

Fund		Key figures				
Sub-Fund	CABA Hedge KL W	Total	DK	SE	NO	DE
ISIN	DK0061677804	Leverage	15,99	0,15	15,84	0,00
AUM Strategy	DKK 1037m	Max drawdown (%)	-32,61	-	-	-
NAV	132,38	Max drawdown (days)	1219	-	-	-
Return(%)		Spread risk (% of limit)	94,5	17,4	65,1	0,0
YTD	22,18	Spread risk (@ 1 bp)	0,491	0,090	0,401	0,000
Month	2,92	Duration (@ 1 bp)	0,027	0,207	-0,105	0,000
		Convexity (@ 1 bp)	0,028	0,031	0,001	0,000

August 2024 report

General Market Trends:

- Combined with the perception of increased recession risk in the US, the interest rate hike of 15bp, and hawkish signals, from BoJ (end July) initiated an unwind of the Yen carry trade, with spillover effects to all risk sentiment dependent assets classes.
- The VIX index surge to levels only seen higher under the GFC and Covid, just to end August lower.
- iTraxx Senior Financials was up 46 bp 5th of August but ended with a net performance of 7bp during August. Crossover was up 12 bp but ended performing 2 bp.
- Nasdaq composite ended august unchanged but was a most down 8%, while Eurostroxx50 was down 7% ending up 2%.
- Bund asw-spread ended August 5bp tighter after a 5bp surge 5 bp.
- The central Bank of New Zealand lowered, to some surprise for the marked, the policy rate from 5.50 to 5.25 the 14th of August.
- Nonfarm payroll was revised down 818.000! More valid Labor marked data (also) kept pointing to a weakening labor marked, and general macro numbers has been in line with expectations.

Denmark:

- Monthly data confirms that net selling of Danish bonds from Japanese accounts is small. Latest monthly number was app. DKK 400mln. Japanese account now only own 2.2% of the stock. Non-Japanese accounts are investing heavily in Danish bonds.
- Callable low coupon bonds outperformed swap with some 5bps. 1Nyk50io was the winner with a performance of more than 20bp now trading 10bp tighter to swaps than its 2053 sisters. High coupon bonds suffered, with 4% bonds underperforming swaps with approximately 4bps.
- Fixed rate bullets and floaters followed low coupon callables with a performance of 4-5 bps.

Sweden and Norway:

- The Central bank of Norway kept the policy rate unchanged (15th aug), while Riksbanken cut rates with 25bp (20th aug) and signaled another 2-3 cuts for the rest of this year.
- Svensk CPI came in a 2.2% ex energy, partly reversing the low july print.
- Data out of Sweden continues to be weak, but continuously beating economist expectations. Citibank surprise index is still elevated at levels around 42 (0 is neutral).
- Swedish rates continue to trade far under European levels, a pricing we still find far too aggressive.
- Both Norwegian and Swedish covered bonds swap spreads was rather stable in August with a small (1-2bp) widening bias, but Swedish covered bonds performed significantly (6 bp) vs Government

Performance



Drawdown %



Spread Risk, Limit %

