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Sent: Tuesday, May 13, 2008 9:35 PM (GMT)
To: Gregory, Joe [jgregory@lehman.com] <Error -2147221233>; Fuld, Dick [lbexec1@lehman.com] <Error -2147221233>
Subject: FYI-Fidelity

Meeting with several people of Fidelity today as follow up to yesterday's conference. They have a good sense of the dynamics for the quarter.

They gave some good feedback that we may get a very short leash if we show up with a rough quarter if we do not get the balance sheet exercise completed. No matter what, the skeptics are focused on our balance sheet and that is the key to the future and the valuation. That becomes more important (as we know) if the quarter's revenue performance is worse. I know we are saying it over and over but we HAVE to deliver on the balance sheet reduction this quarter and can not give any room to FID for slippage.

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