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Sent: Thursday, June 12, 2008 6:27 PM
To: Blaszkowski, Richard [CMB-RISK]; Parks, Donna M [CMB-RISK]; Webb, David [CMB-RISK]
Subject: Lehman

A lot of stress on the Lehman name in the market today. We took in a \$2B deposit and re-sized the clearing lines. We remain open for business, but want to be monitoring our exposures closely to ensure we don't take on any unusual or outsized positions.

Brian, Pat, Zion and a larger team are meeting with their seniors next week.

This should NOT be another Bear the firm has far greater resources - liquidity and unencumbered assets, including access to the Fed and minimal hedge fund monies.

I will provide further updates as necessary. Please do let me know if your desk see a greater volume of novations. We do not want to be taking every one out of their Lehman risk, but recognize some degree is part of business.

Best regards,

Tom

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