

From: McGarvey, Michael <mmcgarve@lehman.com>
Sent: Tuesday, May 8, 2007 3:57 PM (GMT)
To: Umezaki, Kentaro <kumezaki@lehman.com>
Cc: Reilly, Gerard <greilly@lehman.com>; Stabenow, Sigrid M <sstabeno@lehman.com>
Subject: RE: Can I get the latest Q-end balance sheet forecast you have by biz/region etc.

Ken,

25bn is the total Lehman Repo 105/108 limit. FID's share is 20bn. Rates has been generally using 16-18bn out of the 20bn with the remainder in credit. I spoke to Greg and he is aware the 25bn is a firm total.

Thanks,
Mike

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> From: Umezaki, Kentaro
> Sent: Tuesday, May 08, 2007 10:55 AM
> To: McGarvey, Michael
> Cc: Reilly, Gerard; Stabenow, Sigrid M
> Subject: RE: Can I get the latest Q-end balance sheet forecast
> you have by biz/region etc.
>
> Got it. I'm having Sherr check with his numbers. Real Estate may be
> over by the end of the month. Wild card around FRLs.
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> Greg was subject to \$25bln in Repo 105. Is that what we know?
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> From: McGarvey, Michael
> Sent: Tuesday, May 08, 2007 10:08 AM
> To: Umezaki, Kentaro
> Cc: Reilly, Gerard; Stabenow, Sigrid M
> Subject: RE: Can I get the latest Q-end balance sheet forecast
> you have by biz/region etc.
>
> Ken,
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> I spoke to treasury (on month end day) and they were adamant the
> target was 195bn for FID Core and 198bn for FID with prime. I decided
> not to argue and allocated the additional to FID Corp for the time
> being. We will be producing a balance sheet forecast by business and
> region this morning. Also I've spoken to Greg and have been assured
> that Liquid Markets will make their target.
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> Thanks,
> Mike
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> _____
> From: Umezaki, Kentaro

> Sent: Tuesday, May 08, 2007 8:31 AM
> To: McGarvey, Michael; Stabenow, Sigrid M; Reilly, Gerard
> Subject: RE: Can I get the latest Q-end balance sheet forecast
> you have by biz/region etc.
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>
> Not that I'm complaining, but did our limit change from \$195bln with
> Prime to \$198 with Prime. I've attached the document from last month
> as a reference. Mike's spreadsheet says 198.5 with Prime?
>
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> From: McGarvey, Michael
> Sent: Thursday, May 03, 2007 6:31 PM
> To: Umezaki, Kentaro
> Subject: RE: Can I get the latest Q-end balance sheet forecast
> you have by biz/region etc.

> Ken, << File: FID Balance Sheet Management.ppt >>

>
> Apologies for the delay. We haven't compiled an actual May
> forecast yet but this is the latest April month end balance sheet by
> business and region. There was a material reduction in April of a 3bn
> for the FAS 140 gross up.

>
> Thanks,
> Mike
> << File: April me est.xls >>

> FYI -the firm printed a 17.6x net leverage handle for April

> From: Umezaki, Kentaro
> Sent: Thursday, May 03, 2007 1:27 PM
> To: McGarvey, Michael
> Subject: Can I get the latest Q-end balance sheet forecast you
> have by biz/region etc.