

| Fund | | Key figures | | |
|-----------------|---------------|--------------------------|--------|--------|
| Sub-Fund | CABA Hedge KL | Total | DK | SE |
| ISIN | DK0060814523 | Leverage | 8,44 | - |
| AUM | 804 mio. kr. | Max drawdown (%) | -4,52 | - |
| NAV | 103,91 | Max drawdown (days) | 149 | - |
| | | Spread risk (% of limit) | 69,4 | 16,3 |
| | | Spread risk (@ 1 bp) | 0,361 | 0,085 |
| | | Duration (@ 1 bp) | -0,022 | -0,022 |
| | | Convexity (@ 1 bp) | -0,025 | -0,035 |
| | | | 0,010 | |
| Return(%) | | | | |
| Since inception | 3,91 | | | |
| YTD | -0,02 | | | |
| Month | -1,48 | | | |

October 2018 report

Denmark

October was the month of the notification deadline for the January prepayment date. The total prepayments are in line with expectations and amounts to approximately DKK 26-28bn, which is the lowest since July 2017. The option-adjusted spread on Danish callable bonds widened by 5-7bps vs. swaps and 7-9bps vs. government bonds in October. The swap spread on 1-3Y non-callable bonds tightened by 1-3bps while 4-6Y widened by 1-3bps.

Sweden

At the Riksbank policy meeting on October the 24th the Riksbank signaled a rate hike at year-end or early next year. This is on the back of recently strong inflation prints and inflation expectations that are close to the target. Although, the Riksbank sees several downside risks, the market consensus is a rate hike in December. The spread on Swedish bostäder widened in October vs. swaps and government bonds. Especially, 3-6Y bostäder underperformed with a spread widening of 5-6bps vs. swaps and government bonds, while short-term (1-2Y) underperformed by 1-3bps.

Performance



Drawdown %



Risk limits %

