

From: Tazia Smith/db/dbcom
To: jeevacation@gmail.com,
Cc: Paul Morris
Date: 01/31/2014 09:50 AM
Subject: Re: 10yr \$/Y.... [C]

Classification: Confidential

Jeffrey -

Tried you this morning. Call when you have time to review. No rush; although spot is lower, markets feel quite shaky this morning.

In addition to the long dated option, just wanted to borrow a page from the USDCAD structure you have on (working well with spot now at 1.1208), for a shorter-term trade to consider on yen strength:

3mo 102.75 strike USDJPY call, RKI 107 strike (KI at 110). Add a digital one-touch at 100 (1.25% cost if hit).

Net premium paid:	0.89%
Compare to vanilla 102.75:	1.91%
If digital 100 one-touch hit:	2.14%
Max loss	2.14%

Indicative level only. Subject to market movement. Source: DB WM FX Sales, 1/31/14. (full detail below)

Best Regards,
Tazia

Spot ref = 102.25

Leg 1: European Option Call

<Client> buys European USD Call on USD/JPY

Strike: 102.75

Notional: USD 10,000,000

Expiry: Thu 01-May-2014 (3m)

Settlement: Wed 07-May-2014

ZoneCut: NY

Premium: USD 191,400

Premium Date: Tue 04-Feb-2014

Leg 2: ITM Knockin Call

<Client> sells European USD Call on USD/JPY with American Reverse Knock-In

Strike: 107

Notional: USD 10,000,000

American Reverse Knock-In: 110

Expiry: Thu 01-May-2014

Settlement: Wed 07-May-2014

ZoneCut: NY

Premium: USD -28,300

Premium Date: Tue 04-Feb-2014

Leg 3: One Touch

<Client> sells One Touch on USD/JPY payout