

# Stork Fund

## Dynamic Multi-Strategies

31/12/2019



Assets Under Management :

1 905 342 437 €

Net Asset Value (O Units) :

13 820.05 €

### PERFORMANCES<sup>1</sup>

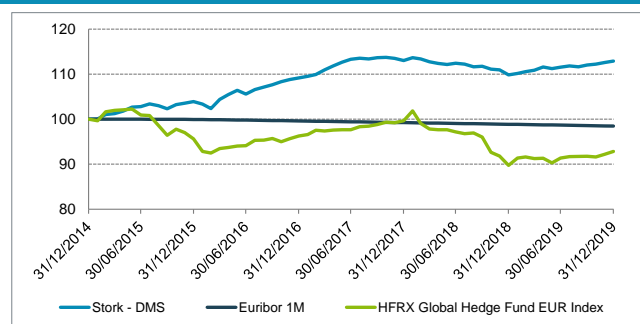
	January	February	March	April	May	June	July	August	September	October	November	December	YTD
2019	0.29%	0.34%	0.32%	0.63%	-0.31%	0.28%	0.24%	-0.17%	0.35%	0.19%	0.33%	0.26%	2.78%
2018	0.56%	-0.26%	-0.53%	-0.33%	-0.22%	0.25%	-0.17%	-0.55%	0.13%	-0.59%	-0.13%	-1.00%	-2.81%
2017	0.34%	0.36%	0.93%	0.78%	0.75%	0.59%	0.19%	-0.12%	0.25%	0.04%	-0.21%	-0.42%	3.53%
2016	-0.52%	-0.96%	1.99%	1.00%	0.93%	-0.79%	0.92%	0.54%	0.49%	0.63%	0.42%	0.34%	5.07%
2015	0.06%	0.96%	0.23%	0.54%	0.85%	0.14%	0.59%	-0.40%	-0.65%	0.87%	0.31%	0.35%	3.90%

### PORTFOLIO STATISTICS FOR 5 YEARS / SINCE 30/06/2007<sup>1</sup>

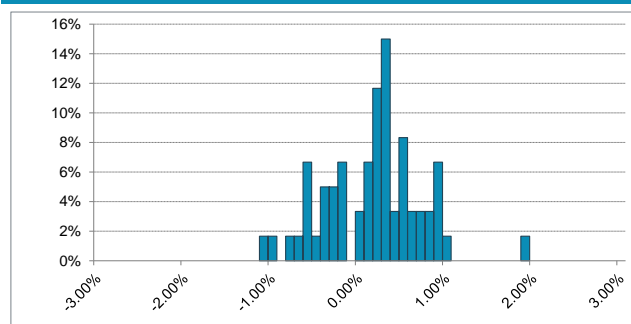
	Stork Fund Dynamic Multi-Strategies		Euribor 1M		HFRX Global Hedge Fund EUR Index		MSCI ACWI Total Return EUR Index		Markit iBoxx Corporate Index	
	For 5 Y.	From Start	For 5 Y.	From Start	For 5 Y.	From Start	For 5 Y.	From Start	For 5 Y.	From Start
Cumulative Return (flat)	12.90%	111.42%	-1.52%	8.53%	-7.17%	-19.23%	61.40%	120.90%	10.26%	68.48%
Annualised Return	2.45%	6.17%	-0.31%	0.66%	-1.48%	-1.69%	10.04%	6.54%	1.97%	4.26%
Annualised Volatility	1.91%	6.76%	0.04%	0.42%	3.92%	5.72%	11.86%	13.07%	2.59%	3.58%
Sharpe Ratio	1.44	0.81	-	-	-0.30	-0.41	0.87	0.45	0.88	1.01
Sortino Ratio	3.14	1.45	-	-	-0.40	-0.52	1.51	0.73	1.81	1.86
Max Drawdown	-3.42%	-21.28%	-1.52%	-1.52%	-12.24%	-25.79%	-13.16%	-48.65%	-3.12%	-5.80%
Time to Recovery (m)	> 12	6	-	-	> 12	> 132	14	48	6	4
Positive Months (%)	68.33%	70.00%	3.33%	61.33%	58.33%	56.00%	63.33%	63.33%	53.33%	61.33%

<sup>1</sup> Performances for the period prior to May 2011 were calculated with respect to the Class "A" Units (non-investable).

### PERFORMANCE (NAV) FOR 5 YEARS



### DISTRIBUTION OF MONTHLY RETURNS FOR 5 YEARS



### INVESTMENT MANAGERS' COMMENTARY

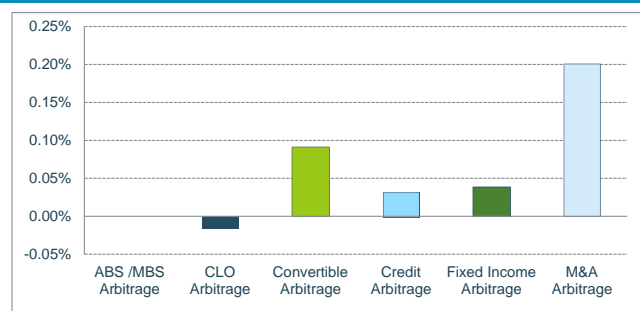
The Stork DMS fund closed 2019 with a good monthly performance.

The decrease in volatility continued this month and was accompanied by a "risk on" movement in risky assets. The United States and China managed to reach a so-called "Phase One" trade deal, which is due to be signed in January and will, at least temporarily, bring an end to the escalation of trade tensions between the two countries. Under this deal, customs duties on certain Chinese products will be reduced in exchange for China's purchase of over \$20 billion worth of US products over the next two years. In the United Kingdom, the landslide victory of Boris Johnson's Conservative Party in the 12 December general election confirmed the British public's clear desire to honour the result of the 2016 referendum on the UK's exit from the European Union. Meanwhile, in her first meeting at the helm of the ECB, Christine Lagarde left monetary policy unchanged, as expected, and promised the launch of a sweeping and open-minded review of the institution's strategy. These developments fuelled a renewed appetite for risk and the main sovereign rates continued to rise. The German 10-year rate rose by 17 bps, while the US 10-year rate climbed by 14 bps over the month.

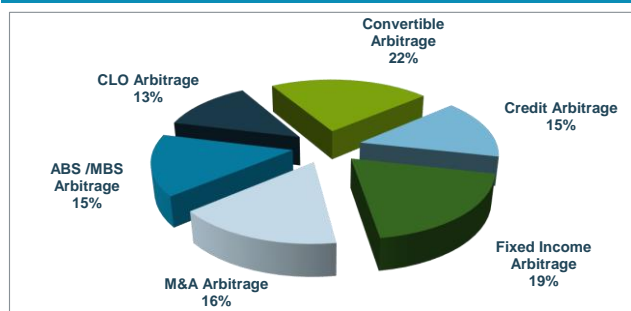
Interest rate-dominated activities changed little over the month. In the Fixed Income sub-fund, geopolitical appeasement had a positive impact on the "Emerging" portfolio, particularly on protection selling strategies for 2-year and 5-year South African issues and on the directional positions of asset swaps in peripheral countries such as Iceland 7/20 and Morocco 10/20 denominated in euros. In the ABS and CLO Arbitrage sub-funds, renewed investor appetite for risk on securitisations focused primarily on mezzanine tranches, causing credit spreads for senior European ABS tranches, which make up the large majority of our portfolio, to remain relatively stable. Finally, the year's credit activities ended with a positive monthly performance, aided by basic arbitrage strategies.

On the equity side, the M&A sub-fund posted a very strong performance. The main contributor to monthly performance was the deal on Tallgrass Energy, a company specialising in the transportation and storage of oil and natural gas. In fact, the new price offered by a Blackstone Group-led consortium pushed the company's share price up by more than 20%. Lastly, the Convertible sub-fund also performed very well, helped by the position on the Asserzio Therapeutics convertible bond maturing in 2021. The pharmaceutical company's bond performed particularly well following the announcement of the agreement for AlvoGen's purchase of the Gralise drug product for \$127.5 million.

### PERFORMANCE ANALYSIS OF THE MONTH



### ASSET BREAKDOWN



# Stork Fund

## Dynamic Multi-Strategies

31/12/2019



### INVESTMENT OBJECTIVES

Stork Fund – Dynamic Multi-Strategies compartment's investment objective is to deliver stable and positive performances over time, de-correlated from traditional asset classes (such as bonds, stocks). In order to achieve this objective, the Stork Fund – Dynamic Multi-Strategies compartment sets forth arbitrage strategies in different and complementary strategies, decorrelated from each others such as ABS / MBS arbitrage CLO Arbitrage, convertible bonds arbitrage, credit arbitrage, fixed income arbitrage and mergers and acquisitions (M&A) arbitrage. Although the fund is not limited to do so, Stork Fund DMS' investments have exclusively been allocated to Cigogne Fund, Cigogne CLO and Cigogne UCITS compartments since fund launch. The allocation between the different compartments is rebalanced on an ongoing basis.

### FUND SPECIFICS

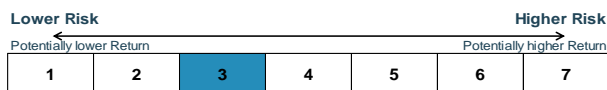
**Net Asset Value :** 1 905 342 437.22 €  
**Net Asset Value (O Units) :** 1 271 133 978.13 €  
**Liquidative Value:** 13 820.05 €  
**ISIN Code :** LU0648565538  
**Legal Structure :** SICAV - SIF, AIF  
**Inception Date of the fund :** June 30 2007  
**Inception Date (O Units) :** April 31 2011  
**Currency :** EUR  
**Valuation :** Monthly  
**NAV calculation date :** Last calendar day of the month

### CORRELATION MATRIX (OVER 5 YEARS)

	Stork DMS	Euribor 1M	HFRX HF Index	MSCI World Index	Markit iBx Corp. Index
Stork - DMS	100%	9.29%	57.73%	49.91%	16.01%
Euribor 1M	9.29%	100%	-11.66%	-2.25%	-6.76%
HFRX Global Hedge Fund EUR Index	57.73%	-11.66%	100%	77.18%	34.61%
MSCI World EUR Index	49.91%	-2.25%	77.18%	100%	43.17%
Markit iBoxx Corporate Index	16.01%	-6.76%	34.61%	43.17%	100%

**Subscription :** Monthly  
**Minimum Commitment:** 500 000.00 €  
**Liquidity:** Monthly  
**Minimum Notice Period:** 1 month  
**Management Fee:** 0,90% per annum  
**Performance Fee :** -  
**Hurdle Rate :** -  
**Country of Registration :** BE, CH, DE, FR, LU, UK  
**Management Company:** Cigogne Management SA  
**Counsel in Investment:** CM-CIC Marchés  
**Depositary Bank:** Banque de Luxembourg  
**Administrative Agent:** European Fund Administration  
**Auditor:** Deloitte Luxembourg

### RISK PROFIL



The risk category has been determined on the basis of historical data and may not be a reliable indication of the future risk profil. 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 STORK FUND DYNAMIC MULTI-STRATEGIES ?

In addition to traditional financial investment, alternative investments aim to provide investors with absolute performances independant of 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 advantage of market inefficiencies. Cigogne Management S.A. is the alternative asset management branch of the Crédit Mutual Alliance Fédérale, a major actor in the industry. Cigogne Management benefits from CM-CIC Marchés' deep expertise and manages Cigogne Fund, Cigogne UCITS, Cigogne CLO Arbitrage (single-strategy hedge-funds) and Stork Fund (multi-strategy fund). The Stork Fund - Dynamic Multi-Strategies is well diversified and follows rigorous investment and risk management processes. The portfolio is reviewed on a regular basis depending on the opportunities and expectations of market trends.

### DISCLAIMER

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### CONTACT

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

[www.cigogne-management.com](http://www.cigogne-management.com)

[contact@cigogne-management.com](mailto:contact@cigogne-management.com)

