

To: jeevacation@gmail.com[jeevacation@gmail.com]; Jeffrey[jeevacation@gmail.com]
From: Barrett, Paul S
Sent: Tue 5/1/2012 8:38:40 PM
Subject: RE: \$2.59mm of WAMU 04-AR3 B2 @ 62-16 (10% yield / 6.26 durn)

Can I book it in Haze?

Paul Barrett, CFA
Managing Director
Global Investment Opportunities Group
JPMorgan Private Bank



From: Jeffrey [mailto:jeevacation@gmail.com]
Sent: Tuesday, May 01, 2012 4:05 PM
To: Barrett, Paul S
Subject: Re: \$2.59mm of WAMU 04-AR3 B2 @ 62-16 (10% yield / 6.26 durn)

Yes

Sorry for all the typos .Sent from my iPhone

On May 1, 2012, at 3:53 PM, "Barrett, Paul S" <[REDACTED]> wrote:

Jeffrey

Found a bond for the \$1MM we were looking to spend from last week.

WAMU 04-AR3 B2 is a Prime 5/1 Subordinate bond backed by seasoned Prime 5/1 hybrid

jumbo mortgages.

HIGHLIGHTS

- 747 FICO
- HPI Updated LTV = 58.53%
- 85% of the borrowers have not missed a payment in the past 2 years
- 96% owner occupied
- 97 months seasoned

WAMU 2004-AR3 B2 Offered @ 62-16

BOND DESCRIPTION	
Cusip:	92922FNM6
Original Face:	2,590,000
Current Face:	1,888,737
Bond Type:	Prime 5/1 Sub
Ratings (S&P/Moodys/Fitch):	CCC/Ca/-
Current Coupon:	2.586%
Yield @ Base Case	10.001%
WAL @ Base Case	9.58
Principal Window @ Base Case	Jun12 to Apr34
Writedown %	11.39%
Current Credit Enhancement:	2.30%
60+ Delinquencies	5.38
60+ Delinquency Coverage	0.43x
UNDERLYING COLLATERAL DESCRIPTION	

Prepay Rate	6
Default Rate	1 ramp 3
Default Severity	35 fo

Price @ 62-16	Stres
Yield	4
Spread	2
Duration	6
WAL	9
Principal Window	Jun12
Principal Writedown	52
Total Collat Loss	1.
Total Liquidation	10
HISTORICAL PERFORMANCE	
	1

Average Loan Balance (\$,000s)	571	CPR	8
Mortgage Type	Seasoned Prime 5/1 Hybrids	CDR	2
Wtd Avg Mortgage Coupon	3.010%	SEV	1
Wtd Avg FICO Score	747		
Wtd Avg Orig Loan-to-Value	57.88%		
HPI Adj LTV	58.53%		
Weighted Avg Loan Age	97		
Owner Occupied	96.18		
Top 1 Geo Concentration	CA 72%		
Top 2 Geo Concentration	NY 5%		
Top 3 Geo Concentration	FL 3%		
Always Current (24 mos)	85.46%		

***All Investments are subject to risk, including possible loss of principal.**

***Investment idea may not be suitable for all investors.**

***This message is a product of sales and trading and is not a research report**

***Non-Agency bonds may have limited liquidity and clients should be aware that the secondary market for mortgage-backed securities has experienced volatility. Although any class of certificates may experience illiquidity, it is more likely that classes with lower liquidity will experience illiquidity.**

***High Yield Non-Agency bonds are speculative non-investment grade bonds that have higher risk of default or other adverse credit events which are appropriate for high risk investors only.**

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