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From: Hoyt, Robert
Sent: Friday, July 11, 2008 6:24 AM
To: Schaffer, Laurie
Subject: Re:

New thought: the Fed has plenty of legal authority to provide liquidity, and if they choose not to, I doubt we would. So the real question may be what authorities can we exercise in a scenario where we want to let the firm fail, but then step in to minimize effects on creditors and the system. Basically, a receivership option. Consider this -- could we negotiate a pre-packaged bankruptcy where we provide funding, operate the business, and take care of creditors? Or could we get a bankruptcy judge to appoint us to be a receiver? Perhaps via the US Trustee's office?

----- Original Message -----
From: Schaffer, Laurie
To: Hoyt, Robert
Sent: Thu Jul 10 21:13:54 2008
Subject:

Bob, what issue do you think we are trying to address at lehman, liquidity or capital? I assume liquidity.

Thanks. Laurie