

Fund		Key figures		
Sub-Fund	CABA Hedge KL	Total	DK	SE
ISIN	DK0060814523	Leverage	9,23	-
AUM	803 mio. kr.	Max drawdown (%)	-4,52	-
NAV	103,93	Max drawdown (days)	149	-
		Spread risk (% of limit)	77,3	21,9
		Spread risk (@ 1 bp)	0,402	0,114
		Duration (@ 1 bp)	-0,027	-0,027
		Convexity (@ 1 bp)	-0,024	-0,018
		SE		55,4
				0,288
				0,000
				-0,006

Return(%)	
Since inception	3,93
YTD	0,00
Month	1,00

December 2018 report

General

The theme in December was the same as in previous months, namely, higher volatility and decreased risk appetite due to geopolitical uncertainties and a fear of a possible deacceleration in growth. The market turmoil has affected several asset classes including the bond market/fixed income market. Rates have decreased and credit spreads have widened as there has been demand for "safe haven" securities.

Denmark

The option-adjusted swap spread on Danish callable bonds widened for the 3rd month in a row. The spread widened by 4-6bps in December and a total spread widening of 10-14bps in Q4. The swap spread on long-term (3-6Y) non-callable bonds widened by 5-6bps while short-term (1-2Y) widened by 1-3bps.

Sweden

On December the 20th the Riksbank raised its main interest rate from -0,50% to -0,25%. The market expectations to the rate decision were mixed. However, the hike was well received by the market, as the hike was relative dovish in the sense that the path of the main interest rate was lowered. Despite the general market turmoil Swedish bostäder performed in December. The spread to the swap curve and government bonds tightened by 2-4bps.

Performance



Drawdown %



Risk limits %

