

# CIGOGNE FUND

Convertible Arbitrage

31/12/2025



**CIGOGNE**  
MANAGEMENT

Assets Under Management : 377 767 646.96 €

Net Asset Value (O Unit) : 39 214.69 €

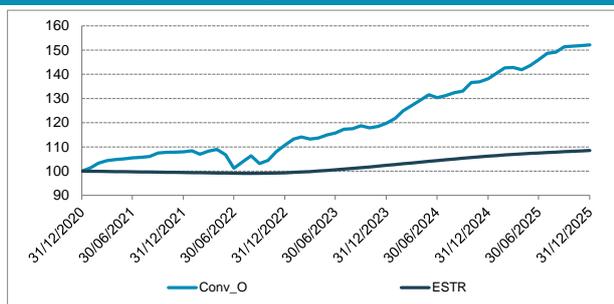
## PERFORMANCES

	January	February	March	April	May	June	July	August	September	October	November	December	YTD
2025	1.71%	1.49%	0.15%	-0.69%	1.25%	1.64%	1.82%	0.36%	1.46%	0.18%	0.14%	0.21%	10.11%
2024	1.68%	2.56%	1.77%	1.72%	1.74%	-0.94%	0.70%	0.90%	0.50%	2.65%	0.20%	0.95%	15.37%
2023	2.22%	0.77%	-0.77%	0.38%	1.16%	0.66%	1.34%	0.19%	1.03%	-0.73%	0.48%	1.13%	8.11%
2022	0.41%	-1.32%	1.18%	0.68%	-2.05%	-5.17%	2.51%	2.50%	-3.03%	1.22%	3.49%	2.56%	2.62%
2021	1.37%	1.89%	1.02%	0.37%	0.27%	0.45%	0.20%	0.34%	1.32%	0.29%	0.05%	0.12%	7.95%

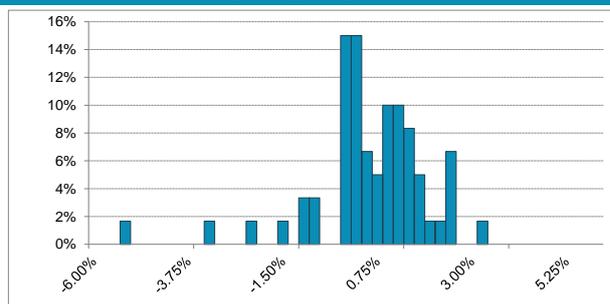
## PORTFOLIO STATISTICS FOR 5 YEARS / SINCE 31/07/2006

	Cigogne Convertible Arbitrage		ESTR		HFRX Global Hedge Fund EUR Index	
	5 years	From Start	5 years	From Start	5 years	From Start
Cumulative Return	52.14%	292.15%	8.53%	20.44%	5.73%	1.05%
Annualised Return	8.75%	6.92%	1.65%	0.91%	1.12%	0.05%
Annualised Volatility	4.79%	11.94%	0.51%	0.46%	2.83%	5.23%
Sharpe Ratio	1.48	0.50	-	-	-0.19	-0.16
Sortino Ratio	2.47	0.67	-	-	-0.32	-0.22
Max Drawdown	-7.12%	-55.59%	-0.92%	-3.38%	-8.35%	-25.96%
Time to Recovery (m)	6	23	7	16	23	> 69
Positive Months (%)	86.67%	77.14%	65.00%	55.51%	58.33%	58.78%

## PERFORMANCE (Net Asset Value)



## DISTRIBUTION OF RETURNS (Monthly Basis)

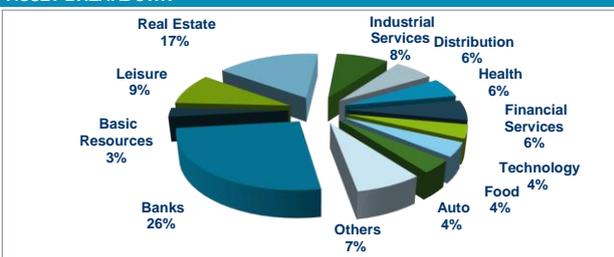


## INVESTMENT MANAGERS' COMMENTARY

The performance of the Credit Arbitrage fund was +0.21%. The sub-fund posted an annual performance of +10.11%. The year 2025 unfolded against a backdrop marked by spring tensions related to the so-called "Liberation Day" tariff measures. These announcements temporarily reduced economic visibility. The situation gradually clarified with trade agreements and pre-agreements, enabling economic actors to better anticipate the future. In this context, global growth remained solid, close to 3%, and demonstrated resilience exceeding expectations in the face of tariff tightening. In the United States, activity was supported by robust consumption and structural investments in technology and artificial intelligence, despite a gradual slowdown in the labor market observed from mid-year onwards. In the eurozone, the recovery remained moderate, hampered by industrial weakness, but partially supported by fiscal strengthening, particularly in Germany through stimulus and defense plans. Political and social tensions in France, however, limited the extent of this recovery, occasionally weighing on consumption and private investment. This economic evolution enabled central banks to adjust their monetary policy. The Federal Reserve implemented three 25 basis point rate cuts since September, bringing its policy rate to a range of 3.50% to 3.75%, while the ECB completed its easing cycle in the first half of the year, maintaining its refinancing rate at 2.15%. These measures helped stabilize expectations and reduce financial volatility. In this context, markets gradually regained momentum after spring. The S&P 500 and Eurostoxx 50 rose by +16.4% and +18.3% for the year, while the iTraxx Main 5-year tightened by 7 bps to 50 bps and the Crossover index by 71 bps to 241 bps, reflecting a favorable environment for financial assets.

The Convertible sub-fund delivered a remarkable performance over the year, supported by active management and a favorable environment for risk assets. Contributions were broadly positive, both in the financial segment—driven by the strength of the European banking system and the search for greater efficiency through increased sector consolidation—and in the corporate segment, which benefited from improving corporate earnings across the investment universe. Contingent convertibles played a leading role, as illustrated by Crédit Agricole 7.5% C30 and BNP Paribas 7.75% C29, which fully benefited from the broad-based tightening of spreads across the asset class. In the corporate segment, the Figeac 1.75% 10/2028 convertible bond stood out, supported by a record order book and discussions surrounding a potential divestment. This momentum unfolded against the backdrop of a particularly active European convertible bond primary market in 2025, with approximately €12bn of issuance over the year—up nearly 110% compared with 2024—providing regular opportunities for deployment under attractive conditions. Hybrid strategies were reinforced through Legrand 1.5% 06/33 and the JPMorgan/Ferrari 05/30 exchangeable, while basis arbitrage strategies, such as on UniCredit 01/32 C27, made it possible to capture the spread differential between bond spreads and CDS. Finally, the timely exits from certain positions, such as Glanbia 1.875% 01/2027 and the RAG-Stiftung/Evonik 06/2026 exchangeable, allowed gains to be crystallized at attractive levels of implied volatility. Ongoing adjustments and newly introduced positions contributed to optimizing portfolio performance and strengthening the outlook for 2026.

## ASSET BREAKDOWN



## CORRELATION MATRIX

	Cigogne Convertible Arbitrage	ESTR	HFRX Global Hedge Fund EUR Index
Cigogne Convertible	100.00%	22.18%	50.17%
ESTR	22.18%	100.00%	22.75%
HFRX HF Index	50.17%	22.75%	100.00%

# CIGOGNE FUND

## Convertible Arbitrage

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### INVESTMENT OBJECTIVES

The Convertible sub-fund is mainly built on convertible bonds arbitrage strategies. These take advantage of market anomalies that may occur between the various components of a convertible bond, namely the interest rate risk, the credit risk and the various risks related to the conversion option (equity risk, volatility, etc.).

Usually, this type of strategy consists in buying a convertible bond, hedging the equity risk by shorting the underlying, hedging the interest rate risk with a swap or with interest rate futures and, if necessary, buying the Credit Default Swap (CDS) on the credit-exposed portion. The Convertible sub-fund may benefit as well from some positions on High Yield segment.

The portfolio is composed of a high number of strategies, about 200 in average, that offer a large geographical and sectoral diversification.

### MAIN EXPOSURES (In percentage of gross asset base)

NEW IMMO HOLDING	3.51%
SAGERPAR	2.68%
FEMSA	2.18%
BNP	2.18%
DUFRY	2.07%

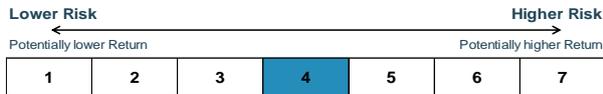
### FUND SPECIFICS

Net Asset Value :	€	377 767 646.96
Net Asset Value (O Unit) :	€	62 031 307.99
Liquidative Value (O Unit) :	€	39 214.69
ISIN Code :		LU0648560570
Legal Structure :		FCP - SIF, AIF
Inception Date of the fund :		July 31 <sup>st</sup> 2005
Inception Date (O Unit) :		July 31 <sup>st</sup> 2005
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



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 CONVERTIBLE 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 - Convertible Arbitrage aims to achieve stable and positive performances over time, uncorrelated from traditional asset classes by setting up convertible bond and mandatories 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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