

Highly Confidential New York Fed Information

Derivatives: Top 25 Counterparties by Current Exposure (to Lehman)

Counterparty	Industry Description	CCE (\$mm)	MPE (\$mm)	Deal counts
MINISTRY OF FINANCE ITALY ⁽¹⁾	CENTRAL GOVERNMENT DEPAF	2,877,705,428	5,300,199,092	16
BH FINANCE LLC ⁽²⁾	MISC FINANCE COMPANIES	1,445,411,622	2,853,560,000	44
PYXIS ABS CDO 2007-1 LTD	SPECIAL PURPOSE VEHICLE	1,085,468,930	1,128,255,088	125
LIBRA CDO LIMITED	SPECIAL PURPOSE VEHICLE	889,296,844	961,100,000	146
MKP VELA CBO LTD	SPECIAL PURPOSE VEHICLE	877,139,813	981,300,000	110
CENTRAL BANK OF NORWAY (NORGES BANK)	CENTRAL BANK	543,407,412	726,774,226	1,560
KBC INVESTMENTS CAYMAN ISLANDS V LTD	SPECIAL PURPOSE VEHICLE	434,999,565	500,000,000	1
BALLYROCK ABS CDO 2007-1 LTD	SPECIAL PURPOSE VEHICLE	391,688,893	420,107,860	108
CANADIAN NATURAL RESOURCES	OIL/GAS COMPANY	378,886,954	484,144,367	26
GE FINANCIAL MARKETS	GENERAL MANUFACTURER	368,636,262	511,546,307	110
PORTFOLIO CDS TRUST 187	FINANCIAL GUARANTOR	356,935,264	390,000,000	1
TEXAS COMPETITIVE ELECTRIC HOLDINGS CO LLC	UTILITY-INVeSTOR OWNED/IND	334,430,817	1,058,813,152	8
PRESIDENT AND FELLOWS OF HARVARD COLLEGE	COLLEGES/UNIVERSITIES	298,332,459	320,805,021	200
MINISTRY OF FINANCE GERMANY	CENTRAL GOVERNMENT DEPAF	291,381,844	409,565,521	62
DEUTSCHE BANK AG	COMMERCIAL BANK	282,929,923	1,479,532,336	59,149
AGR FINANCIAL PRODUCTS INC	FINANCIAL GUARANTOR	275,241,722	363,679,605	75
EUROPEAN INVESTMENT BANK	SUPRANATIONALS - MULTI GOV	268,426,336	524,777,675	22
MIZUHO INTERNATIONAL PLC	BROKER DEALER GENERAL	260,448,649	713,670,627	8,820
CHESAPEAKE ENERGY CORPORATION	OIL/GAS COMPANY	247,191,751	998,987,814	268
CALYON	COMMERCIAL BANK	224,813,045	1,072,058,299	7,397
JPMORGAN CHASE BANK NA	COMMERCIAL BANK	213,430,945	1,323,309,458	53,036
LINN ENERGY LLC	OIL/GAS COMPANY	206,890,834	417,793,884	30
RUBY FINANCE 2008-01	LEHMAN SPECIAL PURPOSE VEI	32,538,830	83,349,782	5
MORGAN STANLEY CAPITAL SERVICES INC	BROKER DEALER GENERAL	173,020,831	675,032,744	40,283
801 GRAND CDO SPC SERIES 2006-1	LEHMAN SPECIAL PURPOSE VEI	172,872,191	280,000,000	9

⁽¹⁾ Exposure reported above does not reflect hedges we have against our exposure, including \$1,899m of long credit protection. Actual CCE and MPE net of hedges was \$979m and \$3,401m respectively.

⁽²⁾ Exposure reported above does not reflect \$710m of CDS hedges we have against our exposure. Actual CCE and MPE net of hedges was \$735m and \$2,144m respectively.

Derivatives: Top 25 Counterparties by Deal Count

Counterparty	Industry Description	CCE (\$mm)	MPE (\$mm)	Deal counts
DEUTSCHE BANK AG	COMMERCIAL BANK	282,929,923	1,479,532,336	59,149
JPMORGAN CHASE BANK NA	COMMERCIAL BANK	213,430,945	1,323,309,458	53,036
UBS AG	COMMERCIAL BANK	43,451,528	832,278,369	44,619
MORGAN STANLEY CAPITAL SERVICES INC	BROKER DEALER GENERAL	173,020,831	675,032,744	40,283
BARCLAYS BANK PLC	COMMERCIAL BANK	100,126,475	1,251,248,910	36,912
CITIBANK NA	COMMERCIAL BANK	91,846,896	803,947,301	24,816
BANK OF AMERICA NATIONAL ASSOCIATION	COMMERCIAL BANK	56,293,979	579,257,112	23,188
ROYAL BANK OF SCOTLAND PLC (THE)	COMMERCIAL BANK	19,025,877	602,471,314	22,294
GOLDMAN SACHS INTERNATIONAL	BROKER DEALER GENERAL	77,233,888	371,902,201	18,896
BNP PARIBAS	COMMERCIAL BANK	147,175,943	863,927,534	18,609
MERRILL LYNCH INTERNATIONAL	BROKER DEALER GENERAL	20,279,730	310,953,516	17,289
BEAR STEARNS CREDIT PRODUCTS INC	BROKER DEALER GENERAL	37,642,335	244,056,042	16,890
SOCIETE GENERALE	COMMERCIAL BANK	76,542,624	860,358,858	12,021
MIZUHO INTERNATIONAL PLC	BROKER DEALER GENERAL	260,448,649	713,670,627	8,820
ABN AMRO BANK NV	COMMERCIAL BANK	22,229,930	640,963,832	7,854
CALYON	COMMERCIAL BANK	224,813,045	1,072,058,299	7,397
HSBC BANK USA	COMMERCIAL BANK	82,175,344	222,959,723	5,781
DRESDNER BANK AG	COMMERCIAL BANK	70,254,161	327,842,670	5,767
AIG INTERNATIONAL INC	INSURANCE-LIFE/HEALTH	16,627,232	48,771,367	5,445
BANK OF TOKYO MITSUBISHI UFJ LTD	COMMERCIAL BANK	76,077,755	134,075,006	4,103
NATIXIS	COMMERCIAL BANK	52,039,309	350,333,611	3,799
WACHOVIA BANK NATIONAL ASSOCIATION	COMMERCIAL BANK	27,151,940	367,121,828	3,375
MORGAN STANLEY CAPITAL GROUP, INC.	BROKER/DEALER COMMODITIES	22,517,932	94,184,096	2,740
BAYERISCHE HYPO-UND VEREINSBANK AG	COMMERCIAL BANK	89,556,348	308,809,022	2,353
COMMERZBANK AG	COMMERCIAL BANK	114,406,785	522,773,969	2,201

External Trade Count

Deal Counts by Product as of May 30, 2008	
Product	Trade Counts as of 5/30/2008
DEFAULT SWAP	361,020
SWAP	212,825
FOREX	136,876
FORWARDS	30,850
EQUITY DERIVATIVES	18,864
OTHER DERIVATIVES	159,796
SUBTOTAL DERIVATIVES	920,231
SBL	189,894
MARGIN LENDING	166,034
REPO	31,053
MLMF	280
TOTAL	1,307,492
Legal Entity	Trade Counts as of 5/30/2008
LBSF	592,138
LBCC	115,286
LBJ	57,340
LBCS	27,971
LBF	16,362
EAUS	11,850
LBCE	6,461
LOTC	2,036
LBBK	1,968
LBLUX	1,603
LBCCA	1,482
LFIS	1,076
LBKR	903
ALL OTHER	2,493
SUBTOTAL	838,969
LBIE	254,309
LBI	214,214
TOTAL	1,307,492

LEHMAN'S VIEW OF LEHMAN VS. BEAR			
Key Liquidity Metrics	Presentation to FRBNY on 5/28/08		"Gameplan" 9/2/08
	Bear	Lehman	Lehman
	Q108	Q108	Q308
Net Balance Sheet	254	397	315
Net Leverage	22.6x	15.4x	10.7x
Liquidity Pool	17	34	41
STD (excluding current portion)	16	16	
Current Portion LTD	<u>10</u>	<u>19</u>	
Total Short-term Debt	26	35	
Short-term Debt/Liquidity Pool	1.5x	1.0x	
Unencumbered Assets	14	161	
Free Credit Balances	43	13	1