

Objectives and investment policy

Objectives

The objective of the fund is to generate high absolute returns. The fund is accumulating.

Investment policy

The mainly invests in Danish mortgage bonds. The fund may use derivatives and utilise various methods to increase, reduce or hedge the exposure. The market risk will be fully or partially hedged.

The gross exposure is capped at 20 times the value of net assets.

The investment strategy is active. This means that there may be significant differences in the return relative to the alternative investment fund's target.

Latest fund report

Danske Invest Hedge Mortgage Arbitrage Fund

Danske Invest Hedge Mortgage Arbitrage provided a 0,85% return in July.

July was marked by calmness in the Danish Fixed Income market. The low volatility tightened the credit spread on Danish Mortgage Bonds. The tightening of the credit spread was the main reason behind the positive return.

We now consider Danish mortgage bonds fairly to expensively priced and have reduced risk due to the repricing. The current risk level of the sub-fund is approx. 70% below its maximum risk limit.

Historical returns are no reliable indicator of future returns. It should be noted that monthly returns (in per cent) are non-additive.

Manager



Name:

Tom Svend Rosenkrans
Danske Bank Asset Management

Title:

Senior Portfolio Manager

Background:

M.Sc. (mathematics & economics)

Years of experience:

15

Basic information

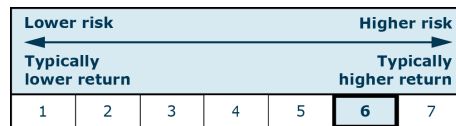
ISIN code	GG00BSTLDX31
Currency	DKK
Total assets, mill. DKK, 31.07.2018	209.2
Net asset value (NAV), 16.08.2018	1,518.09
Minimum initial investment	DKK 10,000
Management fee	1.00%
Sub-fund of	Danske Invest PCC Limited
Fund domicile	Guernsey
Management company	Danske Invest Management A/S

Charges

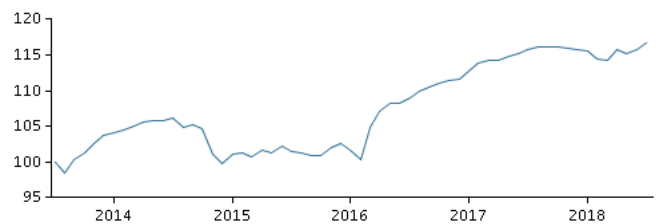
Ongoing charge	1.20%
Max. entry charge	5.00%
Max. exit charge	1.00%
Performance fee: 20% of the return above hurdle rate (Defined as Danmarks Nationalbanks lending rate (repo rate)). In the fund's last financial year the performance fee was 0.96%.	

Risk indicator

The indicator illustrates the typical correlation between the risk and your potential return of the investment.



Return in the period: 31.07.2013 - 31.07.2018



The default for the chart is the return for the past 5 years as of end of month or, if the fund is less than 5 years old, since launch. Past performance is not a reliable indicator of future results.

Drawdown



Monthly return

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2018	-0.18	-1.05	-0.08	1.28	-0.52	0.47	0.85						0.75
2017	0.95	0.91	0.36	0.08	0.50	0.28	0.47	0.42	-0.08	-0.03	-0.05	-0.18	3.68
2016	-0.83	-1.40	4.50	2.20	1.04	-0.02	0.71	0.91	0.47	0.51	0.39	0.21	8.91
2015	1.32	0.11	-0.49	0.85	-0.33	0.98	-0.84	-0.14	-0.29	-0.08	1.11	0.53	2.74
2014	0.30	0.29	0.64	0.57	0.08	0.06	0.39	-1.27	0.29	-0.52	-3.29	-1.35	-3.81
2013	1.15	1.36	0.92	1.50	1.29	0.81	0.90	-1.56	2.00	0.97	1.12	1.24	12.31
2012	0.43	-0.52	1.17	1.85	0.15	0.33	1.06	3.09	0.70	1.17	1.20	0.29	11.43

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