

Fund		Key figures		
Sub-Fund	CABA Hedge KL	Total	DK	SE
ISIN	DK0060814523	Leverage	5,46	-
AUM	685 mio. kr.	Max drawdown (%)	-4,52	-
NAV	104,25	Drawdown period (days)	76	-
		Spread risk (% of limit)	64,3	43,4
		Spread risk (@ 1 bp)	0,335	0,226
		Duration (@ 1 bp)	-0,004	-0,001
		Convexity (@ 1 bp)	-0,087	-0,090
			0,011	0,003

Return(%)	
Since inception	4,25
YTD	0,31
Month	3,50

March 2018 report

2018 Q1 Summary

The first quarter of the year has been quite turbulent on the financial market where several asset classes have experienced drawdowns. CABA Hedge KL was no exception and had a drawdown of 3,56% in February. Increased inflation expectations and a possible trade war are some of the factors explaining the market turmoil in the first quarter of 2018.

After a solid performance in March CABA Hedge KL has a return of 0,31% YTD. The rather volatile performance in the fund in Q1 mainly stems from the positions in Danish callable bonds.

Denmark

March was a good month for Danish mortgage bonds in general. Both non-callable (flex) and callable bonds performed relative to DKK swaps as the option-adjusted spread tightened in the month. The spread on the leading callable bonds tightened on average with 13bp. Thus, a large part of the underperformance in February has been neutralized. ARMs also performed well with a spread tightening of around 3bp after having underperformed in February.

Sweden

Swedish mortgage bonds also performed slightly vs. swaps and government bonds with a spread tightening of around 1-2bp.

Performance



Drawdown %



Risk limits %

