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Sent: Tuesday, August 26, 2008 5:36 PM (GMT)
To: Gavin, Mark [mgavin@lehman.com]; Neller, Mark [mneller@lehman.com];
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Subject: RE: Total Repo 105 benefits as at 25 August 2008

I would agree with Mark. If the USD Govt/Agency desks pass on the rates, move the capacity limit to Euro Govts or Gilts and use it there if better opportunities exist.

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> _____
> From: Gavin, Mark
> Sent: Tuesday, August 26, 2008 1:31 PM
> To: Neller, Mark; Jawad, Anthony C; King, Mitchell; Agarwal, Manish;
> Baer, Tim
> Cc: Mirfield, Matthew; Balgarnie, Tim; Higgins, Kieran; Cosaitis,
> Mark; McGarvey, Michael; Silverberg, Marc; Feraca, John; Allery,
> Stephen; Morgan, Phil; Gothard, Chaz S; Maynard, Ian
> Subject: RE: Total Repo 105 benefits as at 25 August 2008
>
>
> FYI - am now running into pretty unpalatable levels on these trades
>
> Mitch King's desk LBI - \$400m TVA's at 2.65 dk'ed by desk
> Tim Baer's desk LBI \$500m Tips dk'ed at 2.19 ; he's aiming to repo to
> maturity
>
> Mark N. is confirming a portfolio of residual Tips in LBIE of around
> \$250m that we will show to Mizuho tomorrow - am reasonably comfortable
> of getting done using half of the \$500m still available.
> And we have one final request out with a new account ~ Anglo Irish on
> the TVA's \$600m
>
> If surplus limit remains it may be worthwhile allocating it to Jock's
> area where levels in sovereign debt are more sensible.
>
> Any strong views ?
>
>
>
> _____
> From: Neller, Mark
> Sent: Tuesday, August 26, 2008 5:34 PM
> To: Gavin, Mark; Jawad, Anthony C
> Cc: Mirfield, Matthew; Balgarnie, Tim; Higgins, Kieran; Cosaitis,
> Mark; McGarvey, Michael
> Subject: Total Repo 105 benefits as at 25 August 2008

>
> All
>
> Attached is the current Repo 105 total benefit as at 25th Aug 08.
>
> I think the following Repo 105 M/E limits apply.
>
> US 4
> Eur 14
> Asia 2
> +
> Other Fid Eur 1 (non rates)
>
> US \$Millions 25 Aug 2008
> Europe
> ITS Europe 11,826.5
> MTS Europe 1,978.6
>
> America
> MTS America 3,222.5
> ITS America 285.6
>
> Asia
> Tokyo Asia 0.0
> ITS Asia 947.6
>
> 105 Global Total 18,260.7
>
> Known benefit items
>
> * Mark G has a potential 0.5bn for US tips to still do.
> * Need to identify \$1bn of additional Asia benefit
> * Of \$13.8bn total benefit for Europe, \$13.2bn is in Global rates
> so there is an additional \$1bn spare capacity to take us to the \$14bn
> limit.
>
> Cheers
>
> Mark
>
> << File: Repo 105 & 108 Total GFS.xls >>
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