

From: Tonucci, Paolo [paolo.tonucci@lehman.com]
Sent: Tuesday, September 16, 2008 12:51 AM (GMT)
To: Azerad, Robert [RAzerad@lehman.com]; Susan.McLaughlin@ny.frb.org [Susan.McLaughlin@ny.frb.org]
Cc: Fleming, Dan (TSY) [dfleming@lehman.com]; Lowitt, Ian T [ilowitt@lehman.com]; jeffrey.moore@ny.frb.org [jeffrey.moore@ny.frb.org]; Vecchio, Laura M [LVecchio@lehman.com]; jan.voigts@ny.frb.org [jan.voigts@ny.frb.org]; Feraca, John [joferaca@lehman.com]
Subject: RE: Additional request for information

I am still waiting for the final numbers but my expectation is:

- the collateral was in the broker dealer
- no new collateral was moved into the broker dealer
- the Friday criteria was met

Paolo

From: Tonucci, Paolo
Sent: 15 September 2008 18:48
To: Azerad, Robert; 'Susan.McLaughlin@ny.frb.org'
Cc: Fleming, Dan (TSY); Lowitt, Ian T; 'jeffrey.moore@ny.frb.org'; Vecchio, Laura M; 'jan.voigts@ny.frb.org'; Feraca, John
Subject: RE: Additional request for information

this is what I have (collateral value rather than pledge value) - post haircuts expect to be around \$24 bill.

CO G	MARKET VAL	
TREASURY	Market >>	841,487,048.03
TSY STRIP	Market >>	600,556,720.83
AGENCY	Market >>	2,854,229,581.61
GNMA	Market >>	202,766,698.37
AGENCY REMIC	Market >>	654,726,186.28
AGENCY REMIC STRIPS	Market >>	1,435,097,187.21
CORPORATES	Market >>	5,366,995,320.43
ABS	Market >>	3,735,403,997.54
PRIVATE LABEL CMO	Market >>	1,618,822,417.00
MONEY MARKETS	Market >>	3,675,267,940.07
MUNICIPALS	Market >>	451,616,369.31
EQUITIES	Market >>	572,956,381.07
MONEY MARKET PREFERRED	Market >>	787,741,048.84
Total>>		19,197,441,896.58

CO P	
MUNI/CORP	6,053,024,822.93
EQU	3,060,377,276.58

TOTAL 28,310,843,996.09

From: Azerad, Robert

Sent: 15 September 2008 16:38
To: 'Susan.McLaughlin@ny.frb.org'
Cc: Fleming, Dan (TSY); Lowitt, Ian T; jeffrey.moore@ny.frb.org;
Vecchio, Laura M; Tonucci, Paolo; jan.voigts@ny.frb.org; Feraca, John
Subject: RE: Additional request for information

Susan

Here is a rough estimate of how much we are planning to fund through the PDCF tonight (in \$ billions):

ABS + P/L	7.0
Agency MBS Strips	3.0
IG Corporates	6.1
NIG Corporates	1.8
Munis	3.2
CP	5.0
Equities	8.0 (may be revised down)

Total 34.0

This would include ~\$5 billion of positions that were in the box as of Friday night.

Robert

From: Susan.McLaughlin@ny.frb.org [mailto:Susan.McLaughlin@ny.frb.org]
Sent: Monday, September 15, 2008 4:17 PM
To: Azerad, Robert
Cc: Fleming, Dan (TSY); Lowitt, Ian T; jeffrey.moore@ny.frb.org;
Vecchio, Laura M; Tonucci, Paolo; jan.voigts@ny.frb.org
Subject: Re: Additional request for information

Thanks for the information you'd sent earlier on your box trade and DVP repo collateral. Can you please tell us asap whether you have put any of this collateral to JPMC for pledge to the PDCF? I'd like to know whether the collateralization decision that we'll be getting from JPMC shortly includes any collateral that was not in triparty this morning. Thanks.

Susan McLaughlin, VP
Co-Head, Liquidity and Risk Management
Markets Group
Federal Reserve Bank of New York
1.212.720.1321

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"Azerad, Robert" <RAzerad@lehman.com>

09/15/2008 01:50 PM

To

<susan.mclaughlin@ny.frb.org>, <jeffrey.moore@ny.frb.org>,
<Jeremy.Forster@ny.frb.org>

cc

"Vecchio, Laura M" <L.Vecchio@lehman.com>, "Lowitt, Ian T"
<ilowitt@lehman.com>, "Tonucci, Paolo" <paolo.tonucci@lehman.com>,
"Fleming, Dan (TSY)" <dfleming@lehman.com>

Subject

Additional request for information

Please find enclosed the triparty repo trade file showing market value. File sent last night showed pledge (principal) value. We estimate that the new PDCF haircuts that we received this morning will result in a \$4 billion drain of liquidity for the repo trades maturing today (average haircut goes from 4% to 9%).

Call me with any questions.

Regards,

<<PDCF Eligibility_Triparty_LBI_as of 091208_Market Value.xls>>

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> Lehman Brothers
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