



CAPTOR

# Aster Global High Yield

## 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 Private savings are now negative, i.e. more money is withdrawn than is put in.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.

European index compressed around 37 basis point to 400 basis points and American index went from 475 to 433 basis points. In the European index, financials have the highest spreads and is also the sector which has widened the most. For the American index, healthcare have the highest spreads and also that sector where spreads widened the most.

### 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.

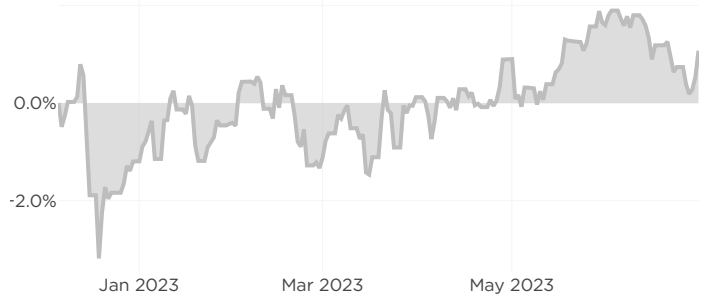
### Risk Metrics

Duration	3.18 years	CDS index EUR spread	399.65 bp
Credit duration (CDS)	4.43 years	CDS index USD spread	432.6 bp

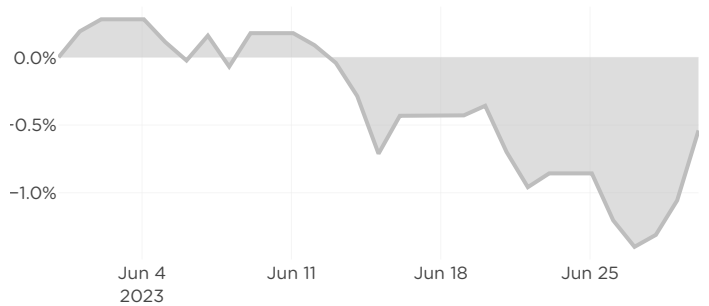
### Disclaimer

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.

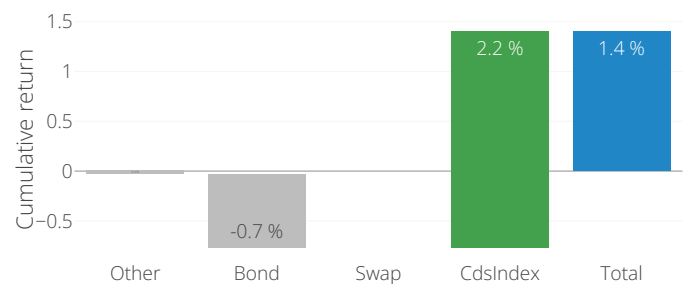
### Performance



### Relative Performance

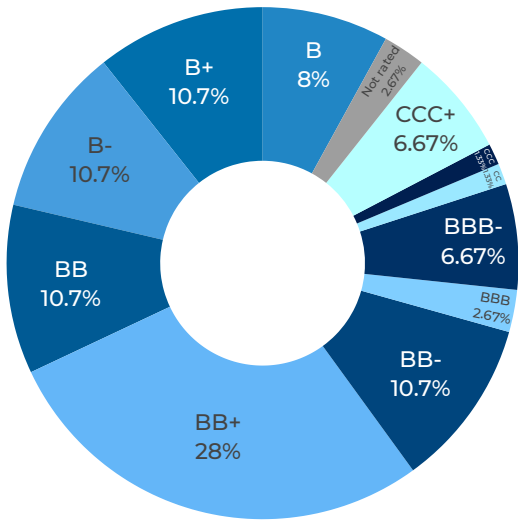


### Attribution This Month

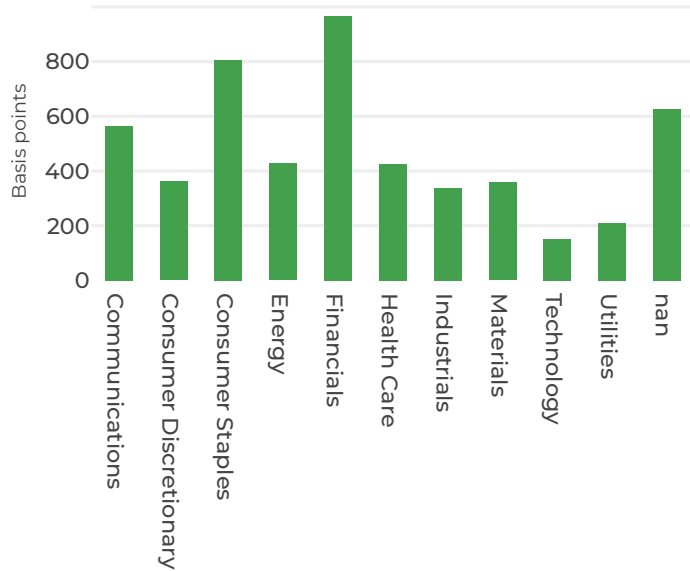


## Europe CDS

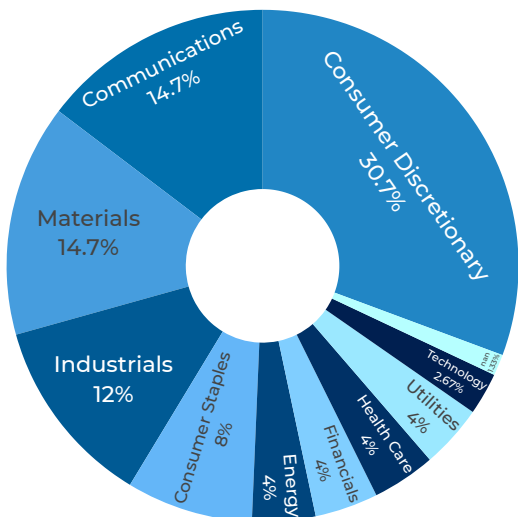
### Credit Rating



### Sector Spreads

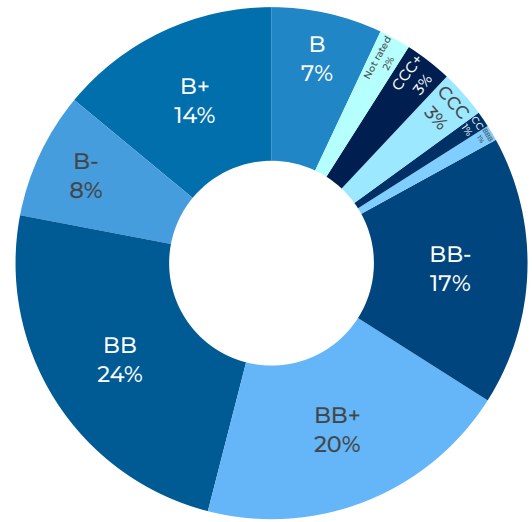


### Sector Allocation

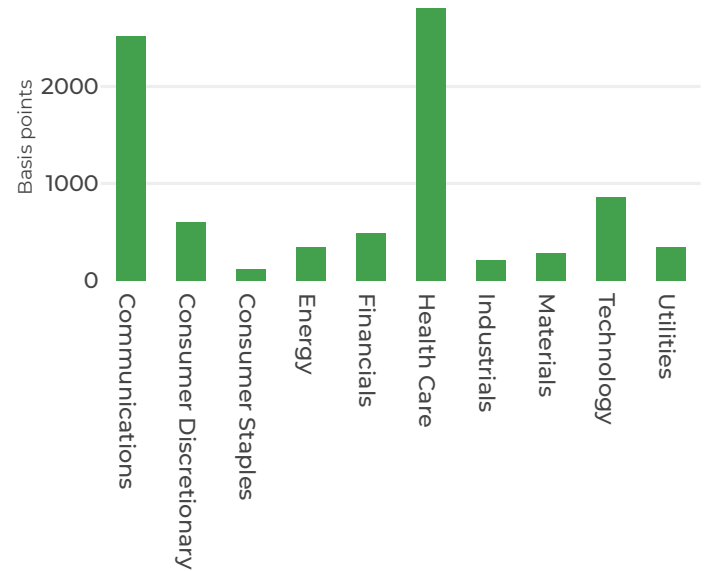


## North America CDS

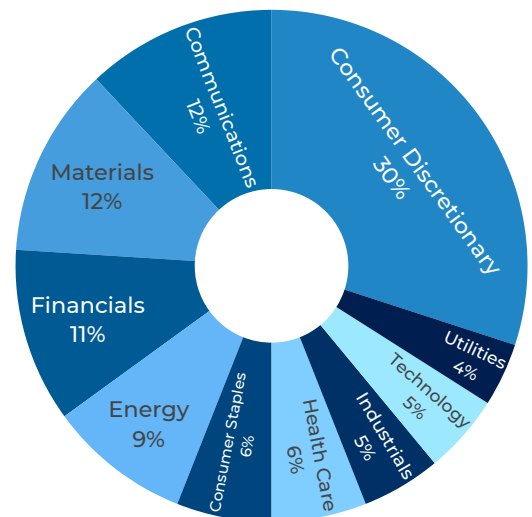
### Credit Rating



### Sector Spreads



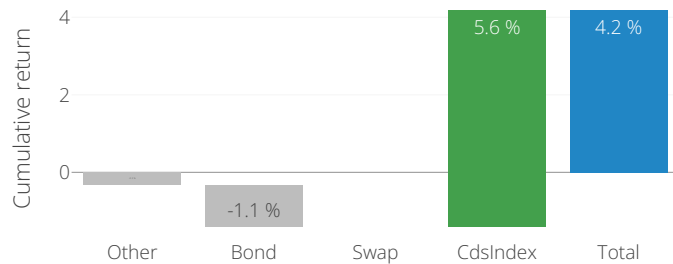
### Sector Allocation



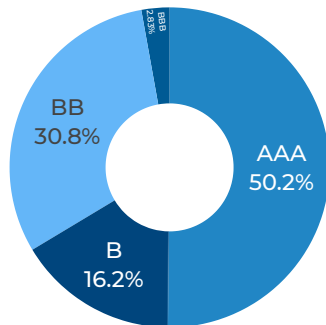
## Return Table

	Helår	Jan	Feb	Mar	Apr	Maj	Jun	Jul	Aug	Sep	Okt	Nov	Dec
2023	6.2%	4.5%	-2.5%	1.8%	0.9%	-0.0%	1.4%						
2022	-1.9%												-1.9%

## Cumulative Attribution



## Credit Ratings



## Share Classes

	Class A	Class C
NAV	313.7530	104.6178
NAV Date	2023-06-30	2023-06-30
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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