

**Cc:** Vahe Stepanian; Stewart Oldfield

**Subject:** RE: Trade Recap - 01/27/2015 - Long TWTR on 1y TRS, Short TWTR 1y calls [C]

Hi what was decision here? Thx

-----Original Message-----

**From:** Daniel Sabba

**Sent:** Thursday, July 30, 2015 10:00 AM Eastern Standard Time

**To:** 'jeffrey E.'

**Cc:** Paul Morris; 'Richard Kahn'; Vahe Stepanian; Ariane Dwyer; Stewart Oldfield

**Subject:** RE: Trade Recap - 01/27/2015 - Long TWTR on 1y TRS, Short TWTR 1y calls [C]

Classification: **Confidential**

Jeffrey, please see below offers to unwind the short call position only:

For TWTR reference of \$31.60 the cost to unwind is \$1.89/share with a delta of 32%.

This assumes we work our execution and delta adjust price.

There will be a change in IA for the TRS once the call is unwound, as the IA of long TRS + short calls is lower than simply long TRS. We are waiting to hear back from our credit team on what this change would be and will advise.

Regards,

Daniel

---

**From:** Vahe Stepanian

**Sent:** Tuesday, January 27, 2015 5:50 PM

**To:** Daniel Sabba; jeffrey E.

**Cc:** Paul Morris; Richard Kahn

**Subject:** RE: Trade Recap - 01/27/2015 - Long TWTR on 1y TRS, Short TWTR 1y calls [C]

Classification: **Confidential**

Jeffrey – please find updated TWTR trade details below (inclusive of initial strike), along with attached termsheet.

**Total Return Swap:**

Swap Seller: DB

Swap Buyer: Southern Financial LLC

Ticker: TWTR

Size: 100,000 shares

Expiry: 1/27/2016

Spread: 1mL+ 75bps

Resets: Monthly

Optional Early Termination: Applicable, 3 days (two-way)

Commissions: \$0.03 per share in and out

Initial Strike: \$38.9662 (Gross) / \$38.9962(Net)

**European Call options on TWTR:**

Option Seller: Southern Financial LLC

Option Buyer: DB

Shares: 100,000

Notional: \$3,896,620.00