From: Xavier Avila [redacted]
Sent: 12/7/2017 7:56:54 AM
To: Paul Barrett [redacted]; Martin Zeman [redacted]
CC: Stewart Oldfield [redacted]
Subject: RE: Indicative R/R on 10Y US rates

Do you plan to cash settle the swaptions or get delivered?
Vanilla swaps are between 2 and I would say 5% max on 5-10yrs, but if you cash settle in 6m it should be on the low end of this.

Also, the IA for the corr swaps are 10% of notional or 10 corr points.

Thanks

Xavier Avila
Managing Director
[redacted]

From: Paul Barrett <[redacted]
Date: Wednesday, Dec 06, 2017, 23:33
To: Martin Zeman <[redacted]
Cc: Xavier Avila [redacted]>, Stewart Oldfield <[redacted]
Subject: Re: Indicative R/R on 10Y US rates

What is the collateral on the short leg?

Paul Barrett
Alpha Group Capital LLC
142 W 57th Street, 11th Floor, New York, NY 10019
[redacted]

On Dec 6, 2017, at 5:24 PM, Martin Zeman <[redacted] wrote:

> Paul,
>
> Here are the indicative rates options prices. I haven't marked up anything so let's talk about it.
>
> 1. 1. Client buy 6m10y 2.5 payers 10mm
>   Client sells 6m10y 2.2 receivers 10mm
> 2. Offered at 0.32% (mid=0.30%)
> 3. *(payer mid is 1.07%)*
> 4.
> 5. 2. Client buys 6m10y 2.4 payers 10mm
> 6. Client sells 6m10y 2.2 receivers 10mm
> 7. Offered at 0.7075% (mid=0.6875%)