

Confidential

ALCO

Summary Package

September 11, 2007

LEHMAN BROTHERS

Agenda:

- ◆ Liquidity Update: (slide 2 - 4)

- Liquidity Pool as of September 10 was \$32.2 billion, \$0.9 billion decrease from the previous day primarily due to \$0.7 billion intercompany with LBIE (stockloan activity).

- Cash Capital Surplus:

<i>\$billions</i>	7/31 (actual)	8/10 (actual)	8/17 (actual)	8/24 (actual)	8/31 (actual)	9/30 (est.)	10/31 (est.)	11/30 (est.)
CC Surplus	5.2	4.2	2.4	4.5	8.1	0.1	(1.9)	1.1

- ◆ Money Market Repos Status: (slide 5)

- ◆ Secured Funding Status: (slide 6)

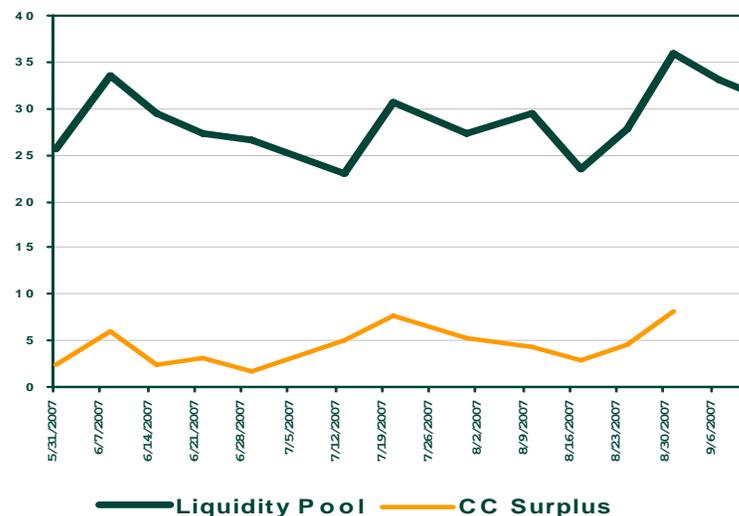
- ◆ Business Changes from Previous Status: (slides 7 - 10)

- ◆ Market Updates: (slide 11)

Liquidity and Cash Capital

- ◆ Liquidity Pool as of September 10 was \$32.2 billion, \$0.9 billion decrease from the previous day primarily due to \$0.7 billion intercompany with LBIE (stockloan activity).
- ◆ Q3 Cash Capital surplus was \$8.1 billion. This includes the repayment of \$2 billion US committed facility and \$2.5 billion full draw of the European facility.

QTD Liquidity Pool and Cash Capital Surplus



Cash Capital Projection

CC Projection for the month ending 8/31 (Q3)		8.1
Change in Liabilities		
Projected Structured Issuance	1.0	
LTD Retirement	(1.5)	
Cash Capital Facilities (Chase \$2Bn, Racers \$1Bn, Dresdner \$1Bn)	4.0	
Roll into Current Portion	(2.0)	
Equity	0.2	
		1.6
Change in Business Usage		
HY/HG		
- Loan Funding	(5.2)	
- Syndication/Selldown	0.4	
Total HY/HG	(4.8)	
Real Estate		
- Loan Funding	(4.4)	
- Securitization/Syndication/Selldown	1.1	
Total Real Estate	(3.3)	
Other		
	(1.5)	
<i>Total Change in Business Usage</i>		(9.6)
CC Projection for the month ending 9/30		0.1
Change in Liabilities		
Projected Structured Issuance	1.3	
Public Debt Issuance	1.5	
Metlife Cash Capital Facility	1.0	
Roll into Current Portion	(1.0)	
Equity	0.2	
		2.9
Change in Business Usage		
HY/HG		
- Loan Funding	(2.5)	
- Syndication/Selldown	1.0	
Total HY/HG	(1.5)	
Real Estate		
- Archstone Equity Funding	(2.4)	
- Loan Funding	(3.2)	
- Securitization/Syndication/Selldown	1.8	
Total Real Estate	(3.8)	
Other		
	0.4	
<i>Total Change in Business Usage</i>		(4.9)
CC Projection for the month ending 10/31		(1.9)
Change in Liabilities		
Projected Structured Issuance	1.0	
Roll into Current Portion	(1.6)	
Equity	0.2	
		(0.4)
Change in Business Usage		
HY/HG		
- Loan Funding	(3.9)	
- Syndication/Selldown	1.0	
Total HY/HG	(2.9)	
Real Estate		
- Loan Funding	(1.7)	
- Securitization/Syndication/Selldown	8.1	
Total Real Estate	6.4	
Other		
	(0.1)	
<i>Total Change in Business Usage</i>		3.4
CC Projection for the month ending 11/30		1.1

Q4 Liquidity Pool Projection

- ◆ Liquidity Pool at the end of Q4 is projected to be \$31.2 billion.
- ◆ There are \$8.1 billion of loans in the pipeline for banks in Q4.

Liquidity Pool vs. Maximum Cumulative Outflow

<i>\$Billions</i>	Q3 (Est.)		Q4 (Est.)	
	31-Aug	30-Sep	31-Oct	30-Nov
Liquidity Pool	36.0	30.0	27.7	31.2 *
Pending LTD Settlements	0.5	0.5	0.5	0.5 **
Pending STD Settlements	0.1	-	-	-
Pending Other Settlements	1.0	-	-	-
Total Liquidity (A)	37.7	30.6	28.3	31.7
LTD Maturity	15.6	16.6	16.8	18.0
STD Maturity	9.6	9.5	9.0	8.2
Contingent Commitment (Prefunding)	2.9	3.0	3.0	3.0
Derivatives Uncollateralized Payables/Overcollateralization	1.6	1.6	1.6	1.6
Debt and Equity Buyback	2.0	0.5	0.5	0.5 ***
Letters of Credit	0.4	0.4	0.4	0.4
UK Unapplied Cash	0.3	0.3	0.3	0.3
Contingent Collateralization on Derivatives	0.1	0.1	0.1	0.1
LB Lux Certificates	0.1	0.2	0.2	0.2
Total Outflow (B)	32.7	32.1	31.8	32.1
MCO 1 year forward position (A-B)	5.0	(1.5)	(3.5)	(0.4)

* Liquidity Pool includes \$2.3 billion AEGIS Investments

** \$0.5 billion LTD issuance projected as pending settlement

*** \$1.5 billion LTD retirement projected in September

September Cash Capital Projections

September Cash Capital Projections

CC as of 8/31 (Q3) 8.1

Change in Liabilities		
Projected Structured Issuance	0.3	
Hudson Castle MMP paydown	(0.7)	
Roll into Current Portion	(0.5)	
<i>Total Change in Liabilities</i>	<u>(0.9)</u>	
Change in Business Usage		Bank Funding
Funding of Project Calvino	(0.5)	-
Funding of Project Teodora	(0.1)	-
<i>Total Fundings</i>	<u>(0.6)</u>	<u>-</u>
LJAC 5 CMBS	0.5	
Syndication of Rembrandt/Delek	0.1	
<i>Total Syndications</i>	<u>0.6</u>	
<i>Total Change in Business Usage</i>	<u>0.0</u>	
Funding of Golden Gate notes purchase	(0.6)	

CC Projection for the week ending 9/7 6.6

Change in Liabilities		
Projected Structured Issuance	0.3	
European CC Facility Paydown	(2.5)	
Roll into Current Portion	(0.1)	
<i>Total Change in Liabilities</i>	<u>(2.4)</u>	
Change in Business Usage		Bank Funding
Funding of ACTS (Air Canada)	(0.5)	(0.1)
Funding of GM Building	-	(0.5)
<i>Total Fundings</i>	<u>(0.5)</u>	<u>(0.6)</u>
<i>Total Syndications</i>	<u>-</u>	
<i>Total Change in Business Usage</i>	<u>(0.5)</u>	

CC Projection for the week ending 9/14 3.7

Change in Liabilities		
Projected Structured Issuance	0.3	
Roll into Current Portion	(0.0)	
<i>Total Change in Liabilities</i>	<u>0.2</u>	
Change in Business Usage		Bank Funding
<i>Total Fundings</i>	<u>-</u>	<u>-</u>
<i>Total Syndications</i>	<u>-</u>	
<i>Total Change in Business Usage</i>	<u>-</u>	

CC Projection for the week ending 9/21 3.9

CC Projection for the week ending 9/21 3.9

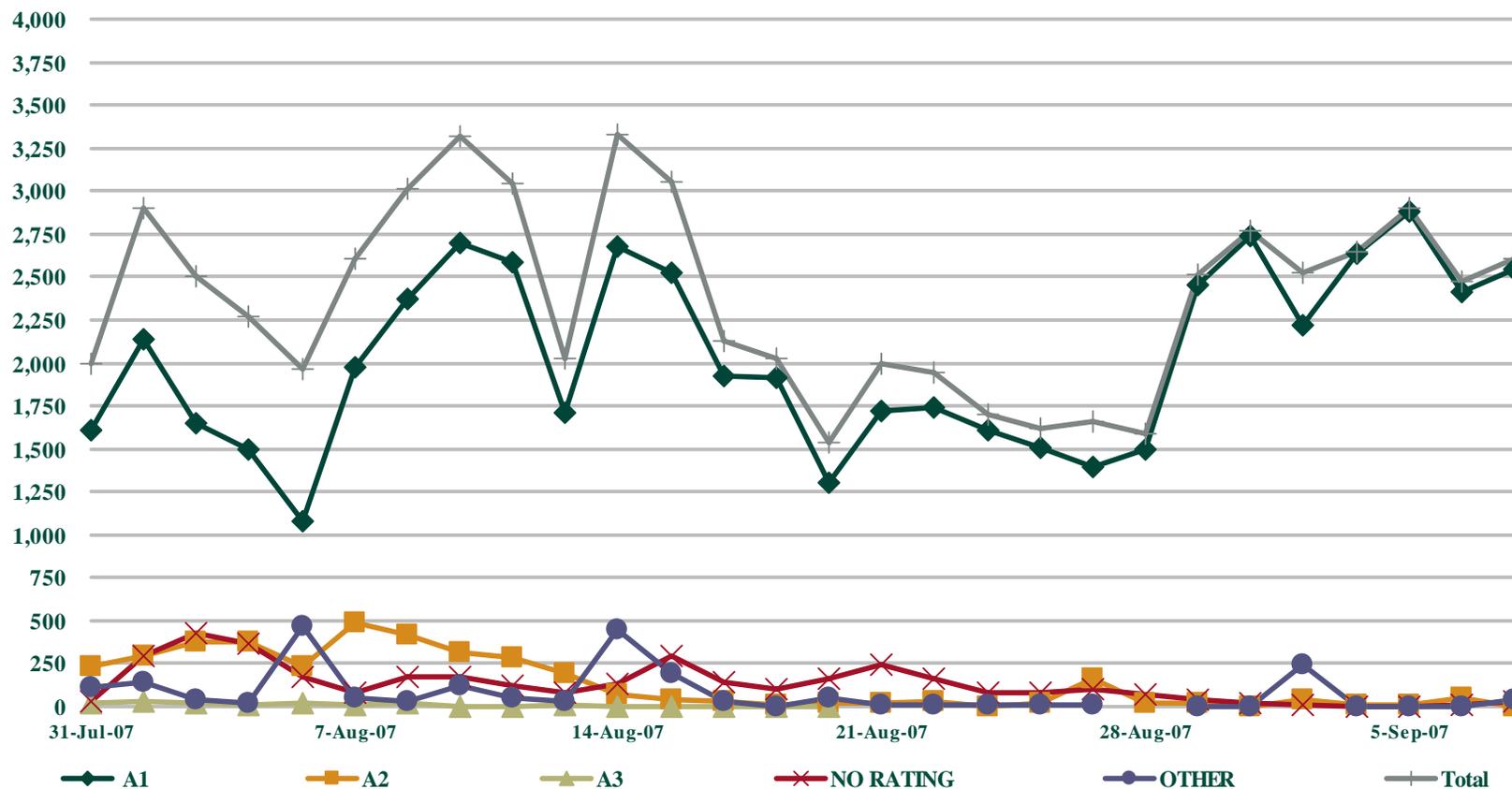
Change in Liabilities		
Projected Structured Issuance	0.3	
Debt Retirement	(1.5)	
Hudson Castle MMP drawdown	0.7	
Racers CC Facility	1.0	
Dresdner CC Facility	1.0	
Chase CC Facility	2.0	
European CC Facility	2.5	
Roll into Current Portion	(1.4)	
<i>Total Change in Liabilities</i>	<u>4.6</u>	
Change in Business Usage		Bank Funding
Funding of First Data	(2.8)	(0.1)
Funding of Applebees/IHOP	(1.7)	(0.4)
Funding of CDW	(1.0)	(0.4)
Funding of misc. Asia Real Estate loans	(0.8)	-
Funding of Akasaka Kokusai	(0.7)	-
Funding of PHH Corp	(0.6)	(0.1)
Funding of Gospel	(0.6)	-
Funding of misc. European Real Estate loans	(0.5)	-
Funding of Conduit/PTG loans	(0.3)	(0.3)
Funding of 230 Park Ave	(0.3)	-
Funding of Star Capital	(0.2)	-
Funding of misc. Asia HY/HG loans	(0.2)	-
Funding of misc. US Real Estate loans	(0.1)	(0.1)
Funding of Friars Square	(0.1)	-
Funding of THSRC drawdown in Taiwan	(0.1)	-
Funding of Grand Asset	(0.1)	-
Funding of Protego	(0.1)	-
Funding of Biomet	(0.1)	-
Funding of Beef Island Resort	(0.1)	-
<i>Total Fundings</i>	<u>(10.3)</u>	<u>(1.4)</u>
CASA 2007-1 securitization	0.7	
Syndication of Floater B note and Mezz	0.4	
Transfer of PHS to Bankhaus	0.3	
Syndication of Drapers Gardens	0.1	
Syndication of misc. Asia Real Estate loans	0.1	
<i>Total Syndications</i>	<u>1.6</u>	
<i>Total Change in Business Usage</i>	<u>(8.7)</u>	
Requirement in IMD	(0.3)	
Requirement in Global Special Opportunities Group	(0.1)	
Equity update	0.2	
Reduction in prefunding on Alcoa	0.5	

CC Projection for the month ending 9/30 0.1

Money Market Repos

Money Market Repos

\$ Millions



1. Excludes assets funded in Bankhaus, which was \$1.4bn as of Sept. 7th, 2007.

Secured Funding Status

◆ Highlights TBD

Secured Funding Volumes

Collateral Allocated Summary	Principal (\$Bn)	Avg Tenor (Days)
Asset Backs - Investment Grade	10.9	33
Asset Backs - Non-Investment Grade	2.2	24
C1 - Investment Grade Convertibles	2.5	25
C2 - Non-Investment Grade Convertibles	3.4	45
Corporates - Investment Grade	13.5	26
Corporates - Non-Investment Grade	10.9	21
E1 - Major Index Equities	8.9	19
E2 - Non-Major Index Equities	9.5	57
E3 - Non-Major Index Equities (<\$5)	4.3	47
EMG	10.2	44
Fund Units	0.5	107
Money Markets (A1)	3.5	19
Money Markets (A2, A3, Other)	0.3	118
Muni	1.7	3
Other	0.0	6
Preferreds	0.7	3
Private Labels - High Yield	3.0	13
Private Labels - Investment Grade	17.3	12
Wholeloan Residential	2.8	23
Grand Total	106.0	29

Top 25 Counterparties

Counterparty Group	Principal (\$Bn)	Avg Tenor (Days)
State Street	14.4	32
FIDELITY	7.6	16
DRESDNER	7.1	55
JP MORGAN CHASE	6.7	23
BANKHAUS	6.4	60
RBC	6.1	17
RACERS	2.8	180
DANSKE BANK	2.5	11
FORTIS	2.4	65
UBS	2.3	2
MIZUHO	2.3	1
ABN AMRO	2.1	8
CITIBANK	2.1	19
MELLON	1.9	32
DWIGHT A.M.	1.8	29
DEKABANK	1.8	16
SUMITOMO	1.7	1
BARCLAYS	1.7	15
RABOBANK	1.6	3
HSBC	1.5	5
LANDESBANK	1.5	5
NOMURA	1.4	13
NORWEST	1.3	3
LCH	1.3	9
BANCO SANTANDER	1.2	49
Other (63 Counterparties)	22.6	17
Grand Total	106.0	29

1. The above is based on global cash repo trades and Government Upgrade Collateral Swaps (CPT Trades) as of September 7th, 2007, excluding products traded special, Governments, Treasuries, Government/MBS Agencies, Sovereigns, and Commercial Wholeloans.

LEHMAN BROTHERS

HY/HG – Loan Funding & Syndication Pipeline

- ◆ Total Funding: \$11.6 Bn
- ◆ Total Syndication: \$2.4 Bn
- ◆ Amounts in post-LLF, post-banks

Timeline	Funding	Bank Funding	Syndication
<u>Closed</u>	-	-	<u>0.1</u> Syndication of Rembrandt/Delek
<u>Projected</u>	<u>11.6</u>	<u>2.4</u>	<u>2.3</u>
Sep	5.2	0.8	0.3
	2.8 Funding of First Data	0.1	0.3 Transfer of PHS to Bankhaus
	1.0 Funding of CDW	0.4	
	0.6 Funding of PHH Corp	0.1	
	0.5 Funding of ACTS (Air Canada)	0.1	
	0.2 Funding of misc. Asia HY/HG loans	-	
	0.1 Funding of Biomet	-	
Oct	2.5	0.5	1.0
	0.6 Funding of Sequa	0.1	1.0 Projected Loan Syndication
	0.6 Funding of TXU	0.1	
	0.5 Funding of Lloyds	-	
	0.4 Funding of LKQ	0.1	
	0.3 Funding of MacArthur	-	
	0.2 Funding of ARINC	0.1	
Nov	3.9	1.1	1.0
	1.1 Funding of Alliance Data	0.1	1.0 Projected Loan Syndication
	1.0 Funding of Harman International	0.1	
	0.5 Funding of TRW Automotive	0.1	
	0.5 Funding of United Rentals	0.4	
	0.4 Funding of McJunkin	0.1	
	0.2 Funding of Hawaiian Telecom	0.3	
	0.1 Funding of Plains Exploration & Production Co	-	
	0.1 Funding of PQ Corp	-	
Total HY/HG	11.6	2.4	2.4
	Total Funding in Q4		Total Syndication in Q4

Real Estate – Loan Funding & Syndication Pipeline

- ◆ Total Funding: \$11.8 Bn
- ◆ Total Syndication: \$11.0 Bn
- ◆ Amounts in post-LLF, post-banks

Timeline	Funding	Bank Funding	Syndication/Securitization
Closed	0.6		0.5 LJAC 5 CMBS
	0.5 Funding of Project Calvino		
	0.1 Funding of Project Teodora		
Projected	11.2	3.4	10.5
Sep	3.8	1.1	0.6
	0.8 Funding of misc. Asia Real Estate loans	-	0.4 Syndication of Floater B note and Mezz
	0.7 Funding of Akasaka Kokusai	-	0.1 Syndication of Drapers Gardens
	0.6 Funding of Gospel	-	0.1 Syndication of misc. Asia Real Estate loans
	0.5 Funding of misc. European Real Estate loans	0.3	
	0.3 Funding of Conduit/PTG loans	0.3	
	0.3 Funding of 230 Park Ave	-	
	0.2 Funding of Star Capital	-	
	0.1 Funding of Friars Square	-	
	0.1 Funding of misc. US Real Estate loans	0.1	
	0.1 Funding of Grande Asset	-	
	0.1 Funding of Protego	-	
	0.1 Funding of Beef Island Resort	-	
	- Funding of GM Building	0.5	
Oct	5.6	1.5	1.8
	2.4 Funding of Archstone	-	0.6 Securitization of Green (repo)
	1.0 Funding of Hilton	0.6	0.2 Securitization of Green (sold)
	0.6 Funding of Legacy Loan	-	0.3 Project Pearl securitization (repo)
	0.6 Funding of misc. Asia Real Estate loans	-	0.2 Project Pearl securitization (sold)
	0.4 Funding of misc. European Real Estate loans	0.3	0.5 Syndication of Floater B note and Mezz
	0.3 Funding of Conduit/PTG loans	0.4	
	0.3 Funding of misc. US Real Estate loans	0.3	
	0.1 Funding of Protego	-	
Nov	1.7	0.9	8.1
	0.6 Funding of misc. Asia Real Estate loans	-	2.0 Gospel Securitisation (repo)
	0.4 Funding of misc. European Real Estate loans	0.3	1.2 Gospel Securitisation (sold)
	0.3 Funding of Conduit/PTG loans	0.4	1.5 Windermere 14 securitization (repo)
	0.3 Funding of misc. US Real Estate loans	0.3	1.2 USCWL C-7 securitization (repo)
	0.1 Funding of Protego	-	0.9 LJAC 6 CMBS
			0.4 Syndication of Clover
			0.3 Syndication of Floater B note and Mezz
			0.3 Syndication of Ryowa
			0.2 Syndication of Kenedix
			0.1 Syndication of West 44th St
Total RE	11.8	Total Funding in Q4	3.4
			11.0 Total Syndication/Securitization in Q4

Archstone-Smith

	Projected Commitment					Projected Commitment with Asset Sales and Fannie Mae				
	Lehman 47.3%	Barclays 25%	B of A 27.7%	Tishman	Total	Lehman 47.3%	Barclays 25%	B of A 27.7%	Tishman	Total
Fixed Rate Loan	2,859	1,511	1,674		6,045	-	-	-		-
Floating Rate Loan	1,481	783	868		3,132	865	457	506		1,828
Term Loan	2,199	1,163	1,288		4,650	1,544	816	904		3,265
Mezzanine	431	228	252		911	431	228	252		911
Development Loan	237	125	139		500	237	125	139		500
Existing Debt Assumed	609	322	356		1,287	609	322	356		1,287
Preferred Units Issued	634	335	371		1,340	634	335	371		1,340
Total Debt	8,450	4,466	4,949	-	17,865	4,319	2,283	2,529	-	9,131
Bridge Equity	2,176	1,150	1,274		4,600	2,176	1,150	1,274		4,600
Permanent Equity*	250			250	500	250			250	500
Total	10,876	5,616	6,223	250	22,965	6,745	3,433	3,803	250	14,231

* Private Equity

- Lehman's current commitment (excluding Fannie Mae and asset sales) is \$10.9bn, comprised of: \$8.5bn of debt; \$2.2bn of bridge equity and \$250mm of permanent equity.
- Fannie Mae has signed up for \$7.35bn of the total debt subject to a 30 day due diligence period.
- In addition an asset sale agreement has been signed for the San Diego Properties which will close simultaneous to the overall closing on 10/5. Proceeds will be used to reduce the term loan
- A further \$1.8 billion of floating rate loan is currently being looked at by Freddie Mac.
- The term loan is currently being marketed to investors.

LEHMAN BROTHERS

Securitized Products – Loan Funding & Syndication Pipeline

- ◆ Total Funding: \$2.1 Bn
- ◆ Total Syndication: \$0.7 Bn
- ◆ Amounts in post-LLF, post-banks

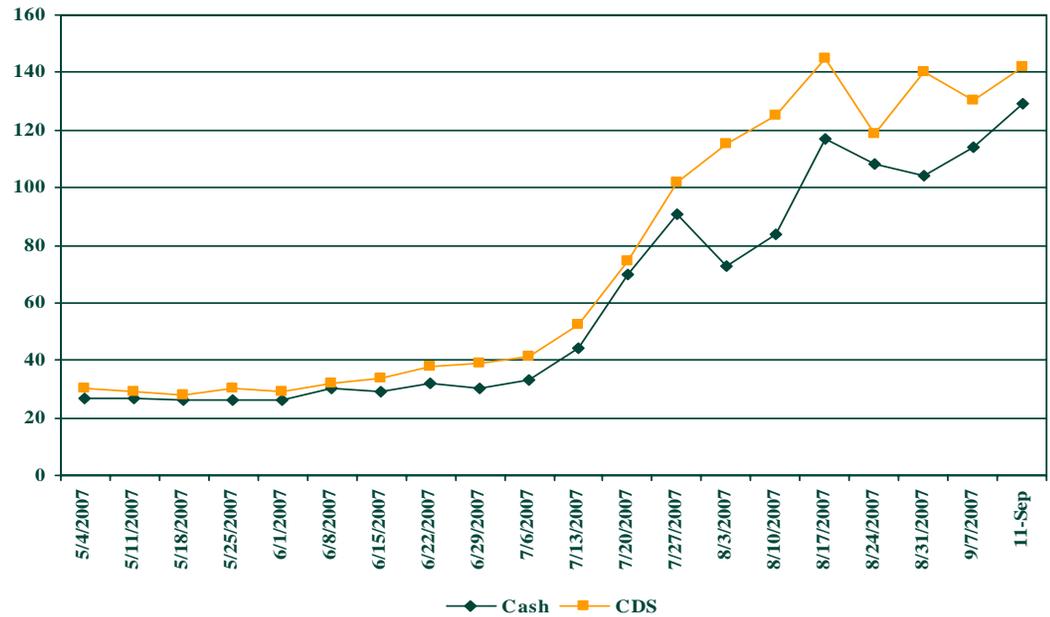
Timeline	Funding	Bank Funding	Syndication/Securitization
Q4	1.7 0.4	Funding of Applebees/IHOP Funding of THSRC drawdown in Taiwan	0.4 0.7
			CASA 2007-1 securitization
Total STF	2.1	Total Funding in Q4	0.4
			0.7 Total Syndication/Securitization in Q4

Market Update

- ◆ Slightly better tone to start the day with overseas equities on the positive side and little in the way of significant economic news out until Friday's retail sales report. This morning we got the release of the July trade balance which came in right on top of projections at -59.2bil. CDS and cash both opened the day within a few bp's of unchanged from last night's close as the market continues to wait and see what the Fed will do at their next meeting on September 18.

5 Year Lehman Spreads – Cash vs CDS

CDS:	
BSC	137/147
GS	67/72
MER	72/77
MS	67/72
LEH	137/147
Cash:	
5yr	L + 129
10y	L + 168
30y	L + 203



Appendices

HG & HY Credit LBO Update

- Funding in Q4 for High Grade and High Yield is predicted to be \$19.4bn pre banks and \$14.8bn post banks, of this \$8.4bn pre banks, \$6.5bn post banks is in September

High Yield Bond and Leveraged Loan Bridge Book

U.S. Deals

Deal	Closing Date	Funding Date	Total Commitment	Additional Bridge Equity	Gross				Net of banks, sales & syndications			
					Sep	Oct	Nov	Dec	Sep	Oct	Nov	Dec
TXU Corp	10/15/07	10/15/07	\$4,734	\$500	\$0	\$2,055	\$3,562	\$3,562	\$0	\$2,055	\$3,437	\$3,437
First Data Corporation	09/28/07	09/28/07	\$2,895	\$250	\$2,723	\$2,723	\$2,723	\$2,723	\$2,598	\$2,598	\$2,598	\$2,598
Riverdeep Group/Houghton-Mifflin/Harcourt Education	10/08	10/08	\$2,398		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Applebee's International, Inc/HOP Corp	09/30/07	09/30/07	\$2,139		\$2,039	\$2,039	\$2,039	\$2,039	\$1,664	\$1,664	\$1,664	\$1,664
CDW Corporation	09/28/07	09/28/07	\$1,464		\$1,374	\$1,374	\$1,374	\$1,374	\$999	\$999	\$999	\$999
Alliance Data	11/01/07	11/01/07	\$1,322		\$0	\$0	\$1,222	\$1,222	\$0	\$0	\$1,097	\$1,097
Harman International Industries	11/01/07	11/01/07	\$1,146	\$350	\$0	\$0	\$1,025	\$1,025	\$0	\$0	\$650	\$650
United Rentals (North America), Inc.	11/01/07	11/01/07	\$975		\$0	\$0	\$833	\$833	\$0	\$0	\$458	\$458
FairPoint Communications	01/31/08	01/31/08	\$832		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Sequa Corp	10/01/07	10/01/07	\$820		\$0	\$760	\$760	\$760	\$0	\$635	\$635	\$635
ACTS (Air Canada)	09/14/07	09/14/07	\$689		\$642	\$642	\$642	\$642	\$517	\$517	\$517	\$517
TRW Automotive Inc.	11/30/07	11/30/07	\$650		\$0	\$0	\$600	\$600	\$0	\$0	\$475	\$475
McJunkin	11/30/07	11/30/07	\$569		\$0	\$0	\$499	\$499	\$0	\$0	\$374	\$374
LKQ	10/01/07	10/01/07	\$545		\$0	\$495	\$495	\$495	\$0	\$370	\$370	\$370
PHH Corporation	09/28/07	09/28/07	\$503		\$358	\$358	\$358	\$358	\$233	\$233	\$233	\$233
Hawaiian Telecom Yellow Pages	11/01/07	11/01/07	\$455		\$0	\$0	\$450	\$450	\$0	\$0	\$200	\$200
Biomet, Inc.	09/28/07	09/28/07	\$389		\$71	\$71	\$71	\$71	\$71	\$71	\$71	\$71
Metavante Corporation	10/31/07	10/31/07	\$400		\$0	\$350	\$350	\$350	\$0	\$0	\$0	\$0
ARINC Incorporated	10/15/07	10/15/07	\$365		\$0	\$328	\$328	\$328	\$0	\$203	\$203	\$203
Plains Exploration & Production Company	11/30/07	11/30/07	\$280		\$0	\$0	\$145	\$145	\$0	\$0	\$145	\$145
Tenaska	09/28/07	09/28/07	\$146		\$146	\$146	\$146	\$146	\$0	\$0	\$0	\$0
PQ Corporation (CPQ Holdings LLC)	11/15/07	11/15/07	\$145		\$0	\$0	\$145	\$145	\$0	\$0	\$145	\$145
A&P	09/14/07	09/14/07	\$118		\$0	\$0	\$118	\$118	\$0	\$0	\$0	\$0
Chronic Care Solutions Holding Inc. (CCS Medical) (FRL)	10/16/07	10/16/07	\$86		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
American Standard (ASD Acquisition Corp.)	10/15/07	10/15/07	\$75		\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
Windstream Regatta	09/28/07	09/28/07	\$59		\$55	\$55	\$55	\$55	\$55	\$55	\$55	\$55
Tribune Company	11/01/07	11/01/07	\$52		\$0	\$0	\$32	\$32	\$0	\$0	\$32	\$32
Pregis Corporation	09/30/07	09/30/07	\$20		\$20	\$20	\$20	\$20	\$20	\$20	\$20	\$20
Alliance Resource Operating Partners (FRL)	09/07/07	09/07/07	\$8		\$8	\$8	\$8	\$8	\$8	\$8	\$8	\$8
Total Americas			\$24,278	\$1,100	\$7,436	\$11,423	\$17,997	\$17,997	\$6,165	\$9,427	\$14,383	\$14,383

Europe/Asia Deals

Deal	Commitment	Sep	Oct	Nov	Dec	Sep	Oct	Nov	Dec		
PHS	07/02/07	08/01/07	\$544	\$472	\$472	\$472	\$472	\$222	\$222	\$222	\$222
Endemol Holdings	07/03/07	07/03/07	\$572	\$385	\$385	\$385	\$385	\$135	\$135	\$135	\$135
Lloyds	05/17/07	10/01/07	\$452	\$0	\$452	\$452	\$452	\$0	\$452	\$452	\$452
Chevron Global	08/07/07	09/09/07	\$281	\$231	\$231	\$231	\$231	\$0	\$0	\$0	\$0
local A/S	07/27/07	07/31/07	\$270	\$238	\$238	\$238	\$238	\$0	\$0	\$0	\$0
Debitel Group	07/26/07	07/31/07	\$290	\$256	\$256	\$256	\$256	\$6	\$6	\$6	\$6
Merlin	03/04/07	05/21/07	\$202	\$178	\$178	\$178	\$178	\$178	\$178	\$178	\$178
Consolidated Minerals / Territory Resources	10/01/07	10/01/07	\$265	\$0	\$265	\$265	\$265	\$0	\$15	\$15	\$15
Sisal	10/16/06	10/17/06	\$201	\$183	\$183	\$183	\$183	\$0	\$0	\$0	\$0
Total Europe/Asia			\$265	\$0	\$265	\$265	\$265	\$0	\$15	\$15	\$15

TOTAL HY

TOTAL HY	\$24,543	\$7,436	\$11,688	\$18,262	\$18,262	\$6,165	\$9,442	\$14,398	\$14,398
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High Grade

Deal	Commitment	Sep	Oct	Nov	Dec	Sep	Oct	Nov	Dec
Imperial Tobacco	07/18/07	12/01/07	\$3,528	\$0	\$0	\$2,401	\$0	\$0	\$2,151
Telecom Italia	08/06/07	08/06/07	\$173	\$35	\$35	\$35	\$35	\$0	\$0
Transocean	12/31/07	12/31/07	\$1,667	\$0	\$0	\$0	\$667	\$0	\$0
PHH Corporation	09/28/07	09/28/07	\$1,200	\$852	\$852	\$852	\$852	\$352	\$352
ITC Holdings	12/01/07	12/01/07	\$350	\$0	\$0	\$0	\$350	\$0	\$0
City of Vernon Power Portfolio	11/12/07	11/12/07	\$203	\$0	\$0	\$0	\$0	\$0	\$0
Best Buy Co., Inc.	09/14/07	09/14/07	\$180	\$113	\$113	\$113	\$0	\$0	\$0
ConocoPhillips	09/21/07	09/21/07	\$150	\$0	\$0	\$0	\$0	\$0	\$0
General Mills, Inc.	09/24/07	09/24/07	\$150	\$0	\$0	\$0	\$0	\$0	\$0
Sasol Investments Company Limited (3)	09/30/07	09/30/07	\$100	\$0	\$0	\$0	\$0	\$0	\$0
GLG Partners LP (FA Sub 3 Limited)	09/19/07	11/15/07	\$75	\$0	\$0	\$75	\$0	\$0	\$0
Buckeye Partners	12/31/07	12/31/07	\$65	\$0	\$0	\$0	\$0	\$0	\$0
Darden Restaurants, Inc.	10/01/07	10/01/07	\$50	\$0	\$24	\$24	\$24	\$0	\$0
SABMiller plc	10/10/07	10/10/07	\$44	\$0	\$44	\$44	\$44	\$0	\$0
PEMEX Project Funding Master Trust	09/14/07	09/14/07	\$40	\$0	\$0	\$0	\$0	\$0	\$0

TOTAL HG	\$7,974	\$1,000	\$1,067	\$1,142	\$4,559	\$352	\$352	\$352	\$394
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TOTAL HY & HG	\$32,518	\$8,436	\$12,755	\$19,404	\$22,822	\$6,517	\$9,794	\$14,750	\$14,792
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Incremental funding		\$8,435	\$4,320	\$6,649	\$3,418	\$6,517	\$3,278	\$4,956	\$42
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- All numbers are pre-LLF.
- Additional Bridge Equity is not included in funding requirement amounts
- Archstone (\$4.0bn commitment) and Hilton (\$1.6bn commitment) are not included in this report

Funding by banks

Plan: \$8.1bn of loans to go into the banks by year end

- ◆ There are \$8.1bn of loans in the pipeline for banks for Q4, split \$4.2bn HG/HY and \$3.9bn real estate

	Sep	Oct	Nov	Total Q4
High Grade/High Yield				
Bankhaus	\$896	\$475	\$750	\$2,121
LBCB	\$625	\$500	\$750	\$1,875
LBB	\$250	\$0	\$0	\$250
	<u>\$1,771</u>	<u>\$975</u>	<u>\$1,500</u>	<u>\$4,246</u>
Real Estate				
Bankhaus	\$158	\$225	\$1,263	\$1,646
LBCB	\$250	\$250	\$250	\$750
LBB	\$500	\$500	\$500	\$1,500
	<u>\$908</u>	<u>\$975</u>	<u>\$2,013</u>	<u>\$3,896</u>
Total	\$2,679	\$1,950	\$3,513	\$8,142

\$0.2bn of commitments (\$0.2bn funded) moved into the banks this month

Date	HG/HY/CRE	Loan Name	Commitment	Funded Amount	Entity
09/05/2007	CRE	Crossroads Plaza	\$75,000,000	\$75,000,000	LBB
Various	CRE	Sub \$50mm pieces	\$8,480,000	\$8,480,000	LBB
Various	HG	Sub \$50mm pieces	\$0	\$0	LBB
		LBB Total	\$83,480,000	\$83,480,000	
09/07/2007	CRE/PTG	Moonlight Basin	\$100,000,000	\$100,000,000	LBCB
09/05/2007	CRE	Southwest Corporate Center	\$57,600,000	\$48,598,176	LBCB
09/05/2007	CRE	Paradise Boutique Hotel	\$66,000,000	\$51,618,000	LBCB
Various	GPS	Sub \$50mm pieces	\$0	\$0	LBCB
Various	HG	Sub \$50mm pieces	\$0	\$0	LBCB
Various	HY	Sub \$50mm pieces	\$0	\$0	LBCB
		LBCB Total	\$223,600,000	\$200,216,176	
		Bankhaus Total	\$0	\$0	
		Total All Banks	\$307,080,000	\$283,696,176	

Contingent Liquidity Facilities Update

Lehman Loan Funding (LLF)

Current Loan Designations & Prefundings

	Designation Capacity	Funding Capacity	Prefunded Amount	Lehman Purchased	Actual Prefunded
Lehman Loan Fund (LLF)	7,500	7,500	-	-	-
Loan	Designated	Funded			
TXU	2,000	-			
SANTA FE	1,000	-			
IMPERIAL	650	-			
IBM	408	408	408		408
Total	4,058	408	408	-	408
Remaining Capacity	3,442	7,092	408	-	408

- ◆ \$1.1 billion ALCOA commitment expired as of September 7th.

Commentary

- ◆ Overview: Lehman Loan Funding (LLF) is a conduit affiliate of Lehman which was set up to fund designated acquisition loans. LLF is 75% owned by Hudson Castle, and is funded by secured liquidity notes issued to investors.

Aegis

Current Loan Designations & Prefundings

	Designation Capacity	Funding Capacity	Prefunded Amount	Lehman Purchased	Actual Prefunded
Aegis	6,000	2,437	2,340	(1,571)	769
Loan*	Designated	Funded			
GENERAL ELECTRIC CAPITAL CORP	750	-			
HOME DEPOT	250	-			
IBM	225	-			
THE THOMSON CORP.	201	-			
RESIDENTIAL CAPITAL LLC	150	-			
CISCO SYSTEMS INC.	100	-			
THE HARTFORD FIN SERVICES GRP	100	-			
TIME WARNER INC.	100	47			
SUB \$100MM LOANS	691	16			
Total	2,566	63			
Remaining Capacity	3,434	2,374	2,340	(1,571)	769

*Only loans greater than \$100mm shown

- ◆ An additional \$7mm of Time Warner funded on September 6th.

Commentary

- ◆ Overview: The Aegis conduit was set up to fund unfunded high grade loan commitments. Aegis is backed by Lloyds Bank and is funded through CP issuances.

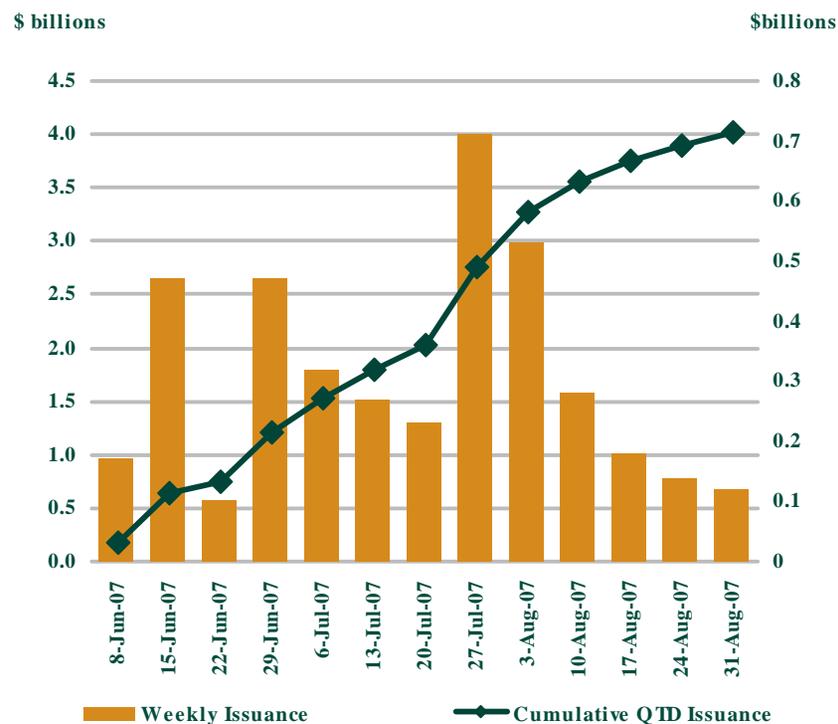
SLN Maturity Profile

Maturity	Amount (\$mm)
Week of Sep 10	1,571
Week of Sep 17	-
Week of Sep 24	-
Month of Oct	80
Month of Nov	700
	2,351

Structured Cash Capital Issuance

- ◆ QTD Structured CC Issuance = \$4.0bn on 494 total trades
- ◆ QTD Average Structured CC Issuance per Week ~ \$310mm

Q3 Issuance Summary



Q3 Issuance by Currency (\$ millions)

	AUD	CHF	CZK	EUR	GBP	HKD	HUF	JPY	KRW	NZD	SEK	USD	Total
6/8/2007	14	-	-	38	2	-	-	17	-	-	34	63	167
6/15/2007	7	13	-	201	-	12	-	13	-	-	9	218	473
6/22/2007	2	-	-	33	-	-	-	17	-	-	-	53	104
6/29/2007	16	5	2	264	6	-	-	15	52	-	-	109	470
7/6/2007	6	6	-	223	-	-	-	5	-	7	-	70	317
7/13/2007	12	1	-	157	-	-	-	32	-	6	-	65	273
7/20/2007	12	-	-	110	-	-	-	13	12	-	2	79	230
7/27/2007	7	6	-	104	5	-	-	13	-	-	-	578	714
8/3/2007	1	-	-	463	6	-	2	13	-	-	-	50	535
8/10/2007	13	5	3	105	10	-	-	21	-	-	-	124	281
8/17/2007	-	20	-	111	2	-	-	13	-	-	-	38	183
8/24/2007	2	12	-	111	-	-	6	8	-	-	-	5	144
8/31/2007	13	-	4	18	7	-	-	11	-	-	7	65	125

Q3 Issuance by Tenor (\$ millions)

	0-1 Years	1-2 Years	2-3 Years	3-4 Years	4-5 Years	>5 Years	Total
6/8/2007	-	14	35	41	-	76	167
6/15/2007	-	91	31	41	16	294	473
6/22/2007	-	15	23	3	36	27	104
6/29/2007	-	183	61	85	59	82	470
7/6/2007	-	62	21	108	-	126	317
7/13/2007	-	153	31	14	11	65	273
7/20/2007	-	69	32	51	12	65	230
7/27/2007	-	472	35	119	57	32	714
8/3/2007	-	34	22	36	14	429	535
8/10/2007	-	75	54	50	42	59	281
8/17/2007	-	29	22	32	3	97	183
8/24/2007	-	22	3	32	3	85	144
8/31/2007	-	43	-	17	32	32	125

LBHI Facilities Pipeline

Included in Q4 Projections

Bank Name	Sec/Unsec	Tenor	Currency	New Credit (\$mm)	Owner / Contact
Dresdner				1,000	
MetLife				1,000	
Racers				1,000	
Total Included in Q4 Projections				3,000	

Remaining Pipeline

Bank Name	Sec/Unsec	Tenor	Currency	New Credit (\$mm)	Owner / Contact
AIG	Secured	5yr	USD	3,000	Jennifer F/ Amberish R.
BTMU (via Victory)	Secured	3yrs renewable annually	JPY	1,000	Emil Cornejo/ Keith Kennerly
Comerica	Secured	18 month extendible	USD	1,000	Steven Becker / Keith Kennerly
HSH Nordbank	Secured	15 months extendible	USD	1,000	
Hypo Public Finance	Secured	13 month rolled monthly	USD	1,000	Treasury - Creditor Relations
Unicredit Americas	Secured	13 month extendible	USD	1,000	Huw Rees/KvR
BNPP	Secured	18-15-18	USD	800	K von Ruffen/AF Sorasio
Blackrock	Secured	13-12-13	USD	500	Steven Becker / Keith Kennerly
BTMU (NY)	Secured	19-18-19	USD	500	Emil Cornejo/ Keith Kennerly
Danske	Secured	13-12-13	USD	500	Amberish R /Huw Rees
Fidelity***	Secured	13 month extendible	USD	500	Steven Becker / Keith Kennerly
State Street	Secured	13-12-13	EUR	400	Steven Becker / Keith Kennerly
BONY	Secured	13-12-13	USD	300	Steven Becker / Keith Kennerly
HSBC	Unsecured	24 month extendible	HKD/JPY/SGD	300	Siddharth Sharad
BBVA	Unsecured	18 month extendible	USD	250	Amberish Ratanghayra
Caylon	Unsecured	18 month extendible	USD	250	Amberish Ratanghayra
Charles Schwabb	Secured	13-12-13	USD	250	Steven Becker / Keith Kennerly
SMBC (Domestic syndicated loan)	Unsecured	5yr	JPY	250	Kishimoto
ABN	Secured	18 month extendible	USD	200	Karen v Ruffer/Huw Rees/ Keith Kennerly
BNPP	Secured	18-15-18	USD	200	K von Ruffen/AF Sorasio
DB	Unsecured	24 month extendible	HKD/JPY/SGD	200	Siddharth Sharad
Oppenheimer Funds	Secured	13-12-13	USD	200	Steven Becker / Keith Kennerly
Commonwealth Bank of Australia	Unsecured	13 month extendible	AUD	170	Nigel Watters
BTMU	Unsecured	24 month extendible	JPY	164	Kishimoto
CGD	Unsecured	18 or 24 month extendible	USD	100	Karen v Ruffer/ Enrique Verdu
Evergreen Investments***	Secured	13-12-13	USD	100	Steven Becker / Keith Kennerly
Frank Russell Investments	Secured	13-12-13	USD	100	Steven Becker / Keith Kennerly
Metrobank	Unsecured	30-18-30	PHP	100	Nigel Watters
Wachovia Golobal Securities	Secured	13-12-13	USD	100	Steven Becker / Keith Kennerly
WAMCO	Secured	13-12-13	USD	100	Steven Becker / Keith Kennerly
JPMorgan Chase	Unsecured	24-21-24	JPY	82	Kishimoto
Standard Chartered	Unsecured	24 month extendible	Multi	75	Nigel Watters
Chuo Mitsui Trust	Unsecured	24-21-24	JPY	41	Kishimoto
BPI	Unsecured	30-18-30	PHP	40	Nigel Watters
DnB Nor	Unsecured	3 year bullet or extendible	Multi	25	Amberish Ratanghayra
ING	Unsecured	2yr bullet	PHP	25	Nigel Watters
Banco MPS (Asia)	Unsecured	24 month bullet	HKD	-	Aireen Phang
DBS (Singapore)	Unsecured	24 month extendible	AUD/HKD/SGD	-	Aireen Phang
SMBC	Secured		USD		Emil Cornejo
TOTAL Remaining				14,822	

Lehman Extendible Bonds

Sec	Coupons	Effective 1ml Level	SettleDate	Extension	Notice Period	Next		Current		Notional (USD)
						Extension Date	Current MD	Final MD	Ccy	
MTNH109	1mL -1,+0,+1,+2,+3	1	5/24/2007	13-12-13	up until election date	8/14/2007	8/14/2008	6/14/2011	USD	500,000,000
MTNI224A	3ml -1, 0, +1, +2, +3, +3	2	6/5/2007	13-12-13	up until election date	8/27/2007	8/27/2008	6/27/2013	USD	2,250,000,000
MTNG105	1ml 0, +3, +6, +8, +8 thereafter	5	1/26/2004	13-12-13	up until election date	8/22/2007	8/22/2008	2/22/2009	USD	745,000,000
MTNI21	FF+12, +12, +13, +14 +15, +16 thereafter	4	8/24/2006	24-21-24	from 10 to 2 days prior	8/22/2007	5/1/2009	8/22/2016	USD	300,000,000
MTN7061	1m euribor +3, +4, +5, +6, +7	3	5/10/2007	13-12-13	from 8 to 3 days prior	9/10/2007	8/10/2008	5/10/2012	EUR	258,092,000

LEHMAN EXTENDIBLE INVESTOR BASE

Sec	Investor	Size	Election Date	COUP	Action	Cash Cap a/o 08/31/07	Cash Cap a/o 09/30/07	
MTNH109	Extended Columbia	\$400	8/14/2007	n/a	Extended	400	400	
	RE-ISSUED BONY	\$100	8/14/2007		Will Not Extend, agreed to 13mo @ +3bps premium	100	0	
	Total	\$500				500	400	
MTNI224A	RE-ISSUED FRANK RUSSELL COMPANY	\$300	8/27/2007	3ml flat	Will Not Extend, countered 220mm 13mo at L flat and 80mm retirement, we accepted	220	0	
	RE-ISSUED EVERGREEN INVESTMENT MGMT CO LLC NORTH CAROLINA	\$300	8/27/2007	3ml + 2	Will Not Extend, agreed to 13mo @ +3bps premium	300	0	
	RE-ISSUED FLORIDA STATE BOARD OF ADMINISTRATION	\$300	8/27/2007	+4 Ext	Will issue new extendible at +4 prem to each existing coup	300	300	
	RE-ISSUED WELLS CAPITAL MANAGEMENT CALIFORNIA	\$250	8/27/2007	+4 Ext	Did Extend (accidentally), but agreed new extendible at +4 prem to each existing coup	250	250	
	Extended DREYFUS CORPORATION	\$165	8/27/2007	n/a	Extended	165	165	
	RE-ISSUED NORTHERN TRUST COMPANY	\$150	8/27/2007	3ml + 3	Will Not Extend, agreed to 13mo @ +4bps premium	150	0	
	RE-ISSUED GOLDMAN SACHS ASSET MGMT NY	\$140	8/27/2007	3ml + 2	Will Not Extend, agreed to 13mo @ +3bps premium	140	0	
	Not Extended TD ASSET MANAGEMENT USA INC.	\$125	8/27/2007	no ext	Will Not Extend, did not accept offer	0	0	
	RE-ISSUED AMERIPRISE FINANCIAL INC	\$100	8/27/2007	3ml + 2	Did Extend (accidentally), but agreed to 13mo bullet @ +3bps premium	100	0	
	Pending MARSHALL & ILSLEY BANK/PORT WISCONSIN	\$100	8/27/2007	??	Will Not Extend, pending offer	0	0	
	RE-ISSUED TRUSCO CAPITAL MANAGEMENT INC	\$100	8/27/2007	3ml + 3	Will Not Extend, they countered 13mo + 5bps, we ultimately agreed to +4bps premium	100	0	
	RE-ISSUED T ROWE PRICE MARYLAND	\$50	8/27/2007	3ml + 2	Will Not Extend, agreed to 13mo @ +3bps premium	50	0	
	Extended SEI INVESTMENTS MANAGEMENT CORP	\$45	8/27/2007	n/a	Extended	45	45	
	Not Extended PUTNAM INVESTMENTS USA	\$45	8/27/2007	n/a	Will Not Extend, did not accept offer	0	0	
	RE-ISSUED HARRIS INVESTMENT MANAGEMENT ILLINOIS	\$30	8/27/2007	+4 Ext	Did Extend (accidentally), but agreed new extendible at +4 prem to each existing coup	30	30	
	Not Extended HARTFORD INVESTMENT MANAGEMENT CONNECTICUT	\$25	8/27/2007	n/a	Will Not Extend, did not accept offer	0	0	
	Extended PRINCIPAL LIFE INSURANCE COMPANY	\$20	8/27/2007	n/a	Extended	20	20	
	Not Extended WILLIAMS CAPITAL GROUP LP	\$5	8/27/2007	??	Will Not Extend, did not accept offer	0	0	
	Total		\$2,250				1,870	810
	MTNG105	RE-ISSUED BONY	\$175	8/22/2007	3ml + 11	Will Not Extend, agreed to 13mo @ +3bps premium	175	0
Not Extended JPMorgan		\$250	8/22/2007	n/a	Will Not Extend, did not accept offer	0	0	
Extended Merrill		\$150	8/22/2007	n/a	Extended	150	150	
Pending ??		\$170	8/22/2007		Will not extend, do not know investors	0	0	
Total			\$745			325	150	
MTNI21	Not Extended JP MORGAN CHASE BANK NA	\$300	8/22/2007		Will Not Extend, now 21 month bullet	300	300	
	Total	\$300				300	300	
MTN7061	State Street - Denom in EUR	\$270	9/10/2007		No Action from Investor	270	270	
	Total	\$270				270	270	
Total Extendible Notional		\$4,065				Total Current Cash Cap Position	\$3,265	\$1,930
						Confirmed Cash Capital Loss	\$800	\$2,135

LEHMAN BROTHERS

Top 5 Money Market Repos (8/31 – 9/7)

Date	Product	Rating	Amount (\$Millions)
08/31/2007	RESTRUCTURED ASSET SECURITIES	A1	1,107
	C/P AEGIS FINANCE LLC 3(C)(7) RESALE TO QP ONLY	A1	849
	C/P AEGIS FINANCE LLC ECN	A1	245
	C/P BELMONT FUNDING 3(C)(7) RESALE TO QP ONLY	OTHER	245
	C/P ATLANTIS TWO FUNDING	A2	25
	Remaining		152
	Grand Total		2,520
09/04/2007	RESTRUCTURED ASSET SECURITIES	A1	1,370
	C/P AEGIS FINANCE LLC 3(C)(7) RESALE TO QP ONLY	A1	1,008
	C/P AEGIS FINANCE LLC ECN	A1	245
	CITIGROUP FUNDING INC	NO RATING	5
	C/P KRAFT FOODS INC	A2	4
	Remaining		376
	Grand Total		2,650
09/05/2007	C/P AEGIS FINANCE LLC 3(C)(7) RESALE TO QP ONLY	A1	1,252
	RESTRUCTURED ASSET SECURITIES	A1	1,219
	C/P AEGIS FINANCE LLC ECN	A1	245
	C/P EUREKA SECURITIZATION INC 4.2	A1	83
	C/P NOVARTIS FINANCE CRP 4.2	A1	75
	Remaining		376
	Grand Total		2,900
09/06/2007	RESTRUCTURED ASSET SECURITIES	A1	1,305
	C/P AEGIS FINANCE LLC 3(C)(7) RESALE TO QP ONLY	A1	994
	C/P LINKS FINANCE 3(C)(7) RESALE TO QP ONLY	A1	61
	C/P TIME WARNER INC	A2	48
	C/P EUREKA SECURITIZATION INC 4.2	A1	21
	Remaining		48
	Grand Total		2,476
09/07/2007	C/P AEGIS FINANCE LLC 3(C)(7) RESALE TO QP ONLY	A1	1,300
	RESTRUCTURED ASSET SECURITIES	A1	1,191
	C/P ING (US) FUNDING LLC	OTHER	39
	C/P EUREKA SECURITIZATION INC 4.2	A1	21
	C/P BARTON CAPITAL CORP 4.2	A1	21
	Remaining		36
	Grand Total		2,608

1. Excludes assets funded in Bankhaus, which was \$1.4bn as of Sept. 7th, 2007.

Conduits

Lehman Brothers Funding (Lehman Brothers Provides Backstop)

Fenway Pay-Down Schedule (as of each end of day calendar date listed below)

	Fenway Paydowns	Fenway Total Remaining	LLF Total Remaining	LLF Funded Assets (IBM)	LLF Eligible Investments	LLF Transfers to MMP-3	MMP-3 Total Remaining	MMP-3 Treasury Loan (Unsecured)	MMP-3 Funded Assets (CapOne)	Treasury Cash Capital Funding	Treasury Cash Capital Gain (Loss)
09/17/2007	(776,000,000)	2,888,095,000	408,115,942	408,115,942	-	-	2,479,979,058	2,479,979,058	-	2,888,095,000	(1,020,020,942)
09/24/2007	(313,000,000)	2,575,095,000	408,115,942	408,115,942	-	-	2,166,979,058	2,166,979,058	-	2,575,095,000	(1,333,020,942)
10/01/2007	(75,000,000)	2,500,095,000	408,115,942	408,115,942	-	-	2,091,979,058	2,091,979,058	-	2,500,095,000	(1,408,020,942)
10/09/2007	(95,000)	2,500,000,000	2,500,000,000	408,115,942	2,091,884,058	-	-	-	-	408,115,942	(3,500,000,000)
10/15/2007	-	2,500,000,000	2,500,000,000	408,115,942	2,091,884,058	-	-	-	-	408,115,942	(3,500,000,000)
10/22/2007	-	2,500,000,000	2,500,000,000	408,115,942	2,091,884,058	-	-	-	-	408,115,942	(3,500,000,000)
10/30/2007	-	2,500,000,000	2,500,000,000	408,115,942	2,091,884,058	-	-	-	-	408,115,942	(3,500,000,000)
11/05/2007	-	2,500,000,000	2,500,000,000	408,115,942	2,091,884,058	-	-	-	-	408,115,942	(3,500,000,000)
11/13/2007	-	2,500,000,000	2,500,000,000	408,115,942	2,091,884,058	-	-	-	-	408,115,942	(3,500,000,000)
11/23/2007	-	2,500,000,000	2,500,000,000	408,115,942	2,091,884,058	-	-	-	-	408,115,942	(3,500,000,000)
11/27/2007	-	2,500,000,000	2,500,000,000	408,115,942	2,091,884,058	-	-	-	-	408,115,942	(3,500,000,000)
12/03/2007	-	2,500,000,000	2,500,000,000	408,115,942	2,091,884,058	-	-	-	-	408,115,942	(3,500,000,000)
12/10/2007	-	2,500,000,000	2,500,000,000	408,115,942	2,091,884,058	-	-	-	-	408,115,942	(3,500,000,000)
01/15/2008	-	2,500,000,000	2,500,000,000	408,115,942	2,091,884,058	-	-	-	-	408,115,942	(3,500,000,000)
02/05/2008	-	2,500,000,000	2,500,000,000	408,115,942	2,091,884,058	-	-	-	-	408,115,942	(3,500,000,000)
02/12/2008	-	2,500,000,000	2,588,095,000	408,115,942	2,179,979,058	-	-	-	-	408,115,942	(3,500,000,000)
02/22/2008	-	2,500,000,000	2,908,115,942	408,115,942	2,500,000,000	-	-	-	-	408,115,942	(3,500,000,000)

Aegis SLN Paydown Schedule

Maturity Date	Maturing SLNs	SLN Balance	LBI Purchased and Repo'd	SLNs Financed by Street	Cash Capital Funded Assets
09/10/2007	-	2,351,000,000	1,570,727,000	780,273,000	62,862,000
09/11/2007	(1,571,000,000)	780,000,000			
10/30/2007	(80,000,000)	700,000,000			
11/06/2007	(350,000,000)	350,000,000			
11/09/2007	(350,000,000)	-			

Hudson Castle - Belmont

Asset	Commitment	Funded
Cap One (Belmont)	250,000,000	103,233,000
Americredit (Belmont)	255,000,000	78,016,000
Total Outstanding	505,000,000	181,249,000

Liberty Hampshire Roll Schedule

Date	Roll Amt.
09/11/2007	158,682,000
09/12/2007	226,908,000
09/14/2007	122,090,000
09/17/2007	14,000,000
09/19/2007	47,440,000
09/20/2007	36,533,000
10/18/2007	15,393,000
10/22/2007	34,508,000
10/24/2007	87,116,000
11/06/2007	44,780,000
11/08/2007	95,668,000
11/16/2007	124,844,000
Total Outstanding	1,007,962,000

Client Funding (Lehman Brothers Provides Backstop)

MICA

Asset	Commitment	Funded
Sonic	100,000,000	45,250,000
Dominos	90,000,000	-
Hertz	50,000,000	21,333,000
Dunkin Brands	55,167,000	-
Total Outstanding	295,167,000	66,583,000

Firm Relationship Conduits

Conduit Name	Program Size	Asset	Commitment	Funded
Transamerica Asset Funding	1,700,000,000	Aegon	100,000,000	-
New Center Asset Trust	12,000,000,000	GMAC	325,000,000	-
FCAR Owner Trust	18,011,000,000	Ford	238,000,000	-
Landale Asset Purchasing	2,244,000,000	HBOS	206,400,000	160,000,000
Axon Financial Funding Ltd	20,000,000,000	n/a	50,000,000	-
Total Outstanding	53,955,000,000		919,400,000	160,000,000

Secured Financing Haircut Widening

August 28, 2007
(In Billions)

<u>Counterparty</u>	<u>Amount Funded</u>	<u>Balance with Haircut Changes</u>	<u>Haircut Widening</u>	<u>Additional Collateral Required</u>	<u>Asset Class</u>
State Street	15.20	5.10	3% - 8%	0.24	(U.S.) ABS, Private Label Mortgages
Fidelity	7.40	0.00	None	0.00	None
JP Morgan Chase	6.50	0.00	None	0.00	None
Dresdner	6.20	3.97	2% - 3%	0.11	(U.S.) ABS, Private Label Mortgages, HY Corporates
RBC	6.10	4.00	5% - 8%	0.25	Equities
Top 5 Counterparties	<u>41.40</u>	<u>13.07</u>		<u>0.60</u>	
All Other Counterparties	64.00	5.80		0.21	
Total¹	<u>105.40</u>	<u>18.87</u>		<u>0.81</u>	

¹ The above is based on global cash repo trades, excluding products trading special, Governments, MBS Agencies, Sovereigns and Commercial Whole Loans

High Grade Loan Draws

High Grade Commitments Borrowers	Q3 Drawdowns							Position at August 31		
	Jun	Jul	Aug	Total Lehman	Lehman Banks	LBHI	LBHI Percent	Funded at 8/31	Unfunded at 8/31	Total Commitment at 8/31
KIMBERLY CLARK CORP		550		550	250	300	55%	-	44	44
COUNTRYWIDE			350	350	350	-	0%	350	-	350
OZ MANAGEMENT		250		250	-	250	100%	250	-	250
LANDALE			215	215	-	215	100%	160	46	206
TC GROUP INVESTMENT HOLDINGS, L.P.			150	150	150	-	0%	-	-	-
ISTAR FINANCIAL INC.	18	96	8	122	122	0	0%	-	-	-
HIGHMOUNT EXPLORATION & PROD		122		122	122	-	0%	-	-	-
TXU ENERGY	33	49	14	95	95	-	0%	-	-	-
ENTERGY CORP	1	1	84	86	84	2	2%	84	51	135
KKR PEI INVESTMENT		9	57	66	-	66	100%	-	-	-
CARLSBERG REFI	12	50	-	62	25	37	59%	-	-	-
ALLIED HOLDINGS	25	-		25	25	-	0%	25	-	25
AMEREN CORPORATION	8	8	-	16	16	-	0%	-	-	-
AMEREN ILLINOIS SUB.	15			15	15	-	0%	21	-	21
BEARINGPOINT, INC.	20			20	20	-	0%	-	-	-
COMCAST CORP			19	19	19	-	0%	13	172	185
COMMONWEALTH EDISON CO	16	16	2	34	34	-	0%	33	22	56
DCP MIDSTREAM	16			16	16	-	0%	-	-	-
EBAY INC.			22	22	22	-	0%	-	-	-
ENEL SPA	42			42	42	-	0%	29	19	48
ENTERPRISE PROD. OPERATING	7	3	6	15	12	4	23%	17	9	26
EQUITABLE RESOURCES, INC			18	18	18	-	0%	18	77	95
ERP OPERATING LTD PARTNERSHIP	7	22	11	40	40	-	0%	0	20	20
FIRST ENERGY CORP	15	4	1	20	20	-	0%	8	32	40
IPC SYSTEMS, INC.	18	15		33	18	15	46%	33	-	33
ITC TRANSCO & METC	5	7	3	15	15	-	0%	19	23	42
MAN GROUP PLC		17	8	24	-	24	100%	22	48	70
PACTIV CORP	25			25	-	25	100%	-	-	-
PNM RESOURCES/FIRST CHOICE	-		15	15	15	-	0%	16	16	32
SABMILLER PLC			22	22	20	2	8%	-	-	-
SL GREEN	22	6	12	40	37	3	8%	19	21	40
SOUTHERN CALI. EDISON			31	31	28	3	10%	54	103	156
SPECTRA ENERGY PARTNERS OLP		20	-	20	20	-	0%	-	-	-
TIME WARNER			39	39	10	29	73%	32	193	225
TOUSA, INC.			30	30	-	30	100%	-	-	-
TYCO ELECTRONICS	37			37	-	37	100%	172	38	210
TYCO HEALTHCARE	36			36	36	-	0%	-	-	-
TYCO INTL	15			15	-	15	100%	33	227	260
US STEEL CORP	23			23	23	-	0%	-	-	-
WOLTERS KLUWER	23	9	11	43	43	-	0%	-	-	-
Less than \$15 million	78	70	146	294	227	66	23%			
Grand Total	516	1,322	1,273	3,111	1,988	1,124	36%	1,408	1,160	2,568
Other facilities with no drawdown in Q3								2,957	17,189	20,145
Total								4,364	18,348	22,713
LBHI								1,145		
Lehman Banks								3,219		