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**From:** Tazia Smith [REDACTED]  
**Sent:** 3/13/2014 9:24:29 AM  
**To:** jeffrey epstein [jeevacation@gmail.com]; Paul Morris [REDACTED]  
**CC:** Vinit Sahn [REDACTED]; Nav Gupta [REDACTED]; Vahe Stepanian [REDACTED]  
**Subject:** Re: [C]

Classification: Confidential

Jeffrey -

Consider the USDRUB 1-mo binary for ~25.5% (very sensitive to spot, so indicative level, we'd work an order 26% or better).

vanilla calls for comparison,

1mth 3% OTM vanilla call is ~0.57%/0.67% (12.4% / 13.25% vol)

2mth 4.25% OTM vanilla call is ~0.96%/1.08% (12.2% / 13% vol)

Nav highlights the binary below, where the payout is much cleaner. Ruble weakens 3% (european observation) in this example, and payout is \$1mm for \$255k invested:

1-MONTH USD/RUB 3% OTM BINARY CALL costs 25.4% of payout  
European Digital on USD/RUB  
Strike: 37.55  
Payout: USD 1,000,000  
Payout Ccy: USD  
Expiry: Fri 11-Apr-2014  
Settlement: Mon 14-Apr-2014  
ZoneCut: MO  
Premium: USD 255,000  
Premium Date: Fri 14-Mar-2014

This Digital pays the owner USD 1,000,000 if USDRUB is above 37.55 at the time of expiry.

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Tazia Smith  
Director  
Key Client Partners - US

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**From:** Jeffrey Epstein [jeevacation@gmail.com]  
**Sent:** 03/13/2014 08:10 AM AST  
**To:** Tazia Smith; Paul Morris

ruble short . lets play