

**Igneo UCITS**

31st Dec 2024

Volatility and tail risk strategy with daily liquidity at NAV designed to generate high absolute returns during adverse and hostile equity markets with the lowest possible cost and carry. Igneo UCITS invests in US T-Bills and protection via a diversified portfolio of long-only options. The protection is implemented via multi-asset (equity/credit, FX and rates, Precious Metals and Inflation), multi-maturity (from short dated < 1 year to long dated with > 3 years), multi-strategy (defensive convexity, defensive risk premia), multi-payoff (vanilla, exotic, hybrid), multi-strike. The option portfolio accumulated and monetized via a discretionary systematic disciplined process.



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**Monthly Commentary**

What happened during the month? Quadriga Igneo UCITS gained +3.8% in December. Equity markets showed significant dispersion during the month, with the S&P 500 reversing gains (-2.5%), while the Euro Stoxx 50 (+1.95%), Nikkei 225 (+4.52%), and Shanghai Shenzhen 30 0 (+2.2%) outperformed. CB's delivered as expected, with both the ECB and the Federal Reserve cutting rates. However, U.S. Treasuries underperformed, particularly at the longer end of the curve: 5-year yields rose 30 basis points (bps), 10-year yields increased 38 bps, and 30-year yields climbed 40 bps. While the rate cuts were implemented, forward guidance was less clear, with rising doubts about inflation. Consequently, markets are now pricing in fewer rate cuts for 2025. This uncertainty benefited the U.S. dollar, which outperformed major currencies. The Japanese yen (-5%), Australian dollar (-5%), Swiss franc (-3%), and euro (-2.2%) all extended losses. Emerging market currencies also weakened, with the Chinese yuan (-0.75%), Mexican peso (-2.2%), and Brazilian real (-3.5%) declining significantly. U.S. equities experienced unusual weakness for December, with overextended positioning, profit-taking, and position squaring likely contributing to the decline. Uncertainties surrounding the Trump administration's policies, along with elevated valuations, high EPS expectations, and tight profit margins, pose risks—particularly if economic conditions deteriorate or trade disruptions drive inflation higher. Igneo continues to be well positioned to outperform in volatile markets.

Class	Currency	ISIN	Fees
A (Clean)	USD	LU1844121522	1.5%/0%
B (Clean)	USD	LU1844121795	0%/20%
C (Retro)	USD	LU1900071546	2.0%/0%
D (Clean)	EUR	LU1955045635	1.5%/0%
E (Clean)	EUR	LU1955045809	0%/20%
F (Clean)	GBP	LU2008876034	1.5%/0%
Liquidity	Daily at NAV	Domicile	Luxembourg

**Monthly Activity Igneo UCITS**

**Closed/Restructured positions:** We rolled VIX calls defensive convexity trades. Reduced Gold Delta 1 and converted into long Gold Options with better risk-reward

**New Trades:** SPX Vanilla Put, SPX Put Lookback VKO, defensive convexity trades that provide reliable reactive convexity for adverse and also benign markets.

**Gold calls contingent on USDCHF higher, Gold calls contingent on USDCNH higher,** defensive risk premia trades, take advantage of structural opportunities in gold and USD.

**Dual Digital Gold higher and USDCHF higher,** similar rationale to contingent calls with attractive asymmetry, cost and carry.

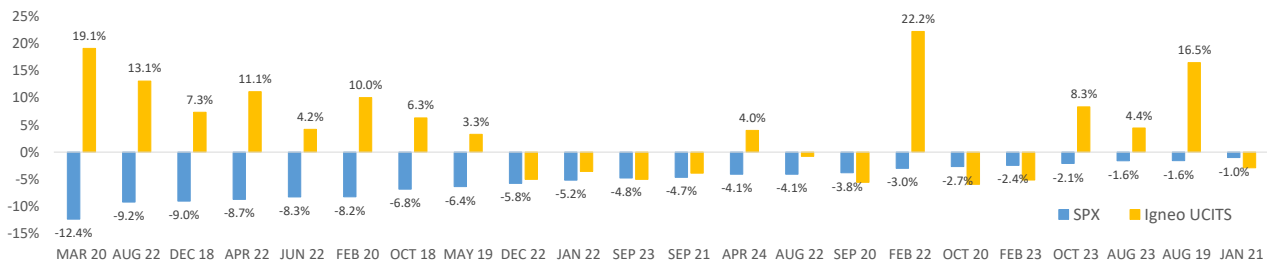
**Positioning Igneo UCITS (% AUM)**

Positioning (% AUM)	End Month	Start Month	Change
T-Bills	47.8%	53.3%	-5.5%
Gold ETC	0.0%	6.8%	-6.8%
Options Portfolio	52.2%	39.9%	12.3%
Total	100.0%	100.0%	-

**Positioning Options Portfolio (MTM Premium as % AUM)**

Premium at Risk (% AUM)	2024	2025	2026	>2026	Total
Precious Metals & Inflation	0.0%	5.4%	8.8%	14.0%	28.2%
SPX & VIX	10.7%	0.0%	0.0%	0.0%	10.7%
FX & Rates	1.1%	0.1%	0.0%	12.1%	13.3%
Total	11.8%	5.5%	8.8%	26.1%	52.2%

**Performance of Igneo during SPX Hostile Markets (Monthly % Return)**



**Igneo UCITS Live Absolute Performance since launch vs Equities and Credit**



**Live Track Record Igneo UCITS (% Net of Fees)**

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%	-14.5%	-6.2%	-1.7%	13.7%	-13.1%	-0.3%	-7.0%	-3.9%	-7.2%	1.5%	-6.0%	2021	-40.4%
2022	-3.6%	22.2%	3.1%	11.1%	-7.8%	4.2%	-5.5%	-0.8%	13.1%	-2.3%	-6.3%	-5.0%	2022	19.7%
2023	-4.8%	-5.1%	3.0%	-2.8%	4.2%	-3.9%	-3.7%	4.4%	-5.0%	8.3%	-10.8%	-1.8%	2023	-17.9%
2024	3.5%	-3.9%	10.0%	4.0%	-1.6%	3.8%	-1.0%	8.9%	-0.2%	5.4%	-3.6%	3.8%	2024	32.0%

**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 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.