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**From:** Vincenzo Iozzo <[REDACTED]>  
**Sent:** Sunday, August 10, 2014 2:01 AM  
**To:** jeffrey E.  
**Subject:** A note on shorting

Sorry for the email flood..

While studying I realized I forgot a big counterargument to your derivative = the cyber stuff: even if you want to short the bond through a derivative, w/o's going to take the other side of the bet? Everyone is/should be aware of the moral hazard there I think

Not saying that invalidates your thesis on the fact that this can't work because it's hard for investors to understand - just saying that I don't think sorting it is a risk

Anyway, I'll go back to my studies :)

Sent from my iPhone

```
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