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From: Hoyt, Robert
Sent: Sunday, September 14, 2008 6:53 PM
To: Schaffer, Laurie
Subject: Re: Lehman

Thanks -- I hadn't heard that, but know they are working on relief in the wake of Lehman talks failing. It'll be quite a week I think.

From: Schaffer, Laurie
To: Hoyt, Robert
Sent: Sun Sep 14 17:24:32 2008
Subject: Lehman

Bob, I came in to the office and ran into the markets people. They said the Fed was going to take the following steps re: Lehman to address potential issues in the repo market.

1. Widen the collateral acceptable for the PDCF
2. Adjust the schedule related to certain auctions (I think)
3. Provide 23A (affiliate transaction relief) to the banks.

Laurie Schaffer

Assistant General Counsel (Banking and Finance)

Department of the Treasury

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