

Fund		Key figures				
Sub-Fund	CABA Hedge KL A	Total	DK	SE	NO	DE
ISIN	DK0060814523	Leverage	16,98	-0,25	17,23	0,00
AUM Strategy	DKK 965m	Max drawdown (%)	-32,61	-	-	-
NAV	134,20	Max drawdown (days)	1219	-	-	-
		Spread risk (% of limit)	99,2	9,6	89,6	0,0
		Spread risk (@ 1 bp)	0,516	0,050	0,466	0,000
		Duration (@ 1 bp)	0,012	0,184	-0,069	0,022
		Convexity (@ 1 bp)	0,004	0,007	0,002	0,003
Return(%)						
Since inception	34,20					
YTD	22,94					
Month	-0,11					

December 2024 report

General Market Trends:

- ECB cut facility rate by 25bp to 3.00% (12dec24)
- SNB cut rates by 50bp to 0.50% (12dec).
- FED cut by 25bp to 4,50% (Upper Bound), but dot plots up 50bp (19dec), huge hawkish surprise.
- Riksbanken cut rates by 25bp to 2.50% but hawkish rate path (19dec).
- The Norwegian Central Bank kept rates unchanged at 4.50% (19dec).
- European government bonds are still struggling. Bund ASW is again trading close to 0, an underperformance vs swaps of 8bp in December. France Government bonds are still the worst relative performing European bonds although less than last month.
- iTraxx 5y Senior Financials 64 (62), Crossover 5y generic 315 (298) and VIX index 17 (13) all ended December marginally higher, but under high volatility. All index had new low in the beginning of December just to surge before the FED decision. Vix index had a notably volatile month trading 28 on the 18th of December.
- US equities had a poor month with S&P and Nasdaq 100 down 2% and 5% respectively, while Euro Stoxx 50 was up more than a percent (Novo, down 18%, is not in the index).
- Rates were up. 10y swaps in US and Euro were up 35bp and 20bp, while 2-10 curves stepped 27bp and 12bp, respectively.

Denmark:

- Both bond and swap spreads vs euro were stable during December with a tone (1-2bp) of performance for Danish vs German Government bonds.
- Callable bonds had a stellar performance outperforming reversing last month underperformance. Callable bonds outperformed swaps with 9 to 13bp for 0.5 to 4% coupon bonds and approximately an extra 5bp vs DGBs.
- Fixed rate bullets and floaters only performed vs swaps with 1-2 bp, therefore underperforming callables massively.

Sweden and Norway:

- SEK swaps underperformed vs EUR continued in December with a stunning underperformance of 32bp! It seems Rigsbanken now is buying into our story of a stronger Swedish economy.
- Rumors of systematic funds unwinding there long positions in the Swedish rate marked.
- Norway are still trading at historic elevated levels vs Sweden (+164bp in 5y swaps)
- Swedish covered bonds performed marginally (2bp) vs swaps but underperformed vs governments swaps (3-4bp).
- Norwegian covered bonds performed marginally vs swaps by 1-2bp.

Performance



Drawdown %



Risk limits %

