

Quadriga Aqua UCITS

31st jul 2023

Quadriga AQUA UCITS is a liquid absolute return strategy focused on 1) capital preservation, 2) large absolute returns during risk on markets, and 3) flat to low negative returns in hostile markets, which we achieve via a structural allocation to anti-bubbles and anti-crisis strategies via 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 Commentary

What happened during the month? Quadriga Aqua UCITS is +0,7% in July. During July we saw a strong continuation of risk on seen in June, with mayor developed market indexes on positive territory (spx +3,2%, sxpx +2,1%) and emerging markets leading (EEM +6%) with China contributing the most (HS +7,2%). In line with equity markets, HY credit followed with Usd +1,3% and Eur +1,7%. In Forex the usd index lost 0,72% (DXY) although at some point it lost 3%, it was broad based, Cnh +1,3%, Jpy +1,1%, Gbp +0,87%, Eur +0,57%, Mxn +2%. In general the market is looking at data in US that is surprising to the upside, while in Europe and China the surprises come on the downside, so we see these USD underperformance and momentaneous and expect further appreciation od the USD in coming months. Markets seems to agree with the soft landing rethoric, and some macro numbers are supporting this outcome, together with extraordinary short covering in the equity markets has brought a great outperformance of close to 10% in two months. Now sentiment and positioning comes at extreme bullish levels, substracting this factor as market supportive going forward. We see the markets exremely complacent, volatilities coming off to close to all time lows in risk assets, and earnings growth expectations not realistic to forward valuations. We recommend buying protection at actual levels.

Class	Currency	ISIN	Fees
A	USD	LU1871084460	1,5%/0%
B	USD	LU1871084544	0%/20%
(Retro)C	USD	LU2357187157	2,0%/0%

Positioning Aqua UCITS

Positioning	Start Month	End Month	Total %
US EQUITIES	100.0%	100.8%	0.8%
INSURANCE	7.2%	8.5%	1.3%

Options (% AUM)	2023	2024	2025	>2025	Total
Gold & PM	0.0%	2.3%	0.3%	0.5%	3.1%
SPX & Vix	0.4%	2.5%	0.0%	0.0%	2.9%
FX & Rates	0.5%	0.1%	0.0%	1.9%	2.5%
Total	0.8%	5.0%	0.3%	2.4%	8.5%

Performance Attribution Aqua UCITS

Attribution %	Month %	YTD	LTD
US EQUITIES	3.1%	20.0%	90.9%
INSURANCE	-2.1%	-7.4%	-20.3%
AQUA	1.0%	12.5%	70.6%

Rebalancing	LTD Passive	LTD Reb	Reb Effect
US EQUITIES	79.6%	90.9%	11.3%
INSURANCE	-12.0%	-20.3%	-8.3%
	67.6%	70.6%	2.9%

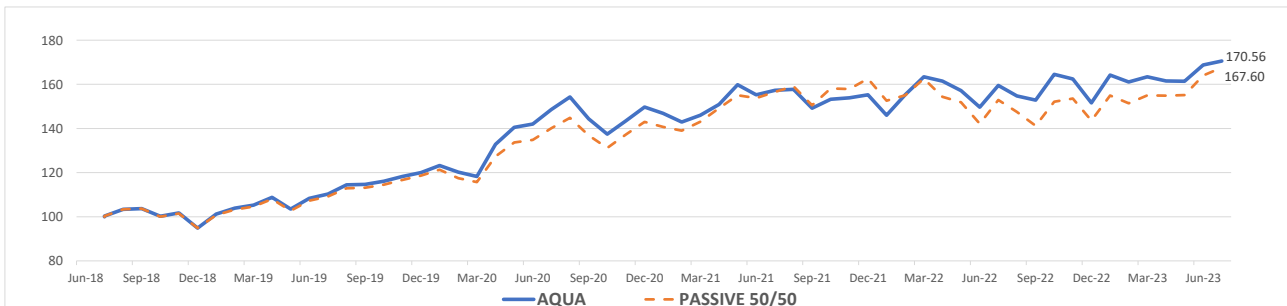
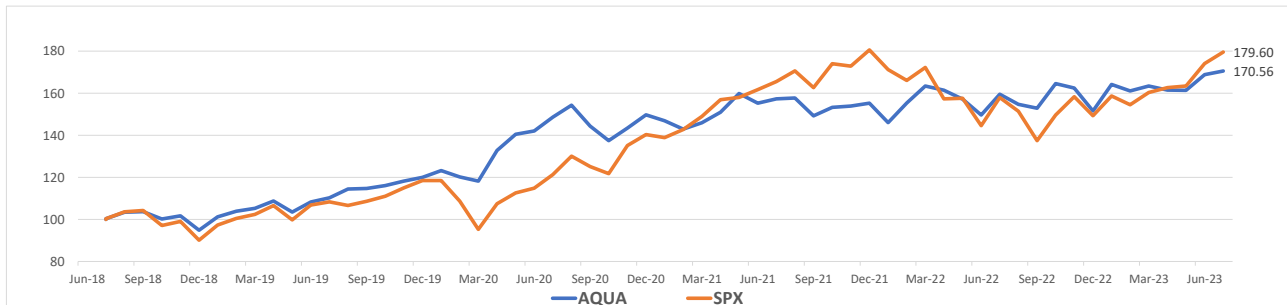
Closed/Restructured positions: We rolled our VIX call Spread. We rolled DD Gold/UDCNH.

New Trades:

Absolute and Relative Performance and Risk

	Monthly (%)	YTD (%)	LTD (%)	LTD (% p.a.)	Vol (%)	Sharpe	Sortino	Peak Trough	NAV
SPX	3.1%	20.0%	79.6%	12.2%	18.7%	0.7	1.0	-23.9%	179.6
AQUA	1.0%	12.5%	70.6%	11.1%	14.1%	0.8	1.6	-10.9%	170.6
Difference	-2.1%	-7.4%	-9.0%	-1.1%	-4.6%	0.1	0.5	13.0%	-9.0

Historical Performance



Year	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	Year	Total
2018	-	0.0%	0.0%	0.0%	0.0%	0.0%	0.3%	3.1%	0.3%	-3.4%	1.5%	-6.8%	2018	-5.1%
2019	6.7%	2.6%	1.3%	3.3%	-4.8%	4.6%	1.8%	3.8%	0.2%	1.2%	1.8%	1.5%	2019	26.5%
2020	2.7%	-2.5%	-1.6%	12.3%	5.8%	1.1%	4.7%	3.8%	-6.4%	-4.8%	4.3%	4.4%	2020	24.7%
2021	-1.9%	-2.7%	2.1%	3.4%	5.9%	-2.9%	1.3%	0.3%	-5.4%	2.7%	0.4%	0.9%	2021	3.7%
2022	-6.0%	6.4%	5.2%	-1.2%	-2.7%	-4.8%	6.6%	-3.0%	-1.2%	7.6%	-1.3%		2022	4.6%
2023	8.3%	-1.9%	1.4%	-1.2%	-0.1%	4.6%	1.0%						2023	12.5%

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.