

Joint Administrators' progress report from 15 March 2025 to 14 September 2025

Lehman Brothers Holdings PLC
(in administration)

High Court of Justice, Chancery Division, Companies Court
Case no. 7943 of 2008

13 October 2025

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This report has been prepared by Edward John Macnamara, Gillian Eleanor Bruce and David James Kelly as Joint Administrators of the Company, solely to comply with the Joint Administrators' statutory duty to report to creditors under IR16 on the progress of the administration, and for no other purpose. It is not suitable to be relied upon by any other person, or for any other purpose, or in any other context.

This report has not been prepared in contemplation of it being used, and it is not suitable to be used, to inform any investment decision in relation to the debt of or any financial investment in the Company.

Any estimated outcomes for creditors included in this report are illustrative only and cannot be relied upon as guidance as to the actual outcome for creditors.

Any persons choosing to rely on this report for any purpose or in any context other than under IR16 do so at their own risk. To the fullest extent permitted by law, the Joint Administrators do not assume any liability in respect of this report to any such person.

Please note you should read this report in conjunction with the Joint Administrators' previous reports issued to the Company's creditors, which can be found at: <https://www.pwc.co.uk/lbh>.

Unless stated otherwise, all amounts in this report and appendices are stated net of VAT.

Edward John Macnamara, Gillian Eleanor Bruce and David James Kelly have been appointed as Joint Administrators of the Company to manage its affairs, business and property as its agents and act without personal liability. All are licensed in the United Kingdom to act as insolvency practitioners by the Institute of Chartered Accountants in England and Wales. The Joint Administrators are bound by the Insolvency Code of Ethics which can be found at: <https://www.gov.uk/government/publications/insolvency-practitioner-code-of-ethics>

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Abbreviations and definitions

The following table shows the abbreviations and insolvency terms that may be used in this report:

Abbreviation or definition	Meaning
Company / LBH	Lehman Brothers Holdings PLC - in administration
Administrators / Joint Administrators / we / us / our	Edward John Macnamara, Gillian Eleanor Bruce and David James Kelly of PricewaterhouseCoopers LLP
Reporting Period	15 March 2025 to 14 September 2025
Firm / PwC	PricewaterhouseCoopers LLP
AGFP	AG Financial Products Inc. A US-based affiliate of Assured Guaranty Corp. which provided credit protection to counterparties under credit default swaps
Committee	The Creditors' Committee of the Company
Court	The High Court of Justice, the Business and Property Courts of England and Wales
DB	Deutsche Bank AG (London Branch)
ECAPS	Enhanced Capital Advantaged Preferred Securities issued by Lehman Brothers UK Capital Funding LP ("LP I"), Lehman Brothers UK Capital Funding II LP ("LP II") and Lehman Brothers UK Capital Funding III LP ("LP III") to ECAPS Holders
ECAPS Guarantees	The subordinated guarantee understood to have been given by the Company in relation to the issuance of ECAPS by LP I, LP II and LP III
ECAPS Holder	An investor in any of LP I, LP II or LP III, being the partnerships managed by LBGP, by way of Enhanced Capital Advantaged Preferred Securities
ESH	Eldon Street Holdings Limited - in administration
Original Framework Agreement	The agreement entered into by, among others, LBGP, LBHI, DB and the Company and which came into effect on 8 October 2023
Amended Framework Agreement	The agreement entered into by, among others, LBGP, LBHI, DB and the Company and which came into effect on 2 October 2024
Framework Agreements	Collectively, Original Framework Agreement and Amended Framework Agreement
Group / Lehman Brothers group	The UK Lehman Brothers group of companies
HMRC	HM Revenue and Customs
IA86	Insolvency Act 1986
IR16	Insolvency (England and Wales) Rules 2016
LBGP	LB GP No.1 Limited - in liquidation
LBHI	Lehman Brothers Holdings Inc.
LBHI2	LB Holdings Intermediate 2 Limited - in administration
LBIE	Lehman Brothers International (Europe) - in administration
LBL	Lehman Brothers Limited - in administration
LBO	LBO Investments Limited - in liquidation
MBAM	MBAM Investor Limited

Abbreviation or definition	Meaning
Partial Discharge Issue	The question concerning the correct calculation of certain of the Company's unsubordinated creditors' remaining entitlement to post-administration statutory interest, where those creditors have received payments from LBHI as guarantor
Priority Application II	The Administrators' application to Court for directions in relation to the Priority Legal Issues, issued on 14 March 2023
Priority Legal Issue 1	The question of whether the principal amount of LBHI's Sub-Debt claim against the Company falls to be paid in priority to statutory interest payable on LBGP's Sub-Notes claim against the Company, or whether statutory interest payable on the LBGP's Sub-Notes claim falls to be paid in priority to the principal amount of LBHI's Sub-Debt claim
Priority Legal Issues	Areas of dispute that, following the conclusion of the Priority Litigation, arose on certain legal issues relevant to the priority and payment of future distributions to subordinated debt holders
Priority Litigation	An application to Court issued on 16 March 2018 to determine, among other matters, the relative priority ranking of the subordinated claims of LBGP and LBHI against the Company
PTG	Lehman Brothers (PTG) Limited - in administration
Sch. B1 IA86	Schedule B1 to the Insolvency Act 1986
SIP9	Statement of Insolvency Practice 9
SLP3	Lehman Brothers Holdings Scottish LP3
Statutory Interest	Interest calculated in accordance with IR16 on the amount of admitted claims in respect of the periods during which such claims were outstanding since the date of commencement of the Administration to the date of full repayment, calculated as the greater of the rate payable in accordance with s.17 of the Judgments Act 1838 (currently 8% simple), and the rate applicable to the debt apart from the Administration
Thayer	Thayer Properties Limited - in creditors voluntary liquidation
Wentworth Joint Venture Sharing Agreement ("Wentworth Sharing Agreement")	A joint venture entered into between LBHI2, Elliott Management Corporation and King Street Capital Management to pool their holdings, in LBIE, of both debt and equity and to share the proceeds of realisations of these in an agreed sharing mechanism. The details of that mechanism remain confidential to the parties
WHT	Withholding Tax deducted on distributions and payable to HMRC

Section 1: Introduction

Introduction

This is the 34th progress report prepared by the Administrators of the Company.

This report provides an update on the work the Administrators have undertaken, with a particular focus on progress made in the Reporting Period.

Earlier reports can be viewed on the Administrators' website at <https://www.pwc.co.uk/lbh>.

Objective of the Administration

The Administrators are pursuing the objective of achieving a better result for the Company's creditors as a whole than would be likely if the Company were wound up (without first being in Administration), and continue to manage the administration in accordance with the proposals approved by creditors. The Administrators continue to review the objective of the administration on a regular basis.

Resolution of certain legal issues and outcome for creditors

As explained in previous reports, the outstanding issue in Priority Application II was whether LBHI's Sub-Debt claim ranked ahead of statutory interest payable on LBGP's Sub-Notes claim. While the Court had ruled in favour of LBGP's priority on that issue, LBHI obtained permission to appeal. Ahead of the scheduled hearing of that appeal, the Administrators and other stakeholders reached a settlement, which was formalised in the Amended Framework Agreement which was entered into on 2 October 2024.

The Amended Framework Agreement: (i) resolved Priority Legal Issue 1; (ii) made certain amendments to the Original Framework Agreement (which, amongst other things, had resolved Priority Legal Issues 2 to 5); (iii) resolved the Partial Discharge Issue (which has been described in previous Progress Reports) on terms which enabled a final distribution to be made to ESH and the relevant parties agreeing that they will not in the future bring any claims arising from the Partial Discharge Issue; and (iv) amended the specific sharing formula for subordinated creditors as set out in the Original Framework Agreement.

Those steps resolved certain impediments, simplified the estate and clarified aspects of the approach to distributions to creditors, enabling a thirteenth distribution totalling c. £118.8m to be made in September 2025 to both unsubordinated and subordinated creditors.

Creditors' Committee

The Administrators periodically meet with the Committee (as well as Paul Copley, an observer appointed by the ECAPS Holders) to explain how key aspects of the Administration are being dealt with and to consult with the Committee on relevant issues.

To date, the Administrators have held 14 meetings, the last meeting being on 13 May 2025. The next Committee meeting is planned for Q4 2025.

Why we remain in office

The Administrators remain in office to deal with various matters, including: (i) collecting outstanding debts (notably subordinated debt recoveries from LBHI2); (ii) settling the remaining obligation which falls to be addressed in accordance with the resolution of the Partial Discharge Issue; (iii) working with the LBL Administrators to expedite the closure of LBL and receive any remaining surplus by way of equity dividend; (iv) working with the LBIE Administrators to expedite the closure of LBIE given the connections between aspects of the affairs of LBIE and those of LBH; (v) working with the LBHI2 Administrators to expedite the closure of LBHI2 and to simplify the legal and operating structure (which includes certain overseas entities associated with the Wentworth Sharing Arrangement); (vi) making further payments to creditors, if and when the Company has sufficient funds with which to do so; (vii) ongoing compliance with tax matters; (viii) ongoing compliance with statutory tasks; and (ix) concluding the administration.

Further details are contained within the body of this report.

What you need to do

This report is for your information and you don't need to do anything.

This report and future updates

On 8 October 2025, the Court granted the Administrators' application to extend the administration until 30 November 2027. This extension provides additional time to resolve the ongoing issues outlined in this report and to pursue potential further recoveries for distribution to creditors.

The Administrators' next formal progress report to creditors will be in approximately six months' time, and will be posted to the website.

If you have any questions, please contact the Administrators at uk_lehmanaffiliates@pwc.com.

Signed

A handwritten signature in black ink, appearing to read 'E Macnamara', written over a horizontal line.

Edward Macnamara

Joint Administrator

Lehman Brothers Holdings PLC - in administration

Section 2: Administrators' actions in the Reporting Period

Amended Framework Agreement

As noted in the March 2025 progress report, the outstanding issues in the Priority Applications were resolved through the Amended Framework Agreement entered into on 2 October 2024. This agreement settled Priority Legal Issue 1 (leading to dismissal of the appeal), amended the Original Framework Agreement to in certain respects, addressed the Partial Discharge Issue and revised the specific sharing formula for subordinated creditors.

In the Reporting Period, the Administrators made further distributions to creditors. Specifically:

- £7.0m in relation to Statutory Interest on MBAM's unsecured unsubordinated claim against LBH (this represents an on account payment of Statutory Interest whilst discussions continue with the Directors of MBAM in respect of the Partial Discharge Issue); and
- c. £111.8m to LBGP and LBHI as a Tier Y payment. Further details can be found in section 2.2.

Other progress made in the Reporting Period

Asset realisations

In the Reporting Period:

- LBL assigned its claims in the ESH and LBO insolvencies to LBH (in May 2025), with the entitlement to any recoveries flowing through to it. In July 2025, LBH received a distribution of c. £0.1m from ESH.
- In order to further simplify the Lehman insolvencies, on 3 September 2025, LBH purchased a number of residual assets from LBIE for consideration of c. £16.5m, thereby helping to commence the orderly wind down of that entity and assisting to minimise costs which would otherwise have impacted on LBH.
- In September 2025, LBH received distributions of c. £58.2m in respect of its subordinated debt claim against LBHI2.

Further details are provided in sections 2.1 and 2.2.

Distributions and Payments

In September 2025, the following distributions were made to creditors:

- £7.0m paid to MBAM in respect of Statutory Interest on its unsubordinated claim; and
- c.£111.8m as Tier Y distributions to LBGP and LBHI as subordinated creditors.

In Section 2.2 we provide further information on the Amended Framework Agreement, including details of the payment of any future distributions to subordinated creditors.

Tax planning and compliance

All corporation tax returns up to and including the year ended 14 September 2024 were submitted to HMRC in September 2025.

Investigations and actions

Nothing has come to the Administrators' attention during the Reporting Period to suggest that they need to do any more work in line with their duties under the Company Directors' Disqualification Act 1986 and Statement of Insolvency Practice No.2.

Administrators' receipts and payments account

The Administrators set out in Appendix A an account of their receipts and payments in the administration for the six months to 14 September 2025, together with a cumulative total since the beginning of the administration.

The receipts and payments account shows cash held in the £ sterling account decreased by c.£75.2m (from c.£141.7m to c.£66.5m). Other cash held being c.€0.3m in the EUR account and c.US\$0.2m in the US\$ account remains relatively unchanged.

Key movements in the period, including those shown above:

Receipts relate to:

- c.£58.2m from LBHI2 in respect of LBH's sub-debt claim against it;
- c.£3.1m of interest received on investments and cash held;
- c.£0.8m as a group VAT refund which will be shortly distributed to the appropriate Group companies; and
- c.£0.1m from ESH in respect of LBL's claim against ESH and which was assigned to LBH in the Reporting Period.

Payments relate to:

- c.£111.8m distributed in accordance with the Amended Framework Agreement (this was distributed in a combination of GBP and EUR);
- consideration of c.£16.5m paid to LBIE to purchase substantially all of LBIE's remaining assets;
- £7.0m distribution to MBAM in respect of its unsecured unsubordinated claim; and
- Payment of c.£1.9m in respect of Administrators' remuneration, legal and other professional fees.

The receipts and payments account does not show "estimated to realise" values from the Directors' statement of affairs as this would not provide a meaningful comparison with actual asset recoveries.

Administrators' expenses

A statement of the expenses incurred to the date covered by this report and an estimate of future expenses is set out at Appendix B.

Administrators' fees

An update on the Administrators' remuneration (which covers the Administrators' fees, disbursements and other related matters in this case) is set out at Appendix C.

Creditors' rights

Creditors have the right to ask for more information within 21 days of receiving this report as set out in Rule 18.9 IR16. Any request must be in writing. Creditors can also challenge fees and expenses within eight weeks of receiving this report as set out in Rule 18.34. This information can also be found in the guide to fees at:

<https://www.icaew.com/-/media/corporate/files/regulations/insolvency/creditors-guides/2021/administration-creditor-fee-guide-1-april-2021.ashx>

Creditors may also wish to refer to the previous creditors' guidance to understand the applicable regulations for appointments prior to 5 April 2010:

<https://www.icaew.com/-/media/corporate/files/regulations/insolvency/creditors-guides/2007/a-creditors-guide-to-administrators-fees-1-apr-2007.ashx>

Creditors can also get copies of these guides free of charge by telephoning Adrienne Rorden on 0113 289 4000 or by emailing uk_lehmanaffiliates@pwc.com.

2.1 Key value drivers

As outlined above, the Amended Framework Agreement resolved a number of material matters affecting the LBH estate and various other steps have recently been taken. Those which impact the ultimate outcome for creditors include:

LBIE

As explained in LBIE's previous progress report, recoveries attributable to its remaining assets were not anticipated to have materialised by the expiry of the LBIE administration on 30 November 2025 and, as all creditor claims have been paid in full, LBIE's administrators have been planning an orderly exit from administration.

As LBH is the UK group entity expected to remain in administration for the longest period, LBIE agreed to sell its remaining assets, with the exception of its remaining claim for interest from the IRS, to LBH for consideration of c.£16.5m. This transaction was entered into on 3 September 2025, and also involved arrangements to take account of the indirect interest which two parties to the Wentworth Sharing Agreement also had in recoveries from LBIE's assets.

The steps taken by LBIE were supported by the Administrators as this helps to efficiently resolve the LBIE estate and reduce ongoing administration costs. As a material indirect creditor of LBIE by virtue of its subordinated claim against LBHI2, LBH has an interest in steps which reduce costs incurred by LBIE and assist that administration to be drawn efficiently to a close.

On 8 October 2025 in a hearing at the UK High Court, the Honorable Mr Justice Hildyard granted the Administrators of LBIE discharge from liability 28 days after they cease to act as Administrators. The LBIE board of directors and LBHI2, as LBIE's sole shareholder, respectively resolved that LBIE should enter Members' Voluntary Liquidation in order to effect a solvent wind down. Accordingly, the LBIE administration came to an end on 8 October 2025 and Alison Grant and Steven Sherry of PricewaterhouseCoopers LLP were appointed as Joint Liquidators on 8 October 2025.

US Tax reclaim

As set out in previous reports, LBIE was due a significant tax refund from the IRS following final review from the Joint Committee of Taxation. In August 2025, LBIE received c.\$50m in relation to this refund (and subsequently distributed it to its preferred equity holder, LBHI2) and is currently liaising with its US tax specialists to confirm the timing and quantum of any further recoveries.

LBHI2

LBH has an outstanding subordinated claim of £1,455m against LBHI2 in respect of a total subordinated debt claim of US\$3,186m. To date £793.2m has been paid by LBHI2, of which £58.2m was received in the Reporting Period.

The outcome for LBH's creditors is highly dependent on recoveries from LBHI2, which in turn is dependent on the outcome of the LBIE estate (after taking account of LBHI2's sharing arrangements under the Wentworth Sharing Agreement).

To date, LBHI2 has received £551.6m from LBIE of which it has retained c.£287.6m under the Wentworth Sharing Agreement. There remains uncertainty as to the final outcomes of the LBIE and LBHI2 estates, and therefore the amount of LBH's future recoveries from these sources.

The LBIE Administrators' will be exiting from administration (see above). The LBHI2 Administrators are now considering how best to simplify the LBHI2 estate and expedite its closure.

Lehman Brothers Limited

As discussed in our previous report, LBH had an entitlement to post-administration Statutory Interest on a claim against LBL which was assigned to LBH in 2019 by Lehman Brothers Europe Limited (now dissolved); the principal element of the claim has already been paid in full.

In addition, the settlement of the Partial Discharge Issue effectively resolved the outstanding position between LBH and LBL and facilitated the final distributions to creditors and shareholders of LBL, further simplifying the estates of both LBL and LBH.

On 8 October 2025, the Court approved a 12 month extension of the LBL administration to allow the LBL Administrators time to conclude the remaining issues within its estate. A further nominal equity distribution will be paid to LBH after paying certain remaining costs and prior to LBL's exit from administration on or before 30 November 2026.

Given that LBH is the party with the continuing economic interest in LBL, the revised estimates of LBL's costs to closure, following its 12-month extension, will be presented to the LBH Creditors' Committee for review and approval.

2.2 Creditor claims and dividend prospects

As noted in previous reports and prior to the Reporting Period (ie up to 14 March 2025):

- the principal amounts of admitted, unsubordinated claims had been paid in full (totalling £1,074.8m);
- distributions of £652.2m had been paid in relation to unsubordinated creditors' entitlements to post-administration Statutory Interest; and
- £187.2m had been paid to LBH's subordinated creditors following the Original Framework Agreement being entered into in October 2023.

Unsubordinated creditors

The sole remaining unsubordinated creditor is MBAM. In the Reporting Period, the Administrators paid MBAM £7.0m (as part of the thirteenth interim dividend) with any further amounts due to it being subject to resolution of the Partial Discharge Issue between LBH and MBAM. The Administrators are of the view that, following the wider resolution of the Partial Discharge Issue, there will ultimately be sufficient realisations to allow unsubordinated creditors' remaining entitlements to post-administration Statutory Interest to be paid in full.

As a result of the above, as at 14 September 2025, the amount paid in relation to unsubordinated creditors' entitlements to post-administration Statutory Interest totals £659.2m.

Partial Discharge Issue

Creditors will recall the Partial Discharge Issue, which concerns the calculation of certain of the Company's unsubordinated creditors' remaining entitlement to post-administration Statutory Interest where those creditors have received payments from LBHI as guarantor.

The Administrators have continued discussions with the directors of MBAM and are hopeful that the remaining unsubordinated claim will be resolved in due course.

Subordinated creditors

As detailed in previous progress reports, the Company has received claims in respect of two subordinated debts:

1. The claim from LBGP in respect of the PLC Sub-Notes has now been agreed and admitted at c.£187.2m. This is after discounting in accordance with IR16 and in line with the outcome of the Priority Litigation, as detailed in previous progress reports.
2. The claim from LBHI (in respect of the PLC Sub-Debt) as at the administration date totalled c.£1,059.0m. In the Priority Application, the Court of Appeal determined that this amount should be reduced, *pro tanto*, to take into account any guarantee payments which had previously been made by LBHI as guarantor of the PLC Sub-Debt.

As also previously reported, various disputes arose as to the correct manner in which the Company should approach distributions against these two subordinated debts, including the priority rights between them.

In October 2024, the Parties were able to reach agreement on various matters including certain issues which were unresolved in the Original Framework Agreement. These terms were then formalised in the Amended Framework Agreement and which revised the specific sharing formula as summarised below:

	Overview	Current position
Tier X	The first £187.2m of funds available for the subordinated creditors will be paid as follows: <ul style="list-style-type: none">• 92% of Tier X (being £172.2m) will be paid to LBGP; and• The remaining 8% of Tier X (being £15.0m) will be paid to LBHI.	Tier X has been paid in full. Specifically: <ul style="list-style-type: none">• £172.2m was paid to LBGP in November 2023; and• £15.0m was paid to LBHI in December 2023.
Tier Y	Subject to certain conditions being met, the next £225.0m of funds available to subordinated creditors will be paid in the following proportions: <ul style="list-style-type: none">• 73.8% (equivalent of up to £166.05m) to LBGP; and• 26.2% (equivalent of up to £58.95m) to LBHI.	In September 2025, c.£111.8m was distributed as a Tier Y payment (representing a distribution of £115.0m less a retention of £3.2m as provided for in the Amended Framework Agreement). The £111.8m distribution comprised: <ul style="list-style-type: none">• c. £82.5m to LBGP; and• c. £29.3m to LBHI

Tier Z	Subject first to the distributions of Tiers X and Y, further distributions to LBH's subordinated creditors will be paid from any remaining funds available in the following proportions: <ul style="list-style-type: none"> • 40% to LBGP; and • 60% to LBHI. 	To date, no Tier Z payments have been made.
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Estimated outcome and future distributions

In October 2025, the Administrators prepared an updated assessment of potential economic outcomes for LBH's creditors. It indicated a potential further return to subordinated creditors of between £93.8m and £113.8m in Base and High cases respectively, subject to important notes and assumptions which are included within that update.

The update can be accessed through the link below:

<https://www.pwc.co.uk/services/business-restructuring/administrations/lehman/lehman-brothers-holdings/other-notice.html>

The Administrators will continue to provide further updates through the LBH website (or by other means as appropriate).

2.3 Tax and compliance

All corporation tax returns up to and including the year ended 14 September 2024 have been submitted to HMRC. The Corporate Interest Restriction return for the year ended 14 September 2024 has also been submitted to HMRC. The next corporation tax and corporate interest restriction returns for the year ended 14 September 2025 are due by 14 September 2026.

Specific progress in the Reporting Period includes:

Corporation Tax

1. Tax compliance and return preparation

- Preparation and submission of corporation tax returns for the period ended 14 September 2024, including CT600 and CIR returns;
- Reconciliation of tax computations to accounting records, review of group relief schedules, and finalisation of disclosures; and
- Updates to supporting schedules (e.g. FX loss calculations and payments to creditors).

2. HMRC engagement and correspondence

Time was spent managing dialogue with HMRC, including communications in respect of VAT refunds and group VAT issues.

3. Group relief, losses and interest recognition

This work helped maximise the effective use of losses for companies in the group and carefully manage the interest position, including for other companies in the Lehman group where LBH is the ultimate beneficiary. The work included reviewing and allocation of group relief and brought forward losses across the Lehman estate.

4. Asset transfers and LBIE exit

The LBIE exit and transfer of assets to LBH was one of the most complex streams of work. This was a high-value area of focus underpinning the overall strategy for simplifying the group and included:

- Technical analysis of the transfer of assets from LBIE to LBH plc, including receivables, IRS refunds, deferred consideration and sub-participations;
- Drafting and updating tax memos, reviewing structuring options, and liaising with the Administrators and their legal advisors; and
- Preparation of supporting slides and notes.

5. Payments to creditors

This work involved reviewing transactions between creditors and considering the tax consequences of payments to creditors.

6. Senior Accounting Officer (SAO) and governance

SAO and governance work safeguarded LBH against regulatory breaches and supported accurate reporting. This work included:

- Drafting SAO responses and liaising with the Administrators and senior stakeholders;
- Preparing wording for progress reports and ensuring consistency of SAO disclosures across estates; and
- Review of drafted responses prior to submission to HMRC.

7. Strategic oversight and closure planning

Senior staff time was spent on oversight, strategic planning and group simplification to help align tax, legal and commercial objectives. This included:

- High-level planning on closure of solvent subsidiaries and the wider group;
- Review of tax reserves, creditor communications and Creditors' Committee liaison; and
- Review and input into detailed witness statements and creditor reports.

VAT

All VAT returns have been submitted up to, and including, the quarter ended 31 August 2025.

As VAT group representative, LBH has received refunds in relation to the group of c.£1.2m in the Reporting Period for the period through May 2025, of which c.£0.4m is regarding LBH's own costs.

However, due to an open liability for PAYE and Employers' National Insurance liabilities showing as due on HMRC's system for LBL, HMRC is continuing to withhold VAT repayments of c.£0.6m in respect of the quarters ended November 2021, May 2022 and part of August 2022. The LBL Administrators are liaising with HMRC in respect of the proposed liability, which they believe is not due. This matter impacts LBH in its role as lead member of the VAT group.

Appendix A: Receipts and payments

Sterling Account

Amount in £ millions	Notes	As at 14 Sept 2025	As at 14 Mar 2025	Movement
Receipts				
Investments in subsidiaries		756.4	756.4	-
Intercompany debtors		1,298.8	1,240.6	58.3
Sale of tax losses		10.5	10.5	-
Sale of LBAM		(0.8)	(0.8)	-
Third party funds (Group VAT refunds)	1	0.8	-	0.8
Other receipts		19.3	16.3	3.1
Total receipts		2,085.1	2,022.9	62.2
Payments				
Distributions to unsecured unsubordinated creditors	7	1,733.9	1,726.9	7.0
Distributions under the Framework Agreements *	7	76.4	35.7	40.7
Purchase of intercompany assets		16.5	-	16.5
Administrators' remuneration	2	23.8	22.1	1.8
Administrators' expenses	3	5.6	5.6	-
Legal and professional fees		18.7	18.6	0.1
Purchase of tax losses		13.5	13.5	-
Other payments	4	3.0	2.9	0.1
Net irrecoverable VAT	1	2.8	2.7	0.1
Net recoverable VAT	1	1.5	1.7	(0.2)
Total Payments		1,895.7	1,829.6	66.1
Inter-currency transfers				
Receipts		99.9	99.9	-
Payments		222.8	151.6	71.3
Total receipts less total payments		66.5	141.7	(75.2)
Cash Balances				
Bank accounts		12.0	7.0	5.0
Money market deposits	5	54.5	134.7	(80.2)
Net cash position		66.5	141.7	(75.2)

* Distributions have been made in both GBP and EUR. See note 7 to the receipts and payments accounts.

Note: Costs have been rounded up or down, to the nearest £0.1m which may result in rounding differences in the casting of the table above.

US Dollar Account

Amount in £ millions	Notes	As at 14 Sept 2025	As at 14 Mar 2025	Movement
Receipts				
Investments in subsidiaries		0.5	0.5	-
Intercompany debtors		57.8	57.8	0.0
Sale of LBAM		74.1	74.1	-
Other receipts		14.3	14.3	0.0
Total receipts		146.7	146.7	0.0
Payments				
Other payments		0.1	0.1	0.0
Total payments		0.1	0.1	0.0
Inter-currency transfers				
Payments of inter-currency transfers to £ account		146.5	146.5	-
Total receipts less total payments		0.2	0.2	0.0
Net cash position	6	0.2	0.2	0.0

EUR Account

Amount in £ millions	Notes	As at 14 Sept 2025	As at 14 Mar 2025	Movement
Receipts				
Other receipts		0.3	0.3	0.0
Total receipts		0.3	0.3	0.0
Payments				
Distributions under the Framework Agreement *	7	254.7	172.9	81.9
Other payments		0.0	0.0	-
Total payments		254.8	172.9	81.9
Inter-currency transfers				
Receipts		255.0	173.0	82.1
Payments		0.3	0.3	-
Total receipts less total payments		0.3	0.1	0.2
Net cash position	6	0.3	0.1	0.2

* Distributions have been made in both GBP and EUR. See note 7 to the receipts and payments accounts.

Notes to the receipts and payments account

1. Amounts shown exclude VAT. Funds currently held may include monies due to HMRC or other members of a VAT group, or exclude monies which will be received in due course from these parties. LBH is VAT registered and entitled to reclaim 63.09% of input VAT, therefore 36.91% of VAT is irrecoverable.
2. As explained further in Appendix C, the Administrators' fees are based on time costs. The receipts and payments account shows the amount paid in the period and total to date.
3. Included within 'Administrators' expenses' is c. £5.4m paid in total to date in relation to 'Category 2' disbursements in accordance with the policy explained in Appendix B.
4. Included within Other Payments is £12,300 paid in the period largely relating to certain employees of LBIE who provided accounting and tax services to LBH, and c. £1.8m paid in total, in relation to work the Administrators have either subcontracted or paid to associates, as explained further in Appendix C.
5. Funds are held in interest-bearing accounts or invested in short-term money market deposits. The below table shows the cash held in all bank accounts as at 14 September 2025.

Account type	GBP	EUR	USD	GBP Equiv.
Short-term deposits	54,534,275	-	-	54,534,275
Interest-bearing accounts	12,013,823	305,636	197,607	12,423,974
Total cash held	66,548,098	305,636	197,607	66,958,249

The Administrators continue to manage the estate's funds with a cautious outlook and with regard to appropriate policies (designed by treasury specialists), as amended from time to time whilst attending to other relevant considerations.

6. Funds have been held in different currencies due to certain debtor recoveries, as well as to assist in creditor payments. The GBP equivalent as at 14 September 2025 is set out in the table above.
7. A detailed breakdown of the distributions to creditors paid to date is included in the below tables.

Unsubordinated creditors	£m
1st dividend of 4.08p in the £, declared 3 September 2014	43.8
2nd dividend of 2.00p in the £, declared 10 February 2016	21.6
3rd dividend of 62.963p in the £, declared 6 September 2017	676.7
4th dividend of 18.587p in the £, declared 13 September 2018	199.8
5th dividend of 12.37p in the £, declared 15 March 2019	132.9
5th dividend of a share of statutory interest, declared 15 March 2019	27.1
6th dividend of a share of statutory interest, declared 16 February 2021	267.3
7th dividend of a share of statutory interest, declared 15 September 2021	59.7
8th dividend of a share of statutory interest, declared 23 November 2023	24.4
9th dividend of a share of statutory interest, declared 11 March 2024	33.0
10th dividend of a share of statutory interest, declared 11 September 2024	13.0
11th dividend of a share of statutory interest, declared 28 October 2024	4.5
Settlement of LBL statutory interest claim, agreed on 21 November 2024	174.6
12th dividend of a share of statutory interest, declared 11 March 2025	48.6
13th dividend of a share of statutory interest, declared 9 September 2025	7.0
Total distributions to unsecured, unsubordinated creditors	1,734.0

Subordinated creditors - under the Framework Agreements	Currency	m	GBP Equiv £m
Tier X			
24 November 2023 (to LBGP)	EUR	172.9	151.5
24 November 2023 (to LBGP)	GBP	20.7	20.7
29 December 2023 (to LBHI)	GBP	15.0	15.0
Tier Y			
9 September 2025 (to LBHI)	GBP	29.3	29.3
12 September 2025 (to LBGP)	EUR	81.9	71.1
12 September 2025 (to LBGP)	GBP	11.4	11.4
Total payments under the Framework Agreements			299.0

8. The receipts and payments account does not show "estimated to realise" values from the directors' statement of affairs as this would not provide a meaningful comparison with actual asset recoveries.

Appendix B: Expenses

Expenses are amounts properly payable by the Administrators from the estate. They include the Administrators' fees but exclude distributions to creditors.

Expenses also include disbursements which are expenses met by and reimbursed to an office holder in connection with an insolvency appointment. Expenses fall into two categories:

Expense	SIP9 definition
Category 1	Payments to persons providing the service to which the expense relates who are not an associate of the office holder.
Category 2	Payments to the Administrators' firm or their associates, or which have an element of shared costs (for example, photocopying and mileage disbursements, or costs shared between different insolvent estates).

Approval from creditors is not required to draw Category 1 expenses as these have all been provided by third parties, but approval is required to draw Category 2 expenses. The body of creditors who approve the Administrators' fees (in this case the Committee) also have the responsibility for agreeing the policies for payment of Category 2 expenses.

The rate for services provided by the Administrators' own firm (Category 2 expenses) may periodically rise (for example to cover annual inflationary cost increases) over the period of the administration. All other disbursements to be charged at cost.

The following table provides a breakdown of the Category 2 expenses incurred in the Reporting Period, together with details of the Category 1 expenses that have been incurred as disbursements by PwC and will be recharged to the case.

Category	Provided by	Basis of cost	Costs incurred £
1	External Providers	Travel, hotels and food for business purposes	1,563
1	External Providers	Treasury services	62
1	External Providers	Postage	48
2	PwC	Updates to website - time incurred by internal specialists	24
Total			1,697

The expense policy set out above has been approved by the Committee.

Payments to associates and subcontracted work

Certain centralised services are undertaken on behalf of the Company by employees retained by LBIE for their prior and ongoing knowledge of the Company's affairs. Included in these services are the provision of certain tax and VAT services.

The benefit to the LBH's creditors is through cost savings. This is because the Administrators consider it more efficient that this work is carried out by subcontractors and by the centralisation of services. The costs of such services are recharged to the Company on a time costs basis and are invoiced directly to the estate.

During the Reporting Period, £12,300 was paid to LBIE. Authorisation to pay such costs was given by the Committee.

Analysis of expenses and Administrators' remuneration

The table below provides details of all the expenses incurred in the administration (stated in GBP). It should be read in conjunction with the receipts and payments account at Appendix A, which shows expenses actually paid during the Reporting Period and the total paid to date.

The table excludes any potential tax liabilities that may need to be paid as an administration expense because amounts becoming due will depend on the position at the end of the tax accounting period.

R&P Category (£m)	Paid in previous periods	Paid in the Reporting Period	Incurred to date but not paid	Cumulative	Estimated future	Estimated total
Legal fees and disbursements	18.6	0.1	-	18.7	2.0	20.7
Administrators' remuneration	22.1	1.8	0.7	24.5	2.8	27.3
Administrators' expenses	5.6	-	0.0	5.6	0.0	5.6
Other costs	2.9	0.1	-	3.0	0.7	3.7
Irrecoverable VAT	2.7	0.1	0.1	2.9	0.4	3.3
Total	51.8	2.1	0.7	54.6	5.9	60.5

Notes to the expenses table

1. Amounts have been rounded to the nearest £0.1m, which may slightly affect castings.
2. Estimated future costs are dependent on the outcomes of various outstanding issues noted earlier in this report and therefore are provided as a guide only.

It remains difficult to provide a meaningful estimate of future expenses. Whilst the table includes an estimate, the Administrators caution that actual future expenses will be considerably impacted by, amongst other matters, the final resolution of the intercompany estates and the consequential cash received and costs associated with such work. The estimate we have provided assumes that this will result in the administration lasting for at least a further 24 months, however that timeframe could be shortened or extended, depending upon how the above matters are ultimately resolved, such that the eventual future expenses may be materially different from those provided in the estimate.

Legal and other professional firms

The Administrators have either utilised the following professionals on this case during the Reporting Period or they remain under instruction for potential future use:

Service provided	Name of firm / organisation	Reason selected	Basis of fees
Legal services	Hogan Lovells International LLP	Industry knowledge	Time costs
Legal services	Linklaters LLP	Industry knowledge	Time costs

The selection of individual legal firms is determined by the jurisdiction and nature of the advice being sought, and whether conflicts exist.

All professional firms instructed by the Administrators are required to provide a narrative explanation in support of invoices. All invoices are reviewed before being approved for payment. The Administrators are satisfied that the level of legal costs is appropriate.

Appendix C: Remuneration update

The Administrators' fees were approved by the Creditors' Committee by reference to time properly given by the Administrators and their staff in attending to matters arising in the administration. To 14 September 2025, the Administrators have drawn fees of £23.8m in line with the approval given, as shown on the receipts and payments account. During the Reporting Period, the Administrators drew fees of £1.8m on account of their time costs.

The time cost charges incurred in the Reporting Period are £806,219. An analysis of the total hours and cost incurred by grade of staff can be found later in this appendix.

Set out later in this appendix are details of the work undertaken to date and anticipated future work.

Time charging policy and hourly rates

The Administrators and their team charge time for the work they need to do in the administration. Tasks are delegated to suitable grades of staff, taking into account their experience and any specialist knowledge that is needed, and the Administrators supervise them properly to maximise the cost effectiveness of the work done. Anything complex or important matters of exceptional responsibility are handled by senior staff or the Administrators.

All PwC staff who work on the administration (including the Firm's cashiers, support and secretarial staff) charge time directly to the case and are included in any analysis of time charged. Each grade of staff has an hourly charge out rate which is reviewed from time to time. Work carried out by cashiers, support and secretarial staff is charged for separately and is not included in the hourly rates charged by partners or other staff members.

Time is charged in six minute units. The minimum time chargeable is three minutes (i.e. 0.05 units). The Administrators do not charge general or overhead costs.

Set out below are the maximum charge-out rates per hour for the grades of PwC staff who worked on the administration during the Reporting Period.

Grade	To 30 June 2025		From 1 July 2025	
	Restructuring, Insolvency & Forensics (£)	Tax, Legal, Data & Technologists (£)	Restructuring, Insolvency & Forensics (£)	Tax, Legal, Data & Technologists (£)
Partner	1,090	1,425	1,120	1,465
Consultant	N/A	1,425	N/A	1,465
Director	1,000	1,345	1,030	1,380
Senior Manager	800	1,090	825	1,120
Manager	640	795	660	815
Senior associate	525	585	540	600
Associate and support staff*	330	325	340	335

*inc. Offshore Professionals

Relationships

The Administrators have no business or personal relationships with the parties who approve their fees or who provide services to the administration where the relationship could give rise to a conflict of interest.

Analysis of Administrators' time costs for the Reporting Period

The table below provides an analysis of the Administrators' total hours incurred and the associated cost by staff grade and work activity for the six month period to 14 September 2025.

Classification of work	Partner / Director		Consultant ²		Senior Manager / Manager		Senior Associate		Associate / Support Staff *		Total	
	Hours	£	Hours	£	Hours	£	Hours	£	Hours	£	Hours	£
Accounting and Treasury	5.1	5,604	-	-	91.8	61,652	159.9	85,086	28.4	9,463	285.1	161,804
Subsidiaries and Intercompany ⁴	118.7	132,089	-	-	10.0	6,686	14.3	7,610	28.6	9,577	171.6	155,962
Strategy and Planning	40.0	43,261	-	-	27.5	20,823	14.0	7,417	34.4	11,431	115.8	82,930
Creditor related matters	26.8	29,605	-	-	16.3	12,992	24.4	13,099	0.2	66	67.6	55,761
Litigation - AGFP, Partial Discharge and other	-	-	-	-	-	-	-	-	-	-	-	-
Creditors' Committee interactions and updates	22.7	24,830	-	-	17.7	14,032	5.7	2,966	2.4	792	48.4	42,620
Statutory and Compliance	16.9	18,493	-	-	20.3	15,026	38.2	20,150	2.2	710	77.5	54,378
Tax and VAT	29.2	38,304	38.2	55,047	174.2	154,884	6.5	3,447	3.2	1,082	251.3	252,764
Total for 6 months ended 14 September 2025	259.2	292,184	38.2	55,047	357.5	286,094	262.8	139,775	99.4	33,119	1,017.0	806,219
Average hourly rate for the 6 month period to 14 September 2025												793
Brought forward total to 14 March 2025 ³												23,848,809
Cumulative total to 14 September 2025												24,655,028

* includes offshore professionals

Classification of work	Brought Forward £	Period £	Cumulative £
Accounting and Treasury	2,398,135	161,804	2,559,939
Subsidiaries and Intercompany ⁴	99,320	155,962	255,282
Strategy and Planning	12,830,2923	82,930	12,913,222
Creditor related matters	1,094,503	55,761	1,150,263
Litigation - AGFP, Partial Discharge and other	79,123	-	79,123
Creditors' Committee interactions and updates	140,966	42,620	183,585
Statutory and Compliance	2,940,566	54,378	2,994,945
Tax and VAT	4,265,905	252,764	4,518,669
Total	23,848,809	806,219	24,655,028

Notes:

1. Hours and costs have been rounded up or down, to the nearest 0.1 hour or whole pound which may result in rounding differences in the casting of the tables above.
2. The Administrators have continued to employ a retired tax partner as a consultant for the purpose of utilising their expertise.
3. Final invoiced values for the previous reporting period were 1,030 hours and £888,856. The increase in billable time (3.65 hours) is due to time which the Administrators agreed was valid work done on LBH but was not yet included on the internal systems. However, the costs invoiced decreased by £2,141 due to an update for charged staff rates. The brought forward values detailed above have been updated to reflect this change.
4. This category has been renamed from 'Subsidiaries - LBL, MBAM and LB SF Warehouse' to incorporate the work done in relation to other intercompany matters and where LBH is a stakeholder.

Work undertaken in the Reporting Period

Included earlier in this section is an analysis of the time spent by the various grades of staff. Whilst this is not an exhaustive list, in the following table more detail is provided on the key areas of work.

Category	Description of tasks
Accounting and treasury This is an essential function for the management of funds held by the Administrators on behalf of the Company. The Administrators' treasury and cash management teams monitor and control the movement of funds, mitigate risk and seek to maximise the interest made on investments for the benefit of the Company's creditors.	<ul style="list-style-type: none"> • Collection and analysis of information for the purposes of statutory reporting; • Due consideration of best strategy for dealing with investments; • Analysis of interest rates available with counterparties; • Active management of investments on the money market, and mitigating risk on such investments; • Reviewing liquidity and investment maturities to ensure sufficient cash to meet ongoing costs and administration expenses; • Investment, monitoring and control of LBH's free cash resources, including ensuring cash held at best rates only in approved banks and subject to frequently reviewed limits (this work has enabled the banking interest on case funds to be maximised which has resulted in significant realisations in the administration. In the 6 months to 14 September 2025, the investments made by the Treasury team resulted in interest of GBP: c.£3.1m being received (this is c.£1.8m above that which would have been earned using Barclays' standard products); • Arranging of receipts and payments of funds, and coding of movements; • Performing regular bank reconciliations for all bank accounts and monitoring flows of funds into the bank accounts; • Updating stakeholders regarding outstanding deposits and month end bank balances; and • Regular monitoring of funds required for immediate cash needs, to ensure that the optimal level of funds is held on deposit.
Subsidiaries and Intercompany For efficiency purposes, LBH provides a limited accounting and treasury function to MBAM and LB SF Warehouse (both being direct subsidiaries of LBH). This includes processing receipts and payments as well as performing reconciliations. Additionally LBH has taken on the beneficial and legal ownership of assets assigned from other members of the Lehman Brothers Group.	<ul style="list-style-type: none"> • Meetings with external directors regarding ongoing strategy; • Meetings with various stakeholders and experts regarding potential strategies for resolving the remaining subsidiary issues; • Negotiations with parties to the Wentworth Sharing Arrangement to enable the LBIE asset transaction to take place and to replicate the economic interests of each counterparty; • Reviewing sale and purchase agreements, and other transaction documentation relating to the acquisition of certain LBIE assets; • Executing and processing settlement documents and transactions; • Performing regular bank reconciliations for MBAM and LB SF Warehouse bank accounts and monitoring flows of funds into bank accounts; • Arranging of receipts and payment of funds, and coding of movements; • Updating external stakeholders regarding outstanding deposits and bank balances; and • Assisting external staff with tax filing and other statutory requirements.

Category	Description of tasks
Strategy and planning The inherent complexities of the Company's estate mean that the Administrators and their staff continue to invest a significant proportion of their time in the planning and delivery of their strategy for the progression of the Administration, for the ultimate benefit of creditors as a whole.	<ul style="list-style-type: none"> • Considering strategy to maximise the outcome for LBH's creditors and discussions with stakeholders with regard to this strategy; • Continuing development and analysis of financial models to estimate and assess potential outcomes for stakeholders; • Reviewing and maintaining financial information including updating fees incurred, the estimated outcome statement and reserves; • Preparing time cost packs in support of billing of costs on account; • Preparing the Administrators' internal six-monthly case reviews in accordance with professional requirements; • Regular internal meetings to manage case progression; and • Liaison with specialist teams.
Creditor related matters This relates to tasks undertaken in relation to creditors, including the calculation and payment of distributions and responding to inbound creditor queries received.	<ul style="list-style-type: none"> • Issuing a notice of intended dividend to creditors; • Preparation and payment of the 13th interim distribution to creditors and dealing with associated legal notices; • Preparation and issuance of updated estimated outcome statement; • Responding to creditor enquiries received via the Lehman Affiliates mailbox and updating creditor information on LBH's database; and • Updates to the Company website.
Creditors' Committee interactions and updates Reporting to the Creditors' Committee is essential in the insolvency process for maintaining transparency. It allows the insolvency practitioner to demonstrate how they are managing the debts and resolving the insolvency. The reporting process also holds the insolvency practitioner accountable, requiring them to explain their actions, decisions, and expenses. It enables the Creditors' Committee to scrutinise the practitioner's work and provide oversight.	<ul style="list-style-type: none"> • Compiling an information report on the progress in the Administration for the 14th meeting of the Creditors' Committee including: <ul style="list-style-type: none"> ◦ material developments since the previous meeting; ◦ key assets and liabilities of the UK Lehman estates (including LBIE recoveries and UK group tax); ◦ Estimated Outcome Statement and indicative distribution timeline; and ◦ summary regarding the resolution of the Partial Discharge Issue. • Preparation for and attendance at 14th meeting of the Creditors Committee, including subsequent discussions with the Observer nominated to attend the Committee meetings in accordance with the Framework Agreement.
Statutory and other compliance This relates to work the Administrators undertake in order to ensure compliance with statutory and regulatory requirements.	<ul style="list-style-type: none"> • Preparing and circulating the Administrators' 33rd progress report; • Dealing with statutory filings at Companies House; • Circulating notices of the progress reports to creditors; • Producing detailed remuneration and future expenses summaries for inclusion in the progress reports to creditors; • Maintaining regulatory controls; • Maintaining case files/records and the internal case database; and • Dealing with other ad-hoc compliance and statutory matters.

Category	Description of tasks
Tax and VAT Work reported in this category includes compliance with tax legislation under the Administrators' obligations as proper officers for tax, and planning to ensure the efficient realisation of assets for the benefit of the Company's creditors as a whole.	<ul style="list-style-type: none"> • Considering the tax treatment of payments under the Amended Framework Agreement; • Input into and attendance at the 14th Creditors' Committee meeting; • Input into the 33rd progress report to creditors; • Continuing analysis of the application of the loss restriction rules, corporate interest restriction rules; • Prepared and submitted corporation tax returns for the period ended 14 September 2024, including CT600 and CIR returns; • Reconciled tax computations to accounting records, including review of group relief schedules, and updating supporting schedules; • Liaising with HMRC on VAT refunds and wider group VAT issues, including withheld repayments relating to LBL liabilities; • Submission of quarterly VAT returns and arranging for group VAT repayments to be distributed to the Company; • Review and allocation of group relief, brought forward losses and managing the group's interest position; • Analysing the tax implications of asset transfers from LBIE to LBH, including receivables, IRS refunds, deferred consideration and sub-participations; • Drafting and updating tax memoranda, reviewing structuring options, and liaising with administrators and legal advisers; • Reviewing the tax treatment of payments to creditors; • Drafting Senior Accounting Officer responses ensuring consistency of disclosures across estates; • Reviewing drafted SAO responses prior to submission to HMRC; • Inputting into creditor communications, progress reports and related committee liaison; • Reviewing tax reserves, strategic oversight of group simplification, and planning for the closure of solvent subsidiaries; and • Liaising with PwC tax and accounting specialists and holding regular internal update meetings.

Future work

Examples of work remaining to be done to achieve the purpose of the Administration are shown below. This is not an exhaustive list.

Category	Description of tasks
Accounting and treasury The ongoing management of funds held by the administrators is necessary to mitigate risks and maximise returns to creditors.	<ul style="list-style-type: none"> • Continuous maintenance and monitoring of cash reserves and investments ensuring appropriate handling of funds to maximise returns to creditors while remaining in line with the Firm's risk policies; and • Processing of payments and receipts.
Subsidiaries and Intercompany The Administrators continue to manage the subsidiary accounts and support statutory compliance to deliver efficiencies that reduce costs and improve returns to creditors. In addition, LBH has assumed ownership and responsibility for assets that were previously held by other Lehman Brothers entities. As a result, any receivables generated from these assets now directly benefit the creditors of LBH.	<ul style="list-style-type: none"> • Meetings with external directors and other stakeholders regarding ongoing and exit strategies; • Processing payments, receipts and bank reconciliations for MBAM and LB SF Warehouse; and • Assisting with tax filing and other statutory requirements.

<p>Strategy and planning</p> <p>Considering the ongoing tasks and requirements and determining the appropriate course of action is necessary for the most efficient and cost effective exit of the Administration.</p>	<ul style="list-style-type: none"> • Continuous review and reconsideration of overall strategy as the previously discussed ongoing issues are resolved and developments across the group which affect LBH occur; • Realisation of the former LBIE assets and dealing with related counterparties, including recovery sharing arrangements; • Working with the Administrators of LBL and LBHI2 to resolve the remaining issues within those estates with a view to reducing ongoing administration costs and moving towards the point at which the LBHI2 and LBL administrations can be concluded; • Six monthly review of case progress; • Planning and applying for either further extensions of the administration as required or completion of necessary tasks to exit administration; and • Oversight of reporting and accounting, including periodic meetings to monitor progress.
<p>Creditor related matters</p> <p>Ongoing work ensures creditors receive responses regarding any queries they may have as well as accurate and timely payments.</p>	<ul style="list-style-type: none"> • Responding to queries and maintaining an accurate record of all creditors and claims; • Preparation and payment of distributions when appropriate and the Company has sufficient funds; and • Continued recovery of intercompany balances and coordination of distributions between intercompany debtor balances.
<p>Litigation</p> <p>Resolving ongoing litigation matters benefits creditors by potentially improving the outcomes of the Administration, as well as fulfilling our statutory requirements.</p>	<ul style="list-style-type: none"> • Payments under the Amended Framework Agreement to the extent funds become available; and • In accordance with the Amended Framework Agreement, providing a semi-annual update to ECAPS Holders in respect of the estimated outcome for subordinated creditors.
<p>Creditors' Committee interactions and updates</p> <p>Providing timely updates to the Creditors' Committee allows for greater transparency and holds the Administrators more accountable for their strategy and actions.</p>	<ul style="list-style-type: none"> • Preparing for and holding regular meetings with the Committee and any Observer appointed to it, including providing updated financial information as well as information concerning the Administrators' fees for the purpose of fee approval.
<p>Statutory and other compliance</p> <p>The Administrators need to fulfil all duties under the Insolvency Rules and other regulatory requirements.</p>	<ul style="list-style-type: none"> • Preparing and issuing of further progress reports to creditors; • Maintaining case records and internal databases; • Compliance with regulatory and internal controls; and • Other statutory filings at Companies House and Court.
<p>Tax and VAT</p> <p>Compliance with tax legislation is a part of the Administrators' obligations as well as ensures efficient realisations of assets.</p>	<ul style="list-style-type: none"> • Preparation and submission of corporation tax computations and returns, including CIR returns; • Consideration of impact on the Company of changes to UK tax legislation, including loss restriction and interest deductibility rules, and the potential impact as part of the corporation tax returns.

Whilst an estimate of future time costs is provided in Appendix B, the Administrators caution that actual future costs will be considerably impacted by a variety of factors. The estimate provided assumes that this will result in the administration lasting for at least a further 24 months; however, that timeframe may be shortened or lengthened depending on how the above matters are ultimately resolved. Accordingly, the eventual future costs may ultimately be materially different from those provided in the estimate.

Appendix D: Other information

Court details for the administration:	High Court of Justice, Chancery Division, Companies Court - Court Case 7943 of 2008 and CR-2008-000026
Company's registered name:	Lehman Brothers Holdings PLC
Trading name:	Lehman Brothers Holdings PLC
Registered number:	01854685
Registered address:	7 More London Riverside, London, SE1 2RT, United Kingdom
Date of the administration appointment:	15 September 2008
Joint Administrators' names, addresses and contact details:	Edward John Macnamara, Gillian Eleanor Bruce and David James Kelly of PricewaterhouseCoopers LLP, 7 More London Riverside, London, SE1 2RT Email: uk_lehmanaffiliates@pwc.com
Changes in Administrator:	<p>On 15 September 2008 Anthony Victor Lomas, Steven Anthony Pearson, Dan Yoram Schwarzman and Michael John Andrew Jervis were appointed Joint Administrators</p> <p>On 30 November 2009 Derek Anthony Howell was appointed as an additional Joint Administrator</p> <p>On 22 March 2013 Gillian Eleanor Bruce and Julian Guy Parr replaced Dan Yoram Schwarzman and Michael John Andrew Jervis as Joint Administrators</p> <p>On 26 July 2018 Ian David Green, Edward John Macnamara and Russell Downs replaced Anthony Victor Lomas, Steven Anthony Pearson and Julian Guy Parr as Joint Administrators</p> <p>On 16 June 2021 David James Kelly replaced Ian David Green as Joint Administrator</p> <p>On 30 November 2021 Russell Downs and Derek Howell ceased to act as Joint Administrators</p>
Current membership of the Committee:	MBAM Investor Limited LB GP No.1 Limited - in liquidation Lehman Brothers Holdings Inc.
Committee observer (appointed by the ECAPS Holders)	Paul Copley (Aldan Management Limited)
Extensions to the initial period of appointment:	The Court has granted eight successive extensions to the administration to: 30 November 2010; 30 November 2011; 30 November 2013; 30 November 2015; 30 November 2020; 30 November 2022; 30 November 2025 and 30 November 2027.