

---

**From:** Paul Morris [REDACTED]  
**Sent:** 2/2/2015 11:14:52 AM  
**To:** Daniel Sabba [REDACTED]  
**Subject:** Re: Trade Recap - 01/13/2014 - DB Sells \$10mm FEDERATIVE REPUBLIC OF BRAZIL 20-Mar-2020 CDS @ 205 with SOUTHERN FINANCIAL LLC (live) [C]

Classification: Confidential

Thanks, I'm on west coast, catch up later in week.

---

**From:** Daniel Sabba  
**Sent:** Saturday, January 31, 2015 05:12 PM  
**To:** 'jeevacation@gmail.com' <jeevacation@gmail.com>  
**Cc:** [REDACTED]; Paul Morris; Vahe Stepanian  
**Subject:** Re: Trade Recap - 01/13/2014 - DB Sells \$10mm FEDERATIVE REPUBLIC OF BRAZIL 20-Mar-2020 CDS @ 205 with SOUTHERN FINANCIAL LLC (live) [C]

Classification: Confidential

With petrobras downgrade, this closed at 228 / 232 on Friday. When you entered, it was 201 / 205. This is a pnl of approximately \$120k.

---

**From:** Daniel Sabba  
**Sent:** Tuesday, January 13, 2015 01:42 PM  
**To:** jeevacation@gmail.com <jeevacation@gmail.com>  
**Cc:** [REDACTED]; Paul Morris; Vahe Stepanian  
**Subject:** Trade Recap - 01/13/2014 - DB Sells \$10mm FEDERATIVE REPUBLIC OF BRAZIL 20-Mar-2020 CDS @ 205 with SOUTHERN FINANCIAL LLC (live) [C]

Classification: Confidential

Jeffrey, per our phone conversation, Southern Financial LLC entered into the following credit default swap with Deutsche Bank AG, acting through its London branch. Southern Financial bought default protection from DB. The Initial Margin on this trade is 1% of Notional. Official confirm to follow.

BraSov default swap with SOUTHERN FINANCIAL LLC DB Sells default protection on FEDERATIVE REPUBLIC OF BRAZIL

NOTIONAL : USD 10,000,000  
TRADE DATE : 13-Jan-2015  
IM% : 1  
EFFECTIVE : 14-Jan-2015  
TERMINATION : 20-Mar-2020  
REF OB : BRAZIL 12.25% OF 03/30 ISIN: US105756AL40  
CREDIT EVENTS : Failure to Pay, R, Repudiation/Moratorium  
ISDA Definition : 2014  
PRICE : 205 bps per annum (COUPON: 100 bps per annum)  
UPFRONT FEE : DB Receive USD 491,941  
STANDARD TRADE : Yes  
HARDWIRING : Yes  
CLEARING HOUSE : No

Trade details:

Thank you for the trade,

Daniel