

## Closed Trade Recommendations

	Trade Detail	Rationale	Risks	Opened	Entry	Closed	Exit	P/L
<b>Inflation</b>	Long 2019 TIPS breakevens versus 2016 TIPS breakevens	Being long 2019 BEs versus 2016 BEs has positive carry, and is less correlated with energy prices than 1yr BEs	2019 breakevens drop more than 2016 breakevens	11/26/14	+41 bp	2/25/15	+22 bp	<b>+4,014k</b>
<b>Inflation</b>	Long 30yr TIPS breakevens	Bond TIPS look cheap on a relative value basis	Inflation expectations decline	10/17/14	2.08%	12/9/14	1.97%	<b>-1,171k</b>
<b>Inflation</b>	Long 5yr TIPS	5yr TIPS look cheap	Inflation declines further	9/12/2014	-6 bp	10/28/14	-11 bp	<b>+81k</b>
<b>Inflation</b>	Long 10yr TIPS breakevens vs 5yr and 30yr TIPS breakevens	10yr breakevens look cheap ahead of supply	10yr breakevens underperform	5/16/14	+6 bp	9/25/14	+6 bp	<b>-120k</b>
<b>Inflation</b>	Long 30yr TIPS breakevens vs 10yr TIPS breakevens	10s-30s breakeven curve is too flat	10yr breakevens outperform	6/12/14	+8 bp	7/23/14	+12 bp	<b>+171k</b>
<b>Inflation</b>	Long 5yr TIPS breakevens	We favor short-dated TIPS for near-term carry. We like the cheap and liquid 0.125s of 4/2019.	Decline in energy prices or inflation expectations	6/12/14	+200bp	9/16/14	+182 bp	<b>-1,240k</b>
<b>Inflation Swaps</b>	Long 2y2y inflation swap	2y2y inflation looks attractive on historical basis	Forward inflation falls	10/3/14	2.1%	12/9/14	2.0%	<b>-309k</b>
<b>Inflation Swaps</b>	Sell the 5yr5yr inflation swaps	The spread between 5yr5yr inflation swaps and 5yr5yr TIPS breakevens is wide. Selling the 5yr5yr inflation swaps looks attractive.	5yr5yr inflation swaps rise	11/7/14	2.58%	12/18/14	2.43%	<b>+1,361k</b>
<b>Treasury RV</b>	Long 5s vs 2s and 10s	5s appear attractive	5s cheapen further	9/5/2014	+41 bp	10/28/14	+34bp	<b>+418k</b>
<b>Treasury RV</b>	Sell classic bond futures CTD (6.125 Aug29s) against Aug22s and Aug42s	Classic bond futures close to 1.5 standard deviations rich versus 10s and 30s	Continuing outperformance of classic bond futures	10/7/13	+13bp	8/12/14	+7 bp	<b>-404k</b>
<b>Treasury RV</b>	Take profits on the 2026-2029 bonds. (Li)	2026-2029 bonds have outperformed recently and look rich to 10s and 30s	2026-2029 bonds continue to cheapen	9/17/13	+11 bp	8/12/14	+7 bp	<b>-226k</b>
<b>Treasury RV</b>	Long 10s vs 5s and 30s	10s look cheap on the curve	10s continue to cheapen	9/12/13	+26 bp	7/7/14	+14 bp	<b>+364k</b>
<b>Option</b>	Conditional bull steepeners: Sell \$32.8mn 3M10Y ATMF receivers vs. buy \$100mn 3M3Y ATMF receivers at net takeout 1c	Front-end gets re-priced in a delayed Fed hike	Curve bull flattens; unlimited downside	9/26/14	-1 bp	12/30/14	0 bp	<b>+19k</b>
<b>Option</b>	Buy 1X2 3M3Y ATMF/13.5bp receiver spreads for zero net cost	Short-term risk off and short covering	Rally below the breakevens; unlimited downside	9/26/14	0 bp	12/30/14	0 bp	<b>+28k</b>

Source: Deutsche Bank

