

Email [REDACTED]

(Embedded image moved to file: pic12443.gif)

Any proposed ideas are being delivered to you by the DeAWM Key Client Partners ("KCP") London desk for discussion purposes only, and do not create any legally binding obligation on the part of Deutsche Bank AG and / or its affiliates ("DB"). These ideas are for the consideration of the intended recipients of this mail only. The KCP London desk does not provide investment advice. All intended recipients are Professional investors (as defined by MiFID), who understand the strategy, characteristics and risks associated with any ideas proposed herein and will be able to evaluate it independently. All trades on proposed ideas shall be subject to the relevant internal approvals prior to execution.

Fro Jeffrey Epstein <[REDACTED]>
m:

To: Vinit Sahni/[REDACTED],

Cc: Tazia Smith/[REDACTED] "Nav Gupta (DEUTSCHE ASSET MANAG)" <[REDACTED]>, Paul Morris/[REDACTED], Vahe Stepanian/[REDACTED]

Dat 13/01/2014 11:50
e:

Sub Re: PDVSA chart + USDJPY Trade [C]
jec
t:

thanks , lets keep

On Mon, Jan 13, 2014 at 7:47 AM, Vinit Sahni <[REDACTED]> wrote:
Classification: Confidential

This attached image shows the current pricing on the curve, which is slightly weaker than it was in early December. I have also added the term structure of PDVSA and VENZ sovereign bonds, which gives us some relative value across the curve

Bouts of volatility will likely remain an issue and therefore it will trade like a short tail risk trade. However, given that access to dollars remains key for Venezuela, we should expect the government to do whatever they can to avoid a problem servicing these bonds (or even the perception of the same). They do have a heavy amortization schedule in 2014 and 2015.

(Embedded image moved to file: pic29871.gif)

Vinit Sahni
Managing Director | Global Head - Professional Client Group & Key Client Partners Capital Markets Group

Deutsche Asset & Wealth Management
105/108 Old Broad St (Pinners Hall), EC2N 1EN London, United Kingdom