

Igneo UCITS

28th Feb 2025

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 is accumulated and monetized via a discretionary systematic disciplined process.



Diego Parrilla
Chief Investment Officer

Jorge Dueñas
Investment Solutions

Gabriel Larios
Quantitative Trading

Álvaro Elices
Client Solutions

email: jorge.duenas@quadrigafunds.es

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 Commentary

What happened during the month? Quadriga Igneo UCITS up 2.9% in February. The first part of February was dominated by ongoing momentum that sent SPX to +4.6% YTD, only to reverse all gains and send into negative territory as the risk of Tariffs started to materialize. Europe continues to outperform strongly, with Eurostoxx +12.6% YTD, an outperformance vs SPX of 14% as of writing. The USD has been under significant pressure across all main pairs, and in particular vs the JPY, EUR, and CNH. Lower yields in the U.S. are supporting fixed income markets for now despite the rise in inflation expectations. Looking forward, we expect both realized and implied volatility to remain high and bid. Watch out for further momentum to the downside triggering a spike in the VIX, which early March has moved into backwardation (front futures contracts trading above deferred contracts) which, as it is the case in commodity markets, is often a signal for escalation in risk-off.

Monthly Activity Igneo UCITS

Closed/Restructured/New positions: We rolled VIX call spreads expiring in Mar25 into May25. The restructure has better carry, lower reactivity, higher vega, and larger potential pay out. We took profits on SPX resettable ATM puts expiring in May25, and entered new exotic ITM puts with same expiry in twice the size, reducing reactivity but switching from negative to positive carry and increasing potential pay-off during moderately adverse markets.

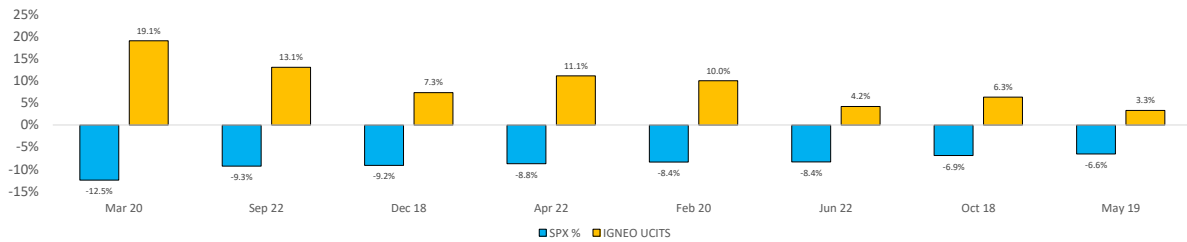
Positioning Igneo UCITS (% AUM)

Positioning (% AUM)	Curr. Month	Prev. Month	Change
T-Bills	48.6%	45.2%	3.4%
Options Portfolio	51.4%	54.8%	-3.4%
Total	100.0%	100.0%	-

Positioning Options Portfolio (% AUM)

Premium at Risk (% AUM)	2025	2026	2027	>2027	Total
SPX & VIX	9.8%	0.5%	0.0%	0.0%	10.4%
FX & Rates	1.2%	0.0%	0.0%	14.8%	16.0%
Commodities & Inflation	0.0%	6.6%	8.5%	10.0%	25.1%
Total	11.0%	7.2%	8.5%	24.8%	51.4%

Performance of Igneo during SPX Hostile Markets (Daily % return)



Absolute Performance Igneo UCITS 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%
2025	-3.4%	2.9%											2025	-0.6%

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