



From: Xavier Avila

Sent: Friday, December 01, 2017 3:54 PM

To: 'Paul Barrett (<[REDACTED]>)' <[REDACTED]>

Cc: Stewart Oldfield <[REDACTED]>; Joshua Shoshan <[REDACTED]>; Martin Zeman <[REDACTED]>

Subject: RE: DB FX trade idea: EURZAR-USDZAR correlation swap

Paul, Vimal is working on the analysis and we'll send soon with the termsheet and mathematical calculations of implied and realized correlation.

See also below the same idea but in EURMXN-USDMXN, the strike is a bit lower but Vimal wanted to point out that the historical realized has gone also much lower than in the ZAR situation, so the potential for positive payout seems higher here than in ZAR.

Vimal also told me that we have seen clients do more the MXN and TRY crosses than the ZAR one, but typically MXN and TRY are currencies with more interest.

Talk soon. Thanks



Trade Idea

- Sell 1y EURMXN-USDMXN correlation swap at 77%