



**CIGOGNE**  
MANAGEMENT

## Key Information Document

### Purpose

This document provides you with key information about this investment product. It is not marketing material. The information is required by law to help you understand the nature, risks, costs, potential gains and losses of this product and to help you compare it with other products.

### Product

## CIGOGNE FUND - M&A Arbitrage class O

ISIN: LU0648563830

#### Manufacturer:

Name: Cigogne Management S.A.

#### Contact Details:

18 Boulevard Royal - L-2449 Luxembourg  
[www.cigogne-management.com](http://www.cigogne-management.com) - Call (+352) 27 46-1 for more information.

#### Competent Authority:

Commission de Surveillance du Secteur Financier

#### Date of production:

08/02/2019

**You are about to purchase a product that is not simple and may be difficult to understand.**

## What is this product?

#### Type:

A Luxembourg Investment Fund (Fonds Commun de Placement - Specialised Investment Fund).

#### Objectives:

The investment objective of CIGOGNE FUND - M&A Arbitrage, is to realize consistently high risk-adjusted appreciation in the value of its assets.

The sub-fund will seek to achieve its investment objective by primarily using strategies based on merger arbitrage and even driven arbitrage. The investments cover all sectors and all types of market capitalization, subject to the specifications on financial instruments used. Strategies may be implemented on the following geographical areas: Europe, North America, and Asia, and / or Australia.

The sub-fund is allowed incidentally investments in other geographical areas (such as non-OECD countries).

In merger arbitrage, the investment strategy is to lock in or otherwise trade in the spread by purchasing (selling) securities of the target or subject of an announced merger, acquisition or contest for control and shorting (buying) the deal consideration. Specifically, in case of tender offers, the investment strategy is built up to lock in the spread by purchasing securities subject to a cash or a mixed tender offer (in this latter case paid out whether per issuance of French CVGs or their

equivalent in any applicable law, or per issuance of any puttable securities) and tendering such securities while hedging the resulting long position until the term of the offer.

The sub-fund may invest in equity securities, warrants, bonds and other fixed-income securities. For the purpose of efficient portfolio management and for currency hedging in the context of the management of its assets and liabilities, the sub-fund may engage, with collateral if necessary, in options, futures, swaps, securities lending or borrowing and other derivative instruments or techniques, traded on an exchange or over-the-counter.

This sub-fund was launched in 2004 and this product in 2004.

The currency of the product is expressed in EUR.

This product is a capitalisation product meaning that income and capital gains are reinvested.

#### Intended retail investor:

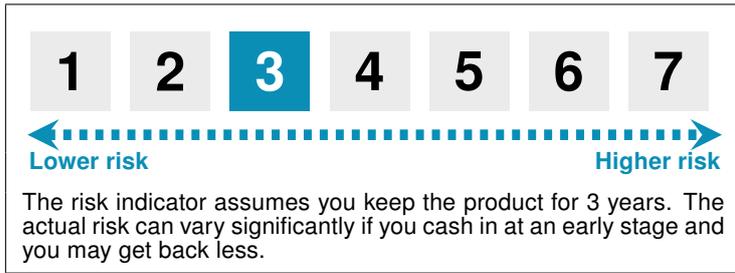
This product is intended for well-informed and professional investors.

#### Term of product:

This product has no maturity date. However, the manufacturer may decide to close the product under certain circumstances.

# What are the risks and what could I get in return?

## Risk indicator:



The summary risk indicator is a guide to the level of risk of this product compared to other products. It shows how likely it is that the product will lose money because of movements in the markets or because we are not able to pay you.

We have classified this product as 3 out of 7, which is a medium-low risk class.

This rates the potential losses from future performance at a medium-

## Performance scenarios:

Investment 10000 EUR			1 year	2 years	3 years
Scenarios					(Recommended holding period)
<b>Stress scenario</b>	<b>What you might get back after costs</b>		7,621.80 EUR	7,967.80 EUR	7,747.63 EUR
	Average return each year		-23.78 %	-10.74 %	-8.15 %
<b>Unfavourable scenario</b>	<b>What you might get back after costs</b>		8,858.28 EUR	8,952.17 EUR	9,089.74 EUR
	Average return each year		-11.42 %	-5.38 %	-3.13 %
<b>Moderate scenario</b>	<b>What you might get back after costs</b>		9,319.83 EUR	9,610.47 EUR	9,910.18 EUR
	Average return each year		-6.80 %	-1.97 %	-0.30 %
<b>Favourable scenario</b>	<b>What you might get back after costs</b>		9,759.28 EUR	10,268.63 EUR	10,753.84 EUR
	Average return each year		-2.41 %	1.33 %	2.45 %

This table shows the money you could get back over the next 3 years (recommended holding period), under different scenarios, assuming that you invest 10000 EUR.

The scenarios shown illustrate how your investment could perform. You can compare them with the scenarios of other products.

The scenarios presented are an estimate of future performance based on evidence from the past on how the value of this investment varies, and are not an exact indicator. What you get will vary depending on how the market performs and how long you keep the investment/product.

low level, and poor market conditions are unlikely to impact our capacity to pay you.

**Be aware of currency risk.** You may receive payments in a currency that differs from your reference currency, so the final return you will get depends on the exchange rate between the two currencies. This risk is not considered in the indicator shown above.

The product is also exposed to the following materially relevant risks that are not included in the summary risk indicator:

- Derivatives risk,
- Counterparty risk,
- Other risks.

This product does not include any protection from future market performance so you could lose some or all of your investment.

If we are not able to pay you what is owed, you could lose your entire investment.

## What happens if Cigogne Management S.A. is unable to pay out?

For your protection the company's assets are held with a separate company, a depositary, so the fund's ability to pay out would not be affected by the insolvency of Cigogne Management S.A.. If the fund is terminated or wound up, the assets will be liquidated and you will receive an appropriate share of any proceeds but you may lose part or all of your investment. There is no compensation or guarantee scheme in place which may offset, all or any of, this loss.

## What are the costs?

### Costs over time

The Reduction in Yield (RIY) shows what impact the total costs you pay will have on the investment return you might get. The total costs take into account one-off, ongoing and incidental costs. The amounts shown here are the cumulative costs of the product itself, for three different holding periods. They include potential early exit penalties. The figures assume you invest 10000 EUR. The figures are estimates and may change in the future.

The person selling you or advising you about this product may charge you other costs. If so, this person will provide you with information about these costs, and show you the impact that all costs will have on your investment over time.

Investment 10000 EUR Scenarios	If you cash in after 1 year	If you cash in after 2 years	If you cash in at the end of the recommended holding period
<b>Total costs</b>	1,289.64 EUR	1,631.29 EUR	2,001.82 EUR
Impact on return (RIY) per year	12.90 %	8.00 %	6.31 %

### Composition of costs

The table below shows the impact each year of the different types of costs on the investment return you might get at the end of the recommended holding period and the meaning of the different cost categories.

This table shows the impact on return per year			
<b>One-off costs</b>	<b>Entry costs</b>	1.75 %	The impact of the costs you pay when entering your investment. This is the most you will pay, and you could pay less. This includes the costs of distribution of your product. The impact on return per year of this fee is calculated based on the maximum 5% entry fee you might pay when investing.
	<b>Exit costs</b>	1.72 %	The impact of the costs of exiting your investment when it matures.
<b>Ongoing costs</b>	<b>Portfolio transaction costs</b>	0.86 %	The impact of the costs of us buying and selling underlying investments for the product.
	<b>Other ongoing costs</b>	1.98 %	The impact of the costs that are taken for managing your investments.
<b>Incidental costs</b>	<b>Performance fees</b>	0.00 %	20% of the increase in the Net Asset Value per share of the relevant class in issue in respect of each performance period but only to the extent that such increase exceeds the High Water Mark.

## How long should I hold it and can I take money out early?

### Recommended holding period: 3 years

You should be prepared to stay invested for 3 years. However, you can redeem your investment without penalty at any time during this time, or hold the investment longer.

Redemptions are possible on a monthly basis. In exceptional circumstances, your right to request the redemption of your investment may be limited or suspended.

## How can I complain?

If you have any complaints about the product, the conduct of the manufacturer or the person that advised on or sold this product, you can use different communication channels:

- by e-mail to [contact@cigogne-management.com](mailto:contact@cigogne-management.com)
- by letter to 18 Boulevard Royal - L-2449 Luxembourg
- by phone calling the number (+352) 27 46-1

In all cases, the complainant must clearly indicate his/her contact details (name, address, phone number or email address) and provide a brief explanation of the claim. More information is available on our website [www.cigogne-management.com](http://www.cigogne-management.com).

## Other relevant information

The issuing document of the product, the latest version of the Key Information Document as well as the latest annual and semi-annual report, may be obtained free of charge on [www.cigogne-management.com](http://www.cigogne-management.com).