

CIGOGNE FUND

Convertible Arbitrage

28/02/2025

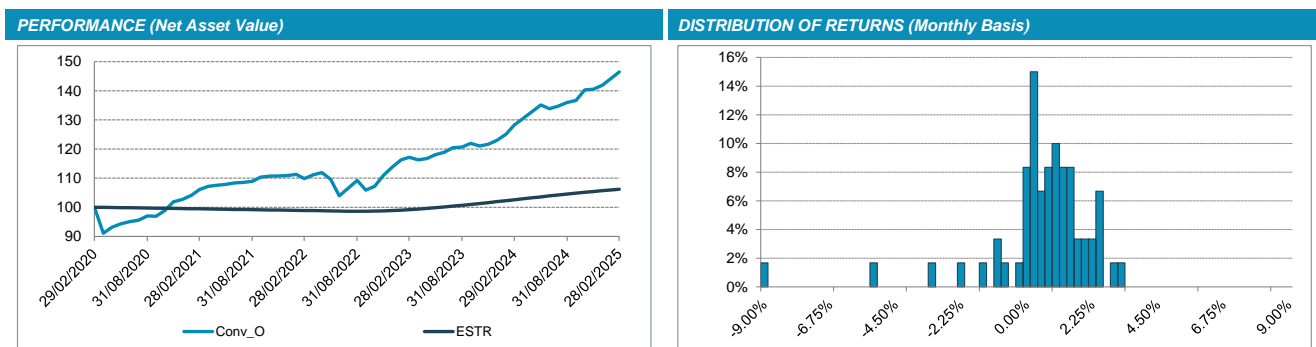


Assets Under Management : 342 273 280.26 €

Net Asset Value (O Unit) : 36 760.85 €

PERFORMANCES													
	January	February	March	April	May	June	July	August	September	October	November	December	YTD
2025	1.71%	1.49%											3.22%
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%

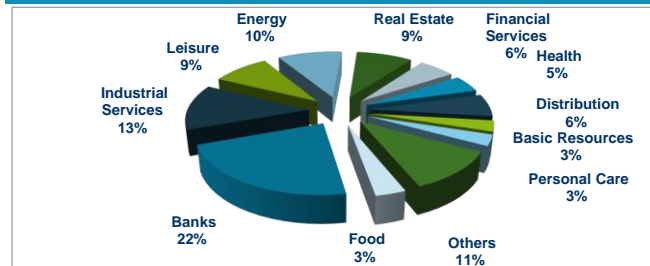
PORTFOLIO STATISTICS FOR 5 YEARS / SINCE 31/07/2006						
	Cigogne Convertible Arbitrage		ESTR		HFRX Global Hedge Fund EUR Index	
	5 years	From Start	5 years	From Start	5 years	From Start
Cumulative Return	46.48%	267.61%	6.20%	18.37%	6.77%	-2.73%
Annualised Return	7.93%	6.87%	1.21%	0.86%	1.32%	-0.14%
Annualised Volatility	6.54%	12.18%	0.55%	0.46%	4.51%	5.32%
Sharpe Ratio	1.03	0.49	-	-	0.02	-0.19
Sortino Ratio	1.39	0.66	-	-	0.03	-0.25
Max Drawdown	-8.93%	-55.59%	-1.36%	-3.38%	-8.35%	-25.96%
Time to Recovery (m)	8	23	9	16	> 16	> 59
Positive Months (%)	85.00%	76.60%	48.33%	53.62%	58.33%	58.30%



INVESTMENT MANAGERS' COMMENTARY

The monthly performance of the Cigogne–Credit Arbitrage fund stands at +1.49%. February was marked by rising trade and geopolitical tensions, exacerbated by the Trump administration's aggressive stance. The imposition of tariffs on Canada and Mexico, along with the threat of extending them to Europe and China, heightened market uncertainty. In the United States, nervousness weighed on technology stocks, already weakened by the rise of AI competitors, particularly with the emergence of DeepSeek, Qwen 2.5, and Mistral. Despite this backdrop, European markets continued their upward trend, supported by financial and industrial stocks, with the Euro Stoxx 50 gaining 3.3%. In contrast, the S&P 500 declined by 1.4%, dragged down by political uncertainty and inflationary concerns linked to the new trade measures. On the fixed income front, the ECB is expected to maintain its accommodative stance at its upcoming meeting to support the still fragile growth in the Eurozone. Investors anticipate a further rate cut that could bring the refinancing rate down to 2% by year-end. In this context, European fixed-income assets remain well supported, with the Investment Grade segment still offering attractive yields. Credit spreads remained broadly stable (+0.75 bp for iTraxx Main, +1 bp for High Yield), confirming the appeal of European credit in a still favorable monetary policy environment. The Convertible segment posted another solid performance this month, driven by specific movements in several portfolio positions. The Figeac 1.75% 10/2028 convertible bond saw a significant appreciation, supported by a sharp rise in its underlying stock, as the French aerospace subcontractor entered discussions to sell its entire stake to various potential buyers. Meanwhile, the Singapore Airlines 1.625% 12/2025 convertible bond benefited from the airline's strong quarterly earnings announcement, leading to a revaluation. Several portfolio adjustments were made during the month to enhance potential returns. Certain positions in mixed convertible bonds were reduced due to their high implied volatility, notably the German company Qiagen 2.5% 09/31 and Schneider Electric 1.625% 06/31 convertible bonds. Additionally, two new basis trade strategies were initiated: the purchase of the Unicredit Tier 2 01/32 Call 27 bond, complemented by a credit protection hedge on the issuer, as well as a position in the Elo Auchan 03/29 bond, also covered against issuer risk. Lastly, the portfolio participated in the primary issuance of the CoCo BIL 7.25% C30 bond at an attractive spread level.

ASSET BREAKDOWN



CORRELATION MATRIX

	Cigogne Convertible Arbitrage	ESTR	HFRX Global Hedge Fund EUR Index
Cigogne Convertible	100.00%	18.69%	72.26%
ESTR	18.69%	100.00%	7.36%
HFRX HF Index	72.26%	7.36%	100.00%

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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)

SELENA	2.36%
SAGERPAR	2.27%
FEMSA	2.04%
#####	1.85%
ZALANDO	1.76%

FUND SPECIFICS

Net Asset Value :	€	342 273 280.26
Net Asset Value (O Unit) :	€	53 751 124.38
Liquidative Value (O Unit) :	€	36 760.85
ISIN Code :		LU0648560570
Legal Structure :		FCP - SIF, AIF
Inception Date of the fund :		July 31 st 2005
Inception Date (O Unit) :		July 31 st 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 S.A
Investment Advisor :		CIC Marchés
Depository 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.

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