Source: Bloomberg 25-Sep-2014

<u>S&P 500 Put options dislocated relative to Call options</u>

- **Trade:** A 6m 110% calls financed by 6m 90% puts in a ratio of 4 calls bought per put sold has zero net premium (spot ref: 1998)
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- Very high demand for SPX puts makes it possible to buy multiple calls for each call sold
- Across major indices, the ratio of calls-to-puts is highest for US equities
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