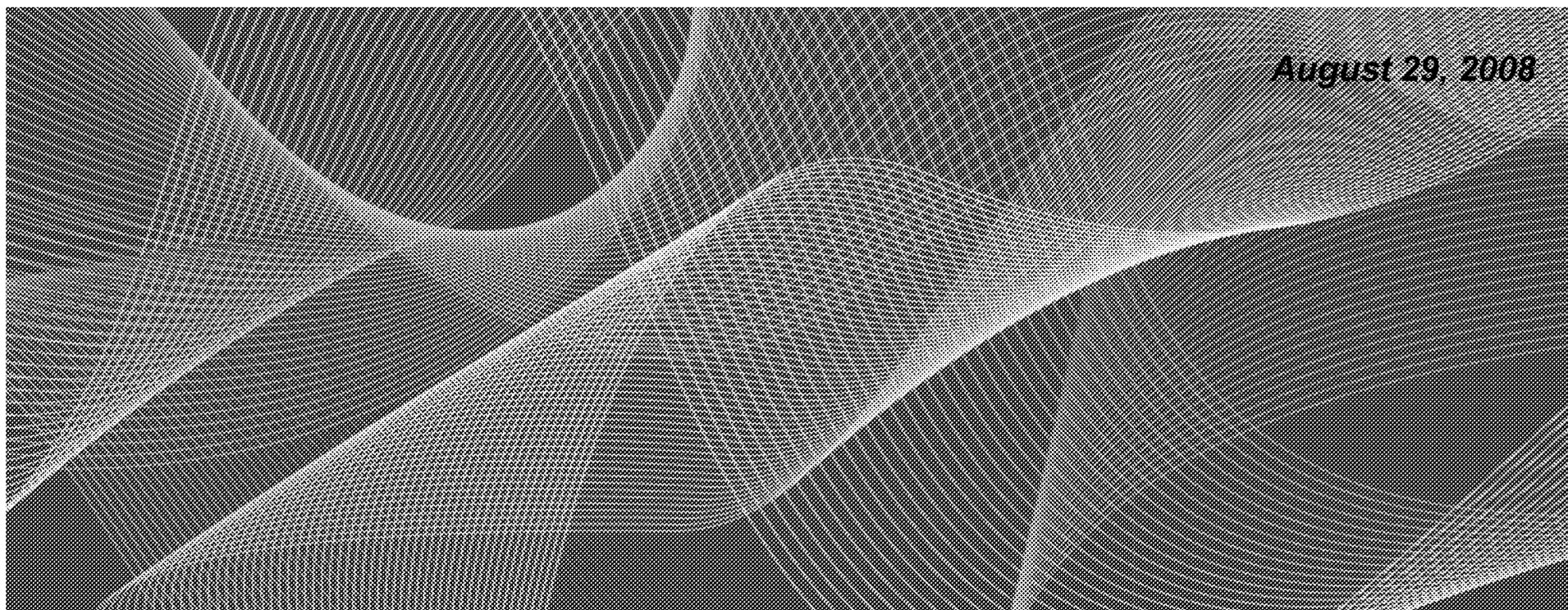


LEHMAN BROTHERS

Balance Sheet and Disclosure Scorecard For Trade Date August 28, 2008



Confidential Presentation

CONFIDENTIAL TREATMENT REQUESTED BY
LEHMAN BROTHERS HOLDINGS, INC.

LBEX-LL 782966

Executive Summary

- The Firm's Net Balance Sheet is \$332.1bn, down \$(9.5bn) from prior day, and is \$6.0bn above quarter end target.
 - Global Rates was down \$(1.8bn) driven by increased Repo105 benefit across all regions.
 - Real Estate was down \$(0.7bn) driven by reductions in net long inventory.
 - Treasury ended down \$(6.5bn) due a decrease of cash at banks.
 - Prime Services ended down \$(0.5bn) driven by a decrease in fails in Liquid Markets Financing and a decrease in Net Long Inventory in Equity Financing partially offset by an increase in Credit Financing.

- The Gross Balance Sheet is \$662.6bn, down \$(45.4bn) from prior day, and is \$24.2bn above quarter end target.

Divisional Target Summary

<i>\$ billions</i>	Net Balance Sheet				Gross Balance Sheet				Cash Capital			
	Q1 2008	Q2 2008	8/28/2008	Target Q3 2008	Q1 2008	Q2 2008	8/28/2008	Target Q3 2008	Q1 2008	Q2 2008	8/22/2008	Target Q3 2008
FID	248	213	205	216	367	281	263	284	101	95	83	83
Equities	49	39	34	35	60	50	41	46	13	12	11	12
CMPS	49	30	31	35	261	209	287	214	5	6	6	5
IMD	14	10	10	9	17	13	13	14	10	8	9	8
Principal	15	10	8	9	17	14	11	13	7	6	6	6
Non Core	23	27	44	22	65	73	48	67	14	16	24	23
Total Assets	397	328	332	326	786	639	663	638	150	143	138	137
Americas	259	215	222	217	526	436	468	438				
Europe	90	77	77	75	193	149	140	142				
Asia	48	36	34	34	67	55	55	58				
Equity ¹	25.7	27.2	33.2	33.2	24.8	26.3	32.3	32.3				
Leverage Ratio	15.4	12.1	10.0	9.8	31.7	24.3	20.5	19.7				

(1) Calculations use Leverage Equity for Net Leverage Ratio and Reported Stock Holders Equity for Gross Leverage Ratio

Scorecard - Global

CONSOLIDATED USD millions	Net Balance Sheet						Tradable Long Inventory at Risk				Gross Balance Sheet						Cash Capital				
	Current	Daily	Target	Variance	Final	Final	Current	Daily	Final	Final	Current	Daily	Target	Variance	Final	Final	Current	Target	Variance	Final	Final
	8/29/2008	Change	Q3'08	Q/E Targ.	Q2'08	Q1'08	8/29/2008	Change	Q2'08	Q1'08	8/29/2008	Change	Q3'08	Q/E Targ.	Q2'08	Q1'08	8/22/2008	Q3'08	Q/E Targ.	Q2'08	Q1'08
Global Rates	48,157	(1,762)	52,500	(4,343)	37,938	52,010	32,089	(2,288)	18,052	27,861	92,988	(2,818)	101,000	(8,012)	88,185	153,966	6,866			10,369	8,367
High Grade Credit	7,769	(279)	8,500	(731)	8,600	11,335	6,637	(246)	7,294	9,834	9,975	(310)	11,000	(1,025)	10,884	14,620	2,811			2,057	2,066
CDO	8,075	(107)	8,000	75	7,619	8,000	2,048	(107)	2,747	3,610	8,186	(116)	9,000	(814)	7,785	8,175	4,278			2,922	4,831
Securitized Products	52,913	224	44,500	8,413	57,435	65,135	35,882	313	40,325	47,017	54,926	462	49,000	5,926	61,292	68,073	12,348			17,068	14,982
Real Estate	53,071	(693)	55,000	(1,929)	58,242	64,968	41,882	(687)	47,521	54,576	53,465	(4,280)	55,000	(1,545)	59,852	65,680	33,723			34,728	42,067
High Yield	10,785	(111)	12,000	(1,215)	15,047	14,598	10,135	(15)	12,968	14,223	11,669	(3)	14,000	(2,341)	16,219	16,205	7,204			9,363	10,646
Municipal Bonds	6,242	(32)	6,000	242	6,047	9,485	2,316	(32)	2,754	3,595	6,621	(33)	6,000	621	6,459	10,231	296			1,214	873
Energy Trading	6,791	(14)	8,000	(1,209)	5,562	3,716	593	(16)	110	145	7,082	(14)	8,000	(918)	5,847	4,002	1,878			1,116	1,004
Foreign Exchange	3,814	22	5,000	(1,186)	4,171	6,348	1,105	22	1,490	2,541	3,827	22	5,000	(1,173)	4,487	6,351	1,146			1,391	2,357
FID Corporate	2,003	0	10,000	(7,997)	2,973	2,244	(1,013)	0	(1,083)	886	8,930	0	18,750	(9,820)	10,237	9,121	9,296			12,498	12,884
FID Corp Loans	2,616	73	3,000	(384)	3,705	3,299	2,616	73	3,705	3,299	2,655	73	3,250	(565)	3,744	3,339	2,477			1,754	
IBD Loans	3,077	67	3,500	(423)	5,559	6,994	3,077	67	5,559	6,994	3,086	67	4,000	(914)	5,567	7,003	490			590	1,125
Total FID Core:	205,314	(2,512)	216,000	(10,686)	212,897	248,130	137,370	(2,916)	141,442	174,372	263,391	(9,958)	284,000	(20,609)	280,559	366,796	82,843	83,000	(157)	95,062	101,231
Total FID Prime Services:	7,608	(158)	5,500	2,108	3,283	11,351	3,504	400	1,278	1,205	200,668	(32,403)	110,000	90,668	132,145		1,855	2,000	(145)	2,265	1,761
Total FID (Consolidated)	212,922	(2,670)	221,500	(8,578)	216,180	259,482	140,873	(2,516)	142,720	175,577	464,060	(39,362)	394,000	70,060	370,346	498,941	84,698	85,000	(302)	97,326	102,992
Execution Services / Liquid Market	5,392	(209)			7,356	9,261	3,937	(142)	5,117	6,990	7,518	(379)			11,481	14,881	923			1,239	1,175
Convertible Products	1,281	12			2,153	2,743	1,222	19	2,112	2,611	1,806	19			2,817	3,337	479			308	421
Volatility	21,360	124			23,150	29,219	9,749	149	11,289	17,105	24,564	198			27,770	33,169	5,969			5,813	7,812
Equities Strategies	2,844	(104)			2,187	4,221	2,138	(104)	1,692	3,096	4,255	(94)			2,979	5,351	612			446	939
Firm Relationship Loans	2,267	(6)			3,586	2,782	2,267	(6)	3,595	2,782	2,267	(6)			3,586	2,782	0			0	0
Equity Corporate	392	6			431	542	115	6	130	96	672	6			1,361	847	3,788			3,935	2,634
Total Equities Core:	33,536	(177)	35,000	(1,464)	38,862	48,768	19,429	(78)	23,916	32,678	41,083	(255)	46,000	(4,917)	49,994	60,366	11,170	11,500	(330)	11,742	12,981
Total Equities Prime Services:	23,765	(346)	29,500	(5,735)	26,226	37,203	10,113	104	12,273	14,806	89,318	(528)	104,000	(17,682)	119,354	128,395	3,938	3,000	938	3,415	3,423
Total Equities (Consolidated)	57,301	(523)	64,500	(7,199)	65,068	85,971	29,542	26	36,189	47,485	127,400	(784)	150,000	(22,600)	169,348	188,751	15,107	14,500	607	15,158	16,404
Global Principal Strategies	1,276	(5)	1,600		1,601	7,184	1,276	(5)	1,469	7,115	3,438	(5)	5,000		5,808	8,636	1,343			1,576	4,018
Global Trading Strategies	4,351	32	5,800		4,644	5,454	4,226	31	4,318	5,333	4,643	42	6,100		4,963	5,946	2,740			2,937	2,196
Global Opportunities Group	1,080	12	1,200		979	942	1,008	18	945	879	1,211	13	1,500		1,127	1,068	529			278	513
Direct Principal Investments	1,419	(1)	400		2,332	1,084	1,418	(1)	2,307	1,054	1,419	(1)	400		2,332	1,084	1,412			1,430	394
Total Principal Investing	8,106	39	9,000	(894)	9,565	14,665	7,929	42	9,038	14,381	10,711	50	13,000	(2,289)	14,229	16,734	6,024	6,000	24	6,281	7,121
Asset Management	3,822	34	3,714	108	4,073	6,369	1,693	5	1,978	4,159	6,836	34	8,977	(2,141)	7,101	9,449	3,924			3,569	3,881
Private Equity	5,736	87	5,374	362	5,649	7,326	5,405	87	5,389	6,125	5,954	87	5,374	580	5,864	7,540	4,792			4,795	5,789
Total IMD	9,568	121	9,088	470	9,722	13,655	7,098	92	7,367	10,284	12,790	121	14,351	(1,561)	12,965	16,989	8,716	8,000	716	8,394	9,670
Investment Banking Division	317	7	600	(283)	580	762	205	7	512	694	317	7	600	(283)	580	762					
Treasury	29,585	(6,506)	7,000	22,585	8,972	9,322	15,632	(6,491)	3,580	1,850	29,812	(6,506)	39,000	(9,188)	56,049	45,102					
Corporate Other Assets / Investments	14,267	0	14,400	(133)	17,674	12,778	798	0	4,278	2,046	17,461	1,062	27,400	(9,939)	15,914	18,756	23,738	23,000	758	15,511	14,036
Total Non-Core	44,169	(6,499)	22,000	22,169	27,227	22,862	16,635	(6,484)	8,370	4,990	47,590	(5,437)	67,000	(19,410)	72,543	64,620	23,758	23,000	758	15,511	14,036
Total All Other (Consolidated)	61,833	(6,338)	40,088	21,745	46,506	51,221	31,662	(6,350)	24,775	29,255	71,091	(5,266)	94,351	(23,260)	99,737	98,344	38,498	37,000	1,498	30,157	30,827
Grand Totals Consolidated	332,056	(9,532)	326,088	5,969	327,773	396,674	202,078	(8,840)	203,684	252,318	662,551	(45,412)	638,351	24,200	639,431	786,035	138,303	136,500	1,803	142,641	150,223
Liquid Markets Financing	3,576	(562)	1,000	2,576	898	6,983	1,475	(178)	660	312	165,760	(31,408)	76,500	89,250	58,366	92,264					
Credit Financing	2,485	403	1,500	985	903	1,270	2,002	578	522	676	30,383	(1,060)	25,500	4,883	25,711	31,425	1,644			1,985	1,326
Clearing and Execution	32	(0)	0	32	0	27	2	(0)	0	27	32	(0)	0	32	0	69					
FID Structured Transactions	66	0	250	(184)	148	233	0	0	107	191	228	54	500	(272)	262	340	211			279	435
FID Futures	1,460	0	2,750	(1,300)	1,333	2,838	0	0	0	0	4,275	0	7,500	(3,225)	5,467	8,057	0			0	0
Total FID Prime Services:	7,608	(158)	5,500	2,108	3,283	11,351	3,504	400	1,278	1,205	200,668	(32,403)	110,000	90,668	89,786	132,145	1,855	2,000	(145)	2,265	1,761
Equity Financing	16,243	(372)	21,500	(5,257)	18,929	29,330	3,978	78	6,213	8,131	73,615	(639)	88,500	(14,885)	104,604	114,849	2,465			1,920	1,450
Equity Synthetic	7,040	28	7,750	(710)	6,856	7,656	6,105	27	6,114	6,522	12,218	113	15,000	(2,782)	13,555	13,328	1,434			1,465	1,969
Clearing and Execution	20	(1)	0	20	4	3	8	(1)	0	0	20	(1)	0	20	5	4	8			1	4
Structured Transactions	462	(0)	250	212	438	214	23	(0)	(54)	153	465	(0)	500	(35)	1,190	214					
Equity Futures	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0					
Total Equities Prime Services:	23,765	(346)	29,500	(5,735)	26,226	37,203	10,113	104	12,273	14,806	89,318	(528)	104,000	(17,682)	119,354	128,395	3,938	3,000	938	3,415	3,423
Total Prime Services	31,373	(504)	35,000	(3,627)	29,509	48,554	13,617	504	13,552	16,012	286,986	(32,932)	214,000	72,966	209,141	260,540	5,793	5,000	793	5,6	

Disclosures

LEHMAN BROTHERS

Mortgage Inventory Disclosures

Mortgage and asset-backed securities

In millions	Q1'2008	Q2'2008	30-Jun-08	31-Jul-08	25-Aug-08	Projected Q3'2008	Target Q3'2008
Residential:							
Securities	18,179	14,986	16,652	11,593	9,880		
Whole loans	11,913	8,250	6,331	7,747	7,807		
Servicing and other	1,660	1,666	1,665	1,683	1,665		
	\$31,752	\$24,901	\$24,649	\$21,023	\$19,352	\$18,288	\$13,000
Commercial:							
Whole loans	24,881	19,862	18,580	17,779	16,764	15,700	
Securities and other	11,229	9,528	9,540	8,981	8,838	8,600	
	\$36,110	\$29,390	\$28,120	\$26,760	\$25,602	\$24,300	\$24,000
Other asset-backed securities	6,553	6,482	5,787	5,651	5,093	5,093	4,800
MBS Inventory	\$74,415	\$60,774	\$58,556	\$53,434	\$50,047	\$47,681	\$41,800
Real estate-related investments	\$12,900	\$10,400	\$10,250	\$9,852	\$9,720	\$8,900	\$9,500
Total Mortgage Related Inventory	\$87,315	\$71,174	\$68,806	\$63,286	\$59,767	\$56,581	\$51,300

U.S. subprime residential mortgages

In millions	Q1'2008	Q2'2008	30-Jun-08	31-Jul-08	25-Aug-08	Projected Q3'2008	Target Q3'2008
U.S. residential subprime mortgages							
Whole loans	1,295	1,048	959	740	736	736	
Securities	2,692	1,671	1,462	1,282	1,082	1,082	
Other	30	21	21	21	21	21	
Total	\$4,017	\$2,740	\$2,442	\$2,043	\$1,839	\$1,839	\$2,000

Acquisition Finance and High Yield Disclosures

Acquisition finance facilities

In millions	Q1'2008	Q2'2008	30-Jun-08	31-Jul-08	20-Aug-08	Projected Q3'2008	Target Q3'2008
High grade:							
Contingent	7,221	1,672	1,867	574	1,274		
Unfunded	798	1,116	1,082	2,188	1,823		
Funded	2,945	3,653	630	455	634		
	\$10,964	\$6,441	\$3,579	\$3,217	\$3,732	\$3,300	\$3,900
High yield:							
Contingent	3,654	425	874	598	486	309	
Unfunded	2,212	2,126	1,975	1,926	1,770	1,754	
Funded	11,897	9,003	7,693	6,413	5,438	5,066	6,000
	\$17,763	\$11,554	\$10,542	\$8,937	\$7,693	\$7,129	\$8,500

High yield instruments

In millions	Q1'2008	Q2'2008	30-Jun-08	31-Jul-08	20-Aug-08	Projected Q3'2008	Target Q3'2008
High yield instruments	\$30,898	\$23,856	\$22,740	\$21,600	\$21,300	\$21,300	\$19,500

Level 3 Assets Disclosure

Note 4 Fair Value of Financial Instruments - Level 3 Assets

In millions	Assets at Fair Value						
	Q1'2008	Q2'2008	30-Jun-08	31-Jul-08	20-Aug-08	Projected Q3'2008	Target Q3'2008
Mortgage and asset-backed securities	23,811	20,597	20,598	18,266	19,066	19,066	
Corporate debt and other	4,250	5,590	5,203	5,177	5,177	5,177	
Corporate equities	9,376	10,158	9,366	9,353	9,353	9,353	
Derivatives	2,768	1,566	1,685	1,631	1,631	1,631	
	\$40,205	\$37,911	\$36,852	\$34,428	\$35,228	\$35,228	\$36,000

Regional Balance Sheets

LEHMAN BROTHERS

Scorecard - Americas

AMERICAS	Net Balance Sheet						Tradable Long Inventory at Risk				Gross Balance Sheet						
	Today	Daily Variance	Target	Variance	Final	Final	Current	Daily	Final	Final	Daily		Variance	Target	Variance	Final	Final
	28-Aug-08	Incr/(Decr)	Q3'08	Incr/(Decr)	Q2'08	Q1'08	28-Aug-08	Change	Q2'08	Q1'08	28-Aug-08	Incr/(Decr)	Q3'08	Incr/(Decr)	Q2'08	Q1'08	
Global Rates	23,601	(521)	30,000	(6,399)	22,315	30,200	16,213	(747)	8,298	11,365	50,269	(1,145)	57,500	(7,231)	49,496	85,410	
High Grade Credit	6,440	(244)	6,850	(410)	7,288	9,569	5,688	(189)	6,360	8,698	8,161	(265)	9,250	(1,089)	9,101	12,250	
ODD	3,635	(6)	3,000	635	2,820	7,395	470	(6)	845	2,704	3,736	(15)	3,250	486	2,975	7,559	
Securitized Products	40,450	482	38,750	1,700	44,487	48,727	25,213	487	28,768	34,927	42,415	711	43,250	(835)	48,253	51,560	
Real Estate	30,431	(472)	31,700	(1,269)	32,699	37,587	23,888	(465)	26,253	31,707	30,815	(479)	31,700	(885)	34,309	38,294	
High Yield	7,087	(7)	7,500	(413)	10,646	8,583	6,639	(7)	8,641	8,263	7,786	(4)	9,000	(1,214)	11,558	9,770	
Municipal Bonds	6,242	(32)	6,000	242	6,047	9,485	2,316	(32)	2,837	3,596	6,621	(33)	6,000	621	6,459	10,231	
Energy Trading	5,831	(18)	7,000	(1,169)	4,663	3,628	529	(19)	38	81	6,123	(18)	7,000	(877)	4,947	3,913	
Foreign Exchange	2,388	2	3,200	(812)	3,387	4,814	472	2	742	969	2,388	2	3,200	(812)	3,388	4,814	
FID Corporate	1,865	0	9,750	(7,885)	2,834	2,089	(1,034)	0	(1,109)	(257)	7,929	0	17,600	(9,671)	9,235	8,103	
FID Corp Loans	1,631	(11)	1,250	381	1,690	1,702	1,631	(11)	1,690	1,702	1,670	(11)	1,500	170	1,729	1,743	
IBD Loans	1,762	(5)	1,950	(188)	2,538	4,182	1,762	(5)	2,538	4,181	1,771	(5)	2,250	(479)	2,547	4,190	
Total FID Core:	131,364	(830)	146,950	(15,586)	141,413	167,961	83,787	(990)	85,818	107,926	169,684	(1,262)	191,500	(21,816)	183,997	237,836	
Total FID Prime Services:	7,504	(215)	5,500	2,004	3,057	11,168	3,491	400	1,200	(6,943)	165,200	(8,339)	79,000	86,200	69,922	100,337	
Total FID Americas	138,868	(1,046)	152,450	(13,582)	144,470	179,129	87,279	(590)	87,017	100,983	334,884	(9,602)	270,500	64,384	253,919	338,174	
Execution Services / Liquid Market	4,193	(83)			5,461	6,916	3,098	(83)	3,885	5,571	6,084	(258)			9,133	10,167	
Convertible Products	897	27			1,425	1,770	897	27	1,423	1,769	1,413	32			2,024	2,265	
Volatility	4,244	78			5,118	4,649	1,282	78	1,463	1,748	6,006	115			6,949	6,432	
Equities Strategies	1,541	(75)			442	1,276	1,297	(75)	421	1,216	2,563	(65)			702	1,594	
Firm Relationship Loans	2,008	(8)			2,201	2,012	2,008	(8)	2,201	2,012	2,008	(8)			2,201	2,012	
Equity Corporate	86	6			85	55	80	6	78	39	363	6			303	343	
Total Equities Core:	12,970	(54)	13,250	(280)	14,731	16,678	8,661	(54)	9,472	12,355	18,438	(177)	19,500	(1,062)	21,312	22,814	
Total Equities Prime Services:	13,974	(95)	16,500	(2,526)	15,549	21,874	5,867	198	7,160	10,025	50,271	(337)	59,850	(9,579)	67,869	78,867	
Total Equities Americas	26,944	(149)	29,750	(2,806)	30,279	38,552	14,528	144	16,632	22,379	68,709	(514)	79,350	(10,641)	89,182	101,681	
Global Principal Strategies	1,136	(5)	1,600	(464)	1,449	5,117	1,136	(5)	1,418	5,089	3,297	(5)	5,000	(1,703)	5,653	6,245	
Global Trading Strategies	3,402	13	5,105	(1,703)	3,422	3,932	3,303	13	3,119	3,878	3,603	20	5,365	(1,762)	3,676	4,312	
Global Opportunities Group	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Direct Principal Investments	1,154	(1)	140	1,014	2,060	769	1,154	(1)	2,035	744	1,154	(1)	140	1,014	2,060	769	
Total Principal Investing	5,692	8	6,845	(1,153)	6,931	9,817	5,592	8	6,572	9,711	8,054	14	10,505	(2,451)	11,389	11,326	
Asset Management	2,524	7	2,363	161	2,718	4,620	755	8	948	2,686	5,538	7	7,626	(2,089)	5,746	7,700	
Private Equity	3,846	34	4,608	(762)	3,908	4,514	3,597	34	3,737	4,384	4,063	34	4,608	(545)	4,123	4,729	
Total IMD	6,370	41	6,971	(602)	6,627	9,134	4,352	42	4,685	7,070	9,601	41	12,234	(2,633)	9,869	12,429	
Investment Banking Division	169	0	500	(331)	481	506	102	0	414	438	169	0	500	(331)	481	506	
Treasury	29,585	(6,506)	7,000	22,585	8,972	9,321	15,631	(6,491)	3,579	(3,905)	29,812	(6,506)	39,000	(9,188)	56,049	45,101	
Corporate Other Assets / Investments	14,267	0	13,400	867	17,674	12,778	798	0	4,278	(2,376)	16,399	0	26,400	(10,001)	14,984	17,073	
Total Non-Core	44,021	(6,506)	20,900	23,121	27,128	22,605	16,532	(6,491)	8,271	(5,843)	46,380	(6,506)	65,900	(19,520)	71,514	62,680	
Total All Other Americas	56,083	(6,457)	34,716	21,367	40,685	41,557	26,476	(6,441)	19,528	10,938	64,036	(6,451)	88,639	(24,604)	92,772	86,434	
Grand Totals Americas	221,895	(7,652)	216,916	4,979	215,434	259,237	128,283	(6,887)	123,177	134,300	467,629	(16,567)	438,489	29,139	435,872	526,289	
Liquid Markets Financing	3,528	(615)	1,000	2,528	759	6,923	1,475	(178)	600	(7,019)	136,235	(8,559)	55,500	80,735	43,845	65,922	
Credit Financing	2,447	400	1,500	947	861	1,220	2,002	578	531	(36)	24,447	165	15,750	8,697	20,402	26,064	
Clearing and Execution	32	(0)	0	32	0	27	2	(0)	0	25	32	(0)	0	32	0	28	
FID Structured Transactions	48	0	250	(202)	104	159	12	0	68	86	210	54	250	(40)	208	266	
FID Futures	1,450	0	2,750	(1,300)	1,333	2,838	0	0	0	0	4,275	0	7,500	(3,225)	5,467	8,057	
Total FID Prime Services:	7,504	(215)	5,500	2,004	3,057	11,168	3,491	400	1,200	(6,943)	165,200	(8,339)	79,000	86,200	69,922	100,337	
Equity Financing	9,940	(208)	12,750	(2,810)	12,034	18,969	2,572	85	4,268	7,465	42,769	(529)	51,100	(8,331)	59,966	71,597	
Equity Synthetic	3,588	113	3,500	88	3,133	2,792	3,285	113	2,931	2,444	7,054	191	8,500	(1,446)	7,499	7,148	
Clearing and Execution	0	(0)	0	0	0	0	(2)	(0)	0	(1)	0	(0)	0	0	0	0	
Structured Transactions	446	(0)	250	196	382	122	12	(0)	(40)	86	448	(0)	250	198	384	122	
Equity Futures	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	
Total Equities Prime Services:	13,974	(95)	16,500	(2,526)	15,549	21,874	5,867	198	7,160	10,025	50,271	(337)	59,850	(9,579)	67,869	78,867	
Total Prime Services Americas	21,479	(311)	22,000	(521)	18,606	33,042	9,359	598	8,359	3,082	215,471	(8,677)	138,850	76,621	137,791	179,204	

LEHMAN BROTHERS

Scorecard - Europe

EUROPE	Net Balance Sheet						Tradable Long Inventory at Risk				Gross Balance Sheet					
	Today 28-Aug-08	Daily Variance Incr/(Decr)	Target Q3'08	Variance Incr/(Decr)	Final Q2'08	Final Q1'08	Current 28-Aug-08	Daily Change	Final Q2'08	Final Q1'08	Today 28-Aug-08	Daily Incr/(Decr)	Target Q3'08	Variance Incr/(Decr)	Final Q2'08	Final Q1'08
Global Rates	19,071	(419)	18,000	1,071	11,534	14,173	11,020	(721)	5,777	8,933	32,420	(801)	33,000	(580)	28,356	54,061
High Grade Credit	629	(14)	800	(171)	460	891	304	(36)	130	263	1,013	(23)	900	113	880	1,416
CDO	2,745	(2)	2,750	(5)	2,620	1,585	1,107	(2)	708	158	2,750	(2)	3,500	(750)	2,626	1,591
Securitized Products	10,835	(258)	3,850	6,985	11,113	11,514	9,041	(175)	9,721	9,997	10,884	(258)	3,850	7,034	11,203	11,619
Real Estate	14,256	(169)	15,800	(1,544)	16,327	17,324	10,037	(169)	12,132	12,802	14,256	(3,749)	15,800	(1,544)	16,328	17,330
High Yield	1,384	1	1,500	(116)	1,779	2,985	1,272	(2)	1,769	2,983	1,515	7	2,000	(485)	1,985	3,324
Energy Trading	658	26	750	(92)	634	88	39	25	33	68	658	26	750	(92)	634	89
Foreign Exchange	906	14	800	106	170	309	179	14	154	297	919	15	800	119	461	311
FID Corporate	5	0	0	5	5	5	5	0	3	(5)	868	0	900	(32)	868	868
FID Corp Loans	985	84	1,750	(765)	2,015	1,566	985	84	2,015	1,566	985	84	1,750	(765)	2,015	1,566
IBD Loans	1,315	72	1,550	(235)	3,021	2,812	1,315	72	3,021	2,812	1,315	72	1,750	(436)	3,021	2,812
Total FID Core:	52,790	(664)	47,550	5,240	49,707	53,293	35,303	(908)	35,463	39,905	67,583	(4,629)	65,000	2,583	68,357	95,019
Total FID Prime Services:	103	56	0	103	226	183	12	0	79	(362)	26,230	(23,357)	24,000	2,230	16,294	30,604
Total FID Europe	52,893	(607)	47,550	5,343	49,933	53,476	35,315	(908)	35,541	39,543	93,814	(27,985)	89,000	4,814	84,651	125,622
Execution Services	677	(94)			1,245	1,312	445	(24)	640	351	852	(89)			1,582	3,674
Convertible Products	218	(15)			431	580	166	(8)	410	490	227	(14)			491	659
Volatility	12,463	117			12,743	17,368	5,174	142	6,027	10,920	13,881	154			15,482	19,406
Equities Strategies	157	22			542	543	156	22	304	117	159	22			582	575
Firm Relationship Loans	259	2			1,385	769	259	2	1,385	769	259	2			1,385	769
Equity Corporate	20	0			33	23	20	0	33	23	20	0			733	23
Total Equities Core:	13,794	32	14,750	(956)	16,378	20,586	6,221	134	8,798	12,670	15,399	74	18,250	(2,851)	20,264	25,107
Total Equities Prime Services:	6,515	(216)	9,300	(2,785)	7,132	10,099	2,830	(98)	3,150	4,319	26,353	(193)	30,950	(4,597)	39,583	34,376
Total Equities Europe	20,309	(185)	24,050	(3,741)	23,510	30,685	9,051	36	11,948	16,989	41,751	(119)	49,200	(7,449)	59,847	59,484
Global Principal Strategies	140	0	0	140	94	1,052	140	0	48	1,052	140	0	0	140	97	1,319
Global Trading Strategies	251	8	495	(244)	339	349	249	6	338	349	313	9	525	(212)	403	429
Global Opportunities Group	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Direct Principal Investments	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Total Principal Investing	391	8	495	(104)	432	1,401	389	6	386	1,401	453	9	525	(72)	501	1,748
Asset Management	1,176	28	1,251	(74)	1,212	1,680	816	(3)	888	1,399	1,176	27	1,251	(74)	1,212	1,681
Private Equity	1,686	52	711	975	1,565	2,314	1,604	52	1,475	2,314	1,687	52	711	976	1,565	2,314
Total IMD	2,863	80	1,962	901	2,777	3,994	2,420	49	2,363	3,713	2,863	80	1,962	901	2,777	3,995
Total Non-Core	123	7	1,050	(927)	62	189	78	7	62	189	1,185	1,069	1,050	135	991	1,873
Total All Other Europe	3,376	95	3,507	(131)	3,271	5,585	2,887	63	2,811	5,303	4,501	1,159	3,537	964	4,269	7,616
Grand Totals Europe	76,579	(697)	75,107	1,472	76,714	89,745	47,254	(809)	50,300	61,835	140,066	(26,946)	141,737	(1,671)	148,767	192,722
Liquid Markets Financing	47	53	0	47	140	60	0	0	50	(310)	20,276	(22,141)	14,000	6,276	10,941	25,138
Credit Financing	38	3	0	38	42	50	0	0	(10)	(119)	5,936	(1,216)	9,750	(3,814)	5,309	5,361
Clearing and Execution	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	31
FID Structured Transactions	18	0	0	18	44	74	12	0	38	68	18	0	250	(232)	44	74
FID Futures	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Total FID Prime Services:	103	56	0	103	226	183	12	0	79	(362)	26,230	(23,357)	24,000	2,230	16,294	30,604
Equity Financing	4,919	(121)	7,050	(2,131)	5,450	7,758	1,297	(2)	1,679	2,110	24,104	(92)	27,700	(3,596)	35,503	31,477
Equity Synthetic	1,560	(94)	2,250	(690)	1,623	2,246	1,512	(95)	1,484	2,134	2,213	(100)	3,000	(787)	3,269	2,805
Clearing and Execution	19	(1)	0	19	4	3	10	(1)	0	(11)	20	(1)	0	20	5	3
Structured Transactions	17	(0)	0	17	56	92	11	(0)	(14)	86	17	(0)	250	(233)	806	92
Equity Futures	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Total Equities Prime Services:	6,515	(216)	9,300	(2,785)	7,132	10,099	2,830	(98)	3,150	4,319	26,353	(193)	30,950	(4,597)	39,583	34,376
Total Prime Services Europe	6,618	(160)	9,300	(2,682)	7,358	10,282	2,843	(98)	3,229	3,957	52,583	(23,550)	54,950	(2,367)	55,877	64,980

LEHMAN BROTHERS

Scorecard - Asia

ASIA	Net Balance Sheet						Tradable Long Inventory at Risk				Gross Balance Sheet					
	Today 28-Aug-08	Daily Variance Incr/(Decr)	Target Q3'08	Variance Incr/(Decr)	Final Q2'08	Final Q1'08	Current 28-Aug-08	Daily Change	Final Q2'08	Final Q1'08	Today 28-Aug-08	Daily Incr/(Decr)	Target Q3'08	Variance Incr/(Decr)	Final Q2'08	Final Q1'08
Global Rates	5,485	(822)	4,500	985	4,089	7,638	4,856	(820)	3,977	7,578	10,299	(872)	10,500	(201)	10,334	14,525
High Grade Credit	699	(22)	850	(151)	822	875	646	(22)	805	844	801	(22)	850	(49)	902	954
CCO	1,666	(99)	2,250	(554)	2,179	2,019	471	(99)	1,194	219	1,701	(99)	2,250	(549)	2,184	2,025
Securitized Products	1,628	(0)	1,900	(272)	1,836	1,894	1,628	(0)	1,836	1,894	1,628	(0)	1,900	(272)	1,836	1,894
Real Estate	8,384	(53)	7,500	884	9,216	10,056	7,957	(53)	9,135	9,783	8,384	(53)	7,500	884	9,216	10,056
High Yield	2,315	(6)	3,000	(685)	2,623	3,020	2,224	(7)	2,558	2,976	2,359	(5)	3,000	(641)	2,695	3,111
Energy Trading	301	(22)	250	51	265	0	26	(23)	40	(2)	301	(22)	250	51	265	0
Foreign Exchange	520	6	1,000	(480)	613	1,225	456	6	594	1,192	520	6	1,000	(480)	638	1,225
FID Corporate	133	0	250	(117)	134	150	16	0	22	(21)	133	0	250	(117)	135	150
FID Corp Loans	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
IBD Loans	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Total FID Core:	21,160	(1,018)	21,500	(340)	21,777	26,877	18,279	(1,018)	20,161	24,462	26,124	(1,067)	27,500	(1,376)	26,205	33,941
Total FID Prime Services:	1	1	0	1	(0)	(0)	0	0	(0)	(10)	9,238	(708)	7,000	2,238	3,570	1,204
Total FID Asia	21,160	(1,017)	21,500	(340)	21,777	26,877	18,279	(1,018)	20,161	24,452	35,362	(1,775)	34,500	862	31,775	35,145
Execution Services / Liquid Market	523	(32)			651	1,033	393	(36)	591	749	582	(32)			766	1,039
Convertible Products	166	0			297	363	160	0	279	379	166	0			302	412
Volatility	4,652	(71)			5,288	7,212	3,294	(71)	3,800	4,280	4,676	(70)			5,328	7,321
Equities Strategies	1,146	(52)			1,204	2,402	685	(52)	957	1,731	1,533	(51)			1,695	3,182
Firm Relationship Loans	0	0			0	0	0	0	0	0	0	0			0	0
Equity Corporate	286	0			313	464	15	0	19	235	289	0			326	481
Total Equities Core:	6,773	(155)	7,000	(227)	7,753	11,504	4,547	(158)	5,646	7,374	7,246	(153)	8,250	(1,004)	8,417	12,435
Total Equities Prime Services:	3,276	(34)	3,700	(424)	3,545	5,230	1,416	5	1,964	2,433	9,694	2	13,200	(3,506)	11,902	15,151
Total Equities Asia	10,048	(189)	10,700	(652)	11,298	16,734	5,962	(153)	7,610	9,807	16,940	(151)	21,450	(4,510)	20,320	27,586
Global Principal Strategies	1	(0)	0	1	58	1,015	1	(0)	2	986	1	(0)	0	1	58	1,072
Global Trading Strategies	698	11	200	498	883	1,174	674	11	860	1,172	727	13	210	517	883	1,205
Global Opportunities Group	1,080	12	1,200	(140)	979	942	1,008	18	945	921	1,211	13	1,500	(289)	1,127	1,068
Direct Principal Investments	265	(0)	260	5	272	315	265	(0)	272	313	265	(0)	260	5	272	315
Total Principal Investing	2,023	23	1,660	363	2,192	3,446	1,948	28	2,080	3,405	2,203	26	1,970	233	2,340	3,660
Asset Management	122	0	100	22	142	69	122	0	142	69	122	0	100	22	142	69
Private Equity	204	0	55	149	176	498	204	0	176	(416)	204	0	55	149	176	498
Total IMD	326	0	155	171	319	566	326	0	319	(348)	326	0	155	171	319	566
Total Non-Core	25	0	50	(25)	38	67	25	0	38	67	25	0	50	(25)	38	67
Total All Other Asia	2,374	23	1,865	509	2,549	4,080	2,299	28	2,436	3,125	2,554	26	2,175	380	2,697	4,293
Grand Totals Asia	33,583	(1,183)	34,065	(482)	35,625	47,691	26,541	(1,143)	30,207	37,384	54,856	(1,899)	58,125	(3,268)	54,792	67,025
Liquid Markets Financing	1	1	0	1	(0)	0	0	0	(0)	(10)	9,238	(708)	7,000	2,238	3,570	1,204
Credit Financing	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Clearing and Execution	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
FID Structured Transactions	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
FID Futures	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Total FID Prime Services:	1	1	0	1	(0)	0	0	0	(0)	(10)	9,238	(708)	7,000	2,238	3,570	1,204
Equity Financing	1,384	(44)	1,700	(316)	1,445	2,613	108	(4)	265	477	6,743	(19)	9,700	(2,957)	9,115	11,776
Equity Synthetic	1,892	9	2,000	(108)	2,100	2,617	1,307	9	1,699	1,956	2,951	21	3,500	(549)	2,787	3,375
Clearing and Execution	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Structured Transactions	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Equity Futures	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Total Equities Prime Services:	3,276	(34)	3,700	(424)	3,545	5,230	1,416	5	1,964	2,433	9,694	2	13,200	(3,506)	11,902	15,151
Total Prime Services Asia	3,276	(33)	3,700	(424)	3,545	5,230	1,416	5	1,964	2,423	18,932	(706)	20,200	(1,268)	15,473	16,355

LEHMAN BROTHERS

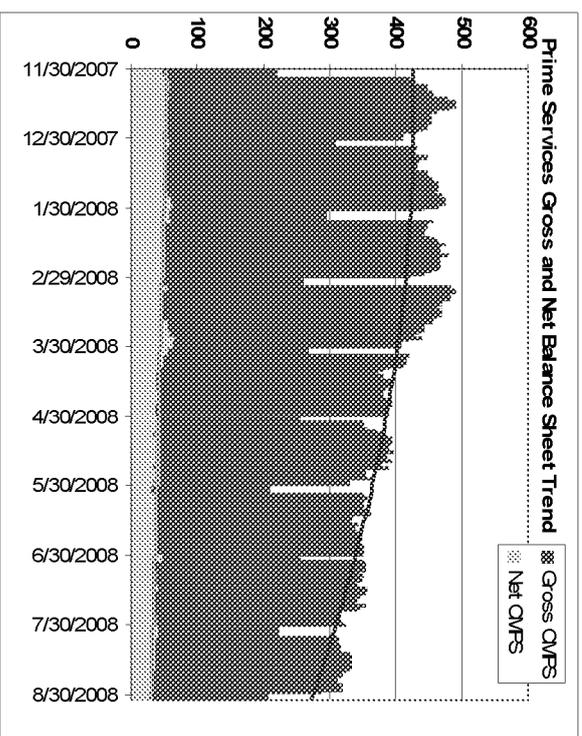
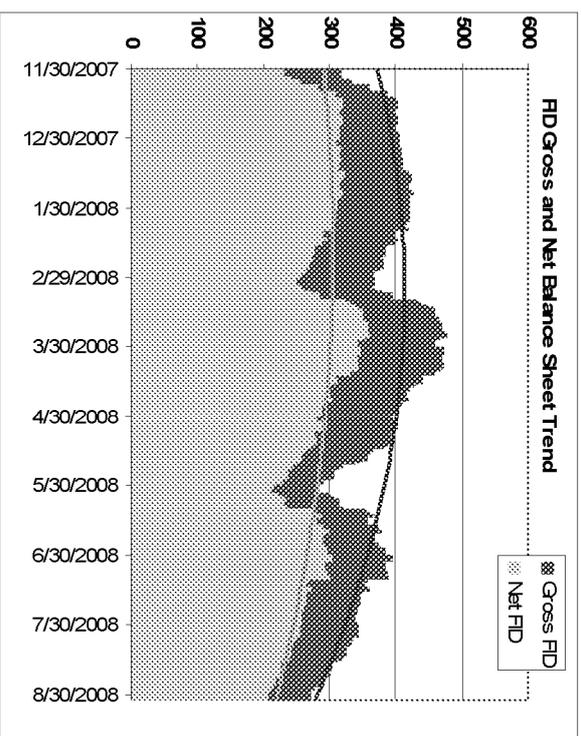
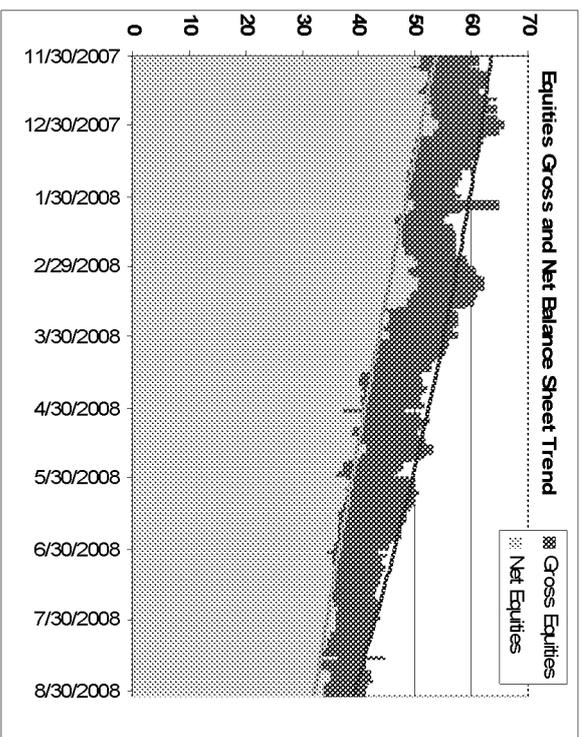
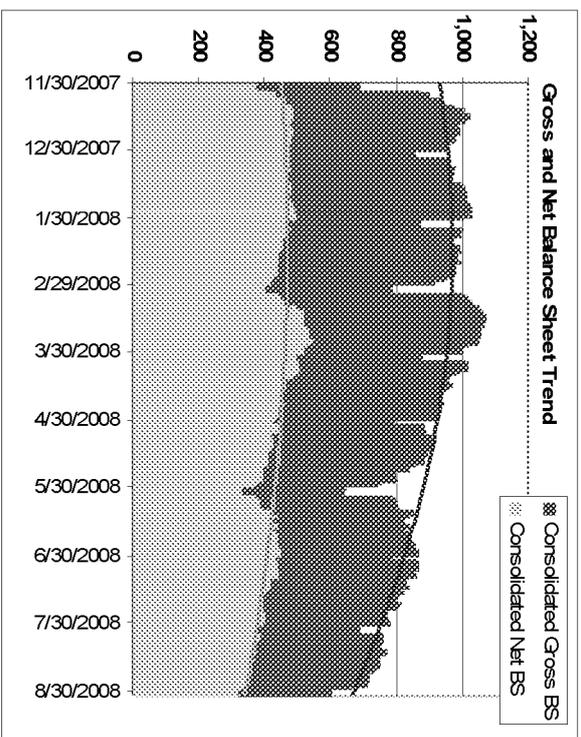
Net Long Inventory Summary by GAAP Asset Class

8/28/2008	Mortgages & ABS (includes REHS & RE-LJ)	Government & Agencies	Corporate Debt & Other (Physical commodities)	Corporate Equities	Commercial Paper & Other Money Market Instruments	Derivatives & Other Contractual Agreements	Blank Adjustments / Unallocated ⁽¹⁾	Net Inventory Long
Global Rates	588	27,983	3,083	418	0	13,709	0	45,802
High Grade Credit	8	1,190	3,521	546	1,372	1,004	0	7,641
CDO	828	9	2,393	112	0	4,408	0	7,750
Securitized Products	31,126	10,244	3,625	400	0	5,674	(46)	51,022
Real Estate	41,971	2	7,308	1,660	0	292	1,637	52,870
High Yield	259	12	8,220	1,885	0	418	(158)	10,636
Municipals	18	3,358	63	0	32	2,738	0	6,209
Commodities	0	0	591	0	3	3,940	0	4,533
Foreign Exchange	0	585	78	434	0	2,493	9	3,600
FID Corporate	95	0	(1,116)	8	0	7	0	(1,006)
FID Corp Loans	0	0	2,614	2	0	0	0	2,616
IBD Loans	0	0	3,033	0	0	45	0	3,077
Total FID Core:	74,903	43,393	33,413	5,466	1,407	34,727	1,442	194,751
Total FID Prime Services:	230	1,529	2,795	42	11	11	0	4,618
Total FID	75,132	44,922	36,208	5,508	1,418	34,738	1,442	199,369
Execution Services / Liquid Market	8	0	36	3,880	0	886	0	4,810
Convertible Products	1	0	846	376	0	3	0	1,225
Volatility	0	14	1,365	8,918	0	8,379	0	18,676
Equities Strategies	1	11	564	1,568	0	366	(7)	2,503
Firm Relationship Loans	0	0	2,267	0	0	0	0	2,267
Equity Corporate	0	0	23	92	0	0	0	115
Total Equities Core:	11	25	5,101	14,834	0	9,633	(7)	29,597
Total Equities Prime Services:	340	16	89	9,994	0	549	18	11,005
Total Equities	350	41	5,190	24,828	0	10,182	11	40,602
Global Principal Strategies	0	0	217	1,059	0	0	0	1,276
Global Trading Strategies	368	0	741	3,117	0	47	0	4,273
Global Opportunities Group	10	14	429	535	0	1	20	1,010
Direct Principal Investments	0	0	215	1,204	0	0	0	1,418
Total Principal Investing	378	14	1,601	5,916	0	48	20	7,977
Asset Management	56	3	128	1,242	165	0	100	1,693
Private Equity	789	0	691	3,945	0	(72)	0	5,352
Total IMD	845	3	819	5,187	165	(72)	100	7,045
Total Non-Core	0	0	89	1,055	15,631	661	0	17,436
Total All Other	1,222	17	2,509	12,157	15,796	637	120	32,458
Grand Totals	76,705	44,980	43,907	42,493	17,214	45,558	1,572	272,429
Liquid Markets Financing	2	1,485	1	15	11	1	0	1,524
Credit Financing	228	34	2,795	2	0	0	0	3,059
Clearing and Execution	0	0	0	0	0	2	0	2
FID Structured Transactions	0	0	0	25	0	0	0	25
FID Futures	0	0	0	0	0	8	0	8
Total FID Prime Services:	230	1,529	2,795	42	11	11	0	4,618
Equity Financing	0	0	59	3,903	0	54	17	4,033
Equity Synthetic	0	17	30	6,057	0	436	1	6,541
Clearing and Execution	0	0	0	10	0	0	0	10
Structured Transactions	340	(1)	(0)	24	0	58	0	421
Equity Futures	0	0	0	0	0	0	0	0
Total Equities Prime Services:	340	16	89	9,994	0	549	18	11,005
Total Prime Services	569	1,545	2,884	10,036	11	560	18	15,623

¹⁾ Blanks occur when an adjustment is entered into GFS without sufficient product or asset category detail to create a GAAP asset class. Includes position and account level adjustments and Loan IQ adjust

LEHMAN BROTHERS

Daily Balance Sheet Trend



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