Primary Dealer Credit Facility Collateral Report

For Monday, September 15

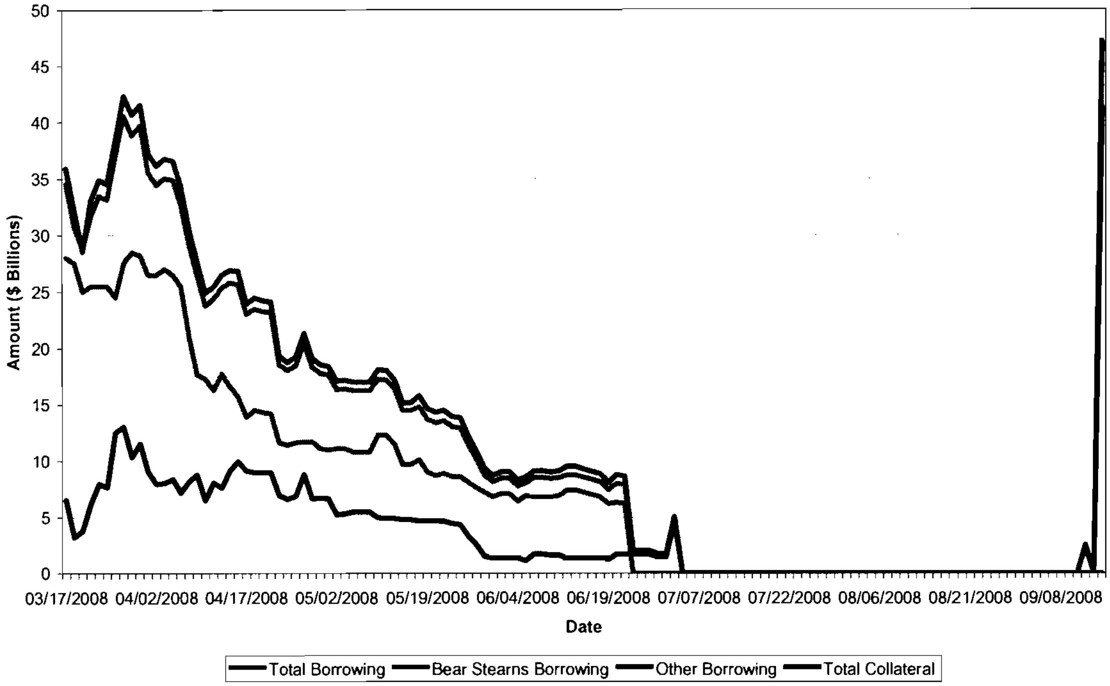
Highlights

- On Monday, total PDCF borrowing rose to $41.25 billion, its highest level since the inception of the program.
- Given the revised collateral eligibility policy, the composition of PDCF collateral changed markedly, with the largest segments of PDCF collateral consisting of corporate bonds (22%), ABS (15%), equities (15%), and MBS/CMOs (15%). Approximately 15% of fixed income securities were rated below investment grade.
- Lehman Brothers pledged a wide array of collateral, with the largest components comprised of corporate bonds (24%), money market instruments (13%), ABS (12%), and MBS/CMOs (12%).
- OMO eligible collateral comprised roughly 15 percent of total PDCF collateral, most of which was pledged by Lehman. Lehman Brothers collateral consisted of roughly 18 percent OMO eligible securities.

Overnight Borrowings – in billions

Dealer	15SEP2008	12SEP2008	11SEP2008	10SEP2008	09SEP2008
	.	.	.	.	.
BNP Paribas	.	.	2.40	.	.
Citigroup	2.75	.	.	.	.
Credit Suisse	1.00	.	.	.	.
Goldman Sachs	2.50	.	.	.	.
JP Morgan Chase	3.00	.	.	.	.
Lehman Brothers	28.00	.	.	.	.
Morgan Stanley	4.00	.	.	.	.
Total Borrowings	**41.25**	**.**	**2.40**	**.**	**.**
Total Collateral	**47.15**	**.**	**2.54**	**.**	
Collateral Cushion	**14.30%**	**0.00%**	**5.83%**	**0.00%**	**0.00%**

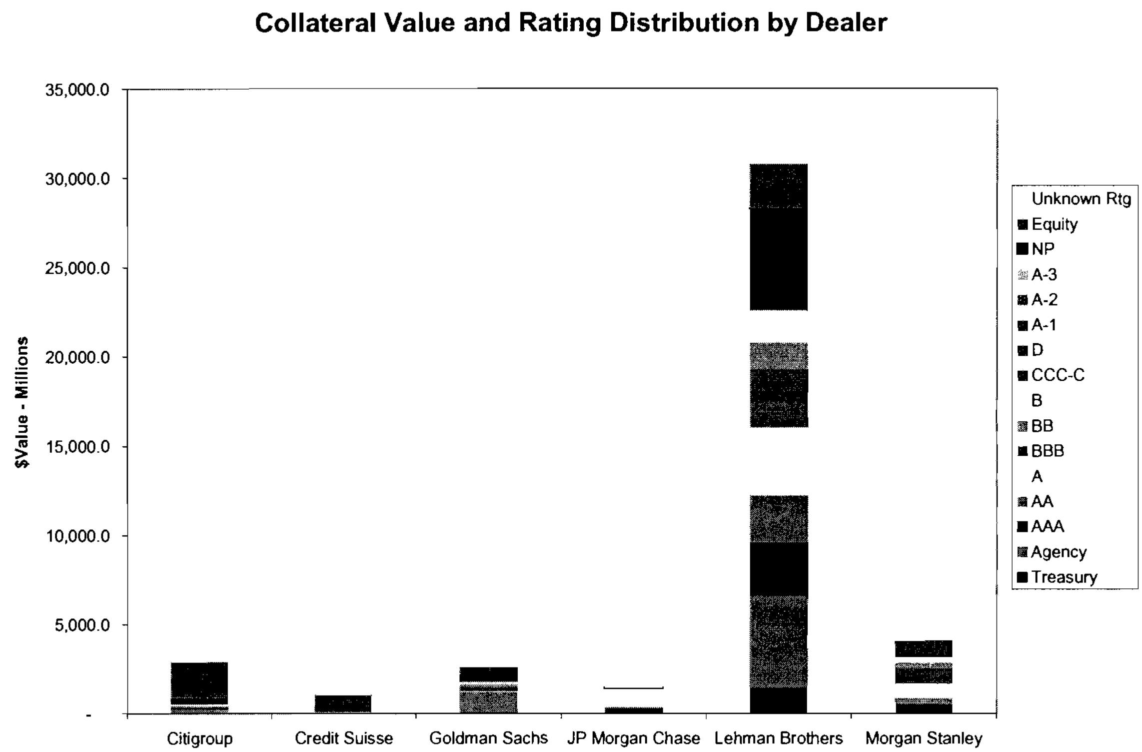
PDCF Borrowing Trend

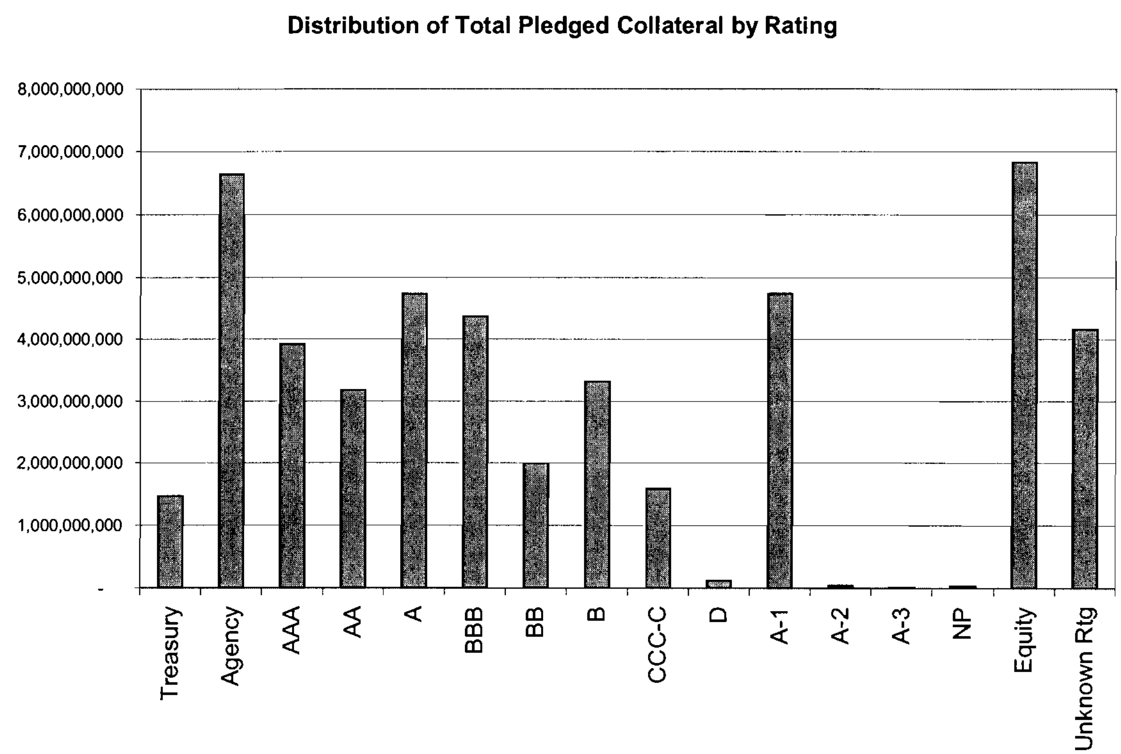


<u>Composition of Collateral by Dealer and Rating -</u> in millions

Rating[1]	Citigroup	Credit Suisse	Goldman Sachs	JP Morgan Chase	Lehman Brothers	Morgan Stanley	Total
Treasury	.	.	.	.	1,464.7	.	1,464.7
Agency	265.0	.	1,228.0	.	5,145.8	.	6,638.8
AAA	98.3	.	.	310.7	2,975.0	527.2	3,911.2
AA	79.6	.	.	55.2	2,673.8	367.8	3,176.3
A	99.3	73.3	18.1	-	3,760.7	782.7	4,734.2
BBB	.	.	241.4	8.4	3,253.7	873.7	4,377.1
BB	.	.	156.5	2.2	1,512.5	325.9	1,997.2
B	.	26.2	142.6	1,052.5	1,803.1	290.2	3,314.6
CCC-C	.	.	324.3	8.0	1,222.4	32.6	1,587.3
D	.	.	24.7	1.4	95.2	.	121.3
A-1	331.5	.	.	.	4,320.3	89.8	4,741.5
A-2	29.9	.	.	.	11.8	.	41.6
A-3	16.0	.	.	.	.	.	16.0
NP	.	.	.	12.9	25.0	.	37.9
Equity	2,015.2	970.7	527.1	.	2,492.8	829.9	6,835.6
Unknown Rtg	5.5	.	16.6	1,858.3	2,109.3	168.2	4,157.9
Total Collateral	**2,940.2**	**1,070.2**	**2,679.3**	**3,309.6**	**32,866.0**	**4,288.0**	**47,153.3**
Total Borrowings	**2,750.0**	**1,000.0**	**2,500.0**	**3,000.0**	**28,000.0**	**4,000.0**	**41,250.0**
Collateral Cushion	**6.92%**	**7.02%**	**7.17%**	**10.32%**	**17.38%**	**7.20%**	**14.31%**

[1] As of May 30, reported ratings reflect the lowest of the available investment grade ratings of each security.


Collateral Value and Rating Distribution by Dealer
35,000.0
30,000.0
25,000.0
20,000.0
15,000.0
10,000.0
5,000.0
-
$Value - Millions
Citigroup
Credit Suisse
Goldman Sachs
JP Morgan Chase
Lehman Brothers
Morgan Stanley
Unknown Rtg
Equity
NP
A-3
A-2
A-1
D
CCC-C
B
BB
BBB
A
AA
AAA
Agency
Treasury


Distribution of Total Pledged Collateral by Rating
8,000,000,000
7,000,000,000
6,000,000,000
5,000,000,000
4,000,000,000
3,000,000,000
2,000,000,000
1,000,000,000
-
Treasury
Agency
AAA
AA
A
BBB
BB
B
CCC-C
D
A-1
A-2
A-3
NP
Equity
Unknown Rtg

Collateral Composition across all PDCF Participating Dealers

Rating	Dollar Value	% Total
Treasury	1,464,726,194	3.11%
Agency	6,638,799,482	14.08%
AAA	3,911,230,024	8.29%
AA	3,176,299,464	6.74%
A	4,734,183,351	10.04%
BBB	4,377,145,729	9.28%
BB	1,997,202,674	4.24%
B	3,314,620,951	7.03%
CCC-C	1,587,295,424	3.37%
D	121,296,030	0.26%
A-1	4,741,547,515	10.06%
A-2	41,623,000	0.09%
A-3	15,977,480	0.03%
NP	37,900,000	0.08%
Equity	6,835,562,448	14.50%
Unknown Rtg	4,157,880,046	8.82%
Total	47,153,289,812	100.00%

Collateral Type	Dollar Value	% Total
ABS	7,102,409,941	15.06%
Agency Debt	2,853,186,362	6.05%
Auction Rate	787,745,749	1.67%
CDs-CP-BAs	4,986,260,451	10.57%
CMBS	22,643,682	0.05%
Convertible Bonds	1,617,342,902	3.43%
Corporates	10,546,197,160	22.37%
Equity	6,835,562,448	14.50%
MBS - Agency - CMO	655,557,803	1.39%
MBS - Agency - Pass Through	3,130,055,317	6.64%
MBS - Private (CMO)	3,360,955,308	7.13%
Muni	3,516,299,011	7.46%
Other	271,772,705	0.58%
Supranational	2,574,778	0.01%
Treasury	1,464,726,194	3.11%
Total	47,153,289,812	100.00%

Collateral Composition by Dealer

Dealer	Collateral	Rating	Dollar Value	% Total
Citigroup	CDs-CP-BAs	A-1	331,465,885	11.27%
		A-2	29,850,000	1.02%
		A-3	15,977,480	0.54%
		Unknown Rtg	5,548,720	0.19%
	Corporates	A	99,293,090	3.38%
	Equity	Equity	2,015,179,722	68.54%
	MBS - Agency - Pass Through	Agency	265,016,336	9.01%
	Muni	AAA	98,300,000	3.34%
		AA	79,550,000	2.71%
	Dealer Total		2,940,181,234	100.00%
Credit Suisse	Convertible Bonds	A	73,286,798	6.85%
		B	26,169,207	2.45%
	Equity	Equity	970,696,552	90.71%
	Dealer Total		1,070,152,557	100.00%
Goldman Sachs	ABS	BBB	55,672,809	2.08%
		BB	13,749,909	0.51%
		B	49,415,921	1.84%
		CCC-C	63,613,315	2.37%
		D	24,739,261	0.92%
		Unknown Rtg	13,267,612	0.50%
	Corporates	BBB	58,379,371	2.18%
		B	81,256,879	3.03%
		CCC-C	257,831,902	9.62%
		Unknown Rtg	1,014,880	0.04%
	Equity	Equity	527,060,580	19.67%
	MBS - Agency - Pass Through	Agency	1,228,006,712	45.83%
	MBS - Private (CMO)	A	13,269,341	0.50%
		BBB	92,886,519	3.47%
		BB	142,748,893	5.33%
		B	11,953,482	0.45%
		CCC-C	2,862,027	0.11%
		Unknown Rtg	1,945,510	0.07%
	Muni	A	4,865,765	0.18%
		BBB	34,453,511	1.29%
		Unknown Rtg	345,000	0.01%
	Dealer Total		2,679,339,198	100.00%
JP Morgan Chase	ABS	AAA	272,885,938	8.25%
		Unknown Rtg	1,198,812,456	36.22%
	CDs-CP-BAs	NP	12,900,000	0.39%
		Unknown Rtg	81,698,091	2.47%
	Corporates	B	1,028,360,634	31.07%
		Unknown Rtg	339,420,874	10.26%
	MBS - Private (CMO)	AAA	37,842,614	1.14%
		AA	55,191,081	1.67%
		A	11,344	0.00%
		BBB	8,426,092	0.25%
		BB	2,219,757	0.07%
		B	24,105,927	0.73%
		CCC-C	8,012,442	0.24%
		D	1,403,645	0.04%
		Unknown Rtg	238,334,101	7.20%
	Dealer Total		3,309,624,995	100.00%

Collateral Composition by Dealer (continued)

Dealer	Collateral	Rating	Dollar Value	% Total
Lehman Brothers	ABS	AAA	378,282,591	1.15%
		AA	399,444,212	1.22%
		A	1,093,085,281	3.33%
		BBB	535,718,508	1.63%
		BB	699,167,662	2.13%
		B	325,000,031	0.99%
		CCC-C	383,166,102	1.17%
		D	44,018,157	0.13%
		Unknown Rtg	148,124,905	0.45%
	Agency Debt	Agency	2,853,186,362	8.68%
	Auction Rate	AAA	269,525,000	0.82%
		AA	299,890,692	0.91%
		A	62,304,873	0.19%
		BBB	84,539,930	0.26%
		BB	4,700	0.00%
		B	7,920,000	0.02%
		CCC-C	936,004	0.00%
		Unknown Rtg	62,624,550	0.19%
	CDs-CP-BAs	A-1	4,320,270,000	13.15%
		A-2	11,773,000	0.04%
		NP	25,000,000	0.08%
		Unknown Rtg	55,821,645	0.17%
	Convertible Bonds	AAA	128,021	0.00%
		AA	42,733,246	0.13%
		A	68,117,055	0.21%
		BBB	271,484,248	0.83%
		BB	165,423,564	0.50%
		B	279,558,373	0.85%
		CCC-C	197,434,146	0.60%
		D	3,699,780	0.01%
		Unknown Rtg	271,987,230	0.83%
	Corporates	AAA	693,725,499	2.11%
		AA	946,659,579	2.88%
		A	1,647,383,602	5.01%
		BBB	1,857,343,304	5.65%
		BB	611,895,118	1.86%
		B	1,137,183,412	3.46%
		CCC-C	565,508,248	1.72%
		D	47,303,025	0.14%
		Unknown Rtg	520,076,697	1.58%
	Equity	Equity	2,492,757,468	7.58%
	MBS - Agency - CMO	Agency	655,557,803	1.99%
	MBS - Agency - Pass Through	Agency	1,637,032,269	4.98%
	MBS - Private (CMO)	AAA	980,387,142	2.98%
		AA	241,430,632	0.73%
		A	4,433,132	0.01%
		BBB	77,887,457	0.24%
		BB	21,719,857	0.07%
		B	30,019,940	0.09%
		CCC-C	5,283,616	0.02%
		D	132,162	0.00%
		Unknown Rtg	294,240,795	0.90%
	Muni	AAA	650,416,767	1.98%
		AA	743,603,321	2.26%
		A	883,412,250	2.69%
		BBB	417,595,516	1.27%
		B	195,000	0.00%
		CCC-C	70,030,241	0.21%
		Unknown Rtg	533,531,640	1.62%
	Other	A	2,005,170	0.01%
		BBB	9,085,161	0.03%
		BB	14,325,569	0.04%
		B	23,263,638	0.07%
		Unknown Rtg	222,926,206	0.68%
	Supranational	AAA	2,574,778	0.01%
	Treasury	Treasury	1,464,726,194	4.46%
	Dealer Total		32,866,022,079	100.00%

Collateral Composition by Dealer (continued)

Dealer	Collateral	Rating	Dollar Value	% Total
Morgan Stanley	ABS	AAA	45,671,468	1.07%
		AA	251,922,985	5.88%
		A	534,621,625	12.47%
		BBB	571,724,132	13.33%
		BB	305,061	0.01%
	CDs-CP-BAs	A-1	89,811,630	2.09%
		Unknown Rtg	6,143,999	0.14%
	CMBS	Unknown Rtg	22,643,682	0.53%
	Convertible Bonds	A	5,130,986	0.12%
		BBB	32,494,433	0.76%
		BB	10,946,324	0.26%
		B	26,982,769	0.63%
		CCC-C	4,705,022	0.11%
		Unknown Rtg	137,061,700	3.20%
	Corporates	A	21,741,624	0.51%
		BBB	23,777,148	0.55%
		BB	314,696,260	7.34%
		B	263,235,740	6.14%
		CCC-C	27,912,358	0.65%
		Unknown Rtg	2,197,917	0.05%
	Equity	Equity	829,868,125	19.35%
	MBS - Private (CMO)	AAA	481,490,205	11.23%
		AA	115,873,715	2.70%
		A	221,166,290	5.16%
		BBB	245,677,590	5.73%
		Unknown Rtg	1	0.00%
	Other	A	55,125	0.00%
		Unknown Rtg	111,835	0.00%
	Dealer Total		4,287,969,749	100.00%

Notes

1. The market value of the overnight PDCF collateral is the market value reported by the clearing banks.
2. As of May 30, the classification of securities has been slightly adjusted to more closely align securities with their descriptive category.