

Aqua UCITS

30th Sep 2024

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 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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Class	Currency	ISIN	Fees
A	USD	LU1871084460	0,75%/0%
B	USD	LU1871084544	0%/20%
(Retro)C	USD	LU2357187157	2.0%/0%

Monthly Commentary

What happened during the month? Quadriga Aqua UCITS is +1,0% during September. During September, US equity markets continued their upward trend with the S&P 500 gaining +2%, while Europe and Japan saw slight declines. China was a major outperformer with the CSI +21% after the government's "bazooka" stimulus plan encouraged underinvested investors. The 50bps cut by the FED and the market's anticipation of another 200bps cut until mid-2025 are providing strong support to risk assets and have given some respite to USD outperformance. In Europe, CPI numbers for September came in well below expectations in Spain and France, and the EC reading is already at the target (+1.8%). More support from the ECB is likely warranted as the deterioration in macro figures is significant. Meanwhile, the FED delivered a deeper cut than expected, while inflation remains at 2.7% PCE core and the economy seems to be doing fine. This appears to be a preemptive cut to avoid any negative surprises in unemployment, which now seems to be the focus. China's stimulus package, while encouraging, may prove insufficient unless bad debt restructuring is achieved, and new money/debt is created (through lower interest rates and a cheaper currency). Markets seem to be okay with all of this, and valuations discount a lot of growth going forward, especially in the USA. We continue to build up good tail hedges, and our portfolio is well positioned to provide convex returns in a downturn.

Positioning Aqua UCITS

Positioning	Start Month	End Month	Total %
US EQUITIES	100.0%	100.0%	0.0%
INSURANCE	6.8%	6.3%	-0.5%

Options (% AUM)	2024	2025	2026	>2026	Total
Gold & PM	0.0%	0.0%	0.6%	0.4%	1.0%
SPX & Vix	1.2%	1.3%	0.0%	0.0%	2.5%
FX & Rates	0.0%	0.2%	0.0%	2.6%	2.8%
Total	1.2%	1.5%	0.6%	3.0%	6.3%

Performance Attribution Aqua UCITS

Attribution %	Month %	YTD	LTD
US EQUITIES	2.0%	21.4%	134.0%
INSURANCE	-1.0%	2.9%	-23.4%
AQUA	1.0%	24.3%	110.6%

Rebalancing	LTD Passive	LTD Reb	Reb Effect
US EQUITIES	127.2%	134.0%	6.8%
INSURANCE	-14.5%	-23.4%	-8.8%
AQUA	112.6%	110.6%	-2.0%

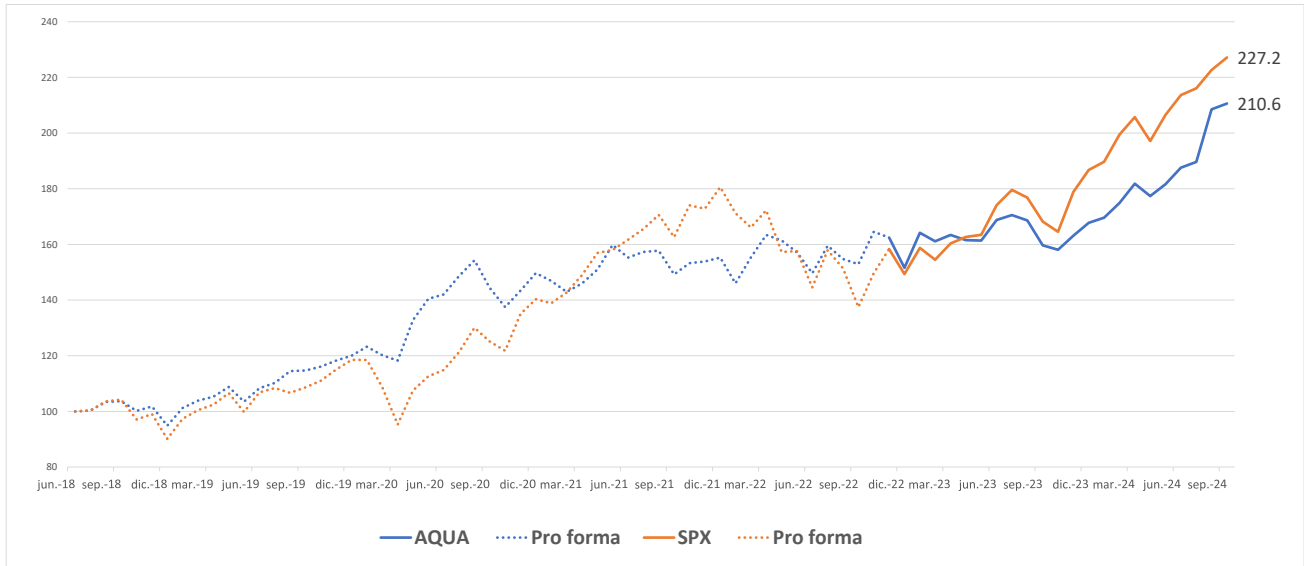
Closed/Restructured positions: We rolled VIX calls

New Trades: We entered new Dual Digital SPX/USDCNH

Absolute and Relative Performance and Risk

	Monthly (%)	YTD (%)	LTD (%)	LTD (% p.a.)	Vol (%)	Sharpe	Sortino	Peak Trough	NAV
SPX	2.0%	21.4%	127.2%	16.1%	17.7%	0.91	1.4	-23.8%	227.2
AQUA	1.0%	24.3%	110.6%	14.5%	13.7%	1.06	2.0	-10.6%	210.6
Difference	-1.0%	2.9%	-16.6%	-1.6%	-4.0%	0.1	0.6	13.0%	-16.6

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%	10.0%	1.0%				2024	24.3%

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.