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Subject: LB Excess Collateral Compared to GF Pricing

Team, here is the LB excess collateral (~\$9.8 billion) with Gifford Fong pricing (where available).

As you will see, there are major discrepancies between the LB and Gifford Fong prices (in the wrong direction, needless to say).

Let me know what you think.

Thanks,

EC.



LB Excess Collateral Priced by GF.xls.zip

| | A | B | C | D | E | F | G | H | I | J | K | L |
|----|-----------|----------|--------------|-----------------|--------|-----------------|---------------|-------|------|---------------|-----------|----------------|
| 1 | CUSIP | SEC TYPE | DESCRIPTION | MARKET POSITION | PRICE | GFA PRICE(7/30) | MARK VAL | S & P | MOOD | CASH VAL | ACCR. INT | TOTAL CASH VAL |
| 2 | 31464JYR7 | CP | FEN 8/15/06 | 2,002,376,000 | 99.95 | not covered | 2,001,376,431 | A-1 | P1 | 2,001,376,431 | 0 | 2,001,376,431 |
| 3 | 35633XAA6 | ABS | FRE 11/15/16 | 2,183,000,000 | 53.53 | 42.5550 | 1,168,595,848 | A | A2 | 1,168,595,848 | 0 | 116,859,848 |
| 4 | 35633XAE8 | ABS | FRE 11/15/16 | 250,400,000 | 100.00 | 11.9913 | 250,400,000 | B+ | | 250,400,000 | 150,240 | 250,550,240 |
| 5 | 40415RAC9 | CORP | 028AC9 | 81,455,477 | 66.00 | 89.1489 | 53,760,615 | CCC+ | Caa | 53,760,615 | 4,765,145 | 58,525,760 |
| 6 | 49567YAA5 | ABS | KIN 12/20/16 | 795,000,000 | 100.65 | not covered | 800,141,067 | | | 800,141,067 | 104 | 800,141,171 |
| 7 | 722490AA7 | ABS | REG 2/14/14 | 1,025,000,000 | 100.00 | 49.8756 | 1,025,000,000 | A- | A3 | 1,025,000,000 | 0 | 1,025,000,000 |
| 8 | 78403VAA6 | CMO | 784AA6 | 2,050,000,000 | 89.12 | not covered | 1,826,951,298 | A | | 1,826,951,298 | 0 | 1,826,951,298 |
| 9 | 852079AA0 | ABS | SPR 10/15/20 | 243,670,000 | 100.00 | 9.7371 | 243,670,000 | B+ | B1 | 243,670,000 | 187,626 | 243,857,626 |
| 10 | 852079AB8 | ABS | SPR 10/15/20 | 1,384,050,000 | 62.62 | 38.5558 | 866,725,991 | A | A2 | 866,725,991 | 0 | 866,725,991 |
| 11 | 92336PAA4 | ABS | VER 10/15/20 | 1,352,600,000 | 100.15 | not covered | 1,354,637,795 | A- | A3 | 1,354,637,795 | 23 | 1,354,637,818 |
| 12 | 92338PAB2 | ABS | VER 10/15/20 | 180,400,000 | 100.20 | not covered | 180,752,963 | B+ | B1 | 180,752,963 | 0 | 180,752,963 |
| 13 | | | | | | | | | | | | |
| 14 | | | | 11,547,951,477 | | | 9,772,012,009 | | | 9,772,012,009 | 5,103,138 | 8,725,379,146 |

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