

Aqua UCITS

31st Jul 2024

AQUA UCITS is a liquid Protected Rebalanced Equity strategy that combines a structural allocation to 1) 100% long US Equities, 2) Protection via Long Only Options, and 3) Monthly Systematic Rebalancing, that seeks to maximize upside participation to equity markets and maximizing capital preservation and alpha generation across 1) upside alpha, 2) downside alpha, and 3) rebalancing alpha. The long only option portfolio seeks to maximize reliability, reactivity, convexity, and asymmetry and minimize cost and carry, and follows a disciplined framework of accumulation and monetization of tail risk and risk premia options based on quantitative and qualitative inputs that combine fundamentals, technicals, positioning, and sentiment.



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Class	Currency	ISIN	Fees
A	USD	LU1871084460	0.75%/0%
(Retro)C	USD	LU2357187157	1.50%/0%

Monthly Commentary

What happened during the month? Quadriga Aqua UCITS is +1.1% in July, bringing YTD to +11.9%. Despite the correction seen during second half of July, equity markets still managed to show a positive performance for the month, with SPX +1.2%, Stoxx 600 +1.4%, UKX +2.5%, with Japan being the only exception (-1.2%), affected by the JPY appreciation. In general, commodities performed poorly, with copper -4%, oil -5%, and silver -2.8%. The only outlier being gold, +4%. Equities had a bumpy month, outperforming the first couple of weeks, but then correcting the move with high rotation into small caps and out of AI and technology. In general, we see industrial commodities getting affected by slower growth and expectations. Some economics are showing very weak signs, like the negative GDP numbers seen in Germany or Japan. Precisely the JPY had the strongest outperformance vs USD, supported by high positioning in the carry trade, plus CBs divergence with BOJ hiking rates while the FED is expected to cut as soon as September. Bonds and gold benefited from this relative dovishness by the FED, and the start of the cutting cycles by ECB and BOE. Volatility also tilted higher. We see the second half of the year with strong possibilities of a higher vol regime, due to lower economic growth, growing geopolitical tension and US Elections.

Positioning Aqua UCITS

Positioning	Start Month	End Month	Total %
US EQUITIES	100.0%	100.6%	0.6%
INSURANCE	7.5%	8.8%	1.3%

Options (% AUM)	2024	2025	2026	>2026	Total
Gold & PM	0.0%	0.0%	1.0%	0.6%	1.5%
SPX & Vix	2.2%	1.3%	0.0%	0.0%	3.5%
FX & Rates	0.2%	0.4%	0.0%	3.2%	3.9%
Total	2.4%	1.8%	1.0%	3.8%	8.8%

Performance Attribution Aqua UCITS

Attribution %	Month%	YTD	LTD
US EQUITIES	1.1%	15.5%	124.0%
INSURANCE	0.0%	-3.6%	-34.4%
AQUA	1.1%	11.9%	89.6%

Rebalancing	LTD Passive	LTD Reb	Reb Effect
US EQUITIES	116.1%	124.0%	7.9%
INSURANCE	-19.3%	-38.4%	-19.1%
	96.8%	85.6%	-11.2%

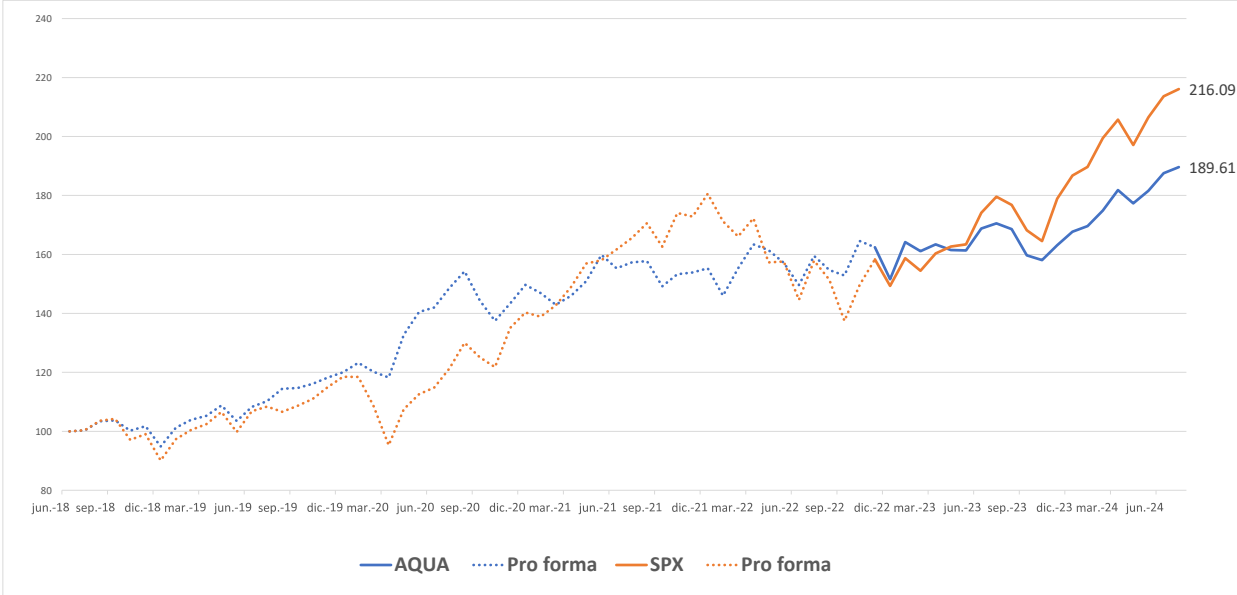
Closed/Restructured positions: We bought back VIX sep 45 calls

New Trades:

Absolute and Relative Performance and Risk

	Monthly (%)	YTD (%)	LTD (%)	LTD (% p.a.)	Vol (%)	Sharpe	Sortino	Peak Trough	NAV
SPX	1.1%	15.5%	116.1%	15.0%	18.0%	0.84	1.4	-23.9%	216.1
AQUA	1.1%	11.9%	89.6%	12.3%	13.4%	0.92	1.7	-10.9%	189.6
Difference	0.0%	-3.6%	-26.5%	-2.7%	-4.5%	0.1	0.4	13.0%	-26.5

Historical Performance



****DISCLAIMER.** Inception date for AQUA UCITS is 27/October/2022. All data depicted in historical Performance charts prior to 27/October/2022 is Pro Forma 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%	3.1%	4.0%	-3.4%	2.4%	3.3%	1.1%						2024	11.9%

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.