

Fund		Key figures				
Sub-Fund	CABA Hedge KL A	Total	DK	SE	NO	DE
ISIN	DK0060814523	Leverage	14,81	0,60	12,41	1,80
AUM Strategy	DKK 982m	Max drawdown (%)	-32,61	-	-	-
NAV	111,32	Max drawdown (days)	1113	-	-	-
		Spread risk (% of limit)	99,6	21,2	69,2	9,2
		Spread risk (@ 1 bp)	0,518	0,110	0,360	0,048
		Duration (@ 1 bp)	0,016	0,193	-0,034	0,002
		Convexity (@ 1 bp)	-0,028	-0,013	-0,001	0,000
Return(%)						
Since inception	11,32					
YTD	1,98					
Month	1,98					

January 2024 report

General Market Trends:

- The start of 2024 has been relatively calm in terms of market volatility. Participants are still speculating about the timing of the first rate cut.
- Stocks, particularly on the NASDAQ and DAX, have performed well, reaching new all-time highs.
- Credit spreads, such as iTraxx Crossover, have remained stable.
- Like we normally see in January, we had a surge in new issuance, which to some extent has impacted European and Scandinavian Covered bonds.

Denmark:

- Fixed rate bullets experienced marginal underperformance in January due to investor caution ahead of refinancing actions starting in early February.
- High-coupon callable bonds had an impressive month. Except for RD, prepayment in 6% bonds was smaller than anticipated.
- 5% bonds performed approximately 5-15 basis points versus swaps, with interest-only bonds performing the most. Low-coupon bonds remained relatively unchanged.
- Debtor behavior was subdued, and it remains to be seen if this is a new trend or a result of post-Christmas fatigue.
- Foreign end-user activity remained muted and with a continuing bias to shift into higher coupons.

Sweden and Norway:

- As expected, the Swedish central bank held the policy rate unchanged at 4.00%. SEK-Rates has been relatively stable vs EUR and NOK with a small underperformance (higher rates) for SEK.
- Short-end Swedish covered bonds underperformed swaps by around 3 basis points in January, while 5-year bonds remained nearly unchanged, leading to a flattening of the ASW curve.
- Swedish government bonds marginally underperformed swaps, partially offsetting the covered bond underperformance.
- In Norway, government bonds significantly underperformed. At one point, 8-year government bonds traded close to flat against swaps.
- NOK covered bonds continued their solid performance consequently outperforming there Danish and Swedish cousins.

