



To: Steven X Taylor/JPMCHASE@JPMCHASE  
cc:  
Subject: Re: Actions

09/09/2008  
07:12 PM

Will dial now.

Thanks  
Kelly

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Kelly A. Mathieson 212-623-5410 (t), 212-623-5412 (f), kelly.mathieson@jpmorgan.com  
Sent from my BlackBerry

✉ Steven X Taylor

----- Original Message -----

**From:** Steven X Taylor  
**Sent:** 09/10/2008 12:10 AM GDT  
**To:** Kelly Mathieson  
**Subject:** Re: Actions

we're all still on the call.

Steve Taylor  
WSS Clearance Company EMEA Region Credit Executive  
T&SS Credit Risk Management  
JP Morgan Chase Bank NA  
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✉ Kelly A. Mathieson/JPMCHASE



**Kelly A.  
Mathieson/JPMCHASE**

To: Steven X Taylor/JPMCHASE@JPMCHASE  
cc  
Subject: Re: Actions

10/09/2008 00:09

Hello - and yes, these are exactly right.

I have been on with nikki. She cannot step away, but it still looks good. Should we call everyone together for a few minutes?

Thanks  
Kelly

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Kelly A. Mathieson 212-623-5410 (t), 212-623-5412 (f), kelly.mathieson@jpmorgan.com

Sent from my BlackBerry

✉ Steven X Taylor

----- Original Message -----

**From:** Steven X Taylor  
**Sent:** 09/10/2008 12:05 AM GDT  
**To:** Kelly Mathieson  
**Subject:** Actions

Kelly,

in terms of next steps - do you agree with the below statements?

so far as I can tell we have three options - all of which we need to be able to implement tonight.

1. The client signs the collateral agreement - Credit decide it's BAU - we leave the 2 billion line in and go home - leaving overnight trades to settle as normal.
2. The client signs but credit don't want further exposure - we let the overnights settle but restrict the line to the overnight trades (1.1 billion) - this will leave the client a very tight day tomorrow from a liquidity point of view and that needs to be managed by them and therefore communicated by us that this is our approach asap.
3. The client doesn't sign but we decide from a credit perspective that we leave the overnights in place - leaving an unsecured 1.1 billion - again - strong client communication, this will leave them tight tomorrow in terms of liquidity.
4. The client doesn't sign and we are instructed to pull as many trades as we can - we need to get this underway asap - longer we leave it the less chance we have to pull - especially in the far east markets.

I think 2 and 3 are similar in effect - 4 requires as quick a decision as we can make best efforts in Ops. We also need to consider market effect and effect on clients market facing activity and what that might mean. Also every moment we wait decreases our available time to pull thhe trades.

Andy Nichols just confirmed we can easily pull the DBV.

Steve Taylor  
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