

Appendix for Dead Calm

This is the appendix for "[Dead Calm: No One Trusts You](#)," [Janet Tavakoli's](#) pre-crisis June 2008 article about malfeasance in the collateralized debt obligation market.

Source: Tavakoli Structured Finance - June 10, 2008

ABS CDOs Underwritten by Merrill Lynch in 2007				
Estd Closing	Deal Name	Manager	Appx. Size (\$MM)*	Status June 10, 2008
1/11/2007	Lexington Cap Fundg III	Harding Advsy	1,212.00	Toast**
1/24/2007	Port Jackson CDO 2007-1	Basis Capital	350.00	Toast**
1/25/2007	Highridge ABS CDO I	ZS Structured Credit Cap Mgt	1,500.00	Acceleration**
2/21/2007	Maxim High Grade CDO I	Maxim Capital Mgt	2,000.00	EOD**
2/27/2007	Broderick CDO 3	SCM Advisors	1,500.00	Acceleration**
2/27/2007	Kleros Real Estate CDO IV	Strategos Capital Mgt	1,000.00	Undeclared EOD
3/1/2007	Norma CDO I	NIR Capital Mgt	1,500.00	Acceleration**
3/8/2007	Maxim High Grade CDO II	Maxim Capital Mgmt	2,000.00	EOD**
3/8/2007	Newbury Street CDO Ltd.	Mass. Fincl Svcs. Inv.	2,000.41	EOD
3/9/2007	South Coast Funding IX	TCW Asset Mgmt	540.00	Toast**
3/27/2007	Euler ABS CDO I	Babcock and Brown	675.00	Toast**
3/27/2007	GLACIER-V	Terwin Money Mgmt	498.50	Toast**
3/29/2007	Lexington Capital Funding V	Harding Advisory	615.00	Toast**
3/29/2007	Libertas Preferred Funding IV	Strategos Capital Mgt	500.00	Toast**
3/29/2007	Silver Marlin	Sailfish Structured Inv	1,250.50	EOD
4/3/2007	Kleros Preferred Funding VII	Strategos Capital Mgt	1,498.00	EOD**
4/5/2007	NEO CDO 2007-1	Harding	300.00	Liquidation**
4/11/2007	Forge ABS High Grade CDO I	Forge ABS LLC	1,503.50	EOD**
4/12/2007	IMAC CDO 2007-2	Ivy Asset Mgmt	500.00	Liquidation**
4/18/2007	Mars CDO I	Chotin Group	618.50	Acceleration**
4/26/2007	Brookville CDO I	Petra Capital	499.00	EOD**
4/26/2007	Fourth Street Funding Ltd	N.I.R. Capital Mgmt	500.50	Acceleration**
4/26/2007	Western Springs CDO	Deerfield Capital Mgt.	495.60	Acceleration**
5/3/2007	Jupiter High Grade CDO VI	Harding Advisory	1,501.10	Toast**
5/10/2007	Tazlina Funding - II	Winter Group	1,500.00	EOD**
5/25/2007	West Trade Funding CDO III	N.I.R. Capital Mgmt	2,500.00	Toast**
6/1/2007	Robeco HG CDO-I	Robeco Investment Mgt	1,100.55	Toast**
6/7/2007	Durant CDO 2007-1	SCM Advisors	400.00	Liquidation**
7/26/2007	Biltmore CDO 2007-1	ING Clarion Capital	1,000.00	EOD**
8/28/2007	Bernoulli High Grade CDO-II	Babcock and Brown	1,500.00	Acceleration**

* Total Notional Amount is approximately \$32.6 billion

** Means the original topmost "triple-A" tranche has been downgraded to below investment grade, i.e., junk by one or more rating agencies. Note that *all CDOs* shown above have one or more originally "triple-A" tranches downgraded below investment grade by one or more rating agencies.

An event of default (EOD) usually means failure of an overcollateralization test usually related to a par "haircut" as defined in the prospectus. Senior noteholders and/or other parties to the transaction may choose acceleration (making the principal and interest immediately due and payable), or liquidation (selling the underlying portfolio collateral). Acceleration may be followed by liquidation. Liquidated portfolios have had poor recovery value. "Toast" means the originally "triple-A" tranches have all been downgraded to "junk" by one or more rating agencies that rated the deal, and there is an undeclared EOD. Undeclared EOD means that one or more originally "triple-A" tranches is downgraded below junk status, yet there is an undeclared EOD. The undeclared EOD may be due to no provision in the documents or the declaration is pending.