



Ricardo S. Chiavenato@JPMCHASE To: Henry R. Yeagley/JPMCHASE@JPMCHASE
cc: Subject: Fw: LEH - TPR

08/22/2008 07:33 PM

Henry,

Can you adjust the risk-based margin for all dates (past and future) for Lehman and Redacted and have equities at 125% for liquidation + price risk ?

Please adjust the TPMarg.Calc. And TPMarg.Summary files.

No need to change other dealers.

I will ask you to help with the decks David is referring to below.

Thanks.

Sent from my BlackBerry Wireless Handheld

✉ Ricardo S. Chiavenato

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

From: Ricardo S. Chiavenato
Sent: 08/22/2008 06:29 PM CDT
To: David Weisbrod
Subject: Re: LEH - TPR

OK. Will do.

We now calculate the risk-based margin everyday in the morning.

The risk-based margin has gone up to the \$8bi range due to more volume, CDOs, and higher risk factors for ABSs and CPs until we can identify and separate HELOC ABSs and ABCPs.

It will take very little time to put together a deck with a date close to the meeting.

Thanks.

Sent from my BlackBerry Wireless Handheld

✉ David A. Weisbrod

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

From: David A. Weisbrod
Sent: 08/22/2008 07:15 PM EDT
To: Ricardo Chiavenato
Subject: Fw: LEH - TPR

Ricardo

One other issue: in drawing up the collateral gap, pls be sure to use 125% margin for LEH equities given lack of portfolio diversification. I have separately advised same to Therese Bechet Blake regarding **Redacted**

Thanks
David

----- Forwarded by David A. Weisbrod/JPMCHASE on 08/22/2008 07:13 PM -----

**David A.
Weisbrod/JPMCHASE**
08/22/2008 07:01 PM

Susan F Stevens/JPMCHASE@JPMCHASE1,
To" Aronson, Jeffrey - Communication of Counsel
(Exchange)" <Jeffrey.Aronson@jpmorgan.com>,
Ricardo S. Chiavenato/JPMCHASE@JPMCHASE,
Diane Eshleman/JPMCHASE@JPMCHASE, Ed
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cc
LEH - TPR

Subject

To All:

I am not comfortable with the pace of progress we are making vis a vis resolving some key open issues affecting our intraday credit exposure. I realize a number of us are out of the office on vacation, but nonetheless a couple of items in particular need to be addressed quickly:

1) **Scheduling "high level" meeting with LEH** (with same senior JPM participants to attend as attended the **Redacted** meeting). Susan: I know you were addressing this, but I would like to get a firm date established so that we can meet with LEH next week if at all possible. A key purpose of the meeting is to present to LEH senior management the sizable gap that exists between the CDO collateral as priced by them vs. independent prices being obtained from Gifford Fong. I would request that Ricardo take a stab at quantifying that gap using the format we previously shared with LEH. Also, we need to clarify whether the CDO (and ARS) collateral that LEH prices at 100 is carried on their books at 100.

Redacted

David