

CIGOGNE FUND

Fixed Income Arbitrage

31/05/2025



Assets Under Management :

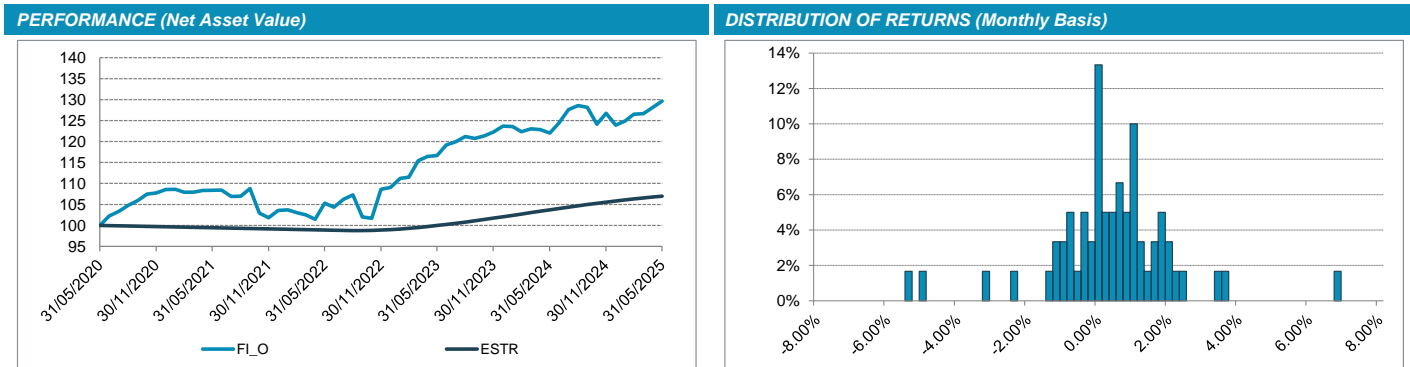
212 477 966.25 €

Net Asset Value (O Unit) :

18 810.68 €

PERFORMANCES													YTD
	January	February	March	April	May	June	July	August	September	October	November	December	
2025	0.83%	1.27%	0.11%	1.17%	1.19%								4.65%
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	29.65%	87.98%	6.96%	20.46%	9.59%	-3.88%
Annualised Return	5.33%	3.14%	1.35%	0.92%	1.85%	-0.19%
Annualised Volatility	6.27%	9.99%	0.55%	0.46%	3.26%	5.26%
Sharpe Ratio	0.63	0.22	-	-	0.15	-0.21
Sortino Ratio	1.09	0.32	-	-	0.30	-0.28
Max Drawdown	-6.73%	-33.08%	-1.24%	-3.38%	-8.35%	-25.96%
Time to Recovery (m)	8	7	9	16	> 19	> 62
Positive Months (%)	70.00%	67.35%	53.33%	55.51%	56.67%	57.96%



INVESTMENT MANAGERS' COMMENTARY

The performance of the Cigogne-Fixed Income Arbitrage fund was +1,19%

May unfolded in a challenging environment for bond markets. The downgrade of the United States' credit rating by Moody's weighed on U.S. bond yields. In addition, weak demand for long-maturity debt issuances reflected investor caution amid concerns over large fiscal deficits and debt management in certain countries. While the U.S. Federal Reserve kept its rates unchanged, citing a lack of clarity regarding the impact of tariffs, the Bank of England and the Reserve Bank of Australia each cut their policy rates by 25 bps, to 4.25% and 3.85% respectively. However, the easing of trade tensions between China and the United States, combined with strong economic indicators, led to a broadly positive reassessment of credit risk premia. This improvement benefited all our asset swap positions, particularly those with high beta in peripheral countries such as Spain 2034 and 2041, or Italy 2030. Our basis trade arbitrage strategies, such as Italy 2031 or Finland 2034, also performed well thanks to tighter asset swap spreads, while protection costs remained stable. Spreads have generally tightened, supporting our province versus sovereign bond positions in Canada and Australia—for example, Ontario, Alberta, and Québec 2035 against Canada 2034. The renewed strength in macroeconomic data prompted investors to lower their expectations for rate cuts. In this environment of rising yields, short-term rates reacted more than long-term rates, leading to a flattening of the curves. Our tactical flattening strategies, initiated the previous month on the Spanish and Italian curves, benefited from this move. Lastly, the compartment cautiously reduced its exposure to emerging markets, taking advantage of the 30 bps tightening in the EMBIG spread, which returned to its early-year level of around 320 bps. Nevertheless, some carry positions were maintained, notably in South Africa, where a diplomatic reopening with the U.S. and possible concessions from both sides appear to be underway. This dynamic supported short-term South African rates, benefiting our positions in South Africa 2025 (USD-denominated) and 2026 (ZAR-denominated), versus swaps.

ASSET BREAKDOWN		CORRELATION MATRIX		
		Cigogne Fixed Income Arbitrage	ESTR	HFRX Global Hedge Fund EUR Index
Cigogne Fixed Income	100.00%	7.41%	13.95%	
ESTR	7.41%	100.00%	3.22%	
HFRX HF Index	13.95%	3.22%	100.00%	

CIGOGNE FUND

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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.

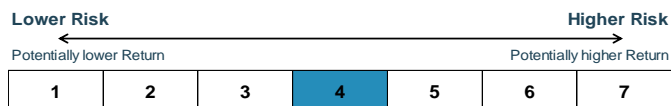
FUND SPECIFICS

Net Asset Value :	€	212 477 966.25
Net Asset Value (O Unit) :	€	46 029 132.27
Liquidative Value (O Unit) :	€	18 810.68
ISIN Code :		LU0648560141
Legal Structure :		FCP - SIF, AIF
Inception Date of the fund :		November 14 th 2004
Inception Date (O Unit) :		November 14 th 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	25.86%
Australia	10.16%
Netherlands	6.50%
France	6.24%
Italy	6.15%

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.

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