

Fund		Key figures				
Sub-Fund	CABA Hedge KL W	Total	DK	SE	NO	DE
ISIN	DK0061677804	Leverage	14,52	-0,13	13,74	0,91
AUM Strategy	DKK 1046m	Max drawdown (%)	-32,61	-	-	-
NAV	118,70	Max drawdown (days)	1173	-	-	-
		Spread risk (% of limit)	96,1	17,3	65,1	4,1
		Spread risk (@ 1 bp)	0,500	0,090	0,388	0,021
		Duration (@ 1 bp)	0,035	0,213	-0,021	-0,001
		Convexity (@ 1 bp)	-0,013	-0,002	0,001	0,000
Return(%)						
YTD	9,56					
Month	1,66					

March 2024 report

General Market Trends:

- Incoming hard data indicate a higher chance of a soft landing.
- Equities are still having a good time, with SP500 up 2%, and Europe even more in March. Credit markets have been almost unchanged, and the bond market has been relatively calm.
- After 17 years, and as the last central bank worldwide, BOJ abandoned the negative rate regime and raised the official rate range to 0-0.10%.
- On the other hand, the Swiss National Bank was the first major central bank to lower rates in this general expected upcoming rate-cutting-cycle.
- Despite the overall risk positive sentiment, European covered bonds once again underperformed due to the QE unwind from the ECB.

Denmark:

- Long dated fixed rate bullets performed impressively (again) with 6-8bps vs swaps. However, 3y bullets were more or less unchanged due to high supply from the refinancing actions.
- Given the underperformance in European covered bonds we are skeptic regarding further performance in Danish fixed rate bullets from here.
- Callable bonds had a less benign month with a general OAS underperformance in the magnitude of 4-5 bps, primarily driven by falling implied volatility. Hedged by swaps only, performance was almost flat.
- No reel new news on debtor or foreign investor behavior.

Sweden and Norway:

- Swedish and Norwegian covered bonds markets have both had a steady performance of 4-7bps vs. swaps during March, with the longer maturities performing the most.
- We still see a huge potential for further performance in the Swedish market, which is also reflected in our high exposure to this segment.
- The Swedish government asset swap spreads have been stable during March. However, the Norwegian government bonds continued the strong performance and have now gained almost 20bps vs. swaps since January.

Performance



Drawdown %



Spread Risk, Limit %

