

Fund		Key figures				
Sub-Fund	CABA Hedge KL W	Total	DK	SE	NO	DE
ISIN	DK0061677804	Leverage	15,84	-0,11	15,95	0,00
AUM Strategy	DKK 983m	Max drawdown (%)	-32,61	-	-	-
NAV	137,44	Max drawdown (days)	1219	-	-	-
		Spread risk (% of limit)	99,4	16,5	65,1	0,0
		Spread risk (@ 1 bp)	0,517	0,086	0,431	0,000
		Duration (@ 1 bp)	0,034	0,202	-0,108	0,000 -0,059
		Convexity (@ 1 bp)	0,031	0,008	0,003	0,000 -0,003
Return(%)						
YTD	26,85					
Month	3,82					

September 2024 report -NB august

General Market Trends:

- September was a busy centralbank month. FED has cut rates by 50bp and among others ECB, BOC, SNB and Riksbanken has cut rates by 25bp. Norges Bank and BOJ kept rates unchanged.
- China imposed a massive push to turn economy. CSI 300 index up 28% on the news.
- Central bank news combined with weak activity numbers and inflation data coming on the low side triggered a rally in rates. 2y EUR swap was down an impressive 37 bp and 10y EUR swap rates down 19bp.
- iTraxx Senior Financials was up 6 bp on the month as of 11th of September but ended the month unchanged. Crossover was down 14 bp. VIX index was again the most nerves index and surge from 15 to 22 to end at 17.
- Nasdaq composite gained 3% but was at most down 6%, while Eurostrox50 was down 5% ending up 1%.
- Bund ASW-spread follow the same pattern, although with less amplitude ending September marginally tighter with 2bp after a 3bp surge.

Denmark:

- Official data now begins to confirm the signals that we have been picking up that Japanese accounts are slowly turning into net buyers of Danish Mortgage bonds. We expect this shift to be more pronounced as the currency hedge is expected to get better from a Japanese investors point of view.
- Callable low coupon bonds outperformed swap with some 3-5bp.
- Fixed rate bullets and floaters followed the callable bonds with a performance of 4-5 bp.

Sweden and Norway:

- In Sweden CPI once again landed on 2.2 ex energy (exp2,1 headline 1,9). The 25th September we had the result of the Riskbank meeting, and updated official forecast. We got as widely expected a cut of 25bp, and a downward revision of the rate path. Under the press conference Thedén talked openly about a cut of 50bp at one meeting. But all this was already fully prices into the market, and the market reaction was very limited.
- We still interpretate the underlying data out off Sweden in a better light than the market, and still find that the pricing of rate cuts in the market is too aggressive.
- Both Swedish and Norwegian covered bonds performed 1-2 bp vs swaps. Swedish government bonds continued their underperformance vs swap with a couple of bp.

Performance



Drawdown %



Spread Risk, Limit %

