
From: Tazia Smith [REDACTED]
Sent: 12/7/2017 9:37:12 AM
To: Gene Lynch [REDACTED]
CC: Stewart Oldfield [REDACTED]; Xavier Avila [REDACTED]; Martin Zeman [REDACTED]; Joshua Shoshan [REDACTED]; Davide-A Sferrazza [REDACTED]; Vahe Stepanian [REDACTED]; Alison-T Sinicropi [REDACTED]
Subject: Risk Premia Solution...
Attachments: MATV5 Risk Premia Transaction Profile 6 30 17_MRG Approved.pdf; Risk Premia-Alternative Beta Intro - 2017Q1 KCP.PDF

Good Morning Gene –

Recall our risk premia discussions from earlier this year. I appreciate that Bill had ‘pressed pause’ on the alternative beta and market-neutral replacement conversation, but my colleagues have solved for a note implementation solution – cusip can be booked into your current account – as opposed to the swap or Deutsche Asset Management fund implementations that we were discussing in the spring.

We currently have an anchor order for a 10x levered note on a 5% target vol, multi asset portfolio with 90% put protection. I thought this underlying exposure was very relevant for your risk/return objectives, AND the implementation is simplified!

See below/attached. We will give you a call to discuss.

All Our Best,

Tazia

DB Delta One Full Capital at Risk Note Linked to a Leveraged Risk Premia Basket Portfolio

Format	DB Senior Unsecured Note
Trade Date	[] Dec 2017
Issue Date	[] Jan 2018
Maturity	2yrs
Notional	Minimum USD [1]mio
Payout Maturity	Notional * [1 + Performance * 10]
Performance	Max [-10.00%, Basket Performance – Basket Protection Fee]
Basket Performance	Final Basket / Initial Basket - 1
Basket Protection Fee	TBD on Trade Date [expected 1% to 1.50%]
Basket Definition	Risk Premia Multi-Asset Class 5% Target Volatility Portfolio