
From: Tazia Smith [REDACTED]
Sent: 8/12/2014 8:06:15 AM
To: Apurva Gupta [REDACTED]
CC: Nav Gupta [REDACTED]; Paul Morris [REDACTED]; Uzair Aqeel [REDACTED]; Vahe Stepanian [REDACTED]; Vinit Sahni [REDACTED]
Subject: Re: [C]
Attachments: pic03093.gif; pic13608.gif

Classification: Confidential

Thanks Apurva - those levels are in line w what I priced last night.

Nav was right in that despite Jeffrey's request for a renminbi call at ~40bps, which is inline with a USDpCNHC ATMS offer and implies he has a view that renminbi could strengthen further vs the dollar, he came back wanting a USDpCNH call, which, as we know more expensive from an upfront premium perspective.

Will show atms, atmf and your call spread.

Thanks! be back

Tazia

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----- Original Message -----

From: Apurva Gupta
Sent: 08/12/2014 12:47 PM GDT
To: Tazia Smith
Cc: Nav Gupta; Paul Morris; Uzair Aqeel; Vahe Stepanian; Vinit Sahni
Subject: Re: [C]

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Hey Tazia

Following are the indicative levels on trades that Nav mentioned - from trader Ritvik Singh (for size \$50mm or lesser)

(Spot 6.1601; Fwd 6.2746, i.e. 101.86% of spot)

1y ATMS (6.1601) put: 0.276% / 0.38%

1y ATMF (6.2746) put: 1.039% / 1.174%

Uzair highlighted, one comment in choosing between the ATMF and ATMS puts would be that if the client picks the ATMF, although he has a larger up-front (1.174% vs 0.38%), he has a better break-even price (6.201 vs 6.137). So basically if spot goes nowhere in 1 years' time, he still ends up ITM on the trade.

1y ATMF / ATMF -2% put spread: 0.792% / 0.94%

Strikes: 6.2704 / 6.145

Put spread costs 20.3% lesser than the vanilla ATMF put (not great)

Max payout of 2.1m for premium of 1m

Not looking great. And if we try to bring the lower strike closer for more