

FX OPTIONS MARKET UPDATE

- Vols bid with increased tension between US and Iran and the G20 meeting this weekend.

	EURUSD		USDJPY		AUDUSD		GBPUSD		USDCAD		EURGBP		EURCHF		EURSEK	
	Vol	1w	Vol	1w	Vol	1w	Vol	1w	Vol	1w	Vol	1w	Vol	1w	Vol	1w
1w	6.55	1.69	7.86	2.38	8.66	2.59	6.77	1.29	6.39	1.22	5.65	0.91	5.67	1.81	4.48	0.40
1m	5.85	0.99	6.81	0.78	7.17	0.31	6.62	0.82	5.78	0.52	5.66	0.70	5.05	1.09	4.91	0.16
3m	5.79	0.56	6.78	0.42	7.50	0.19	7.27	0.43	5.63	0.31	6.10	0.25	4.86	0.60	5.07	-0.04
6m	5.98	0.35	6.91	0.27	7.88	0.11	9.02	0.23	5.82	0.21	7.76	0.07	4.99	0.42	5.44	0.01
1y	6.31	0.19	7.12	0.13	8.32	0.09	9.73	0.21	6.11	0.11	8.32	-0.01	5.14	0.28	5.66	-0.03
	EURNOK		USDCNH		USDTRY		USDZAR		USDMXN		USD RUB		EURPLN		EURHUF	
	Vol	1w	Vol	1w	Vol	1w	Vol	1w	Vol	1w	Vol	1w	Vol	1w	Vol	1w
1w	5.63	-1.07	6.79	2.35	16.59	-0.83	14.93	1.76	9.90	0.77	8.01	1.95	3.13	0.29	4.79	0.15
1m	5.40	-0.16	5.23	-0.04	16.83	-0.63	14.58	0.09	9.40	0.33	8.32	0.48	3.28	0.19	4.63	0.10
3m	5.77	-0.07	5.03	-0.19	18.72	-0.64	14.93	-0.18	10.11	0.15	9.21	0.05	3.51	0.07	4.65	-0.01
6m	6.26	0.08	5.17	-0.20	20.50	-0.74	15.28	-0.12	10.74	0.07	10.02	-0.09	3.78	0.01	4.74	-0.09
1y	6.61	0.05	5.45	-0.20	22.42	-0.70	15.78	-0.09	11.67	0.08	11.04	-0.15	4.18	0.02	4.86	-0.09



Gold has rallied over 6% over the last week after increased tension between US and Iran. Spot has broken up above last years highs and is trading at levels not seen since 2013.

Vols and risk reversals are trading a lot higher with 1 month now at 16.50 compared to 11.50 last week and 1 month risk reversal trades at 4.0 vs 2.5 last week. These are the highest levels we have seen since back in 2016.

XAU calls are extremely expensive as a consequence, 1 month ATM trades at 16.5 vol while a 1 month 10 delta call trades around 21.5 vol.

Sell 2 week 1500 XAUUSD call

Receive 300 pips

Buy 1 month 1475 XAUUSD call in 1 mio

Sell 1 month 1550 XAUUSD call in 2 mio

Cost 800 pips

Spot ref. 1430.00

