From: Bushnell, David C [CCC] [db01704@imcnam.ssmb.com]

Sent: Thursday, July 26, 2007 10:25 PM

To: Duke, Ellen [CMB-CRRM]

Subject: Re: Update

Thanks. I'll call in am. We may want to institute a daily call for certain world wide risk managers to update and share observations and get instructions. Let's talk tomorrow.

----Original Message-----

From: Duke, Ellen [CMB-CRRM] To: Bushnell, David C [CCC] Sent: Thu Jul 26 18:16:30 2007

Subject: Update

Please call me on my cell for today's update, 646 221 7755. Briefly, mbs spreads out 9-10 bps, high yield out 40 - 50, high grade out 12 - 15 bps. AA and A ABX down 8 - 10 points (yes, points). Chad and Raynes now in agreement after meeting w/Dominic and Murray that super seniors need close look. Equities down \$60MM or so on delta exposre w/global mkts down 3 - 4 per cent. Of note: head of European credit prop trading was suspended after being told to cut position and not doind so. Interesting.

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