

From: Tazia Smith [REDACTED]
Sent: 2/14/2014 10:45:30 AM
To: jeevacation@gmail.com
CC: Paul Morris [REDACTED]
Subject: Re: Fwd: percentages get a read from your team [C]

Classification: Confidential

Understood Jeffrey.

Implementation:

Today/Mon (and Tuesday in US due to holiday Mon) start with 1/4 positions (within that 50mm allocation) across the direct equities (healthcare, energy, financials, tech, Japan, Europe)

Topix TRS - add \$3.5mm usd notional via swap and indirect hedge = gives you capital efficient leverage (financing 3mL+70bps, ~20% initial collateral). OR buy another \$1mm of your **DXJ** (that position can represent your delta one allocation). Topix and DXJ charts below for your convenience.

Today or Tuesday: Barrier notes - if we can achieve comparable terms (vol has come in) on that eurostoxx50/russell 2k (13mo, worst of >10% contingent minimum return, uncapped upside, 80% barrier) = consider 2.5mm (leaves 2.5mm to put to work in similar return profiles in europe and US)

FX = opportunistic

Let me know if this is implementation strategy works, or how you'd prefer.

Thanks!
Tazia

TOPIX 1yr Price History

