

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 September, Danske Invest Hedge Fixed Income Relative Value provided a return of 1.25%. Year to date, the return is 13.61%.

September was a mixed performance for risky assets. Optimism around stabilising global trade tensions was tempered by renewed discussions on geopolitical risk. In the US, the Federal Reserve maintained a cautious tone, with discussions around interest rate policy driving market sentiment. Economic data indicated a continued cooling in the labour market, while inflationary pressures appeared contained despite elevated oil prices. In Europe, the ECB reaffirmed its commitment to supporting growth, though weak industrial production data in Germany highlighted ongoing challenges for the region's largest economy. Meanwhile, fiscal policy debates in France continued to spark discussions about fiscal discipline and economic reform within the euro area.

The positive performance in September was widespread with decent movements in the market in general. Over the first nine 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 September, the portfolio's risk level, measured in terms of Value-at-Risk, is approximately 46% 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, 03.10.2025	4,050.9
Net asset value (NAV), 03.10.2025	1,805.35
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

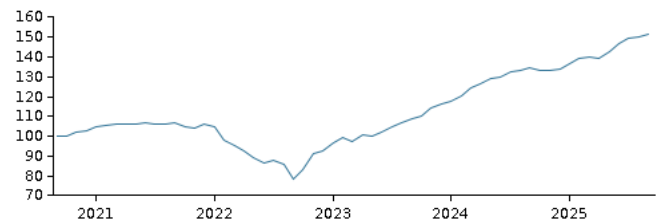
Ongoing charge	0.95%
Max. entry charge	5.00%
Max. exit charge	5.00%
Performance fee: 20% of the share-class outperformance compared to the reference indicator, which is the High-water mark adjusted by Denmark Short-Term Rate (DESTR). The average of the last 5 years performance fee was 1.49%.	

Risk indicator

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

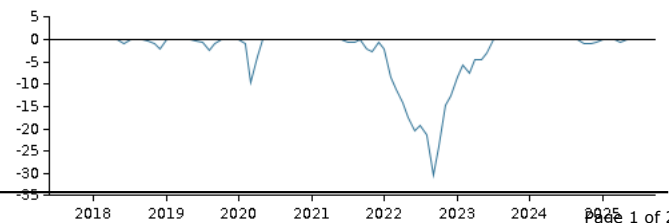


Return in the period: 30.09.2020 - 30.09.2025



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	1.25				13.61
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

