



## PORTFOLIO MANAGER COMMENT

The month began with a slowly rising trend for Swedish long-term interest rates. Swedish ten-year swap rate traded between September 1 and 22 in a channel between 2.8 and 3%. The last third of the month was marked by a mix of inflation scares, German producer price inflation rising to almost 50% and political risk with the new UK mini-budget. The UK fixed income market spiraled out of control following reports of unfunded economic stimulus which is seen as both inflationary and undermining the UK's ability to borrow in the fixed income markets. The wildly fluctuating markets have led to concerns about institutional investors' ability to collateralize their derivatives positions, which ultimately prompted the Bank of England to start buying long-term government bonds to save the UK pension system. This effort is very similar to the Swedish liquidity guarantee that was introduced on the electricity market a few months ago. Swedish interest rates have generally followed the major international markets, and the Riksbank's communication has largely been about the necessity to front-run ECB rate hikes in order to keep the Swedish exchange rate stable. When concerns about Great Britain were at their greatest after the new mini-budget, the krona traded at its weakest rate ever against the dollar, almost SEK 11.5 per USD. Both the Swedish housing market and the Swedish real estate market are under severe pressure now in the rising interest rate situation.

During the month there were new series launched for the fund's holdings in credit index, which extended the maturity by 6 months and changed the underlying companies slightly. In the European credit index, 2 companies were replaced and in the American credit index 4 companies were replaced. At the time of rolling, the new series for Europe gave just under 7 points higher spread than the previous series and the American just over 8 points. The spread movements over the month for the previous series showed the European credit index spread widened around 9 points and the American credit index around 7 points.

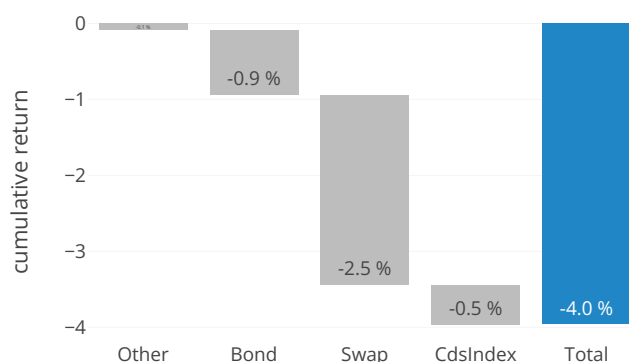
## INVESTMENT GOAL AND STRATEGY

The fund targets highly liquid exposure in European and North American Investment Grade credit, whilst keeping both currency and interest rate risk in Swedish Krona. To this end credit exposure is assumed via indexed centrally cleared Credit Default Swaps (CDS). The Reference Indices of the CDS contracts are Itraxx Europe Main and CDX Investment Grade North America. The exposure to each issuer is equally weighted, ensuring a well-diversified portfolio.

The fund takes positions that eliminate its exposure to companies that do not meet the sustainability requirements set up by Captor. The fund is classified as Article 8 according to the Disclosure Regulation.

The fund's capital will be invested in AAA rated SEK bonds, primarily Swedish covered bonds. Interest rate exposure is assumed via these bonds and cleared interest rate swaps in Swedish Krona.

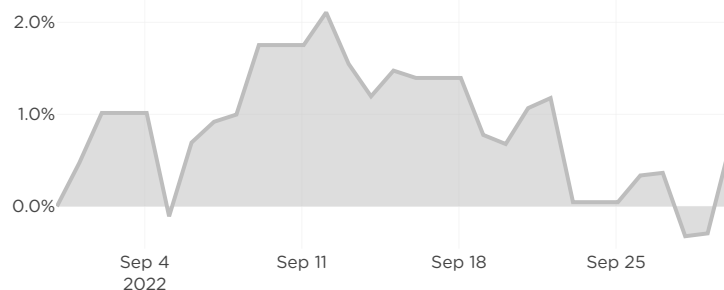
## ATTRIBUTION THIS MONTH



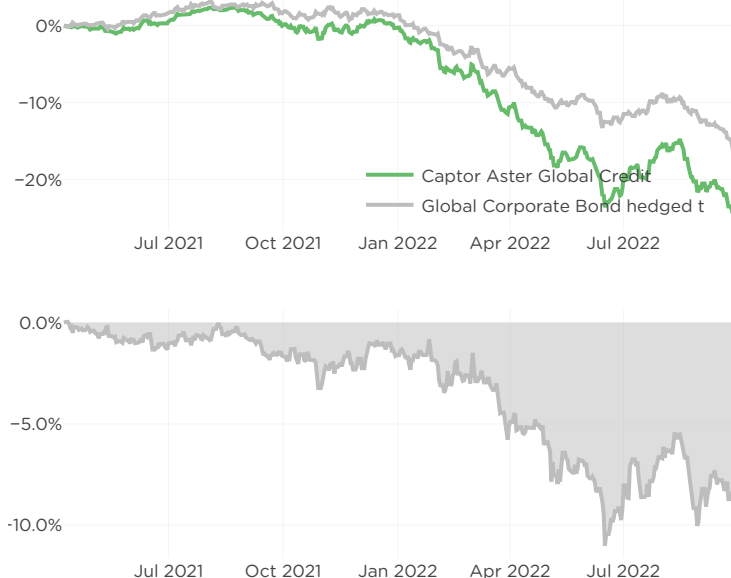
## DISCLAIMER

The information provided herein is generally descriptive and the fund may not be available for or suitable for you. Any opinions expressed do not constitute investment advice. Independent advice should be sought in cases of doubt. The value of the fund and any securities mentioned herein can fall as well as rise and an investor may get back less than the capital invested. Past performance is not necessarily a guide to future performance. Please go to <https://captor.se/fonder/> for further information.

## RELATIVE PERFORMANCE



## PERFORMANCE

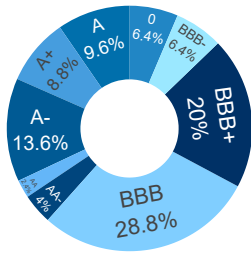


## RISK METRICS

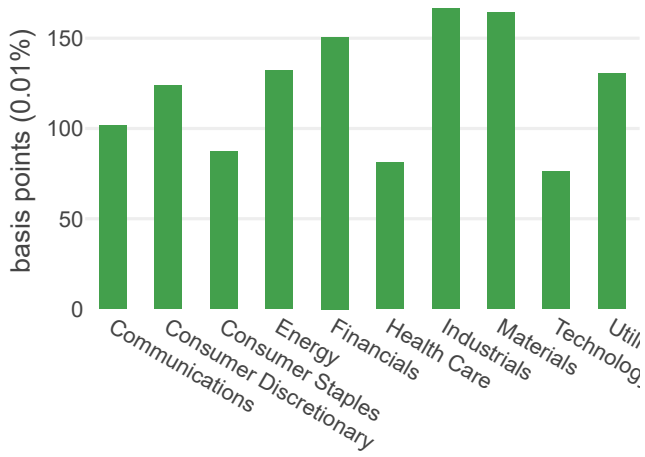
Duration	11.29 years	CDS IG EUR spread	134.56 bp
Credit duration (CDS)	9.05 years	CDS IG USD spread	105.87 bp

CDS IG EUR

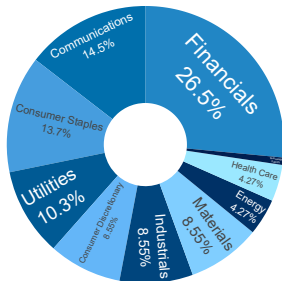
KREDITRATING



SECTOR SPREADS

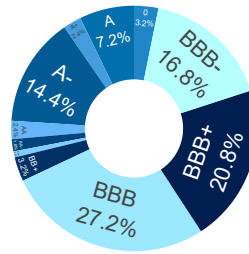


SECTOR ALLOCATION

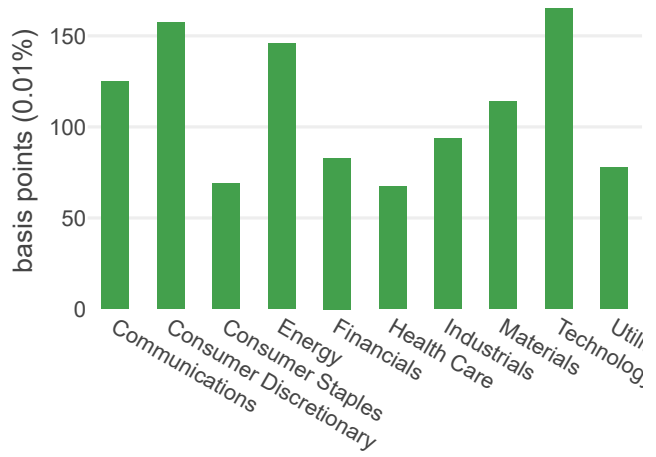


CDS IG USD

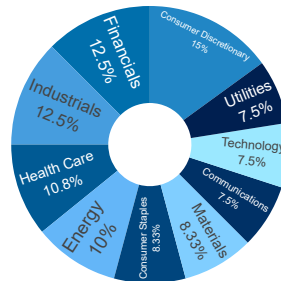
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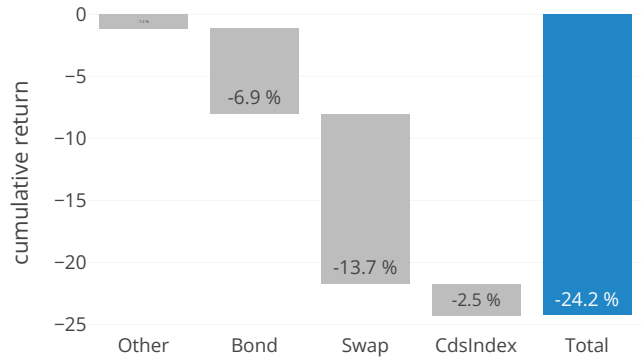
SECTOR SPREADS



SECTOR ALLOCATION



CUMULATIVE ATTRIBUTION



## RETURN TABLE

	Helår	Jan Feb	Mar Apr	Maj Jun	Jul Aug	Sep Okt	Nov Dec
2022	-24.0%	-2.9% -3.3%	-4.6% -5.4%	-1.3% -5.6%	6.9% -6.3%	-4.0%	
2021	-0.3%		-0.4%	-0.2% 0.8%	1.8% -0.1%	-2.0% -1.7%	1.7% -0.2%

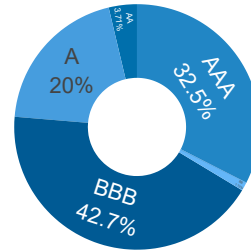
## TOP HOLDINGS

Issuer	Weight	Maturity	Rating	Sector
Kingdom of Sweden	18.6%	2028-05-12	AAA	Statlig
Stadshypotek AB	18.3%	2028-09-01	AAA	Bank/finans
SEB Covered Bond Programme	11.3%	2024-12-18	AAA	Bank/finans
Sveriges Säkerställda Obligationer ...	10.9%	2025-06-11	AAA	Bank/finans
Nordea Hypotek AB	8.9%	2026-09-16	AAA	Bank/finans
Nordea Hypotek AB	6.5%	2024-09-18	AAA	Bank/finans
Danske Hypotek AB	3.7%	2026-12-16	AAA	Bank/finans
Swedbank Hypotek AB	3.6%	2024-09-18	AAA	Bank/finans
Sparebanken Vest Boligkreditt AS	3.4%	2025-12-08	AAA	Försäkring
Länsförsäkringar Hypotek AB	3.3%	2024-09-18	AAA	Bank/finans

## TOP ISSUERS

Issuer	Weight	Rating	Sector
Kingdom of Sweden	18.6%	AAA	Statlig
Stadshypotek AB	18.3%	AAA	Bank/finans
Nordea Hypotek AB	17.7%	AAA	Bank/finans
SEB Covered Bond Programme	13.7%	AAA	Bank/finans
Sveriges Säkerställda Obligationer AB	12.5%	AAA	Bank/finans
Danske Hypotek AB	3.7%	AAA	Bank/finans
Swedbank Hypotek AB	3.6%	AAA	Bank/finans
Sparebanken Vest Boligkreditt AS	3.4%	AAA	Försäkring
Länsförsäkringar Hypotek AB	3.3%	AAA	Bank/finans

## CREDIT RATINGS



## SHARE CLASSES

	Class A	Class C
NAV	226.4344	75.7019
NAV Date	2022-09-30	2022-09-30
Dividend	No	No
Bloomberg Ticker	CASTERA SS Equity	CASTERC SS Equity
ISIN	SE0015243878	SE0015243886
Trade Cycle	Dagligen	Dagligen
Cut-off	14:00	10:00
SFDR	Article 8	Article 8
Min. Investment	100	10 000 000
Fee	0,6%	0,4%
Currency	SEK	SEK
Reg. Status	UCITS	UCITS
Currency Hedged	Yes	Yes

## REASONS TO INVEST

The fund is suitable for investors with home currency in Swedish Krona looking for attractive risk-adjusted returns through a well diversified exposure to global investment grade credit. The strategy is suitable for investors looking for liquidity in all market conditions.

By construction the strategy effectively avoids being directly exposed to EUR or USD long term interest rates. In addition the fund avoids all costs typically associated with hedging foreign currency back into Swedish Krona.

## HOW TO INVEST IN THE FUND

Some of the fund's share classes are available through Swedish banks and fund platforms. Furthermore, some share classes have a higher minimum investment, and for such share classes a dilution levy can be applied at subscription/redemption in order to protect the fund's shareholders. The process is the same as employed by exchange traded funds and also allows for physical creations/redemptions.

## RISK PROFILE

Interest rate risk and credit risk are the dominant risk factors in the fund. Typically a portfolio with equal exposure to these two risk factors will create a well balanced portfolio due to low correlation between them.

## Portfolio managers



**Daniel Karlgren**

Daniel has fifteen years of experience in trading fixed income, equity and currency products. He has previously worked as a quantitative analyst and asset manager at Handelsbanken and built up and managed a derivative portfolio at Industrivärden.

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**William Sjöberg**

William Sjöberg holds a MSc from KTH in Stockholm with financial mathematics focus and an education in quantitative finance from the CQF Institute. William has previously worked at Nordea for eight years in derivatives covering several asset classes.

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