

FIXED INCOME Q3 GROSS BALANCE SHEET TARGETS

7/22/2008

	Global								Americas								Europe								Asia						
	Gross Balance Sheet								Gross Balance Sheet								Gross Balance Sheet								Gross Balance Sheet						
	Final	Final	Limit	Proposed	Deriv MTM	Final	Current		Final	Final	Limit	Proposed	Deriv MTM	Final	Current		Final	Final	Limit	Proposed	Deriv MTM	Final	Current		Final	Final	Limit	Proposed	Deriv MTM	Final	
Q1'08	Q2'08	Q2'08	Q3'08	Adjustment	Q3'08	22-Jul-08		Q1'08	Q2'08	Q2'08	Q3'08	Adjustment	Q3'08	22-Jul-08		Q1'08	Q2'08	Q2'08	Q3'08	Adjustment	Q3'08	22-Jul-08		Q1'08	Q2'08	Q2'08	Q3'08	Adjustment	Q3'08		
Global Rates	153,996	86,185	104,900	107,000	0	107,000	144,580	85,410	49,496	77,300	56,000	(2,000)	54,000	78,445	54,061	28,356	13,900	40,000	2,000	42,000	49,034	14,525	10,334	13,700	11,000		11,000				
High Grade Credit	14,620	10,884	16,000	12,500	0	12,500	12,340	12,250	9,101	12,800	10,500		10,500	10,516	1,416	880	1,800	1,000		1,000	997	954	902	1,800	1,000		1,000				
CDO	11,175	7,785	10,400	8,000	1,000	9,000	9,283	7,559	2,975	4,400	3,000	250	3,250	4,383	1,591	2,626	4,000	2,750	750	3,500	2,504	2,025	2,184	2,000	2,250		2,250				
Securitized Products	65,073	61,292	65,700	59,500	(500)	59,000	63,380	51,560	48,253	52,200	47,500	(250)	47,250	49,909	11,619	11,203	11,500	10,100	(250)	9,850	11,798	1,894	1,836	2,000	1,900		1,900				
Real Estate	65,680	59,852	60,900	55,000	0	55,000	58,596	38,294	34,309	37,000	31,700		31,700	33,790	17,330	16,328	14,800	15,800		15,800	16,049	10,056	9,216	9,100	7,500		7,500				
High Yield	16,205	16,219	15,800	14,500	(500)	14,000	13,747	9,770	11,558	8,200	9,500	(500)	9,000	9,427	3,324	1,986	4,900	2,000		2,000	1,832	3,111	2,695	2,700	3,000		3,000				
Municipals	10,231	8,459	9,000	8,000	0	8,000	7,770	10,231	8,459	9,000	6,000		6,000	7,770	0	0	0			0	0	0	0	0			0				
Commodities	4,002	5,847	4,000	8,000	0	8,000	8,841	3,913	4,947	3,200	7,000		7,000	7,963	89	634	800	750		750	561	0	265	0	250		250				
Foreign Exchange	6,351	4,487	6,800	6,000	0	6,000	4,493	4,814	3,388	4,800	4,600	(500)	4,100	2,983	311	461	800	300	500	800	797	1,225	638	1,200	1,100		1,100				
FID Corporate	9,121	10,237	15,300	17,500	0	17,500	10,400	8,103	9,235	14,200	16,350		16,350	9,488	868	868	900	900		900	868	150	135	200	250		250				
FID Corp Loans	3,339	3,744	5,100	4,000	0	4,000	2,892	1,743	1,729	3,500	2,000		2,000	1,471	1,596	2,015	1,600	2,000		2,000	1,421	0	0	0	0		0				
IBD Loans	7,003	5,567	7,100	5,000	0	5,000	3,723	4,190	2,547	4,300	2,500		2,500	2,207	2,812	3,021	2,800	2,500		2,500	1,516	0	0	0	0		0				
Total FID Americas	366,796	280,559	321,000	303,000	0	303,000	340,045	237,836	183,997	230,900	196,650	(3,000)	193,650	218,353	95,019	68,357	57,600	78,100	3,000	81,100	87,377	33,941	28,205	32,500	28,250	0	28,250				

FIXED INCOME Q3 NET BALANCE SHEET TARGETS
7/22/2008

	Global Net Balance Sheet						
	Final	Final	Limit	Proposed	Deriv MTM	Final	Current
	Q1'08	Q2'08	Q2'08	Q3'08	Adjustment	Q3'08	22-Jul-08
Global Rates	52,010	38,290	41,000	57,000	0	57,000	78,059
High Grade Credit	11,335	8,105	11,900	10,000		10,000	9,847
CDO	11,000	6,649	8,000	7,000	1,000	8,000	9,120
Securitized Products	62,135	57,034	57,400	55,000	(500)	54,500	61,828
Real Estate	64,968	80,330	58,000	55,000		55,000	59,999
High Yield	14,596	14,022	13,700	12,500	(500)	12,000	12,798
Municipals	9,465	6,307	8,000	6,000		6,000	7,324
Commodities	3,716	5,042	3,900	6,000	0	6,000	6,554
Foreign Exchange	6,348	4,237	6,200	6,000	0	6,000	4,339
FID Corporate	2,244	3,029	2,950	11,000		11,000	2,749
FID Corp Loans	3,299	3,898	3,100	4,000		4,000	2,853
IBD Loans	6,994	4,618	4,850	4,500		4,500	3,714
Total FID Americas	248,130	211,761	219,000	236,000	0	236,000	258,152

	Americas Net Balance Sheet						
	Final	Final	Limit	Proposed	Deriv MTM	Final	Current
	Q1'08	Q2'08	Q2'08	Q3'08	Adjustment	Q3'08	22-Jul-08
	30,200	23,791	23,600	30,000	(2,000)	28,000	36,448
	9,569	6,615	10,100	8,100		8,100	8,501
	7,395	2,401	3,600	2,750	250	3,000	4,231
	48,727	44,027	44,000	43,000	(250)	42,750	48,444
	37,587	33,783	35,000	31,700		31,700	32,160
	8,583	8,801	8,200	8,000	(800)	7,500	8,664
	9,465	6,307	8,000	6,000		6,000	7,324
	3,628	4,470	3,200	7,000		7,000	7,676
	4,814	3,441	4,800	4,600	(500)	4,100	2,983
	2,089	2,890	2,750	10,750		10,750	2,700
	1,702	1,819	1,700	2,000		1,750	1,432
	4,182	2,346	2,350	2,500		2,200	2,198
Total FID Americas	167,961	141,491	147,300	158,400	(3,000)	152,850	162,760

	Europe Net Balance Sheet						
	Final	Final	Limit	Proposed	Deriv MTM	Final	Current
	Q1'08	Q2'08	Q2'08	Q3'08	Adjustment	Q3'08	22-Jul-08
	14,173	10,447	11,400	22,000	2,000	24,000	32,209
	891	640	900	900		900	613
	1,585	1,992	2,400	2,000	750	2,750	2,498
	11,514	11,154	11,500	10,100	(250)	9,850	11,711
	17,324	17,330	14,500	15,800		15,800	16,049
	2,995	1,582	2,600	1,500		1,500	1,708
	0	0	0	0		0	0
	88	384	700	750		750	561
	309	175	300	300	500	800	643
	5	5	0	0		0	5
	1,596	2,280	1,400	2,000		2,250	1,421
	2,612	2,472	2,500	2,000		2,300	1,518
Total FID Americas	53,293	48,462	48,400	57,350	3,000	60,900	68,934

	Asia Net Balance Sheet						
	Final	Final	Limit	Proposed	Deriv MTM	Final	Current
	Q1'08	Q2'08	Q2'08	Q3'08	Adjustment	Q3'08	22-Jul-08
	7,838	4,051	6,000	5,000		5,000	9,404
	875	850	900	1,000		1,000	733
	2,019	2,257	2,000	2,250		2,250	2,391
	1,894	1,852	1,900	1,900		1,900	1,673
	10,056	9,216	8,500	7,500		7,500	8,757
	3,020	2,639	2,700	3,000		3,000	2,426
	0	0	0	0		0	0
	0	188	0	250		250	318
	1,225	620	1,100	1,100		1,100	713
	150	134	200	250		250	44
	0	0	0	0		0	0
	0	0	0	0		0	0
Total FID Americas	26,877	21,908	23,300	22,250	0	22,250	26,457

Lehman Brothers
Global Consolidated Balance Sheet
Global Consolidated Summary
July 22, 2008

USD millions

CONSOLIDATED	Gross Balance Sheet Assets					Net Balance Sheet Assets					Asset Breakout (for Current Day)							TD Cash Shorts
	Today 22-Jul-08	Prior 21-Jul-08	Variance Incr/(Decr)	Gross Target	Over (Under)	Today 22-Jul-08	Prior 21-Jul-08	Variance Incr/(Decr)	Net Target	Over (Under)	Net BS				Rev Repos	FAS 140/ Borrow	Seg Cash/ Goodwill	
											Net Longs	Repo 105	Fails	Other				
Global Rates	144,580	148,358	(1,778)	107,000	37,580	78,059	78,507	(447)	57,000	21,059	85,911	(10,405)	562	1,990	64,897	1,623	0	(66,515)
High Grade Credit	12,340	12,518	(178)	12,500	(160)	9,847	10,049	(203)	10,000	(153)	10,410	(783)	209	10	1,958	58	0	(2,399)
CDO	9,283	9,259	24	9,000	283	9,120	9,096	23	8,000	1,120	9,261	(250)	10	99	145	18	0	(142)
Securitized Products	63,380	64,694	(1,314)	59,000	4,380	61,828	63,092	(1,264)	54,500	7,328	60,311	(273)	74	1,716	1,231	29	292	(1,286)
Real Estate	58,596	58,640	(44)	55,000	3,596	58,966	56,999	(33)	55,000	1,966	58,968	(190)	14	174	1,630	0	0	(336)
High Yield	13,747	13,823	(76)	14,000	(253)	12,798	12,671	(73)	12,000	798	12,874	(191)	9	106	232	717	0	(841)
Municipals	7,770	7,866	(96)	8,000	1,770	7,324	7,421	(97)	8,000	1,324	7,310	0	0	15	351	95	0	(1,520)
Commodities	8,841	8,838	3	8,000	841	8,554	8,550	3	8,000	554	8,574	(3)	5	1,977	0	0	287	0
Foreign Exchange	4,493	4,422	71	6,000	(1,507)	4,339	4,268	71	6,000	(1,681)	4,226	(77)	2	188	154	0	0	(142)
FID Corporate	10,400	10,167	233	17,500	(7,100)	2,749	2,762	(13)	11,000	(8,251)	(30)	0	0	2,779	1,098	0	6,553	(0)
FID Corp Loans	2,892	2,541	351	4,000	(1,108)	2,853	2,502	351	4,000	(1,147)	2,853	0	0	0	0	39	0	(78)
IBD Loans	3,723	3,673	50	5,000	(1,277)	3,714	3,664	50	4,500	(786)	3,714	0	0	0	0	0	9	0
Total FID Core:	340,045	342,798	(2,753)	303,000	37,045	258,152	259,783	(1,631)	236,000	22,152	260,382	(12,172)	886	9,055	71,695	3,057	7,141	(75,260)
Total FID Prime Services:	250,333	256,981	(6,647)	110,000	140,333	4,275	4,183	92	5,500	(1,225)	1,898	0	636	1,742	147,062	93,989	5,007	(1,460)
Total FID (Consolidated)	590,379	599,779	(9,401)	413,000	177,379	262,427	263,966	(1,539)	241,500	20,927	262,279	(12,172)	1,522	10,797	218,757	97,046	12,149	(76,720)
Execution Services / Liquid Market	8,703	8,865	(161)	0	0	8,286	8,488	(202)	0	0	5,547	(176)	600	315	33	2,318	68	(2,512)
Convertible Products	2,204	2,257	(53)	0	0	1,893	1,728	(35)	0	0	1,826	(198)	62	3	0	511	0	(816)
Volatility	25,079	24,777	302	0	0	21,377	21,101	276	0	0	19,671	(1,062)	105	2,693	182	3,384	137	(11,597)
Equities Strategies	4,263	3,809	454	0	0	2,579	2,249	331	0	0	2,299	(55)	34	302	0	1,684	0	(1,122)
Firm Relationship Loans	2,582	2,736	(154)	0	0	2,582	2,736	(154)	0	0	2,582	0	0	0	0	0	0	(0)
Equity Corporate	739	661	78	0	0	369	369	0	0	0	118	0	0	251	171	0	198	(0)
Total Equities Core:	43,570	43,105	466	50,000	(6,430)	34,896	34,671	215	40,000	(5,114)	32,043	(1,521)	801	3,564	386	7,895	403	(16,047)
Total Equities Prime Services:	96,807	95,929	878	115,000	(18,193)	27,569	27,258	311	34,500	(6,931)	16,600	(3,386)	877	13,479	11,143	54,993	3,103	(18,271)
Total Equities (Consolidated)	140,378	139,034	1,344	165,000	(24,622)	62,456	61,929	527	74,500	(12,044)	48,642	(4,907)	1,678	17,042	11,529	62,888	3,506	(34,318)
Global Principal Strategies	4,824	4,824	0	5,000	(176)	2,128	2,128	0	1,600	528	1,717	0	0	412	2,458	238	0	0
Global Trading Strategies	5,187	5,197	(10)	6,100	(913)	4,969	4,985	(17)	5,800	(831)	4,944	(20)	26	19	72	146	0	(214)
Global Opportunities Group	1,245	1,180	64	1,500	(255)	1,093	1,047	47	1,200	(107)	1,030	0	4	59	152	0	0	(172)
Direct Principal Investments	1,332	1,338	(7)	1,400	(68)	1,332	1,338	(7)	1,400	(68)	1,331	0	0	0	0	0	0	0
Total Principal Investing	12,587	12,540	47	14,000	(7,413)	9,522	9,488	23	10,000	(478)	9,022	(20)	29	491	2,682	384	0	(386)
Asset Management	7,163	7,113	50	7,343	(180)	4,136	4,127	9	4,272	(135)	2,040	0	12	2,085	24	0	3,002	(1)
Private Equity	5,946	5,946	1	5,257	689	5,729	5,728	1	5,029	700	5,368	0	0	363	0	2	214	0
Total IMD	13,109	13,059	50	12,600	509	9,865	9,855	10	9,300	565	7,406	0	12	2,448	24	3	3,217	(1)
Investment Banking Division	634	566	68	800	34	633	566	68	600	33	565	0	0	68	0	1	0	(2)
Treasury	32,290	32,823	(533)	39,000	(6,710)	32,063	32,596	(533)	7,000	25,063	24,363	0	0	7,700	0	0	227	(15)
Corporate Other Assets / Investments	17,269	17,239	30	30,400	(13,131)	14,083	14,083	0	17,400	(3,317)	1,379	0	0	12,704	1,000	1,000	1,186	0
Total Non-Core	50,193	50,628	(434)	70,000	(19,807)	46,779	47,244	(465)	25,000	21,779	26,307	0	0	20,472	1,000	1,001	1,413	(16)
Total All Other (Consolidated)	75,890	76,226	(336)	96,600	(20,710)	66,166	66,598	(432)	44,300	21,866	42,735	(20)	41	23,411	3,706	1,388	4,630	(403)
Grand Totals Consolidated	806,646	815,039	(8,393)	674,600	132,046	391,049	392,493	(1,444)	360,300	30,749	353,657	(17,099)	3,241	51,250	233,992	161,321	20,284	(11,441)
Liquid Markets Financing	211,419	217,393	(5,974)	76,500	134,919	1,489	1,327	162	1,000	489	1,248	0	221	19	127,895	81,960	75	(1,336)
Credit Financing	32,226	32,695	(469)	25,500	6,726	1,186	1,252	(65)	1,500	(314)	532	0	347	307	19,063	11,976	0	(20)
Clearing and Execution	87	91	(4)	0	87	87	91	(4)	0	87	19	0	68	0	0	0	0	0
FID Structured Transactions	286	286	0	500	(214)	130	130	0	250	(120)	88	0	0	42	104	52	0	(104)
FID Futures	6,316	6,316	0	7,500	(1,184)	1,384	1,384	0	2,750	(1,366)	9	0	0	1,374	0	0	4,932	0
Total FID Prime Services:	250,333	256,981	(6,647)	110,000	140,333	4,275	4,183	92	5,500	(1,225)	1,898	0	636	1,742	147,062	93,989	5,007	(1,460)
Equity Financing	83,753	82,974	779	99,500	(15,747)	19,648	19,438	210	26,500	(6,852)	7,400	(1,603)	820	13,031	10,481	50,553	3,071	(6,884)
Equity Synthetic	12,643	12,540	103	15,000	(2,357)	7,512	7,408	105	7,750	(238)	8,843	(1,792)	45	406	659	4,440	32	(11,204)
Clearing and Execution	11	14	(3)	0	11	11	14	(3)	0	11	0	0	11	0	0	0	0	(0)
Structured Transactions	401	401	0	500	(99)	398	398	0	250	148	356	0	0	42	3	0	0	(162)
Equity Futures	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Total Equities Prime Services:	96,807	95,929	878	115,000	(18,193)	27,569	27,258	311	34,500	(6,931)	16,600	(3,386)	877	13,479	11,143	54,993	3,103	(18,271)
Total Prime Services	347,141	352,910	(5,769)	225,000	122,141	31,845	31,441	404	40,000	(8,155)	18,497	(3,386)	1,513	15,220	158,205	148,981	8,110	(19,731)

Gross Balance Sheet is \$806.6B, a decrease of (\$8.4B) over prior day. Net Balance Sheet is \$391.0B, a decrease of (\$1.4B) over prior day. Net Variance as follows:

FIXED INCOME

- Global Rates decreased (\$0.4B) - Governments Asia-Yen
- Securitized Product

EQUITIES

- Equities Strategies increased \$0.3B - Equities Strategies Non-Japan

NON CORE

- Treasury decreased (\$0.5B) - Cash at banks

Inquiries, call Jonathan Neal
@ 3-0125 or Alba Rodriguez @ 3-6937

**Lehman Brothers
Global Consolidated Balance Sheet
Regional Breakout
July 22, 2008**

USD millions

AMERICAS	Gross Balance Sheet Assets					Net Balance Sheet Assets					Asset Breakout (for Current Day)							TD Cash Shorts
	Today 22-Jul-08	Prior 21-Jul-08	Variance Incr/(Decr)	Gross Target	Over (Under)	Today 22-Jul-08	Prior 21-Jul-08	Variance Incr/(Decr)	Net Target	Over (Under)	Net Longs	Repo 105	Fails	Other	Rev Repos	FAS 140/ Borrows	Seg Cash/ Goodwill	
Global Rates	78,445	79,718	(1,273)	54,000	24,445	36,446	36,601	(156)	28,000	3,446	37,902	(3,268)	541	1,270	41,853	146	0	(44,365)
High Grade Credit	10,516	10,641	(125)	10,500	16	8,501	8,650	(149)	8,100	401	8,483	(197)	206	10	1,479	536	0	(1,881)
CDO	4,383	4,371	12	3,250	1,133	4,231	4,220	11	3,000	1,231	4,242	(82)	0	70	133	18	0	(121)
Securitized Products	49,909	51,254	(1,344)	47,250	2,659	48,444	49,738	(1,294)	42,750	5,694	46,688	(11)	63	1,703	1,193	29	244	(1,226)
Real Estate	33,790	33,815	(25)	31,700	2,090	32,160	32,174	(14)	31,700	460	32,148	0	12	0	1,630	0	0	(309)
High Yield	9,427	9,488	(60)	9,000	427	8,664	8,732	(68)	7,500	1,164	8,660	(15)	4	15	47	717	0	(672)
Municipals	7,770	7,866	(96)	6,000	1,770	7,324	7,421	(97)	6,000	1,324	7,310	0	0	15	351	95	0	(1,520)
Commodities	7,963	7,961	2	7,000	963	7,676	7,674	2	7,000	676	5,698	(1)	1	1,977	0	0	287	0
Foreign Exchange	2,983	2,963	20	4,100	(1,117)	2,983	2,963	20	4,100	(1,117)	2,912	(19)	2	89	0	0	0	0
FID Corporate	9,488	9,243	245	16,350	(6,862)	2,700	2,701	(1)	10,750	(8,050)	(58)	0	0	2,758	1,097	0	5,690	0
FID Corp Loans	1,471	1,191	280	2,000	(529)	1,432	1,152	280	2,000	(568)	1,432	0	0	0	0	39	0	(76)
IBD Loans	2,207	2,160	47	2,500	(293)	2,198	2,151	47	2,500	(302)	2,198	0	0	0	0	0	9	0
Total FID Core:	218,353	220,669	(2,316)	193,650	24,703	162,760	164,177	(1,417)	153,400	9,360	157,616	(3,593)	830	7,908	47,783	1,580	6,230	(50,170)
Total FID Prime Services:	198,454	206,477	(8,023)	79,000	119,454	4,034	3,934	100	5,500	(1,466)	1,905	0	394	1,736	111,199	78,213	5,007	(1,344)
Total FID Americas	416,808	427,146	(10,338)	272,650	144,158	166,795	168,111	(1,316)	158,900	7,895	159,521	(3,593)	1,223	9,644	158,982	79,793	11,237	(51,514)
Execution Services / Liquid Market	6,273	6,238	36	0	0	4,136	4,168	(32)	0	0	3,993	(56)	46	154	33	2,079	25	(2,079)
Convertible Products	1,520	1,574	(54)	0	0	1,048	1,086	(39)	0	0	1,098	(52)	0	1	0	473	0	(522)
Volatility	6,004	5,830	174	0	0	3,812	3,674	138	0	0	3,734	(10)	1	87	182	1,874	137	(2,878)
Equities Strategies	2,486	2,340	146	0	0	1,169	1,134	35	0	0	1,131	(15)	5	48	0	1,317	0	(96)
Firm Relationship Loans	1,915	2,075	(160)	0	0	1,915	2,075	(160)	0	0	1,915	0	0	0	0	0	0	0
Equity Corporate	441	363	78	0	0	79	78	1	0	0	73	0	0	6	171	0	191	(0)
Total Equities Core:	18,640	18,420	220	19,850	(1,210)	12,158	12,216	(57)	14,250	(2,092)	11,944	(134)	51	297	386	5,743	353	(6,464)
Total Equities Prime Services:	58,713	58,647	66	68,350	(9,637)	15,592	15,971	(379)	19,000	(3,408)	8,555	(1,091)	419	7,709	5,068	35,863	2,189	(7,345)
Total Equities Americas	77,353	77,068	285	88,200	(10,847)	27,751	28,186	(436)	33,250	(5,499)	20,499	(1,224)	470	8,006	5,454	41,606	2,542	(13,809)
Global Principal Strategies	4,659	4,659	0	5,000	(341)	1,963	1,963	0	1,600	363	1,551	0	0	412	2,458	238	0	0
Global Trading Strategies	4,019	4,010	9	5,365	(1,346)	3,868	3,865	3	5,105	(1,237)	3,854	(5)	0	19	5	146	0	(151)
Global Opportunities Group	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Direct Principal Investments	1,066	1,071	(5)	1,140	(74)	1,066	1,071	(5)	1,140	(74)	1,066	0	0	0	0	0	0	0
Total Principal Investing	9,744	9,740	4	11,505	(1,761)	6,896	6,899	(3)	7,845	(949)	6,471	(5)	0	431	2,464	384	0	(151)
Asset Management	5,759	5,719	40	6,004	(244)	2,733	2,733	0	2,932	(199)	956	0	0	1,777	24	0	3,002	(0)
Private Equity	4,205	4,205	0	4,671	(466)	3,988	3,988	0	4,442	(454)	3,701	0	0	287	0	2	214	0
Total IMD	9,964	9,924	40	10,674	(710)	6,721	6,721	0	7,374	(653)	4,657	0	0	2,064	24	2	3,217	(0)
Investment Banking Division	488	488	0	500	(12)	487	487	0	500	(13)	420	0	0	68	0	1	0	(2)
Treasury	32,289	32,822	(533)	39,000	(6,711)	32,063	32,595	(533)	7,000	25,063	24,362	0	0	7,700	0	0	227	(15)
Corporate Other Assets / Investments	16,215	16,215	0	29,400	(13,185)	14,083	14,083	0	16,400	(2,317)	1,379	0	0	12,704	1,000	1,000	132	0
Total Non-Core	48,993	49,525	(532)	68,900	(19,907)	46,633	47,166	(533)	23,900	22,733	26,161	0	0	20,472	1,000	1,001	359	(16)
Total All Other Americas	68,701	69,189	(488)	91,079	(22,378)	60,251	60,786	(535)	39,119	21,132	37,289	(5)	0	22,967	3,487	1,387	3,576	(168)
Grand Totals Americas	562,862	573,403	(10,541)	451,929	110,933	254,796	257,083	(2,288)	231,269	23,527	217,308	(4,822)	1,694	40,617	167,924	122,787	17,355	(69,491)
Liquid Markets Financing	168,472	176,110	(7,638)	55,500	112,972	1,353	1,266	87	1,000	353	1,268	0	65	19	99,625	67,419	75	(1,221)
Credit Financing	23,312	23,692	(380)	15,750	7,562	1,099	1,082	17	1,500	(401)	532	0	261	307	11,471	10,742	0	(20)
Clearing and Execution	87	91	(4)	0	87	87	91	(4)	0	87	19	0	68	0	0	0	0	0
FID Structured Transactions	267	268	(1)	250	17	112	112	0	250	(138)	76	0	0	36	104	52	0	(104)
FID Futures	6,316	6,316	0	7,500	(1,184)	1,384	1,384	0	2,750	(1,366)	9	0	0	1,374	0	0	4,932	0
Total FID Prime Services:	198,454	206,477	(8,023)	79,000	119,454	4,034	3,934	100	5,500	(1,466)	1,905	0	394	1,736	111,199	78,213	5,007	(1,344)
Equity Financing	51,574	51,490	84	59,600	(8,026)	12,076	12,449	(373)	15,250	(3,174)	4,809	(817)	411	7,673	5,023	32,317	2,157	(785)
Equity Synthetic	6,756	6,774	(19)	8,500	(1,744)	3,136	3,142	(6)	3,500	(364)	3,402	(274)	8	42	3,546	32	0	(6,580)
Clearing and Execution	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	(0)
Structured Transactions	383	383	0	250	133	380	380	0	250	130	344	0	0	36	3	0	0	0
Equity Futures	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Total Equities Prime Services:	58,713	58,647	66	68,350	(9,637)	15,592	15,971	(379)	19,000	(3,408)	8,555	(1,091)	419	7,709	5,068	35,863	2,189	(7,345)
Total Prime Services Americas	257,167	265,124	(7,957)	147,350	109,817	19,627	19,905	(278)	24,500	(4,873)	10,460	(1,091)	813	9,445	116,268	114,076	7,197	(8,689)

Lehman Brothers
Global Consolidated Balance Sheet
Regional Breakout
July 22, 2008

USD millions

EUROPE

	Gross Balance Sheet Assets					Net Balance Sheet Assets					Asset Breakout (for Current Day)						TD Cash Shorts	
	Today 22-Jul-08	Prior 21-Jul-08	Variance Incr/(Decr)	Gross Target	Over (Under)	Today 22-Jul-08	Prior 21-Jul-08	Variance Incr/(Decr)	Net Target	Over (Under)	Net BS				FAS 140/ Seg Cash/ Goodwill			
											Net Longs	Repo 105	Falls	Other	Rev Repos	Borrows		
Global Rates	49,034	49,133	(100)	42,000	7,034	32,209	32,223	(14)	24,000	8,209	38,628	(7,073)	21	633	16,824	0	0	(17,737)
High Grade Credit	997	993	4	1,000	(3)	613	606	7	900	(287)	933	(323)	3	0	385	0	0	(423)
CDO	2,504	2,494	10	3,500	(996)	2,498	2,488	10	2,760	(262)	2,608	(124)	0	15	6	0	0	(17)
Securitized Products	11,798	11,767	30	9,850	1,948	11,711	11,681	30	9,850	1,861	11,945	(258)	12	13	38	0	49	(38)
Real Estate	16,049	16,074	(25)	15,800	249	16,049	16,074	(25)	15,800	249	16,228	(161)	2	0	0	0	0	(0)
High Yield	1,832	1,829	3	2,000	(168)	1,708	1,702	6	1,500	208	1,852	(146)	2	0	124	0	0	(110)
Municipals	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Commodities	561	561	0	750	(189)	561	561	0	750	(189)	560	(1)	2	0	0	0	0	0
Foreign Exchange	797	723	74	800	(3)	643	569	74	800	(157)	701	(66)	0	0	154	0	0	(142)
FID Corporate	868	868	0	900	(32)	5	5	0	0	5	5	0	0	0	0	0	863	0
FID Corp Loans	1,421	1,351	70	2,000	(579)	1,421	1,351	70	2,000	(579)	1,421	0	0	0	0	0	0	0
IBD Loans	1,516	1,513	3	2,500	(984)	1,516	1,513	3	2,000	(484)	1,516	0	0	0	0	0	0	0
Total FID Core:	87,377	87,305	72	81,100	6,277	68,934	68,771	164	60,350	8,584	76,395	(8,164)	43	660	17,531	0	911	(18,467)
Total FID Prime Services:	42,430	43,542	(1,112)	24,000	18,430	261	249	12	0	261	12	0	243	6	36,768	5,400	0	(116)
Total FID Europe	129,807	130,847	(1,040)	105,100	24,707	69,195	69,020	175	60,350	8,845	76,408	(8,164)	285	666	54,300	5,400	911	(18,582)
Execution Services	1,583	1,870	(287)	0	0	1,372	1,630	(258)	0	0	951	(118)	506	32	0	211	0	(360)
Convertible Products	461	466	(5)	0	0	423	425	(2)	0	0	525	(146)	45	0	0	38	0	(271)
Volatility	14,049	13,954	94	0	0	12,567	12,462	104	0	0	10,980	(980)	104	2,462	0	1,482	0	(8,579)
Equities Strategies	216	224	(8)	0	0	205	213	(7)	0	0	237	(35)	4	0	0	10	0	(66)
Firm Relationship Loans	667	661	6	0	0	667	661	6	0	0	667	0	0	0	0	0	0	(0)
Equity Corporate	33	33	(0)	0	0	33	33	(0)	0	0	33	0	0	0	0	0	0	0
Total Equities Core:	17,008	17,208	(200)	20,825	(3,817)	15,267	15,424	(157)	16,500	(1,233)	13,393	(1,279)	659	2,495	0	1,741	0	(9,286)
Total Equities Prime Services:	27,522	27,000	522	32,950	(5,428)	8,199	7,576	623	11,300	(3,101)	5,999	(2,098)	349	3,950	5,458	13,170	695	(9,263)
Total Equities Europe	44,530	44,208	323	53,775	(9,245)	23,466	23,000	466	27,800	(4,334)	19,392	(3,377)	1,007	6,444	5,458	14,911	695	(18,529)
Global Principal Strategies	165	165	0	0	165	165	165	0	0	165	165	0	0	0	0	0	0	0
Global Trading Strategies	376	394	(18)	525	(149)	315	333	(18)	495	(180)	328	(15)	2	0	61	0	0	(56)
Global Opportunities Group	0	0	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	0	0
Total Principal Investing	541	559	(18)	525	16	480	497	(18)	495	(15)	493	(15)	2	0	61	0	0	(56)
Asset Management	1,201	1,190	11	1,208	(7)	1,201	1,190	10	1,208	(7)	881	0	11	308	0	0	0	(1)
Private Equity	1,565	1,565	0	514	1,051	1,564	1,564	0	514	1,050	1,489	0	0	75	0	0	0	0
Total IMD	2,766	2,755	11	1,722	1,044	2,765	2,755	11	1,722	1,043	2,370	0	11	384	0	0	0	(1)
Investment Banking Division	121	53	68	50	71	121	53	68	50	71	121	0	0	0	0	0	0	(0)
Treasury	1	1	(0)	0	1	1	1	(0)	0	1	1	0	0	0	0	0	0	0
Corporate Other Assets / Investments	1,054	1,024	30	1,000	54	0	0	0	1,000	(1,000)	0	0	0	0	0	0	1,054	0
Total Non-Core	1,175	1,077	98	1,050	125	121	54	68	1,050	(929)	121	0	0	0	0	0	1,054	(0)
Total All Other Europe	4,482	4,391	91	3,297	1,185	3,366	3,306	61	3,267	99	2,984	(15)	13	384	62	0	1,054	(58)
Grand Totals Europe	178,819	179,446	(627)	162,172	16,648	96,028	95,325	702	91,417	4,611	98,784	(11,556)	1,306	7,494	59,820	20,312	2,660	(37,169)
Liquid Markets Financing	33,498	34,321	(823)	14,000	19,498	156	61	95	0	156	0	0	156	0	29,176	4,166	0	(115)
Credit Financing	8,914	9,202	(289)	9,750	(836)	87	170	(83)	0	87	0	0	87	0	7,593	1,234	0	0
Clearing and Execution	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
FID Structured Transactions	18	18	0	250	(232)	18	18	0	0	18	12	0	0	6	0	0	0	0
FID Futures	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Total FID Prime Services:	42,430	43,542	(1,112)	24,000	18,430	261	249	12	0	261	12	0	243	6	36,768	5,400	0	(116)
Equity Financing	24,652	24,140	512	29,700	(5,048)	5,931	5,322	608	9,050	(3,119)	2,268	(562)	312	3,944	5,458	12,569	695	(6,119)
Equity Synthetic	2,841	2,828	13	3,000	(159)	2,239	2,222	18	2,250	(11)	3,719	(1,506)	27	0	0	602	0	(2,962)
Clearing and Execution	11	14	(3)	0	11	11	14	(3)	0	11	0	0	11	0	0	0	0	(0)
Structured Transactions	18	18	(0)	250	(232)	18	18	(0)	0	18	12	0	0	6	0	0	0	(182)
Equity Futures	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Total Equities Prime Services:	27,522	27,000	522	32,950	(5,428)	8,199	7,576	623	11,300	(3,101)	5,999	(2,098)	349	3,950	5,458	13,170	695	(9,263)
Total Prime Services Europe	69,952	70,542	(590)	56,950	13,002	8,460	7,825	635	11,300	(2,840)	6,011	(2,098)	592	3,955	42,227	18,571	695	(9,379)

Lehman Brothers
Global Consolidated Balance Sheet
Regional Breakout
July 22, 2008

USD millions

ASIA	Gross Balance Sheet Assets					Net Balance Sheet Assets					Asset Breakout (for Current Day)						TD Cash Shorts	
	Today 22-Jul-08	Prior 21-Jul-08	Variance Incr/(Decr)	Gross Target	Over (Under)	Today 22-Jul-08	Prior 21-Jul-08	Variance Incr/(Decr)	Net Target	Over (Under)	Net BS				FAS 140/ Seg Cash/ Goodwill			
											Net Longs	Repo 105	Falls	Other	Rev Repos	Borrows		
Global Rates	17,101	17,507	(406)	11,000	6,101	9,404	9,683	(278)	5,000	4,404	9,381	(64)	0	87	6,219	1,477	0	(6,412)
High Grade Credit	827	884	(57)	1,000	(173)	733	794	(61)	1,000	(267)	995	(262)	0	0	94	0	0	(95)
CDO	2,396	2,394	2	2,250	146	2,391	2,389	2	2,250	141	2,411	(44)	9	14	6	0	0	(4)
Securitized Products	1,673	1,673	0	1,900	(227)	1,673	1,673	0	1,900	(227)	1,678	(5)	0	0	0	0	0	(25)
Real Estate	8,757	8,751	6	7,500	1,257	8,757	8,751	6	7,500	1,257	8,592	(9)	0	174	0	0	0	(28)
High Yield	2,487	2,507	(19)	3,000	(513)	2,426	2,437	(11)	3,000	(574)	2,362	(30)	3	91	61	0	0	(59)
Municipals	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Commodities	316	316	0	250	66	316	316	0	250	66	316	(1)	2	0	0	0	0	0
Foreign Exchange	713	736	(23)	1,100	(387)	713	736	(23)	1,100	(387)	613	0	0	100	0	0	0	0
FID Corporate	44	57	(12)	250	(206)	44	56	(12)	250	(206)	23	0	0	21	0	0	0	(10)
FID Corp Loans	0	0	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	0	0
Total FID Core:	34,315	34,824	(509)	28,250	6,065	26,457	26,835	(378)	22,250	4,207	26,371	(415)	14	487	6,380	1,477	0	(6,623)
Total FID Prime Services:	9,449	6,962	2,487	7,000	2,449	(20)	(0)	(20)	0	(20)	(20)	0	0	0	(906)	10,375	0	0
Total FID Asia	43,764	41,786	1,978	35,250	8,514	26,437	26,835	(398)	22,250	4,187	26,351	(415)	14	487	5,475	11,852	0	(6,623)
Execution Services / Liquid Market	847	757	90	0	0	777	690	87	0	0	602	(2)	48	129	0	26	43	(74)
Convertible Products	223	217	6	0	0	223	217	6	0	0	203	0	16	2	0	0	0	(23)
Volatility	5,026	4,993	34	0	0	4,998	4,965	34	0	0	4,957	(102)	0	143	0	28	0	(141)
Equities Strategies	1,561	1,246	316	0	0	1,205	902	303	0	0	931	(5)	26	253	0	357	0	(79)
Firm Relationship Loans	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Equity Corporate	265	265	(0)	0	0	257	257	(0)	0	0	13	0	0	245	0	0	7	0
Total Equities Core:	7,922	7,476	445	9,325	(1,403)	7,461	7,031	429	9,250	(1,789)	6,706	(109)	92	773	0	411	50	(316)
Total Equities Prime Services:	10,573	10,282	290	13,700	(3,127)	3,778	3,711	67	4,200	(422)	2,046	(197)	109	1,820	616	5,960	219	(1,663)
Total Equities Asia	18,494	17,759	736	23,025	(4,531)	11,238	10,742	496	13,450	(2,212)	8,752	(306)	200	2,592	616	6,370	269	(1,979)
Global Principal Strategies	1	1	0	0	1	1	1	0	0	1	1	0	0	0	0	0	0	0
Global Trading Strategies	791	793	(2)	210	581	786	787	(2)	200	586	762	0	24	0	5	0	0	(6)
Global Opportunities Group	1,245	1,180	64	1,500	(255)	1,093	1,047	47	1,200	(107)	1,030	0	4	59	152	0	0	(172)
Direct Principal Investments	266	267	(1)	260	6	266	267	(1)	260	6	266	0	0	0	0	0	0	0
Total Principal Investing	2,302	2,241	62	1,970	332	2,145	2,102	44	1,660	485	2,058	0	27	60	157	0	0	(178)
Asset Management	203	204	(1)	132	71	203	204	(1)	132	71	203	0	0	0	0	0	0	0
Private Equity	176	176	0	73	104	176	176	0	73	104	176	0	0	0	0	0	0	0
Total IMD	379	380	(1)	204	175	379	380	(1)	204	175	379	0	0	0	0	0	0	0
Investment Banking Division	25	25	(0)	50	(25)	25	25	(0)	50	(25)	25	0	0	0	0	0	0	0
Treasury	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Corporate Other Assets / Investments	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Total Non-Core	25	25	(0)	50	(25)	25	25	(0)	50	(25)	25	0	0	0	0	0	0	0
Total All Other Asia	2,707	2,646	61	2,224	482	2,550	2,506	43	1,914	635	2,462	0	27	60	157	0	0	(178)
Grand Totals Asia	64,965	62,190	2,775	60,499	4,466	40,225	40,084	142	37,614	2,611	37,565	(721)	241	3,139	6,248	18,223	269	(8,780)
Liquid Markets Financing	9,449	6,962	2,487	7,000	2,449	(20)	(0)	(20)	0	(20)	(20)	0	0	0	(906)	10,375	0	0
Credit Financing	0	0	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	0	0
FID Structured Transactions	0	0	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	0	0
Total FID Prime Services:	9,449	6,962	2,487	7,000	2,449	(20)	(0)	(20)	0	(20)	(20)	0	0	0	(906)	10,375	0	0
Equity Financing	7,527	7,344	183	10,200	(2,673)	1,641	1,667	(26)	2,200	(559)	324	(194)	98	1,414	0	5,667	219	(0)
Equity Synthetic	3,046	2,938	108	3,500	(454)	2,137	2,044	92	2,000	137	1,722	(3)	11	406	616	293	0	(1,663)
Clearing and Execution	0	0	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	0	0
Equity Futures	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Total Equities Prime Services:	10,573	10,282	290	13,700	(3,127)	3,778	3,711	67	4,200	(422)	2,046	(197)	109	1,820	616	5,960	219	(1,663)
Total Prime Services Asia	20,022	17,244	2,778	20,700	(678)	3,758	3,711	47	4,200	(442)	2,026	(197)	109	1,820	(289)	16,335	219	(1,663)

Lehman Brothers
Global Consolidated Balance Sheet
Regional Breakout
July 22, 2008

USD millions