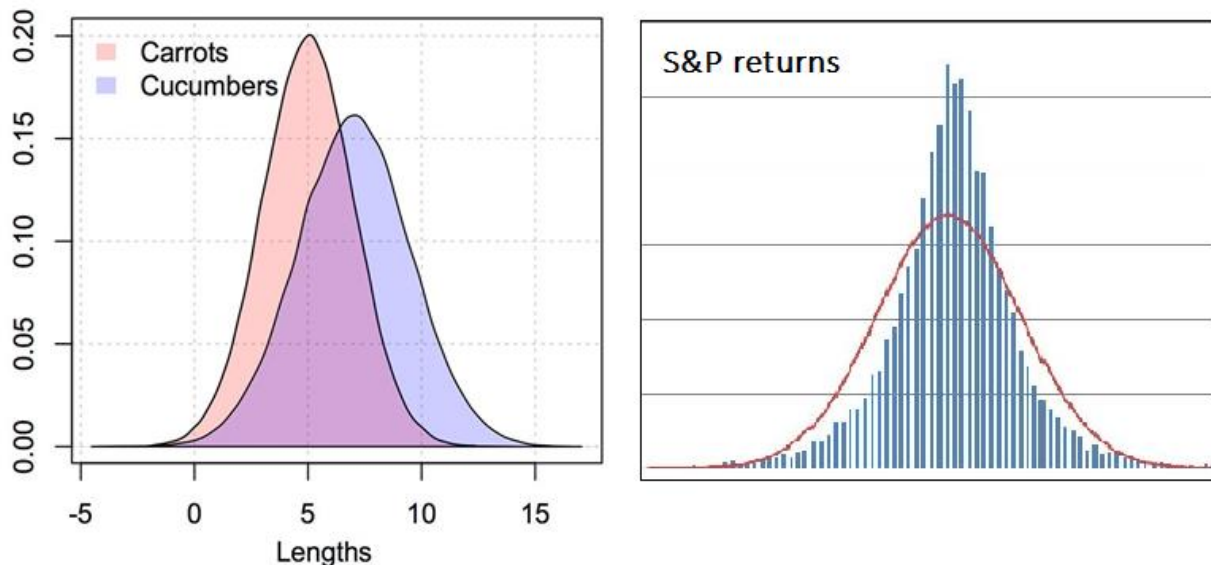


Join us - Defense of a loss on SVXY options FENG Asset Management, December 10th, NYC



Abstract:

After successfully selling naked option for 15 months, a retail trader met an overnight loss of \$6m – he was short small puts on leveraged VIX ETFs on that fateful day of February 5th, 2018. Unable to meet his margin call, his broker-dealer immediately liquidated his position, and soon after brought him to a FINRA arbitration to recover the losses.

After reviewing the trader's losses, his contractual obligations and his legal standing, we will introduce the technical arguments brought forward for his legal defense. The statistical analysis of the S&P, VIX and VIX leveraged ETFs show a strong non-normality of returns, high volatilities, high gap risks and high exoticity. These mathematical facts are brought against the broker-dealer's responsibilities, statements, risk management models and systems, as well as FINRA margin regulations.

Venue:

- Grant Thornton
757 Third Avenue (between 47th and 48th Streets)
9th Floor
New York, NY 10017
- Teleconferencing instructions for those unable to attend, but would like to listen
Teleconference starts at: 5:50 pm EST
Phone number: 712.432.0360 Access code: 588787#
- This is a private meeting. If you are not a FENG member and would like to join, please register at [this link](#) to request admission.

Agenda

- 4:30 – 5:00 PM Check in and Networking
 - 5:00 – 5:15 PM Introductions and Housekeeping
 - 5:15 – 6:00 PM Speaker, Gontran de Quillacq
 - 6:00 – 6:30 PM Networking
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