**From:** Vahe Stepanian [[redacted]]
**Sent:** 7/30/2015 10:09:35 AM
**To:** 'jeffrey E.' [jeevacation@gmail.com]
**CC:** Paul Morris [[redacted]]; 'Richard Kahn' [[redacted]]; Ariane Dwyer [[redacted]]; Stewart Oldfield [[redacted]]; Daniel Sabba [[redacted]]
**Subject:** RE: Trade Recap - 01/27/2015 - Long TWTR on 1y TRS, Short TWTR 1y calls [C]

Classification: **Confidential**

Jeffrey – I'm following up on Daniel's email below. The IA requirement would increase from 30% to 35% if you were to unwind the short TWTR call but maintain your long TWTR TRS.
Note that the current requirement is 30% on the structure (i.e. both legs), but that you currently have sufficient excess in your collateral account to cover the extra 5% IA requirement.

Thank you,
Vahe

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**From:** Daniel Sabba
**Sent:** Thursday, July 30, 2015 10:01 AM
**To:** 'jeffrey E.'
**Cc:** Paul Morris; 'Richard Kahn'; Vahe Stepanian; Ariane Dwyer; Stewart Oldfield
**Subject:** RE: Trade Recap - 01/27/2015 - Long TWTR on 1y TRS, Short TWTR 1y calls [C]

Classification: **Confidential**

Jeffrey, please see below offers to unwind the short call position only:

For TWTR reference of $31.60 the cost to unwind is $1.89/share with a delta of 32%.
This assumes we work our execution and delta adjust price.

There will be a change in IA for the TRS once the call is unwound, as the IA of long TRS + short calls is lower than simply long TRS. We are waiting to hear back from our credit team on what this change would be and will advise.

Regards,
Daniel

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**From:** Vahe Stepanian
**Sent:** Tuesday, January 27, 2015 5:50 PM
**To:** Daniel Sabba; jeffrey E.
**Cc:** Paul Morris; Richard Kahn
**Subject:** RE: Trade Recap - 01/27/2015 - Long TWTR on 1y TRS, Short TWTR 1y calls [C]

Classification: **Confidential**

Jeffrey – please find updated TWTR trade details below (inclusive of initial strike), along with attached termsheet.

**Total Return Swap:**
Swap Seller: DB
Swap Buyer: Southern Financial LLC
Ticker: TWTR
Size: 100,000 shares
Expiry: 1/27/2016
Spread: 1mL+ 75bps
Resets: Monthly