

# CIGOGNE FUND

## Fixed Income Arbitrage

31/10/2025



Assets Under Management :

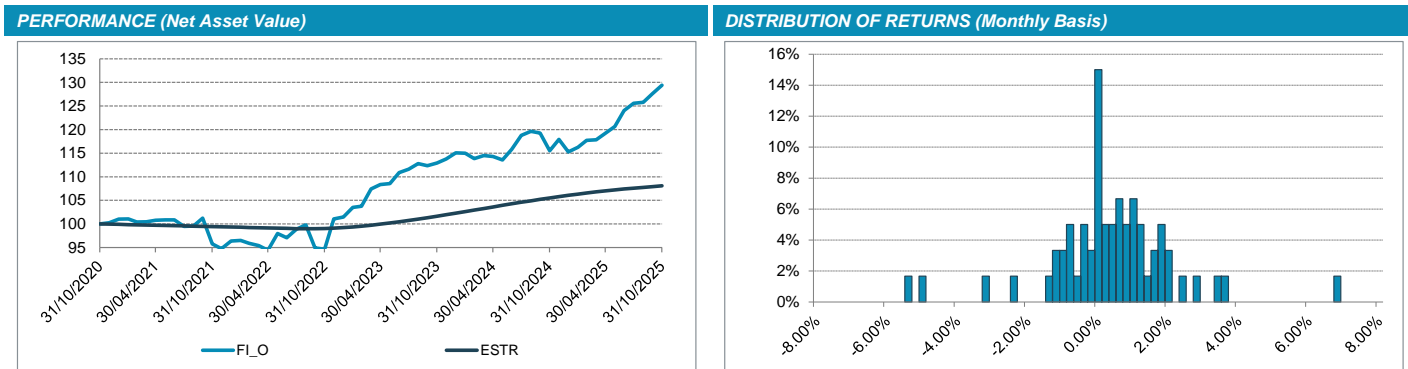
240 273 487.26 €

Net Asset Value (O Unit) :

20 177.26 €

| PERFORMANCES |         |          |        |        |        |        |        |        |           |         |          |          |        |
|--------------|---------|----------|--------|--------|--------|--------|--------|--------|-----------|---------|----------|----------|--------|
|              | January | February | March  | April  | May    | June   | July   | August | September | October | November | December | YTD    |
| 2025         | 0.83%   | 1.27%    | 0.11%  | 1.17%  | 1.19%  | 2.82%  | 1.22%  | 0.17%  | 1.48%     | 1.40%   |          |          | 12.25% |
| 2024         | -0.09%  | -0.98%   | 0.56%  | -0.18% | -0.65% | 1.97%  | 2.56%  | 0.73%  | -0.30%    | -3.14%  | 2.08%    | -2.25%   | 0.18%  |
| 2023         | 1.98%   | 0.24%    | 3.53%  | 0.88%  | 0.20%  | 2.14%  | 0.66%  | 1.03%  | -0.37%    | 0.51%   | 0.74%    | 1.17%    | 13.40% |
| 2022         | 0.11%   | -0.61%   | -0.54% | -1.02% | 3.77%  | -0.92% | 1.82%  | 0.98%  | -4.91%    | -0.30%  | 6.81%    | 0.41%    | 5.29%  |
| 2021         | 0.06%   | -0.64%   | 0.01%  | 0.35%  | 0.04%  | 0.03%  | -1.40% | 0.08%  | 1.70%     | -5.40%  | -1.05%   | 1.71%    | -4.58% |

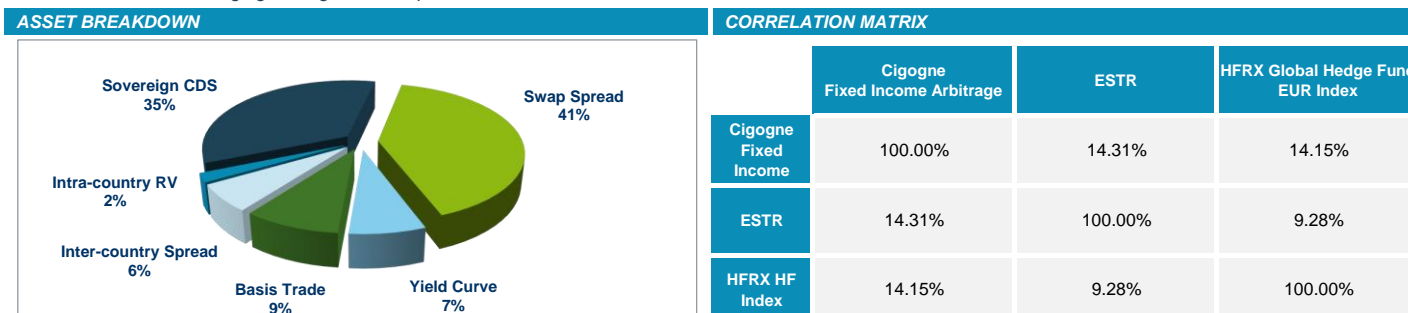
| PORTFOLIO STATISTICS SINCE 31/12/2004 AND FOR 5 YEARS |                                |            |         |            |                                  |            |
|---|--------------------------------|------------|---------|------------|----------------------------------|------------|
|   | Cigogne Fixed Income Arbitrage |            | ESTR    |            | HFRX Global Hedge Fund EUR Index |            |
|   | 5 years                        | From Start | 5 years | From Start | 5 years                          | From Start |
| Cumulative Return                                     | 29.41%                         | 101.64%    | 8.08%   | 21.44%     | 10.66%                           | -0.06%     |
| Annualised Return                                     | 5.29%                          | 3.42%      | 1.57%   | 0.94%      | 2.05%                            | 0.00%      |
| Annualised Volatility                                 | 6.30%                          | 9.92%      | 0.52%   | 0.46%      | 3.21%                            | 5.22%      |
| Sharpe Ratio  | 0.59                           | 0.25       | -       | -          | 0.15                             | -0.18      |
| Sortino Ratio   | 1.02                           | 0.37       | -       | -          | 0.29                             | -0.24      |
| Max Drawdown  | -6.73%                         | -33.08%    | -1.01%  | -3.38%     | -8.35%                           | -25.96%    |
| Time to Recovery (m)                                  | 8                              | 7          | 8       | 16         | 23                               | > 67       |
| Positive Months (%)                                   | 70.00%                         | 68.00%     | 61.67%  | 56.40%     | 60.00%                           | 58.80%     |



**INVESTMENT MANAGERS' COMMENTARY**

The performance of the Cigogne-Fixed Income Arbitrage fund was +1.40%.

Bond markets performed broadly well in October, despite an environment still weighed down by political, trade and fiscal uncertainties. In the United States, the Federal Reserve cut its policy rates by 25 bps, bringing the range to 3.75%–4.00%. This decision reflects increasingly clear signs of a slowdown in the labour market, highlighted by the ADP survey, seen as more concerning than the inflation data. The emergence of new trade tensions with China and the reappearance of domestic banking stress fuelled a renewed risk aversion, triggering a “flight to quality” and a sharp decline in sovereign yields in the context of a government shutdown. In the euro area, the ECB kept its policy rates unchanged at 2.15% amid moderate yet resilient growth and inflation now very close to the 2% target. The first half of the month was marked by a significant rally in European sovereign yields, supported by the downward move in US rates and by political easing in France following the reappointment of the Lecornu government. This adjustment led to a tightening of credit spreads, which strongly benefited our asset swap strategies, notably on Netherlands 2054 or on French, Belgian and Dutch agencies in the 5–10-year sector. On the periphery of the euro area, a fiscal plan aiming to cut certain public expenditures was ultimately approved in Romania, reducing the near-term probability of a sovereign credit rating downgrade. This environment supported our Romania 2027 basis arbitrage versus 1-year CDS, as well as our long positions in the 2029 and 2037 bonds versus swap. In the United Kingdom, the gradual normalisation of the labour market, the unexpected drop in inflation, and the budget announcements made by Rachel Reeves, combining tax increases with spending cuts, strengthened expectations of an upcoming monetary easing by the BoE and an improvement in the fiscal outlook. Against this backdrop, the significant rally observed on the UK curve allowed us to realise gains on several directional positions such as UK 2040, as well as on our basis trades, notably UK 2035 versus 10-year CDS. Finally, in Oceania, rates were particularly well supported following the more-dovish-than-expected decision by the RBNZ to cut its policy rates by 50 bps to 2.50% in order to support a slowing economy and counter deflationary pressures. Our New Zealand 2031, 2034 and 2035 strategies thus benefited from the ensuing tightening in credit spreads.



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### INVESTMENT OBJECTIVES

Strategies implemented in the Fixed Income compartment consist in benefiting from modified shapes of the interest rate curves: yield curve arbitrage, inter-country arbitrage, government bond against swap, basis trade on sovereign issuer, inflation arbitrage and so forth. This approach does essentially resort to vehicles such as government bonds, interest rates futures and swaps, credit default swaps and cross currency swaps. The portfolio is structured around twelve specialities with 120 single strategies on average. The investment universe focuses on sovereign issuers in the Eurozone, the G7 and more generally to national and supranational issuers.

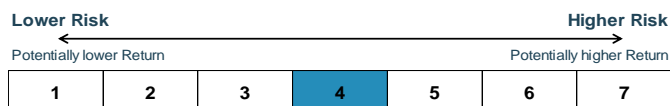
### FUND SPECIFICS

|                              |   |                                |
|------------------------------|---|--------------------------------|
| Net Asset Value :            | €                                       | 240 273 487.26                 |
| Net Asset Value (O Unit) :   | €                                       | 50 165 962.60                  |
| Liquidative Value (O Unit) : | €                                       | 20 177.26                      |
| ISIN Code :                  |   | LU0648560141                   |
| Legal Structure :            |   | FCP - SIF, AIF                 |
| Inception Date of the fund : |   | November 14 <sup>th</sup> 2004 |
| Inception Date (O Unit) :    |   | November 14 <sup>th</sup> 2004 |
| 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)

|              |        |
|--------------|--------|
| Canada       | 15.17% |
| Australia    | 8.71%  |
| South Africa | 7.52%  |
| Japan        | 7.50%  |
| France       | 5.28%  |

### 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 FIXED INCOME 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 - Fixed Income Arbitrage aims to achieve stable and positive performances over time, uncorrelated from traditional asset classes by setting up sovereign bonds and interbank rates arbitrage 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

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