

From: McGarvey, Michael <mmcgarve@lehman.com>
Sent: Thursday, May 22, 2008 6:29 PM (GMT)
To: Michaels, Jeff <jamicha2@lehman.com>; Morgan, Phil <philip.morgan@lehman.com>; Pinnock, Matthew <matthew.pinnock@lehman.com>; Jawad, Anthony C <ajawad@lehman.com>; Allery, Stephen <stephen.allery@lehman.com>; Gavin, Mark <mgavin@lehman.com>; Gothard, Chaz S <cgothard@lehman.com>; Allery, Stephen <stephen.allery@lehman.com>; Feraca, John <joferaca@lehman.com>; Luglio, Thomas <tluglio@lehman.com>; King, Mitchell <mking@lehman.com>
Cc: Joshi, Tejal <tejal.joshi@lehman.com>; Eickbush, Gregory <gregory.eickbush@lehman.com>; Amin, Kaushik <kamin@lehman.com>; Gewirtz, Scott <scott.gewirtz@lehman.com>; Silverberg, Marc <marc.silverberg@lehman.com>; Reed, Paul <paul.reed@lehman.com>
Subject: RE: Repo 105
Attach: GovtRepo105Listing_05.21-PV.xls

All,

The attached asset list shows all available collateral by cusip, what has already been sent out on 105 (including subs) and what will be sent out. Please let us know of any additional collateral that you want to send out.

Thanks,
Mike

From: Silverberg, Marc
Sent: Thursday, May 22, 2008 2:05 PM
To: McGarvey, Michael
Subject:

<<GovtRepo105Listing_05.21-PV.xls>>

>
>From: Michaels, Jeff
>Sent: Thursday, May 22, 2008 9:54 AM
>To: Morgan, Phil; Pinnock, Matthew; Jawad, Anthony C; Allery, Stephen; Gavin, Mark; Gothard, Chaz S; Allery, Stephen; Feraca, John; Luglio, Thomas
>Cc: McGarvey, Michael; Joshi, Tejal; King, Mitchell; Eickbush, Gregory; Amin, Kaushik
>Subject: RE: Repo 105
>
>In order to avoid any processing confusion, the following are the point people for the US:
>
>Front Office Trading: Mitch King
>Finance Control: Mike McGarvey
>Balance Sheet Management: Tejal Joshi
>
>A big risk in this process is that we Repo 105 securities that are subsequently sold, and thus we risk fails if we do not handle it properly. Let's make sure we stay on top of any changes in Repo 105 inventory to prevent that from happening.
>
>Thanks to everyone for the hard work around this process.
>
>- Jeff
>
>
>
>
>From: Morgan, Phil

>Sent: Thursday, May 22, 2008 9:18 AM
>To: Pinnock, Matthew; Jawad, Anthony C; Allery, Stephen; Gavin, Mark; Gothard, Chaz S; Allery, Stephen; Feraca, John; Michaels, Jeff; Luglio, Thomas
>Subject: Repo 105
>
>All,
>
>Please see the update so far:
>
>Euroclear - We have determined that the US Agency paper can be settled in Euroclear and the following cparts accept:
>CALYON, BK AUSTRIA, Caceis, citi, danske, dexia, dresdner, lbbw, leh, natixis, rbc, state st, west lb
>
>Chaz is determining the practicalities of delivering these from US into Euroclear but as soon as we do they can be used in 105 tri party.
>
>We would have potentially \$2.5bn capacity as a result of this route.
>
>Further to this we have had discussions with multiple cparts resulting in the following confirms
>
>Additional Cparts
>
>Daiwa - Indicative agreement to trade \$1bn at 1w libor - 5 (need to amend the legal agreement) bilateral (Reg agencies, Callables and TIPS ok)
>Statestreet - Will be in Euros need to agree the trade details but have appetite to ?400 bilateral (need to check the practicalities of Euros) - bilateral (Agencies ok)
>CS - \$500m traded for 28th (traded) may have appetite for more. (TIPS only)
>RBC - Happy to take as part of the new \$ term trade upto \$1bn. - bilateral (All ok)
>ING - Agreed in principal \$500m we need to trade with ING Amsterdam. Firming up level (All ok)
>
>WestLB - reviewing isins
>DRKW - reviewing isins
>Norges - Await feedback from Jeff Michaels but potentially more appetite.
>
>To do's
>1. Confirm what capacity were looking to do (Gothard to speak with US but would appreciate a point person)
>2. Determine if we have appetite to do these trades versus Euros rather than USD (Gothard)
>
>
>*****
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