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Subject: Lehman ILC Capital Infusion and Asset Funding 7 20 08 v2.xls
Attach: ILC Capital Infusion and Asset Funding 7 20 08 v2.xls;int16.DOC;DC_LAN01-
#234543-vrtf-Lehman_23A_exemption_terms.DOC

Attached please find an updated asset file as well as a redlined and clean version of the term sheet. As requested, we removed all the corporate loans rated CCC+ and below, reduced the size of the land loan portion of the portfolio, collateralized the guaranty and refined the total pool to equal the size of the 23A exemption request. Given the dynamic nature of our business, as well as the requirement for client consents on some of the transfers, the actual pool may vary slightly from the attached, but will be consistent in terms of credit quality, asset type and rating. We look forward to discussing with you in more detail after you have had the opportunity to review.

> Spreadsheet:
> <<ILC Capital Infusion and Asset Funding 7 20 08 v2.xls>>
> Clean Version of Term Sheet:
> <<int16.DOC>>
> Blacklined version of Term Sheet:
> <<DC_LAN01-#234543-vrtf-Lehman_23A_exemption_terms.DOC>>