

On Mon, Jun 29, 2015 at 5:15 PM, Vahe Stepanian <[REDACTED]> wrote:

Classification: **Confidential**

Jeffrey – per your request, we priced vanilla risk reversals with a 1.07 strike on the put leg.

Pricing is for EUR 100mm notional.

1.1250 EURUSD spot ref

3m

SOFL buys EUR put 1.07 strike

SOFL sells EUR call 1.1660 strike

Net premium: zero

6m

SOFL buys EUR put 1.07 strike

SOFL sells EUR call 1.1680 strike

Net premium: zero

Thank you,

Vahe

From: Vahe Stepanian

Sent: Monday, June 29, 2015 3:38 PM

To: Jeffrey Epstein

Cc: Daniel Sabba; Ariane Dwyer; Paul Morris; Stewart Oldfield; 'Richard Kahn'

Subject: RE: FW: Longer Dated EUR Downside (3y structures) [C]

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Jeffrey – to clarify, given Southern Financial would be long a 6m EURUSD digital put and short a 6m EURUSD digital call, if at expiry:

EURUSD is below 1.0750, Southern Financial would receive 100% payout (or EUR 2mm)

EURUSD is between the put and call strikes, Southern Financial would receive 0% payout

EURUSD is above 1.1845, Southern Financial would pay 100% (or EUR 2mm)

We will be back to you with 6m and 1y pricing on 1.05 strike put, premium neutral digital risk reversals.

Thank you,

Vahe