
From: Cox, Archie: Barclays Capital (NYK)
Sent: Wednesday, September 10, 2008 11:02 PM
To: Diamond, Bob: Barclays Capital
Subject: L.I.

Taussig (no name, please!) called again tonight, asking if we had an interest, would you call Fuld, what a great fit and opportunity it was, etc. He thinks something will happen very quickly, possibly tomorrow. I missed it, but I guess Moody's came out with something late today about a downgrade. This might be the last nail in the coffin and force the Fed to act in Andy's opinion.

As to your calling Fuld, I said I thought it better if Fuld were to call you, that I didn't know what your response would be, but that I thought you would certainly take the call. I don't know whether he will call, but suspect he will. Things certainly don't sound good.

Andy also said that Merrill had agreed to finance the "bad bank". I'm not sure whether this has been made public.

We should pursue this!

I will be up at 5 AM. Feel free to call on my cell any time after that.