

Quadriga Igneo UCITS

31st Jan 2021

Strategy

Quadriga Igneo UCITS is a liquid absolute return strategy focused on 1) capital preservation, 2) large absolute returns during adverse and hostile markets, and 3) low/neutral expectancy and carry during benign markets, which we achieve via a structural allocation to anti-bubbles and anti-crisis strategies such as Precious Metals, US Treasuries, and long-only options. Managed on a discretionary basis following a disciplined framework and risk limits which include 1) no leverage, 2) no outright shorts, 3) long only options, combining fundamnetal top-down macro, bottom-up micro, quantitative, technical, and positioning analysis, within a disciplined framework for portfolio construction and risk management.



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Monthly Update

Quadriga Igneo UCITS

What happened during the month? January was a very volatile month for global markets. Precious metals started with strong seasonal gains but sold off aggressively along with US Treasuries following the confirmation of the Democratic Blue Wave and general risk-on sentiment that brought equities to new all-time highs. The consensus and complacency were tested later in the month with a large spike in the VIX and moderate sell off in risk assets. Quadriga Igneo UCITS was down 2.9% during the month bringing net cumulative gains to 19.8% since launch.

Any changes to our views? January's rollercoaster has provided further evidence of the complacency and hidden risks in the system, as evident by the large spike in the VIX, which is displaying extraordinarily large moves despite the relatively small moves in the price. The high vol of vol is in our view a red flag and supported our tactical view to buy insurance. The focus on incremental stimuli has been supporting the market but has added pressure to higher USD yields and exposed some of the consensus positioning in short USD trades. The negative carry in the VIX can be extremely painful but the price action has validated the term premium and potential explosiveness in the VIX. Despite the negative price action and performance in precious metals during January, we remain highly convicted and added further insurance which we believe could perform strongly in the current environment of growing uncertainty and inflation. We maintain a contrarian view that risk markets are vulnerable and continue to recommend caution with risk assets and action with defensive assets.

Class	Currency	ISIN	Fees
A	USD	LU1844121522	1,5%/0%
B	USD	LU1844121795	0%/20%
D	EUR	LU1955045635	1,5%/0%
E	EUR	LU1955045809	0%/20%
F	GBP	LU2008876034	1,5%/0%
G	GBP	LU2008876117	0%/20%
H	USD	LU228268020	1,5%/10%
I	EUR	LU228268293	1,5%/10%
J	GBP	LU228268376	1,5%/10%

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Positioning Update

Precious Metals	Current	Previous	Change	US Treasuries	Current	Previous	Change	Options	% AUM	2021	2022	2023	>2023
Gold	30,7%	34,1%	(3,4%)	US T-Bills	15,4%	8,9%	6,5%	Total	-26,5%	-18,5%	-3,6%	-0,8%	-3,5%
Silver	7,5%	7,3%	0,2%	UST 5 year	-	0	0	Gold	-14,4%	-9,7%	-3,6%	-0,8%	-0,3%
Platinum	1,8%	1,8%	0,0%	UST 10 year	1,2%	3,0%	(1,8%)	FX & Rates	-2,4%	-0,2%	0,0%	0,0%	-2,2%
Palladium	-	-	-	UST 20 year	-	-	-	SPX & Vix	-9,7%	-8,6%	0,0%	0,0%	-1,0%
Gold Miners	1,9%	1,9%	(0,1%)	UST 30 year	2,7%	5,7%	(2,9%)						
Put Options	-	0,00	-	TIP 30 Year	11,0%	11,2%	(0,2%)						
Total Precious	41,8%	45,1%	-3,3%	Put Options	-	-	-						
				Total UST	30,3%	28,8%	1,5%						

Performance Attribution NAV

Attribution Update

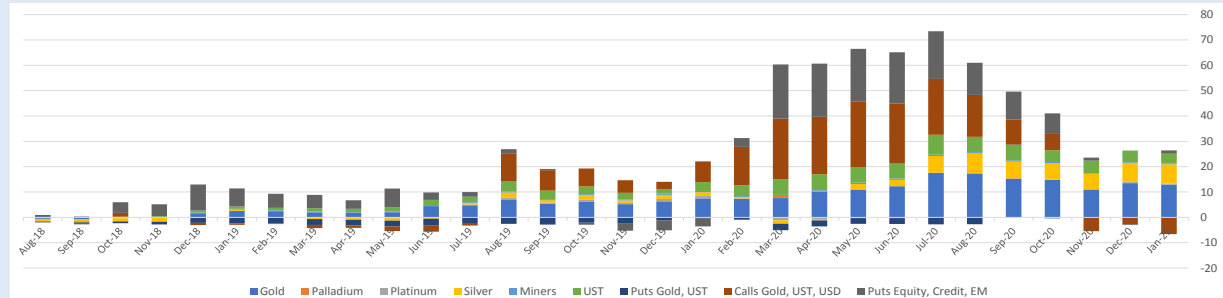
Attribution NAV	Since Incep	Previous	Change	Month %
Gold	12,8	13,5	-0,7	-0,53%
Silver	7,6	7,4	0,2	0,15%
Platinum	0,3	0,3	0,0	0,00%
Palladium	0,1	0,1	0,0	0,00%
Gold Miners	3,3	0,4	-0,1	-0,08%
Treasuries	3,9	4,6	-0,7	-0,58%
Puts Gold, UST	-0,2	-0,2	0,0	0,00%
Calls Gold, UST	-6,5	-2,6	-3,9	-3,18%
Puts Equity/Credit	1,3	-0,3	1,6	1,31%

Closed/Restructured positions: During January we took profit on a gold call Ko, we closed Worst of options involving gold and jpy and some Worst of options in gold/spx as well as VIX options expired OTM.

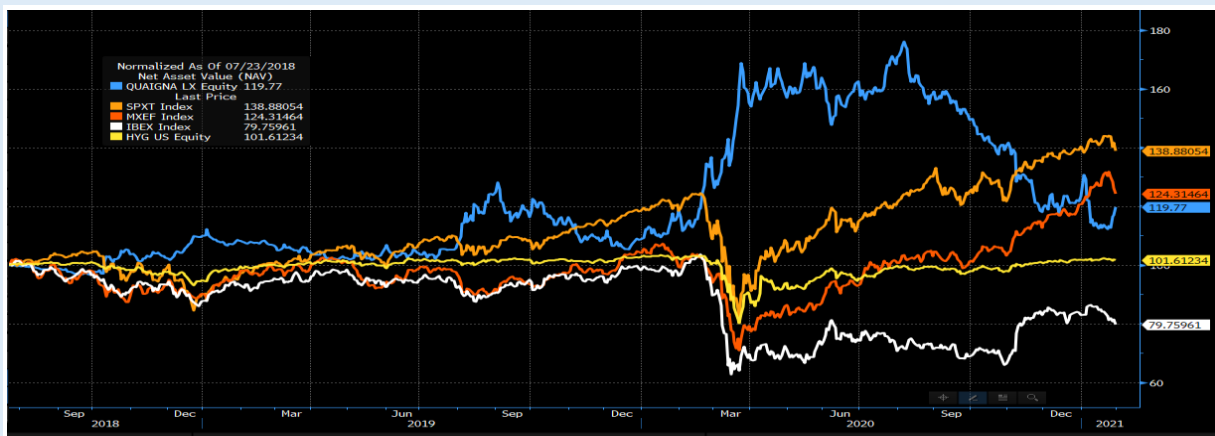
New Trades: We entered new Dual Digitals with underlyings NDX/30y Rates, rolled our VIX call options into February and March, and increased in long gold calls vanilla.

Performance Attribution NAV

Absolute Performance and Risk Attribution



Absolute Performance (%)



Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year	Total
2018	-	-	-	-	-	-	-0,3%	-0,9%	-1,3%	6,3%	-1,2%	7,3%	2018	9,9%
2019	-1,3%	-1,7%	-1,9%	-1,9%	3,3%	-1,7%	2,5%	16,5%	-6,5%	0,1%	-6,0%	-0,5%	2019	-0,9%
2020	8,8%	10,0%	19,1%	1,2%	4,4%	-0,8%	5,0%	-7,2%	-5,6%	-5,9%	-16,0%	4,4%	2020	13,3%
2021	-2,9%												2021	-2,9%

DISCLAIMER. This fact sheet is not a sales prospectus. The materials are intended solely for general information about the Strategy. Past performance is no guarantee of future results. Realized performance may differ from Target Performance, and can be positive or negative. The NAV of class A displayed in the factsheet is computed net of management and performance fees. The strategy is also available via other share classes in USD, EUR, and GBP with different management and performance fees, adn minimum investment amount. All share classes available with daily liquidity at NAV.