

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 UCITS - M&A Arbitrage a sub-fund of CIGOGNE UCITS class D1 - LU0893376821

This product is authorised in Luxembourg.

Manufacturer / Management company

Name: Cigogne Management S.A.

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

Competent Authority: The Commission de Surveillance du Secteur Financier is responsible for supervising the manufacturer in relation to this Key Information Document.

Date of production 22/03/2024

What is this product?

Type

The sub-fund is a compartment of the fund, the latter being a Luxembourg SICAV (Société d'Investissement à Capital Variable / Investment company with variable capital), qualifying as an undertaking for collective investment in transferable securities ("UCITS") under Part I of the 2010 Law.

Term

This sub-fund has no maturity date. However, the sub-fund could be terminated under the conditions led down in the Prospectus and in the Articles of incorporation of CIGOGNE UCITS.

Objectives

The objective of the sub-fund is to generate an absolute return. The sub-fund is actively managed and uses the Euro Short Term Rate Index (€STR), retrospectively, as an indicator to evaluate the performance of the sub-fund. There are no constraints relative to the index that limit the constitution of the portfolio. The choice of the assets is guided by an arbitration of mergers and/or acquisitions, consisting in benefiting from the price differences which can appear at the time of takeover bids or exchange.

With the aim to achieve its investment objective and policy, the sub-fund will mainly invest its net assets in equities. In that end 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 selling (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 and tendering such securities while hedging the resulting long position until the term of the offer. The investment strategy is essentially limited to the operations of declared mergers and/or acquisitions and is based on a solid and detailed analysis of the economic, legal and competitive frameworks. The sub-fund may also develop strategies on corporate action arbitrage such as preferential subscription rights / underlying shares arbitrage, new shares / old shares arbitrage and share class arbitrage and investments in SPACs (Special Purpose Acquisition Companies).

Financial instruments used:

- Equities of companies essentially based in Europe and North America
- Financial derivatives instruments, such as but not limited to futures, options, equity swaps, contract for difference and currency derivatives
- Convertible bonds concerned by mergers and acquisitions

- Undertakings for Collective Investment in the limit of 10% of the Net Asset Value
 - Cash deposits, short term papers, money-market instruments, bonds, new debt emissions, debt and currency Exchange Traded Funds.
- The debt securities in which the sub-fund may invest include mainly private issuers but may include any type of issuer without any minimum rating requirement.

Benchmark: The portfolio is actively managed on a discretionary basis without reference to a benchmark.

Intended retail investor

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

Other information

Depositary: Banque de Luxembourg

Dividend income: This class is a capitalisation class meaning that income is reinvested.

Conversion right: The investor has the right to convert his investment in units in one sub-fund for units in the same sub-fund or in another sub-fund. The investor can obtain information about how to convert in the prospectus of the fund.

Segregation: The assets and liabilities of a sub-fund are segregated pursuant to the law so that the commitments and liabilities of one sub-fund do not affect the other sub-funds.

Additional information: Additional information about the fund, copies of its prospectus, the latest annual and semi-annual report and the latest prices of units may be obtained free of charge from the management company or on www.cigogne-management.com. The prospectus and the periodic reports are prepared for the entire fund and are available in English. The management company may inform you about other languages in which these documents are available.

This sub-fund was launched in 2013 and this unit class in 2014.

The reference currency of the sub-fund is expressed in EUR. The currency of the unit class is expressed in USD. For this unit class, the foreign-exchange risk of the unit currency is systematically hedged against the sub-fund's reference currency.

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.

Performance scenarios

The figures shown include all the costs of the product itself, but may not include all the costs that you pay to your advisor or distributor. The figures do not take into account your personal tax situation, which may also affect how much you get back.

What you will get from this product depends on future market performance.

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-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 sub-fund 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.

Market developments in the future are uncertain and cannot be accurately predicted.

The unfavourable, moderate and favourable scenarios shown are illustrations using the worst, average, and best performance of the product over the last 10 years. Markets could develop very differently in the future.

Recommended holding period: 3 years Example investment: 10,000 USD		If you exit after 1 year	If you exit after 3 years (recommended holding period)
Scenarios			
Minimum	There is no minimum guaranteed return. You could lose some or all of your investment.		
Stress	What you might get back after costs	4,970 USD	5,650 USD
	Average return each year	-50.3 %	-17.3 %
Unfavourable	What you might get back after costs	9,480 USD	9,400 USD
	Average return each year	-5.2 %	-2.0 %
Moderate	What you might get back after costs	10,200 USD	10,470 USD
	Average return each year	2.0 %	1.5 %
Favourable	What you might get back after costs	10,890 USD	11,520 USD
	Average return each year	8.9 %	4.8 %

The stress scenario shows what you might get back in extreme market circumstances.

Unfavourable scenario: This type of scenario occurred for an investment between June 2017 and June 2020.

Favourable scenario: This type of scenario occurred for an investment between June 2014 and June 2017.

Moderate scenario: This type of scenario occurred for an investment between January 2016 and January 2019.

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

You may not face a financial loss due to the default of the Manufacturer. To protect you, the assets of the sub-fund are held in safekeeping by the Depositary. In the event of the insolvency of the Manufacturer, the sub-fund's assets in the safekeeping of the Depositary will not be affected, the investments will be liquidated and the proceeds will be distributed to the investors. In this case you could suffer a financial loss and, in the worst case, you could lose your entire investment. You are not covered by any national compensation or guarantee scheme.

What are the costs?

The person advising on or selling you this product may charge you other costs. If so, this person will provide you with information about these costs and how they affect your investment.

Costs over time

The tables show the amounts that are taken from your investment to cover different types of costs. These amounts depend on how much you invest, how long you hold the product and how well the product does. The amounts shown here are illustrations based on an example investment amount and different possible investment periods.

We have assumed:

- In the first year you would get back the amount that you invested (0% annual return). For the other holding period we have assumed the product performs as shown in the moderate scenario
- 10,000 USD is invested

	If you exit after 1 year	If you exit after 3 years
Total costs	214 USD	675 USD
Annual cost impact (*)	2.1 %	2.1 % each year

(*) This illustrates how costs reduce your return each year over the holding period. For example it shows that if you exit at the recommended holding period your average return per year is projected to be 3.7% before costs and 1.5% after costs.

We may share part of the costs with the person selling you the product to cover the services they provide to you. They will inform you of the amount.

Composition of costs

One-off costs upon entry or exit		If you exit after 1 year
Entry costs	We do not charge an entry fee for this product.	0 USD
Exit costs	We do not charge an exit fee for this product.	0 USD
Ongoing costs taken each year		
Management fees and other administrative or operating costs	1.9% of the value of your investment per year. This is an estimate based on actual costs over the last year.	189 USD
Transaction costs	0.3% of the value of your investment per year. This is an estimate of the costs incurred when we buy and sell the underlying investments for the product. The actual amount will vary depending on how much we buy and sell.	25 USD
Incidental costs taken under specific conditions		
Performance fees	20% of the performance of the Net Asset Value per share of the relevant class (measured against the High Water Mark) over the Secured Overnight Financing Rate (SOFR). The actual amount will vary depending on how well your investment performs. The aggregated cost estimation above includes the average over the last 5 years.	0 USD

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

Recommended holding period: 3 years

The recommended holding period is set to 3 years based on the Objectives of the sub-fund and the strategies implemented as described in the Prospectus. However, you can redeem your investment without penalty at any time during this time, or hold the investment longer. Redemptions are possible on a weekly basis.

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, 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.

Other relevant information

The prospectus, 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.

Past performance and previous performance scenarios: Historical returns for the last 9 years and previously published performance scenarios, updated on a monthly basis, are available on <https://www.yourpriips.eu/site/10601/en>.

Where this product is used as the support for a unit-linked life insurance or capitalisation policy, additional information on this policy, such as the costs of the contract, which are not included in the costs set out in this document, how to submit a claim and what happens if the insurance company defaults, is set out in the key information document for this policy, which must be provided by your insurer or broker or any other insurance intermediary in accordance with its legal obligations.