

Fund		Key figures				
Sub-Fund	CABA Hedge KL A	Total	DK	SE	NO	DE
ISIN	DK0060814523	Leverage	15,68	-0,29	15,81	0,16
AUM Strategy	DKK 995m	Max drawdown (%)	-32,61	-	-	-
NAV	138,12	Max drawdown (days)	1219	-	-	-
		Spread risk (% of limit)	84,6	9,2	73,8	1,5
		Spread risk (@ 1 bp)	0,440	0,048	0,384	0,008
		Duration (@ 1 bp)	0,048	0,344	-0,004	0,020
		Convexity (@ 1 bp)	-0,006	0,020	-0,005	0,001
Return(%)						
Since inception	38,12					
YTD	2,92					
Month	0,21					

May 2025 report

General Market Trends:

- Norway (7th) and Sweden (8th) kept policy rates unchanged at 4.5% and 2.25% respectively. BoE (7th) cut rates by 0.25% to 4.25%.
- Despite ongoing tariff turmoil, the markets has been relatively calm with a risk-on tone.
- Nasdaq, S&P and Dow Jones were up 10%, 6%, 4%, while Euro Stoxx-600 were up 4%.
- Risk indicators are trading close to lows: iTraxx 5y Senior Financials 62 (73), 5y Crossover 300 (350) and VIX index 19 (25) after trading as high as 98, 443 and 60, respectively in April.
- Confidence in the US monetary system is still under pressure, though. USD lost 5% vs EUR and 10y USD swapspread has traded below -55 all second half of May.
- On May 16th Moody's downgraded US from Aaa to Aa1.
- Bund ASW(6m) is unchanged around a level close to 0.
- EUR 2y and 10 swaps were up 6 and 9 bp, respectively while US 2y swaps and 10y were up 40 and 29 bp i.e. Bear flattening 2-10 in US by 11 bp reversing some of last month's bull steepening.

Denmark:

- Callables gained 3-8bp to swaps, with 0.5% coupon bonds as the exception with a loss. Vs govt bonds the outperformance was 3-6bp higher as danish government bonds lost on a ASW basis.
- Refinancing action of approximately DKK 125bln, primarily in floaters. During the action Fixed rate bullets and floaters lost a few bp but ended the month with a net performance of 6-9bp and 0-3 bp vs government bonds and swaps, respectively.
- EURDKK is back trading around 7,460, removing the upward pressure on short Danish rates. Estimates for the borrowing requirement are constantly being adjusted downward. We reiterate our positive view on long positions in DKK rates vs EUR.

Sweden and Norway:

- The Swedish National Debt Office raised its bond issuance target for 2025 to SEK 118bln (100bln).
- NIER reports confirms the status off depressed Swedish consumers but optimistic retailers.
- SW Q1 GDP major downward surprise primarily due to big fall in Fixed Investments.
- Swedish and Norwegian covered bonds performed 2 and 5bp respectively.
- SEK 5y swap performed vs EUR in the 5y area with 3bp, while NOK rates underperformed with an impressive 12bp making NOK rakes look very attractive.
- While Swedish government bond had a quiet month on a ASW basis with a net performed of 1 bp, the Norwegian government bonds had a very volatile month underperforming at most up to the 10y action with 10bp, ending the month with a net underperformance of 3bp.

Performance



Drawdown %



Risk limits %

