

STRATEGIC REO PRICE VERIFICATION

Analysis Date: 8/31/2008

Cost of Funds (1 month LIBOR): 2.486%
 10-year UST: 3.815%

Wtd. Avg. Disc. Rate: 9.76%

1.00

Tab#	MTS	ASSET NAME	City	State	Property Type	Lien	LB Face	Mark	LB Basis	Sr. Lien	Partic. Amount	Total Capital Structure	Current Property Value
1	1US400401	LB FV LLC	Various	Sardinia	Hotel	REO	9.22	100.00	9.22	0.00	0.00	9.22	20.64
2	RG53	Sheraton LW-LP	Cleveland	OH	Hotel	REO	45.62	60.35	27.53	0.00	0.00	27.53	32.95
3	RW23	PCCP/London Sq. Mall	Eau Claire	WI	Retail	REO	0.00	100.00	0.00	0.00	0.00	0.00	2.26
4	TF94	LB HILLS GOLF LLC	Indio	CA	Other	REO	17.63	32.41	5.71	0.00	0.00	5.71	16.30
5	TI22	Harbor Bay Acquisition LLC	Alameda	CA	Land	REO	24.01	64.87	15.58	0.00	0.00	15.58	30.69
6	TI71	Memphis Mall Holdings LLC	Memphis	TN	Land	REO	32.53	22.77	7.41	0.00	0.00	7.41	3.88
7	VD97	LB Maingate Hotel Inc	Kissimmee	FL	Hotel	REO	48.87	65.92	32.22	0.00	0.00	32.22	15.42
8	VH50	LB Tri Valley	Livermore	CA	Land	REO	31.69	0.00	0.00	0.00	0.00	0.00	6.82
9	VL10	LB Feb 2005 Nagog Park Drive	Acton	MA	Office	REO	13.52	77.96	10.54	0.00	0.00	10.54	10.00
10	WC01	LB EASTVIEW CENTER LP	Tyler	TX	SR LIVING	REO	3.74	4.32	0.16	0.00	0.00	0.16	0.65
11	WE283	LB 2080 KALAKAUA LLC WHOLE LOA	Honolulu	HI	Retail	REO	48.37	27.01	13.07	0.00	0.00	13.07	16.10
12	WH4551	PAMI CIGAR FACTORY LLC WHOLE L	Norristown	PA	Multifamily	REO	1.39	12.00	0.17	0.00	0.00	0.17	1.41
13	WH4931	LB JED PROUTY 52 MAIN ST LLC 2	Bucksport	ME	SR LIVING	REO	1.65	20.22	0.33	0.00	0.00	0.33	0.55

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14	WH6094	PAMI Ryan Town Center LLC	Cedar Rapids	0	Office	REO	12.29	76.22	9.36	0.00	0.00	9.36	9.83
15	WH8666	LB QUAIL VALLEY LP WHOLE LOAN	Missouri City	TX	Multifamily	REO	9.62	70.50	6.79	0.00	0.00	6.79	8.48
16	WH8861	Greenwich Place Acquisition LLC	Greenwich	CT	Multifamily	REO	151.48	80.08	121.31	0.00	0.00	121.31	95.59
17	WH8862	Greenwich Place GL Acquisition LLC	Greenwich	CT	Multifamily	REO	9.64	79.52	7.66	0.00	0.00	7.66	7.20
18	WH8863	Greenwich Oaks Acquisition LLC	Greenwich	CT	Multifamily	REO	104.02	80.01	83.23	0.00	0.00	83.23	56.89
19	WH8866	LB Clinton 260 Lake Street LLC	Rouses Point	NY	Other	REO	1.19	93.56	1.12	0.00	0.00	1.12	0.15
20	WH8900	PAMI GRAND OAKS LLC WHOLE LOAN	Charlotte	IN	Multifamily	REO	9.74	69.44	6.77	0.00	0.00	6.77	7.40
21	WH9142	WESTBRAE LLC WHOLE LOAN	Houston	TX	Multifamily	REO	12.59	42.81	5.39	40.00	0.00	45.39	41.40
							588.84	0.62	363.57	40.00	0.00		

Undervaluation treshold	5.00	
Over Valuation treshold	(2.00)	

Current Value P&L Analysis

Watch List

Current Value %LTV	Stabilized Property Value	Stabilized Value %LTV	Assumed Term (years)	Funds Needed	Avail. Proceeds	LB Basis	Pricing Variance	Pricing Variance to Research	Pricing Variance to Report	Remarkd	Resolved
44.7%	20.64	44.7%	0.53	0.00	20.64	20.64	0.00	0.00	0.00	0.00	0.00
83.6%	36.35	78.9%	1.45	1.15	32.95	27.53	5.42	5.42	0.00	0.00	0.00
0.0%	0.15	0.0%	0.52	0.00	2.26	0.00	2.26	0.00	0.00	0.00	0.00
35.1%	17.87	46.6%	0.00	2.82	16.30	5.71	10.59	10.59	0.00	0.00	0.00
50.8%	5.91	393.3%	1.00	7.68	30.69	15.58	15.11	15.11	0.00	0.00	0.00
190.7%	4.15	182.9%	1.33	0.19	3.88	7.41	(3.52)	(3.52)	(3.52)	0.00	0.00
208.9%	25.89	174.8%	2.87	13.04	15.42	32.22	(16.80)	(16.80)	(16.80)	0.00	(16.80)
0.0%	0.00	0.0%	1.00	0.58	6.82	0.00	6.82	6.82	0.00	0.00	0.00
105.4%	10.00	115.1%	0.51	0.97	10.00	10.54	(0.54)	0.00	0.00	0.00	0.00
24.9%	0.65	32.6%	1.66	0.05	0.65	0.16	0.49	0.00	0.00	0.00	0.00
81.2%	18.86	76.6%	1.10	1.38	16.10	13.07	3.03	0.00	0.00	0.00	0.00
11.9%	1.41	11.9%	1.39	0.00	1.41	0.17	1.24	0.00	0.00	0.00	0.00
60.8%	0.55	60.8%	1.33	0.00	0.55	0.33	0.22	0.00	0.00	0.00	0.00

Undervaluation treshold	5.00
Over Valuation treshold	(2.00)

Current Value P&L Analysis

Watch List

Current Value %LTV	Stabilized Property Value	Stabilized Value %LTV	Assumed Term (years)	Funds Needed
95.2%	9.83	95.2%	0.51	0.00
80.0%	8.60	78.9%	2.55	0.00
126.9%	131.37	106.5%	1.81	18.93
106.5%	8.00	95.8%	3.31	0.00
146.3%	86.74	110.0%	3.31	12.63
739.3%	0.20	575.3%	2.00	0.02
91.4%	8.53	78.9%	1.31	0.40
109.6%	45.40	105.2%	1.56	2.39

Avail. Proceeds	LB Basis	Pricing Variance
9.83	9.36	0.47
8.48	6.79	1.69
95.59	121.31	(25.72)
7.20	7.66	(0.46)
56.89	83.23	(26.34)
0.15	1.12	(0.96)
7.40	6.77	0.63
1.40	5.39	(3.99)

Pricing Variance to Research	Pricing Variance to Report	Remarkd	Resolved
0.00	0.00	0.00	0.00
0.00	0.00	0.00	0.00
(25.72)	(25.72)	0.00	(25.72)
0.00	0.00	0.00	0.00
(26.34)	(26.34)	0.00	(26.34)
0.00	0.00	0.00	0.00
0.00	0.00	0.00	0.00
(3.99)	(3.99)	0.00	(3.99)

(76.36) 0.00 (72.84)

Pricing Conclusion	Servicer
<p>No mark-up suggested. The property is a 23-story, 470-room, full service hotel that was built in 1975; initially opening as the Boncourt Hotel and subsequently was branded as a Sheraton. In April 2005, the property was converted to a Crowne Plaza and has a license agreement for operation with Intercontinental Hotel Group through April 2015. The hotel is centrally located at the intersection of East 6th Street and St. Clair Avenue in the Civic Center District of downtown Cleveland. Frangos Group/USA Parking located in Cleveland, Ohio is in negotiations to purchase the Crowne Plaza for \$33 mm. Frangos Group/USA Parking is no longer in negotiations to purchase Cleveland, deal fell through. Continue to monitor.</p>	<p>Trimont</p>
<p>No markup suggested. The subject collateral consists of 36-holes of public championship golf located in Indio, CA. Consolidated asset with no previous impairment. Continue to monitor.</p>	<p>Trimont PCCP</p>
<p>No markup suggested. Property consists of 73.6 acres of land located in Alameda, CA. Business strategy is to develop build to suits and speculative buildings. Currently 33 acres have sold and 40 remain. Construction is ongoing. Continue to monitor.</p>	<p>Trimont</p>
<p>Located directly off the South Loop, this asset provides an assemblage of 95 contiguous acres of land. The site was the home of the former Mall of Memphis, an 891K sf regional mall. The site will be marketed for development. Received LOI from Scott Barton of CBRE for Highwoods. Offer of \$4 million with a 90 day due diligence period and \$50,000 down. Closing is 30 days after diligence ends. Continue to monitor.</p>	<p>Trimont</p>
<p>The property was built as a 567-room hotel in 1985. It is located approximately 1 mile west of the entrance of Walt Disney World. The Certificate of Occupancy is expected to be obtained on floors 4 and 5 by October 1, 2008. In-place value shown by Trimont reflects slower absorption and lower pricing than the LB model. Continue to monitor.</p>	<p>Trimont</p>
<p>No markup suggested. Office and R&D campus located in CA. Office complexes have been sold, and remaining vacant land is being marketed. Continue to monitor.</p>	<p>Trimont</p>
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	<p>Trimont</p>
	<p>Trimont</p>
	<p>Trimont</p>

Pricing Conclusion	Servicer
	0
<p>Greenwich Place, is a 266-unit multi-family development located along the east side of Western Junior Highway, just south of West Putnam Avenue, in the Byram section of Greenwich, Connecticut. This property consists of 22.01 acres of land improved with thirty four buildings and supporting amenities. Strong leasing activity. Signed 13 leases in past few months. Continue to monitor. The Trimont current value does not capture the value of the lease up scenario. The full IRR model reflects a NPV very near the basis. Continue to monitor.</p>	<p>Trimont</p>
<p>Greenwich Oaks, is a 130-unit multi-family development at 219 Weaver Street in the Glenville section of Greenwich, Connecticut. This property consists of 35.52 acres of land improved with twenty buildings and supporting amenities. Occupancy- 38% Leasing effort will begin early 2009 Greenwich Oaks will begin construction in late August, trailing behind Greenwich Place construction by 3 months. Exterior is 95% completed and the remaining 5% is mostly gutter and minor punch work. The Trimont current value does not capture the value of the lease up scenario. The full IRR model reflects a NPV very near the basis. Continue to monitor.</p>	<p>Trimont</p> <p>Trimont</p> <p>Trimont</p>
<p>Properties are a portfolio containing 3 garden style, multifamily properties in Houston, Texas. Continue to monitor.</p>	<p>Trimont</p>

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Tab#	MTS	REO#	Loan#	ASSET NAME	City	State	Property Type	Lien	LB Face	Mark	LB Basis	Sr. Lien	Orig. Date
1	RG53	REO164	000200181N	LB FV LLC	Various	Sardinia	Hotel	REO	9.75	100.00	9.75	0.00	11/30/2005
2	RG53	REO164	000200181N	Sheraton LW-LP	Cleveland	OH	Hotel	REO	45.62	60.35	27.53	0.00	8/1/2001
3	RW23	REO28	RW23	PCCP/London Sq. Mall	Eau Claire	WI	Retail	REO	0.00	100.00	0.00	0.00	11/30/2003
4	SR61	REO22	001208001N	LB MEMPHIS BROWN LLC	Memphis	TN	Hotel	REO	0.00	100.00	0.00	0.00	9/1/2004
5	TB92	REO63	TB92	LB RALEIGH HOTEL LLC	Raleigh	NC	Hotel	REO	0.00	100.00	0.00	0.00	4/13/1998
6	TF94	REO60	000247001N	LB HILLS GOLF LLC	Indio	CA	Other	REO	17.63	32.41	5.71	0.00	9/17/1998
7	TI22	REO100	TI22	Harbor Bay Acquisition LLC	Alameda	CA	Land	REO	24.01	64.87	15.58	1.00	11/30/2003
8	TI71	REO79	000256001N	Memphis Mall Holdings LLC	Memphis	TN	Land	REO	32.53	22.76	7.40	0.00	5/4/1999
9	TM42	REO107	TM42	LB ASTRODOMAIN LLC	Houston	GA	Hotel	REO	0.00	100.00	0.00	0.00	4/30/1999
10	VD97	REO157	000200131N	LB Maingate Hotel Inc	Kissimmee	FL	Hotel	REO	46.80	65.92	30.85	0.00	9/1/2004
11	VH50	REO162	VH50	LB Tri Valley	Oakland	CA	Land	REO	31.69	0.00	0.00	0.00	11/4/2004
12	VL10	REO171	000200211N	LB Feb 2005 Nagog Park Drive	Acton	MA	Office	REO	13.52	77.96	10.54	0.00	3/1/2005
13	WC01	REO184	000200311N	LB EASTVIEW CENTER LP	Tyler	TX	SR LIVING	REO	3.74	4.32	0.16	0.00	12/31/2005

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14	WE283	REO125	200381N	LB 2080 KALAKAUA LLC WHOLE LOA	Honolulu	HI	Retail	REO	48.37	27.01	13.07	0.00	1/31/1997
15	WH4551	REO205	000200441N	PAMI CIGAR FACTORY LLC WHOLE L	Norristown	PA	Multifamily	REO	1.39	12.00	0.17	0.00	1/31/2007
16	WH4931	REO206	WH4931	LB JED PROUTY 52 MAIN ST LLC 2	Bucksport	ME	SR LIVING	REO	1.65	20.22	0.33	0.00	9/28/1998
					Cedar Rapids	MI	Office	REO	12.29	76.22	9.36	0.00	9/30/2006
18	WH8666	REO216	WH8666	LB QUAIL VALLEY LP WHOLE LOAN	Missouri City	TX	Multifamily	REO	9.62	70.50	6.79	0.00	11/01/2007
19	WH8861	REO224	WH8861	Greenwich Place Acquisition LLC	Greenwich	CT	Multifamily	REO	149.68	79.84	119.52	0.00	1/30/2008
20	WH8862	REO224	WH8862	Greenwich Place GL Acquisition LLC	Greenwich	CT	Multifamily	REO	9.64	79.52	7.66	0.00	1/30/2008
21	WH8863	REO224	WH8863	Greenwich Oaks Acquisition LLC	Greenwich	CT	Multifamily	REO	103.62	79.94	82.83	0.00	1/30/2008
					Rouses Point	NY	Other	REO	1.19	93.56	1.12	0.00	1/23/2008
23	WH8881	0	000200631N	PAMI LONGLEAF APARTMENTS LLC W	Lawrenceville	GA	Multifamily	REO	4.22	53.05	2.24	0.00	2/6/2008
24	WH8882	0	001165801N	PAMI VINEYARD APARTMENTS LLC W	Riverdale	GA	Multifamily	REO	5.53	55.72	3.08	0.00	2/6/2008
25	WH8883	0	000200641N	PAMI SOUTHLAKE COVE APARTMENTS	Jonesboro	GA	Multifamily	REO	16.62	57.85	9.61	0.00	2/6/2008
26	WH8900	0	000200661N	PAMI GRAND OAKS LLC WHOLE LOAN	Charlotte	IN	Multifamily	REO	9.74	69.44	6.77	0.00	2/6/2008
					Houston	TX	Multifamily	REO	12.59	58.69	7.39	0.00	#N/A
									611.46	0.62	377.46	1.00	

611.46 0.62 377.46 1.00

1.00

Consol. (Yes/No)?	FAS144 Face	FAS144 Basis	Sr. Debt Future Funding	Partic. Type	Partic. Amount	Partic. Future Funding	Total Capital Structure	Current Property Value	Current Value %LTV	Stabilized Property Value	Stabilized Value %LTV	Stabilized Date	Assumed Term (years)	Funds Needed
Y	366.19	329.36	0.00		0.00	0.00	9.75	20.64	47.2%	20.64	47.2%	09/01/07	0.53	0.00
Y	13.85	8.72	0.00		0.00	0.00	27.53	32.95	83.6%	36.46	77.3%	07/31/09	1.53	0.65
Y	0.73	4.00	0.00	None	0.00	LIBOR	0.00	2.26	0.0%	0.15	0.0%	06/30/08	0.52	0.00
Y	5.42	5.02	0.00		0.00	0.00	0.00	0.00	100.0%	0.00	100.0%		0.00	0.00
Y	21.90	14.72	0.00		0.00	0.00	0.00	0.00	100.0%	0.00	100.0%	07/15/06	0.53	0.00
Y	16.62	4.30	0.00		0.00	0.00	5.71	16.30	35.1%	19.40	42.9%	06/30/11	3.92	3.10
Y	27.51	24.83	4.63	None	0.00	0.00	16.58	30.69	54.0%	5.91	410.2%	06/30/08	1.00	7.68
Y	32.47	8.29	0.00		0.00	0.00	7.40	3.96	187.1%	4.47	170.0%	12/31/08	1.42	0.19
Y	25.96	25.86	0.00		0.00	0.00	0.00	0.00	100.0%	0.00	100.0%	01/00/00	0.53	0.00
Y	6.48	0.65	0.00		0.00	0.00	30.85	34.02	90.7%	65.73	122.2%	12/31/10	2.95	49.44
Y	48.46	12.00	0.00	None	0.00	0.00	0.00	6.82	0.0%	0.00	0.0%	06/30/08	1.00	0.58
Y	22.14	17.38	0.00		0.00	0.00	10.54	10.00	105.4%	10.00	115.1%	12/31/08	0.93	0.97
Y	3.74	0.16	0.00		0.00	0.00	0.16	0.65	24.9%	0.65	32.6%	04/30/09	1.75	0.05

1.00

Y	47.88	9.66	0.00		0.00	0.00	13.07	18.20	71.8%	21.07	69.9%	12/31/08	0.94	1.66
Y	1.39	0.17	0.00		0.00	0.00	0.17	1.41	11.9%	1.41	11.9%	07/31/09	1.48	0.00
Y	1.65	0.33	0.00		0.00	0.00	0.33	0.55	60.8%	0.55	60.8%	04/30/08	1.00	0.00
Y	12.29	9.36	0.00	None	0.00	0.00	9.36	9.83	95.2%	9.83	95.2%	01/00/00	0.51	0.00
Y	9.62	6.79	0.00		0.00	0.00	6.79	8.48	80.0%	8.60	78.9%	09/26/10	2.64	0.00
Y	142.93	113653.30	0.00		0.00	0.00	119.52	98.36	121.5%	131.75	107.3%	12/31/09	1.90	22.19
Y	9.64	7664.49	0.00		0.00	0.00	7.66	7.20	106.5%	8.00	95.8%	06/30/11	3.39	0.00
Y	101.49	80706.10	0.00		0.00	0.00	82.83	63.39	130.7%	86.69	110.7%	06/30/11	3.39	13.56
Y	1.19	1115.01	0.00		0.00	0.00	1.12	0.53	209.0%	0.58	193.6%	12/31/08	1.42	0.00
Y	4.22	2.24	0.00		0.00	0.00	2.24	3.60	62.2%	3.60	62.2%	08/31/08	0.56	0.00
Y	5.53	3.21	0.00		0.00	0.00	3.08	4.00	77.0%	4.00	77.0%	08/31/08	0.56	0.00
Y	16.62	10.01	0.00		0.00	0.00	9.61	12.30	78.2%	12.30	78.2%	08/31/08	0.56	0.00
Y	9.74	6.77	0.00		0.00	0.00	6.77	7.40	91.4%	8.10	83.5%	06/30/09	1.39	0.30
Y	#N/A	#N/A	0.00	None	0.00	0.00	7.39	7.76	95.2%	7.76	95.2%	01/00/00	0.48	0.00

4.63 0.00 0.00

Undervaluation treshold	5.00
Over Valuation treshold	(2.00)

Current Value P&L Analysis

Stabilized Value P&L Analysis

Watch List

Capital Reserve Available	TTM Normal. NOI	Annual Carry Charge	Avail. Proceeds	LB Basis	Pricing Variance	Leverage Flag (Y/N)	prop score #1	prop score #2	prop score	levgd disc rate	unlevgd disc rate	comb disc rate	Discount Rate	PV	LB Basis	Stabilized Under/ (Over) Valuation	Pricing Variance to Research
0.00	0.00	(0.03)	20.64	20.64	0.00	N	7	0	7	0	0.1235	0.1235	12.4%	19.33	9.75	9.59	0.00
0.00	0.00	(0.09)	32.95	27.53	5.42	N	7	0	7	0	0.1235	0.1235	12.4%	29.66	27.53	2.13	5.42
0.00	0.00	(0.00)	2.26	0.00	2.26	N	1	0	1	0	0.0839	0.0839	8.4%	0.15	0.00	0.15	0.00
0.00	0.00	(0.00)	0.00	0.00	0.00	N	7	0	7	0	0.1235	0.1235	12.4%	0.00	0.00	(0.00)	0.00
0.00	0.00	(0.00)	0.00	0.00	0.00	N	7	0	7	0	0.1235	0.1235	12.4%	0.00	0.00	(0.00)	0.00
0.49	0.00	(0.02)	16.30	5.71	10.59	N	0	8	8	0	0.125	0.125	12.5%	10.32	5.71	4.60	10.59
0.00	0.00	(0.05)	29.69	15.58	14.11	Y	0	9	9	0.24	0	0.24	24.0%	0.00	15.58	(15.58)	14.11
0.00	0.00	(0.03)	3.96	7.40	(3.45)	N	0	9	9	0	0.18	0.18	18.0%	3.32	7.40	(4.08)	(3.45)
0.00	0.00	(0.00)	0.00	0.00	0.00	N	7	0	7	0	0.1235	0.1235	12.4%	0.00	0.00	(0.00)	0.00
0.00	0.00	(0.11)	34.02	30.85	3.17	N	7	0	7	0	0.1235	0.1235	12.4%	11.33	30.85	(19.52)	0.00
0.00	0.00	(0.00)	6.82	0.00	6.82	N	0	9	9	0	0.18	0.18	18.0%	0.00	0.00	(0.00)	6.82
0.00	0.00	(0.04)	10.00	10.54	(0.54)	N	2	0	2	0	0.0893	0.0893	8.9%	8.31	10.54	(2.22)	0.00
0.00	0.00	(0.00)	0.65	0.16	0.49	N	0	8	8	0	0.125	0.125	12.5%	0.48	0.16	0.32	0.00

Undervaluation treshold	5.00
Over Valuation treshold	(2.00)

Current Value P&L Analysis

Stabilized Value P&L Analysis

Watch List

0.00	0.00	(0.05)	18.20	13.07	5.13	N	1	0	1	0	0.0839	0.0839	8.4%	17.94	13.07	4.87	5.13	
0.00	0.00	(0.00)	1.41	0.17	1.24	N	4	0	4	0	0.0816	0.0816	8.2%	1.25	0.17	1.08	0.00	
0.00	0.00	(0.00)	0.55	0.33	0.22	N	0	8	8	0	0.125	0.125	12.5%	0.49	0.33	0.15	0.00	
0.00	0.00	(0.03)	9.83	9.36	0.47	N	2	0	2	0	0.0893	0.0893	8.9%	9.40	9.36	0.03	0.00	
0.00	0.00	(0.02)	8.48	6.79	1.69	N	4	0	4	0	0.0816	0.0816	8.2%	6.94	6.79	0.16	0.00	
0.39	0.00	(0.41)	98.36	119.52	(21.16)	N	4	0	4	0	0.0816	0.0816	8.2%	94.23	119.52	(25.29)	(21.16)	
0.00	0.00	(0.03)	7.20	7.66	(0.46)	N	4	0	4	0	0.0816	0.0816	8.2%	6.07	7.66	(1.59)	0.00	
0.41	0.00	(0.29)	63.39	82.83	(19.44)	N	4	0	4	0	0.0816	0.0816	8.2%	55.80	82.83	(27.03)	(19.44)	
0.00	0.00	(0.00)	0.53	1.12	(0.58)	N	0	8	8	0	0.125	0.125	12.5%	0.48	1.12	(0.63)	0.00	
0.00	0.00	(0.01)	3.60	2.24	1.36	N	4	0	4	0	0.0816	0.0816	8.2%	3.44	2.24	1.20	0.00	
0.00	0.00	(0.01)	4.00	3.08	0.92	N	4	0	4	0	0.0816	0.0816	8.2%	3.82	3.08	0.74	0.00	
0.00	0.00	(0.03)	12.30	9.61	2.69	N	4	0	4	0	0.0816	0.0816	8.2%	11.75	9.61	2.14	0.00	
0.30	0.00	(0.02)	7.40	6.77	0.63	N	4	0	4	0	0.0816	0.0816	8.2%	7.23	6.77	0.47	0.00	
0.00	0.00	(0.03)	7.76	7.39	0.37	N	4	0	4	0	0.0816	0.0816	8.2%	7.46	7.39	0.07	0.00	



Pricing Variance to Report	Remarked	Resolved	Pricing Conclusion	Servicer	Wtd Basis	Wtd LB Px	Wtd Mkt Px	Wtd Basis by property	Wtd LB Px by Property	Wtd LB Px by Property	Wtd Current LTV
0.00	0.00	0.00		Trimont	0.03	2.58	5.30	0.14	14.31	29.34	0.01
			No mark-up suggested. The property is a 23-story, 470-room, full service hotel that was built in 1975; initially opening as the Boncourt Hotel and subsequently was branded as a Sheraton. In April 2005, the property was converted to a Crowne Plaza and has a license agreement for operation with Intercontinental Hotel Group through April 2015. The hotel is centrally located at the intersection of East 6th Street and St. Clair Avenue in the Civic Center District of downtown Cleveland. Frangos Group/USA Parking located in Cleveland, Ohio is in negotiations to purchase the Crowne Plaza for \$33 mm. Frangos Group/USA Parking is no longer in negotiations to purchase Cleveland, deal fell through. Continue to monitor.	Trimont	0.07	4.40	5.00	0.40	24.39	27.73	0.06
0.00	0.00	0.00		PCCP	0.00	0.00	0.32	0.00	0.00	9.20	0.00
0.00	0.00	0.00		Trimont	0.00	0.00	0.00	0.00	0.00	0.00	0.00
0.00	0.00	0.00		Trimont	0.00	0.00	0.00	0.00	0.00	0.00	0.00
			No markup suggested. The subject collateral consists of 36-holes of public championship golf located in Indio, CA. Consolidated asset with no previous impairment. Continue to monitor.	Trimont	0.02	0.49	1.14	0.84	27.12	63.16	0.01
			No markup suggested. Property consists of 73.6 acres of land located in Alameda, CA. Business strategy is to develop build to suits and speculative buildings. Currently 33 acres have sold and 40 remain. Construction is ongoing. Continue to monitor.	Trimont	0.04	2.68	2.55	0.68	43.97	41.90	0.02
(3.45)	0.00	(3.45)	Located directly off the South Loop, this asset provides an assemblage of 95 contiguous acres of land. The site was the home of the former Mall of Memphis, an 891K sf regional mall. The site will be marketed for development. Received LOI from Scott Barton of CBRE for Highwoods. Offer of \$4 million with a 90 day due diligence period and \$50,000 down. Closing is 30 days after diligence ends. In discussion with business for potential mark adjustment. Continue to monitor.	Trimont	0.02	0.45	0.22	0.32	7.33	3.60	0.04
0.00	0.00	0.00		Trimont	0.00	0.00	0.00	0.00	0.00	0.00	0.00
0.00	0.00	0.00		Trimont	0.08	5.39	3.96	0.45	29.85	21.94	0.07
			No markup suggested. Office and R&D campus located in CA. Office complexes have been sold, and remaining vacant land is being marketed. Continue to monitor.	Trimont	0.00	0.00	0.00	0.00	0.00	0.00	0.00
0.00	0.00	0.00		Trimont	0.03	2.18	1.89	0.53	41.28	35.87	0.03
0.00	0.00	0.00		Trimont	0.00	0.00	0.01	0.33	1.41	4.94	0.00



			No markup suggested. King Kalakaua Plaza (K-1) is a 74,316 square foot, Class A, four-story retail center completed in 1997 and located in the central Waikiki area on the island of Oahu, Hawaii. Trimont has recommended to Lehman that the property listed for sale immediately. Lehman approached Belrad about purchasing both this asset and the K-3 land which is undergoing a zone change to residential high-rise. Belrad is finalizing its due diligence for the buy out offer to Lehman, which would be at 2 prices, one with A&F in place as a tenant and one without. We were informed that they expected to submit it by 7-11-08. There is negative current value if Nike remains in control of the property with the co-tenancy clause. Continue to monitor.																	
0.00	0.00	0.00		Trimont	0.03	0.94	1.29	1.00	27.01	37.36	0.02									
0.00	0.00	0.00		Trimont	0.00	0.01	0.04	0.00	0.01	0.06	0.00									
0.00	0.00	0.00		Trimont	0.00	0.02	0.03	0.67	13.63	21.12	0.00									
0.00	0.00	0.00			0.02	1.89	1.94	0.47	35.87	36.82	0.02									
0.00	0.00	0.00		Trimont	0.02	1.27	1.44	0.03	1.94	2.21	0.01									
(21.16)	0.00	(21.16)	Greenwich Place, is a 266-unit multi-family development located along the east side of Western Junior Highway, just south of West Putnam Avenue, in the Byram section of Greenwich, Connecticut. This property consists of 22.01 acres of land improved with thirty four buildings and supporting amenities. Strong leasing activity. Signed 13 leases in past 2 months. In discussion with the business for potential mark adjustment. Continue to monitor.	Trimont	0.32	25.28	20.37	0.49	38.78	31.25	0.38									
0.00	0.00	0.00		Trimont	0.02	1.61	1.40	0.03	2.48	2.14	0.02									
(19.44)	0.00	(19.44)	Greenwich Oaks, is a 130-unit multi-family development at 219 Weaver Street in the Glenville section of Greenwich, Connecticut. This property consists of 35.52 acres of land improved with twenty buildings and supporting amenities. Occupancy- 38% Leasing effort will begin early 2009 Greenwich Oaks will begin construction in late August, trailing behind Greenwich Place construction by 3 months. Exterior is 95% completed and the remaining 5% is mostly gutter and minor punch work. In discussion with the business for potential mark adjustment. Continue to monitor.	Trimont	0.22	17.54	12.62	0.34	26.91	19.36	0.29									
0.00	0.00	0.00		Trimont	0.00	0.28	0.13	0.16	15.27	6.96	0.01									
0.00	0.00	0.00		Trimont	0.01	0.31	0.49	0.01	0.48	0.76	0.00									
0.00	0.00	0.00		Trimont	0.01	0.45	0.58	0.01	0.70	0.89	0.01									
0.00	0.00	0.00		Trimont	0.03	1.47	1.84	0.04	2.26	2.83	0.02									
0.00	0.00	0.00		Trimont	0.02	1.24	1.35	0.03	1.91	2.06	0.02									
0.00	0.00	0.00		Trimont	0.02	1.15	1.18	0.03	1.76	1.82	0.02									
(44.04)	0.00	(44.04)				71.63	65.09				1.07									

10%
decline

20%
decline

Wtd Stab LTV Wtd Disc Rate
0.01 0.00

PrevMo	Variance
0.00	0.00
5.09	(0.33)
2.26	0.00
0.00	0.00
0.00	0.00
14.79	4.20
14.11	0.00
0.61	4.06
0.00	0.00
0.10	0.00
6.82	0.00
(0.54)	0.00
0.49	0.00

0.06 0.01
0.00 0.00
0.00 0.00
0.00 0.00

0.01 0.00

0.17 0.01

0.03 0.00
0.00 0.00
0.10 0.01

- 0.00
0.03 0.00
0.00 0.00

CurVal	StabVal
8.83	7.65
2.12	(0.89)
2.03	0.13
(0.00)	(0.00)
(0.00)	(0.00)
8.96	3.41
11.04	(15.58)
(3.84)	(4.43)
(0.00)	(0.00)
(0.23)	(24.09)
6.14	(0.00)
(1.54)	(3.14)
0.42	0.27

CurVal	StabVal
6.77	15.47
(1.17)	23.62
1.80	(27.41)
(0.00)	(0.00)
(0.00)	(0.00)
7.33	7.94
7.97	(5.71)
(4.24)	(12.95)
(0.00)	(7.40)
(3.63)	2.19
5.46	(30.85)
(2.54)	6.47
0.36	(10.16)

**STRATEGIC REO
Pricing Summary
As of August 31, 2008**

	% By Type	Current Balance	Cash @ Risk	Annualized NOI	Net Interest	Net Avail. Proceeds	Discounted Value	Return on Equity	Lehman Price	Market Price
Retail	8.2%	48.37	13.07	0.00	(0.05)	18.36	16.09	0.0%	27.01	42.31
Office	4.4%	25.80	19.90	0.00	(0.07)	19.83	18.02	0.0%	77.14	73.31
Hotel	17.6%	103.72	68.97	0.00	(0.24)	69.01	57.83	0.0%	68.25	67.97
Sr Living	0.9%	5.39	0.50	0.00	(0.00)	1.20	0.95	0.0%	15.04	25.67
Multifamily	50.7%	298.50	231.32	0.00	(0.80)	178.38	178.89	0.0%	78.53	60.43
Land	15.0%	88.23	22.98	0.00	(0.08)	41.39	3.12	0.0%	51.31	46.78
Industrial	0.0%	0.00	0.00	0.00	0.00	0.00	0.00	0.0%	-	-
Telecom	0.0%	0.00	0.00	0.00	0.00	0.00	0.00	0.0%	-	-
Other	3.2%	18.82	6.83	0.00	(0.02)	16.45	0.14	0.0%	42.39	40.67
	100.0%	588.84	363.57	0.00	(1.25)	344.62	275.04	0.0%	72.17	60.63

KORPACZ SURVEY
2008:Q2

Cost of Funds (1 month LIBOR): **2.49%**
10-year UST: **3.82%**

	1		2		3		4		5		6		7		8		9	
	<u>Retail</u>		<u>Office</u>				<u>Residential</u>		<u>Industrial</u>		<u>Hotel</u>				<u>Other/Sr Living/Land</u>			
	<u>Reg Mall</u>	<u>Strip Ctr</u>	<u>CBD</u>		<u>Suburb</u>		<u>low</u>	<u>high</u>	<u>low</u>	<u>high</u>	<u>low</u>	<u>high</u>	<u>Full Svc</u>		<u>Limited Svc</u>	<u>Ltd Svc</u>	<u>low</u>	<u>high</u>
	low	high	low	high	low	high	low	high	low	high	low	high	low	high	low	high	low	high
Unleveraged Disc Rate (IRR)																		
Range	7.00%	11.00%	6.00%	10.00%	6.00%	11.00%	7.00%	12.50%	6.00%	10.50%	5.50%	10.00%	9.25%	14.00%	10.00%	18.00%	10.00%	18.00%
Average	8.72%	11.00%	8.39%		8.04%		8.93%	12.50%	8.16%		7.68%	10.00%	10.84%		12.35%		12.50%	18.00%
Leveraged Disc Rate (IRR)																		
Range	7.03%	20.37%	3.70%	17.03%	3.70%	20.37%	7.03%	25.37%	3.70%	18.70%	2.03%	17.03%	12.65%	24.52%	13.77%	33.77%	8.00%	24.00%
Average	12.77%		11.67%		10.50%		13.47%	25.37%	10.90%		9.30%	17.03%	16.62%		19.65%		13.00%	24.00%
Overall Cap Rate (OAR)																		
Range	5.00%	9.50%	5.80%	9.00%	4.50%	10.00%	5.00%	10.50%	3.50%	8.00%	5.00%	8.50%	6.00%	10.50%	6.50%	14.00%	6.50%	14.00%
Average	6.68%		7.32%		6.68%		7.28%	10.50%	5.75%		6.56%	8.50%	8.33%		9.58%		9.58%	14.00%
Residual Cap Rate																		
Range	6.00%	10.00%	6.00%	10.00%	6.00%	10.00%	6.00%	11.00%	4.50%	8.50%	5.50%	8.50%	6.00%	11.00%	7.00%	14.00%	7.00%	14.00%
Average	7.38%		7.85%		7.53%		7.94%	11.00%	6.69%		7.18%	8.50%	9.08%		10.04%		10.04%	14.00%
Leverage																		
Max LTV	70%		70%		70%		70%		70%		70%		60%		60%		50%	
Pricing (bp over LIBOR)	450		450		450		450		450		450		450		500			
All-in Rate	6.99%		6.99%		6.99%		6.99%		6.99%		6.99%		6.99%		7.49%		12.00%	
Average Marketing Time																		
Range (months)	3	12	2	12	2	12	2	9	1	12	1	12	2	12	3	10	3	12
Average (months)	7		6		6		6	9	6		6	12	6		6		12	12

MTS	ASSET NAME	REL .	Review (R/UR/TBR/SR/PAID)	Loan .	Type
1US400401	LB FV LLC	RELP717	r	000200361N	Single Asset REO
RG53	Sheraton LW-LP	REO164	r	000200181N	Single Asset REO
RW23	PCCP/London Sq. Mall	REO28	r	RW23	Single Asset REO
TF94	LB HILLS GOLF LLC	REO60	r	000247001N	Single Asset REO
TI22	Harbor Bay Acquisition LLC	REO100	r	TI22	Single Asset REO
TI71	Memphis Mall Holdings LLC	REO79	r	000256001N	Single Asset REO
VD97	LB Maingate Hotel Inc	REO157	r	000200131N	Single Asset REO
VH50	LB Tri Valley	REO162	r	VH50	Single Asset REO
VL10	LB Feb 2005 Nagog Park Drive	REO171	r	000200211N	Single Asset REO
WC01	LB EASTVIEW CENTER LP	REO184	r	000200311N	Single Asset REO
WE283	LB 2080 KALAKAUA LLC WHOLE LOA	REO125	r	200381N	Single Asset REO
WH4551	PAMI CIGAR FACTORY LLC WHOLE L	REO205	r	000200441N	Single Asset REO
WH4931	LB JED PROUTY 52 MAIN ST LLC 2	REO206	r	WH4931	Single Asset REO
WH6094	PAMI Ryan Town Center LLC	REO215	nr	WH6094	Single Asset REO
WH8666	LB QUAIL VALLEY LP WHOLE LOAN	REO216	r	WH8666	Single Asset REO
WH8861	Greenwich Place Acquisition LLC	REO224	r	WH8861	Single Asset REO
WH8862	Greenwich Place GL Acquisition LLC	REO224	r	WH8862	Single Asset REO
WH8863	Greenwich Oaks Acquisition LLC	REO224	r	WH8863	Single Asset REO
WH8866	LB Clinton 260 Lake Street LLC	REO226	r	WH8866	Single Asset REO
WH8900	PAMI GRAND OAKS LLC WHOLE LOAN	0	r	000200661N	Single Asset REO
WH9142	WESTBRAE LLC WHOLE LOAN	0	r	WH9142	Single Asset REO

LB Deal Manager	Property City	Property State	Property Zip Code	PPRCode	Property Type	Lien	Loan Status
Cho	Various	Sardinia	I-09010	ZPPR HOT	Hotel	REO	REO
Flannery	Cleveland	OH	44114	CLEV HOT	Hotel	REO	REO
Cho	Eau Claire	WI	0	MINN RET	Retail	REO	Performing
Turner	Indio	CA	92201	INLA OTHER	Other	REO	REO
Visone	Alameda	CA	0	EAST LAND	Land	REO	0
Cho	Memphis	TN	38118	MEMP LANDR	Land	REO	REO
Flannery	Kissimmee	FL	34747	ORLA HOT	Hotel	REO	REO
Cho	Livermore	CA	0	EAST LAND	Land	REO	0
Brogan	Acton	MA	1718	BOST OFF	Office	REO	REO
Brogan	Tyler	TX	75702	OKLA OTHER	SR LIVING	REO	REO
Sheid	Honolulu	HI	96815	HONO RET	Retail	REO	REO
Brogan	Norristown	PA	19401	ZPPR APT	Multifamily	REO	REO
Brogan	Bucksport	ME	4416	ZPPR OTHER	SR LIVING	REO	REO
Brogan	Cedar Rapids		0	0 SALT OFF	Office	REO	0
Brogan	Missouri City	TX	77459	HOUS APT	Multifamily	REO	REO
Schoenherr	Greenwich	CT	6830	STAM APT	Multifamily	REO	REO
Schoenherr	Greenwich	CT	6830	STAM APT	Multifamily	REO	REO
Schoenherr	Greenwich	CT	6831	STAM APT	Multifamily	REO	REO
Brogan	Rouses Point	NY	12979	ZPPR OTHER	Other	REO	REO
Brogan	Charlotte	IN	46220	CHAR APT	Multifamily	REO	REO
Westfahl	Houston	TX	77020	HOUS APT	Multifamily	REO	REO

Accrual Margin	Accrual Rate	Account Balances As Of Date	Current Legal Balance	Future Funding Committed
0	0	8/5/2008	9223646.119	0
0	0	8/5/2008	45624889.37	500000
0	0.0311	7/31/2008	1	0
0	0	8/5/2008	17632060.38	0
0	0	7/31/2008	24013413.66	0
0	0	8/5/2008	32527838.84	0
0	0	8/5/2008	48869762	0
0	0	7/31/2008	31689353.31	0
0	0	8/5/2008	13516292.65	0
0	0	8/5/2008	3740870.77	0
0	0	8/5/2008	48374775.2	0
0	0	8/5/2008	1393159.69	0
0	0	8/5/2008	1652603.36	0
0	0	12:00:00 AM	12286263.95	0
0	0	8/5/2008	9624500	0
0	0	8/5/2008	151480998.3	0
0	0	8/5/2008	9638677.58	0
0	0	8/5/2008	104019417.9	0
0	0	8/5/2008	1191798.79	0
0	0	8/5/2008	9744516.29	0
0	0.13	8/5/2008	12594627.34	0

Deferred Interest Amount	Deferred Fees Amount	Current Equity Kicker	Stabilized Equity Kicker	MARK	LEHMAN MTM BASIS
0	0	0	0	100	9223641.904
0	0	0	0	60.34562	27532622.36
0	0	0	0	100	1
0	0	0	0	32.412385	5714971.29
0	0	0	0	64.8738448	15578424.71
0	0	0	0	22.766649	7405498.9
0	0	0	0	65.92099	32215430.92
0	0	0	0	0.0000001	0.03
0	0	0	0	77.9622058	10537599.89
0	0	0	0	4.32109	161646.39
0	0	0	0	27.0142	13068058.52
0	0	0	0	11.99817	167153.67
0	0	0	0	20.2196	334149.79
0	0	0	0	76.22229	9364871.74
0	0	0	0	70.49979	6785252.29
0	0	0	0	80.083935	121311944.3
0	0	0	0	79.51807605	7664490.97
0	0	0	0	80.014537	83230655.59
0	0	0	0	93.55665	1115007.02
0	0	0	0	69.441207	6766709.73
0	0	0	0	42.808654	5391590.44

FACE (from MTS Table)	Origination Date	Maturity Date	Extension Date	Current Property Value	Stabilized Property Value
9223646.119	11/21/2005	12:00:00 AM	12:00:00 AM	1	1
45624889.37	8/1/2001	9/1/2005	12:00:00 AM	32950000	36350000
1	9/1/1998		12:00:00 AM	2255555.556	154350
17632060.38	9/17/1998	10/1/2001	12:00:00 AM	16300000	17867167.06
24013413.66	7/31/2002	12:00:00 AM	12:00:00 AM	30690333	5913780.6
32527838.84	5/4/1999	6/1/2002	12:00:00 AM	3884284.31	4153177.628
48869762	10/20/2000	11/1/2000	12:00:00 AM	15418348	25886147.46
31689353.31	6/14/2002	12:00:00 AM	12:00:00 AM	6820189	0
13516292.65	5/15/2001	9/1/2004	12:00:00 AM	10000000	10000000
3740870.77	11/14/2000	12/1/2026	12:00:00 AM	650000	650000
48374775.2	11/8/2006	12/31/2001	12:00:00 AM	16100000	18860400
1393159.69	10/27/2006	12:00:00 AM	12:00:00 AM	1410000	1410000
1652603.36	1/17/2007	12/31/2007	12:00:00 AM	550000	550000
12286263.95	12:00:00 AM	12:00:00 AM	12:00:00 AM	0	0
9624500	7/23/2003	10/1/1944	12:00:00 AM	8480000	8600000
151480998.3	2/17/2006	3/9/2009	12:00:00 AM	95594788	131367715
9638677.58	2/17/2006	3/9/2009	12:00:00 AM	7200000	8000000
104019417.9	2/17/2006	3/9/2009	12:00:00 AM	56892743	86736215
1191798.79	9/29/2003	12/1/2011	12:00:00 AM	150819	196714
9744516.29	10/28/2004	11/9/2007	12:00:00 AM	7400000	8534999
12594627.34	10/8/2004	11/1/2009	12:00:00 AM	41400000	45400000

Valuation Date	Stabilized Date	Funds Needed To Reach Stabilization	Capital Reserve Available	Servicer	TTM Normalized NOI
9/1/2006	9/1/2007	0	0	Hatfield	0
8/1/2008	7/31/2009	1150000	0	Hatfield	0
7/31/2008	7/31/2008	0	0	PCCP	0
6/1/2008	6/30/2011	2817000.65	208828	Hatfield	0
7/31/2008	7/31/2008	7678592	0	PCCP	0
8/1/2008	12/31/2008	192055.93	0	Hatfield	0
8/1/2008	12/31/2010	13036400	0	Hatfield	0
7/31/2008	7/31/2008	578000	0	PCCP	0
5/5/2008	12/31/2008	968780	0	Hatfield	0
1/5/2008	4/30/2009	50000	0	Hatfield	0
8/1/2008	3/31/2009	1384261	0	Hatfield	0
7/5/2007	7/31/2009	0	0	Hatfield	0
4/5/2005	12/31/2008	0	0	Hatfield	0
12:00:00 AM	12:00:00 AM	0	0	Midland	0
9/26/2007	9/26/2010	0	0	Hatfield	0
8/1/2008	12/31/2009	18929730	376480.74	Hatfield	0
8/1/2008	6/30/2011	0	0	Hatfield	0
8/1/2008	6/30/2011	12626855	408950	Hatfield	0
8/1/2008	8/31/2009	16673	0	Hatfield	0
8/1/2008	6/30/2009	400000	434999	Hatfield	0
8/1/2008	9/30/2009	2390333.333	0	Hatfield	0

Organization	Servicer2
	Hatfield
LB Lincoln Member LLC	Hatfield
David Yeazel	PCCP
Lehman Brothers REO Assets	Hatfield
	0 PCCP
Lehman Brothers REO Assets	Hatfield
Gencom	Hatfield
LB Tri Valley	PCCP
Lehman Brothers	Hatfield
Lehman Brothers	Hatfield
	0 Hatfield
Lehman Brothers	Hatfield
	0 Hatfield
	0 Midland
	0 Hatfield
Antares Real Estate Investment Partners	Hatfield
Antares Real Estate Investment Partners	Hatfield
Antares Real Estate Investment Partners	Hatfield
	0 Hatfield
PAMI	Hatfield
Mark Broxmeyer & Mark Frankel	Hatfield