

Message

From: Parker Lewis [PL@haymancapital.com]
Sent: 12/4/2015 4:36:17 PM
To: J. Kyle Bass [k@haymancapital.com]; Henry Becker [HB@haymancapital.com]
CC: Andy Jent [aj@haymancapital.com]
Subject: RE: LPLA, NSAM, and UDF...
Attachments: image001.png; image002.jpg

This is a summary of P&L and current exposure related to UDF and the related basket, note that this excludes the borrow cost on UDF; my estimate for the borrow cost on UDF to date is close to \$10mm.

[cid:image001.png@01D12E7F.9B07A9B0]

[cid:image001.jpg@01C84251.44A3D170]

Parker Lewis
Hayman Capital Management, L.P.
2101 Cedar Springs Road Suite 1400
Dallas, TX 75201

214.347.8043 Direct
512.699.7480 Mobile
PL@HaymanCapital.com<mailto:PL@HaymanCapital.com>

From: J. Kyle Bass
Sent: Friday, December 04, 2015 8:46 AM
To: Henry Becker <HB@haymancapital.com>
Cc: Andy Jent <aj@haymancapital.com>; Parker Lewis <PL@haymancapital.com>
Subject: Re: LPLA, NSAM, and UDF...

Exactly and thank you. Keep on going and thank you for this reporting. It is exactly what I like to see!

J. Kyle Bass
Chief Investment Officer
Hayman Capital Management

On Dec 4, 2015, at 8:03 AM, Henry Becker <HB@haymancapital.com<mailto:HB@haymancapital.com>> wrote:

LPLA
We were short 991,005 on 11/19/15...since we have covered 622,720 at 45.67...we are short 368,285 coming into today...1.5% of AUM...average cost(BBG)...40.01...last sale 45.80

NSAM
We were short 1,555,179 on 11/6/15...since we have covered 1,083,719 at 13.19...we are short 421,460 coming into today... .5% of AUM...average cost(BBG)...15.52...last sale 12.55

UDF
We are short 3,337,250 at an average of 17.31...5.4% of AUM...last sale 17.43

Current orders are to cover LPLA and NSAM best way and Short as much UDF everyday as we can get a locate on...

<image001.png>

Henry V. Becker Jr.
Hayman Capital Management, LP
2101 Cedar Springs Road, Suite 1400
Dallas, TX 75201
Direct: 214-296-4913
Cell: 972-523-6568
hb@haymancapital.com<mailto:hb@haymancapital.com>

P&L Impact

| | <u>P&L</u> | <u>Cost Basis</u> | <u>Market Value</u> | <u>% of AUM</u> |
|--------------------------------|---------------------|-----------------------|-----------------------|-----------------|
| Unrealized Common - UDF | \$ (722,999) | \$ 57,769,284 | \$ 58,435,248 | 5.5% |
| Unrealized Common - Basket | <u>753,999</u> | <u>34,073,709</u> | <u>33,319,710</u> | 3.1% |
| Total - Unrealized | \$ 31,000 | \$ 91,842,993 | \$ 91,754,958 | 8.6% |
| Realized Common - LPLA | \$ (3,907,676) | \$ 55,232,182 | \$ 59,139,858 | |
| Realized Common - NSAM | 2,303,519 | 37,327,814 | 35,024,294 | |
| Realized Common - NRF | 585,317 | 4,961,097 | 4,375,780 | |
| Realized Common - RCAP | 7,427,672 | 10,295,629 | 2,867,957 | |
| Realized Options - RCAP | <u>1,493,982</u> | <u>1,755,529</u> | <u>261,547</u> | |
| Total - Realized Basket | \$ 7,902,814 | \$ 109,572,250 | \$ 101,669,436 | |
| Total | \$ 7,933,814 | \$ 201,415,243 | \$ 193,424,394 | |

| Unrealized Basket Breakdown | <u>P&L</u> | <u>Cost Basis</u> | <u>Market Value</u> | <u>% of AUM</u> |
|----------------------------------|-------------------|----------------------|----------------------|-----------------|
| Unrealized Common - LPLA | \$ (715,065) | \$ 16,266,557 | \$ 16,981,621 | 1.6% |
| Unrealized Common - NSAM | 2,372,952 | 7,590,626 | 5,217,675 | 0.5% |
| Unrealized Common - APLE | <u>(903,888)</u> | <u>10,216,526</u> | <u>11,120,414</u> | 1.0% |
| Unrealized Basket - Total | \$ 753,999 | \$ 34,073,709 | \$ 33,319,710 | 3.1% |

AUM \$ 1,070

Common Share Prices

Note: Cost basis is of remaining shares per Stu's latest master sheet

| | <u>Cost</u> | <u>Market</u> | <u>% Change</u> |
|------|-------------|---------------|-----------------|
| UDF | \$ 17.31 | \$ 17.51 | 1.2% |
| LPLA | \$ 44.59 | \$ 46.11 | 3.4% |
| NSAM | \$ 18.21 | \$ 12.38 | (32.0%) |
| APLE | \$ 17.90 | \$ 19.37 | 8.2% |