

BARCLAYS CAPITAL INC.  
200 Park Ave.  
New York, NY 10166

September 19, 2008

VIA TELECOPIER  
AND COURIER

Lehman Brothers Inc.  
Three World Financial Center, 12<sup>th</sup> Floor  
New York, NY 10285-1200  
Attn: Robert H. Bing, Central Funding

With a copy to:  
745 Seventh Avenue  
New York, NY 10019  
Attn: Documentation Manager

With a copy to:  
Lehman Brothers Inc.  
1271 Sixth Avenue  
New York, NY  
Attn: General Counsel

Re: Notice of Repurchase Date  
Notice of Termination

Ladies and Gentlemen:

Reference is made to the Master Repurchase Agreement dated as of July 23, 1998, together with all annexes, confirmations and schedules thereto, and as the same have been amended, supplemented and otherwise modified as of the date first written above (collectively, the "MRA") between Lehman Brothers Inc. ("Lehman" or "you") and Barclays Capital Inc. ("BCI"). Capitalized terms used herein but not defined herein shall have the respective meaning assigned to such terms in the MRA.

You are hereby notified that as a result of the occurrence of an Act of Insolvency relating to Lehman, an Event of Default has occurred and is continuing under paragraph 11(v) of the MRA. As a result of the foregoing, an Event of Default has automatically been declared under paragraph 11(a) of the MRA. The Repurchase Date for each Transaction under the MRA is the date of this notice.

You are further notified, pursuant to paragraph 15(a), that BCI terminates the MRA with immediate effect.

Lehman is further notified that (i) BCI has other rights and remedies under applicable law and the MRA (including but not limited to those rights specified under Paragraphs 11(b), 11(d)(i), 11(g) and 11(h) of the MRA), (ii) all such rights and remedies are hereby reserved and no such rights have been waived, abandoned, discontinued or in any other manner precluded

from exercise, and (iii) the failure to exercise any such right or remedy shall not constitute (or be deemed to constitute) any waiver, abandonment, discontinuation or other preclusion of the exercise thereof or of any other right or remedy of BCI.

This Notice shall be governed by and construed in accordance with the laws of the State of New York.

Very truly yours,

BARCLAYS CAPITAL INC.

By:   
Name: Michael Montgomery  
Title:

Cc: Alan Kaplan, Deputy General Counsel, Americas