

Confidential Presentation to:

RADIAN

Mortgage Operations Review

July 24, 2007

LEHMAN BROTHERS

Table of Contents

- I. Mortgage Business Overview – Vertical Integration
- II. Mortgage Business – Oversight
- III. Mortgage Business – Disposition
- IV. Products
- V. Whole Loan Purchase Business
- VI. Counterparty Approval Process
- VII. Whole Loan Purchase Business – Purchase Process
- VIII. Servicing – Third Party Providers
- IX. Credit Risk Management

LEHMAN BROTHERS

Mortgage Business Overview – Vertical Integration

Overview

Mortgage Capital	Mortgage Trading	Warehouse Lending	Research	ABS / MBS Banking	Transaction Management	Risk Management
◆ Lehman Brothers Bank	◆ Pricing	◆ Macro Financing Lines	◆ Models	◆ Structural Expertise	◆ Deal Management	◆ Credit Policy
◆ Capital Crossing	◆ Risk		◆ Performance			◆ Business Operations Review
◆ Campus Door	◆ Execution	◆ Micro Financing Lines	◆ Reporting	◆ Market Knowledge	◆ Collateralized Closings	
◆ BNC Mortgage	◆ Market Surveillance		◆ Surveillance	◆ Agented Transactions	◆ Post Closing Follow-up	◆ Loan Level Due Diligence
◆ Aurora Loan Services				◆ Principal Transactions		◆ Regulatory Compliance Policy
◆ LB Small Business Finance						
◆ SPML						
◆ Preferred Mortgages						
◆ London Mortgage						
◆ ELQ Hypotheken						
◆ Libertus Jutaku						
◆ Korea Central Mortgage						

Mortgage Capital

Mortgage Capital Companies

U.S.

Lehman Brothers Bank	Aurora Loan Services	BNC Mortgage	LB Small Business Finance
Campus Door	Capital Crossing		

Europe












Southern Pacific Mortgage Limited	Preferred Mortgage Limited	ELQ Hypotheken	London Mortgage Co.
Capstone Mortgage Services			

Asia

Libertus Jutaku Loan	Korea Central Mortgage	India Office
-----------------------------	-------------------------------	---------------------

LEHMAN BROTHERS

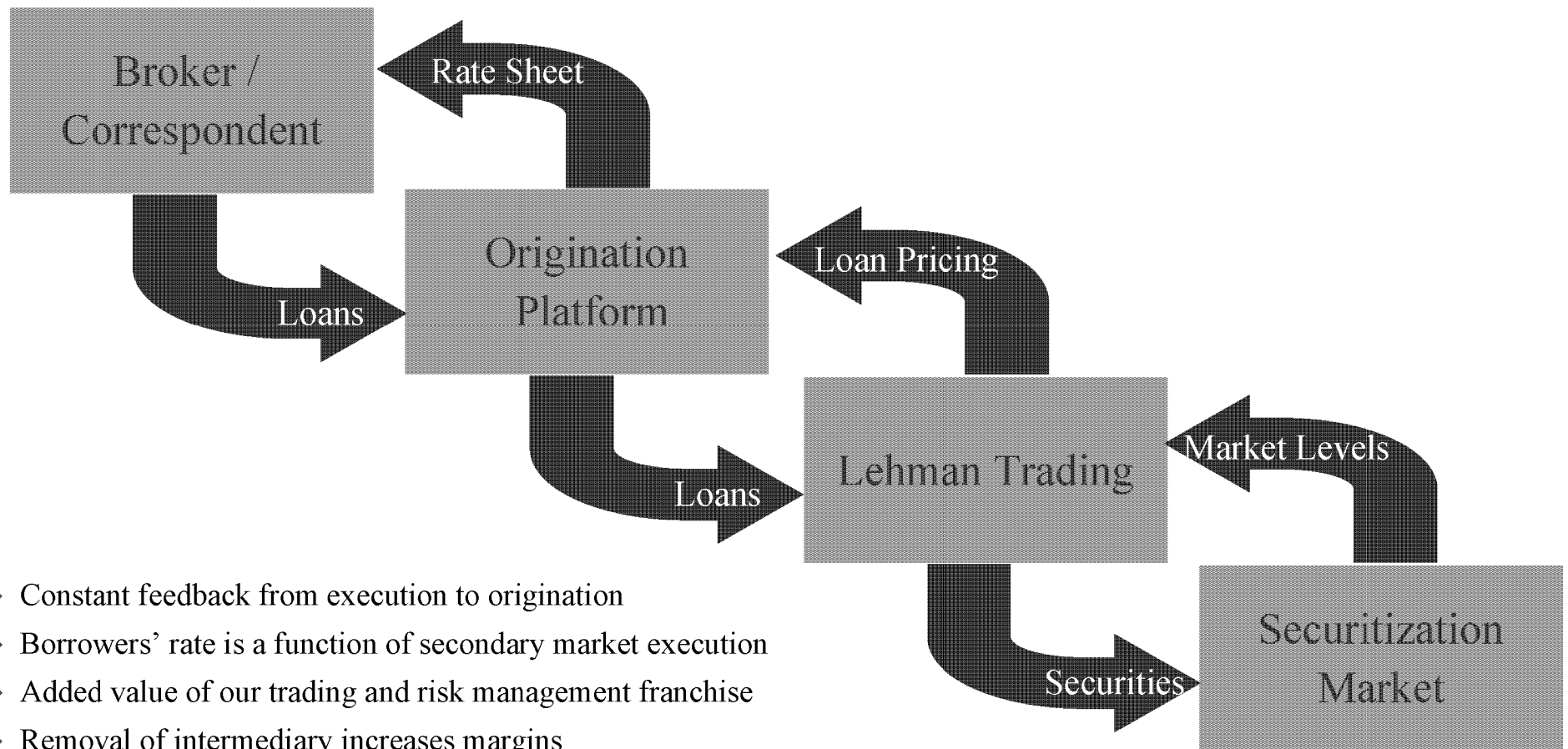
MCD Businesses

	(Smm)	Headquarters	No. of Offices	Headcount 4/15/07	Product Focus	Distribution (February 2007 YTD)	Originations 2005	Originations 2006	Originations 2007 Forecast
U.S. Residential		Littleton, CO	10	2,456	Alt-A	Correspondent (68%) Wholesale (31%) Retail (1%)	\$52,740	\$37,593	\$39,117
		Irvine, CA	37	1,599	Subprime	Wholesale (88%) Correspondent (12%)	\$24,852	\$14,073	\$11,041
U.S. Non-Residential		Lake Forest, CA	65	323	Small Balance Commercial Real Estate Loans	Retail (78%) Broker (22%)	\$602	\$1,015	\$2,642
		Carlisle, PA	10	114	Private Student Loans	Retail (72%) ⁽¹⁾ Reseller (28%)	n/a	\$112	\$411
		Boston, MA	2	187	Small Balance Commercial Real Estate Loans; Leasing	n/a ⁽²⁾	\$315 ⁽³⁾	\$362 ⁽³⁾	n/a
International Residential		London, UK	1		Non-prime		\$4,770	\$4,584	\$4,311
		London, UK	1	836 ⁽⁴⁾	Non-prime	Packager (75%) Broker (24%) Other (1%)	\$2,345	\$2,266	\$2,518
		London, UK	1		Non-prime		n/a	\$438	\$667
		Zwanenburg, Netherlands	1	90	Non-prime	Broker (65%) Packager (35%)	\$78	\$524	\$849
		Seoul, Korea	1	48	Non-prime	Wholesale (100%)	n/a	\$35	\$270
		Tokyo, Japan	2	62	Non-prime	Wholesale (100%)	n/a	\$135	\$386
Admin & Other			n/a	599					
MCD Total			131	6,314					
							\$85,387⁽⁵⁾	\$60,775⁽⁵⁾	\$62,212

1. Retail includes direct to consumer and distribution through schools.
2. Capital Crossing sources performing and non-performing commercial real estate loans primarily through a network of attorneys, financial institutions, government agencies and appraisers.
3. Originations include loans and leases purchased and are based on a calendar year. Capital Crossing purchases loans at a discount. For 2006, the actual purchase price was \$317.
4. Headcount for Capstone, inclusive of servicing headcount.
5. Excludes Capital Crossing loan and lease purchases.

Vertical Integration

Vertical integration of the mortgage business creates flow and stronger risk controls



- ◆ Constant feedback from execution to origination
- ◆ Borrowers' rate is a function of secondary market execution
- ◆ Added value of our trading and risk management franchise
- ◆ Removal of intermediary increases margins
- ◆ Distribute virtually all of the risk, limiting balance sheet exposure

Overview – Aurora Loan Services (Aurora)

Origination – Aurora

- ◆ Aurora Loan Services (Aurora) is a subsidiary of Lehman Brothers Bank, FSB. Aurora's principal business is the origination and servicing of residential mortgage loans. Aurora originates first and second lien residential purchase money and refinance mortgage loans. Corporate offices are located in Littleton, Colorado. Servicing operations are located in Scottsbluff, Nebraska. Regional Operations Centers are located in Gaithersburg, Maryland; Dallas, Texas, Florham Park, New Jersey and Aurora, Colorado.
 - Loan originations through 3 channels
 - Correspondent Conduit – Purchases closed loans from a nationwide network of over 1,000 correspondents.
 - Broker / Wholesale – Utilizes a network of over 12,000 mortgage brokers to deliver fully-processed (pre-closed) loans to Lehman Brothers Bank for closing and funding.
 - Retail – Administers the origination processing for the Lehman Employee Loan Program and the Portfolio Retention Program. This unit administers the entire retail process, including sales, processing, and closing for both programs.
 - Origination Volume – 2006: \$37.59 Billion
 - Origination Volume – June 2007: \$3.5 Billion
 - Origination Channel Mix: Correspondent – 71%, Broker Wholesale – 27%, Retail – 2%
 - Product Mix – 90% Alt-A, 10% Other
 - Website: www.alservices.com

Overview – BNC Mortgage (BNC)

Origination – BNC

- ◆ BNC Mortgage (BNC) is a mortgage banking company based in Irvine, California. It is a subsidiary of Lehman Brothers Bank, FSB. BNC Mortgage was incorporated in May 1995 and completed an Initial Public Offering in March 1998. In July 2000, BNC management partnered with Lehman Brothers to privatize the company. Effective January 1, 2006, BNC and Finance America were merged. BNC is primarily engaged in the business of originating and selling non-conforming credit quality first and second lien residential mortgage loans. It has originated over \$55 billion since inception.
- ◆ 5 Regional Operating Centers located in Atlanta, Irvine, Chicago, Philadelphia and Concord.
 - Loans are originated through 2 channels:
 - Broker / Wholesale – Utilizes a network of over 36,000 mortgage brokers to deliver fully-processed (pre-closed) loans to BNC for closing and funding.
 - Correspondent – BNC does not operate under the traditional correspondent model. All loans are subject to a full underwrite prior to purchase.
 - Origination Volume – 2006: \$14.1 Billion
 - Origination Volume – June 2007: \$659 Million
 - Origination Channel Mix – 2006: Broker Wholesale – 94%, Correspondent – 6%
 - Product Mix: Subprime – 100%
 - Website: www.bncmortgage.com

Overview – Lehman Brothers Small Business Finance

Origination – LBSBF

- ◆ Lehman Brothers Small Business Finance (LBSBF) is based in Lake Forest, California and is a division of Lehman Brothers Bank, FSB. LBSBF is an originator, purchaser, servicer and seller of small balance commercial mortgage loans. LBSBF operates as a direct lender, specializing in owner-occupied commercial properties including office, industrial and retail buildings. Product offerings include Small Business Administration (SBA) loans, for which LBSBF is a Preferred Lender Program (PLP) participant, and conventional commercial mortgage loans.
 - Loans are originated through a 70 person sales force focused principally on retail origination
 - Origination Volume – 2006: \$1.015 Billion
 - Origination Volume – June 2007: \$106 Million
 - Servicing Portfolio Size – June 2007: \$3.203 Billion
 - Origination Channel Mix: Retail – 79%
 - Product Mix: Conventional – 95%
 - Website: www.lehmansbf.com

Mortgage Business – Oversight

Overview – Oversight

- ◆ Policy Oversight Committee
- ◆ Risk Committee
- ◆ New Products Committee
- ◆ Independent Due Diligence
- ◆ Underwriter Authority
- ◆ Quality Control
- ◆ Broker Approval
- ◆ Internal Audit

Mortgage Business – Disposition

SASCO Shelf Names

SASCO 2007-BC#	Multi-Originator Subprime
BNCMT 2007-#	100% BNC Originations Subprime
SASCO 2007-“Originator Moniker”#	Single Originator Subprime
SASCO 2007-GEL#	Guideline Exception Loans
SASCO 2007-RM#	Reverse Mortgage Loans
SASCO 2007-RF#	Multi-Originator Subprime
SASCO 2007-#	Negative Amortization Loans
SARM 2007-#	Multi-Originator Alt-A ARMs
LXS 2007-#	Multi-Originator Alt-A Fixed and ARMs
LXS 2007-#N	Negative Amortization Loans
LXS 2007-#H	Multi-Originator High LTV Alt-A Fixed and ARMs
LXS 2007-#W, #HW	Wrapped Bond off of the related LXS 2007-# or LXS 2007-#H Deal
LXS 2007-GP#	100% Greenpoint Originations Negative Amortization Loans
LBSBC 2007-#	Small Business Finance
LMT 2007-#	Multi-Originator Alt-A Fixed
LSSCO 2007-#	Multi-Originator Alt-A ARMs
SASCO 2007-S#	Standalone Second Liens

Lehman Brothers Team and Credentials

Mortgage Business – Disposition

Lehman Brothers' U.S. Structured Finance business including ABS, RMBS, and CMBS ranked #1 for 2006 & is currently #3 for 2007

2006

Rank	Lead Manager	Proceeds (\$MM)	% Share
1	LEHMAN BROTHERS	187,971.3	8.4%
2	Royal Bank of Scotland Group	171,870.7	7.7%
3	Citigroup	171,803.5	7.7%
4	Bear Stearns & Co Inc	160,745.2	7.2%
5	Deutsche Bank AG	154,532.6	6.9%
6	Credit Suisse	149,560.6	6.7%
7	JP Morgan	146,239.3	6.5%
8	Merrill Lynch & Co Inc	135,486.1	6.0%
9	Banc of America Securities LLC	132,330.1	5.9%
10	Morgan Stanley	124,196.4	5.5%
Total Top Ten		1,534,735.8	68.4%
Total Market		2,242,575.3	100.0%

2007 Through 2Q

Rank	Lead Manager	Proceeds (\$MM)	% Share
1	JP Morgan	103,095.2	8.8%
2	Citi	96,222.9	8.2%
3	LEHMAN BROTHERS	94,786.3	8.1%
4	Merrill Lynch	89,314.7	7.6%
5	Bear Stearns & Co Inc	77,910.7	6.6%
6	Banc of America Securities LLC	77,533.9	6.6%
7	Royal Bank of Scotland Group	73,963.7	6.3%
8	Morgan Stanley	73,877.8	6.3%
9	Deutsche Bank AG	68,188.7	5.8%
10	Credit Suisse	67,344.5	5.7%
Total Top 10		822,238.4	70.0%
Total Market		1,175,282.6	100.0%

Source: Thomson Financial Securities Data, F-19 Table.

LEHMAN BROTHERS

Lehman Brothers Team and Credentials

Mortgage Business – Disposition

ABS / MBS Underwriter Rankings* (U.S. Public & Rule 144A Asset-Backed Debt)

2007 HEL ABS / MBS

January 1, 2007 – June 30, 2007

Rank	Manager	Proceeds (\$ Millions)
1	LEHMAN BROTHERS	76,804.9
2	Bear Stearns & Co., Inc	67,584.4
3	JP Morgan	64,764.6
4	Royal Bank of Scotland Group	60,168.2
5	Citigroup	52,693.7

2006 HEL ABS / MBS

January 1, 2006 – December 31, 2006

Rank	Manager	Proceeds (\$ Millions)
1	LEHMAN BROTHERS	170,141.4
2	Royal Bank of Scotland Group	154,231.6
3	Bear Stearns & Co., Inc	140,269.6
4	Countrywide Securities Corp	112,967.0
5	Credit Suisse	112,384.2

2005 HEL ABS / MBS

January 1, 2005 – December 31, 2005

Rank	Manager	Proceeds (\$ Millions)
1	LEHMAN BROTHERS	170,127.9
2	Bear Stearns & Co., Inc	164,871.5
3	Royal Bank of Scotland Group	151,146.4
4	Credit Suisse	127,540.8
5	Countrywide Securities Corp	122,632.9

2004 HEL ABS / MBS

January 1, 2004 – December 31, 2004

Rank	Manager	Proceeds (\$ Millions)
1	LEHMAN BROTHERS	146,114.2
2	Bear Stearns & Co., Inc	145,993.4
3	Citigroup	133,811.5
4	Banc of America Securities LLC	123,566.6
5	Credit Suisse	121,015.1

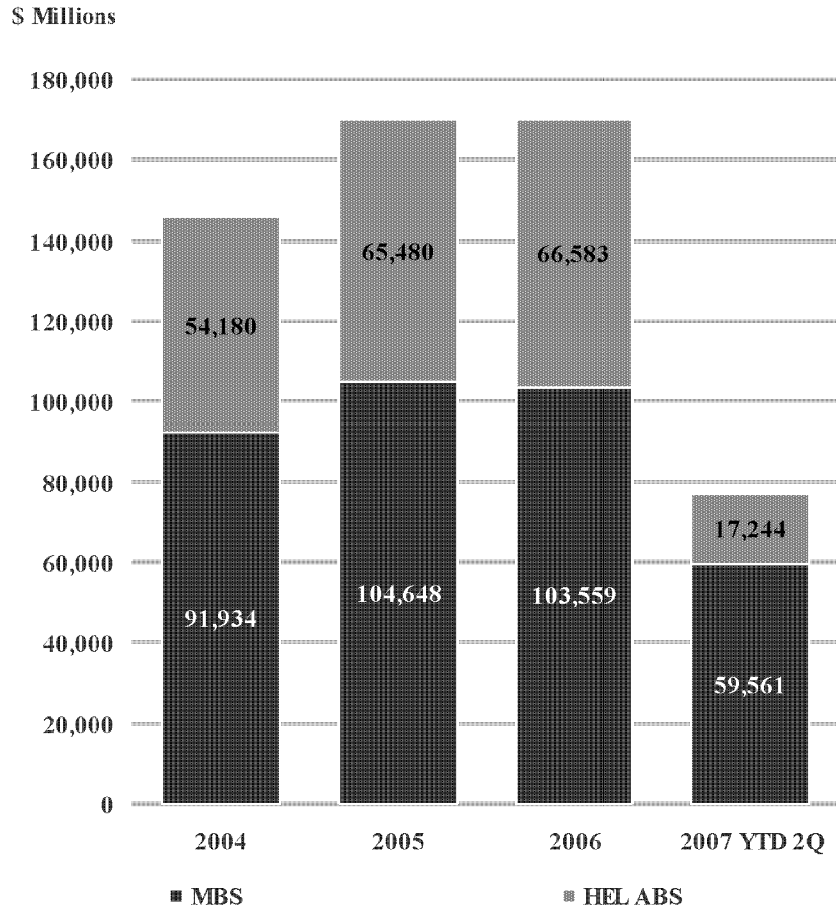
*Full Credit to book manager, equal if joint
Source: Thomson Financial Database (tables F11 MBS + F14 Real Estate ABS)

LEHMAN BROTHERS

Securitization Execution

Lehman Brothers Residential Mortgage Securitization Overview

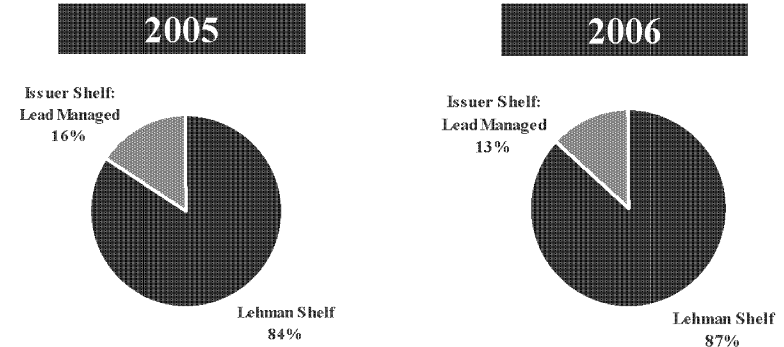
Lehman Brothers Volume by Credit* (\$)



Lehman Brothers Volume by Credit* (%)

Year	HEL ABS	MBS
2004	37.1%	62.9%
2005	38.5%	61.5%
2006	39.1%	60.9%
2007	22.5%	77.5%

Lehman Brothers Volume Details by Credit*



2007 currently has similar volume splits as 2006

Source: Thomson Financial Database and Lehman Brothers Database
 *Full Credit to book manager, equal if joint

Securitization Execution

Lehman Brothers MBS / HEL ABS Deals: Principal Shelf Deals

- ◆ We are experienced in securitizing over an entire spectrum of residential mortgages:
 - Subprime;
 - Alt-A/B (including option ARMs);
 - Lot loans;
 - Prime;
 - Reverse mortgages;
 - Scratch and dent;
 - Second liens; and
 - Small balance commercial

- ◆ In MBS / HEL ABS, Lehman Brothers has issued 211 deals in 2006 and 91 deals in 2007 YTD off of its principal shelves, for a total volume of \$151.5 billion in 2006 and \$65.6 billion in 2007 as of June 2007, respectively

Credit Policy

Product Changes

Subprime Guideline changes

November 2006	◆ Stated Income Disclosure
December 2006	◆ Eliminated 100% LTV / CLTV Stated Doc below 600 FICO Score
January–February 2007	◆ FTHB, 2–4 units ◆ Stated Income – LTV / CLTV and FICO restriction ◆ Stated Income – max 50 DTI ◆ 80/20 – reserve requirements added ◆ Secondary financing restrictions ◆ No exceptions allowed for these guideline changes
March 9, 2007	◆ 80/20 – Stated Income eliminated ◆ 80/20 – minimum FICO 660 ◆ 80/20 – 1 unit OO only
March 13, 2007	◆ Restrictions on borrowers with no mortgage / rental history – minimum FICO 680 ◆ Select 100% Stated eliminated ◆ Select 100% Full Doc and Lite Doc – minimum FICO 660
March 26, 2007	◆ 80/20 – program eliminated ◆ 95% LTV/CLTV – minimum FICO 640
March 30, 2007	◆ Loans without prepayment penalty limited to 1 LPBF
April 24, 2007	◆ 85% LTV Full Doc – minimum FICO 550
May 10, 2007	◆ Standard approval period extended to 30 days
May 11, 2007	◆ BNC will not accept new applications to become approved correspondent lender ◆ Currently approved correspondent lenders are required to recertify

Product Changes

Subprime Guideline changes

- | | |
|---------------|---|
| May 31, 2007 | <ul style="list-style-type: none">◆ Added FICO tiers for 580, 550, 525, 500◆ No FICO and LTV exceptions allowed on the Select program◆ FT HB – minimum FICO 580 |
| June 1, 2007 | <ul style="list-style-type: none">◆ Enhancements made to National Net Tangible Benefit Test |
| June 7, 2007 | <ul style="list-style-type: none">◆ QDTI field is effective with all new submissions◆ QDTI calculation will apply to 3 year Alt-A ARMs and loans with IO feature |
| June 12, 2007 | <ul style="list-style-type: none">◆ Stricter credit check guidelines for underwriters |
-

Product Changes

Prime / Alt A Guideline changes

November 2006	◆ State Income Disclosure implemented
December 2006	◆ Introduced Choice Advantage
January 2007	◆ 5% max fees ◆ Compensating factor grid
February 2007	◆ FTHB, Alt A, Mortgage Maker, Second Liens – LTV / CLTV and FICO restrictions ◆ Eliminated Expanded Options

Counterparty Approval Process

Principal Acquisitions – Corporate Due Diligence Agenda – Originator

Counterparty Approval Process

[Counterparty Name]

Proposed Agenda for Business Operations Review

Date:

Location:

Lehman Brothers Attendees:

Management Overview of Firm and Operation

- ◆ Background / history of the Company from inception, historical production levels (past 5 yrs) by channel and product type
- ◆ Describe organizational structure, history of the Company, near-term and long-term business plan
- ◆ Competitive Landscape: Core competencies, Competition – Direct and indirect, competitive advantages
- ◆ Senior / division level management experience and tenure at the Company / Industry
- ◆ Performance measurements for senior management
- ◆ Corporate Governance overview
- ◆ Board of Directors: Composition, frequency of meetings, outside directors, compensation plan of board members
- ◆ Describe organizational structure, history of the Company, near-term and long-term business plan
- ◆ Sarbanes / Oxley Compliance (if public)

Financial Review and Business Model

- ◆ Review of year-end (or most recent quarter end) financial statements (income statement, cash flow statement, balance sheet)
- ◆ Review monthly financial projections covering calendar year 200X
- ◆ Discussion of the key income drivers for the company: Gain on sale, net interest margin, fee and other income (servicing)
- ◆ Sources of mortgage loan products / cost to originate, pull through ratios by channel
- ◆ Update on warehouse arrangements, lenders, commitments, pricing, haircuts, sub-limits, etc.
- ◆ Disposition of mortgage product: Secondary market sales, scratch & dent trades, securitization initiatives?
- ◆ Historical performance: Asset quality, loan performance, EPD / FPD history, premium recapture
- ◆ Reserve policy
- ◆ Financial Business Plan: Long-term and short-term goals – Plan to achieve goals, responsibility for implementation

Origination and Production

- ◆ Define lending channels and production strategies for each channel
- ◆ Wholesale and Correspondent Production Channel (if applicable): Account Executives / Business Development Reps – # by product type, tenure at the Company, prior mortgage industry experience, turnover
- ◆ Account Executive compensation model
- ◆ Approval process for third party originators (TPOs) – # approved, ongoing TPO monitoring process
- ◆ Retail / Consumer Direct Channel – Loan Officers, # by product type, tenure at the Company, prior mortgage industry experience, turnover, compensation model
- ◆ Risk management structure in retail and wholesale channels

Operations

(Include Tour of Facility – “Life of Loan in Process”)

Specific departments to cover – Operations: Loan processing & underwriting, loan closing and funding, and collateral review

- ◆ Mortgage file processing, initial setup, input to loan origination system
- ◆ File documentation – Pre underwriting, process flow prior to underwriting
- ◆ Pre closing due diligence process
- ◆ Loan documentation and funding. Closing – Approval process for attorneys, escrow agents, closing agents
- ◆ Process around screening attorneys / closing agents. Post funding review, pre funding procedures

Credit Policy and Appraisal Review

- ◆ Underwriting Standards – Credit and Collateral. Differences in Underwriting across lending channels (if any)
- ◆ Underwriters: #, tenure in firm, industry, experience with product type, how are underwriters compensated, expected number of files/day
- ◆ Exception management – Exception tracking: Overall % exception to guidelines, performance of exceptions, who is responsible for underwriting exceptions? Pricing exceptions?
- ◆ Underwriting authority, signing authority, exception authority
- ◆ Fraud detection and prevention: Does a separate department exist, what controls are in place?
- ◆ Appraisal Review process, process for monitoring appraiser performance
- ◆ Collateral valuation methodology – Appraisal department: What is the process in each origination channel
- ◆ Appraiser approval process: Watch list, disapproved list, Automated Valuation or other data search tools, Tolerance levels

Quality Control

- ◆ Staffing and tenure of quality control / assurance and internal audit functions
- ◆ Sampling technique: Pre- and post- funding
- ◆ Re-underwriting & appraisal review process, execution rate on whole loan sales, price of scratch & dent trades
- ◆ Policy around re-underwriting “rejects” from whole loan trades or repurchased due to early payment default
- ◆ Number and percentage of loans reviewed, selection strategy / methodology
- ◆ Results strategy: Reporting and distribution, issue follow-up, implementation

Legal / Compliance Overview

- ◆ General Counsel’s office: Staffing and tenure, interaction with mortgage lending operation
- ◆ Current litigation environment, complaints against the firm by individuals, state regulators, consumer activist groups, etc.
- ◆ Chief Compliance Officer – Experience with fair lending policies and procedures
- ◆ Regulatory procedures, training, regulation monitoring: Responsibility for updating procedures with respect to new state and local fair lending statutes
- ◆ Fair lending procedures; state specific high cost lending regulations and policies to ensure compliance with each entity, implementation strategy for compliance in each state
- ◆ Prepayment penalties policy
- ◆ Complaint Resolution: How are complaints handled, who receives the letter / calls? How is legal alerted of complaints from regulatory agencies?

Information Systems / Technology

- ◆ Staffing in the technology department: Prior work experience (employees vs. consultants), tenure, turnover
- ◆ Systems: Hardware, Software, Telecommunications infrastructure, accounting system, database, origination system, servicing system
- ◆ New initiatives (i.e., upgrades), current system limitations & capacity
- ◆ Imaging system and strategy for imaging loan files (if applicable)
- ◆ Disaster Recovery and Business Continuity Plan. Process: Services & methods utilized, on vs. off-site, availability, testing, safety features, backup power on site

Include Tour of Data Center (If Located on Site)

Interim Servicing

- ◆ Loan Boarding and Processing – from Origination system to Servicing system – Data integrity queries / audits, etc.
- ◆ Payment processing (i.e., pay by phone, others), coupon books, or monthly statements
- ◆ Lock-box administration
- ◆ Escrow administration, taxes and insurance
- ◆ Customer Service and Collections – First payment default collections process?
- ◆ Systems used, interfaces to other servicing systems
- ◆ First / Early Payment default policies

Wrap-Up

- ◆ Review of day
- ◆ Follow-up items
- ◆ Next steps

LEHMAN BROTHERS

Principal Acquisitions – Corporate Due Diligence – Servicer

Counterparty Approval Process

[Counterparty Name]

Proposed Agenda for Mortgage Servicing Review

Date:

Location:

Potential Lehman Brothers Attendees:

Management Overview – Servicing Portfolio and Operation

- ◆ History of the Company and current business focus
- ◆ General overview of Servicing Operation, breakdown of departmental functions performed
- ◆ Management team: Industry experience, tenure at company, turnover, compensation structure for management team: organization chart, staffing per department
- ◆ Business Plan for servicing, size of portfolio, runoff – Monthly / annually, third party servicing / private label business overview
- ◆ Staff training – Ongoing / new hires, staffing, recruiting and development of staff, performance incentives of staff
- ◆ Systems used, overview of vendor relationships / outsourcing strategies. Products serviced

Financial Analysis

- ◆ Financial Performance 2003–04, Projections for 2005; market expectations, volume expectations
- ◆ What are the key income drivers of the company: net interest margin, fee and other income
- ◆ Funding: Sources, terms, pricing, capacity
- ◆ Historical performance: Asset quality, loan performance, secondary marketing execution, repurchase obligations
- ◆ Reserve policy. Cost to service

Administrative Servicing and Customer Service

- ◆ Department scope, staffing and experience, training, recruiting strategy
- ◆ Overview of cashing and Payment processing, how are exceptions handled?
- ◆ Electronic Payment Options (i.e., pay by phone, others); Coupon books or monthly statements
- ◆ Lock-box administration: Vendor / Bank, locations?
- ◆ Escrow administration, taxes and insurance, lender placed insurance process (LPI Carrier?)
- ◆ % of portfolio escrowed for taxes and insurance. % of portfolio with Lender Placed Insurance
- ◆ Tracking of insurance and tax information post boarding for non-escrowed account. Process for borrower to provide proof of coverage on insurance and proof of payment for property taxes
- ◆ Internal audit, quality control, document tracking, imaging
- ◆ Adjustable rate mortgages (interest rate change procedures and monitoring)
- ◆ Investor accounting & reporting, satisfaction & re-conveyance process
- ◆ Delinquency reporting, credit bureau reporting
- ◆ Customer Service: Functions performed in the department
- ◆ Systems used, interfaces to servicing system, automated versus live calls
- ◆ Hours of service, calls handled, abandonment rate, avg. speed of answer
- ◆ Welcome call / letter campaign: Timing, volume / representative
- ◆ Borrower interaction, departmental transfer, payoff requests / processing
- ◆ Cross Selling initiatives? Escalation process for calls where account research is necessary

Live Call Monitoring of Customer Service Calls

Working Lunch – Legal / Compliance

- ◆ Staffing and tenure of compliance department – Experience with fair lending policies and procedures
- ◆ Servicing related current litigation environment, complaints against the firm, current status of potential class actions
- ◆ How are complaints handled, who receives the letter / calls? How / When is legal alerted? Tracking procedures for customer disputes?
- ◆ Regulatory procedures, training, regulation monitoring & update process
- ◆ OTS audit results, state banking commission findings?
- ◆ FDCPA compliance and training with respect to the servicing operation

Quality Control

- ◆ Strategic objective
- ◆ Staffing
- ◆ Testing procedures to ensure regulatory compliance
- ◆ Internal audit: Frequency of department/operational audit
- ◆ Reporting / Resolution of noted control issues
- ◆ Management involvement in resolution of audit findings

Collections SCOPE: Overview by management followed by interaction with collectors, listen in calls

- ◆ Departmental staffing, experience, prior background, compensation, tenure, training
- ◆ Early and Late Stage Collections: Roll rates between delinquency buckets, promises to pay / % broken PTP's
- ◆ Collection approach, collection buckets, volume, geography, hours of operation for collections
- ◆ Collection timetables / timelines, calling strategies, behavioral modeling, optimization of best time to call
- ◆ Systems utilized, dialers, loss mitigation and foreclosure inter faces, future initiatives
- ◆ Collector strategy & workload: Volume / Collector, daily activities
- ◆ Department interfaces: Transfer timeline to FC, loss mitigation, on-going interaction between collections & default mgmt
- ◆ Collector monitoring: Training, Q/C process, supervision, compliance with FDCPA

Loss Mitigation / Default Management

- ◆ Staffing, experience, prior backgrounds, compensation, tenure, training, volume per employee
- ◆ Description of strategies, objectives, resolutions, decision making process
- ◆ Sign off authority of plans / deals
- ◆ Most common resolutions, initiatives, collector and foreclosure interaction
- ◆ NPV Models used to analyze cash flows of loss mitigation plans?
- ◆ Servicing Advance methodology: When are P&I and protective advances on a property halted?
- ◆ *Foreclosure dept.* Staffing, experience, prior backgrounds, compensation, tenure
- ◆ Attorney network, compensation, management of attorneys?
- ◆ Responsibility / Process description, NOI, NOD timing, timeline benchmark / experience / expectation
- ◆ Outsourced tasks, attorney review, volume / person
- ◆ Loss mitigation / collection interaction
- ◆ Describe strategies, new initiatives, improvement areas
- ◆ *Bankruptcy dept.* Staffing, experience, strategies, volume per person
- ◆ Attorney network, compensation, management of attorneys?

Real Estate Owned (REO)

- ◆ Strategic Objective of REO department
- ◆ Staffing, experience, prior backgrounds, compensation, tenure, specialist grouping volume per account manager
- ◆ Outstanding portfolio (i.e., total number, inventory by state, specialist) Portfolio breakdown: Listed, in process, closing, Recent experience, state experience, recovery actual versus expected, wholesale versus retail, delay reasons
- ◆ Current and projected disposition strategies: Fix up or sell "as is"
- ◆ Eviction process

Servicing Systems & Technology

- ◆ Staffing and prior work experience (employees vs. consultants), tenure, turnover
- ◆ Imaging, dialer strategies
- ◆ Hardware, software
- ◆ New initiatives (i.e., upgrades), current system limitations
- ◆ Backup procedures: Systems utilized, backup method (i.e., tapes, daily, etc.), frequency, data storage locations, responsibility, most recent testing, maximum downtime and data loss
- ◆ Staffing – In-house or consultants
- ◆ Systems: Hardware, software, telecommunications infrastructure, accounting system, database,
- ◆ Disaster Recovery and Business Continuity Plan. Process: Services & methods utilized, on vs. off site, availability, testing, safety features, backup power on site

LEHMAN BROTHERS

18

Aurora Client Approval

Functions Performed Within Client Relations:

- ◆ Qualify new Broker and Correspondent clients
- ◆ Re-certify Broker and Correspondent Clients annually
- ◆ Comprehensive Client financial analysis for new Correspondent Client's and Delegated Underwriting requests
- ◆ Provide Client support to Sales and Operations
- ◆ AE Training regarding qualifying new clients to do business with the Aurora / Lehman Brothers
- ◆ Facilitating Client Approval Committee, including minutes and required follow-up

Client Relations – Terminations

Termination Summary

- ◆ 247 Correspondents were terminated with or without cause, or denied in fiscal 2006 (through November 30, 2006)
- ◆ The top reasons for the termination or denial:
 - Submitting an incomplete application
 - Failing to provide adequate documentation to complete their 2006 annual recertification
 - Misrepresentation and/or fraud (approximately 10%)
 - Did not meet the minimum eligibility guidelines for approval
- ◆ 2,009 Brokers were terminated with or without cause, or denied in fiscal 2006 (through November 30, 2006)
- ◆ The top reasons for these termination or denial:
 - Failure to provide adequate documentation to complete their annual recertification
 - Submitting an incomplete application
 - Not meeting Aurora’s basic eligibility criteria
 - Loan misrepresentation and fraud (approximately 2.5% of terminations)

BNC Broker Approval

Counterparty Approval Process

- ◆ License validation, Third Party Review sent to Interthinx, third party review includes the following checks:
- ◆ License verification for company, broker/owner and up to 3 principals, derogatory state licensing information, OFAC, Lexis Nexis news article search, industry watch lists (Freddie Mac, HUD) and lenders watch lists
- ◆ We also perform Lexis Nexis on the company name, and DBA's, as well as principals and officers. Once third party review and Lexis Nexis is clear, we will proceed with approval of broker application. If there are any derogatory findings, we will contact the broker for an explanation. When the broker responds, if it isn't cleared through the manager and legal, it is brought to committee, which meets weekly

- ◆ Brokers & Correspondents Status:
 - 918 Brokers and Correspondents in revoked status as of 04/20/07
 - Brokers & Correspondents in Approved status: 38,760 (4/18/07)
 - Brokers & Correspondents in Watch list status: 1,728 (4/18/07)

Whole Loan Purchase Business – Purchase Process

Principal Acquisitions – Transaction Management

The Transaction Management Group manages the agreements and flow of the transaction. They protect the firm through the representations and warranties they negotiate in purchase, sale, custodial and servicing agreements

◆ Day-to-day activities

- Establishes strong working relationship to assure successful transaction
- Day-to-day deal liaison
- Negotiation of purchase and sale agreements and custodian and servicer agreements
- Verification of deal level economic parameters
- Ensures that the firm is “Collateral Good” at closing
- Verification of funding numbers
- Approval of wire transfers

◆ Post closing activities

- Post closing follow-up
- Price adjustments
- Servicer / custodian liaison
- Facilitate securitizations
- Resolve representation and warranty violations then manage repurchase process with sellers
- Standardized agreements (reps and warrants) are used for ease of contracting and monitoring consistency
- Reconstitution of agreements to securitization trusts

Principal Acquisitions – Transaction Management

Standard Agreements

- ◆ Purchase price and terms letter (trade confirmation)
- ◆ Purchase and warranties agreement
- ◆ Custodial agreement
 - Initial custodial certification
 - Final custodial certification
- ◆ Servicing agreement
- ◆ Interim servicing agreement (when applicable)
- ◆ Recourse provisions (when applicable)
- ◆ Reporting requirements

Principal Acquisitions – Due Diligence Group

Whole Loan Purchase Business – Purchase Process

The Due Diligence Group manages the loan level process by reviewing underwriting Guidelines and working with the appraisal companies and due diligence firms to implement policy

◆ **Primary Functions**

- Loan level due diligence
- Manage appraisal and due diligence firms
- Underwriting guideline reviews
- Review of new products / guidelines

Principal Acquisitions – Due Diligence Group

Whole Loan Purchase Business – Purchase Process

Due Diligence Firms

- ◆ Clayton Group
- ◆ Bohan Group
- ◆ Watterson-Prime
- ◆ In-house

Credit and Compliance Review (% of Business)

- ◆ 35% share
- ◆ 35% share
- ◆ 30% share
- ◆ GSE transactions

Appraisal Service Providers

- ◆ CoreLogic
- ◆ iMortgage Services (IMS)
- ◆ Ocwen Realty Advisors (ORA)
- ◆ eMortgage Logic
- ◆ Single Source Properties

Value / Property Review (% of Business)

- ◆ 35% share of BPO work, 100% share of AVM, History Pro, History Pro Review
- ◆ 35% share
- ◆ 0% share
- ◆ 30 % share
- ◆ 0% share

Principal Acquisitions – Due Diligence

◆ **Underwriter Qualifications**

- Contract firms provide dedicated underwriters with product specific knowledge

◆ **Lead Underwriter Responsibilities in the field**

- Act as deal manager in the field
- Quality Control of the diligence team
- Responsible for communicating issues to client
- Responsible for “soft” negotiations with client
- Communicates with Lehman Brothers due diligence personnel on a daily basis

◆ **Underwriter Duties**

- Re-underwrite loan file in accordance with the Seller’s underwriting guidelines
- Re-calculate ratios, review appraisal, data integrity and pay history review on seasoned loans
- Regulatory compliance review including re-calculation of APR and high cost check
- Determine whether the loan makes sense for the borrower, and that there is a benefit to the borrower
- Determine if loan meets seller’s guidelines
- Determine if loan meets Lehman Brothers’ eligibility standards

◆ **Loan Grade**

- Approval
- Approved with compensating factors
- Reject

Transaction Type and Sample Sizes

Transaction Types

- ◆ **Portfolio Purchase**
 - Mini-bulk pools reviewed at Aurora
 - Prime
 - Alt A loans
 - Sub-Prime loans
- ◆ **ABS Transactions**
 - 2.5% - 5% Adverse/Random sample
- ◆ **MBS Transactions**
 - 10% random sample
- ◆ **Principal Finance (Warehouse Lending)**
 - 2.5% loan initial sample - Adverse
 - Quarterly or semi-annual loan level reviews

Client Tiering For Sample Size

- ◆ Financial strength of client
 - ◆ Corporate review results
 - ◆ Client experience
 - ◆ Transaction type and risk of product will effect sample size
- Top Tier Client
 - Approved by Lehman Bank Corporate Credit
 - Historical diligence results / positive
 - Generally 10% sample size
 - Mid Tier Client
 - Approved by Lehman Bank Corporate Credit with minimal history
 - Not approved by Lehman Bank Corporate Credit with historical results
 - Generally a 25% sample size
 - Low Tier Client
 - All 100% review clients / RMS
 - New clients with no previous experience
 - Control points noted in Corporate Review

Credit and Appraisal Calculating Sample Methodology

Whole Loan Purchase Business – Purchase Process

Credit Sample Methodology

- ◆ **Subprime first mortgage**
 - Determine sample based on internal risk models
 - Random
- ◆ **Second Liens**
 - Determine sample based on internal risk models
 - Refresh if necessary
 - Random
- ◆ **Alt A/Prime**
 - Determine sample based on risk layering; close attention paid to:
 - High loan amount
 - Non Full-doc
 - 80/20
 - First time home buyer
 - Random

Appraisal Sample Methodology

- ◆ History Pro & F score
- ◆ Risk models
- ◆ Properties at max LTV/CLTV for guides
- ◆ 80/20 loans
- ◆ Borrowers with multiple properties
- ◆ Mobile homes
- ◆ Balances below \$75,000 or above \$500,000 in subprime lending
- ◆ Multiple unit properties
- ◆ Investment properties
- ◆ Zip code watch list; includes areas with long foreclosure timelines, high flip/fraud properties, etc
- ◆ Random

Property Sampling

◆ Subprime Review

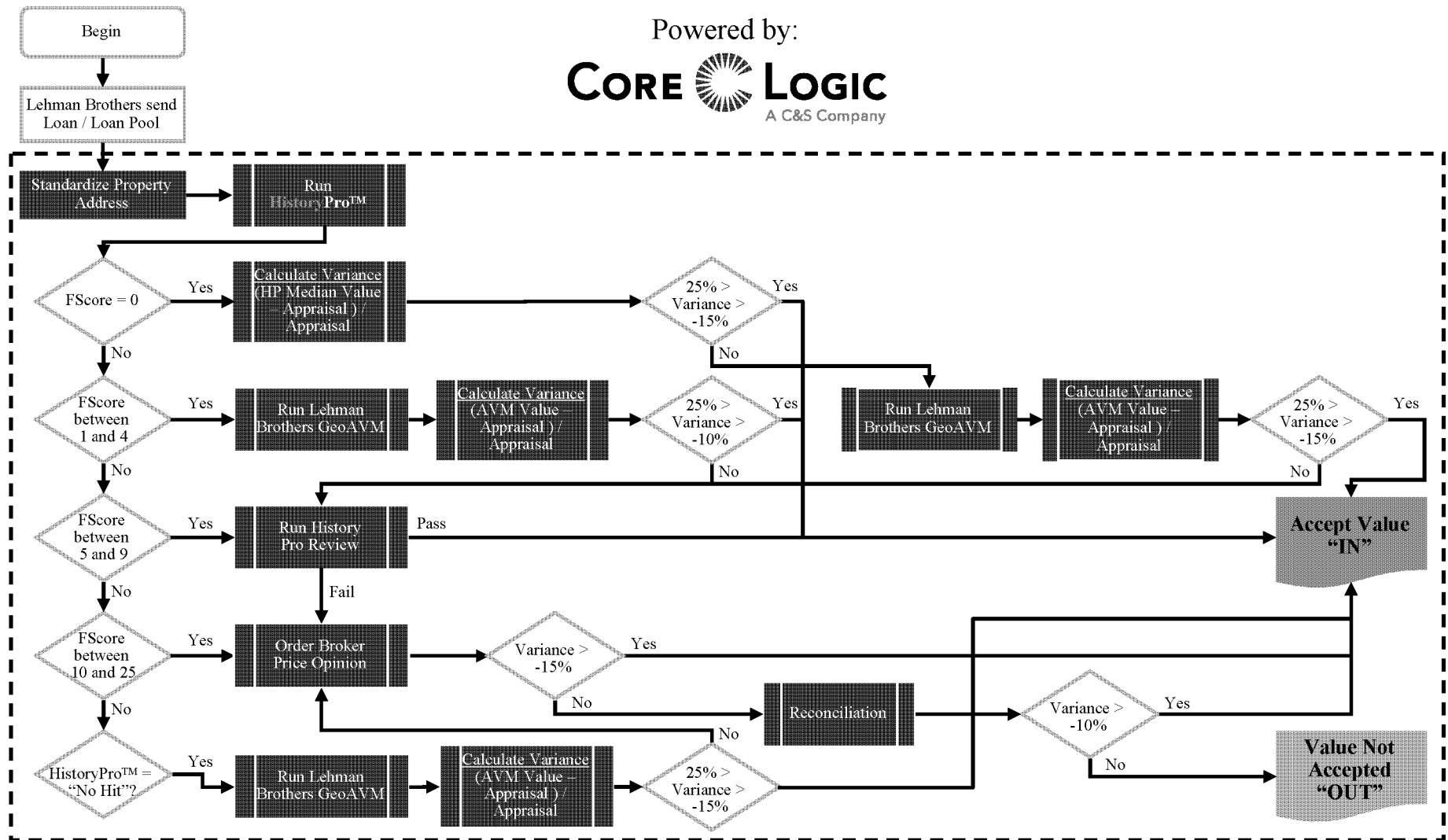
- Utilize the Core Logic / Lehman waterfall using all tools (F Score, AVM's, History Pro Reviews, BPO's and reconciliations) on **100%** of the file

◆ Prime and ALT A Sampling Options

- Utilize F Score on 100% of the file and select highest risk accounts for BPO or 2055
 - Example – order additional work on F Score 10 to 25
- Utilize F Score on a 10% to 25% sample based on property risk characteristics
 - Example – follow waterfall on next page
 - Example – order additional work on F Score 10–25
- Utilize waterfall on portion of sampled files (ie including median and avm methodology)

Lehman Brothers RMS Process

Residential Mortgage Services (RMS) Process



Source: CoreLogic Confidential Information – Not for disclosure outside CoreLogic without expressed written consent.

Compliance Sampling

◆ **Sampling options compliance only:**

- 10% in uncapped states / 10% in capped states or minimum 10 loans
- 25% in uncapped states/10% in capped states or minimum 10 loans
- 100% in uncapped states / 20% in capped states

◆ **General Considerations:**

- 100% of TX cashout loans in subprime service released files must be reviewed for compliance regardless of Tier
- Any state where issues are found can be increased to 100%
- Agented securitizations require 10% uncapped, 10% capped, or a minimum of 10 loans

◆ **Included in but not limited in the compliance review:**

- Review original application terms to final loan terms
- Verify existence of required documents (TILA, RESPA, etc)
- Verify that initial disclosure documents were sent within 3 days
- Verify that documents have been executed
- Verify interest rate vs. rate sheet (10% of sample)
- Calculate APR then compare to TILA document in file
- Verify that APR is within tolerance
- Calculate Finance Charges then compare to disclosures in file
- Verify that Finance Charges are within tolerance
- Determine whether loan is High Cost Mortgage (by jurisdiction)
- For refinances
 - Verify that disbursement did not occur within cooling off period
 - Verify that right to cancel was executed by all borrowers

Servicing – Third Party Providers

Servicing – Third Party Providers

◆ Wells Fargo Home Mortgage

- WFHM is the largest servicer of residential mortgages with a servicing portfolio of \$1,312.444 billion and a SubPrime Portfolio of as of \$49.836 billion as of 9/30/06. Lehman Brothers Servicing UPB \$33.265 billion (6/20/07)

Rating Agency Servicer Ratings

	Prime Residential	SubPrime Residential	Special Servicer	Master
Fitch Ratings	RPS1	RPS1	RSS2+	RMS1
Moody's	SQ1	SQ1	SQ2	SQ1
S&P	Strong	Strong	Above Average	

◆ Chase Home Finance

- Chase is the fourth largest servicer of residential mortgages with a servicing Portfolio of \$655.53 billion and SubPrime Portfolio of \$80.634 billion as of 9/30/06. Portfolio. Lehman Brothers Servicing UPB \$18.963 billion (6/20/07)

Rating Agency Servicer Ratings

	Prime Residential	SubPrime Residential
Fitch Ratings	RPS1	RPS1
Moody's	SQ1	SQ1
S&P	Strong	Strong

Servicing – Third Party Providers

◆ Option One Mortgage Company

- Based in Irvine, California, Option One is of the largest non-prime originators and servicers with a servicing portfolio of \$74.5 billion as of 9/30/06. Lehman Brothers UPB: \$4.750 billion (6/20/07)

Rating Agency Servicer Ratings

	SubPrime Residential	Special Servicer
Fitch Ratings	RPS1	RSS1
Moody's	SQ2+	SQ2
S&P	Strong	Average

◆ Home Loan Services, Inc

- Formerly National City Home Loan Services, HLS is a Pittsburgh based subsidiary of First Franklin Financial Corp, a subsidiary of Merrill Lynch. Servicing Portfolio: \$45.3 billion (7/31/06)
- Lehman Brothers UPB \$10.073 billion (6/20/07)

Rating Agency Servicer Ratings

	Sub Prime Residential	Special Servicing	Alt-A
Fitch Ratings	RPS2	RSS2-	RPS2
Moody's	SQ1-	SQ2+	
S&P	Above Average	Above Average	

Servicing – Surveillance

Portfolio Monitoring

◆ Clayton Fixed Income Services (f/k/a The MurrayHill Company)

Based in Denver, Colorado, Clayton Fixed Income Services provides credit risk management for residential mortgage backed securities on behalf of third party investors. The company utilizes proprietary loss mitigation strategies and provide recommendations to the master servicer and the servicers regarding certain delinquent and defaulted mortgage loans in order to decrease the realized losses and to increase the actual cash recoveries of servicer and trustee errors. Clayton / MurrayHill has been acting as portfolio monitor for Lehman Brothers subprime deals since 2000.

◆ RMG (Risk Management Group)

RMG, founded in 2003, works with residential mortgage servicers, trustees, investors and insurers to reduce and eliminate exceptions in loss mitigation. The Company provides creative solutions and early detection of mitigation situations within compliance of the governing PSA. RMG is a portfolio monitor for Lehman subprime deals since 2005

◆ RR Donnelly (f/k/a Office Tiger)

RR Donnelly, Founded in 1999, OfficeTiger is the largest diversified, judgment-based business process outsourcing solution provider which includes services such as loan level due diligence and credit risk management . In April 2006, RR Donnelley, the world's premier full-service provider of print and related services, acquired OfficeTiger. RR Donnelly is another portfolio monitor for Lehman subprime deals.

Servicing - Aurora

Loan Administration Functions and Locations		
<u>Littleton, Colorado</u>	<u>Scottsbluff, Nebraska</u>	<u>Mumbai, India</u>
Cash Management	Administrative Office	Assignments
Default Management: Bankruptcy Default Surveillance Foreclosure High Risk Assets Home Retention Real Estate Owned (REO)	Customer Service	Correspondence Unit
	Default Management: Collections Default Control Default Reporting Default Sales & Acquisitions Home Retention	Customer Service Research
		Image Validation
		Investor Accounting
		Lien Releases
		New Loan Setup
		Payoffs
Investor Relations	Escrow Administration	Special Loans
Master Servicing	Production Support: Capture Center New Loan Setup Post Closing Final Documents	
	Records Management	
	Sales & Acquisitions	

Servicing - Aurora

- ◆ Subject to Office of Thrift Supervision (OTS) review as Lehman Brothers Bank subsidiary

Portfolio

As of December 31, 2005

- ◆ \$75.2 Billion UPB Primary Serviced
- ◆ 392,484 Loans Primary Serviced
- ◆ \$166.1 Billion UPB Master Serviced
- ◆ 927,574 Loans Master Serviced

As of December 31, 2006

- ◆ \$92.9 Billion UPB Primary Serviced
- ◆ 451,573 Loans Primary Serviced
- ◆ \$191.5 Billion UPB Master Serviced*
- ◆ 1,018,796 Loans Master Serviced*

Staffing

As of December 31, 2005

- ◆ 507 Primary Servicing Employees
- ◆ 68 Production Support Employees
- ◆ 133 Master Servicing Employees

As of December 31, 2006

- ◆ 548 Primary Servicing Employees
- ◆ 198 Production Support Employees
- ◆ 174 Master Servicing Employees

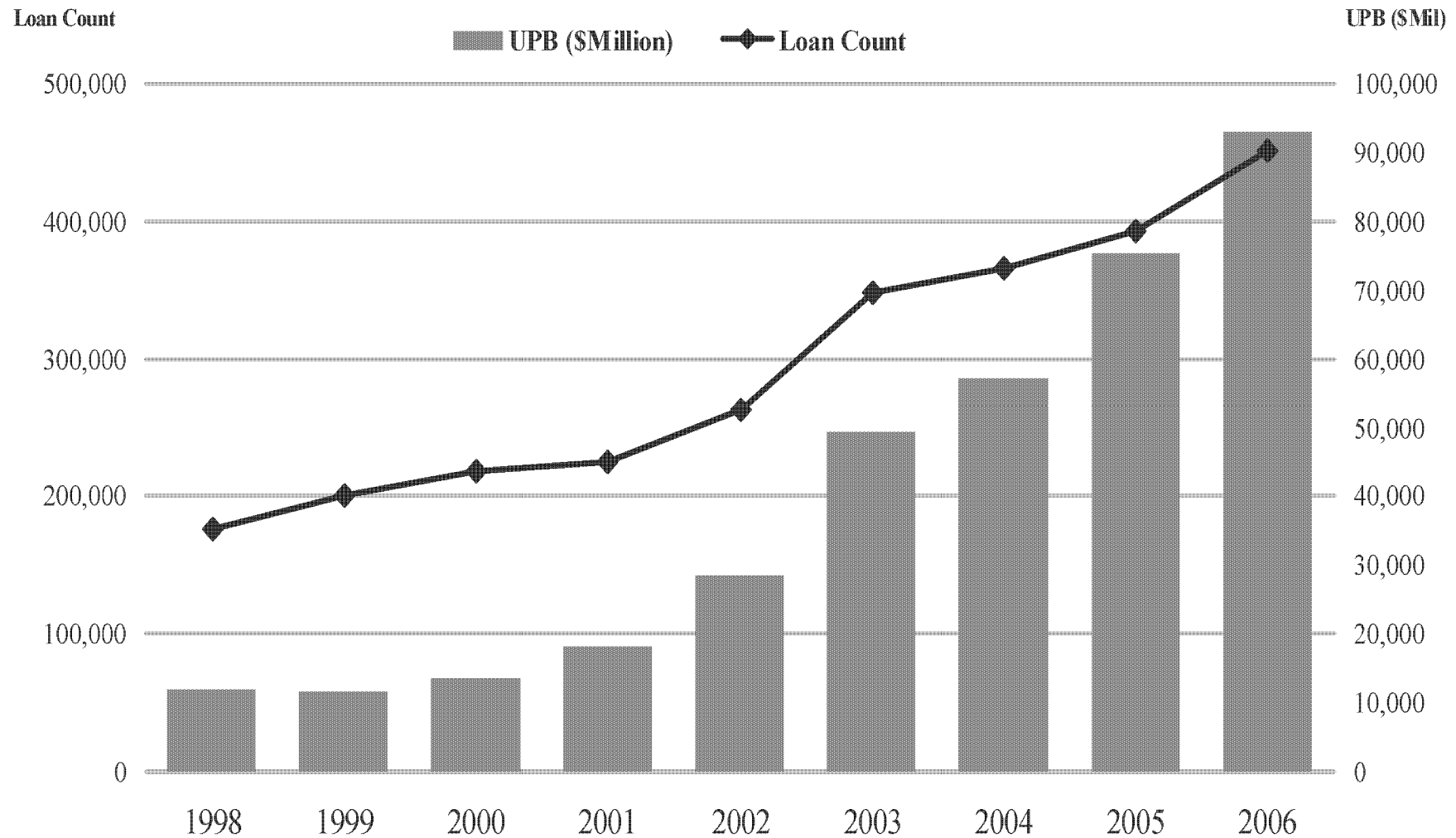
Rating Agency Results

Rating Agency	Primary Servicing 2005	Primary Servicing 2006	Special Servicing 2005	Special Servicing 2006	Subprime Servicing 2005	Subprime Servicing 2006	Master Servicing 2005	Master Servicing 2006
Fitch	RPS2+	RPS2+	RSS2-	RSS2-	Not Applicable	Not Applicable	RMS1-	RMS1-
Moody's	SQ2	SQ2	Not Rated	SQ2-	Not Applicable	Not Applicable	SQ2+	SQ1-
Standard & Poor's	Above Average	Above Average	Average	Average	Average	Average	Above Average	Above Average

* Master Servicing totals include Servicer data through November 30, 2006

Servicing - Aurora

Primary Servicing Portfolio – UPB and Loan Count



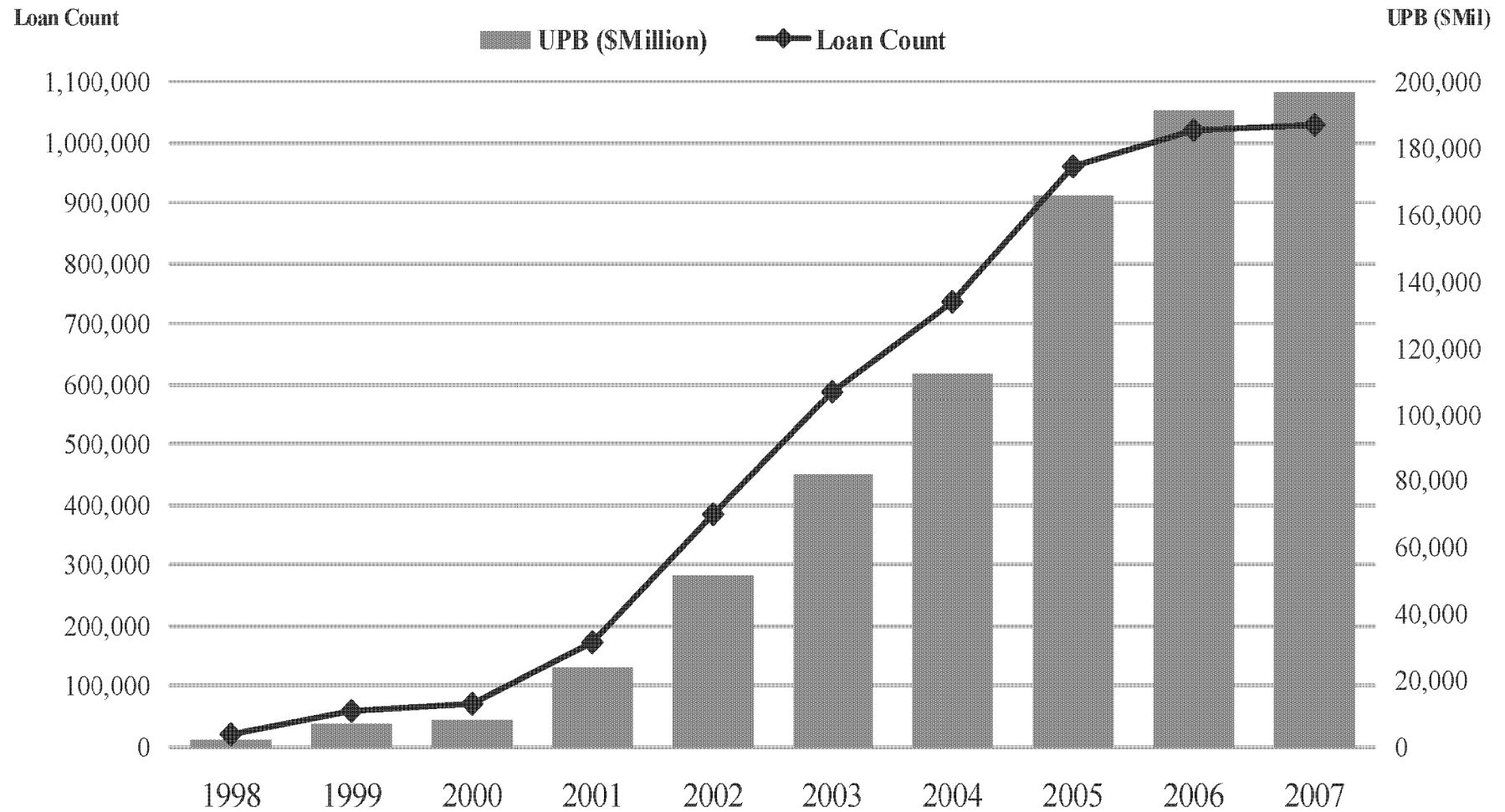
Master Servicing

Statistics and Highlights

- ◆ \$196.7 Billion UPB
- ◆ 1,029,218 Loans
- ◆ 180 Employees
- ◆ 427 Securities
- ◆ Ratings
 - FITCH – RMS1-
 - Moody's – SQ1-
 - Standard and Poor's – Above Average

Master Servicing

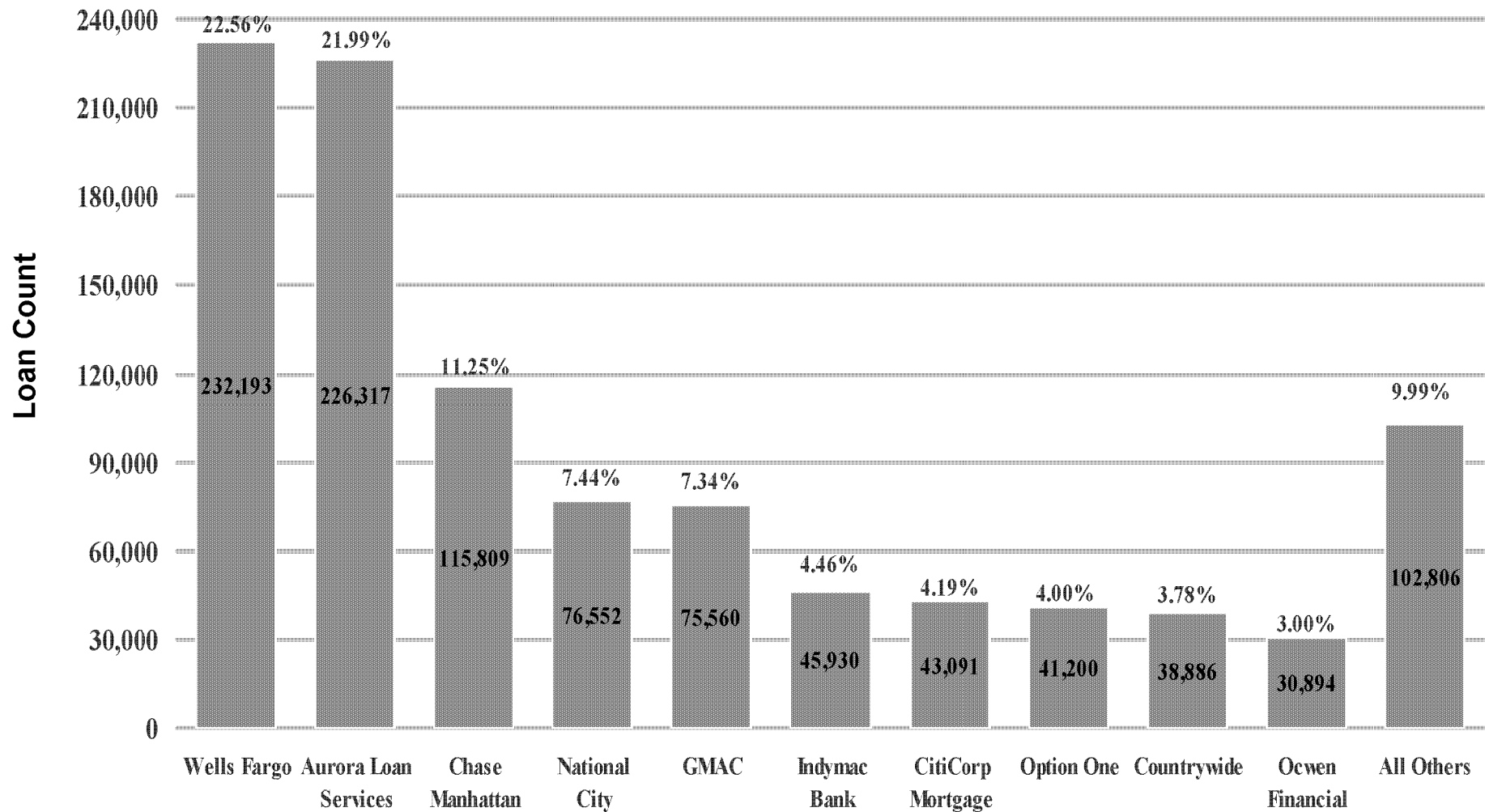
Master Servicing Portfolio – UPB and Loan Count



2007 Total includes Servicer data through February 28, 2007.

Master Servicing

Master Servicing – Top Ten Servicers (as of February 28, 2007)



Credit Risk Management

Credit Risk Management

Overview

- ◆ Site Reviews
- ◆ Default Advisory
- ◆ Default Claims
- ◆ Loss Management
- ◆ Prepayment Penalties
- ◆ LPMI
- ◆ Breach Repurchases
- ◆ Investor Relations

Credit Risk Management

Claims (Loss Management)

- ◆ The Loss Management Claims team is accountable for the following:
 - Utilizing the appropriate Due Diligence Findings and Governing Agreements to establish a claim's validity and materiality
 - Researching and processing Claims when a breach to the Governing Agreements has been identified
 - Ensuring that all assigned Claims are processed according to the Governing Agreements
 - Promptly identifying the appropriate resolution options, then negotiating that resolution with the originator
 - Mitigate losses to the investor in a timely manner
 - Monitor the application of claim funds

Credit Risk Management

Claim Types and Examples (Loss Management)

- ◆ Representations and Warranties – These claims occur when a breach to the Representations and Warranties within the Purchase Agreement is identified. Example: the borrower did not properly disclose all debts when applying for the loan
- ◆ First Payment Default (FPD) – a FPD occurs when the borrower misses any of the first few payments due. The Governing Agreements will define how many payments are protected. The typical remedy for a FPD is a Repurchase
- ◆ Early Payoff Obligations (EPO) – premium recapture on loans that payoff prematurely
- ◆ Prepayment Premium Recovery – claims back to sellers for loans with PPP's sold to Lehman and subsequently securitized, which in the end did not actually have PPP's
- ◆ Servicing – These claims occur when errors made by the primary loan servicer are identified. Example: an improper loan modification

Credit Risk Management

Process (Loss Management)

- ◆ Due Diligence audits the loan for underwriting errors, first party fraud, or servicing mistakes
- ◆ Claims Specialists review the Due Diligence audit findings for validity, materiality, and supporting documentation, as well as determine if a breach of the Representations and Warranties within the appropriate Governing Agreement has occurred
- ◆ Loss Management supervisors and Lehman Trading and Sales review the claim for accuracy and to determine if harm to the investor is expected
- ◆ Claims Specialist notifies the erring party of the claim, negotiates the settlement, and applies the funds received

Credit Risk Management

Resolutions (Loss Management)

- ◆ Repurchase – the party responsible for the breach buys the loan out of the security, covering the total debt
- ◆ Make Whole – the breach has already resulted in a loss, and the trust is indemnified
- ◆ Cure – correct the breach to ensure that it will not prevent normal servicing and liquidation of the loan. Example: a previously unrecorded mortgage is recorded

Repurchase Recoveries – Claim Resolution Trend

Resolved Amt

	Dec 06	Jan 07	Feb 07	Mar 07	Apr 07	May 07	Jun 07	Total
R&W								
Make Whole	\$558,086	\$1,733,658	\$2,530,905	\$1,844,179	\$1,872,624	\$981,402	\$3,770,275	\$13,291,130
Repurchase	\$8,238,009	\$12,631,485	\$6,016,241	\$11,184,603	\$5,185,586	\$10,350,713	\$5,756,487	\$59,363,123
Total R&W	\$8,796,095	\$14,365,143	\$8,547,146	\$13,028,782	\$7,058,210	\$11,332,115	\$9,526,762	\$72,654,253
FPD								
Make Whole	\$354,180	\$13,847,589	\$1,837,457	\$2,316,068	\$15,666	\$2,725,103	\$33,030	\$21,129,091
Repurchase	\$39,788,122	\$224,472,032	\$196,941,949	\$297,158,091	\$212,475,326	\$97,338,931	\$151,386,878	\$1,219,561,330
Total FPD	\$40,142,301	\$238,319,621	\$198,779,406	\$299,474,159	\$212,490,992	\$100,064,034	\$151,419,908	\$1,240,690,421
EPO								
Make Whole	\$286,925	\$2,110,569	\$49,307	\$854,837	\$314,183	\$177,797	\$111,972	\$3,905,591
Repurchase	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Total EPO	\$286,925	\$2,110,569	\$49,307	\$854,837	\$314,183	\$177,797	\$111,972	\$3,905,591
OTHER*								
Make Whole	\$25,588	\$58,558	\$74,421	\$67,258	\$15,120	\$106,063	\$23,414	\$370,421
Repurchase	\$62,076,090	\$1,139,058	\$26,838,107	\$214,571	\$336,185	\$592,720	\$2,110,864	\$93,307,593
Total Other	\$62,101,678	\$1,197,616	\$26,912,527	\$281,828	\$351,305	\$698,782	\$2,134,278	\$93,678,014
Grand Total	\$111,327,000	\$255,992,949	\$234,288,386	\$313,639,607	\$220,214,690	\$112,272,729	\$163,192,920	\$1,410,928,280

Highest ever collection in a single month.

Note(s):

- Resolved amount is equal to the Total Cash Collected. (Claim amount is the Total Amount sought from a client).
 - Mostly the difference arises because of Make Whole claims where the amount collected is not always equal to the claim amount.
- Other* includes Due Diligence Rejects, PPP Recovery and Servicing claims.
- Claim Resolution is defined as Claims resolved in a particular month and excludes concession.
- Make Whole resolution includes reprices.
- Includes Leh 3rd P, Legal, and Servicing claims.

LEHMAN BROTHERS