

**From:** Umezaki, Kentaro <kumezaki@lehman.com>  
**Sent:** Monday, May 21, 2007 6:24 PM (GMT)  
**To:** Amin, Kaushik <kamin@lehman.com>  
**Subject:** RE: You wanted to talk re balance sheet

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Liquid Markets global net balance sheet limit has grown from 28.4 in 2005Q4 to 41.2 in 2007Q2. (Q1 2007 was 43.6). In that time we've also upped the Repo 105 amounts so the actual balance sheet growth is higher. I don't think 2 bln is too much to ask to adjust. The trend has been more balance sheet and less revenues per balance sheet unit.

I will set up time on Thursday afternoon to go over this with you if you are around?

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

From: Amin, Kaushik  
Sent: Friday, May 18, 2007 5:56 PM  
To: Umezaki, Kentaro  
Subject: Re: You wanted to talk re balance sheet

Yes, the new balancesheet limits are going to really hurt the business. At a time when I am trying to get the traders to take more risk, this is inconsiistent.

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

From: Umezaki, Kentaro  
To: Amin, Kaushik  
Sent: Fri May 18 12:51:18 2007  
Subject: You wanted to talk re balance sheet

Let me know when you want to meet.