
From: Barrett, Paul S [REDACTED]
Sent: Tuesday, May 1, 2012 8:04 PM
To: Epstein, Jeffrey (jeevacation@gmail.com)
Cc: Giuffrida, David J
Subject: RE: \$2.59mm of WAMU 04-AR3 B2 @ 62-16 (10% yield / 6.26 durn)

=body lang="EN-US" link="blue" vlink="purple">

Jeffre=

We have 1.8MM cash in the Haze Trust. I would like to spend \$1MM on this mortgage and 800K on a new oil trust coming out. Will walk you through the details.

=0D

Also we have \$3MM of the Chevron Market Plus note that will likely pay out a 10.6% coupon in mid May. Underlying was up 5%. So did well. Will look for some ideas for the \$3.3MM.

Paul

=0A

&nbs=;

Paul Barrett, CFA

=0A

Managing Director

Global Investment Opportunities Group

=p class="MsoNormal">JPMorgan Private Bank

320 Park Avenue, 14th Floor, New York, NY 10022=/p>

[REDACTED]

=0D

=nbsp;

From: Barrett, Paul S =0A

Sent: Tuesday, May 01, 2012 3:54 PM

To:=Epstein, Jeffrey (jeevacation@gmail.com)

Cc: Giuffrida, =avid J

Subject: \$2.59mm of WAMU 04-AR3 B2 @ 62-16 (10% y=eld / 6.26 durn)

Jeffrey

Found a bond for the \$1MM we were look=ng to spend from last week.

- HPI Updated LTV = 58.53%

- 85% of the borrowers have not missed a payment in the past 2 =ears

-&n=sp; 96% owner occupied=span style="font-size:10.0pt;font-family:"Calibri","san=-serif";color:#1F497D">

- 97 months season=d

WAMU 2004-AR3 B2 Offered @ 62-16</=pan>

=0D

=0D =0D

BOND DESCRIPTION

=span style="font-size:9.0pt;font-family:"Arial","sans-s=rif";color:black">Prepay Rate

<=d width="153" nowrap="" valign="bottom" style="width:114.45pt;ba=kground:#F2F2F2;padding:0in 5.4pt 0in 5.4pt;height:15.75pt">

6 CPR

=0 ramp 30 8 CPR

Cusip:

92922FNM6<=span>

=0D Default Rate<=:p>

1 ramp 36 3 1 CDR

0.75 ramp 36 =.25 0.5 CDR

Original Face:

2,590,000

Default=Severity

30

30 ramp 48 25

=0D

Current Face:</=pan>

=0D

<=pan style="font-size:9.0pt;font-family:"Arial","sans-se=if";color:#1F497D">1,888,737

<=d width="228" nowrap="" valign="bottom" style="width:171.25pt;pa=ding:0in 5.4pt 0in 5.4pt;height:14.15pt">

Prime 5/1 Sub

=0D Stress Case</=pan>

=0A

<=pan style="font-size:9.0pt;font-family:"Arial","sans-se=if";color:black">Base Case

=td width="175" nowrap="" valign="bottom" style="width:131.05pt;b=rder-top:solid windowtext 1.0pt;border-left:none;border-bottom:none;bord=r-right:solid windowtext 1.0pt;background:#BFBFBF;padding:0in 5.4pt 0i=5.4pt;height:14.15pt">

Recovery Case

CCC/Ca/-=/o:p>

Yield

4.518

=0A10.001=o:p>

=urrent Coupon:

2.586%

=0A Spread

274

816

=0D 1061</=:p>

=0D =0D

Yield @ Base Case

10.001%

=0D

<=pan style="font-size:9.0pt;font-family:"Arial","sans-se=if";color:black">6.71

6.26

WAL @ Base Case

9.58

=0A =0AWAL=/o:p>

9.28

9.58<=p> Pr=ncipal Window @ Base Case

Jun12 to Apr34

Principal Window

Jun12 to Apr34

Jun12 to Apr34

<=td> Jun12 to May34

Writedown %

=/td> 11.39%

Principal Writedown

52.29%</=:p>

11.39%

=0A=.00%

2.30%

=0D

Total Collat Loss=/o:p>

1.11%

=0A=.80%

0.51%

=0A

60+ Delinquencies

5.38

=0D Total Liquidation

=0A=0.08%

6.95%

=0D 3.78%

60+ Delinquency Coverage

</=d> =0A =0D

HISTOR=CAL PERFORMANCE

=0D =0D

</=pan>

UNDERLYING C=LLATERAL DESCRIPTION

1 MOS

=b>3 MOS

=td width="175" nowrap="" valign="bottom" style="width:131.05pt;b=rder:none;border-bottom:solid windowtext 1.0pt;padding:0in 5.4pt 0in 5=2E4pt;height:14.15pt">

6 MOS<=b>

Average Loan Balance =\$,000s)

571

=0A =0ACPR

8.4=

10.81

<=td> 11.11

Mortgage Type

Seasoned Pr=me 5/1 Hybrids

CDR

2.03

=0D 0.67

0.88<=p>

Wtd Avg Mortgage Coupon

3.010%

<=td> <=d width="161" nowrap="" valign="bottom" style="width:120.6pt;pad=ing:0in 5.4pt 0in 5.4pt;height:13.35pt">

SEV

16.39

16.39

</=d> Wtd Avg FICO Score

747<=o:p>

=0A

=0D

<=r style="height:13.35pt">

=0D

HPI Adj LTV

=0A 58.53%

=0D

Weighted Avg Loan Age=/o:p>

97

=td width="45" nowrap="" valign="bottom" style="width:34.1pt;padd=ng:0in 5.4pt 0in 5.4pt;height:13.35pt">

Owner Occupied

96.18

CA 72%

Top 2 Geo Concentration

NY&n=sp; 5%

Always Current (24 mos)

85.46%

*All Investments are subject to risk, including possible loss of principal

*This message is a product of sales and trading and is not a research report

*Non-Agency bonds may have limited liquidity and clients should be aware that the secondary market for mortgage-backed securities has experienced periods of illiquidity and may do so in the future. Illiquidity means that there may not be any purchasers for your class of certificates. Although any class of certificates may experience illiquidity, it is more likely that class

*High-Yield Non-Agency bonds are speculative non-investment grade bonds that have higher

risk of default or other adverse credit events which are appropriate for high risk investors only.

*** ALL OFFERS ARE SUBJECT

US Onshore Clients – Blue Sky (U.S. State Securities Law): Please confirm Blue Sky eligibility before soliciting to a US Onshore client by entering the CUSIP into the web tool located at: <http://pscppv1.amer.jpmchase.net:8080/BlueSkyPage.html> and review to see if your client's state of residence is listed. If you receive 'NO SECURITY FOUND', 'NO STATES FOUND' or the security DOES NOT HAVE A CUSIP or is not USD-denominated, then please contact your SM or local compliance officer and provide the requested security and client information. Please note that a suitability review and other pre-trade procedures must still be followed.

This email is confidential and subject to important disclaimers and conditions including on offers for the purchase or sale of securities, accuracy and completeness of information, viruses, confidentiality, legal privilege, and legal entity disclaimers, available at <http://www.jpmorgan.com/pages/disclaimers/email>.