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Subject: Capital Hole Analysis.

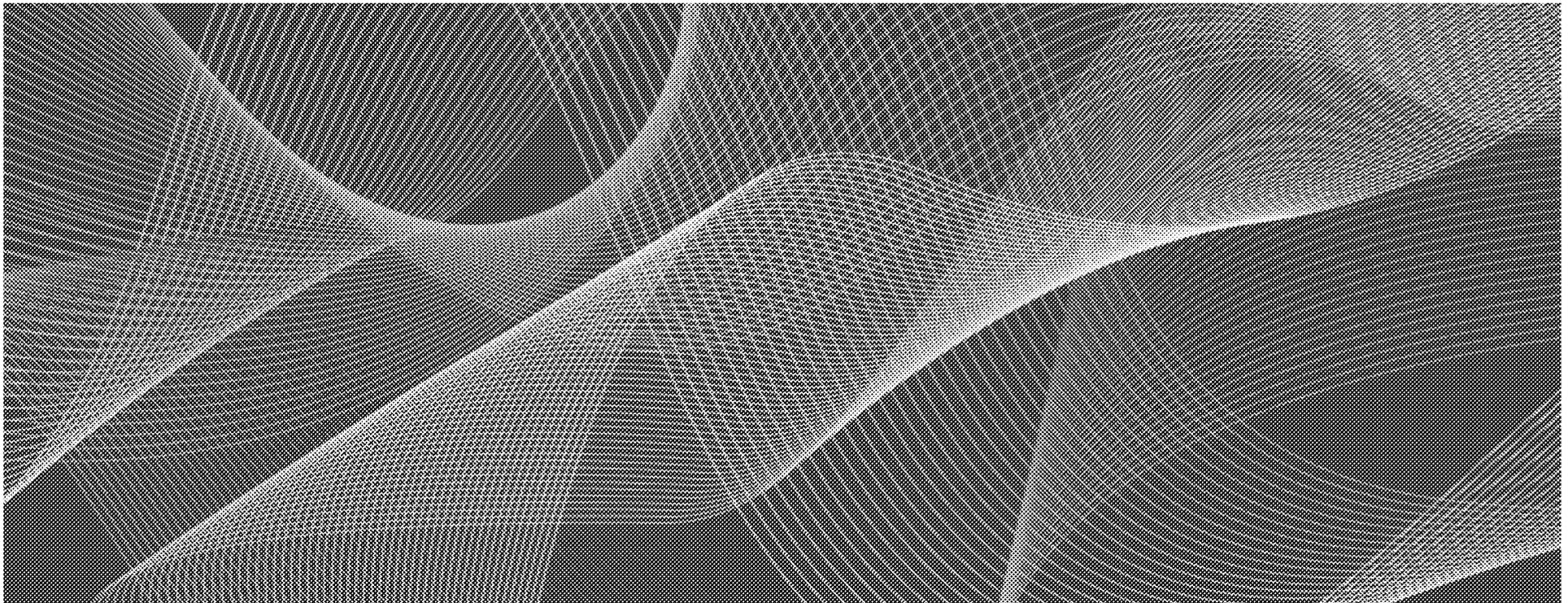
All,

Attached is the latest capital hole analysis.

<<Capital Hole Analysis 080908 v1.ppt>>

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Capital Hole Analysis



Confidential Presentation

Preferred Exchange + CRE Spin + IMD Sale + Capital Raise

Assumptions

- ◆ Green exchanges \$2.0B of Series P convertible preferred stock at 70% of its value for a new preferred security
- ◆ Green spins off \$31.6B of CRE assets
 - 25% equity (\$7.9B)
 - 75% debt (\$23.7B)
- ◆ Green sells a 51% stake in IMD for \$2.5B in cash
- ◆ Green net loss to common for 4Q08 between \$0.0B – \$1.5B
- ◆ Green raises \$3.0B – \$5.0B of additional common equity at 1.0x pro forma book value / share post-CRE spin
- ◆ Leverage and Tier 1 ratios below assume third party invests \$2.0B in SpinCo debt

Illustrative Example: \$4.0B of Common Raise and 4Q08 Net Loss to Common of \$0.6B

(\$ and shares in millions, except per share data)

	2Q08	3Q08	4Q08	Convertible Preferred Exchange	4Q08 Pro Forma Conv. Pref. Exchange	CRE Spin-off	4Q08 Pro Forma CRE Spin-off	51% Stake Sale of IMD	4Q08 Pro Forma 51% Stake Sale of IMD	Capital Raise	4Q08 CleanCo
	Standalone	Standalone	Standalone								
Common Equity	\$19,284	\$19,443	\$18,870	\$600	\$19,470	(\$7,894)	\$11,577	\$192	\$11,768	\$4,000	\$15,768
Preferred Equity	6,993	8,993	8,993	(600)	8,393		8,393		8,393		8,393
Shareholders' Equity	\$26,276	\$28,436	\$27,863	\$0	\$27,863	(\$7,894)	\$19,969	\$192	\$20,161	\$4,000	\$24,161
Leveragable Equity	27,179	29,267	28,711	0	28,711	(7,894)	20,818	3,417	24,235	4,000	28,235
Tier 1 Capital	23,321	22,148	20,611	0	20,611	(7,894)	12,718	4,330	17,048	4,000	21,048
Net Assets	327,774	326,000	307,891	0	307,891	(7,894)	299,998	(2,889)	297,108	4,000	301,108
Risk Weighted Assets	216,575	195,000	195,000	0	195,000	(10,078)	184,922	(722)	184,200	1,000	185,200
Net Leverage Ratio	12.1 x	11.1 x	10.7 x		10.7 x		14.4 x		12.3 x		10.7 x
Tier 1 Capital Ratio	10.8 %	11.4 %	10.6 %		10.6 %		6.9 %		9.3 %		11.4 %
Common + Mandatory Preferred / Total Capital	68.0 %	64.3 %	63.9 %		65.5 %		54.5 %		54.9 %		61.1 %
Book Value Shares	563.7	708.8	706.3	0.0	706.3	0.0	706.3	0.0	706.3	240.1	946.4
Book Value per Share	\$34.21	\$27.43	\$26.72		\$27.57		\$16.39		\$16.66		\$16.66
Aggregate New Investor Ownership %											25.4 %

Analysis assumes that a single investor does not own more than 20% of Green.

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Sensitivity Analysis – 4Q08 CleanCo Metrics

(\$ in millions)

	4Q08 Net Income to Common of					
	Base Case: (\$0.6B)		Best Case: Breakeven		Worst Case: (\$1.5B)	
	Net Leverage	Tier 1	Net Leverage	Tier 1	Net Leverage	Tier 1
\$3B Capital Raise						
Preferred Exchange Only	12.7x	8.5%	12.4x	8.8%	13.2x	8.0%
IMD Stake Sale Only	11.0x	10.8%	10.8x	11.2%	11.4x	10.4%
Preferred Exchange / IMD Stake Sale	11.0x	10.8%	10.8x	11.2%	11.4x	10.4%
\$4B Capital Raise						
Preferred Exchange Only	12.2x	9.0%	11.9x	9.3%	12.7x	8.5%
IMD Stake Sale Only	10.7x	11.4%	10.4x	11.7%	11.0x	10.9%
Preferred Exchange / IMD Stake Sale	10.7x	11.4%	10.4x	11.7%	11.0x	10.9%
\$5B Capital Raise						
Preferred Exchange Only	11.8x	9.5%	11.5x	9.9%	12.2x	9.1%
IMD Stake Sale Only	10.3x	11.9%	10.1x	12.2%	10.6x	11.4%
Preferred Exchange / IMD Stake Sale	10.3x	11.9%	10.1x	12.2%	10.6x	11.4%