

Morgan Stanley Sales & Trading

# Investment Grade Top Ideas

April 3, 2017

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Sector & Desk Analyst	Company Name	Bond	Rating	Direction	Spread
<i>Fins / Autos/Parts / Airlines / Rails /</i>	American International Group	AIG 4.875% `22	Baa1 / BBB+	Long	118
<i>Chems / Rentals</i>	Methanex Corp	MXCN 5.65% `44	Baa3 / BB+	Long	285
<i>Brandon Hole / Jared Ziment</i>	Sherwin-Williams Corp	SHW 3.45% `25	A3 / A	Short	108
[REDACTED] / 212-761-2093	Progressive Corp	PGR 2.45% `27	A2 / A	Short	82
<i>Energy / Pipelines</i>	Continental Resources	CLR 3.8% `24	Ba3 / BB+	Long	\$94.50 / 4.71%
<i>Jim McAuliffe / Cameron Thum</i>	Sabine Pass Liquefaction	CQP 5% `27	Ba1 / BBB-	Long	\$104.487 / 4.41%
[REDACTED] / 212-761-1464	Cenovus Energy	CVECN 6.75% `39	Ba2 / BBB	Long	256 / 5.60%
	Enable Midstream Partners LP	ENBL 4.4% `27	Baa3 / BB+	Long	206 / 4.47%
	EnLink Midstream Partners LP	ENLK 4.85% `26	Ba2 / BBB-	Long	193 / 4.35%
	MPLX [REDACTED]	MPLX 4.875% `25	Baa3 / BBB-	Long	172 / 4.12%
	Valero Energy Partners	VLP 4.375% `26	Baa3 / BBB-	Long	182 / 4.24%
	Williams Cos	WMB 7.75% `31	Ba2 / BB+	Long	\$118.75 / 5.79%
	Enbridge Energy Partners	EEP 5.875% `25	Baa3 / BBB	Short	180 / 4.20%
	Marathon Oil Corp	MRO 3.85% `25	Ba1 / BBB-	Short	169 / 4.10%
	Plains All American	PAA 4.9% `45	Baa3 / BBB-	Short	232 / 5.36%
	Spectra Energy Partners	SEP 3.375% `26	Baa2 / BBB+	Short	158 / 4.00%
	Valero Energy	VLO 3.4 `26	Baa2 / BBB	Short	160 / 4.00%
<i>Metals &amp; Mining</i>	Newcrest Mining	NCMAU 5.75% `41	Baa3 / BBB-	Long	238
<i>Jeff Cramer / Vincent Molinari</i>					
[REDACTED] / 212-761-2267					
<i>Telecom / Cable / Media / Towers</i>	Cox Communications	COXENT 4.5% `43	Baa2/BBB/BBB+	Long	233
<i>David Hamburger / Lindsay Tyler</i>	Viacom Inc.	VIA 5.85% `43, VIA 4.375% `43	Baa3/BBB-/BBB	Long	240, 223
[REDACTED] / 212-761-1580	The Walt Disney Co	DIS 3% `46	A2/A/A	Short	90
	QVC Inc.	QVCN 5.125 % `22, QVCN 5.45% `34	Ba2/BBB-/BBB-	Short	228, 325
	AT&T Inc.	T 5.45% `47, T 4.25% `27	Baa1/BBB+/A-	Short	228, 167
	Verizon Communications	VZ 5.5% `47, VZ 4.125% `27	Baa1/BBB+/A-	Short	216, 152
<i>Tech</i>	Seagate Technology	STX 4.875% `27	Baa3 / BBB-	Long	\$93.625 / 5.71%
<i>Daniel Fuss / Lindsay Tyler</i>					
[REDACTED] / 212-761-1236					
<i>Healthcare</i>	Celgene Corp	CELG 3.875% `25 // CELG 5% `45	Baa2 / BBB+	Long // Long	116.5 // 163.5
<i>John Lane</i>	Perrigo Co PLC	PRGO 2.3% `18 // PRGO 3.5% `21	Baa3 / BBB-	Long // Long	75 // 102
[REDACTED] / 212-761-2540	Boston Scientific	BSX 3.850% `25	Baa2 / BBB-	Short	124
	Gilead Sciences Inc	GILD 2.95% `27 // GILD 4.15% `47	A3 / A	Short // Short	119.5 // 152.5
	Teva Pharmaceuticals	TEVA 2.8% `23 // TEVA 3.15% `26	Baa2 / BBB	Short // Short	176.5 // 176.5
<i>Retail / Restaurants / Tobacco /</i>	Darden Restaurants Inc	DRI 6% 35 / DRI 6.8% 37	Baa3 / BBB	Long // Long	g+276 // g+250
<i>Consumer Products</i>	The Gap Inc / Kohl's Corp	GPS 5-year CDS / KSS 5-year CDS	Baa2 / BB+ // Baa2 / BBB-	Long // Short	+310 // +235
<i>Chase Lancaster</i>	Macy's Retail Holdings	M 4.375% `23 // M 6.375% `37	Baa3 / BBB-	Long // Short	g+225bps // g+345
[REDACTED] / 212-761-2877					