



CAPTOR

# Global Fixed Income

## Monthly Report – May 2025



### Portfolio Manager Comment

This month's tariff game has been about doubling import duties on goods from the EU, which have however been postponed until July. The term TACO, Trump Always Chickens Out, has been launched to the anger of the American administration. The fixed income market has seriously begun to worry about the American national debt and the credit institution Moody's downgraded the American credit rating to Aa1 from the previous Aaa. This means that none of the major rating agencies anymore consider the USA to have the highest credit rating. Interest payments on the national debt are expected to increase as part of the American national budget going forward and "The One, Big, Beautiful Bill", Trump's budget proposal, is expected to increase rather than reduce the deficit. For the Swedish part, the largest opposition party has decided during its congress to further ease the surplus target from balance to deficit in order to enable investments in other areas than defense. Most people probably agree that the need for investment in Swedish basic infrastructure is great. Loan-financed investments should keep interest rates somewhat higher in the future than the surplus policy of the last decade. The Swedish yield curve has steepened somewhat during the month. The market is now pricing in a rate cut after the summer to a policy rate of 2% where it is considered equally stable. Core inflation is still well above the Riksbank's target. The Swedish four-year swap is up about 1 basis point during the month.

The credit market, like the stock market, has recovered from tariff fears during the month, with investment grade indices compressing 9 basis points in Europe and 10 basis points in the US. The high yield index follows the same trend and compresses by 44 basis points.

### Investment Goal and Strategy

The fund is a global corporate credit fund denominated in Swedish Kronor. The fund invests in both Investment Grade and High Yield, with a minimum of 50% rated investment grade. The fund targets highly liquid exposure in European and North American 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 or High Yield 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.

### Risk Metrics

Duration	3.31 years	CDS index EUR IG spread	57.80 bp
Credit duration (CDS)	5.29 years	CDS index USD IG spread	56.89 bp
		CDS index EUR HY spread	299.92 bp

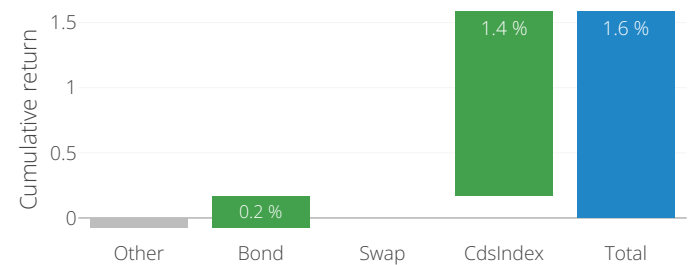
### Disclaimer

The information provided herein is generally descriptive and the fund may not be suitable 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.

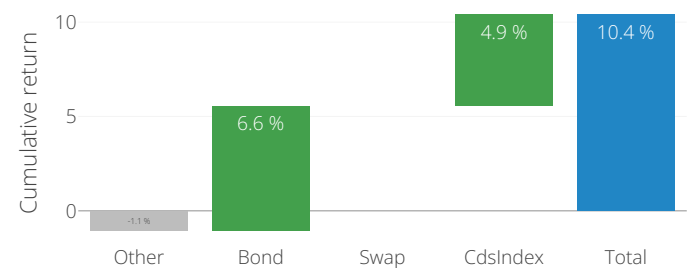
### Performance



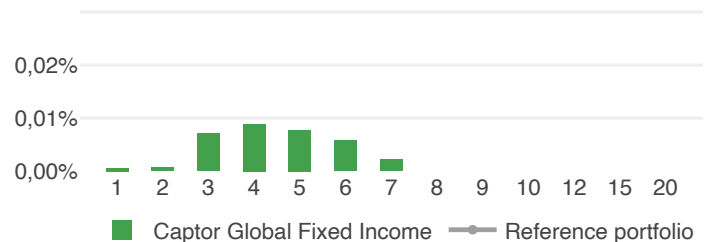
### Attribution This Month



### Cumulative Attribution



### Interest Rate Risk

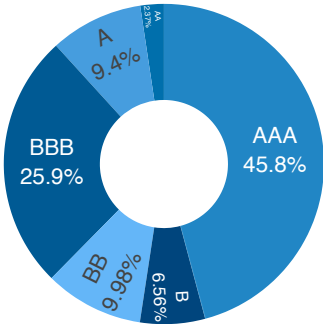


The graph shows the effect on fund NAV in % when shifting the underlying curve down by 0.01%.

Return Table

	Helår	Jan	Feb	Mar	Apr	Maj	Jun	Jul	Aug	Sep	Okt	Nov	Dec
2025	2.5%	1.5%	-0.1%	-1.6%	1.0%	1.6%							
2024	5.1%	-0.4%	-0.4%	1.3%	-0.7%	1.1%	0.6%	2.1%	1.0%	1.0%	-0.5%	1.3%	-1.3%
2023	2.5%												2.5%

Credit Ratings



Top Holdings

Name	Weight	Currency	Sector
LFBANK 3 1/2 09/10/31	15.4%	SEK	Bank/finans
SEB 3 12/06/29	13.4%	SEK	Bank/finans
SGB 0 3/4 05/12/28	7.4%	SEK	Statlig
SHBASS 2.79 05/23/30	6.2%	SEK	Bank/finans
SBAB 3 1/2 06/14/28	5.7%	SEK	Bank/finans
NDAFH 3 1/2 10/26/29	5.7%	SEK	Bank/finans
SHBASS 2 09/01/28	5.4%	SEK	Bank/finans
NYKRE Float 10/01/28	5.0%	SEK	Bank/finans
SHBASS 2.883 07/02/29	4.0%	SEK	Bank/finans
DNBNO Float 01/18/29	3.9%	SEK	Bank/finans

Share Classes

	Class A
NAV	220.7865
NAV Date	2025-05-30
Dividend	No
Bloomberg Ticker	CGLOFIA SS Equity
ISIN	SE0020999670
Trade Cycle	Dagligen
Cut-off	14:00
SFDR	Article 8
Min. Investment	100
Fee	0,6%
Currency	SEK
Reg. Status	UCITS
Currency Hedged	Yes

Top Issuers

Issuer	Weight	Rating	Sector
Stadshypotek AB	15.5%	AAA	Bank/finans
Länsförsäkringar Hypotek AB	15.4%	AAA	Bank/finans
SEB Covered Bond Programme	13.4%	AAA	Bank/finans
Nordea Hypotek AB	12.0%	AAA	Bank/finans
Kingdom of Sweden	7.4%	AAA	Statlig
Sveriges Säkerställda Obligationer AB	6.5%	AAA	Bank/finans
Nykredit Realkredit A/S	5.0%	AAA	Bank/finans
DNB Boligkredit AS	3.9%	AAA	Bank/finans
Landshypotek Bank AB	3.9%	AAA	Bank/finans
Swedbank Hypotek AB	3.8%	AAA	Bank/finans

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 and High Yield credit, with a minimum of 50% in investment grade. Whilst at the same time also keeping its exposure in Swedish Krona interest rates.

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. It is exposed to movements in interest rates affecting the fund's bond positions, and it is exposed to credit spreads of both its bond positions and its positions 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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