

Fund		Key figures				
Sub-Fund	CABA Hedge KL W	Total	DK	SE	NO	DE
ISIN	DK0061677804	Leverage	12,54	7,58	3,88	1,08
AUM Strategy	DKK 870m	Max drawdown (%)	-32,61	-	-	-
NAV	96,68	Max drawdown (days)	717	-	-	-
		Spread risk (% of limit)	92,0	61,0	26,2	4,8
		Spread risk (@ 1 bp)	0,478	0,317	0,136	0,025
		Duration (@ 1 bp)	0,035	0,093	0,002	0,001
		Convexity (@ 1 bp)	-0,012	-0,001	0,000	0,000
Return(%)						
YTD	-11,00					
Month	4,85					

December 2022 report

General

- December has been a busy month from a central bank perspective, with more or less all major central bank raising rates; Riksbanken, with no planned meeting, as an exception. Even BOJ was on the floor, and raised their long end maximum rate from 25bp to 50bp. ECB surprised the market by being much more hawkish in their statement, and Lagarde during the press conference. The market impact was significant.
- Germany announces a stunning higher-than-expected net issuance plan of €122bn setting all Asset swap spreads in Europe under pressure.

Denmark

- The Danish Central Bank followed ECB the 15th of December and raised interest rate by 0,50 percentage point. The central bank has intervened for DKK 5,8bn. with settlement in December. The total official intervention for November and December now accumulates to DKK 9.5 bn. Steet whisper says that interventions have continued.
- The average daily activity has once again decreased, partly due to X-mas. Buybacks are still around double the size as new issuance, with net negative daily supply off around DKK 100-500million December. On the other hand, Japanese investors continues to unwind their (overseas) holdings.
- The OAS performance on Danish callable bonds has once again been extremely coupon dependent, with lower coupons in general performing better as rates go higher, ending the month with an approximately performance of 5-10bp.
- The spread on non-callable bonds has also been volatile, starting December on a soft tone to end bid. Net, we saw a small performance vs swaps but nearly 10pp vs government bonds. Floating rate bonds was in good demand and tightened vs Fixed rate bonds.

Sweden

- Bostäder tightened steadily by 4bps in December.
- Government bonds continued underperform vs swaps.

Performance



Drawdown %



Spread Risk, Limit %

