

Fund		Key figures		
Sub-Fund	CABA Hedge KL	Total	DK	SE
ISIN	DK0060814523	Leverage	6,33	-
AUM	679 mio. kr.	Max drawdown (%)	-4,52	-
NAV	103,78	Max drawdown (days)	82	-
		Spread risk (% of limit)	69,0	42,3
		Spread risk (@ 1 bp)	0,359	0,220
		Duration (@ 1 bp)	-0,025	-0,021
		Convexity (@ 1 bp)	-0,122	-0,124
			0,003	
Return(%)				
Since inception	3,78			
YTD	-0,14			
Month	0,62			

June 2018 report

Q2-General

The financial markets were in the second quarter of the year affected by political uncertainty in form of a possible escalation in trade tariffs and the government composition in Italy. As a consequence, interest rates have been volatile in the last quarter and especially so since mid-May where there have been large daily fluctuations. Danish callable bonds have not suffered to the same extent from the volatility as they did in February.

On June 14 the ECB announced that they will extend the QE program through 2018 and leave the key ECB rates unchanged at least through the summer of 2019. The market consensus was that the ECB would start tapering and that the first interest rate increase would occur in June 2019. Thus, as the announcement from the ECB were not in line with the market expectations interest rates declined.

Denmark

Danish callable bonds performed in June as the option-adjusted swap spread tightened by 5-7bp. The spread tightened despite relative large issuance in the last two weeks of June. Non-callable bonds (flex) underperformed by 1-3bp to swaps in June.

Sweden

Swedish non-callable swap spreads were almost unchanged in June, while they performed by 3-4bp to government bonds.

Performance



Drawdown %



Risk limits %

