

From: Mauerstein, Michael [CMB-GBKG] [0000109211@citigroup.com]  
Sent: Wednesday, July 02, 2008 12:13 PM  
To: Fontana, Thomas [CMB-RISK]  
Subject: RE: LEH

Obermaier said that we will hold the cash for "10 years" before we have to give any back.

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

From: Fontana, Thomas [CMB-RISK]  
Sent: Wednesday, July 02, 2008 12:11 PM  
To: Mauerstein, Michael [CMB-GBKG]  
Subject: RE: LEH

## Redacted for Privilege

Best regards,

Tom

Global Financial Institutions  
Risk Management

Office: (212) 816-4986  
Cell: (908) 577-2039  
Home: (908) 665-0694

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

From: Mauerstein, Michael [CMB-GBKG]  
Sent: Wednesday, July 02, 2008 12:08 PM  
To: Foskett, Christopher M [CMB-GBKG]; Fontana, Thomas [CMB-RISK]  
Subject: RE: LEH

We also discussed the cash deposit.

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**Redacted for Privilege**

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

From: Foskett, Christopher M [CMB-GBKG]  
Sent: Wednesday, July 02, 2008 12:05 PM  
To: Mauerstein, Michael [CMB-GBKG]; Fontana, Thomas [CMB-RISK]  
Subject: Re: LEH

Thanks. Tom F briefed me on that. He and I just had a call with Richard Evans, Galant and Neeraj.....you can call my cell or Tom can give you download, but we are cognizant of the points u make.....and since they offered, we shld take some collateral ( need to review and decide haircuts etc ) and will give them some of the cash back.....

Thx

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Sent from my BlackBerry Wireless Handheld

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

From: Mauerstein, Michael [CMB-GBKG]  
To: Foskett, Christopher M [CMB-GBKG]; Fontana, Thomas [CMB-RISK]  
Sent: Wed Jul 02 12:00:08 2008  
Subject: RE: LEH

Chris:

Do you want me to call you on your cell?

I will speak with Lehman to clarify if they have been asking to take back their deposit.

When we met with Lehman, we agreed that we will collect data on daylight overdrafts, review the numbers with them, do our risk analysis, and then determine if and how much collateral we would like and that they will agree to deliver. If we go to Lehman now and ask for collateral, how much are we going to ask for? What risk are we asking them to cover?

We spent an hour this morning with Tom Obermeier and agreed on where to take our analysis of the data, and what additional factors to look at - some of which could be material mitigants to the gross cash outflows we observe. I think we should conduct this analysis first.

## Redacted for Privilege

We should remind people in our organization that Lehman has \$50 billion of holding company cash/liquidity (including the \$2B with us) and access to the Fed discount window.

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

From: Foskett, Christopher M [CMB-GBKG]

Sent: Wednesday, July 02, 2008 11:46 AM

To: Mauerstein, Michael [CMB-GBKG]; Fontana, Thomas [CMB-RISK]

Subject: LEH

Michael,

We should approach Lehman on the collateral offer they made to us several weeks back and try to put a program in place.

Thx

Regards

Chris

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Sent from my BlackBerry Wireless Handheld