

From: Hewett Jr, Edward A [CMB-FICC] [edward.a.hewett.jr@citi.com]
Sent: Tuesday, July 15, 2008 6:46 PM
To: Bere, Scott; Farrell, Nicholas; Gambelli, Michael; Richards, Geoff;
Shohet, Zion M; Smith, Mark B; Stuckey, Richard A; Tanner, Gordon O;
Verdeschi, Michael; Wainhouse, Charles; Weinberg, Marc A
Subject: Plenty of liquidity

Today's master plan was to come in long as we expected rate pressure from it being tax date... Fed eff looks like a nasty 2.18. We let money go into the London market in the 20s and 30s. During the day we kept ourselves long as we like the market trading rich. We helped the Finance Desk out when their market spiked to 2.60 by reverse repoing \$3.4bln. We picked up \$3.1bln in our reading. Branches had excess cash today... the high Libid of 2.18 acted like the Pied Piper drawing in o/n cash.. Our total sales was \$28.1bln, just shy of our record \$28.9bln set on May 30... We bought \$1.4bln from Lehman.

Dealers continue to be long cash late into the close.

Ed