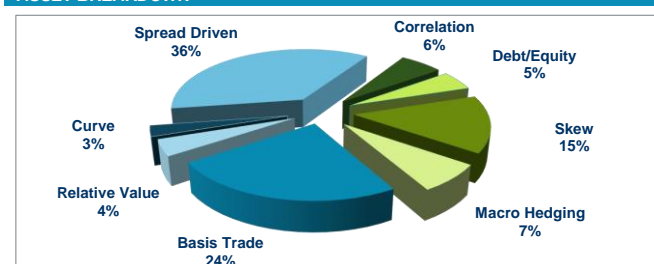
PORTFOLIO STATISTICS SINCE 18/04/2008 AND FOR 5 YEARS						
	Cigogne Credit Arbitrage		ESTR		HFRX Global Hedge Fund EUR Index	
	5 years	From Start	5 years	From Start	5 years	From Start
Cumulative Return	34.22%	131.27%	3.56%	6.77%	3.86%	-12.86%
Annualised Return	6.06%	5.29%	0.70%	0.40%	0.76%	-0.84%
Annualised Volatility	8.23%	5.94%	0.52%	0.39%	4.55%	5.42%
Sharpe Ratio	0.65	0.82	-	-	0.01	-0.23
Sortino Ratio	0.84	1.15	-	-	0.02	-0.29
Max Drawdown	-14.24%	-14.24%	-1.69%	-3.38%	-8.35%	-23.91%
Time to Recovery (m)	5	5	10	16	> 8	> 51
Positive Months (%)	81.67%	82.56%	35.00%	44.10%	56.67%	56.92%



INVESTMENT MANAGERS' COMMENTARY

The monthly performance of the Cigogne – Credit Arbitrage fund was +0.58%. Like the months before it, June was characterised by developments in inflation and the resulting changes in monetary policies, while also seeing the resurgence of volatility in Europe. Investors now expect the Fed to cut its key rates in September. Indeed, the signs from economic indicators could mean that a more accommodative monetary policy is in order given the stronger-than-expected fall in inflation, with Core CPI down from 3.6% to 3.4%. The US labour market also continued to slow, with the unemployment rate rising to 4%. As for the eurozone, the ECB has taken its widely anticipated first step towards monetary easing, cutting its key rates by 25 bps. However, ECB President Christine Lagarde stated that future evolutions of its monetary policy remain “data dependent”. Political risk also reemerged in France with the dissolution of the country’s parliament and the uncertainty surrounding the ensuing parliamentary elections. This fear of instability in one of the EU’s founding members has impacted risky assets in Europe. As a result, the EURO STOXX fell by -1.80% over the month. On the credit side, generic 5-year European investment grade spreads widened by 9 bps, with high-yield spreads widening by 27 bps. In spite of this backdrop, the sub-fund once again posted a gain. The carry of the positions in its portfolio offset the relative widening of credit spreads on its bond positions. The announcement of the dissolution of the French parliament sparked volatility around French issuers and impacted, for example, our positions on SG 09/26 bonds and Aéroports de Paris 05/31. However, we took advantage of this market movement to initiate new spread driven strategies on securities with very promising risk/return profiles, in this case Danone 11/26 or Air Liquide 09/26. We were able to take profits on strategies that no longer offered potential at maturity, such as UBS 02/25 and Intesa 10/25, which strengthened the sub-fund’s performance. Meanwhile, we made a number of intra-issuer switches to optimise our earnings potential, for example by swapping Daimler Truck’s 08/25 bonds for its 09/27 bonds. Lastly, several hedging strategies implemented earlier in the month, with the purchase of call options on European and US investment grade credit indices, proved very effective at protecting income.

ASSET BREAKDOWN



CORRELATION MATRIX

	Cigogne Credit Arbitrage	ESTR	HFRX Global Hedge Fund EUR Index
Cigogne Credit	100.00%	15.76%	71.35%
ESTR	15.76%	100.00%	5.96%
HFRX HF Index	71.35%	5.96%	100.00%

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INVESTMENT OBJECTIVES	FUND SPECIFICS
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.	Net Asset Value : € 328 598 091.08
	Net Asset Value (O Unit) : € 83 643 491.07
	Liquidative Value (O Unit) : € 23 126.88
	ISIN Code : LU0648560497
	Legal Structure : FCP - SIF, AIF
	Inception Date of the fund : April 18 th 2008
	Inception Date (O Unit) : April 18 th 2008
	Currency : EUR
	NAV calculation date : Monthly, last calendar day of the month
	Subscription / redemption : Monthly
	Minimum Commitment: € 125 000.00
	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)	
BBVA 1.125% 18/09/25	0.80%
BPCE EUR3+61 08/03/27	0.61%
BOFA MLTCP 24/10/26	0.51%
UBS SOFR+126 21/02/25	0.47%
BNP EUR3+30 20/03/26	0.42%

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 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.

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