

Message

From: J. Kyle Bass [k@haymancapital.com]
Sent: 7/6/2015 12:45:16 PM
To: Henry Becker [HB@haymancapital.com]
CC: k2 [k2@haymancapital.com]; Andy Jent [aj@haymancapital.com]; Parker Lewis [PL@haymancapital.com]; Brandon Osmon [bo@haymancapital.com]
Subject: Re: Early feedback on UDF...nothing has changed so far today...still a problematic name...borrow on street still - 50%...
Attachments: image001.png

Ok. I am absolutely surprised that it hasn't 'loosened up' as of yet. Settlements all happened last Wednesday.

J. Kyle Bass
Chief Investment Officer
Hayman Capital Management

On Jul 6, 2015, at 1:41 PM, Henry Becker <HB@haymancapital.com<mailto:HB@haymancapital.com>> wrote:

The feedback I have gotten is recalls have been very high across the street. JPM has 30 different counterparties trying to recall them alone, they were almost bought in on Thursday. Desks are still trying to get themselves right sided. Once the recalls settle down, hopefully today, we should start to see the borrow loosen up a bit. I am expecting dribs and drabs for a few days. As far as the indexers, some indexers lend on a stock specific basis and some lend out a certain percentage. The rule of thumb I have been guided to is roughly 25% of the Russell number (2.5mm*25%=625,000) should become borrowable. We are number one on everyone's list to call.

<image001.png>

Henry V. Becker Jr.
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From: J. Kyle Bass
Sent: Monday, July 06, 2015 7:24 AM
To: Henry Becker
Cc: k2; Andy Jent; Parker Lewis; Brandon Osmon
Subject: Re: Early feedback on UDF...nothing has changed so far today...still a problematic name...borrow on street still -50%...

Pls speak with the heads of every desk in the majors and report back where they think the index funds put the new stock? Where did it go? Do they not lend it out?

J. Kyle Bass
Chief Investment Officer
Hayman Capital Management

On Jul 6, 2015, at 1:21 PM, Henry Becker <HB@haymancapital.com<mailto:HB@haymancapital.com>> wrote:

<image001.png>

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