

## Wealth Invest Indeksobligationer

Return	June DKK	Fiscal YTD DKK	Since 27-10-2015 DKK
Portfolio	0,43%	0,08%	8,64%
Benchmark	0,34%	0,19%	7,89%
Excess Return	0,09%	-0,11%	0,75%

Key ratios	Portfolio Benchmark	
	Real Yield	1,78
Breakeven Inflation	2,21	2,31
FX hedge carry	-1,38	-1,62
Duration (nominal)	2,41	2,28
Real duration	4,81	4,56
Average maturity	5,18	4,89
Number of holdings	113	104
Ex post tracking error	0,43	
Ex ante tracking error	0,53	
Ex ante beta	1,08	

Issuer	Portfolio Benchmark	
	USA	72,6%
France	8,3%	8,5%
Germany	4,9%	3,2%
UK	3,5%	11,4%
Australia	1,1%	1,0%
Canada	0,8%	0,7%
New Zealand	0,2%	0,3%
Other (incl cash)	8,5%	11,8%

### Comment on the market and portfolio

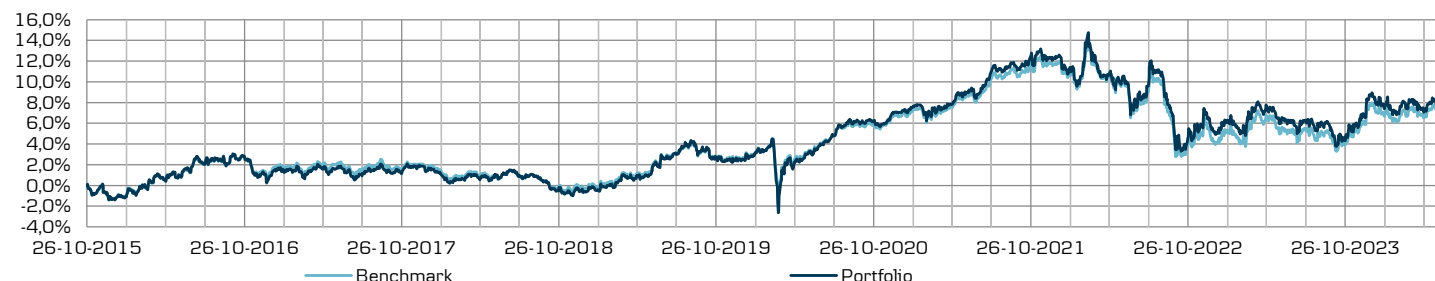
In June, underweight 5-7Y UK vs overweight 5-10Y US contributed positively to performance. In June, European and US real yields were volatile. In Europe, French and periphery real yields rose following the 2024 European Parliament elections where far-right parties delivered their best-ever European parliament election result, particularly for France's National Rally of Marine Le Pen. This immediately prompted French President Macron to call a snap election, sparking significant volatility in French rates, with the real yield spread to Germany widening by approximately 24bps in the week following the dissolution. French real yields remain elevated as an outright majority win for the National Rally, who dominated the first round of voting with 33.2% of the vote, risks a loosening of fiscal restraint and thereby increasing the risk of a large fiscal expansion. The recently formed left-wing coalition, the New Popular Front, who took the second most votes at 28%, could potentially deliver an even more aggressive fiscal loosening. A high voter turnout during the 1st round appears to have benefitted Macron, who did better than recent polling, and following 1st round results, the New Popular Front commented that they "would pull candidates to block Le Pen", as the majority of seats now head to a runoff. Data wise, disinflation continues to be bumpy, with core and services inflation re-accelerating in May, printing at 36 and 56bps m/m seasonally adjusted respectively, alongside robust wages growth, with Q1'24 negotiated wages at 4,72% y/y. In the US, non-farm payrolls printed very strongly at 272k (vs 180k expected), which along with better than expected average hourly earnings, drove 10Y US real yields higher by 11bps. Later, US CPI for May printed at 1bp m/m seasonally adjusted and was weak overall. Shelter inflation however remained resilient, but due to the broad weakness 10Y US real yields fell 7bps. Later that evening, Fed Chair Powell described inflation as "elevated", and updated projections were slightly hawkish, which largely reversed the move lower in real yields following the CPI release earlier in the day. In the UK, the Bank of England kept rates unchanged in June, even as headline RPI came in lower than both expectations and RPI fixings, and CPI data printed in line with expectations. This was broadly expected as the BoE remains focused on "persistent inflationary pressures", as both wage growth and services inflation printed higher than expected in June. In June, we added an overweight 10Y US vs 7Y UK and closed our underweight 10Y IT vs DE. Hence, we are currently overweight 5-10Y US & 10Y Germany vs 5-7Y & 10Y UK respectively, underweight 10Y US and underweight Japan.

### Largest holdings

TSY INFL IX N/B 0.5% 15.01.2028	3,6%
TSY INFL IX N/B 1.75% 15.01.2034	3,5%
TSY INFL IX N/B 0.125% 15.07.2026	3,5%
TSY INFL IX N/B 2.375% 15.10.2028	3,1%
TSY INFL IX N/B 0.125% 15.01.2032	3,0%
TSY INFL IX N/B 1.125% 15.01.2033	3,0%
TSY INFL IX N/B 0.625% 15.07.2032	2,9%
TSY INFL IX N/B 1.25% 15.04.2028	2,7%
TSY INFL IX N/B 0.125% 15.04.2026	2,7%

### Maturity

	Portfolio	Benchmark
0-2	9,4%	14,1%
2-5	44,8%	44,7%
5-7	16,8%	15,7%
7-10	28,9%	25,5%
10+	0,1%	0,0%



### Rating

	Portfolio
AAA	7,2%
AA1	72,6%
AA2	0,0%
AA3	11,8%
A1	0,0%
A2	0,0%
A3	0,0%
BAA1	3,2%
BAA2	0,0%
Other	5,1%

Wealth Invest Indeksobligationer

June 2024

Country	Inflation Index	Value (m.DKK)	Weight		Real rate duration		Wgt*Dur Diff	Real Yield	B.E. Infl.	FX hedge carry	Rating Index
			Ptf	Bm	Ptf	Bm					
USA	CPI	209,6	72,6%	63,2%	4,4	4,2	0,57	2,1	2,2	-2,2	AA1
UK	RPI	10,1	3,5%	11,3%	8,5	5,5	-0,33	0,6	3,5	-2,0	AA3
France	CPI ex.Tobacco	5,6	2,0%	2,1%	5,1	4,6	0,00	1,2	1,9	-0,4	AA2
France	EU CPI ex.Tobacco	18,4	6,4%	6,4%	4,8	4,6	0,01	1,0	2,1	-0,4	AA2
Germany	EU CPI ex.Tobacco	14,3	4,9%	3,2%	5,2	4,7	0,11	0,6	1,8	-0,4	AAA
Italy	EU CPI ex.Tobacco	16,2	5,6%	5,5%	5,0	5,0	0,01	1,9	1,8	-0,4	BAA2
Spain	EU CPI ex.Tobacco	9,4	3,2%	3,2%	6,4	6,1	0,01	1,2	2,0	-0,4	A3
Japan	CPI (JGBI)	0,0	0,0%	2,9%	0,0	4,8	-0,14	0,0	0,0	3,0	A1
Sweden	CPI	2,3	0,8%	0,8%	5,5	4,3	0,01	0,8	1,4	-0,2	AAA
Canada	CPI	2,3	0,8%	0,7%	4,8	4,4	0,01	1,7	1,8	-1,4	AAA
Australia	CPI	3,3	1,1%	1,0%	4,2	4,1	0,01	1,7	2,4	-1,7	AAA
New Zealand	CPI	0,5	0,2%	0,3%	5,5	3,6	0,00	2,3	2,2	-2,3	AAA
Denmark	CPI	0,0	0,0%	0,1%	0,0	6,2	-0,01	0,0	0,0	0,0	AAA
FX (unrealized P/L)		-3,5	-1,2%	-0,9%	0,0	0,0	0,00	0,0	0,0		
Bank account		0,3	0,1%	0,0%	0,0	0,0	0,00	0,0	0,0		
<b>Total</b>		<b>288,7</b>	<b>100%</b>	<b>100%</b>	<b>4,8</b>	<b>4,6</b>	<b>0,25</b>	<b>1,8</b>	<b>2,2</b>	<b>-1,4</b>	

Note: Figures calculated in this table are live and may differ from the key figures in the report above.