

Objectives and investment policy

Objectives

The objective of the fund is to generate absolute return. The share class is accumulating.

Investment policy

The fund mainly invests in long and short positions in bonds and other debt instruments listed or traded on a recognized market and are issued by credit institutions and governments in OECD countries.

The fund utilises to a large extent financial derivative instruments and leverage for risk taking or hedging purposes.

The gross exposure is capped at 150 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.

The fund is categorised as article 8 under SFDR and promotes environmental and/or social characteristics, as well as good governance practices, through screening, exclusions, investment analysis and decision-making as well as active ownership. The fund follows Danske Invest's responsible investment policy.

Fund shares can normally be redeemed on banking days.

Recommendation: This alternative investment fund may not be appropriate for investors who plan to withdraw their money within 3 years.

Latest fund report

In August, Danske Invest Hedge Fixed Income Relative Value provided a return of 0.35%. Year to date, the return is 12.21%.

August was a decent month for risky assets. Tariff fears subsided further, with the risk of an immediate halt to global trade out of the way for now. Despite this, there are still market concerns regarding a slowdown in economic activity in the US, while leading indicators for Europe have been holding up. In the US, inflation fears persist as the impact of already higher tariffs is feeding through. In Europe France is back in focus as fiscal policy is challenged putting pressure on the spread between France and Germany.

The positive performance in August was widespread with only small movements in the market in general. Over the first eight months, investment areas including covered bonds, Agencies, curve trades, cross-currency swaps, and country spreads have contributed significantly to our positive performance. However, some of our protection trades have encountered challenges, resulting in negative returns.

Looking ahead to the remainder of 2025, we still anticipate some attractive investment opportunities, though fewer appear as compelling as before. Having already surpassed this year's target return - which is the risk-free rate plus 4%-6% annually - we still expect to generate additional returns over the rest of the year.

Geopolitical uncertainties remain high, particularly the ongoing Ukraine/Russia conflict, which continues to draw significant attention with persistent attacks and ineffective peace negotiations, other global tensions also remain focal points. These include the conflict in Israel/Gaza and the tensions involving China.

At the end of August, the portfolio's risk level, measured in terms of Value-at-Risk, is approximately 48% below our maximum risk limit, marking a small increase in risk since the beginning of the month.

Historical returns are not a reliable indicator of future returns. It should be noted that monthly returns (in percent) are non-additive.

Awards



Manager



Name:
Michael Petry
Danske Bank Asset Management

Title:
Chief Portfolio Manager

Background:
HD (Finansiering)

Years of experience:
30

Basic information

ISIN code	GG00BZ05S054
Currency	DKK
Total assets, mill. DKK, 18.09.2025	4,010.6
Net asset value (NAV), 18.09.2025	1,789.57
Minimum initial investment	DKK 10,000
Management fee	0.75%
Sub-fund of	Danske Invest PCC Limited
Fund domicile	Guernsey
Management company	Danske Invest Management A/S

Charges

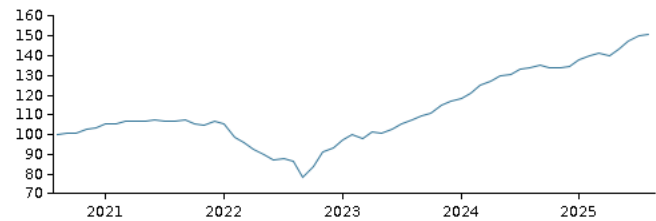
Ongoing charge	0.95%
Max. entry charge	5.00%
Max. exit charge	5.00%
Performance fee: 20% of the outperformance against the hurdle rate.	

Risk indicator

The summary risk indicator is a guide to the level of risk of this product compared to other products.

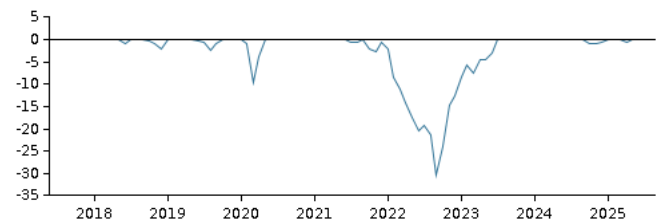


Return in the period: 28.08.2020 - 29.08.2025



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. Future returns may be negative. The return may increase and decrease as a result of currency fluctuations if the fund is issued in a currency other than the currency used in the country in which you are domiciled.

Drawdown



Monthly return

	Jan	Feb	Mar	Apr	May	Jun	Jul	Aug	Sep	Oct	Nov	Dec	YTD
2025	2.50	1.82	0.62	-0.59	2.45	2.52	1.99	0.35					12.21
2024	1.58	2.25	3.22	1.86	2.06	0.22	2.02	0.58	1.04	-0.89	0.03	0.26	15.11
2023	4.28	2.74	-2.02	3.24	-0.23	1.73	2.87	1.90	1.92	1.18	3.70	1.42	25.04
2022	-1.44	-6.45	-2.50	-3.17	-3.11	-3.00	0.98	-1.94	-8.95	6.30	9.25	2.06	-12.58
2021	1.95	0.38	0.76	0.41	-0.06	0.42	-0.60	0.04	0.60	-1.94	-0.59	1.92	3.26
2020	0.82	-0.84	-8.66	5.74	4.56	2.62	1.69	2.10	0.52	0.32	1.91	0.60	11.23
2019	2.22	1.36	0.43	1.01	-0.08	-0.26	-0.12	-2.00	1.65	1.10	0.58	0.62	6.64

