

From: Daniel Sabba <[REDACTED]>

To: jeevacation@gmail.com

Cc: Paul Morris <[REDACTED]>, [REDACTED], [REDACTED]

Subject: Re: Trade Recap - 01/13/2015 - DB Commodity WTI Short Volatility II Index [C]

Date: Wed, 14 Jan 2015 15:07:04 +0000

Attachments: DBCMWSV2_index_swap_TS_-_01.13.2015.pdf

Classification: Confidential

Jeffrey,

The initial index strike was set last night at 255.8709. Please see attached the term sheet for this transaction. Official confirm to follow.

Thank you,
Daniel

From: Daniel Sabba/db/dbcom
To: jeevacation@gmail.com,
Cc: [REDACTED], Paul Morris, [REDACTED]
Date: 01/13/2015 03:12 PM
Subject: Trade Recap - 01/13/2015 - DB Commodity WTI Short Volatility II Index [C]

Classification: Confidential

Jeffrey, per our phone conversation, Southern Financial LLC entered into the following commodity swap with Deutsche Bank AG, acting through its London branch. Southern Financial went long DB Commodity WTI Short Volatility II Index. Initial strike to be set at close today. The Initial Margin on this trade is 5% of Notional. Official termsheet and confirm to follow.

Trade recap:

OTC index swap

Buyer: SOFL
Seller: DBAG London
Underlying: DB Commodity WTI Short Volatility II Index
Bloomberg Ticker: DBCMWSV2 Index

Trade Date: 13 Jan 2015

Effective Date: 13 Jan 2015

Expiry Date: 13 Jan 2016

Resets at end of each calendar quarter. For clarity reset dates are: 31-Mar-15, 30-Jun-15, 30-Sep-15, 31-Dec-15, 13-Jan-16

Settlements: T+2

Notional: \$10,000,000

IA: \$500,000 paid by SOFL on 14-Jan-2015.

Up to 1.5% fees charged on exit under normal circumstances, irrespective of whether the exit is on scheduled Expiry Date or earlier

Strike: Underlying closing level on Effective Date

Cash flows:

On each reset date:

Buyer receives: $\text{Notional} / \text{Strike} * (\text{Index closing level on reset date} - \text{Index closing level on previous reset date})$

For the first reset date, $\text{Index closing level on previous reset date} = \text{Strike}$

Thank you for the trade,
Daniel

Daniel Sabba
Key Client Partners
Deutsche Bank Securities Inc.
Tel. [REDACTED]

EFTA01201934

Mobile [REDACTED]
Email [REDACTED]

This communication may contain confidential and/or privileged information. If you are not the intended recipient (or have received this communication in error) please notify the sender immediately and destroy this communication. Any unauthorized copying, disclosure or distribution of the material in this communication is strictly forbidden.

Deutsche Bank does not render legal or tax advice, and the information contained in this communication should not be regarded as such.