

Subject: Re: Trade Report - 1/13/14 [C]
From: Vahe Stepanian <[REDACTED]>
Date: Mon, 13 Jan 2014 18:38:28 -0500
To: Paul Morris <[REDACTED]>

Classification: Confidential

Not sure in terms of his view - he sent Tazia an email this afternoon to buy 25k shares. Will need to follow up with him regarding his view...
The company develops cancer diagnostic technology and is run out of Cambridge, MA. FMI announced preliminary earnings today that seemed to have exceeded expectations (although not many firms on the street cover the name; JPM does cover it w/neutral rating and \$28 price target).

Regardless, it seems that forward guidance was also positive --> the stock was up ~10% today.

Thank you,
Vahe

(Embedded image moved to file: pic13750.gif)

Vahe Stepanian
Associate | Wealth Investment Coverage

Deutsche Bank Securities Inc.
Deutsche Asset & Wealth Management
345 Park Avenue - 26th Floor
New York, NY 10154-0004

[REDACTED]
[REDACTED]
[REDACTED]
[REDACTED]

From: Paul Morris/db/-
dbcom

To: Vahe Stepanian/db/-
[REDACTED],

Date: 01/13/2014 06:25
PM

Subject: Re: Trade Report - 1/13/14
[C]

Classification: Confidential

FMI? what is story?

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

From: Vahe Stepanian

Sent: 01/13/2014 03:37 PM EST

To: "jeffrey epstein" <jeevacation@gmail.com>

Cc: Tazia Smith; [REDACTED]; Paul Morris

Subject: Trade Report - 1/13/14 [C]

Classification: Confidential

Jeffrey,

Today you executed the following:

Bought 25k FMI @ \$27.4463

Separately, as a follow up to my e-mail on Friday - you redeemed 81,563.173 JVAIX (~\$2.2mm of JP Morgan Value Advantage Mutual fund) @ \$27.17.

Thank you,
Vahe

(Embedded image moved to file: pic02658.gif)

Vahe Stepanian
Associate | Wealth Investment Coverage

Deutsche Bank Securities Inc.
Deutsche Asset & Wealth Management

EFTA01466681

345 Park Avenue - 26th Floor
New York, NY 10154-0004
Tel. [REDACTED]
[REDACTED]
[REDACTED]
Email [REDACTED]

From: Tazia Smith/db/-
[REDACTED]

To: "jeffrey epstein"
<jeevacation@gmail.com>,

Cc: "Vahe Stepanian"
<[REDACTED]>

Date: 01/13/2014 02:03
PM

Subject: Re: PDVSA chart + USDJPY Trade
[C]

Classification: Confidential

Working 20pct of volume given liquidity. let us know if you want to be more aggressive.

--

Tazia Smith
Director
Key Client Partners - US

EFTA01466682

Deutsche Bank Securities, Inc.
Deutsche Asset & Wealth Management
345 Park Avenue - 26th Floor
New York, NY 10154

[REDACTED]
[REDACTED]
[REDACTED]
E-mail: [REDACTED]

From: Tazia Smith
Sent: 01/13/2014 01:57 PM EST
To: "jeffrey epstein" <jeevacation@gmail.com>
Cc: Vahe Stepanian
Subject: Re: PDVSA chart + USDJPY Trade [C]

Classification: Confidential

On it

--

Tazia Smith
Director
Key Client Partners - US

Deutsche Bank Securities, Inc.
Deutsche Asset & Wealth Management
345 Park Avenue - 26th Floor
New York, NY 10154

[REDACTED]
[REDACTED]
[REDACTED]
E-mail: [REDACTED]

From: Jeffrey Epstein [jeevacation@gmail.com]
Sent: 01/13/2014 02:55 PM AST

To: Tazia Smith
Subject: Re: PDVSA chart + USDJPY Trade [C]

buy 25 000 . foundation medicine

On Mon, Jan 13, 2014 at 10:29 AM, Tazia Smith <[REDACTED]> wrote:
Classification: Confidential

Jeffrey - Any thoughts on the \$Y trade idea?

Separately, we did not have a chance to discuss specifically, but consider selling: OHYFX (JPM high yield mutual fund) and DAG (DB double levered Agriculture ETN)

--

Tazia Smith
Director
Key Client Partners - US

Deutsche Bank Securities, Inc.
Deutsche Asset & Wealth Management
345 Park Avenue - 26th Floor
New York, NY 10154

[REDACTED]
[REDACTED]
[REDACTED]
E-mail: [REDACTED]

From: Jeffrey Epstein [jeevacation@gmail.com]
Sent: 01/13/2014 07:49 AM AST
To: Vinit Sahni
Cc: Tazia Smith; "Nav Gupta (DEUTSCHE ASSET MANAG)"
<[REDACTED]>; Paul Morris; Vahe Stepanian
Subject: Re: PDVSA chart + USDJPY Trade [C]

thanks , lets keep

On Mon, Jan 13, 2014 at 7:47 AM, Vinit Sahni <[REDACTED]> wrote:
Classification: Confidential

This attached image shows the current pricing on the curve, which is slightly weaker than it was in early December. I have also added the term structure of PDVSA and VENZ sovereign bonds, which gives us some relative value across the curve

Bouts of volatility will likely remain an issue and therefore it will trade

like a short tail risk trade. However, given that access to dollars remains key for Venezuela, we should expect the government to do whatever they can to avoid a problem servicing these bonds (or even the perception of the same). They do have a heavy amortization schedule in 2014 and 2015.

Vinit Sahni

Managing Director | Global Head - Professional Client Group & Key Client Partners Capital Markets Group

Deutsche Asset & Wealth Management

105/108 Old Broad St (Pinners Hall), EC2N 1EN London, United Kingdom

[REDACTED]
[REDACTED]
Email [REDACTED]

From Tazia Smith/db/-
[REDACTED]

:

To: "jeffrey epstein"
<jeevacation@gmail.com>,

Cc: "Vinit Sahni" <[REDACTED]>, "Nav Gupta (DEUTSCHE ASSET
MANAG)"

<[REDACTED]>, [REDACTED],
[REDACTED]

Date 12/01/2014
22:52
:

Subj Re: PDVSA chart + USDJPY Trade
[C]

ect:

Classification: Confidential

Looping in Vinit here as he was recently involved with a large offering in the pdvsa credit and may have some take-aways.

My view is the bonds are money good in 2015, as of now, but you are not looking for yield carry (as discussed), and the risks of restructuring and near-term downside due to politics specific to venezuela and chatter around

EM assets at large are likely greater than implied by the bonds' current ~85 levels; would use Friday's rally to sell (particularly if you believe it was rates driven vs credit). For what it's worth, we've found Latam family offices that are very familiar the credit (and do like carry) are fully loaded and do not have incremental demand.

--

Tazia Smith
Director
Key Client Partners - US

Deutsche Bank Securities, Inc.
Deutsche Asset & Wealth Management
345 Park Avenue - 26th Floor
New York, NY 10154

EFTA0146686

[REDACTED]
E-mail: [REDACTED]

From: Jeffrey Epstein [jeevacation@gmail.com]
Sent: 01/12/2014 04:56 PM AST
To: Tazia Smith
Subject: Re: PVDSA chart + USDJPY Trade [C]

do you think money good in 15

On Sun, Jan 12, 2014 at 4:38 PM, Tazia Smith <[REDACTED]> wrote:
Classification: Confidential

Jeffrey:

Please find the chart of PDVSA 5% 10/28/15 price history below, as well as a description of the USDJPY 10yr trade that we briefly discussed on Friday.

Speak with you soon,
Tazia

(Embedded image moved to file: pic11360.gif)
Used with permission of Bloomberg Finance LP, 1/10/14

----- Forwarded by Tazia Smith/db/dbcom on 01/12/2014 03:29 PM -----

From: Nav Gupta/db/-
dbcom@DBEMEA

To: Tazia Smith/db/-
[REDACTED],

Date: 01/10/2014 08:21
AM

EFTA01466687

Subject: \$Y
[I]

Classification: For internal use only

Long \$Y Call Options. We like long expiry options to benefit from the present dislocation between interest rates and volatility

Deutsche Bank FX Strategists are calling for USDJPY of 115 by year-end 2014, and 120 by year-end 2015. See DB FX Blueprint published 1/9/14, and note that #2 of the top 10 themes of 2014 (p. 5-6) revolves around extended weakness in the Japanese Yen vs. USD.

Consider a 10year expiry \$Y call option struck at 85 (spot fx 105, forward fx 77.70). Price 4.7% of USD notional

This option has four notable characteristics

If \$Y stays at these levels the option decays positively by approx 15-20% per year

If \$Y trades 90.00 at any time (arguably a scenario in which the option is no longer wanted) the option "knocks-out" and becomes worthless. While \$Y might decline to 90, our quantitative analysis indicates the probability of such a decline is significantly (double?) overpriced by the options market

The premium of the option is quite sensitive to moves in \$Y spot - which is atypical for a 10year option. This also results from the knockout feature. This means if \$Y moves quickly by 5% the option increases / decreases in value by almost half, so If \$Y rises to 110 or 115 the option can easily be unwound to monetize the profit
The option costs roughly 1/3rd compared to the vanilla 85 strike

call

Maximum loss is premium paid

Nav Gupta
Managing Director

Deutsche Bank AG, Filiale London
Deutsche Asset & Wealth Management
105/108 Old Broad St (Pinners Hall), EC2N 1EN London, United Kingdom

[REDACTED]
[REDACTED]
Email [REDACTED]

Any proposed ideas are being delivered to you by the DeAWM Key Client Partners ("KCP") London desk for discussion purposes only, and do not create any legally binding obligation on the part of Deutsche Bank AG and /

or its affiliates ("DB"). These ideas are for the consideration of the intended recipients of this mail only. The KCP London desk does not provide

investment advice. All intended recipients are Professional investors (as defined by MiFID), who understand the strategy, characteristics and risks associated with any ideas proposed herein and will be able to evaluate it independently. All trades on proposed ideas shall be subject to the relevant internal approvals prior to execution.

Tazia Smith
Director | Key Client Partners - US

Deutsche Bank Securities Inc
Deutsche Asset & Wealth Management
345 Park Avenue, 26th Floor
New York, NY 10154

[REDACTED]
[REDACTED]
[REDACTED]
Email [REDACTED]

This communication may contain confidential and/or privileged information. If you are not the intended recipient (or have received this communication in error) please notify the sender immediately and destroy this communication. Any unauthorized copying, disclosure or distribution of the material in this communication is strictly forbidden.

Deutsche Bank does not render legal or tax advice, and the information

contained in this communication should not be regarded as such.

--

The information contained in this communication is confidential, may be attorney-client privileged, may constitute inside information, and is intended only for the use of the addressee. It is the property of Jeffrey Epstein

Unauthorized use, disclosure or copying of this communication or any part thereof is strictly prohibited and may be unlawful. If you have received this communication in error, please notify us immediately by return e-mail or by e-mail to jeevacation@gmail.com, and destroy this communication and all copies thereof, including all attachments. copyright -all rights reserved

This e-mail may contain confidential and/or privileged information. If you are not the intended recipient (or have received this e-mail in error) please notify the sender immediately and delete this e-mail. Any unauthorized copying, disclosure or distribution of the material in this e-mail is strictly forbidden.

Please refer to http://www.db.com/en/content/eu_disclosures.htm for additional EU corporate and regulatory disclosures.

--

The information contained in this communication is confidential, may be attorney-client privileged, may constitute inside information, and is intended only for the use of the addressee. It is the property of Jeffrey Epstein

Unauthorized use, disclosure or copying of this communication or any part thereof is strictly prohibited and may be unlawful. If you have received this communication in error, please notify us immediately by

return e-mail or by e-mail to jeevacation@gmail.com, and
destroy this communication and all copies thereof,
including all attachments. copyright -all rights reserved

This communication may contain confidential and/or privileged information.
If you are not the intended recipient (or have received this communication
in error) please notify the sender immediately and destroy this
communication. Any unauthorized copying, disclosure or distribution of the
material in this communication is strictly forbidden.

Deutsche Bank does not render legal or tax advice, and the information
contained in this communication should not be regarded as such.

--

The information contained in this communication is
confidential, may be attorney-client privileged, may
constitute inside information, and is intended only for
the use of the addressee. It is the property of
Jeffrey Epstein
Unauthorized use, disclosure or copying of this
communication or any part thereof is strictly prohibited
and may be unlawful. If you have received this
communication in error, please notify us immediately by
return e-mail or by e-mail to jeevacation@gmail.com, and
destroy this communication and all copies thereof,
including all attachments. copyright -all rights reserved