

Subject: XP0 trade - listed options zero cost structure

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November 2018 expiry costless call spread collar to take advantage of recent uptick in skew (expensiveness of puts vs calls):

Ref. XP0 \$101.17

Sell Nov 95 put (6% otm) @ \$5.30

vs

Buy Nov 105 call (3.8% otm) @ \$7.10

Sell Nov 125 call (23% otm) @ \$1.80

Trade offers tremendous upside leverage should XP0 trade up near DB price target of \$133.00.

- Max profit limited to difference in call strikes, or \$20.00, if XP0 trades \$125 or higher at expiry

- Risk to this trade is if XP0 trades below \$95 and you get put stock at that level

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