



CAPTOR

Aster Global High Yield Monthly Report - March 2023



Portfolio Manager Comment

The first signs of a more serious crisis appeared in an unexpected place on March 9 when the regional Silicon Valley Bank crashed on the stock market. The savers' money had been invested in long-term government bonds which had fallen in value with the rising interest rates. Due to capital requirement reliefs introduced in 2018, the bank had not had to market value these bonds, which led to the bank no longer being solvent. The withdrawals made from savings accounts could not be met without realizing a large loss as the bank was forced to sell government bonds at market value, which was far below book value. As a number of other banks risked falling in the same way the Federal Reserve introduced a liquidity pool where the banks could pledge their long government bonds at 100% of nominal value instead of at market value. In this way, approximately \$25 billion was added to the monetary system, causing the Federal Reserve's balance sheet to grow again. Bank deposits were also guaranteed above the previous cap of \$250,000. US interest rates fell sharply during the month as a result and the repricing of the policy rate peak was over 100 basis points in a few days.

The stressed market was clearly visible in the credit market during the month, the European index widened to a maximum of 514 basis points and the American to a maximum of 534 basis points in mid-March. Spreads then tightened again and the month as a whole saw little movement. Both indices have rolled into new series during the month, making spread comparisons difficult. The European index went up around 22 basis points, while the American index remained almost unchanged during the month. Considering the index extension that comes from rolling into a new series, both indices can be considered to have tightened somewhat during the month.

Investment Goal and Strategy

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

The fund is also allowed to invest directly in corporate bonds with the corresponding rating. When the exposure to corporate credit is assumed through CDS contracts, the capital of the fund is simultaneously in AAA rated SEK bonds, primarily Swedish covered bonds.

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.

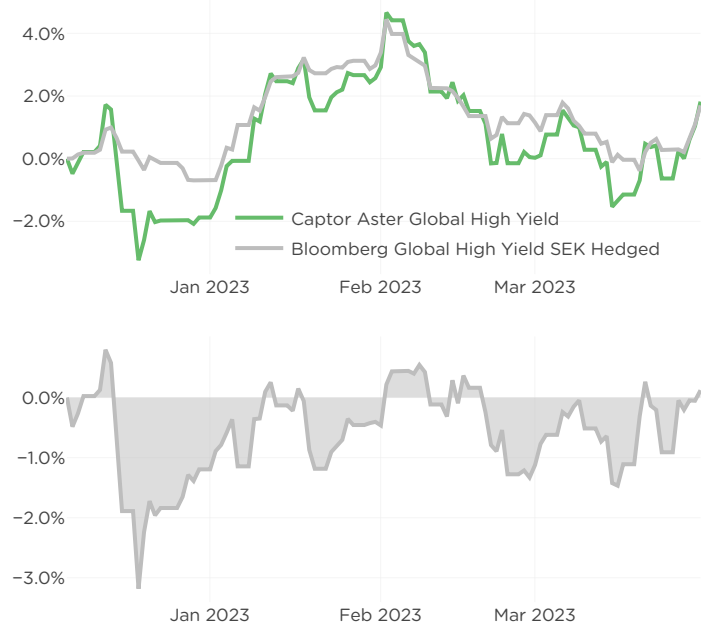
Risk Metrics

Duration	3.59 years	CDS index EUR spread	441.81 bp
Credit duration (CDS)	4.29 years	CDS index USD spread	466.49 bp

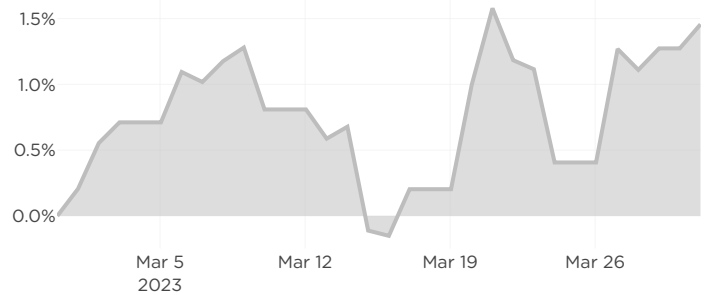
Disclaimer

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.

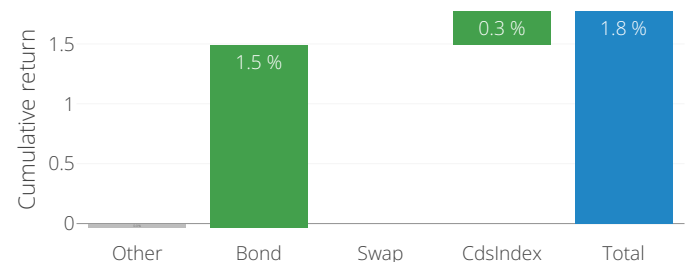
Performance



Relative Performance

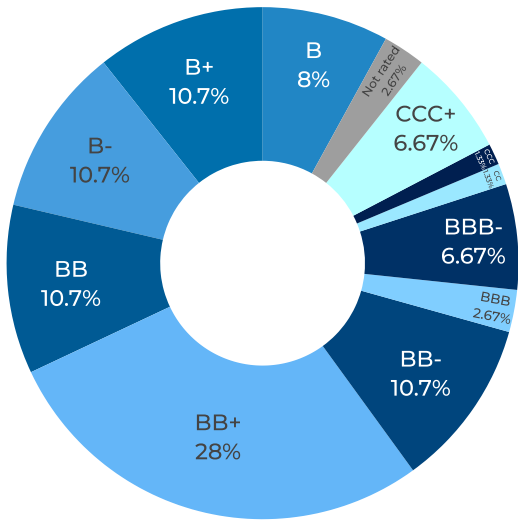


Attribution This Month

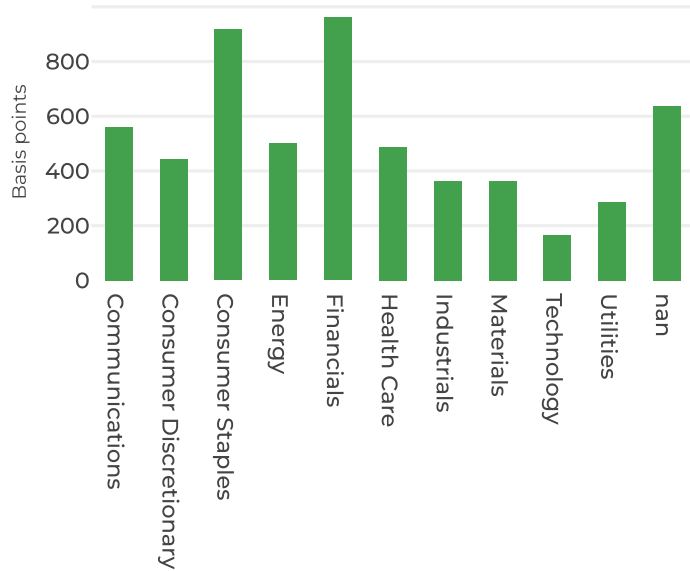


Europe CDS

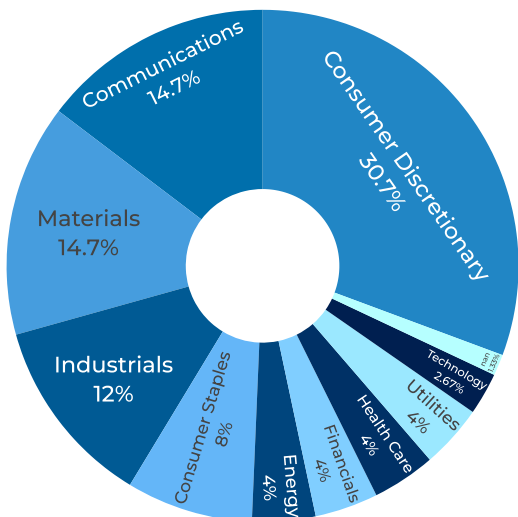
Credit Rating



Sector Spreads

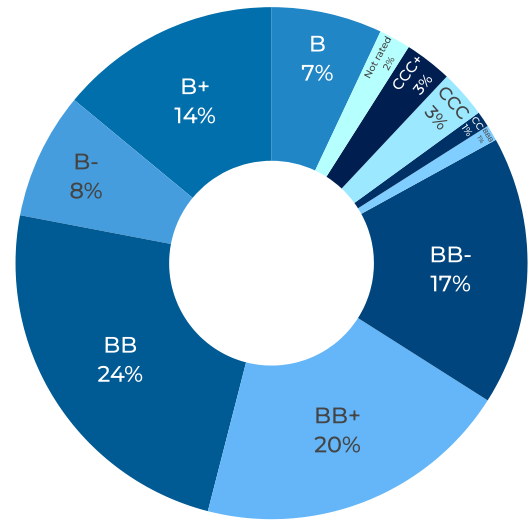


Sector Allocation

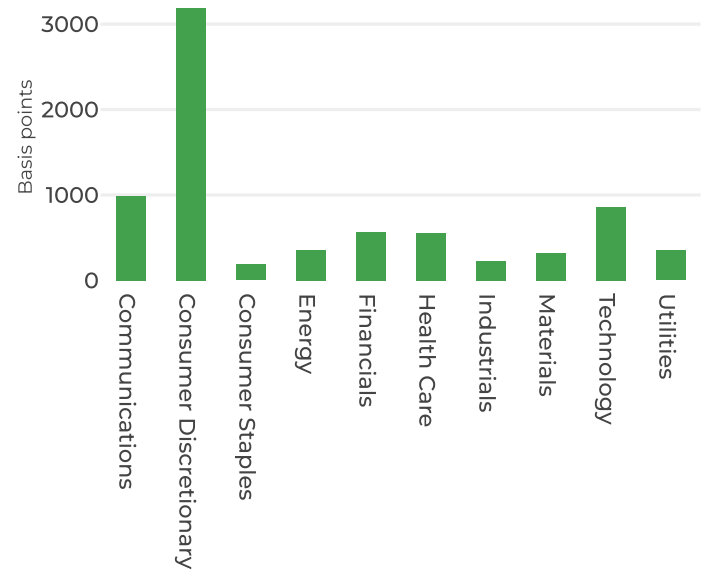


North America CDS

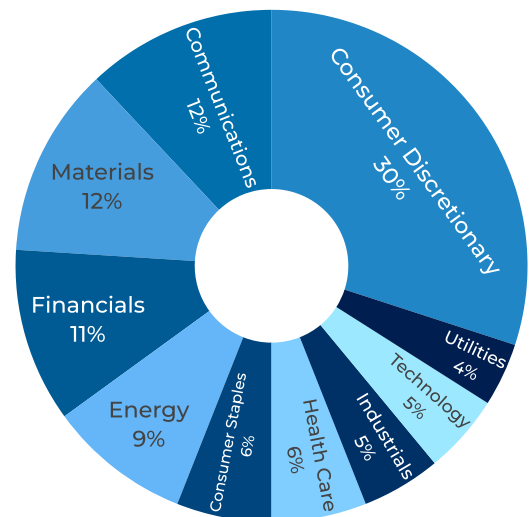
Credit Rating



Sector Spreads



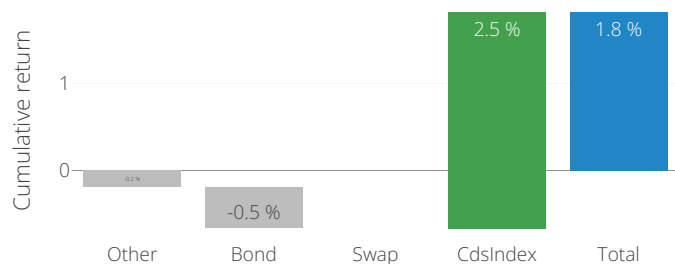
Sector Allocation



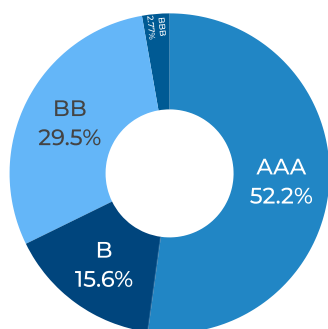
Return Table

	Helår	Jan	Feb	Mar	Apr	Maj	Jun	Jul	Aug	Sep	Okt	Nov	Dec
2023	3.8%	4.5%	-2.5%	1.8%									
2022	-1.9%												-1.9%

Cumulative Attribution



Credit Ratings



Share Classes

	Class A	Class C
NAV	306.7858	102.2437
NAV Date	2023-03-31	2023-03-31
Dividend	No	No
Bloomberg Ticker	CASTHYA SS Equity	CASTHYC SS Equity
ISIN	SE0017832264	SE0017832280
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 high yield 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

Credit risk is the dominant risk factor in the fund. It is exposed to credit spreads of both its bond positions and its position in CDS contracts.

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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