



CAPTOR

# Aster Global Credit Short Term

## Monthly Report - June 2023



### Portfolio Manager Comment

The Stibor fixing has been characterized during the month by the question of whether the Riksbank's next interest rate announcement would mean a 25 or 50 basis points hike. After 50 bp hikes from both the Norwegian and British central banks, the probability of 50 basis points rose sharply in Sweden, but the benchmark fixing then fell after the announcement of 25 basis points. Short swap rates have risen sharply during the month, the expected average rate over the next two years has risen by around 40 basis points since the end of May. 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 Private savings are now negative, i.e. more money is withdrawn than is put in.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.

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.

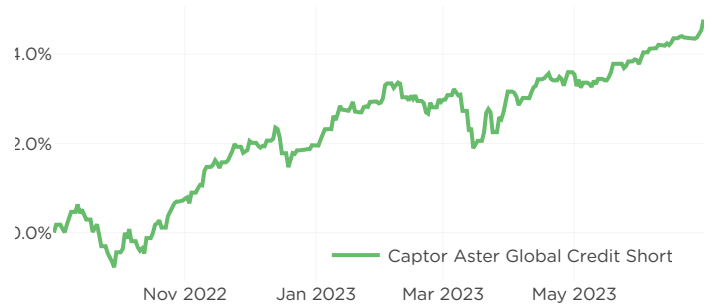
### Risk Metrics

Duration	0.01 years	CDS index EUR spread	74.09 bp
Credit duration (CDS)	4.87 years	CDS index USD spread	66.82 bp

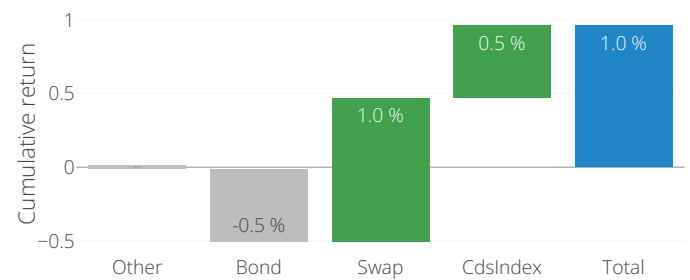
### Disclaimer

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.

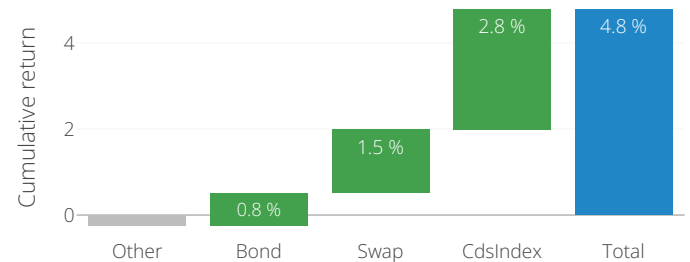
### Performance



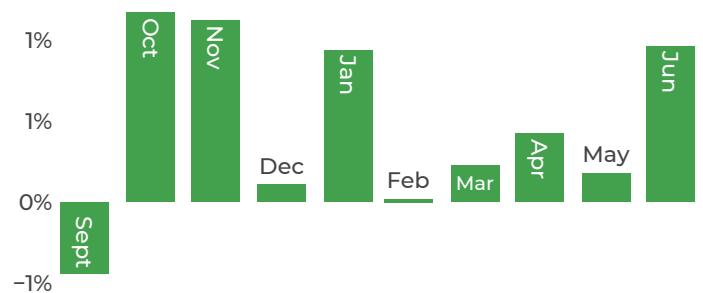
### Attribution This Month



### Cumulative Attribution



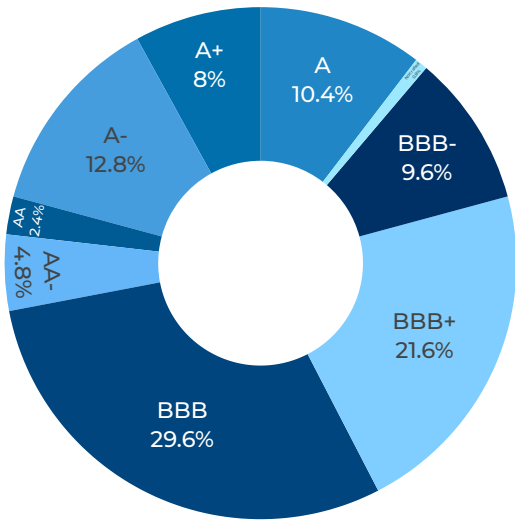
### Monthly returns



2023

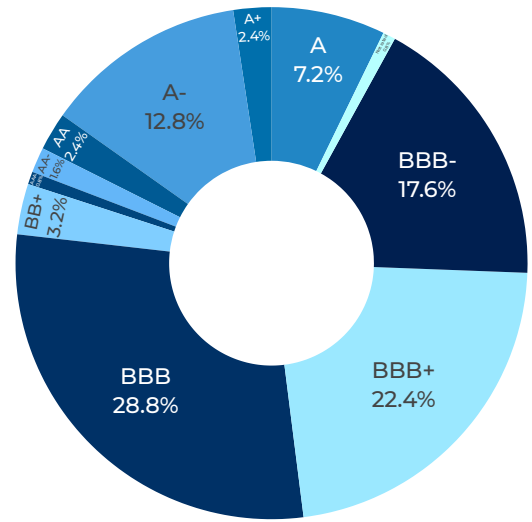
## Europe CDS

### Credit Rating

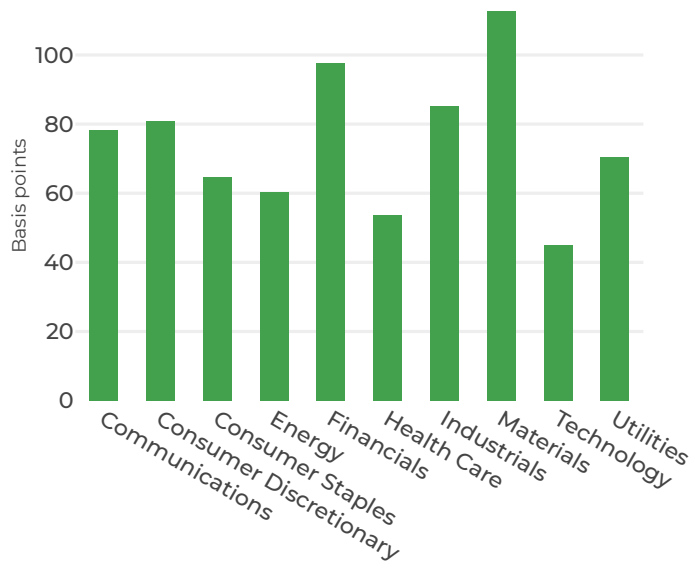


## North America CDS

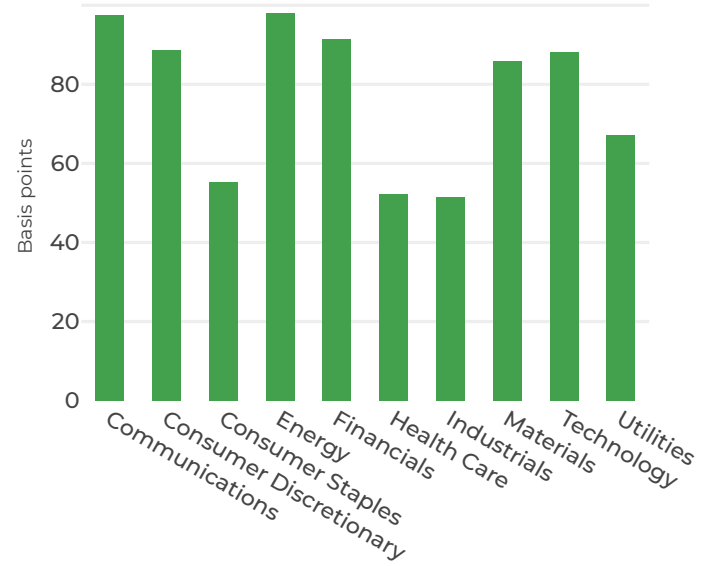
### Credit Rating



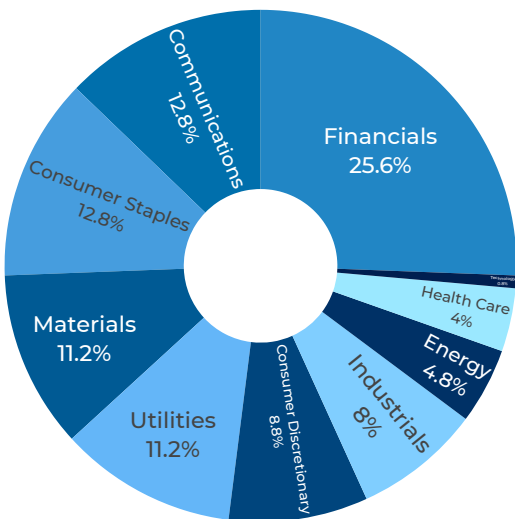
### Sector Spreads



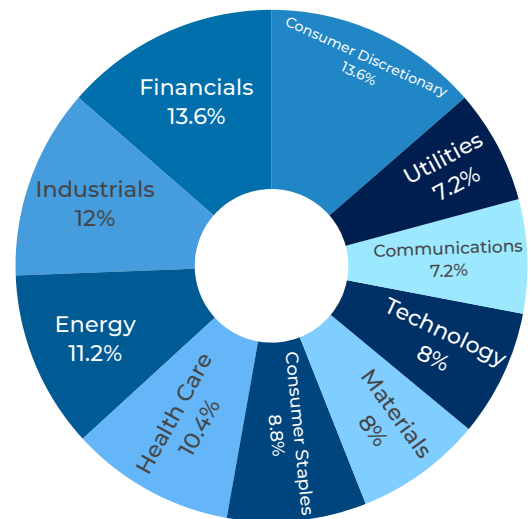
### Sector Spreads



### Sector Allocation



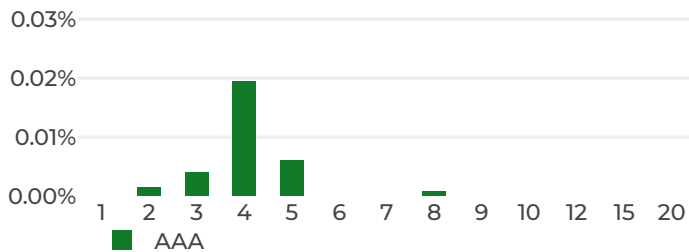
### Sector Allocation



## Return Table

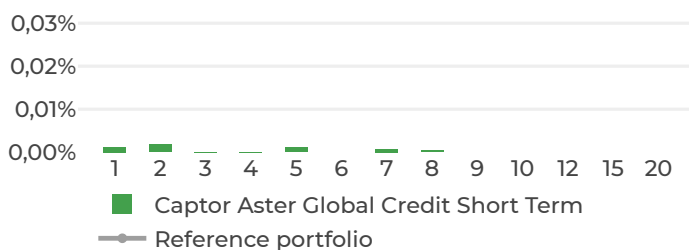
	Helår	Jan	Feb	Mar	Apr	Maj	Jun	Jul	Aug	Sep	Okt	Nov	Dec
2023	2.8%	0.9%	0.0%	0.2%	0.4%	0.2%	1.0%						
2022	2.0%									-0.4%	1.2%	1.1%	0.1%

## Credit Spread Risk



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

## Interest Rate Risk

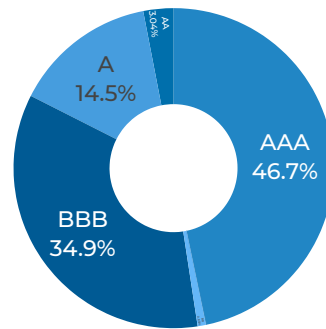


The graph shows the effect on fund NAV in % when shifting the underlying curve down by 0.01%.

## Share Classes

	Class B	Class A	Class C
NAV	198.6090	314.0518	104.8480
NAV Date	2023-06-30	2023-06-30	2023-06-30
Dividend	Yes	No	No
Bloomberg Ticker	CASTSTB SS Equity	CASTSTA SS Equity	CASTSTC SS Equity
ISIN	SE0017832322	SE0017832314	SE0017832330
Trade Cycle	Dagligen	Dagligen	Dagligen
Cut-off	10:00	14:00	10:00
SFDR	Article 8	Article 8	Article 8
Min. Investment	10 000 000	100	10 000 000
Fee	0,25%	0,4%	0,25%
Currency	SEK	SEK	SEK
Reg. Status	UCITS	UCITS	UCITS
Currency Hedged	Yes	Yes	Yes

## Credit Ratings



## 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

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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