

[REDACTED]

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**From:** Rutherford, Matthew  
**Sent:** Thursday, September 11, 2008 10:35 AM  
**To:** McCormick, David  
**Cc:** Ryan, Tony; Wilson, Ken (Contractor)  
**Subject:** Fw: leh color

Fyi

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**From:** Hayley.Boesky@ny.frb.org  
**To:** Meg.McConnell@ny.frb.org ; William.Dudley@ny.frb.org ; Patricia.Mosser@ny.frb.org ; Brian.Peters@ny.frb.org ; Michael.Nelson@ny.frb.org ; Debby.Perelmutter@ny.frb.org ; Schetzel, Michael; Rutherford, Matthew  
**Sent:** Thu Sep 11 10:32:53 2008  
**Subject:** leh color

Head of FI sales at Lehman just called me to let me know:

- counterparty volumes are EXTREMELY low, some trades being done but low, low, low
- he has received a handful of requests for unwinds but, as far as he knows, no problems in others taking Leh credit in broker market
- His buddies at Barclays and Citi have received a handful of inquiries to intermediate. they have agreed to do so but at a cost.
- he has not heard of any denials of novations
- PB business is losing balances
- FI desk is funded through tomorrow
- Leh employees and clients all understand this is close to the end game, but they are not experiencing a full blown run

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