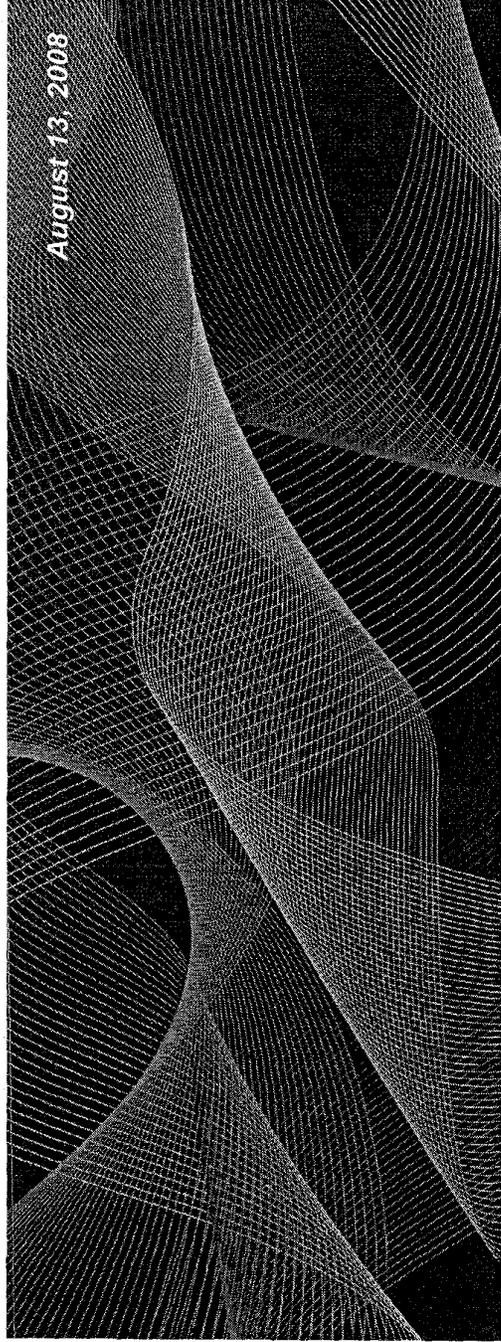


LEHMAN BROTHERS

**Balance Sheet and Disclosure Scorecard
For Trade Date August 12, 2008**



Confidential Presentation

Executive Summary

- The Firm Daily Net Balance Sheet is \$373.3bn, up \$2.0bn from prior day and is \$53.3bn above quarter end target.
 - Global Rates net balance sheet increased \$3.3bn, with \$2.2bn in Americas and \$1.2bn in Europe. The increase in the Americas was driven by auction related buying of 1m/3m US Treasury Bill and FHLMC discount notes on the Short Term desk. The increase in Europe was driven by an increase in 10yr US Treasury debt and a drop in Repo105 benefit on the European Swaps desk.
 - Prime Services ended the day down \$(0.5bn) due to an decrease in Net Margin Debits in Equity Financing Americas and net longs in the Structured Arb Equity Finance desk in Europe.

- The Gross Balance Sheet is up \$1.8bn to \$769.1bn from prior day and is \$134.8bn above quarter end target.

Divisional Target Summary

<i>\$ billions</i>	Net Balance Sheet				Gross Balance Sheet				Cash Capital			
	Q1 2008	Q2 2008	8/12/2008	Target Q3 2008	Q1 2008	Q2 2008	8/12/2008	Target Q3 2008	Q1 2008	Q2 2008	7/31/2008	Target Q3 2008
FID	249	213	242	211	368	281	324	278	101	95	86	83
Equities	49	39	34	35	60	50	41	45	13	12	12	12
CMPS	49	30	35	35	261	209	333	220	5	6	6	5
IMD	14	10	10	9	17	13	13	12	10	8	9	8
Principal	15	10	8	9	17	14	11	13	7	6	6	6
Non Core	22	27	44	21	64	72	48	66	14	16	26	23
Total Assets	397	328	373	320	786	639	769	634	150	143	145	137
Americas	259	215	245	211	526	436	534	435				
Europe	90	77	91	75	193	149	175	141				
Asia	48	36	38	34	67	55	60	58				
Equity ¹	25.7	27.2	33.2	33.2	24.8	26.3	32.3	32.3				
Leverage Ratio	15.4	12.1	11.2	9.6	31.7	24.3	23.8	19.6				

(1) Calculations use Leverage Equity for Net Leverage Ratio and Reported Stock Holders Equity for Gross Leverage Ratio

Scorecard - Global

CONSOLIDATED
USD millions

	Net Balance Sheet					Tradable Long Inventory at Risk					Gross Balance Sheet					Cash Capital					
	Current 8/12/2008	Daily Change	Target Q3'08	Variance Q/E Targ.	Final Q2'08	Final Q1'08	Current 8/12/2008	Daily Change	Final Q2'08	Final Q1'08	Current 8/12/2008	Daily Change	Target Q3'08	Variance Q/E Targ.	Final Q2'08	Final Q1'08	Current 7/31/2008	Target Q3'08	Variance Q/E Targ.	Final Q2'08	Final Q1'08
Global Rates	74,763	3,288	52,500	22,263	37,938	52,010	68,908	3,372	18,092	27,661	141,904	1,050	101,000	40,904	88,185	153,996	8,441			10,309	8,367
High Credit Credit	8,916	256	8,500	1,416	8,500	11,335	8,834	11	7,284	9,834	12,341	76	11,000	1,341	10,884	14,620	2,541			2,907	2,096
CCO	8,417	75	8,000	417	7,619	8,000	1,935	75	2,747	3,810	5,565	75	9,000	(419)	7,785	8,175	3,888			2,922	4,831
Securitized Products	55,349	(279)	44,500	10,849	57,435	65,135	37,623	26	40,326	47,017	56,984	(51)	49,000	7,984	61,292	88,073	13,771			17,068	14,882
Real Estate	55,282	(101)	55,000	282	58,242	64,989	44,243	(153)	47,521	54,676	56,885	(247)	55,000	1,885	59,852	65,889	34,651			34,778	42,087
High Yield	11,514	144	12,000	(486)	15,047	14,588	11,018	(37)	12,868	14,223	12,368	134	14,000	(1,631)	16,219	16,203	7,838			9,353	10,646
Municipal Bonds	6,274	398	6,000	274	6,047	4,465	2,133	(30)	2,754	3,586	6,706	398	6,000	706	6,459	10,231	880			1,214	873
Energy Trading	8,592	25	8,000	592	5,562	3,716	853	25	110	145	8,833	25	8,000	853	5,547	4,002	1,855			1,116	1,904
Foreign Exchange	3,628	(463)	5,000	(1,371)	4,171	6,348	711	(523)	1,490	2,541	3,943	(492)	5,000	(1,057)	4,487	6,951	1,398			1,391	2,397
FID Corporate	1,591	(23)	4,000	(3,409)	2,873	2,244	(332)	0	(1,083)	865	9,034	(417)	11,750	(2,716)	10,237	9,121	8,180			12,488	12,884
FID Corp Loans	2,882	4	3,000	(118)	3,705	3,289	2,852	4	3,705	3,289	2,921	4	3,200	(279)	3,744	3,338	2,438			1,754	
IBD Loans	3,349	26	3,500	(151)	5,559	6,894	3,349	26	5,559	6,894	3,356	26	4,000	1,356	5,587	7,003	691			596	1,125
Total FID Core	241,788	2,542	210,000	31,788	212,887	248,130	171,654	2,768	141,442	174,372	323,345	4,387	277,000	46,345	280,559	368,798	86,077	83,000	3,077	85,062	101,231
Total FID Prime Services	8,812	274	6,500	4,312	3,283	11,351	7,681	920	1,279	1,206	238,345	4,387	110,000	128,345	89,786	132,145	1,878	2,000	(121)	2,265	1,751
Total FID (Consolidated)	250,600	2,815	216,500	38,100	216,180	259,482	179,336	3,287	142,720	175,677	561,759	4,284	387,000	174,709	370,346	489,941	87,956	86,000	2,956	87,326	102,982
Execution Services / Liquid Market	8,389	(56)		7,356	9,201	4,825	(22)	5,117	8,990	8,356	(94)			11,481	14,881	1,069				1,239	1,175
Convertible Products	1,387	(97)		2,153	2,743	1,374	(44)	2,112	2,511	1,929	(50)			2,817	3,327	308				443	421
Volatility	20,288	(29)		23,150	29,219	10,835	(103)	11,289	17,100	23,579	(4)			27,770	33,159	5,894				5,813	7,812
Equities Strategies	2,759	(12)		2,187	4,221	2,102	(82)	1,682	3,096	4,274	(14)			2,979	6,351	622				448	939
Firm Relationship Loans	2,383	29		3,586	2,782	2,383	(29)	3,586	2,782	2,383	29			3,586	2,782	0				0	0
Equity Corporate	470	(1)		431	542	120	(1)	120	96	698	(17)			1,281	847	4,177				3,935	2,634
Total Equities Core	33,637	(25)	35,000	(1,363)	38,862	48,768	21,650	(129)	23,976	32,678	41,200	(30)	45,000	(3,792)	49,994	68,356	12,185	11,500	665	11,742	12,881
Total Equities Prime Services	26,614	(72)	24,500	13,408	28,228	37,203	11,315	(683)	12,220	14,806	84,526	(2,500)	110,000	(25,474)	119,534	128,395	3,897	3,000	897	3,415	3,423
Total Equities (Consolidated)	59,161	(1,019)	84,500	(5,319)	65,088	85,971	32,965	(558)	36,189	47,486	135,750	(2,619)	166,000	(18,285)	168,348	188,751	16,062	14,600	1,582	15,168	16,404
Global Principal Strategies	1,319	(21)	1,600	1,801	7,184	1,319	(21)	1,469	7,119	3,489	(9)	5,000	5,808	8,836	1,392	1,976				1,577	4,018
Global Trading Strategies	4,528	(27)	5,800	4,544	5,454	4,334	(24)	4,318	5,333	4,770	(32)	6,100	4,993	5,946	2,788	2,899				2,788	2,196
Global Opportunities Group	1,165	(3)	1,200	978	942	1,043	(2)	945	878	1,248	2	1,500	1,127	1,268	491	278				278	519
Direct Principal Investments	1,353	0	400	2,332	1,084	1,353	0	2,307	1,054	1,353	0	400	2,332	1,084	1,345	1,430				1,430	394
Total Principal Investing	8,306	(28)	9,000	(694)	9,555	14,665	8,108	(56)	9,036	14,381	10,852	(20)	13,000	(2,148)	14,229	16,734	6,008	6,000	6	6,281	7,121
Asset Management	3,955	(87)	3,750	242	4,073	6,368	1,873	(79)	1,978	4,158	6,353	(19)	6,377	157	7,191	9,448	3,033			3,569	3,681
Private Equity	5,728	281	6,374	352	5,549	7,935	5,408	281	5,389	6,125	5,943	281	6,374	569	6,884	7,540	4,794			4,794	5,793
Total I&D	8,681	194	9,088	593	9,722	13,956	7,278	201	7,387	10,284	12,897	206	12,351	546	12,895	16,089	8,727	8,000	727	8,364	9,870
Total Non-Core	44,806	51	22,000	22,806	27,227	22,862	24,080	(232)	8,370	4,590	47,929	(11)	67,000	(19,071)	72,540	84,620	26,109	23,000	3,109	15,511	15,511
Total All Other (Consolidated)	62,654	161	40,088	22,606	48,956	51,221	38,485	(62)	24,776	29,256	71,678	145	92,351	(25,673)	99,737	98,344	40,842	37,000	3,842	30,167	30,627
Grand Totals Consolidated	373,345	1,968	320,888	62,457	327,773	396,674	291,665	2,678	203,984	252,318	708,137	1,819	634,351	134,786	639,431	798,035	144,860	136,500	8,380	142,841	150,223
Liquid Markets Financing	6,546	219	1,000	5,546	888	6,860	6,258	521	650	312	199,395	4,232	76,500	123,468	58,356	92,264					
Credit Financing	1,731	85	1,500	231	803	1,270	1,216	58	523	876	31,751	181	25,500	6,251	25,711	31,425	1,646			1,885	1,325
Clearing and Execution	22	0	22	0	27	0	19	0	27	0	22	0	22	0	59	0				0	0
FID Structured Transactions	129	0	250	(121)	148	233	88	0	107	191	289	2	800	(511)	252	340	232			279	435
FID Futures	1,384	0	2,150	(1,766)	1,333	2,838	0	0	0	0	6,316	0	7,500	(1,184)	6,497	8,057					
Total FID Prime Services	8,912	274	6,500	4,412	11,951	12,951	7,581	620	1,278	1,205	238,345	4,387	110,000	128,345	89,786	132,145	1,878	2,000	(121)	2,265	1,751
Equity Financing	17,407	(519)	21,600	(4,193)	18,229	29,330	4,824	(151)	6,213	8,131	81,201	(2,387)	84,500	(13,299)	104,604	114,849				1,920	1,450
Equity Synthetic	7,681	17	7,750	(69)	8,856	7,656	6,539	8	6,114	6,522	12,889	(19)	15,000	(2,111)	13,555	13,328	1,550			1,456	1,869
Clearing and Execution	22	0	22	0	4	0	(17)	1	0	0	22	0	22	0	6	1				1	4
Structured Transactions	405	0	250	155	436	214	(20)	0	(36)	153	408	0	500	(92)	1,190	214				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	25,514	(776)	29,800	(4,286)	26,220	37,203	11,315	(652)	12,279	14,806	94,500	(2,303)	110,000	(15,495)	119,354	128,395	3,897	3,000	697	3,415	3,423
Total Prime Services	38,327	(505)	36,000	327	29,509	48,644	18,196	116	13,552	16,012	332,865	2,084	220,000	112,865	209,141	260,640	6,776	6,000	778	5,880	6,184

As of May 1, 2008	Target ¹	Q2 Final	Q1 Final
Stockholders' Equity (as reported)	32,340	26,276	24,832
Leverage Ratio (Subject To Limits)	33,197	27,179	25,696
Gross Leverage External (Total Assets / SE)	19.8	24.3	31.7
Net Leverage (Net Assets / Leverage Equity)	9.6	12.1	15.4

(1) Based on Q3 Targets

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Disclosures

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Mortgage Inventory Disclosures

Mortgage and asset-backed securities

In millions	Q1'2008	Q2'2008	30-Jun-08	31-Jul-08	Target Q3'2008	Variance from Target
Residential:						
Securities	18,179	14,986	16,652	13,428		
Whole loans	11,913	8,250	6,331	6,021		
Servicing and other	1,660	1,666	1,665	1,686		
	\$31,752	\$24,901	\$24,649	\$21,135	\$12,000	(\$9,135)
Commercial:						
Whole loans	24,881	19,862	18,580	17,527		
Securities and other	11,229	9,528	9,540	10,024		
	\$36,110	\$29,390	\$28,120	\$27,551	\$25,000	(2,551)
Other asset-backed securities	6,553	6,482	5,787	5,830	4,000	(1,830)
MBS Inventory	\$74,415	\$60,774	\$58,556	\$54,517	\$41,000	(13,517)
Real estate-related investments	\$12,900	\$10,400	\$10,250	\$9,960	\$9,000	(\$960)
Total Mortgage Related Inventory	\$87,315	\$71,174	\$68,806	\$64,477	\$50,000	(\$14,477)

U.S. subprime residential mortgages

In millions	Q1'2008	Q2'2008	30-Jun-08	31-Jul-08	Target Q3'2008	Variance from Target
U.S. residential subprime mortgages						
Whole loans	1,295	1,048	959	894		
Securities	2,692	1,671	1,462	1,187		
Other	30	21	21	21		
Total	\$4,017	\$2,740	\$2,442	\$2,102	\$2,500	\$398

Acquisition Finance and High Yield Disclosures

Acquisition finance facilities

In millions	Q1'2008	Q2'2008	30-Jun-08	31-Jul-08	Target Q3'2008	Variance from Target
High grade:						
Contingent	7,221	1,672	1,867	574		
Unfunded	798	1,116	1,082	2,183		
Funded	2,945	3,653	630	459		
	\$10,964	\$6,441	\$3,579	\$3,217	\$3,000	(\$217)
High yield:						
Contingent	3,654	425	874	598		
Unfunded	2,212	2,126	1,975	1,926		
Funded	11,897	9,003	7,693	6,413	6,000	
	\$17,763	\$11,554	\$10,542	\$8,937	\$8,000	(\$937)

High yield instruments

In millions	Q1'2008	Q2'2008	30-Jun-08	31-Jul-08	Target Q3'2008	Variance from Target
High yield instruments	\$30,898	\$23,856	\$22,740	\$22,129	\$19,000	(\$3,129)

Level 3 Assets Disclosure

Note 4 Fair Value of Financial Instruments - Level 3 Assets

In millions	Assets at Fair Value					
	Q1'2008	Q2'2008	30-Jun-08	31-Jul-08	Target Q3'2008	Variance from Target
Mortgage and asset-backed securities	23,811	20,597	20,598	18,402		
Corporate debt and other	4,250	5,590	5,203	5,177		
Corporate equities	9,376	10,158	9,366	9,361		
Derivatives	2,768	1,566	1,685	1,631		
	\$40,205	\$37,911	\$36,852	\$34,571	\$36,000	\$1,429

Regional Balance Sheets

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Scorecard - Americas

AMERICAS	Net Balance Sheet						Tradable Long Inventory at Risk				Gross Balance Sheet					
	Today	Daily Variance	Target	Variance	Final	Final	Current	Daily	Final	Final	Today	Daily	Target	Variance	Final	Final
	12-Aug-08	Incr/(Decr)	Q3'08	Incr/(Decr)	Q2'08	Q1'08	12-Aug-08	Change	Q2'08	Q1'08	12-Aug-08	Incr/(Decr)	Q3'08	Incr/(Decr)	Q2'08	Q1'08
Global Rates	35,931	2,146	30,000	5,931	22,915	30,200	28,865	2,180	8,298	11,365	80,921	964	57,500	23,421	49,496	85,410
High Grade Credit	8,402	(105)	8,850	1,552	7,268	9,559	7,744	(77)	6,360	8,898	10,304	(68)	9,250	1,054	9,101	12,250
COO	4,121	3	3,000	1,121	2,820	7,395	787	3	845	2,704	4,257	2	3,250	1,007	2,975	7,559
Securitized Products	42,895	(33)	38,750	4,145	44,487	48,727	26,893	30	28,788	34,927	44,444	(47)	43,250	1,194	48,253	51,560
Real Estate	31,340	(152)	31,700	(360)	32,899	37,587	24,728	(148)	26,253	31,707	32,762	(239)	31,700	1,062	34,309	38,294
High Yield	7,489	(27)	7,500	(11)	10,646	8,583	7,128	(21)	8,641	8,263	8,206	(14)	9,000	(794)	11,558	9,770
Municipal Bonds	6,274	(98)	6,000	274	6,047	9,495	2,133	(35)	2,837	3,696	6,706	(98)	6,000	706	6,459	10,251
Energy Trading	7,677	(5)	7,000	677	4,663	3,628	756	(2)	38	81	7,968	(5)	7,000	968	4,947	3,913
Foreign Exchange	2,610	(305)	3,200	(590)	3,387	4,814	64	(309)	742	969	2,610	(395)	3,200	(590)	3,388	4,814
FID Corporate	1,463	1	3,750	(2,287)	2,834	2,089	(953)	1	(1,109)	(657)	8,082	(393)	10,600	(2,518)	9,235	8,103
FID Corp Loans	1,410	5	1,250	160	1,650	1,702	1,410	5	1,690	1,702	1,449	5	1,500	(51)	1,729	1,743
IBD Loans	1,807	26	1,950	(143)	2,538	4,192	1,807	26	2,538	4,181	1,816	38	2,250	(434)	2,947	4,190
Total FID Core:	151,419	1,356	140,950	10,469	141,413	167,961	101,363	1,500	85,818	107,926	209,526	(241)	184,500	25,026	183,997	237,836
Total FID Prime Services:	9,535	465	5,500	4,035	3,057	11,168	7,569	520	1,200	(5,943)	186,611	4,643	79,000	107,611	69,922	100,337
Total FID Americas	160,954	1,821	146,450	14,504	144,470	179,129	108,932	2,020	87,017	100,983	396,137	4,399	263,500	132,637	253,919	338,174
Execution Services / Liquid Market	4,598	(53)			5,481	6,916	3,617	(60)	3,885	5,571	6,352	(116)			9,133	10,167
Convertible Products	857	(65)			1,425	1,770	853	(53)	1,423	1,769	1,368	(55)			2,024	2,265
Volatility	3,636	7			5,118	4,649	1,166	21	1,463	1,748	5,507	(85)			6,948	6,432
Equities Strategies	1,451	(59)			442	1,276	1,243	(58)	421	1,216	2,596	(142)			702	1,594
Firm Relationship Loans	1,890	29			2,201	2,012	1,890	29	2,201	2,012	1,890	29			2,201	2,012
Equity Corporate	80	(1)			85	55	74	(1)	78	39	361	(17)			303	343
Total Equities Core:	12,511	(141)	13,000	(489)	14,731	16,678	8,843	(133)	9,472	12,355	18,064	(363)	19,000	(936)	21,312	22,814
Total Equities Prime Services:	14,387	(247)	16,500	(2,113)	15,549	21,874	5,952	(51)	7,160	10,025	55,220	(1,512)	65,850	(10,630)	67,869	78,867
Total Equities Americas	26,899	(388)	29,500	(2,601)	30,279	38,552	14,794	(183)	16,632	22,379	73,284	(1,879)	84,850	(11,568)	89,182	101,681
Global Principal Strategies	1,178	(9)	1,800	(422)	1,449	5,117	1,178	(9)	1,418	5,089	3,339	(9)	5,000	(1,661)	5,653	6,245
Global Trading Strategies	3,509	(13)	5,105	(1,596)	3,422	3,932	3,400	(15)	3,119	3,878	3,691	(22)	5,365	(1,674)	3,676	4,312
Global Opportunities Group	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Direct Principal Investments	1,087	0	140	947	2,060	789	1,087	0	2,035	744	1,087	0	140	947	2,060	789
Total Principal Investing	5,774	(12)	6,845	(1,071)	6,931	9,817	5,665	(13)	6,572	9,711	8,118	(22)	10,505	(2,387)	11,369	11,326
Asset Management	2,501	(95)	2,363	238	2,718	4,620	828	(55)	948	2,686	5,599	(57)	5,625	(26)	5,746	7,700
Private Equity	3,876	280	4,608	(732)	3,908	4,514	3,637	290	3,737	4,384	4,093	290	4,608	(515)	4,123	4,729
Total MD	6,477	210	6,971	(495)	6,627	9,134	4,465	214	4,685	7,070	9,691	222	10,234	(543)	9,869	12,429
Investment Banking Division	166	(9)	500	(334)	481	506	99	(9)	414	438	166	(9)	500	(334)	481	506
Treasury	30,199	(4)	7,000	23,199	8,972	9,321	23,143	(232)	3,579	(3,805)	30,425	(4)	39,000	(8,574)	56,049	45,101
Corporate Other Assets / Investments	14,098	0	13,400	698	17,674	12,778	729	0	4,278	(2,378)	16,230	0	26,400	(19,170)	14,984	17,073
Total Non-Core	44,463	(4)	20,900	23,563	27,128	22,605	23,971	(232)	8,271	(5,843)	46,822	(4)	65,900	(19,078)	71,514	62,680
Total All Other Americas	56,713	194	34,716	21,997	40,885	41,557	34,101	(30)	19,528	10,938	64,631	196	86,639	(22,000)	92,772	86,434
Grand Totals Americas	244,566	1,627	210,666	33,899	215,434	289,237	157,827	1,807	123,177	134,300	534,053	2,721	434,989	99,064	435,672	526,289
Liquid Markets Financing	6,331	412	1,000	5,331	769	6,923	6,258	621	600	(7,019)	156,560	4,504	55,500	101,060	43,845	65,922
Credit Financing	1,687	51	1,500	187	861	1,220	1,216	(4)	531	(36)	23,443	135	15,750	7,693	20,402	26,094
Clearing and Execution	22	2	0	22	0	27	19	(9)	0	25	2	0	22	0	28	28
FID Structured Transactions	111	0	250	(139)	104	159	75	0	68	86	270	2	250	20	208	268
FID Futures	1,364	0	2,750	(1,386)	1,333	2,838	0	0	0	0	6,316	0	7,500	(1,184)	5,467	8,057
Total FID Prime Services:	9,535	465	5,500	4,035	3,057	11,168	7,569	520	1,200	(6,943)	186,611	4,643	79,000	107,611	69,922	100,337
Equity Financing	10,411	(254)	12,750	(2,339)	12,034	18,599	2,906	(66)	4,268	7,496	47,862	(1,516)	57,100	(5,248)	59,986	71,597
Equity Synthetic	3,589	47	3,500	89	3,133	2,792	3,117	45	2,931	2,444	6,979	4	8,500	(1,521)	7,499	7,148
Clearing and Execution	0	(9)	0	0	0	0	(19)	(9)	0	(1)	0	(9)	0	0	0	0
Structured Transactions	387	0	250	137	382	122	387	0	(46)	86	380	0	250	140	384	122
Equity Futures	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Total Equities Prime Services:	14,387	(247)	16,500	(2,143)	15,549	21,874	5,952	(51)	7,160	10,025	55,220	(1,512)	65,850	(10,630)	67,869	78,867
Total Prime Services Americas	23,922	219	22,000	1,922	18,506	33,042	13,521	470	8,359	3,082	241,831	3,131	144,850	96,981	137,791	179,204

LEHMAN BROTHERS

Scorecard - Europe

EUROPE	Net Balance Sheet						Tradable Long Inventory at Risk				Gross Balance Sheet					
	Today 12-Aug-08	Daily Variance Incr/(Decr)	Target Q3'08	Variance Incr/(Decr)	Final Q2'08	Final Q1'08	Current 12-Aug-08	Daily Change	Final Q2'08	Final Q1'08	Today 12-Aug-08	Daily Incr/(Decr)	Target Q3'08	Variance Incr/(Decr)	Final Q2'08	Final Q1'08
Global Rates	28,864	1,208	18,000	11,864	11,534	14,173	21,599	1,249	5,777	8,933	45,222	379	33,000	12,222	28,356	54,061
High Grade Credit	730	56	800	(70)	490	891	438	56	130	263	1,176	97	900	276	880	1,416
CCO	2,572	63	2,750	(178)	2,620	1,585	633	63	708	158	2,578	63	3,500	(922)	2,626	1,591
Securitized Products	10,815	(4)	3,850	6,965	11,113	11,514	9,090	(4)	9,721	8,997	10,900	(4)	3,850	7,050	11,203	11,619
Real Estate	15,349	(3)	15,800	(451)	16,327	17,324	11,162	(2)	12,132	12,802	15,350	(3)	15,800	(450)	16,328	17,330
High Yield	1,658	(11)	1,500	158	1,779	2,995	1,608	(1)	1,769	2,993	1,756	(15)	2,000	(244)	1,966	3,324
Energy Trading	565	(3)	750	(185)	634	88	58	(3)	33	68	565	(3)	750	(185)	634	88
Foreign Exchange	718	(18)	800	(82)	170	309	209	(20)	154	297	734	(3)	800	(66)	461	311
FID Corporate	5	(3)	0	5	5	5	5	(3)	3	(5)	888	(3)	900	(12)	868	868
FID Corp Loans	1,472	(1)	1,750	(278)	2,019	1,596	1,472	(1)	2,015	1,596	1,472	(1)	1,750	(278)	2,015	1,596
FID Loans	1,542	(1)	1,550	(8)	3,021	2,812	1,542	(1)	3,021	2,812	1,542	(1)	1,750	(208)	3,021	2,812
Total FID Core:	65,290	1,285	47,550	17,740	49,707	53,293	47,814	1,327	35,463	39,905	82,162	480	65,000	17,162	68,357	95,019
Total FID Prime Services:	277	(68)	0	277	226	183	12	0	79	(362)	43,626	1,556	24,000	19,626	16,294	30,604
Total FID Europe	65,567	1,217	47,550	18,017	49,933	53,476	47,826	1,327	35,541	39,543	125,788	2,037	89,000	36,788	84,651	125,622
Execution Services	1,164	48		1,245	1,312		729	52	640	351	1,314	72			1,582	3,674
Convertible Products	389	(25)		431	580		359	(1)	410	480	400	(24)			491	659
Volatility	12,029	47		12,743	17,358		6,377	(1)	6,027	10,920	13,423	166			15,482	19,406
Equities Strategies	119	(10)		942	543		115	(9)	304	117	134	(12)			582	575
Firm Relationship Loans	503	(3)		1,385	769		503	(3)	1,385	769	503	(3)			1,385	769
Equity Corporate	32	0		33	23		32	0	33	23	32	0			733	32
Total Equities Core:	14,217	59	15,000	(783)	16,378	20,586	8,115	31	8,798	12,670	15,806	201	18,000	(2,194)	20,264	25,107
Total FID Prime Services:	7,599	(490)	9,300	(1,701)	7,132	10,099	3,701	(340)	3,150	4,319	28,921	(676)	30,950	(2,029)	39,583	34,376
Total Equities Europe	21,816	(420)	24,300	(2,484)	23,510	30,685	11,816	(308)	11,948	16,989	44,727	(475)	48,950	(4,223)	59,847	59,484
Global Principal Strategies	140	0	0	140	94	1,052	140	0	48	1,052	140	0	140	97	1,319	
Global Trading Strategies	295	(2)	495	(200)	339	349	292	(1)	338	349	347	1	525	(175)	403	429
Global Opportunities Group	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
Total Principal Investing	435	(2)	495	(60)	432	1,401	432	(1)	386	1,401	487	1	525	(38)	501	1,748
Asset Management	1,180	(17)	1,251	(71)	1,212	1,690	850	(14)	888	1,398	1,180	(17)	1,251	(71)	1,212	1,681
Private Equity	1,644	(6)	711	933	1,565	2,314	1,562	(6)	1,475	2,314	1,644	(6)	711	933	1,565	2,314
Total IMD	2,803	(18)	1,962	841	2,777	3,994	2,412	(14)	2,363	3,713	2,804	(18)	1,962	842	2,777	3,995
Total Non-Core	118	(9)	1,050	(932)	62	189	85	(9)	62	189	1,082	(27)	1,050	32	991	1,873
Total All Other Europe	3,356	(20)	3,507	(151)	3,271	5,585	2,928	(15)	2,811	5,303	4,373	(44)	3,537	836	4,269	7,616
Grand Totals Europe	90,739	776	75,357	15,382	76,714	89,745	62,571	1,003	50,300	61,835	174,888	1,518	141,487	33,401	148,767	192,722
Liquid Markets Financing	215	(72)	0	215	140	60	0	0	50	(310)	35,300	1,340	14,000	21,300	10,941	25,138
Credit Financing	44	4	0	44	42	50	0	(9)	(10)	(119)	8,308	16	9,750	(1,442)	5,309	5,361
Clearing and Execution	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	31
FID Structured Transactions	18	0	0	18	44	74	12	0	38	68	18	0	250	(232)	44	74
FID Futures	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Total FID Prime Services:	277	(88)	0	277	226	183	12	0	79	(362)	43,626	1,556	24,000	19,626	16,294	30,604
Equity Financing	5,557	(495)	7,080	(1,483)	5,450	7,758	1,780	(318)	1,878	2,110	26,178	(693)	27,700	(1,522)	35,503	31,477
Equity Synthetic	2,001	(21)	2,250	(249)	1,923	2,246	1,907	(28)	1,484	2,134	2,703	(25)	3,000	(297)	3,269	2,805
Clearing and Execution	22	5	0	22	4	3	2	1	0	(1)	22	5	0	22	5	3
Structured Transactions	18	0	0	18	56	92	12	0	(16)	86	18	0	250	(232)	806	92
Equity Futures	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Total Equities Prime Services:	7,599	(490)	9,300	(1,701)	7,132	10,099	3,701	(340)	3,150	4,319	28,921	(676)	30,950	(2,029)	39,583	34,376
Total Prime Services Europe	7,875	(547)	9,300	(1,425)	7,358	10,282	3,713	(240)	3,229	3,957	72,547	880	54,950	17,597	55,877	64,980

LEHMAN BROTHERS

Scorecard - Asia

ASIA	Net Balance Sheet						Tradable Long Inventory at Risk				Gross Balance Sheet					
	Today 12-Aug-08	Daily Variance Incr/(Decr)	Target Q3'08	Variance Incr/(Decr)	Final Q2'08	Final Q1'08	Current 12-Aug-08	Daily Change	Final Q2'08	Final Q1'08	Today 12-Aug-08	Daily Incr/(Decr)	Target Q3'08	Variance Incr/(Decr)	Final Q2'08	Final Q1'08
Global Rates	8,988	(83)	4,500	4,488	4,089	7,638	8,441	(57)	3,977	7,578	15,461	(293)	10,500	4,961	10,334	14,525
High Grade Credit	784	28	850	(86)	822	875	752	32	805	844	861	28	850	11	902	954
CDO	1,724	9	2,250	(526)	2,179	2,019	516	9	1,194	219	1,730	9	2,250	(520)	2,184	2,025
Securitized Products	1,639	(1)	1,900	(261)	1,836	1,894	1,639	(1)	1,836	1,894	1,639	(1)	1,900	(261)	1,836	1,894
Real Estate	8,573	(6)	7,500	1,073	9,216	10,056	8,352	(9)	9,135	9,783	8,573	(6)	7,500	1,073	9,216	10,056
High Yield	2,367	(5)	3,000	(633)	2,823	3,020	2,282	(5)	2,558	2,975	2,407	(5)	3,000	(593)	2,695	3,111
Energy Trading	319	(2)	250	69	265	0	40	(2)	40	(2)	319	(2)	250	69	265	0
Foreign Exchange	600	(36)	1,000	(400)	613	1,225	438	(31)	594	1,192	600	(36)	1,000	(400)	638	1,225
FID Corporate	83	(23)	250	(167)	134	150	16	0	22	(21)	84	(23)	250	(166)	135	150
FID Corp Loans	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
Total FID Core:	25,079	(59)	21,500	3,579	21,777	26,877	22,476	(60)	20,161	24,462	31,875	(329)	27,500	4,175	28,205	33,941
Total FID Prime Services:	0	(124)	0	0	(0)	(0)	0	(0)	(0)	(0)	8,109	(1,812)	7,000	1,109	3,570	1,204
Total FID Asia	25,079	(223)	21,500	3,579	21,777	26,877	22,476	(60)	20,161	24,462	39,784	(2,142)	34,500	5,284	31,775	35,145
Execution Services / Liquid Market	627	(58)			651	1,033	480	(45)	591	749	660	(50)			766	1,039
Convertible Products	171	23			297	393	182	22	279	379	171	23			302	412
Volatility	4,624	(108)			5,288	7,212	3,291	(110)	3,800	4,280	4,649	(107)			5,328	7,321
Equities Strategies	1,188	(14)			1,204	2,402	744	(18)	957	1,731	1,544	(11)			1,695	3,182
Firm Relationship Loans	0	0			0	0	0	0	0	0	0	0			0	0
Equity Corporate	298	0			313	464	15	0	19	235	305	0			326	481
Total Equities Core:	6,908	(150)	7,000	(92)	7,753	11,504	4,692	(149)	5,646	7,374	7,359	(146)	8,000	(641)	8,417	12,435
Total Equities Prime Services:	3,529	(52)	3,700	(171)	3,545	5,230	1,653	(15)	1,964	2,433	10,379	(175)	13,200	(2,821)	11,902	15,751
Total Equities Asia	10,437	(202)	10,700	(263)	11,298	16,734	6,345	(164)	7,610	9,807	17,738	(261)	21,200	(3,462)	20,320	27,586
Global Principal Strategies	1	(0)	0	1	58	1,015	1	(0)	2	998	1	(0)	0	1	58	1,072
Global Trading Strategies	726	(11)	200	526	893	1,174	702	(11)	860	1,172	732	(11)	210	522	893	1,205
Global Opportunities Group	1,106	(9)	1,200	(94)	979	942	1,043	(2)	945	921	1,249	2	1,500	(251)	1,127	1,088
Direct Principal Investments	268	0	260	6	272	315	265	0	272	313	268	0	260	6	272	315
Total Principal Investing	2,098	(14)	1,660	438	2,192	3,446	2,011	(19)	2,080	3,405	2,247	(9)	1,970	277	2,340	3,660
Asset Management	195	(0)	100	95	142	69	195	(0)	142	69	195	(0)	100	95	142	69
Private Equity	206	1	55	151	176	498	206	1	176	(410)	206	1	55	151	176	498
Total IMD	401	1	155	247	319	566	401	1	319	(348)	401	1	155	247	319	566
Total Non-Core	25	0	50	(25)	38	67	25	0	38	67	25	0	50	(25)	38	67
Total All Other Asia	2,525	(12)	1,865	660	2,549	4,080	2,437	(11)	2,436	3,125	2,673	(7)	2,175	499	2,697	4,293
Grand Totals Asia	38,041	(438)	34,065	3,976	35,625	47,691	31,258	(235)	30,207	37,384	60,196	(2,410)	57,875	2,321	54,792	67,025
Liquid Markets Financing	0	(124)	0	0	(0)	0	0	0	(0)	(10)	8,109	(1,812)	7,000	1,109	3,570	1,204
Credit Financing	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
FID Structured Transactions	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
Total FID Prime Services:	0	(124)	0	0	(0)	0	0	(0)	(0)	(10)	8,109	(1,812)	7,000	1,109	3,570	1,204
Equity Financing	1,438	(43)	1,700	(262)	1,445	2,613	138	(3)	265	477	7,171	(8)	6,700	(2,529)	9,119	11,776
Equity Synthetic	2,091	(9)	2,000	91	2,100	2,617	1,515	(12)	1,699	1,956	3,208	(17)	3,500	(292)	2,787	3,375
Clearing and Execution	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
Equity Futures	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0
Total Equities Prime Services:	3,529	(52)	3,700	(171)	3,545	5,230	1,653	(15)	1,964	2,433	10,379	(115)	13,200	(2,821)	11,902	15,151
Total Prime Services Asia	3,529	(178)	3,700	(171)	3,545	5,230	1,653	(15)	1,964	2,423	18,487	(1,927)	20,200	(1,713)	15,473	16,355

LEHMAN BROTHERS

Net Long Inventory Summary by GAAP Asset Class

8/12/2008	Mortgages & ABS (Includes REHS & REHU)	Government & Agencies	Corporate Debt & Other (Physical commodities)	Corporate Equities	Commercial Paper & Other Money Market Instruments	Derivatives & Other Contractual Agreements	Blank Adjustments / Unallocated ⁽¹⁾	Net Inventory Long
Global Rates	100	54,752	3,339	1,024	0	13,504	0	72,719
High Grade Credit	8	1,219	3,799	592	3,266	910	4	9,798
COO	973	15	2,709	113	0	4,523	(15)	8,318
Securitized Products	32,929	11,202	2,664	331	0	5,722	836	53,682
Real Estate	43,720	8	7,474	1,725	0	332	1,661	55,120
High Yield	288	18	9,711	1,899	0	368	(399)	11,966
Municipals	18	3,435	98	0	25	2,682	0	6,260
Commodities	0	0	852	0	3	5,729	0	6,584
Foreign Exchange	0	541	163	415	0	2,580	0	3,699
FID Corporate	219	0	(1,163)	8	0	41	0	(895)
FID Corp Loans	(0)	0	2,879	2	0	0	0	2,882
IBD Loans	0	0	2,734	0	0	34	581	3,349
Total FID Core:	78,255	71,190	35,262	6,109	3,294	36,426	2,369	232,905
Total FID Prime Services:	2	6,306	1,254	44	0	92	0	7,698
Total FID	78,257	77,496	36,516	6,153	3,294	36,518	2,369	240,603
Execution Services / Liquid Market	9	0	25	4,831	0	758	0	5,622
Convertible Products	1	0	1,050	332	0	3	(7)	1,379
Volatility	0	14	1,801	9,520	0	6,173	0	17,508
Equities Strategies	1	10	586	1,536	0	308	(7)	2,434
Firm Relationship Loans	0	0	2,393	0	0	0	0	2,393
Equity Corporate	0	0	35	86	0	0	0	120
Total Equities Core:	11	24	5,891	16,304	0	7,242	(14)	29,459
Total Equities Prime Services:	340	13	92	11,238	0	799	30	12,512
Total Equities	351	38	5,983	27,542	0	8,041	15	41,971
Global Principal Strategies	0	0	229	1,090	0	0	0	1,319
Global Trading Strategies	358	3	807	3,218	0	96	0	4,483
Global Opportunities Group	10	46	430	536	0	0	21	1,043
Direct Principal Investments	0	0	214	1,138	0	0	0	1,353
Total Principal Investing	369	49	1,680	5,982	0	97	21	8,197
Asset Management	130	0	201	851	165	0	527	1,873
Private Equity	813	0	683	3,948	0	(72)	0	5,352
Total IBD	942	0	884	4,799	165	(72)	527	7,225
Total Non-Core	(6)	0	90	1,053	23,135	500	0	24,779
Total All Other	1,311	49	2,634	11,834	23,300	524	548	40,200
Grand Totals	79,919	77,582	45,133	45,529	26,594	45,084	2,932	322,774
Liquid Markets Financing	2	6,291	1	17	0	0	0	6,310
Credit Financing	0	15	1,253	2	0	0	0	1,271
Clearing and Execution	0	0	0	0	0	19	0	19
FID Structured Transactions	0	0	0	25	0	63	0	88
FID Futures	0	0	0	0	0	9	0	9
Total FID Prime Services:	2	6,306	1,254	44	0	92	0	7,698
Equity Financing	0	0	57	4,738	0	163	29	4,987
Equity Synthetic	0	13	35	6,474	0	638	1	7,160
Clearing and Execution	0	0	0	2	0	0	0	2
Structured Transactions	340	(0)	(0)	24	0	0	0	363
Equity Futures	0	0	0	0	0	0	0	0
Total Equities Prime Services:	340	13	92	11,238	0	799	30	12,512
Total Prime Services	342	6,319	1,346	11,282	0	891	30	20,210

¹⁾ Blanks occur when an adjustment is entered into GFS without sufficient product or asset category detail to create a GAAP asset class. Includes position and account level adjustments and Loan IQ adjust.

Daily Balance Sheet Trend

