

From: Gerber, Stephen <stephen.gerber@lehman.com>
Sent: Wednesday, August 22, 2007 4:51 PM (GMT)
To: Lynn, Gary <gary.lynn@lehman.com>; McGarvey, Michael <mmcgarve@lehman.com>
Cc: Silverberg, Marc <marc.silverberg@lehman.com>
Subject: RE: REPO

Yes...

> _____
> From: Lynn, Gary
> Sent: Wednesday, August 22, 2007 12:49 PM
> To: Gerber, Stephen; McGarvey, Michael
> Cc: Silverberg, Marc
> Subject: RE: REPO

> Uh oh... is this for repo 105?

> _____
> From: Gerber, Stephen
> Sent: Wednesday, August 22, 2007 12:10 PM
> To: Rizzieri, Jerry (NY); Lynn, Gary; McGarvey, Michael
> Cc: Silverberg, Marc
> Subject: REPO

> As we discussed yesterday, counterparties are getting a little pickier
> with Repo.

> Mizuho just kicked back 550MM FHLMC 5% 12/14/18 (CUSIP 3134A4ZZ0)
> subordinated bonds.
> Apparently, our agreement states that we will not be sending
> subordinated debt (although they've accepted these in the past).

> Marc is working with Manish to replace the issue.

> When the dust settles, we will see if this is part the agreement with
> our other main counterparties.

> - STEVE