

FREQUENTLY ASKED QUESTIONS (FAQ'S)
FOR POST EFFECTIVE DATE AND DISTRIBUTION TOPICS
(Revised September 28, 2012)

PLEASE NOTE THAT THESE FAQs ONLY PROVIDE A SUMMARY OF CERTAIN FEATURES OF THE LEHMAN BROTHERS HOLDINGS INC. PLAN TRUST AND ARE INTENDED FOR INFORMATIONAL PURPOSES ONLY. TO THE EXTENT THAT THERE IS ANY CONFLICT BETWEEN THE FAQs AND THE PLAN, THE CONFIRMATION ORDER, OR THE PLAN TRUST AGREEMENT, THE PLAN, THE CONFIRMATION ORDER AND THE PLAN TRUST AGREEMENT, AS APPLICABLE, SHALL PREVAIL. THESE FAQs ARE SUBJECT TO CHANGE FROM TIME TO TIME, WITHOUT PRIOR NOTICE. PLEASE VISIT THE WEBSITE (www.lehman-docket.com) FOR THE MOST CURRENT VERSION OF THESE FAQs.

IRS Circular 230 Notice: To ensure compliance with IRS Circular 230, former holders of LBHI common or preferred stock and beneficiaries of the LBHI Plan Trust are hereby notified that: (a) any discussion of federal tax issues contained or referred to herein is not intended or written to be used, and cannot be used, by former holders of LBHI common or preferred stock or beneficiaries of the LBHI Plan Trust for the purpose of avoiding penalties that may be imposed on them under the Internal Revenue Code; (b) such discussion is written in connection with the promotion or marketing by the Debtors of the transactions or matters addressed herein; and (c) former holders of LBHI common or preferred stock and beneficiaries of the LBHI Plan Trust should seek advice based on their particular circumstances from an independent tax advisor.

Post-Confirmation Questions

1. When was the Chapter 11 Plan confirmed and when did it go effective?

On December 6, 2011, the Bankruptcy Court entered an order confirming the chapter 11 plan (the "Plan") of Lehman Brothers Holdings Inc. ("LBHI" or "Lehman") and its affiliated debtors (together with LBHI, the "Debtors"). A copy of the Confirmation Order is available on the www.lehman-docket.com website (Docket number 23023).

The Plan went effective on March 6, 2012 (the "Effective Date") after all outstanding closing conditions under the Plan were satisfied. A notice was filed with the Bankruptcy Court (Docket number 26039).

2. Now that the Debtors have confirmed a Chapter 11 Plan and it has gone effective are the bankruptcy cases closed?

No. The bankruptcy cases will remain open as the Debtors continue to reconcile claims in the cases and make distributions pursuant to the Plan.

3. What does it mean that Lehman has emerged from bankruptcy?

It simply means that the Plan that was approved by the Bankruptcy Court on December 6, 2011 has become effective. The Debtors have been liquidating their holdings and will continue to do so, but with emergence and Plan effectiveness, they can make distributions to creditors as laid out in the Plan. The initial distribution was made on April 17, 2012 to record holders of allowed claims on March 18, 2012. The next distribution will be made on October 1, 2012 to record holders of allowed claims as of August 31, 2012.

4. Where can I find the Chapter 11 case information and/or a copy of the Confirmation Order?

The Confirmation Order, the Plan, the Plan Supplement and all other related Bankruptcy Court documents are available and accessible by going to the website: www.lehman-docket.com. The Confirmation Order is Docket Number 23023.

5. Where can I find more information about the wind-down?

After the Effective Date, pursuant to the Plan, the Plan Administrator shall wind-down, sell and otherwise liquidate assets of the Debtors and/or Debtor-Controlled Entities in accordance with Section 6.1(b)(iii) of the Plan. You may find additional information at www.lehman-docket.com.

6. I received a Notice of Entry of Order Confirming Modified Third Amended Joint Chapter 11 Plan. What is it and what do I need to do?

The Notice of Confirmation provided notice to all parties that the Plan was confirmed by the Bankruptcy Court on December 6, 2011. Copies of the Plan can be found on the website at www.lehman-docket.com.

The Notice of Confirmation also provided specific details relating to the Rejection of Executory Contracts and Unexpired Leases, the Plan Injunction and also Final Fee Applications. If you think you may need to take action and have more specific questions on this notice, please consult with your own legal counsel for further advice.

7. How much will I receive when you make distributions?

Distributions will be made in accordance with the Plan. Prior to each distribution, the Debtors intend to file a notice with the Bankruptcy Court listing all the distribution percentages for each Debtor and class of claims.

8. When will I receive my distribution?

If you have an allowed claim and if you have submitted the required tax forms as well as the OFAC Certification form (which is a certification form consistent with the requirements of the Office of Foreign Assets Control of the U.S. Department of the Treasury), the next distribution is expected to be made on October 1, 2012 and generally, every six months after that date.

9. Do I have a claim in this case? How can I check the status of my claim?

You may look up your claim online by going to www.lehman-docket.com. Go to the tab at the top that says Claims and search for your claim. If you have a claim number you may search by that or you can search by your name. This site will tell you the status of your claim.

10. What is the record date for claims transfers and why was one set?

Individual creditors who have claims against any of the Debtors are free to sell such claims or acquire others. When making distributions to holders of allowed claims, it is necessary to set a record date for claims ownership to have a fixed set of record holders who are beneficiaries of the distributions. In general, holders of claims need not do anything before the record date – acquirers of claims need to ensure the process of recording their ownership is complete before the distribution record date for the distribution following their acquisition. The record date for the October 1, 2012 distribution was August 31, 2012.

11. How do claimants change their address?

Address changes for claimants can be requested by sending a written request by email or regular mail to the Debtors' Claims and Noticing Agent, Epiq Bankruptcy Solutions ("Epiq"), at lehmancallcenter@epiqsystems.com or 757 Third Avenue, 3rd Floor, New York, NY 10017 with a reference to the Lehman bankruptcy and your name, your old address, your new address and your claim number(s).

12. Has my claim been objected to?

If the Debtors disagree with the amount that you claimed, your claim will be included on a Claims Objection or Omnibus Claims Objections. Claims are still being reconciled by the Debtors with the help of their professionals and advisors. If your claim was the subject of a Claim Objection or an Omnibus Claim Objection, then your claim was objected to by the Debtors and you would have received a notice of such objection. The Plan provides that the Plan Administrator has until 2 years after the Effective Date to object to claims. You can log onto the website at www.lehman-docket.com to check the status of your claim.

13. Can I amend my claim and how do I do it?

After the Effective Date, which occurred on March 6, 2012, other than a proof of Claim relating to an executory contract or unexpired lease that is rejected pursuant to the Plan, a proof of Claim relating to a prepetition Claim may not be filed or amended without the authority of the Bankruptcy Court.

General Distribution Related Questions**14. Who will be making the distributions?**

Lehman Brothers Holdings Inc. is the Plan Administrator for each of the Debtors. According to the Plan, the Plan Administrator shall have the authority and right on behalf of each of the Debtors to make Distributions to holders of Allowed Claims in accordance with the Plan. Depending on your type of claim, actual payments will be made by either the Plan Administrator, Epiq Systems as the distribution agent for the Plan Administrator, or your broker. Consult the Plan for more detailed information.

15. Is there a payment schedule for distributions?

Pursuant to the Plan that was confirmed on December 6, 2011, at the discretion of the Plan Administrator and subject to certain conditions, distributions are expected to be made twice a year on or around March 30 and September 30.

16. Do you have a confidentiality form? How can I be sure that my Social Security Number or tax ID number is being kept confidential?

Your W-8/W-9 forms are not going to be available to the public. LBHI and its agents maintain them to make sure that the Debtors and Epiq have the proper documentation to issue distributions.

17. Are you going to send us some documentation so we can take a deduction on our taxes for our losses?

LBHI is not going to send any specific documentation relating to losses. Please consult your tax advisor for proper tax treatment.

18. Are you withholding taxes from my distribution check?

If your claim is based on employment compensation, applicable income and employment tax withholding will be made. Otherwise, if you are a U.S. person, the Debtors will not withhold on your distributions if you have provided a properly completed and executed IRS Form W-9 (and the IRS has not informed you that you are subject to backup withholding for underreporting interest and dividends). Claimants will be responsible for any taxes that they might owe as a result of their distribution. Special rules apply to non-U.S. persons. Payments made to non-U.S. Claimants may be subject to withholding unless the Debtors receive a properly completed and executed IRS Form W-8 which establishes an exemption from withholding. Applicable 1099 forms will be sent to all parties upon whom the Debtors are required to report.

19. When were distributions made?

The first distribution payments were sent by mail and/or wire transfer, as applicable, on April 17, 2012. The second distribution is expected to be made on October 1, 2012.

20. Why didn't I receive a distribution of stock or cash?

Only holders of allowed claims who timely submitted their requisite tax and OFAC (Office of Foreign Assets Control of the U.S. Department of the Treasury) forms are entitled to receive a distribution. Claimants whose claims are currently being reconciled, whose claims are subject to an unresolved claim objection or who did not submit the required tax and OFAC forms are not entitled to a distribution. In addition, certain partially allowed claims were not required to be paid under the Plan. Once your tax and OFAC forms have been submitted and/or your claim has been fully allowed, you will receive your distribution on account of your claim on the next distribution date. Distributions in this case will only be in cash – there will be no stock distributions.

21. My claim is an allowed claim, but I did not receive a distribution. Why not?

Distributions for allowed claims may be delayed if claimants did not submit the proper tax forms and/or the proper OFAC (Office of Foreign Assets Control of the U.S. Department of the Treasury) Certification form to Epiq Systems, the distribution agent. Please go to the Lehman website at www.lehman-docket.com and print the appropriate tax forms and the OFAC Certification and send such forms to Epiq Systems as soon as possible so that your allowed claim will be considered for the next round of distributions. In addition, certain partially allowed claims were not required to be paid under the Plan.

22. How much did Class X receive in the distribution OR how much should I have received on account of my claim?

Please refer to the Notice Regarding Second Distributions Pursuant To The Modified Third Amended Joint Chapter 11 Plan of Lehman Brothers Holdings Inc. And Its Affiliated Debtors (Docket 31082) (September 25, 2012), which is located on the main page of the website at www.lehman-docket.com.

This document shows the distribution amounts paid to each separate class of creditors in the case. You can find the plan class of your specific claim on your remittance slip or by looking up your claim on the website.

23. I received a letter from Epiq dated February 3, 2012, what is it and what do I need to do?

The February 3, 2012 letter from Epiq provides instructions for parties to complete the appropriate forms in order to receive their distribution via wire transfer. If you are expecting to receive a distribution from the Lehman bankruptcy estate and if you'd like to receive the distribution via wire transfer instead of a check, you must take action and complete the wire transfer form.

24. I received a letter from Epiq dated July 3, 2012, what is it and what do I need to do?

The July 3, 2012 letter from Epiq provides instructions for parties to complete the appropriate forms in order to receive their distribution via wire transfer. If you are expecting to receive a distribution from the Lehman bankruptcy estate and if you'd like to receive the distribution via wire transfer instead of a check, you must take action and complete the wire transfer form.

25. How much does it cost to receive my distribution by wire?

The per wire fee will be \$20 for a transfer to a US bank account or \$35 for a transfer to a non-US bank account. The wire transfer fee will be deducted from the amount of the distribution you would otherwise receive.

Each Debtor will make its own distribution and if a creditor is entitled to receive payment from more than one Debtor, a wire transfer fee will be deducted from EACH payment. Each Debtor, will, however, to the extent practicable, make aggregate distributions on account of all the claims held by a particular creditor.

26. What if I do NOT want to receive my distribution by wire transfer?

If you are entitled to a distribution and do not want to receive your payment by wire transfer, then you will be mailed a check.

27. Where can I get the form to request my distribution be sent by wire transfer?

Please call the Lehman call center hotline at 1-866-879-0688 and provide your name, address and email address to Epiq and they will email or mail a new form to you to complete and return.

28. Where should completed forms requesting distributions be made by wire transfer be sent?

If by first-class mail:
Lehman Brothers Holdings Claims Processing
c/o Epiq Bankruptcy Solutions, LLC
PO Box 6389
Portland, OR 97228-6389

If by Hand Delivery or Overnight mail:
Epiq Bankruptcy Solutions, LLC
Attn: Lehman Brothers Holdings Inc.
10300 SW Allen Blvd.
Beaverton, OR 97005

29. When do the forms need to be received in order to get distributions by wire transfer?

In order to receive distributions to which you may be entitled by wire, you must complete and return a Wire Request Form so that it is received by Epiq prior to the distribution record date for a given distribution.

30. What if my bank account information changes between distributions?

Please note that the Debtors and Epiq will treat this request for wire transfer as a standing request for any future distributions that you may be entitled to receive under the Plan. It is your responsibility to provide updated instructions should the bank information change or become invalid.

31. Does my receipt of a letter regarding wire transfer info mean that all my claims are allowed in full?

No. The Debtors and their counsel are continuing to analyze proofs of claim filed against the Debtors and may in the future file objections with the Bankruptcy Court seeking to reduce or disallow and expunge certain claims. If an objection to any of your claim(s) is filed by the Debtors in the future, you will receive notice thereof and will be provided an opportunity to respond to the objection.

32. I heard that letters regarding wire transfer information went out, why didn't I get one?

Please call the Lehman call center hotline at 1-866-879-0688 and provide your name, address and email address to Epiq and they will email or mail a new form to you to complete and return.

33. Can you help me complete the wire transfer form? What is the IBAN or BIC-Bank Numbers?

Epiq cannot assist you in completing the wire transfer form.

IBAN stands for International Bank Account Number. It is a number that includes both the bank information and the owner bank account number. It is most commonly used in the European Union (where it is mandatory) as well as some African and Middle East countries. The first two digits of the IBAN number refer to the country. Each country has different total number of digits in the IBAN. Your bank can provide your IBAN number to you.

BIC stands for Bank Identification Code and is also known as the SWIFT Code. This identifies the bank that the wire is being sent to and is required to ensure a successful wire transmission. It is either 8 or 11 characters long.

34. What do I put for the Originator to Beneficiary information? What does that mean?

This is a text field where you can put further credit instructions if needed. For example if the bank account you provide is at a brokerage firm, the bank will need to know which account number at the brokerage firm is to receive the funds.

35. On the Wire Transfer form, what do I put for Bank to Bank information? What does that mean?

This is a text field that will assist an intermediary bank in forwarding the wire on to your bank. If you have additional information that does not fit in the Originator to Beneficiary information, you can add that to this field as well.

36. Do I have to submit an original form to receive payment by wire transfer or can I send a copy?

Original signatures are not required on the wire transfer forms. You may submit a copy.

37. Can I fax or email my wire transfer form to you?

The wire transfer form may be emailed to lehmanccallcenter@epiqsystems.com. However, all requests to receive payments by wire transfer must be completed on the required form. Epiq will not accept wire transfer instructions that are not completed on the required form.

38. If I have multiple claims and I elect to get paid by wire transfer, will I have to pay multiple wire transfer fees?

Each Debtor will make its own distribution and if a creditor is entitled to receive payment from more than one Debtor, a wire transfer fee will be deducted from EACH payment. Each Debtor, will, however, to the extent practicable, make aggregate distributions on account of all the claims held by a particular creditor.

39. I received my distribution by wire transfer, but why was there a \$20 or \$35 fee taken out of my distribution payment?

As indicated in the wire transfer documentation that you completed, the fee for transmitting your payment via wire transfer is \$20 for transfers to a U.S. bank account or \$35 for transfers to a non-U.S. bank account, per wire.

40. If bondholders will be receiving their distributions through DTC (or other depositories), are the tax forms and/or OFAC Certification forms required to be returned to Epiq?

The tax and OFAC forms requested by Epiq are for direct claimants, such as those with a specific claim on file with the Bankruptcy Court. LBHI can confirm that no participant or beneficial owner of LBHI issued bonds is being asked by Epiq to submit any documentation in connection with the distributions that are being made through DTC (or any other depository) to LBHI-issued securities.

41. The initial distribution payment for my bond does not match the 6.02% rate published by Lehman. What happened?

The amount paid by Lehman to all allowed senior unsecured claims (LBHI Class 3) was 6.02% of the allowed claim amount. The allowed claim amount may differ from the principal amount of a bond issue, based upon certain adjustments such as for interest owed, security valuation, and, in the case of Lehman's international bonds, currency adjustments. In addition, in the case of U.S. bonds for which Wilmington Trust was the Indenture Trustee, the amount paid to bondholders was subject to a reduction for a charging lien of \$13,157,862 asserted by Wilmington Trust. This charging lien reduced the amount paid by Wilmington Trust to below 6.02% and is more fully

described in their notice dated April 11, 2012, which is available at www.wilmingtontrust.com/lehman.

42. I don't agree with the amount or type of my distribution, what do I do and who do I contact?

Please provide Epiq with your name, company's name, phone number, email address, mailing address, claim number, and check number and they will pass this information along to someone that can look into the specifics of your claim and get back to you. Please also provide Epiq with as much information on your claim as possible so that they can properly research the claim in advance of the return call.

43. Why was my claim reduced to \$50,000?

Creditors holding unsecured claims against certain Debtors greater than \$50,000 had the option to have their claim treated as a Convenience Class Claim as such term is defined in the Chapter 11 Plan. Creditors could decide to elect such treatment on the ballot that was returned for purposes of voting to accept or reject the Plan. The effect of such election was to cap all such claims at the claim amount or \$50,000, whichever was lower. In return, the creditor received a premium to the estimated Plan recovery percentages and also received full payment of the entire recovery in the initial distribution or the first distribution after the claim is allowed. Such Convenience Class election is irrevocable.

44. What was the percentage paid out to creditors?

Please check your remittance slip included with your check (and mailed to you if you received payment by wire transfer) for a calculation of the amount paid for each portion of your claim in this distribution. Such remittance slip also includes the percentage of your distribution. Each class of creditors for each debtor received a different percentage. Please also refer to the notice filed in the case, Docket No. 27312 for the April 17, 2012 distribution and Docket No. 31082 for the October 1, 2012 distribution, which can be found on the website at www.lehman-docket.com for a summary of the percentages paid to each plan class.

45. What percentage of my claim did I receive?

The percentage of your claim that you received is included on your remittance slip with your check. If you received a wire transfer, then the remittance slip was mailed to you.

46. When will I get the rest of my distribution?

Distributions will be made semi-annually on or around March 30th and September 30th in accordance with the terms of the Plan. If you hold a Convenience Class Claim, the distribution that you received is in full and final satisfaction of your claim. You will not receive any additional distributions on account of your Convenience Class Claim.

47. How many distributions will there be?

It is unknown how many distributions there will be. As additional funds become available for distribution, the Debtors will distribute such funds to the applicable plan classes in accordance with the terms of the Plan. You will not receive any additional distributions on account of your Convenience Class Claim.

48. I received a check from the Lehman bankruptcy, but I don't know what account to apply it to. Please advise.

Please check your remittance slip included with your check (and mailed to you if you received payment by wire transfer) for a listing of additional information related to the claim(s) you filed. You should check the detail you submitted with your proof of claim form(s) and also check your own internal records to determine how to apply the payment.

49. I received a check with the wrong name on it or with my name/address listed incorrectly. How do I get a proper check reissued?

Please provide Epiq with your name, company's name, phone number, email address, mailing address, claim number, and check number if available and they will pass this information along to someone that can look into the specifics of your claim and get back to you.

50. My address has changed, and I think you mailed a check to the wrong address. How do I get that check cancelled and a new check issued?

Please provide Epiq with your name, company's name, phone number, email address, mailing address, claim number, and check number if available and they will pass this information along to someone that can look into the specifics of your claim and get back to you. If you have future address changes, please send such requests to lehmancallcenter@epiqsystems.com.

51. I have a check that says it is void (or stale) after 90 days and the bank wouldn't negotiate it. What do I do?

Pursuant to the Plan that was confirmed on December 6, 2011, you have 180 days after the date the check was issued to request that the check be reissued. Thereafter, the check shall irrevocably revert to the Debtor and any Claim in respect of such voided check shall be discharged and forever barred.

52. Why did I receive multiple checks?

Distributions were made based on allowed claims by Debtor. If you had multiple claims filed against multiple Debtors, you would have received one check per Debtor.

53. Am I permitted to sell my claim to a claims buyer even though I have already received an initial distribution?

Yes that is permitted.

54. I sold my claim before the distribution record date but the distribution was still sent to me rather than the claim buyer. What do I do?

Please call the Lehman call center hotline at 1-866-879-0688 and provide Epiq with your name, company's name, phone number, email address, mailing address, claim number, and check number and they will pass this information along to someone that can look into the specifics of your claim and get back to you.

55. I sold my claim after the distribution record date and the distribution was sent to me even though I no longer own the claim. What do I do?

The Debtors are required to send the distribution to the holder of the claim on the distribution record date. You will need to contact the party to whom you sold the claim and advise them of the situation.

56. My claim is partially allowed. Why didn't I get a distribution on the allowed portion?

The Plan provides that if a portion of a claim is still disputed, the Debtors do not have to pay partially allowed claims.

57. I don't understand the check remittance or check stub. Can you explain it to me?

- ISIN/CUSIP – Reference to a particular security if the claim is based on a security
- Blocking No. - Reference Number created when a holder's position of a security is "blocked" at the relevant Depository. If a holder does not know their blocking number they should contact their Nominee Bank or Broker.
- Payout Percentage – This is the percentage of the allowed claim amount that is being paid at this time. As the Debtors liquidate assets into cash, additional distributions will be made as the pay-out percentage increases. Pay out percentages differ among Plan classes.
- Catch-up Distribution - If your claim was not allowed during the initial distribution, but it is now allowed, you will receive both the first and second distribution payments on or around October 1, 2012. This is referred to as a "catch-up" distribution as indicated in the footnote of the remittance or check stub.
- Interest - If your claim was not allowed during the initial distribution, but it is now allowed, you will receive both the first and second distribution payments on or around October 1, 2012. You are entitled to receive interest on the first distribution. Interest was calculated pursuant to the Plan.

58. Can I change my claim to Convenience Class now?

No. Creditors holding unsecured claims against certain Debtors greater than \$50,000 had the option to have their claim treated as a Convenience Class Claim on their ballot for voting on the Plan. That option is no longer available.

Second Distribution Questions – October 1, 2012**59. I did not receive a distribution in the initial distribution because my claim was not allowed at the time, but now my claim is allowed, how much will I receive?**

If your claim was not allowed during the initial distribution, but it is now allowed, and you submitted properly completed tax and OFAC forms prior to the September 7, 2012 deadline, you will receive both the first and second distribution payments on or around October 1, 2012. In addition, you may be entitled to interest on the first distribution from the initial distribution date of April 17, 2012 in accordance with the terms of the Plan.

60. I did not receive a distribution in the initial distribution because I had not submitted my tax or OFAC Form, but have since submitted them, how much will I receive?

If your claim is allowed and you submitted properly completed tax and OFAC forms prior to the September 7, 2012 deadline, you will receive both the first and second distribution payments on or around October 1, 2012.

61. Why did I receive interest with my distribution payment?

If your claim was not allowed prior to the initial distribution, but has since been allowed, you received both the first and second distribution payments on or around October 1, 2012. In addition, you were entitled to interest on the first distribution from the initial distribution date of April 17, 2012 in accordance with the terms of the Plan.

62. I received interest on my distribution payment, how was it calculated?

If your claim was not allowed prior to the initial distribution, but has since been allowed, you received both the first and second distribution payments on or around October 1, 2012. You were entitled to receive interest on the first distribution. Interest was calculated pursuant to Section 8.4 of the Plan.

63. Why did I NOT receive interest on my distribution payment even though I had an allowed claim as of the Initial Distribution?

For the October 1, 2012 distribution, only claims that were not allowed prior to the initial distribution on April 17, 2012 were eligible for interest. Claims that were allowed at the time of the initial distribution but were held because a completed tax form or OFAC certification was not submitted prior to the deadline established for the initial distribution are not eligible for interest under the Plan.

64. I received a wire transfer of my distribution, when will I receive my remittance slip?

All parties receiving a wire transfer for the second distribution were emailed (if an email address was provided on your wire transfer form) and mailed copies of the remittance slip on the same date that the distributions were issued. Please check your remittance slip for details on your payment percentages.

65. How will taxes be handled on the distributions?

If your claim is based on employment compensation, applicable income and employment tax withholding will be made. Otherwise, if you are a person residing in the United States, the Debtors will not withhold on your distributions if you have provided a properly completed and executed IRS Form W-9 (and the IRS has not informed you that you are subject to backup withholding for underreporting interest and dividends). Claimants will be responsible for any taxes that they might owe as a result of their distribution. Special rules apply to non-U.S. residents. Payments made to non-U.S. claimants may be subject to withholding unless the Debtors receive a properly completed and executed IRS Form W-8 which establishes an exemption from withholding. Applicable 1099 forms will be sent to all parties upon whom the Debtors are required to report.

66. Will you be sending out tax documents related to the distributions?

Applicable 1099 forms will be sent to all parties upon whom the Debtors are required to report.

67. Why is there a claim listed on my remittance slip, but it is valued at \$0.00?

There are some instances where the payout percentage on a particular claim is so small that when it is rounded to the closest penny, it is still \$0.00. In those instances, the claimant will not receive a distribution.

If the claimant has other claims upon which it is entitled to a distribution, then the remittance slip will reflect such claim among those that were paid as \$0.00.

68. The second distribution payment for my bond does not match the 3.814592% rate published by Lehman. What happened?

The amount paid by Lehman to all allowed senior unsecured claims (LBHI Class 3) in the second distribution was 3.814592% of the allowed claim amount. The allowed claim amount may differ from the principal amount of a bond issue, based upon certain adjustments such as for interest owed, security valuation, and, in the case of Lehman's international bonds, currency adjustments. In addition, in the case of U.S. bonds for which Wilmington Trust was the Indenture Trustee, the amount paid to bondholders was subject to a reduction for a charging lien asserted by Wilmington Trust. This charging lien reduced the percentage and amount paid by Wilmington Trust and is more fully described in their notice dated September 25, 2012, which is available at www.wilmingtontrust.com/lehman.

Stock Cancellation Questions**69. I was a Stockholder prior to the filing, what happened to my stock?**

On the Effective Date, the LBHI common and preferred stock were cancelled and one new share of LBHI common stock was issued to the Lehman Brothers Holdings Inc. Plan Trust (the "LBHI Plan Trust") which will hold such share for the benefit of the former holders of LBHI common and preferred stock consistent with their former relative priority and economic entitlements. The beneficial interests in the LBHI Plan Trust held by former LBHI stockholders are uncertificated, non-voting, and nontransferable other than by will or by the laws of descent and distribution. The Plan states that in the event that all Allowed Claims in LBHI Classes 1 through 11 have been satisfied in full in accordance with the Bankruptcy Code and the Plan, each holder of an Equity Interest (as defined in the Plan) in LBHI may receive its share of any remaining assets of LBHI consistent with all rights and priorities existing immediately prior to the commencement of the Chapter 11 cases. At this time it is not anticipated that any distribution will be made to the LBHI Plan Trust or to any beneficiary of the LBHI Plan Trust.

70. What do I do with my stock certificates?

As the stock was cancelled pursuant to the Plan, you are not required to take any action with respect to the stock you hold.

71. I just read that my stock was cancelled. When did this happen? Do I receive anything in exchange?

The Effective Date was March 6, 2012. When the LBHI common stock and preferred stock was cancelled on the Effective Date, one new share of LBHI common stock was issued to the LBHI

Plan Trust which will hold such share for the benefit of the former holders of LBHI common and preferred stock consistent with their former relative priority and economic entitlements. In place of your old shares, an escrow position was created to act as a placeholder in your account and to represent your beneficial interest in the LBHI Plan Trust and your indirect interest in the new share of LBHI common stock for any potential future distributions. The beneficial interests in the LBHI Plan Trust held by former LBHI stockholders are uncertificated, non-voting, and nontransferable other than by will or by the laws of descent and distribution. The escrow position will correspond to the number of old shares you held as of the Effective Date consistent with your former relative priority and economic entitlements. At this time it is not anticipated that any distribution will be made to the LBHI Plan Trust or to any beneficiary of the LBHI Plan Trust.

72. I now hold a beneficial interest in the LBHI Plan Trust.

- a. **What does this mean?** It means you have an escrow position or a “placeholder” for any potential future distributions by the LBHI Plan Trust resulting from any distributions received by the LBHI Plan Trust in respect of the single share of LBHI common stock it holds.
- b. **What is an escrow CUSIP?** A CUSIP number is a unique identifier assigned to a particular security. An escrow CUSIP is a placeholder representing the amount of shares held by the former holders of equity interests or the principal amount held by former holders of notes. An escrow CUSIP is not an “official” security designation, and it is created solely for record-keeping purposes. The escrow CUSIP number shall only represent the right of such holder to receive potential future distributions under the Plan on account of the old or cancelled securities or as holders of beneficial interests in the LBHI Plan Trust.
- c. **Is it worth anything?** The Plan states that in the event that all Allowed Claims in LBHI Classes 1 through 11 have been satisfied in full in accordance with the Bankruptcy Code and the Plan, each holder of an Equity Interest in LBHI may receive its share of any remaining assets of LBHI. At this time it is not anticipated that any distribution will be made to any holder of an Equity Interest in LBHI. Additionally, the beneficial interests in the LBHI Plan Trust are non-transferable and non-voting.
- d. **Do I receive any evidence of this interest?** No. The interests in the LBHI Plan Trust are not certificated. The evidence is in the form of the escrow CUSIP position that will correspond to the number of old shares held as of the Effective Date consistent with their former relative priority and economic entitlements.
- e. **Will it show up on my brokerage statement?** This depends on the firm, but generally the answer is yes, under an escrow CUSIP position that will mirror the number of old shares held as of the Effective Date consistent with their former relative priority and economic entitlements.
- f. **Can I trade it?** No. The beneficial interests in the LBHI Plan Trust are non-transferable. The continuing rights of holders of Equity Interests (including through their interest in the LBHI Plan Trust Stock or otherwise) shall be nontransferable except by will or under the laws of descent and distribution.
- g. **Can I vote it?** No. The beneficial interests in the LBHI Plan Trust are non-voting.
- h. **Tax Considerations.** The following questions and answers are for general informational purposes only. Holders are urged to consult their own tax advisors regarding the tax consequences to them of the Plan and of being a beneficiary of the LBHI Plan Trust.

- i. **What is the nature of the LBHI Plan Trust for tax purposes?** The LBHI Plan Trust is intended to be treated as a “liquidating trust” that is taxable as a “grantor trust” for U.S. federal income tax purposes of which the former holders of LBHI common and preferred stock are the grantors. For U.S. federal income tax purposes, the former stockholders are treated as directly receiving an undivided interest in the single share of LBHI common stock held by the LBHI Plan Trust and then transferring such interest to the LBHI Plan Trust in exchange for the beneficial interests in the LBHI Plan Trust. On a going-forward basis, each beneficiary of the LBHI Plan Trust will be treated for U.S. federal income tax purposes as a direct owner of the underlying assets of the LBHI Plan Trust (namely, the single share of LBHI common stock held by the LBHI Plan Trust), in accordance with its former relative priority and economic entitlements as a stockholder.
- ii. **Is the cancellation of LBHI stock taxable to holders?** A former holder of LBHI stock (common or preferred) should not recognize gain or loss for U.S. federal income tax purposes solely by reason of the cancellation of its LBHI stock pursuant to the Plan. As a beneficiary of the LBHI Plan Trust, each holder will continue to be regarded as owning for U.S. federal income tax purposes a direct interest in the single share of LBHI common stock held by the LBHI Plan Trust with the same relative priority and economic entitlements as the LBHI stock previously held.
- iii. **How is a beneficiary taxed on its beneficial interest in the LBHI Plan Trust?** In general, a beneficiary of the LBHI Plan Trust is taxed as if directly earning or incurring any income, gain, deduction or loss in respect of its portion of the underlying assets of the LBHI Plan Trust (regardless of whether any earnings are actually distributed). In addition, the LBHI Plan Trust will comply with all applicable governmental withholding requirements in respect of any amounts received or distributed. Nevertheless, it is not expected that the LBHI Plan Trust will have any income or deductions to report or will make any distributions.
- iv. **Do I as a beneficiary have to provide any Tax ID information to the Plan Trust?** All holders of record -- i.e., in general, former stockholders whose shares were registered in their name, in contrast to those who held their stock through a broker -- are required to provide to the LBHI Plan Trust a properly completed and executed IRS Form W-9 (certifying as to their tax identification number) or, in the case of non-U.S. persons, a properly completed and executed IRS Form W-8. Specific instructions regarding the submission of tax forms have been provided to former stockholders of record and can be accessed at (www.lehman-docket.com). All other holders will be notified by the Plan Trust if and when such information is required from them.
- v. **How will beneficiaries of the LBHI Plan Trust receive information regarding the LBHI Plan Trust for their tax returns?** Within seventy-five (75) days following the end of the calendar year or as soon as practicable thereafter, the trustees of the LBHI Plan Trust will furnish to the beneficiaries the information regarding the income, gain, loss, deduction or credit (if any) of the LBHI Plan Trust (as computed for U.S. federal income tax purposes) for the calendar year just ended, by posting such information at (www.lehman-docket.com).

73. As a former stockholder, am I entitled to a distribution?

If you previously held common stock or preferred stock of LBHI and, as a result, now hold a beneficial interest in the LBHI Plan Trust, after all Allowed Claims in LBHI Classes 1 through 11 have been satisfied in full in accordance with the Bankruptcy Code and the Plan, and the LBHI Plan Trust receives a distribution in respect of the single share of LBHI common stock it holds,

you may receive a distribution in respect of your beneficial interest in the LBHI Plan Trust. At this time, it is not anticipated that any distribution will be made to the LBHI Plan Trust or to any holder of an Equity Interest in LBHI. For all other Plan Classes, please refer to the Plan.

74. If a distribution is made to former stockholders (now holders of beneficial interests in the LBHI Plan Trust), how will I know?

If you held your Class 12 Interests in a brokerage account, the distribution will be deposited into your account. If you held your Class 12 Interest as a registered holder in your own name, notification will be made.

75. Can I change brokers?

Yes.

76. My broker does not want to hold my beneficial interest anymore. Can I convert to record name?

No. There will not be any mechanism for converting your position to record name.

77. I just moved. Should I submit a change of address? To whom?

Yes, you should submit a change of address. Where you send the change of address request depends on where your claim or securities are held. When making the notification include your name on the account, your old address, your new address, date the change is effective and a phone or email address in the event there are questions, as well as any account numbers or other identifying information.

- a. If you held securities, either stock or bonds through a brokerage account you should contact your broker.
- b. If you were a registered (or record) stockholder, holding the stock in your own name and did not hold it through a broker, please contact the stock transfer agent.

For Old Common Stock
Computershare (formerly BNY Mellon)
1-800-824-5707

For Old Preferred Shares
Computershare
1-877-373-6374

- c. If you have a filed proof of claim, then you should notify Epiq. Write to:

Lehman Brothers Holdings Noticing Agent
Epiq Bankruptcy Solutions
757 Third Avenue, 3rd Floor
New York, NY 10017

78. I held preferred stock. Is my beneficial interest different than the beneficial interest that a common stockholder received?

The common stock and the preferred shares were both classified as Class 12 Equity Interests under the confirmed Plan and both are treated similarly under the Plan. The beneficial interests in the LBHI Plan Trust corresponding to the cancelled common and preferred stock of LBHI shall maintain their former relative priority and economic entitlements of such common and preferred stock.

Tax & OFAC Form Questions**79. I received a letter asking for Tax Identification Numbers, what do I need to do?**

On various dates, Epiq mailed a letter relating to action that must be taken in order for you to receive a distribution in the LBHI bankruptcy case or for LBHI Plan Trust reporting purposes. It is very important that you read these letters and take the appropriate action, including submitting the proper tax form as follows:

If you hold a claim, please return to Epiq at the following address:

- If by first-class mail, to Lehman Brothers Holdings Claims Processing, c/o Epiq Bankruptcy Solutions, LLC, FDR Station, PO Box 5076, New York, NY 10150-5076
- If by Hand Delivery or Overnight mail, to Epiq Bankruptcy Solutions LLC, Attn: Lehman Brothers Holdings Inc., 757 Third Avenue, 3rd Floor, New York, NY 10017

If you are a former registered (or record) holder of common stock, please return to Computershare Shareowner Services LLC, LBHI's transfer agent for common stock, at the following address:

- Shareowner Services, PO Box 3526, South Hackensack, NJ 07606-9226

If you are a former registered (or record) holder of preferred stock, please return to Computershare Trust Company, N.A., LBHI's transfer agent for preferred stock, at the following address:

- Computershare Investor Services, PO Box 43078, Providence, RI 02940-3078

80. Where can I get copies of a W-9?

W-9 Forms are posted on the website: www.lehman-docket.com. Go to the Distribution Information tab and scroll down for "Tax Forms (Forms W-8 and W-9 – Request for Tax Payer Identification Number)". Copies of the W-9 form can also be found at www.irs.gov or by sending an email request to lehmancallcenter@epiqsystems.com.

81. Where do I get copies of the W-8 form?

W-8 Forms are posted on the website: www.lehman-docket.com. Go to the Distribution Information tab and scroll down for "Tax Forms (Forms W-8 and W-9 – Request for Tax Payer Identification Number)". Copies of the W-8 form can also be found at www.irs.gov or by sending an email request to lehmancallcenter@epiqsystems.com.

82. Where do I return the completed tax form?

Claimants must submit the applicable tax forms at least thirty (30) days prior to the distribution date under the Plan. Please send completed forms to the following address:

- If by first-class mail, to Lehman Brothers Holdings Claims Processing, c/o Epiq Bankruptcy Solutions, LLC, FDR Station, PO Box 5076, New York, NY 10150-5076
- If by Hand Delivery or Overnight mail, to Epiq Bankruptcy Solutions LLC, Attn: Lehman Brothers Holdings Inc., 757 Third Avenue, 3rd Floor, New York, NY 10017

If you are a former registered (or record) holder of common stock, please return to Computershare Shareowner Services LLC, LBHI's transfer agent for common stock, at the following address:

- Shareowner Services, PO Box 3526, South Hackensack, NJ 07606-9226

If you are a former registered (or record) holder of preferred stock, please return to Computershare Trust Company, N.A., LBHI's transfer agent for preferred stock, at the following address:

- Computershare Investor Services, PO Box 43078, Providence, RI 02940-3078

83. Can I fill out one W-9 form for all my claims or do I have to fill out separate forms for each claim?

You may fill out one tax form for all your claims, however, please include a schedule listing your claim numbers with the W-9 form.

84. If I am an attorney representing multiple creditors, can I complete one W-8 or W-9 form for all of my clients?

No, the Debtors need to receive a separate tax form for each individual that is to receive a distribution. Accordingly, each of your clients that will receive payment needs to submit a separate form. Also, please remember that original signatures are required on the forms.

85. Can you help me fill out the tax form?

No. Epiq cannot provide any tax advice. If you feel that you need assistance, you should consult with your attorney or accountant for assistance in filling out the tax form.

86. What is the certification that needs to be returned with the tax forms?

The Office of Foreign Assets Control ("OFAC") of the US Department of Treasury requires that a certification be completed, which confirms that neither you nor any person or entity for whom you may be acting or who may be the beneficial owner of your claim, security or interest is a person or entity with whom it is illegal for a US person to transact under the OFAC sanctions regulations and the List.

87. Who needs to submit an OFAC certification form?

All claimants must fill out an OFAC certification as a condition to receive a distribution. Stockholders do not need to submit an OFAC certification at this time. If at a later date, it is determined that distributions will be made to stockholders, an OFAC certification will be requested at that time.

88. I need to fill out the certification, but how do I know who it is illegal to transact business with?

The List can be found on a website maintained by the Office of Foreign Assets at www.treasury.org and at <http://www.treasury.gov/resource-center/sanctions/SDN-List/Pages/default.aspx>.

89. Where can I get a copy of the certification form?

Certification forms were included with the letter you received from Epiq. Additional copies can be requested by sending an email to lehmancaller@epiqsystems.com.

90. Can you help me complete the certification?

No. Epiq is unable to assist with the completion of the forms. If you feel that you need assistance, you should consult with your attorney.

91. Where should the certification be sent and can claimants email their completed certification form and/or tax forms (W-8 or W-9)?

Epiq will accept email copies of the OFAC certification forms. They do not need to be originals. You may email the OFAC certification forms to lbhi-noticing@epiqsystems.com. You may fax the OFAC certification forms to: 1-601-812-6241

However, Epiq does need the original tax forms. Epiq will accept email or fax copies of the tax forms, however, the original must be returned in due course. If Epiq does not receive the original signature of your tax forms, your distribution could be delayed.

Completed certification forms and tax forms (either W-8 or W-9) must be returned to Epiq so as to be received by September 7, 2012 for inclusion in the October 1, 2012 distribution. Completed Forms must be sent to the following address:

If by first-class mail, to
Lehman Brothers Holdings Claims Processing
c/o Epiq Bankruptcy Solutions, LLC, FDR Station
PO Box 5076, New York, NY 10150-5076

If by Hand Delivery or Overnight mail, to
Epiq Bankruptcy Solutions LLC,
Attn: Lehman Brothers Holdings Inc.,
757 Third Avenue, 3rd Floor, New York, NY 10017

92. Is there a deadline for claimants completing and returning the tax and certification forms?

Yes. For any given distribution, a deadline is established for submitting properly completed tax and OFAC forms. For the October 1, 2012 distribution, that deadline was September 7, 2012. Please note, if you hold LBHI issued securities that have an ISIN that starts with the letters JP, the deadline for submitting your tax and OFAC forms is September 20, 2012 in accordance with the Bankruptcy Court's order governing distributions on such securities.

Additionally, if Epiq does not receive a properly completed tax form within 180 days after the request for such form was made, you may forfeit your right to a particular distribution pursuant to Section 8.8 of the Plan.

Epiq will accept forms via email and fax, but the originals must be returned in due course. You may email the forms to: lbhi-noticing@epiqsystems.com. You may fax the forms to: 1-601-812-6241. If Epiq does not receive the original copy, your distribution could be delayed.

93. Can you tell me which tax form to fill out?

No, unfortunately, neither LBHI nor Epiq can provide any advice on how to fill out the tax forms or even which form is appropriate for you to complete. If you feel that you need advice, you should consult with your attorney or accountant for assistance.

94. What if I complete the wrong form or fill out a few different forms?

Failure to timely return a properly completed Form W-9 (or Form W-8, if applicable) will likely delay any distribution to which you might otherwise be entitled. Any and all distributions will be made solely pursuant to the Plan.

95. Can I get an extension of time to send in my forms (especially if I just received them)?

The September 7, 2012 deadline was for inclusion in the October 1, 2012 distribution. Epiq will continue to accept forms on a rolling basis, however, if Epiq does not receive a properly completed tax form within 180 days after the request for such form was made, you may forfeit your right to a particular distribution pursuant to Section 8.8 of the Plan.

96. Do I need to fill out a tax form and OFAC form if the claim for my debt securities was originally filed by the indenture trustee?

Holders of debt securities issued by LBHI for which an indenture trustee is the claim holder do not need to provide to the Debtors a tax form or OFAC Certification in order to receive a distribution. The Indenture Trustees are required to provide such forms to the Debtors relating to the claims.

97. Do I need to resubmit my tax and OFAC forms in order to receive future distributions?

No, you only need to submit your completed tax and OFAC forms one time.

98. If I submit the proper tax forms and OFAC Certification forms now, when will I receive my distribution?

The September 7, 2012 deadline was for inclusion in the October 1, 2012 distribution. Epiq will continue to accept forms on a rolling basis, however, claimants with allowed claims will not receive a distribution until on or around March 30, 2013 if the documents were received after the September 7, 2012 deadline.

99. I just received a letter from you saying that my tax and OFAC forms were not in compliance, what do I need to do?

Please re-submit the forms correcting the deficiency noted. If you are missing any forms, or need new copies, please go to the Lehman website at www.lehman-docket.com and print the appropriate tax forms and the OFAC Certification and send such forms to Epiq Systems as soon as possible. If Epiq does not receive a properly completed tax form within 180 days after the original request from the Plan Administrator for such form is made (not the date of the deficiency notice), you may forfeit your right to a particular distribution pursuant to Section 8.8 of the Plan. The deadline for claimants that received a notice on April 17, 2012 is October 14, 2012.

100. Why do I need to wait until the next distribution if I just submitted my tax forms and OFAC Certification forms? (or if I submit my tax forms and OFAC Certification forms now)?

In order to properly effectuate the distribution, a cut-off for missing forms had to be set so that the Debtors would be able to establish the list of parties that were eligible for distribution. The Debtors mailed several notices to claimants advising them to submit the required tax forms and OFAC Certification form. Any claimants holding allowed claims that submit their tax forms and /or OFAC Certification forms now will receive their distributions at the next distribution date, which is expected to be on or around March 30, 2013. Please note, however, if Epiq does not receive a properly completed tax form within 180 days after the request for such form was made, you may forfeit your right to a particular distribution pursuant to Section 8.8 of the Plan.

101. I just submitted my tax and OFAC forms, when will I receive my distributions?

If your tax and OFAC forms were received before the September 7, 2012 deadline, and if you have allowed claims, then you will receive a distribution that accounts for both the first and second distribution payments on or around October 1, 2012. If your forms were received after the September 7, 2012 deadline, but were received within 180 days after the request for such forms was made and if you have allowed claims, then you will receive a distribution at the next distribution date, which is expected to be on or around March 30, 2013.

102. What if I missed the deadline of September 7, 2012 for sending my tax and OFAC forms?

The September 7, 2012 deadline was for inclusion in the October 1, 2012 distribution. Epiq will continue to accept forms on a rolling basis, however, if Epiq does not receive a properly completed tax form within 180 days after the request for such form was made, you may forfeit your right to a particular distribution pursuant to Section 8.8 of the Plan. If your forms were received within 180 days after the request for such form was made and if you have allowed claims, then you will receive a distribution at the next distribution date, which is expected to be on or around March 30, 2013.

103. What if I missed the deadline of October 14, 2012 for sending my tax forms?

If you had an allowed claim as of April 17, 2012, then all tax forms must be received no later than October 14, 2012 or you will irrevocably forfeit your right to receive your pro rata share of the distributions made on April 17, 2012 and on October 1, 2012.

LBHI Class 3 Senior Unsecured Claims Securities with Distributions Made Through Depositories

LBHI Class 3 Senior Unsecured Claims [See the LBHI Class 3 Securities List with CUSIPS, corresponding Escrow CUSIPs and the International ISIN (eye-sen) Codes. CUSIPS are 9 character numbers/letters and the ISINS are 12 character numbers/letters beginning with XS, or CA, or CH00, or JP. The following FAQs are only for callers that have a security listed on the LBHI Class 3 Securities List.

104. I did not receive a distribution for my bond.

If you have an LBHI Class 3 – Senior Unsecured Claim, then your distribution is being made directly into your brokerage account. Please check with your broker if you do not see it on your brokerage statement.

105. What is happening to my Senior Notes?

The Senior Notes are in LBHI Plan Class 3 Senior Unsecured Claims, and the distribution for these will be paid through your bank or broker through the depository in which your position is held. An escrow CUSIP will also be established as a place holder in your account for any potential future distributions.

106. My bond now has a different CUSIP what does that mean – check the LBHI Class 3 Securities List, they might have an escrow CUSIP in place of their old CUSIP.

The bonds with a CUSIP number were assigned an escrow CUSIP number. This is a unique identifier assigned to a particular security and it is a placeholder CUSIP. An escrow CUSIP is not an “official” security designation, and it is created solely for record-keeping purposes. The escrow CUSIP number shall only represent the right of a holder to receive potential future distributions.

107. Am I able to transfer my interest in the escrow CUSIP?

Yes, positions in the escrow CUSIP are transferable.

108. Is this all I will receive, I thought I would receive (any named amount)?

The claims, including the LBHI Class 3 Senior Unsecured claims, will be paid over time and distributions will be made semi-annually on or around March 30th and September 30th in accordance with the terms of the Plan. The payment received is one installment and not the total distribution you will ultimately receive.

109. When will the next payment be made?

Distributions will be made semi-annually on or around March 30th and September 30th in accordance with the terms of the Plan.

110. How can I determine what Plan Class my security is in and what my total recovery will be?

If you have an LBHI Class 3 – Senior Unsecured Claim, then the estimated recovery of your claim will be 21.1%. The actual recovery may vary from this amount.

111. What happens if I move my brokerage account?

Distributions will be made to the brokerage account that holds your security at the time a distribution is made.

112. How does a bondholder submit a change of address?

If you change your address, please notify your broker. Neither LBHI nor Epiq keeps records of your address.

113. Do bondholders need to let Epiq know if they move their brokerage account?

No, bondholders don't need to notify Epiq if they change their brokerage account. The distributions for securities are made through a process that does not require us have a bondholder's specific broker information.

114. Will there be any tax consequences for this distribution?

Your broker should provide the appropriate tax reporting information to you for your account after year end. The distribution may have tax consequences for you and you are encouraged to consult with your tax advisor.

115. My ISIN Code begins with JP when will it be paid?

The company is planning to pay JP Codes as part of the October 1, 2012 distribution. If you hold an LBHI issued security that has an ISIN that starts with JP, please send any questions regarding distributions on these securities in an email to the following address: LBHI.JPsecurities.distribution@mmn-law.gr.jp.

116. I received a wire but I do not know how to apply the funds.

A wire remittance advice sheet was mailed to you showing how the distribution amount was calculated. This remittance advice will include separate rows for each component of the payment, to the detail of claim, ISIN/CUSIP and blocking number, and will show the allowed amount of the claim, the plan class, the payout percentage and distribution amount.

117. Does the distribution received by a holder of a U.S. Class 3 Senior Note affect the principal of the bond? Does the indicated value of the escrow CUSIP take on the original cost basis of the bond?

The distribution to the U.S. Class 3 Senior Notes held through DTC was completed through an exchange of the bonds for an escrow position at DTC. The escrow positions were established on a one-to-one basis – so if a person held 1,000 in principal amount of an old Class 3 Senior Note, they would have 1,000 in the corresponding escrow position. The escrow positions in the Class 3 Senior Notes are transferrable. In accordance with Section 8.12 of the Plan, any distribution shall be allocated first to the principal portion, and so the initial distribution represents principal only.

Employee Related Questions

Current or Former US Employees

118. [CURRENT OR FORMER US EMPLOYEE OF LEHMAN] - Were withholding taxes taken from the distributions?

If you are a current or former US employee of Lehman, then all the required withholding taxes were taken out of your distribution in accordance with US laws because such payments were considered compensation. Your check stub will have the details of the withholding. Your remittance slip will show the details on your allowed claim and pay out information, but it will not show the withholding amounts.

119. I am a current or former employee of Lehman residing in the United States and I have a problem with my check.

Please call the Lehman call center hotline at 1-866-879-0688 and give your name and contact information. A Lehman representative will return your call as soon as possible.

Current or Former United Kingdom Employees

120. I am a current or former Lehman employee residing in the United Kingdom. Why was my check distribution made in pounds but my remittance slip was in dollars?

Payments made to current or former Lehman employees that reside in the United Kingdom were paid in pounds; however, the remittance slip shows that the calculation of how much was paid was made in US dollars.

121. I received a check in pounds, what was the conversion rate of US Dollars to Pounds for the payment of my distribution check.

Payments made to current or former Lehman employees that reside in the United Kingdom were paid in pounds; however, the remittance slip show that the calculation of how much was paid was made in US dollars. Your actual distribution amount was converted to GBP and paid via BACS net of applicable tax withholding. The calculation of US Dollars was at the rate of 0.6147 to convert from US Dollars to British pounds.

122. I am a current or former Lehman employee residing in the United Kingdom, were withholding taxes taken from the distributions?

If you are a current or former employee of Lehman residing in the United Kingdom, then all the required withholding taxes were taken out of your distribution in accordance with appropriate laws because such payments were considered compensation. Your check stub will have the details of the withholding. Your remittance slip will show the details on your allowed claim and pay out information, but it will not show the withholding amounts.

123. I am a current or former Lehman employee residing in the United Kingdom, and I have a problem with my check.

Please call the Lehman call center hotline at 1-866-879-0688 and give your name and contact information. A Lehman representative will return your call as soon as possible.

Current or Former Employees that Do Not Reside in Either United States or United Kingdom.

124. If I was not a US or UK current or former employee of Lehman, were withholding taxes taken from the distributions?

If you are a non-US and non-UK current or former employee of Lehman, then no withholdings were made from your distribution payment.

125. I am a current or former Lehman employee not residing in the United States or the United Kingdom and I have a problem with my check.

Please call the Lehman call center hotline at 1-866-879-0688 and give your name and contact information. A Lehman representative will return your call as soon as possible.

Bankers Automated Clearing Services Questions:

126. I am a current or former employee of Lehman residing in the United Kingdom and I received a letter dated August 29 requesting my bank information. What is this letter?

This Bankers' Automated Clearing Services notice and form were mailed to all current or former employees of Lehman residing in the United Kingdom who will be receiving a distribution from Lehman in the next distribution. In order to receive a distribution, you had to complete and submit the attached form to Epiq Bankruptcy Solutions so that it was received no later than September 14, 2012.

127. When is the BACS (Bankers' Automated Clearing Services) form due?

The form had to be completed and submitted to Epiq Bankruptcy Solutions so that it was received by September 14, 2012.

128. I received a letter dated August 29, 2012 from Epiq, why do I need to complete this form?

In order to allow Lehman Brothers Holdings Inc. to pay you directly into your bank account, you were required to complete this form and return it so that it was received no later than September 14, 2012.

129. Do I have to complete a BACS form for each distribution that I am to receive from Lehman?

No, by completing the BACS form and returning it to us, you acknowledge that you are asking for all future payments from Lehman Brothers Holdings Inc. to be paid into the account you listed on the form. To change the nominated bank, you must complete and return a further BACS form.

130. Where do I need to return my completed BACS form?

You can return the attached form to Epiq by any of the following methods:

E-mail:	LBHI-NOTICING@EPIQSYSTEMS.COM
Fax:	(+1) 601-812-6241
First-Class Mail:	Lehman Brothers Holdings Claims Processing c/o Epiq Bankruptcy Solutions, LLC FDR Station, P.O. Box 5076 New York, NY 10150-5076
Hand Delivery, Overnight mail or Courier requiring a signature:	Epiq Bankruptcy Solutions, LLC Attn: Lehman Brothers Holdings Claims Processing 757 Third Avenue, 3rd Floor New York, NY 10017

131. I am a current or former Lehman employee residing in the United Kingdom, why didn't I get a distribution?

If you are a current or former Lehman employee residing in the United Kingdom and you did not return your BACS form, then you did not receive a distribution.