

From: Stucchio, Anthony [astucchi@lehman.com]
Sent: Sunday, September 21, 2008 12:08 PM (GMT)
To: McLaughlin, Kendall J [kmclaugh@lehman.com]
Cc: Kelly, Martin [martin.kelly@lehman.com]; Burke, William T [wburke@lehman.com]; wburke@si.rr.com [wburke@si.rr.com]; Potenciano, Joel [joel.potenciano@lehman.com]
Subject: RE: 1.9 bn 4:45am update:

thanks, I am not feeling well right now, I have the chills, I desperately need sleep, Billy and Joel is going to have to cover for me and keep me informed

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

From: McLaughlin, Kendall J
Sent: Sunday, September 21, 2008 8:04 AM
To: Stucchio, Anthony
Subject: Re: 1.9 bn 4:45am update:

The call just ended suddenly. Ian asked everyone to come to the 31. Doesn't sound good.

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

From: Stucchio, Anthony
To: McLaughlin, Kendall J
Sent: Sun Sep 21 07:56:55 2008
Subject: RE: 1.9 bn 4:45am update:

Both my phones went out - only communicate through email for now

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

From: McLaughlin, Kendall J
Sent: Sunday, September 21, 2008 7:56 AM
To: Stucchio, Anthony
Subject: RE: 1.9 bn 4:45am update:

Always there for you

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

From: Stucchio, Anthony
Sent: Sunday, September 21, 2008 7:56 AM
To: McLaughlin, Kendall J
Subject: RE: 1.9 bn 4:45am update:

thanks

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

From: McLaughlin, Kendall J
Sent: Sunday, September 21, 2008 7:55 AM
To: Stucchio, Anthony
Subject: RE: 1.9 bn 4:45am update:

Just dialed in

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

From: Stucchio, Anthony

Sent: Sunday, September 21, 2008 7:49 AM
To: McLaughlin, Kendall J
Subject: RE: 1.9 bn 4:45am update:

I think we need you

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

From: McLaughlin, Kendall J
Sent: Sunday, September 21, 2008 7:48 AM
To: Stucchio, Anthony
Subject: RE: 1.9 bn 4:45am update:

I was going to but will if needed.

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

From: Stucchio, Anthony
Sent: Sunday, September 21, 2008 7:44 AM
To: McLaughlin, Kendall J
Subject: FW: 1.9 bn 4:45am update:

are you dialing in

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

From: Blackwell, Alastair
Sent: Sunday, September 21, 2008 7:42 AM
To: Stucchio, Anthony
Subject: FW: 1.9 bn 4:45am update:

Tony,
Please can you join this call with Bart.
Thanks,
Alastair

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

From: Tonucci, Paolo
Sent: Sunday, September 21, 2008 6:18 AM
To: Forrest, Monty; Lowitt, Ian T; Blackwell, Alastair; Ullman, Neal (NY); Hraska, James W
Cc: Azerad, Robert; Fleming, Dan (TSY); O'Meara, Chris M (NY)
Subject: RE: 1.9 bn 4:45am update:

For the 7am with Bart, we can use this number:

Toll-Free 866-779-0772

International 334-309-0261

Meeting # *0765362423*

Pin# *8364*

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

From: Forrest, Monty
Sent: 21 September 2008 05:17
To: Lowitt, Ian T; Blackwell, Alastair; Ullman, Neal (NY); Hraska, James W
Cc: Tonucci, Paolo; Azerad, Robert; Fleming, Dan (TSY)
Subject: RE: 1.9 bn 4:45am update:

All - we have just completed the analysis for tonight. There is one

issue so please read this thoroughly.

We have analyzed any unencumbered asset in all boxes that were not picked up by financing systems. Here is what we have confirmed:

	Market Value
DTC 074	862,639,264
DTC 636	300,929,347.47
Euroclear 22780	32,390,617.24
CAD	3,554,083
Bony Tri Pledge	1,090,059,646.11 (this is the issues item)
TOTAL	2,289,572,957.59

For the Bony Tri Pledge line item this number represents what the Front End financing system is telling us was pledged to Bony Tri on Friday. We have worked all night to get a separate file from the financing system (normally run) that confirms which of this activity has actually settled. That file was not available for Friday end of day. I spoke to Mark Sharland and Brian Dolan about restoring the data and we engaged a large group of senior technologists until moments ago. It appears that this particular file for Friday was overwritten and cannot be restored. The only way to confirm the number of settled items is to request a file from BoNY and cross check against our file. We believe the number should be very close but would like to confirm.

We have created a spreadsheet(attached) with a tab for each depo and the relevant underlying data.

Please send me a call in number for the meeting with Bart. Jim Hraska and I can call in if you would like. Going to try and get an hour or so rest now.

Rgds,

Monty

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

From: Lowitt, Ian T
Sent: Saturday, September 20, 2008 10:23 PM
To: Forrest, Monty; Blackwell, Alastair; Ullman, Neal (NY); Hraska, James W
Cc: Tonucci, Paolo; Azerad, Robert; Fleming, Dan (TSY)
Subject: Re: 1.9 bn 9:15pm update:

Need a cusip level detail of the collateral, and where it is for a 7.00. Am meeting with bart. Monty, you or alastair need to be at that 7 am meeting. It to prep for a final weil meeting to finalize the agreement. Thanks. Good luck getting additional collateral. But good accurate presentation of the collateral is also critical as we will append to the agreement. Thanks again for all the hard work. Ian -----Original Message-----

From: Forrest, Monty
To: Alastair Blackwell
To: Ullman, Neal (NY)
To: Hraska, James W
Cc: Ian Lowitt
Cc: Tonucci, Paolo
Cc: Robert Azerad

Cc: Daniel Fleming
Sent: Sep 20, 2008 9:38 PM
Subject: Re: 1.9 bn 9:15pm update:

Just got off the phone with the group. There were some issues with files received and the amount we had identified prior has changed. It is now 1.6b. As the Canadian seems to be mostly encumbered. We are still working to identify more and have another update at 10:15

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

From: Forrest, Monty
To: Blackwell, Alastair; Ullman, Neal (NY); Hraska, James W
Cc: Lowitt, Ian T; Tonucci, Paolo; Azerad, Robert; Fleming, Dan (TSY)
Sent: Sat Sep 20 20:38:49 2008
Subject: Re: 1.9 bn 8:00pm update:

Here is the latest based on our 8:00 call.

1. 800mm at Bony (R. Azarad working with lawyers)
2. We have 746mm in 074
3. We have identified 435mm in Canada
4. We have identified another 300mm of mortgages in 636

That is a total of 2.181b.

We are now creating a spreadsheet of all data by cusip/value/depo and are sending that to Paolo/Robert

We have a 9:15 status meeting and hope to have the spreadsheet completed by that time.

We are also looking to validate how much JPCHASE put a lien on Friday by cusip. Paolo needs this and I am reaching out to Neal to discuss.

Finally we need verification if we have complete control of these depositions. Robert working with lawyers and I need to speak to Neal once again to get his thoughts

Regards,

Monty

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

From: Blackwell, Alastair
To: Forrest, Monty; Ullman, Neal (NY); Hraska, James W
Cc: Lowitt, Ian T
Sent: Sat Sep 20 19:14:16 2008
Subject: 1.9 bn update:

-----Original Message Truncated-----