

Fund		Key figures			
Sub-Fund	CABA Hedge KL	Total	DK	SE	
ISIN	DK0060814523	Leverage	9,69	-	-
AUM	DKK 799m	Max drawdown (%)	-4,52	-	-
NAV	103,44	Max drawdown (days)	149	-	-
		Spread risk (% of limit)	79,2	21,9	57,2
		Spread risk (@ 1 bp)	0,412	0,114	0,298
		Duration (@ 1 bp)	-0,034	-0,034	0,000
		Convexity (@ 1 bp)	-0,025	-0,018	-0,007
Return(%)					
Since inception	3,44				
YTD	-0,47				
Month	-0,47				

January 2018 report

Denmark

The option adjusted swap spread widened on Danish callable bonds in January by 3-7bps. The notification deadline for the April prepayment date was on the 31st of January. Total prepayments were at DKK 28bn. Declining interest rates have closed the popular 2% 30-year bond for issuance since the price is above par. The main issuance activity in the segment have therefore shifted to 30-year 1.5% annuity and 2% interest only bonds.

Swap spreads on non-callable bonds also widened in January by 1-3bps.

Swap spreads on Danish covered bonds have widened for the 4th straight month and are now at the highest level since February 2017. Thus, Danish bonds have become cheap, but not relatively to other European covered bonds as they have had similar spread widenings over the last four months.

Sweden

Swap spread on Swedish bostäder widened by 1-3bps and are at the highest level since November 2017. The spreads to government bonds changed by ± 1 bp in January. Swedbank and Nordea issued two new 5Y benchmark bonds that matures in September 2024. The issuance activity of Swedish covered bonds in 2019 is expected to be lower at SEK 445bn versus SEK 500bn in 2018, as redemptions in 2019 is SEK 120bn lower.

Performance



Drawdown %



Risk limits %

