To: Vincenzo Iozzo [redacted]
From: jeffrey E.
Sent: Sun 8/10/2014 3:22:57 AM
Subject: Re: A note on shorting

no one knows the other side it just looks like a sell and they are buyers?

On Sat, Aug 9, 2014 at 8:00 PM, Vincenzo Iozzo [redacted]> wrote:

Sorry for the email flood..

While studying I realized I forgot a big counterargument to your derivative on the cyber stuff: even if you want to short the bond trough a derivative, who's going to take the other side of the bet? Everyone is/should be aware of the moral hazard there I think

Not saying that invalidates your thesis on the fact that this can't work because it's hard for investors to understand - just saying that I don't think shorting it is a risk

Anyway, I'll go back to my studies :)

Sent from my Iphone

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