

• **From:** Molinaro, Sam (Exchange)
Sent: Friday, February 15, 2008 3:50 PM
To: Schwartz, Alan (Exchange)
Subject: Fw: HSBC

Fyi. Hsbc advised yesterday they were cutting our bank credit lines. Their decision is a function of both risk and reward (insufficient business). This call has no impact on counterparty trading lines. They are not a very significant lender.

Sent from my BlackBerry Wireless Handheld

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

From: Upton, Robert (Exchange)
To: Molinaro, Sam (Exchange); Dimaggio, Sal (Exchange)
Sent: Fri Feb 15 11:05:35 2008
Subject: FW: HSBC

Spoke to David. Their contacts at HSBC told the FX desk about yesterday's disclosure.

From: Schoenthal, David (Exchange)
Sent: Friday, February 15, 2008 9:06 AM
To: Upton, Robert (Exchange); Nierenberg, Michael
Cc: Mayer, Jeff - Fixed Income (Exchange)
Subject: HSBC

We had an unofficial call that HSBC has made a strategic decision and is cutting all Banking relationships with Bear. They said they are still maintaining trading lines.