

**From:** Christofi, Clare <clare.christofi@lehman.com>  
**Sent:** Tuesday, August 14, 2007 3:07 PM (GMT)  
**To:** Bismal, Anuraj <abismal@lehman.com>; Chokshi, Divyesh <divyesh.chokshi@lehman.com>; McGarvey, Michael <mmcgarve@lehman.com>  
**Cc:** Gibb, Dominic <DGibb@lehman.com>  
**Subject:** Re: Repo 105 / 108 Q3

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Divyesh is correct...Ed and Gerry were interested in the 80/120% of av daily balance more than hard limits which had been the previous position. The recent growth in BS usage left the original limits looking low but I am unaware of further limits being agreed.

Rgds  
Clare

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

From: Bismal, Anuraj  
To: Chokshi, Divyesh; McGarvey, Michael  
Cc: Gibb, Dominic; Christofi, Clare  
Sent: Tue Aug 14 13:35:21 2007  
Subject: RE: Repo 105 / 108 Q3

OK Thanks for the education.  
AB

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

From: Chokshi, Divyesh  
Sent: Tuesday, August 14, 2007 8:32 AM  
To: Bismal, Anuraj; McGarvey, Michael  
Cc: Gibb, Dominic; Christofi, Clare  
Subject: RE: Repo 105 / 108 Q3  
Importance: High

To clarify any misunderstanding. Clare had conversations with Ed and Gerry and I understand that hard Limits were not enforced, but as a firm we needed to ensure a consistent application. I have attached the emails from Clare's investigations.

Clare did not set any limits and I am not aware of any hard limits at this time. My team calculates the Repo 105 / 108 benefit and will monitor the level of benefit taken.

I am happy to discuss this with you, give me a call when you get a moment.

Divyesh

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

From: Bismal, Anuraj  
Sent: 14 August 2007 13:18  
To: Chokshi, Divyesh; McGarvey, Michael  
Cc: Gibb, Dominic  
Subject: RE: Repo 105 / 108 Q3

Divyesh -

My question was about Limits - not about accounting policy [consistency of usage etc].

I had always thought limits were set by Clare - your email below now indicates that limits are no longer being set. That was news to me.

Doesn't London own this process?...I am confused why you are asking me about Limits - I was asking you!

If hard limits have been set then let me know.

AB

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

From: Chokshi, Divyesh  
Sent: Tuesday, August 14, 2007 8:09 AM  
To: Bismal, Anuraj; McGarvey, Michael  
Cc: Gibb, Dominic  
Subject: RE: Repo 105 / 108 Q3

Yes you did.. I understood that we needed to ensure that there was a consistent application of Repo Benefit. If hard limits have been set then let me know.

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

From: Bismal, Anuraj  
Sent: 14 August 2007 13:00  
To: Chokshi, Divyesh; McGarvey, Michael  
Cc: Gibb, Dominic  
Subject: RE: Repo 105 / 108 Q3

OK

I did not know that.  
Thanks for the education.

AB

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

From: Chokshi, Divyesh  
Sent: Tuesday, August 14, 2007 7:51 AM  
To: Bismal, Anuraj; McGarvey, Michael  
Cc: Gibb, Dominic  
Subject: RE: Repo 105 / 108 Q3

This was the actual benefit to be taken. I thought that we had moved away from the Limit definitions as the desk needs to demonstrate a consistent application during the month of Repo benefit taken.

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

From: Bismal, Anuraj  
Sent: 14 August 2007 12:46  
To: Chokshi, Divyesh; McGarvey, Michael  
Cc: Gibb, Dominic  
Subject: Re: Repo 105 / 108 Q3

Divyesh - would you consider these Limits?

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

From: Chokshi, Divyesh

To: Bismal, Anuraj  
 Cc: Gibb, Dominic  
 Sent: Tue Aug 14 07:42:11 2007  
 Subject: Repo 105 / 108 Q3

I would expect the Repo benefit for FID / Equities to be approximately \$34bn Globally for Q3. See Monthend trends below.

	31 Jul 2007	29 Jun 2007	31 May 2007	30 Apr 2007	31 Mar 2007	28 Feb 2007	31 Jan 2007
REPO 105							
US \$Millions							
Europe							
ITS Europe	18,891.5	16,548.6	15,152.2	15,100.3	14,612.3	13,874.2	13,454.0
MTS Europe	704.8	797.8	970.1	1,568.7	1,527.4	1,419.6	994.5
America							
MTS America	3,350.7	3,772.8	4,112.6	3,590.1	3,546.0	4,695.4	2,003.2
ITS America	246.2	233.3	194.8	317.1	272.7	290.6	272.9
Asia							
Tokyo Asia	0.0	0.0	0.0	0.0	0.0	0.0	0.0
ITS Asia	1,021.7	967.4	2,938.1	988.5	908.4	2,897.0	865.2
105 Global Total	24,214.9	22,320.0	23,367.8	21,564.7	20,866.8	23,176.8	17,589.8
REPO 108							
Repo 108 Global	9,377.4	8,426.7	8,466.1	6,377.5	6,418.4	6,081.1	4,990.9
105 & 108 Global Total	33,592.3	30,746.7	31,833.9	27,942.1	27,285.2	29,257.9	22,580.8

Thanks

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