2014 Outlook Closed Trades

	Trade Detail	Rationale	Risks	Opened	Entry	Closed	Exit	P/L
Option	1y 3s10s conditional bearish flattener for zero premium: Buy 1y3y + 25 bp payer, sell DV01 weighted 1y10y +41.5 bp payer for zero premium.	The curve should bear flatten as soon the Fed tapers and front end sells off	Curve steepens as rates rise	12/6/13	+212.5 bp	12/19/14	+17 bp	**0k**
Option	Receiver spreads: Buy $100mm 2y2y ATMF/25 bp receiver spreads at 28 bp	Macro data disappoints, curve bull flattens	Rates rise as recovery strengthens	12/6/13	+28 bp	12/19/14	+29 bp	**+19k**
Option	Contingent payers: Buy 1y30y ATMF payers subject to 5s< ATMF+50 bp at 259 bp, a 57% discount to vanilla	Rate hikes unbundled from taper, long end sells off while 5y remains anchored	Curve flattens	12/6/13		12/19/14		
Option	Dual digital option on 5s and 10s: Buy a 6m dual digital that pays out if 5s > 2% & 10s< 3.50%, offer 17% (6:1 leverage)	Curve flattens beyond the current forwards; adding additional leverage by shorting the correlation between 5y and 10y rates	Either of the two conditions is not true at expiration; maximum loss is premium outlay	12/6/13		12/19/14		
Option	Contingent curve cap: Buy 6M 5s10s ATMF curve caps subject to 10s < 3.50%, 5.25c offer, a 40% discount to vanilla at 9c	Front-end of the curve remains anchored, limited sell off in 10s	Curve flattens	12/6/13		12/19/14		
Option	Curve caps: Buy 1y single reset, ATMF 5s30s curve cap at 21.5 bp	Economic recovery disappoints and curve remains steep	Curve flattens	12/6/13	+21.5 bp	12/19/14	0 bp	**-197k**
Swaps Rv	**Forward steepener:** Receive fixed on $115.71 mm 1y10, pay fixed on $54.85 mm 1y30y	Slope of 10s30s too flat given level of 10y Rate	Curve flattens	3/28/14	+45 bp	3/27/15	+33 bp	**-3,109k**
Swaps RV	Receive $208.2mm 6m5y rate versus pay $292.9mm 10y5y rate	15y par rate rich, 6m5y exposed to repricing Fed with positive carry	Curve flattenening	5/20/14	+219 bp	11/19/14	+320 bp	**-7,274k**
Swaps RV	Receive 3y1y/2y1y rate spread at 108 bp	Curve slope is near its historic levels; curve is likely to flatten in both sell-off or rally	Curve steepens	12/6/13	+108 bp	12/19/14	+80bp	**+222k**
US Credit	Underweight high-yield into Taper	HY spreads should widen upon the onset of the taper	Tapers gets delayed	12/6/13		12/19/14		

Source: Deutsche Bank
Performance numbers are based on trader end-of-day marks, and do not include bid/offer spreads or transaction costs. We consider the relevant benchmark for our trades to be a zero position, given the leveraged or generally market neutral aspects of these trades. Historical performance is not a guarantee of future performance."