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Sent: Sunday, September 21, 2008 12:40 AM (GMT)
To: Kelly, Martin [martin.kelly@lehman.com]
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Subject: Balance Sheet
Attach: Opening Balance Sheet vBB.xls

Here's where we are so far before it gets forwarded to the rest of the group. While Robert focused on the asset side, I added the liabilities and equities to the form.

As you can see, Robert has tracked down the detailed information. However, there are a few open items:

- 1) There is about \$2bn of assets included in the file that may be locked up (can't be transferred) for which we may need to substitute with different collateral - so asset classification may change..
- 2) Although everyone believes it to be the case, Robert did not receive legal confirmation that the shorts did not go.
- 3) We do not have any information as to which subsidiaries went (e.g., Eagle), so the balance sheet does not include any information about these.
- 4) I have not heard back from Kristie or Rose (Heather is out on vacation) on the three foreign subs that supposedly transferred.
- 5) The \$1bn 15-C-3 receivable is an estimate from Paolo.
- 6) The comp accrual and cure payments accrual are just estimates. (Comp for a year should probably not be the full accrual and cure payments should be actual).

Robert, feel free to add any other comments as you see fit.

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