

From: LaRocca, Gerard: Barclays Capital (NYK)
Sent: Tue, 30 Sep 2008 20:51:09 GMT
To: Ferri, Carolina: Markets (NYK)
Subject: FW: DK's

From: Haley, John: Operations (NYK)
Sent: Tuesday, September 30, 2008 6:45 AM
To: LaRocca, Gerard: Barclays Capital (NYK); Rodefeld, John: Operations (NYK)
Subject: RE: DK's

We dk'ed 371MM of that 366MM was pledged to the Fed wed night.

From: LaRocca, Gerard: Barclays Capital (NYK)
Sent: Monday, September 29, 2008 10:00 PM
To: Haley, John: Operations (NYK); Rodefeld, John: Operations (NYK)
Subject: RE: DK's

How much did we dk (didn't keep) and of that amount how much of that was pledged to the Fed wed night ???

From: Haley, John: Operations (NYK)
Sent: Monday, September 29, 2008 9:40 PM
To: LaRocca, Gerard: Barclays Capital (NYK); Rodefeld, John: Operations (NYK)
Subject: RE: DK's

Of the 67 items worth 371MM that we received, 366MM of that was pledged to the Fed Wed night

From: LaRocca, Gerard: Barclays Capital (NYK)
Sent: Monday, September 29, 2008 9:37 PM
To: Haley, John: Operations (NYK); Rodefeld, John: Operations (NYK)
Subject: RE: DK's

I am sorry don't understand latest note.

My interpretation of your notes below is as follows:

67 items worth 371MM that we didn't want and we sent them back and 366m (or all) was pledged to the fed ????????

What am I missing ????????

From: Haley, John: Operations (NYK)
Sent: Monday, September 29, 2008 9:26 PM
To: LaRocca, Gerard: Barclays Capital (NYK); Rodefied, John: Operations (NYK)
Subject: RE: DK's

366M of the 371M (67 items) were pledge to the Fed on Wednesday

75M of the 289M that we kept was pledged to the Fed on Wednesday

In total: 3b of the excluded list was pledged to the Fed Wednesday night as part of the 49.6 in collateral.

From: LaRocca, Gerard: Barclays Capital (NYK)
Sent: Monday, September 29, 2008 6:30 PM
To: Haley, John: Operations (NYK); Rodefied, John: Operations (NYK)
Subject: RE: DK's

Do we know if any of these items were pledged to the fed on Wednesday evening ????????

From: Haley, John: Operations (NYK)
Sent: Monday, September 29, 2008 6:25 PM
To: LaRocca, Gerard: Barclays Capital (NYK); Rodefied, John: Operations (NYK)
Subject: DK's

Detail in reference to the Collateral sent back to Lehman on 9/18.

A list of 2,145 cusip were deemed by the business to be excluded from the collateral to be delivered to Barclays to secure the reverse repo.

Throughout Thursday 9/18, some of this collateral was delivered Barclays. At 7:40 BONY identified a list of items that were pledged which were on this exclusion list; 67 items totalling \$371million. This list was sent to Lehman and they requested these items back.

BONY again ran the query at 9:15 and at that time identified 94 items with a value of 289.4 million. This was also sent to Lehman to request back however only a few small issues were actually sent back leaving Barclays with 289.0 of that collateral when the day ended.

In summary they delivered 67 items worth 371MM that we didn't want and we sent them back and the 289 delivered later in the day we kept

john