

	A	B	C	D	E	F	G	H	I	J	K	L	M	N	O
1	Lehman Brothers														
2	For the Year Ended 11-30-07														
3	CRE Sign P&L Q4 and YTD														
4	PBC														
5		Real Estate													
6		2007 Mark Downs (mm's) and Significant P&L													
7															
8		Deal Name	Mark down thru 3rd Qtr 07	Sept	10/1-10/30	10/31	Oct	Nov	Mark Downs 4th Qtr 07	Mark Downs 2007					
9	I	California Land and Condos													
10		LB Troxler Residential Ventures 35	(28.0)			(5.1)	(5.1)		(5.1)	(33.1)	✓				
11		Troxler Spring Mountain Ranch Mezzanine	(8.8)		(15.0)	(22.5)	(37.5)		(37.5)	(46.3)	✓				
12		LB Troxler 17	(5.0)			(9.0)	(9.0)		(9.0)	(14.0)					
13		LB Troxler 39	(8.5)				0.0		0.0	(8.5)					
14		LB Troxler Residential Ventures 29	(7.2)				0.0		0.0	(7.2)					
15		LB Troxler Residential Ventures 10	(6.0)				0.0		0.0	(6.0)					
16		LB Troxler Residential Ventures 37 LLC	(4.2)				0.0		0.0	(4.2)					
17		Troxler 34				(4.0)	(4.0)		(4.0)	(4.0)					
18		LB Troxler 12 (Spring Mt Ranch)	(2.8)				0.0		0.0	(2.8)					
19		Boulder Springs Mezzanine	(2.7)				0.0		0.0	(2.7)					
20		LB Troxler 20				(1.0)	(1.0)		(1.0)	(1.0)					
21		LB Troxler 36	(1.0)				0.0		0.0	(1.0)					
22		Total Troxler	(74.2)	0.0	(15.0)	(41.6)	(56.6)	0.0	(56.6)	(130.8)					
23															
24		SunCal PTG Delta Shores			(1.5)		(1.5)		(1.5)	(1.5)					
25		SunCal PTG Bickford Ranch			(7.5)		(7.5)		(7.5)	(7.5)					
26		SunCal PTG Pacific Point Mezz	(6.0)		(15.0)		(15.0)		(15.0)	(21.0)	✓				
27		Suncal Gilhool Palm Springs	(1.6)				0.0		0.0	(1.6)					
28		Suncal Gilhool Pacific Point	(2.2)				0.0		0.0	(2.2)					
29		SunCal Gilhool Oak Valley	(3.1)			(4.5)	(4.5)		(4.5)	(7.6)					
30		SunCal Gilhool Ritter Ranch	(10.1)			(25.0)	(25.0)	(5.5)	(34.9)	(45.0)	✓				
31		SunCal Master JV with Priv Eq						(12.6)	(12.6)	(12.6)					
32		SunCal Gilhool Suncal 2rd lien						(1.0)	(1.0)	(1.0)					
33		SunCal Gilhool Suncal 3rd lien						(14.0)	(14.0)	(14.0)					
34		SunCal Gilhool SCC1	(0.8)		(10.0)		(10.0)	(4.0)	(14.0)	(14.8)					
35		Total SunCal	(23.8)	0.0	(38.4)	(29.5)	(67.9)	(37.1)	(105.0)	(128.8)					
36															
37		PCCP Mountain House	(5.0)			(10.0)	(10.0)		(10.0)	(15.0)	✓				
38		PCCP LB Rollingwood LLC	(6.4)	(1.8)			0.0		(1.8)	(8.2)					
39		LB/L III Barrington LLC	(6.0)				0.0		0.0	(6.0)					
40		Skyline at Macarthur				(5.0)	(5.0)		(5.0)	(5.0)					
41		Market and 13th				(4.0)	(4.0)		(4.0)	(4.0)					
42		South Park IV				(4.0)	(4.0)		(4.0)	(4.0)					
43		LB Rilington Coachella 232 LLC	(3.7)				0.0		0.0	(3.7)					
44		LB/L - EPAC Master LLC	(3.5)				0.0		0.0	(3.5)					
45		LB CRV XLI LLC (Prairie House)	(3.4)				0.0		0.0	(3.4)					
46		North Peak				(3.0)	(3.0)		(3.0)	(3.0)					
47		3033 Wilshire Blvd				(2.5)	(2.5)		(2.5)	(2.5)					
48		LB Vista Del Monte (CRV XXXVI)	(2.5)				0.0		0.0	(2.5)					
49		LB Montecito	(2.0)				0.0		0.0	(2.0)					
50		LB Milpitas LLC	(2.0)				0.0		0.0	(2.0)					
51		LB Valle Di Oro (CRV XXXIV)	(1.0)				0.0		0.0	(1.0)					
52		LB Rocklin LLC	(1.0)				0.0		0.0	(1.0)					
53		LB Monterey Park LLC- CRV XVIII	(1.0)				0.0		0.0	(1.0)					
54		LB Capstone Residential Ventures	(1.0)				0.0		0.0	(1.0)					
55		LB Monte Sereno LLC (CRV XXXI)	(0.4)				0.0		0.0	(0.4)					
56		LB Palm Springs LP CRV 28	(0.1)				0.0		0.0	(0.1)					
57		Other CA Land and Condos	(39.0)	(1.8)	0.0	(28.5)	(28.5)	0.0	(30.3)	(69.3)					

Note:
EY obtained listing of significant P&L items in Q4 and YTD from CRE Product Control. EY selected a sample of US positions from this listing to review as part of our substantive P&L testing.
✓ EY selected position to substantively test and gain comfort over YTD P&L.
Please see J2.6 workstep, memo and supporting documentation for additional details of testing procedures performed.

EY-SEC-LBHI-MC-GAMx-07 071061
Confidential Treatment Requested
by Ernst & Young LLP

	A	B	C	D	E	F	G	H	I	J	K	L	M	N	O
58															
59		Total California Land and Condos	(137.0)	(1.8)	(53.4)	(99.6)	(153.0)	(37.1)	(191.9)	(328.8)					
60															
61	II	Land and Condos (US excluding California)													
62		LB Chase LLC	(17.9)			(5.0)	(5.0)		(5.0)	(22.9)	✓				
63		LB Freeport LLC/Bahamia Resort Casino	(7.8)				0.0		0.0	(7.8)					
64		LB Troxler Residential Ventures 29 LLC	(7.2)				0.0		0.0	(7.2)					
65		LB Aqua Vista LLC	(6.2)				0.0		0.0	(6.2)					
66		Coral Reef II	(2.6)			(2.6)	(2.6)		(2.6)	(5.2)					
67		Greenwich Apts Mezz	(5.0)				0.0	(28.2)	(28.2)	(33.2)	✓				
68		LB Pearson Square LLC	(4.0)				0.0		0.0	(4.0)					
69		LB Silverland LLC	(4.0)				0.0		0.0	(4.0)					
70		LB Regatta Bay LLC	(3.6)				0.0		0.0	(3.6)					
71		Breakers @ Edgewater	(3.0)				0.0		0.0	(3.0)					
72		Kojaian - Bloomfield Hunt Club	(3.0)				0.0		0.0	(3.0)					
73		Old Salem Mezz	(2.3)				0.0		0.0	(2.3)					
74		LB Block 38				(1.5)	(1.5)		(1.5)	(1.5)					
75		LB Prairie House LLC	(1.3)				0.0		0.0	(1.3)					
76		Village Oaks Junior Mezz	(0.7)				0.0		0.0	(0.7)					
77		LB/L - Los Santeros Master LLC	(0.7)				0.0		0.0	(0.7)					
78		Lakeside - Los Santeros	(0.7)				0.0		0.0	(0.7)					
79		22 Mercer	(0.5)				0.0		0.0	(0.5)					
80		Total Land & Condos (US excluding CA)	(70.5)	0.0	0.0	(9.1)	(9.1)	(28.2)	(37.3)	(107.8)					
81															
82	III	US Other Principal Transactions													
83		NCV Apartment Portfolio	(15.0)				0.0		0.0	(15.0)	✓				
84		New West Michigan II Industrail LLC	(10.0)				0.0		0.0	(10.0)					
85		Teachers Junior Loan	(8.4)				0.0		0.0	(8.4)					
86		Teachers Senior Loan	(6.0)				0.0		0.0	(6.0)					
87		Perry Brooks	(3.5)				0.0		0.0	(3.5)					
88		Hanover Place	(3.0)				0.0		0.0	(3.0)					
89		Kojaian Shelby	(3.0)				0.0		0.0	(3.0)					
90		Setai Club Loan	(2.2)				0.0		0.0	(2.2)					
91		LB SMC/ Livonia LLC	(2.0)				0.0		0.0	(2.0)					
92		LB TTERTT Inc (Raleigh)	(1.0)				0.0		0.0	(1.0)					
93		Douglas Tech		(0.6)			0.0		(0.6)	(0.6)					
94		Kojaian - Seagate B Note	(0.5)				0.0		0.0	(0.5)					
95		Total US Other Principal Transactions	(54.6)	(0.6)	0.0	0.0	0.0	0.0	(0.6)	(55.2)					
96															
97	IV	US Commercial Whole Loans and CMBS													
98		Mezz & B-notes off A-notes in LBFRC 2007 C5	(22.2)				0.0		0.0	(22.2)					
99		LBFRC 2007 C5 CMBS Retained	(9.4)				0.0	(7.8)	(7.8)	(17.2)					
100		Existing Mezz & B-notes (Aug)	(6.0)				0.0		0.0	(6.0)					
101		Fit Rate Loans incl Calwest, Albertsons, Innkeepers			(56.4)		(56.4)		(56.4)	(56.4)					
102		Fit Rate Loans incl Hilton and GM (10mm each)						(25.4)	(25.4)	(25.4)					
103		CMBS Desk mtm losses 10/26, 11/27			(27.7)		(27.7)	(27.8)	(55.5)	(55.5)					
104		B Notes and Mezz				(7.7)	(7.7)	(11.5)	(19.2)	(19.2)					
105		Total US Commercial Whole Loans & CMBS	(37.6)	0.0	(84.1)	(7.7)	(91.8)	(72.5)	(164.3)	(201.9)					
106															
107	V	US Bridge Equity													
108		PLF LB Syndication Partner LLC	(5.0)			(15.0)	(15.0)	(30.0)	(45.0)	(50.0)	✓				
109		EOP Austin Bridge Equity				(2.0)	(2.0)		(2.0)	(2.0)					
110		Roslyn Bridge Equity				(6.2)	(6.2)		(6.2)	(6.2)					
111		Total US Bridge Equity	(5.0)	0.0	0.0	(23.2)	(23.2)	(30.0)	(53.2)	(58.2)					
112															
113		Totals US	(304.6)	(2.4)	(137.5)	(139.6)	(277.1)	(167.8)	(447.3)	(751.9)					
114															
115	VI	Europe													

	A	B	C	D	E	F	G	H	I	J	K	L	M	N	O
116		Billy Wilder (Condo Conversion)	(5.0)				0.0		0.0	(5.0)					
117		Project Gospel (Northern Rock Portfolio)	(26.1)				0.0	(11.2)	(11.2)	(37.3)					
118		Project Green (German loan portfolio)	(8.0)				0.0	(7.4)	(7.4)	(15.4)					
119		Project Yellow	(10.7)				0.0		0.0	(10.7)					
120		Other CMBS						(4.5)	(4.5)	(4.5)					
121		Win 14 bonds						(19.3)	(19.3)	(19.3)					
122		Win 15 loans						(20.0)	(20.0)	(20.0)					
123		B-Notes						(12.0)	(12.0)	(12.0)					
124		Vintners bridge equity						(3.0)	(3.0)	(3.0)					
125		Total Europe	(49.8)	0.0	0.0	0.0	0.0	(77.4)	(77.4)	(127.2)					
126															
127	VII	Asia													
128		SMBC 19 NPL	(4.3)		(5.2)		(5.2)		(5.2)	(9.5)					
129		Ramodo	(6.8)				0.0		0.0	(6.8)					
130		Hong Kong Equity - MTM of convertible bonds	(3.3)				0.0		0.0	(3.3)					
131		Total Asia	(14.4)	0.0	(5.2)	0.0	(5.2)	0.0	(5.2)	(19.6)					
132															
133		Totals	(369.0)	(2.0)	(143.0)	(140.0)	(282.0)	(245.0)	(530.0)	(899.0)					
134															
135															
136		Other Significant P&L													
137															
138	I	US													
139		Net mark downs		(2)			(277)	(168)							
140		LBUBS 2007 C7						17							
141		PTG Mark-ups (11 positions)						28							
142		Sale of Sienna asset (PTG)						6							
143		CMBX net trading losses						(32)							
144		Dupont Fabros					40								
145		Misc		19			25	7							
146				17	0	0	(212)	(143)	(338)						
147	II	Europe													
148		Net mark downs						(77)							
149		Add'l p&l from resolved deals						31							
150		KanAm p&l true-up						16							
151		Unite						7							
152		Yellow G28+G25						4							
153		Peninsula Golf mark-up						9							
154		Long Acre						5							
155		Misc		10			9	1							
156				10	0	0	9	(5)	14						
157	III	Asia													
158		Net mark downs			(5)	0	(5)								
159		JLQ MTM						9							
160		Yongye MTM						5							
161		LJAC 6						6							
162		RCC4 Ochi Unsoten MTM					9								
163		RCC7 MTM					8								
164		Sky Court MTM					7								
165		Other Japan NPL MTM					19								
166		Thailand (White Truffle)					8								
167		Fuhai EQ MTM					7								
168		Par Ti prepayments		2			6	2							
169		Korea Freya Town					17								
170		Misc		22			19	17							
171				24	(5)	0	93	39	156						