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**From:** Stewart Oldfield [REDACTED]  
**Sent:** 9/3/2015 1:27:53 PM  
**To:** Daniel Sabba [REDACTED]  
**Subject:** RE: Hedged MRK [C]

Classification: **Confidential**

Is it more efficient to just buy calls?

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**From:** Daniel Sabba  
**Sent:** Thursday, September 03, 2015 12:50 PM  
**To:** 'jeffrey E.'  
**Cc:** Paul Morris; Todd Stevens; Stewart Oldfield; Vahe Stepanian; Ariane Dwyer; 'Richard Kahn'  
**Subject:** Hedged MRK [C]

Classification: **Confidential**

Jeffrey- please see below as a follow up to yesterday's chat on MRK.  
Note that MRK reached its 52wk low of \$51.17/sh. last Tuesday (8/25), and its currently not too far off of the lows @ \$53.44/share.

Please let us know the number of shares you wish to purchase outright, as well as the tenor and strikes of the puts.

Below, we've included levels for ~10% OTM listed puts, both 3m and 6m tenors.

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**MRK Puts**

MRK Ref = \$53.44

**Expiry: November 2015**

Strike	Bid	Ask
47.50	0.83	0.85
50.00	1.31	1.37

**Expiry: April 2016**

Strike	Bid	Ask
47.50	2.06	2.18
50.00	2.85	2.96

MRK Nov 47.50 put: implied volatility v. price (per contract)