

## Quadriga Aqua UCITS

31st Jan 2024

Quadriga AQUA UCITS is a protected US equity strategy focused on 1) capital preservation, 2) large absolute returns during risk on markets, and 3) flat to low negative returns in hostile markets. The strategy combines the benefits of a core long 100% US Equities (Futures) protected with a long-only insurance program where both components are rebalanced monthly to their neutral weights. 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 fundamental 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 +1,12% in January. During January, risk assets continued to deliver good returns despite higher yields. SPX +1,68% and SXXP +1,49% trailed strong NKY +8,44% performance. The negative comes from China, with SHCOMP -6,26% weighing heavily into EEM -4,53%. Gold and Silver slipped -1%sh, each together with higher long-term yields. In general, we are seeing very similar dynamics from last year. Strong performance from the tech megacaps in the US, where the concentration is getting very tight, and their influence in the overall index is outstanding. Central banks have been sending similar messages, stating the possible need of rate cuts during this year but not as close as in Q1. We believe they will start easing as soon as they have an opportunity. China keeps having its own problems. The cut in RRR and the fiscal prospects helped equity markets, but overall, we don't think it will be enough to stop the 18 trillion real state problem they have. Despite efforts, finding a buyer for Evergrande's liquidation has proven to be challenging. In the meantime, middle east tensions continue to rise, and although it has not yet influenced markets, we keep an eye to the increasing shipping costs. Overall, we see complacency in the market. Low levels of volatility present excellent opportunities for entering trades to hedge risk assets.

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%	100.1%	0.1%
INSURANCE	5.4%	9.0%	3.6%

Options (% AUM)	2024	2025	2026	>2026	Total
Gold & PM	0.6%	0.4%	1.1%	0.0%	2.0%
SPX & Vix	3.6%	0.0%	0.0%	0.0%	3.6%
FX & Rates	0.0%	0.0%	0.9%	2.4%	3.3%
<b>Total</b>	<b>4.2%</b>	<b>0.4%</b>	<b>1.9%</b>	<b>2.4%</b>	<b>9.0%</b>

## Performance Attribution Aqua UCITS

Attribution %	Month %	YTD	LTD
US EQUITIES	1.6%	1.6%	100.1%
INSURANCE	-0.5%	-0.5%	-30.5%
AQUA	1.1%	1.1%	69.6%

Rebalancing	LTD Passive	LTD Reb	Reb Effect
US EQUITIES	89.7%	100.1%	10.5%
INSURANCE	-17.6%	-30.5%	-12.9%
	72.1%	69.6%	-2.5%

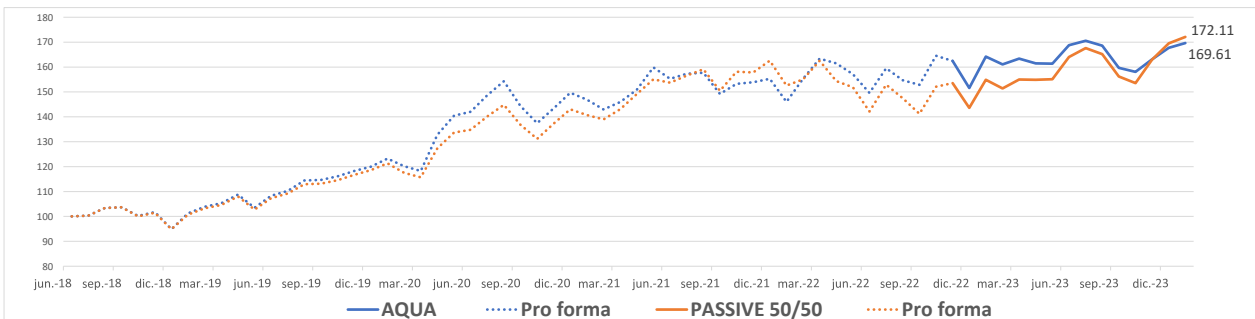
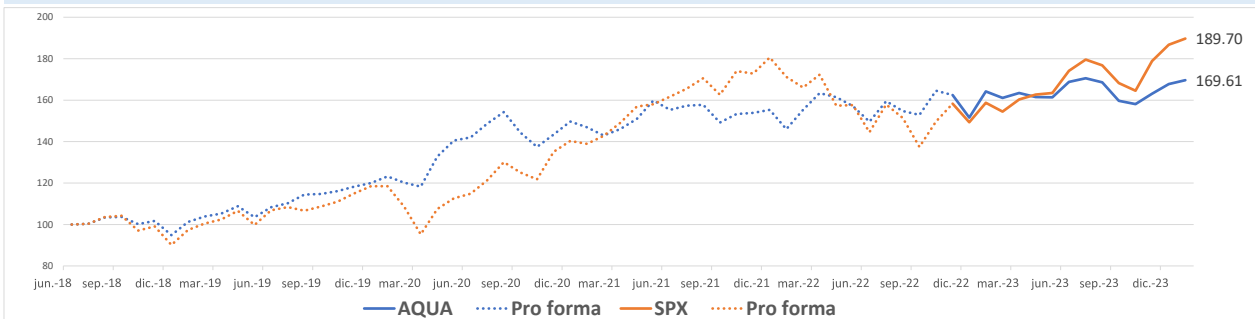
**Closed/Restructured positions:** We rolled VIX call Spread, Partially closed DD Gold/JPY.

**New Trades:** Increased SPX puts vanilla and EKO

## Absolute and Relative Performance and Risk

	Monthly (%)	YTD (%)	LTD (%)	LTD (% p.a.)	Vol (%)	Sharpe	Sortino	Peak Trough	NAV
SPX	1.6%	1.6%	89.7%	12.3%	18.5%	0.7	1.1	-23.9%	189.7
AQUA	1.1%	1.1%	69.6%	10.1%	13.8%	0.7	1.4	-10.9%	169.6
Difference	-0.5%	-0.5%	-20.1%	-2.3%	-4.7%	0.1	0.3	13.0%	-20.1

## Historical Performance



\*\*using internal calculations with SPX Index + Igneo option program.

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%	-6.7%	2022	-2.4%
2023	8.3%	-1.9%	1.4%	-1.2%	-0.1%	4.6%	1.0%	-1.1%	-5.3%	-1.0%	3.2%	2.8%	2023	10.6%
2024	1.1%												2024	1.1%

**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, and minimum investment amount. All share classes available with daily liquidity at NAV.