



CAPTOR

Aster Global Credit

Monthly Report - June 2023



Portfolio Manager Comment

The market has more and more abandoned the belief in an imminent interest rate cut. Interest rates around 4% are now priced in just over two years into the future. At the end of the month, the Riksbank raised its key interest rate to 3.75%. At the same time, the effects of the higher interest rates are slowly creeping in. Private savings are now negative, i.e. more money is withdrawn than is put in. The Riksbank's analysis of interest rate sensitivity in the Swedish economy initially overestimated the effect of interest rate increases. The question is whether the Swedes' resilience will continue to be high or whether we now see a decrease in resilience and adaptability as interest rates have now been higher than in many years for just over a year. The stagnant transaction market for private housing suggests that no equilibrium price can be achieved. The same can be said about the commercial real estate market. The question is how long it will take before the price is adjusted according to the new conditions created by the high interest rates. Swedish long-term interest rates have had an upward trend during the month, although the movement has been slow and undramatic. The ten-year swap rate has risen from 2.91% to 3.06% during the month, much as an adjustment to the fact that short-term rates are expected to be higher for a longer period of time.

Credit spreads have compressed during the month. European index has gone from 83 basis points to 74 basis points and American has gone from 75 to 67 basis points. All sectors in the European index have compressed and consumer discretionary have performed the strongest. In the US, it's a bit more mixed, finance and technology have compressed the most.

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 index-based 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.

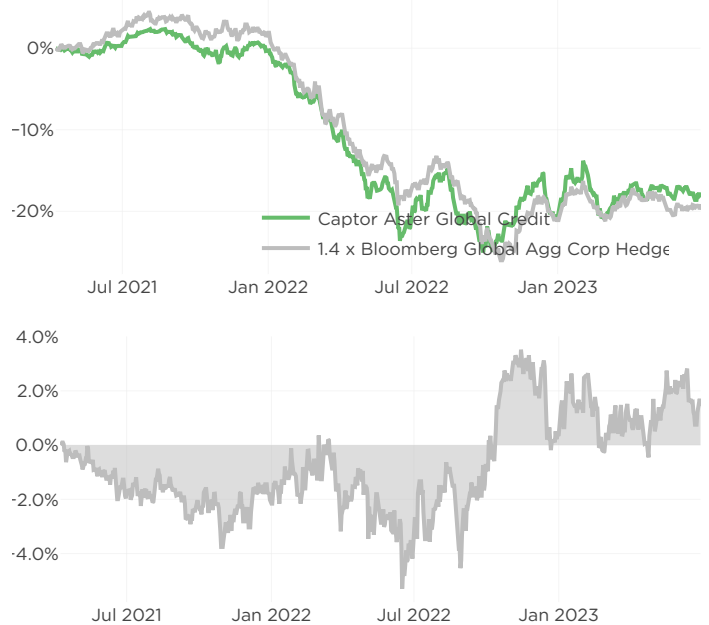
Risk Metrics

Duration	9.03 years	CDS index EUR spread	74.09 bp
Credit duration (CDS)	9.31 years	CDS index USD spread	66.82 bp

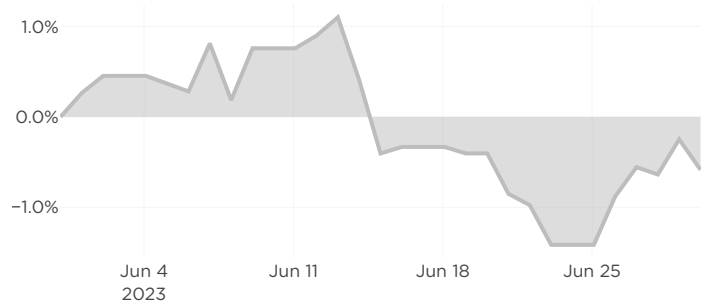
Disclaimer

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.

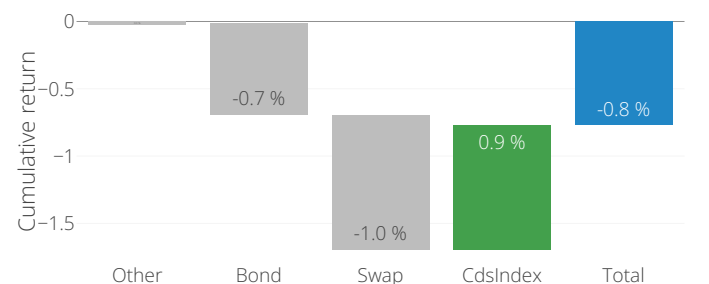
Performance



Relative Performance

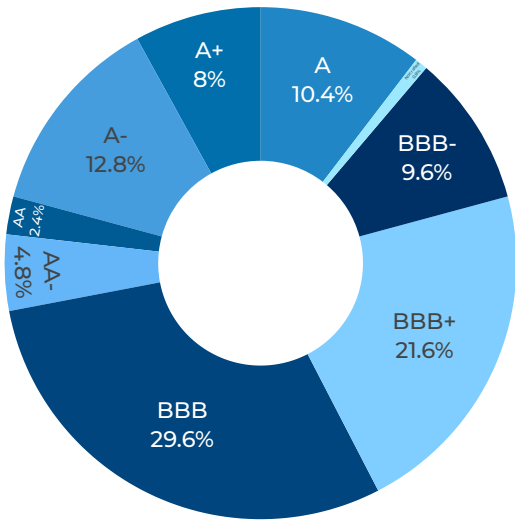


Attribution This Month



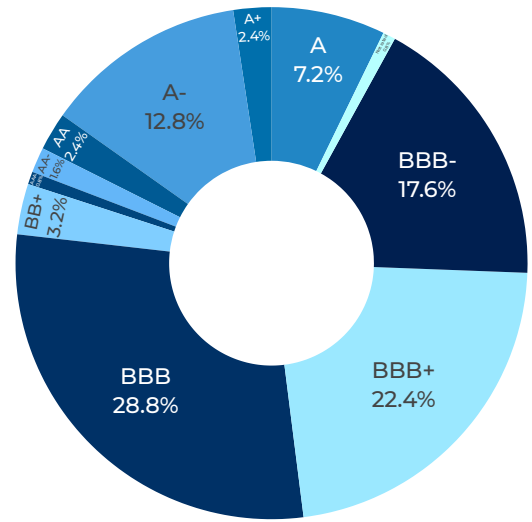
Europe CDS

Credit Rating

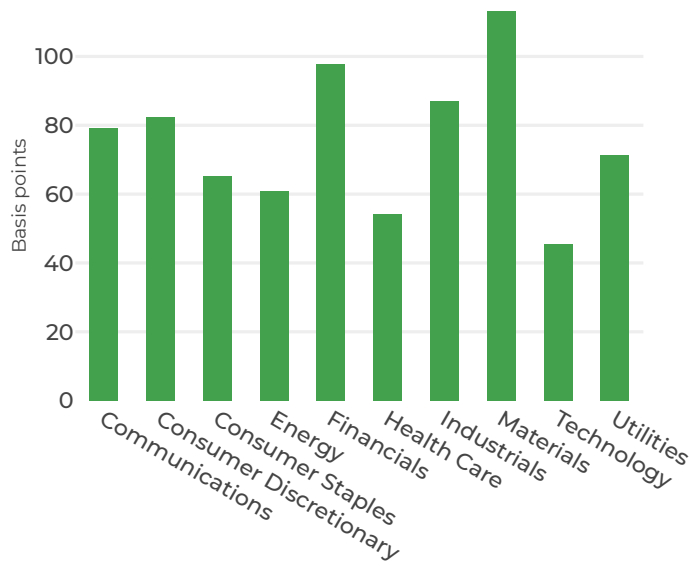


North America CDS

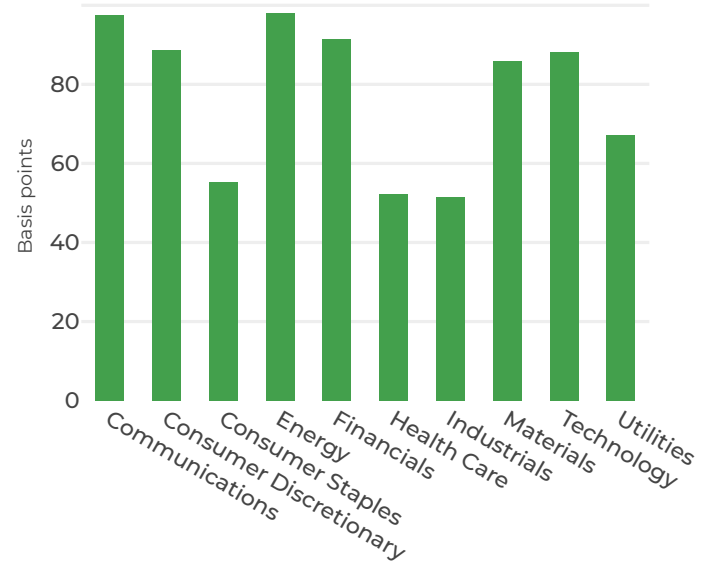
Credit Rating



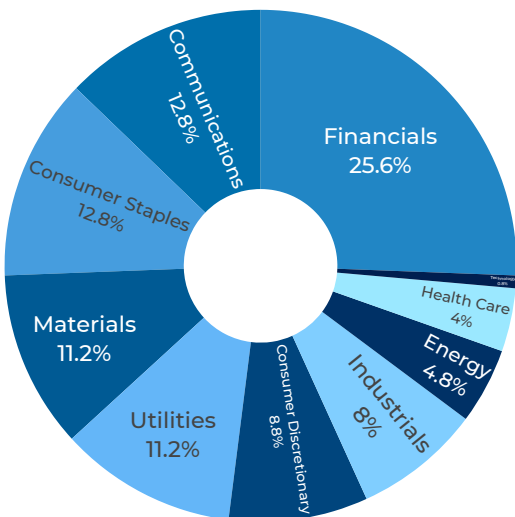
Sector Spreads



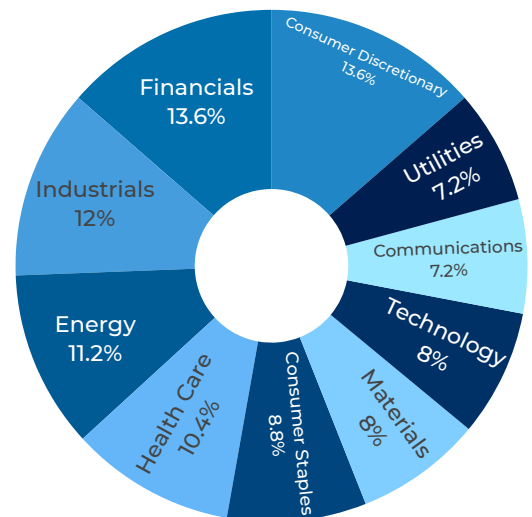
Sector Spreads



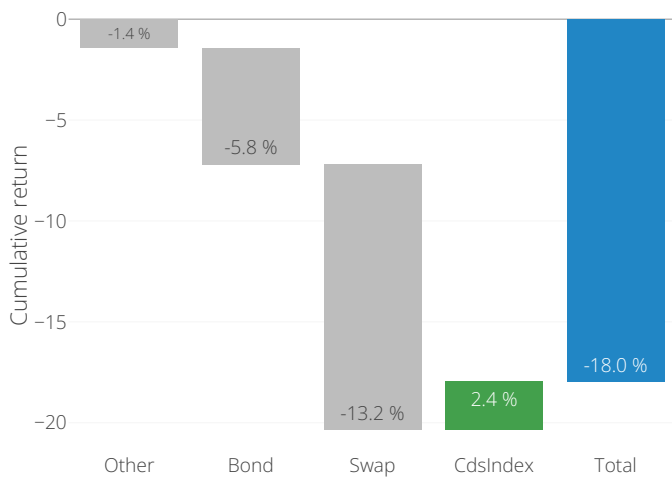
Sector Allocation



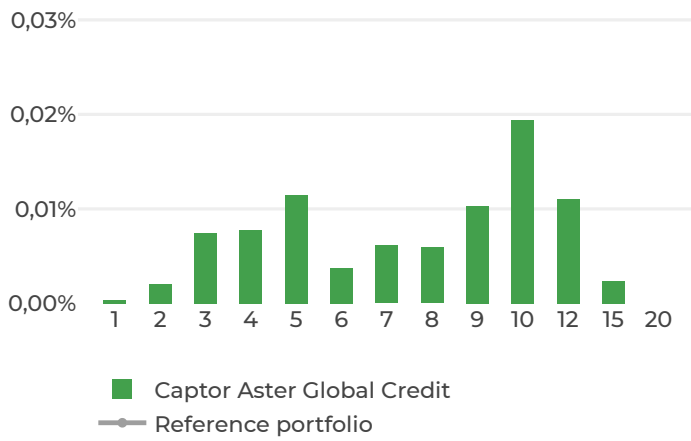
Sector Allocation



Cumulative Attribution

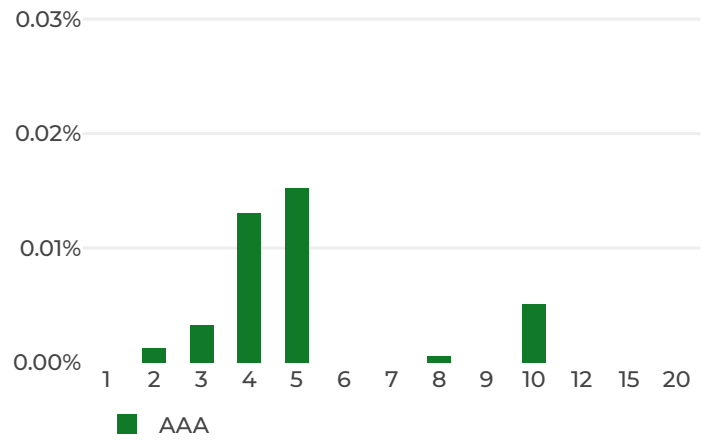


Interest Rate Risk



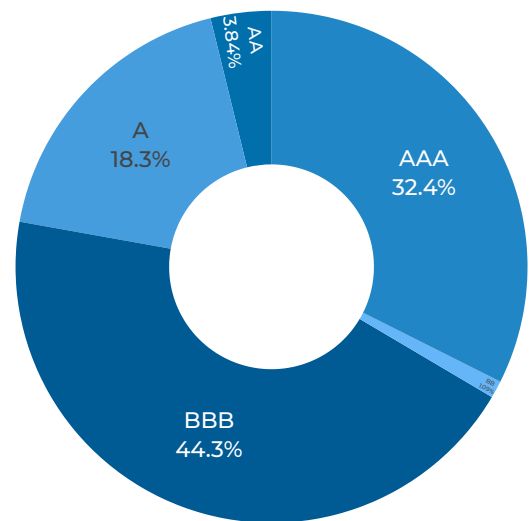
The graph shows the effect on fund NAV in % when shifting the underlying curve down by 0.01%.

Credit Spread Risk



The graph shows the effect on fund NAV in % when shifting credit spreads down by 0.01%.

Credit Ratings



Return Table

	Helår	Jan	Feb	Mar	Apr	Maj	Jun	Jul	Aug	Sep	Okt	Nov	Dec
2023	3.4%	5.7%	-5.5%	4.1%	0.7%	-0.5%	-0.8%						
2022	-20.5%	-2.9%	-3.3%	-4.6%	-5.4%	-1.3%	-5.6%	6.9%	-6.3%	-4.0%	3.2%	5.3%	-3.6%
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
Stadshypotek AB	11.2%	2028-09-01	AAA	Bank/finans
Nordea Hypotek AB	10.5%	2026-09-16	AAA	Bank/finans
SEB Covered Bond Programme	8.6%	2026-12-16	AAA	Bank/finans
Sveriges Säkerställda Obligationer AB	8.2%	2027-06-09	AAA	Bank/finans
Kingdom of Sweden	6.1%	2028-05-12	AAA	Statlig
Kingdom of Sweden	5.5%	2033-11-11	AAA	Statlig
Stadshypotek AB	4.6%	2028-06-20	AAA	Bank/finans
Sveriges Säkerställda Obligationer AB	3.8%	2026-06-17	AAA	Bank/finans
Borgo AB	3.5%	2027-06-30	AAA	Bank/finans
SEB Covered Bond Programme	3.4%	2024-12-18	AAA	Bank/finans

Top Issuers

Issuer	Weight	Rating	Sector
Stadshypotek AB	16.4%	AAA	Bank/finans
Nordea Hypotek AB	15.7%	AAA	Bank/finans
Sveriges Säkerställda Obligationer AB	14.6%	AAA	Bank/finans
SEB Covered Bond Programme	14.5%	AAA	Bank/finans
Kingdom of Sweden	12.4%	AAA	Statlig
Landshypotek Bank AB	5.3%	AAA	Bank/finans
Borgo AB	3.5%	AAA	Bank/finans
Nykredit Realkredit A/S	3.0%	AAA	Bank/finans
Sparbanken Skane AB	3.0%	AAA	Bank/finans
Swedbank Hypotek AB	3.0%	AAA	Bank/finans

Share Classes

	Class A	Class C
NAV	245.1017	82.1882
NAV Date	2023-06-30	2023-06-30
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 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 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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