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Subject: JPM European Equity Derivatives Weekly Outlook - Eurostoxx Dividend Idea
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Our Equity research team is recommending buying 105 -125 call spreads on 2014 Euro STOXX 50 dividend futures, financed by selling 75 puts.

European Equity Derivatives Weekly Outlook

Introducing the cross-asset volatility monitor

The Document can be downloaded from the link below:

<https://mm.jpmorgan.com/PubServlet?action=open&doc=GPS-786018-0.pdf>

- After the lifting of the short ban on French financials, we would **sell BNP and ACA calls against buying calls on ISP, SX7E or SX7P** given the headwinds linked to the presidential elections and their rich volatility.
- **Buy 105-125 call spreads on 2014 Euro STOXX 50 dividend futures, financed by selling 75 puts** to monetise the rich implied vol and attractive valuation of the 2014 dividends.
- We recommend **selling strangles on Deutsche Telekom** ahead of the earnings release, to play the rich vol and rangebound nature of the stock.
- We introduce the **cross-asset volatility monitor and the cross asset correlation table**, which allow investors the relative pricing of risk across asset classes.

Regards,

J.P. Morgan European Equity Derivatives and Delta One Strategy Team

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