

From: Patricia Mosser/NY/FRS

Sent: Sep 10, 2008 11:49:58

To: Debby Perelmuter/NY/FRS@FRS; Richard Dzina/NY/FRS; Susan.McLaughlin@ny.frb.org; Michael.Holscher@ny.frb.org; Chris Burke/NY/FRS; Michael Schetzel/NY/FRS; Joshua Frost/NY/FRS; Susan Stiehm/NY/FRS; Alejandro LaTorre/NY/FRS@FRS@NY

Cc: William Dudley/NY/FRS

Bcc: William Dudley/NY/FRS

Subject: thoughts on Lehman

following up on Bill's request for ""thoughts on how to resolve Lehman"" from yesterday. This is very rough and a bit out there frankly. I've included several ideas from our conversations yesterday afternoon, as well as some thoughts of my own. I also included a view on how lending to Lehman could be done -- pros and cons of different ways -- eg PDCF, TSLF, nonrecourse loan, etc. I have absolutely no number in here yet --- but those can be added.... If any of this is useful for the various workstreams going on around the bank, please let me know....

1 Attachment