

From: Jeffrey Epstein <jeevacation@gmail.com>

To: "Barrett, Paul S" <[REDACTED]>

Subject: Re: PRIME HY RMBS #2 - \$2.669mm of BOAMS 03-J B2 px talked @ \$59-00 (5.885% yield/ 3.55durn)

Date: Thu, 16 May 2013 16:03:00 +0000

ok

On Thu, May 16, 2013 at 11:32 AM, Barrett, Paul S <[REDACTED]> wrote:

Jeffrey

A few bonds coming out to the market today. Lets buy this one to replace what we sold on Tuesday. Spend around \$600K.

Let me know

Paul

US Onshore Clients – Blue Sky (U.S. State Securities Law): Please confirm Blue Sky eligibility before soliciting to a US Onshore client by entering the CUSIP into the web tool located at: <http://escppv1.amer.jpmchase.net:8080/BlueSkyPage.html> and review to see if your client's state of residence is listed. If you receive 'NO SECURITY FOUND', 'NO STATES FOUND' or the security DOES NOT HAVE A CUSIP or is not USD-denominated, then please contact your SM or local compliance officer and provide the requested security and client information. Please note that a suitability review and other pre-trade procedures must still be followed.

This bond is on a 11:30am BWIC this morning. The prices listed on the email are merely price talks and are not firm offer levels. These are merely levels where we believe these bonds will trade and are tempered with where we see value in owning them today. The bonds may trade higher/lower than the price talk level listed in this email.

Please show in all bids/inquiries before the bid time. Late bids may not be accepted.

Please call the desk with all bids/inquiries related to this bond. [REDACTED]

**Source: Bloomberg

BOAMS 2003-J B2 Offered @ 59-00

BOND DESCRIPTION	
Cusip:	05948XY54
Original Face:	2,669,000
Current Face:	982,053
Bond Type:	Prime Hybrid Sub
Ratings (S&P/Moodys/Fitch):	-/Ca/B
Current Coupon:	3.153%
Yield @ Base Case	5.885%
WAL @ Base Case	5.05
Principal Window @ Base Case	Jun13 to Dec23
Writedown %	44.69%
Current Credit Enhancement:	2.38%
60+ Delinquencies	8.27
60+ Delinquency Coverage	0.29x

UNDERLYING COLLATERAL DESCRIPTION

Average Loan Balance (\$,000s)	412
Loan Count	254
Mortgage Type	Prime Hybrid ARMs
Wtd Avg Mortgage Coupon	3.408%
Wtd Avg FICO Score	#N/A Field Not Applicable
Wtd Avg Orig Loan-to-Value	52.29%
HPI Adj LTV	48.79%
Weighted Avg Loan Age	115
Owner Occupied	91.13
Top 1 Geo Concentration	CA 57%
Top 2 Geo Concentration	FL 8%
Top 3 Geo Concentration	GA 4%
Always Current (24 mos)	84.40%

Prepay Rate	10 CPR	12 ramp 12 14 12 CPR	14 ramp 12 16 12 CPR
Default Rate	1.5 ramp 24 3 2 CDR	1.5 ramp 24 3 ramp 24 1.75 CDR	1.5 ramp 24 3 ramp 24 1.5 CDR
Default Severity	45 ramp 24 35	40 ramp 24 35	35
Delinq Rate	9 Percent	9 ramp 24 6.5 Percent	9 ramp 24 6.5 Percent
Delinq Advance (% of [REDACTED])	100	100	100
Call	No	No	May-2017

Price @ 59-00	Stress Case	Base Case	Recovery Case
Yield	-0.382	5.885	20.084
Spread over Tsy	-175	485	1942
Duration	4.91	3.55	2.88
WAL	6.34	5.05	3.55
Principal Window	Jun13 to Jan26	Jun13 to Dec23	Jun13 to May17
Principal Writedown	66.92%	44.69%	0.09%
Total Collat Loss	0.49%	0.44%	0.41%
Total Liquidation	11.61%	10.26%	9.41%

HISTORICAL PERFORMANCE	1 MOS	3 MOS	6 MOS
CPR	14.47	12.41	13.35
CDR	0.00	1.03	1.15
SEV	#N/A N/A	78.95	55.09

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- Non-Agency bonds may have limited liquidity and clients should be aware that the secondary market for mortgage-backed securities has experienced periods of illiquidity and may do so in the future. Illiquidity means that there may not be any purchasers for your class of certificates. Although any class of certificates may experience illiquidity, it is more likely that classes that are lower in the capital structure and non-investment grade related may experience greater illiquidity than more senior, investment-grade rated classes.
- 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

Non-Agency bonds are intended for clients with a minimum total net worth of \$50mm. Please make sure your client fulfills this requirement before soliciting this order.

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