CIGOGNE FUND

Credit Arbitrage

30/06/2025

CIGOGNE MANAGEMENT

Assets Under Management : 373 753 120.42 € | **Net Asset Value (O Unit) : 24 585.78 €**

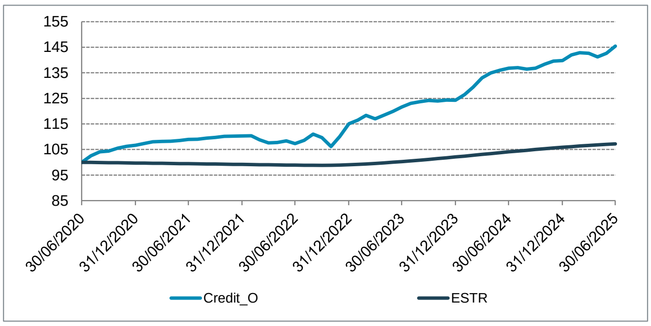
PERFORMANCES

	January	February	March	April	May	June	July	August	September	October	November	December	YTD
2025	1.60%	0.57%	-0.14%	-1.00%	1.00%	1.98%							**4.05%**
2024	1.78%	2.30%	2.83%	1.43%	0.79%	0.58%	0.17%	-0.45%	0.30%	1.12%	0.90%	0.13%	**12.49%**
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%**

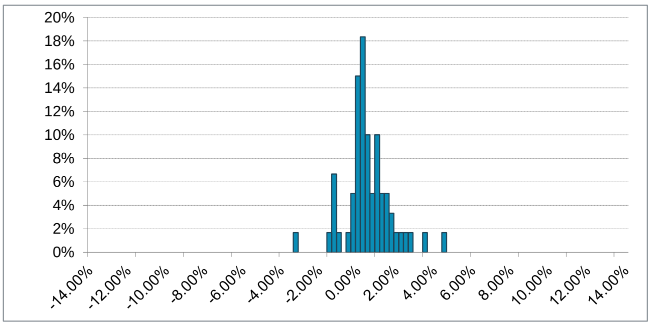
PORTFOLIO STATISTICS SINCE 18/04/2008 AND FOR 5 YEARS

	Cigogne Credit Arbitrage		ESTR		HFRX Global Hedge Fund EUR Index	
	5 years	From Start	5 years	From Start	5 years	From Start
Cumulative Return	45.44%	145.86%	7.20%	9.97%	8.96%	-10.29%
Annualised Return	7.78%	5.35%	1.40%	0.55%	1.73%	-0.63%
Annualised Volatility	4.23%	5.80%	0.54%	0.41%	3.22%	5.29%
Sharpe Ratio	1.51	0.83	-	-	0.10	-0.22
Sortino Ratio	3.50	1.16	-	-	0.20	-0.28
Max Drawdown	-4.37%	-14.24%	-1.19%	-3.38%	-8.35%	-23.91%
Time to Recovery (m)	2	5	8	16	> 20	> 63
Positive Months (%)	81.67%	82.13%	55.00%	47.34%	56.67%	57.49%

PERFORMANCE (Net Asset Value)



DISTRIBUTION OF RETURNS (Monthly Basis)

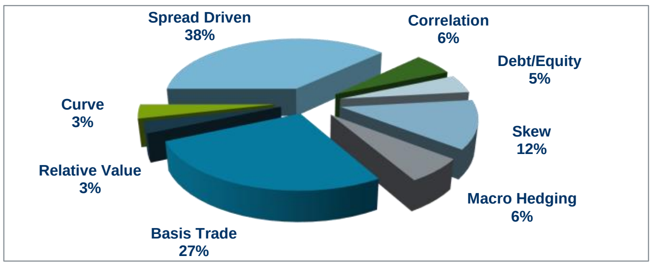


INVESTMENT MANAGERS' COMMENTARY

The monthly performance of the Cigogne – Credit Arbitrage fund stands at +1,98%.

The month of June unfolded in a more subdued climate, despite a beginning marked by renewed tensions between Israel and Iran. While the specter of a regional conflict briefly resurfaced, a swift ceasefire helped stabilize the situation. Markets responded positively to this geopolitical de-escalation, fostering a return to measured risk-taking. Oil prices, after a temporary spike, fell back below $70 per barrel, reflecting the assumption of a status quo in the Strait of Hormuz, although caution remains warranted. In the United States, early signs of an economic slowdown continued to materialize, driven by the impact of tariff measures imposed by the Trump administration. A downward revision of Q1 GDP growth, coupled with weaker leading indicators, illustrated this gradual deceleration. The Federal Reserve kept interest rates unchanged, despite mounting political pressure. However, the announcement of a preliminary agreement with China on rare earth elements helped improve economic visibility. In the eurozone, the ECB cut rates for the eighth consecutive time, amid persistent disinflationary pressures and a still-fragile recovery. Against this backdrop of increased clarity, financial assets performed well. Credit spreads tightened across European indices, by approximately 3 basis points on Investment Grade and 14 basis points on High Yield. Equity markets delivered mixed results: the S&P 500 rose by 4.9%, while the EuroStoxx 50 declined by 1.1%. The fund recorded a very strong performance this month, driven by a sharp tightening in credit spreads. After the volatility surrounding “Liberation Day,” markets not only recovered but initiated a genuine rally, with spreads now below the levels seen prior to the turmoil. This supportive technical environment significantly benefited carry and basis trade strategies. The automotive sector stood out in particular, with notable tightening of senior bonds issued by Stellantis and Volkswagen, tightening by approximately 20 to 25 basis points. Profit-taking on the Stellantis 0.625% 03/27 bond helped lock in gains. Among the Reverse Yankees, the position in Bank of America 01/28 callable 2027 also contributed positively to performance. Basis arbitrage strategies proved especially fruitful, exemplified by the Ford trade, which involved buying the cash bond maturing 05/27 while simultaneously purchasing protection on the 06/27 maturity. In an environment of strong convergence between the cash and derivatives markets, the outperformance of bonds delivered significant relative returns. The slowdown in primary market activity – with issuance well below previous months – further reinforced this tightening dynamic in the secondary market. June saw only €71 billion in new issuance in Europe (compared to €97 billion in May) and $116 billion in USD Investment Grade (versus $155 billion the previous month). Nonetheless, a few targeted opportunities were seized in the primary market, such as the Publicis 2.875% 06/29 issue, hedged with CDS protection on the same maturity, or a carry trade on NatWest Markets NV EUR3+48 06/27, still considered attractive. Finally, the decline in volatility allowed for the implementation of hedging strategies using options on the iTraxx Main S43 5-year, maturing 09/25, as part of a cautious risk management approach in light of ongoing pricing uncertainties.

ASSET BREAKDOWN



CORRELATION MATRIX

	Cigogne Credit Arbitrage	ESTR	HFRX Global Hedge Fund EUR Index
Cigogne Credit	100.00%	18.22%	28.76%
ESTR	18.22%	100.00%	6.21%
HFRX HF Index	28.76%	6.21%	100.00%

CIGOGNE FUND

Credit Arbitrage

30/06/2025

CIGOGNE
MANAGEMENT

INVESTMENT OBJECTIVES

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 consistsing 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.

MAIN EXPOSURES (In percentage of gross asset base)

BANK OF AMER CORP EUR3+53 280128	0.61%
CREDIT AGRICOLE SA 5.134% 110327	0.47%
GOLDMAN SACHS GRP MLTCP 23/04/28	0.40%
CITIGROUP INC EUR3+110 29/04/29	0.38%
MORGAN STANLEY BK NA MULT 260528	0.34%

FUND SPECIFICS

Net Asset Value :	€	**373 753 120.42**
Net Asset Value (O Unit) :	€	**88 304 791.52**
Liquidative Value (O Unit) :	€	**24 585.78**
ISIN Code :		**LU0648560497**
Legal Structure :		**FCP - SIF, AIF**
Inception Date of the fund :		**April 18th 2008**
Inception Date (O Unit) :		**April 18th 2008**
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**
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 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

CONTACT

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

www.cigogne-management.com

contact@cigogne-management.com