In accordance with Rule 3.59 of the Insolvency (England & Wales) Rules 2016.

AM25

Notice of court order ending administration

Companies House

For further information, please refer to our guidance at www.gov.uk/companieshouse

1 Company details

Company number	00846922
Company name in full	Lehman Brothers Limited

→ **Filling in this form**
Please complete in typescript or in bold black capitals.

2 Administrator's name

Full forename(s)	Zelf
Surname	Hussain

3 Administrator's address

Building name/number	7
Street	More London Riverside
Post town	London
County/Region	Greater London
Postcode	SE1 2RT
Country	United Kingdom

4 Administrator's name ❶

Full forename(s)	Edward John
Surname	Macnamara

❶ **Other administrator**
Use this section to tell us about another administrator.

5 Administrator's address ❷

Building name/number	7
Street	More London Riverside
Post town	London
County/Region	Greater London
Postcode	SE1 2RT
Country	United Kingdom

❷ **Other administrator**
Use this section to tell us about another administrator.

AM25

Notice of court order ending administration

6 Administration end date

End date: d 2 9 m 1 0 y 2 0 y 2 6

7 Date of court order

Court order date: d 2 9 m 1 0 y 2 0 y 2 6

8 Attachments

☑ I have attached a copy of the court order

☑ I have attached a copy of the final progress report

9 Sign and date

Administrator's signature: Signature X  X

Signature date: d 1 2 m 1 1 y 2 0 y 2 6

Continuation page

Name and address of insolvency practitioner

What this form is for
Use this continuation page to tell us about another insolvency practitioner where more than 2 are already jointly appointed. Attach this to the relevant form. ❶ Use extra copies to tell us of additional insolvency practitioners.

What this form is NOT for
You can't use this continuation page to tell us about an appointment, resignation, removal or vacation of office.

Filling in this form
Please complete in typescript or in bold black capitals.

All fields are mandatory unless specified or indicated by *

1 Appointment type

Tick to show the nature of the appointment:

- ☑ Administrator
- ☐ Administrative receiver
- ☐ Receiver
- ☐ Manager
- ☐ Nominee
- ☐ Supervisor
- ☐ Liquidator
- ☐ Provisional liquidator

❶ You can use this continuation page with the following forms:
- VAM1, VAM2, VAM3, VAM4, VAM6, VAM7
- CVA1, CVA3, CVA4
- AM02, AM03, AM04, AM05, AM06, AM07, AM08, AM09, AM10, AM12, AM13, AM14, AM19, AM20, AM21, AM22, AM23, AM24, AM25
- REC1, REC2, REC3
- LIQ02, LIQ03, LIQ05, LIQ13, LIQ14,
- WU07, WU15
- COM1, COM2, COM3, COM4
- NDISC

2 Insolvency practitioner's name

Full forename(s)	David Robert
Surname	Baxendale

3 Insolvency practitioner's address

Building name/number	7
Street	More London
	Riverside
Post town	London
County/Region	Greater London
Postcode	S E 1 2 R T
Country	United Kingdom

Continuation page

Name and address of insolvency practitioner

What this form is for
Use this continuation page to tell us about another insolvency practitioner where more than 2 are already jointly appointed. Attach this to the relevant form. ❶ Use extra copies to tell us of additional insolvency practitioners.

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1 Appointment type

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- CVA1, CVA3, CVA4
- AM02, AM03, AM04, AM05, AM06, AM07, AM08, AM09, AM10, AM12, AM13, AM14, AM19, AM20, AM21, AM22, AM23, AM24, AM25
- REC1, REC2, REC3
- LIQ02, LIQ03, LIQ05, LIQ13, LIQ14,
- WU07, WU15
- COM1, COM2, COM3, COM4
- NDISC

2 Insolvency practitioner's name

Full forename(s)	Catherine Rachel
Surname	Atkinson

3 Insolvency practitioner's address

Building name/number	7
Street	More London
	Riverside
Post town	London
County/Region	Greater London
Postcode	S E 1 2 R T
Country	United Kingdom

AM25
Notice of court order ending administration

Presenter information

You do not have to give any contact information, but if you do it will help Companies House if there is a query on the form. The contact information you give will be visible to searchers of the public record.

Contact name: Adrienne Rorden

Company name: PricewaterhouseCoopers LLP

Address: Level 8, Central Square

29 Wellington Street

Post town: Leeds

County/Region: West Yorkshire

Postcode: L S 1 4 D L

Country: United Kingdom

DX:

Telephone: 01132894000

Checklist

We may return forms completed incorrectly or with information missing.

Please make sure you have remembered the following:

- ☐ The company name and number match the information held on the public Register.
- ☐ You have attached all the required documents.
- ☐ You have signed the form.

Important information

All information on this form will appear on the public record.

Where to send

You may return this form to any Companies House address, however for expediency we advise you to return it to the address below:

The Registrar of Companies, Companies House,
Crown Way, Cardiff, Wales, CF14 3UZ.
DX 33050 Cardiff.

Further information

For further information please see the guidance notes on the website at www.gov.uk/companieshouse or email enquiries@companieshouse.gov.uk

This form is available in an alternative format. Please visit the forms page on the website at www.gov.uk/companieshouse

Lehman Brothers Limited – in administration

Joint Administrators' final progress report from 15 September 2026 to 29 October 2026

Date: 12 November 2026

High Court of Justice, Chancery Division, Companies Court
Case number: 7945 of 2008

Company number: 00846922

pwc

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This report has been prepared by the Office holders, solely to comply with their statutory duty to report to creditors on the progress of the insolvency, 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 person choosing to rely on this report for any purpose or in any context other than under IR16 does so at their own risk. To the fullest extent permitted by law, we 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 Office holders' previous reports issued to the Company's creditors, which can be found on the Company website www.pwc.co.uk/lbl.

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

We are licensed in the United Kingdom to act as insolvency practitioners by the Institute of Chartered Accountants in England and Wales. We are bound by the Insolvency Code of Ethics which can be found at:

https://www.gov.uk/government/publications/insolvency-practitioner-code-of-ethics

We may act as controllers of personal data as defined by UK data protection law depending upon the specific processing activities undertaken. PricewaterhouseCoopers LLP may act as a processor on our instructions. Personal data will be kept secure and processed only for matters relating to our appointment. Further details are available in the privacy statement on the PwC.co.uk website or by contacting us.

PricewaterhouseCoopers LLP is a limited liability partnership registered in England with registered number OC303525. The registered office of PricewaterhouseCoopers LLP is 1 Embankment Place, London WC2N 6RH. PricewaterhouseCoopers LLP is authorised and regulated by the Financial Conduct Authority for designated investment business.

Abbreviations and definitions

The following table shows the abbreviations and insolvency terms that are specific to this appointment and report:

Company / LBL	Lehman Brothers Limited - in administration
Company's registered name	Lehman Brothers Limited
Trading name	Lehman Brothers Limited
Registered number	00846922
Registered address	PricewaterhouseCoopers LLP, 7 More London Riverside, London, SE1 2RT
Joint Administrators / Administrators / we / us / our / Office holders	Zelf Hussain, Edward John Macnamara, David Robert Baxendale and Catherine Rachel Atkinson
Joint Liquidators / Liquidators	Steven Sherry and David Robert Baxendale
Joint Administrators' addresses and contact details	PricewaterhouseCoopers LLP, 7 More London Riverside, London, SE1 2RT Email: uk_lehmanaffiliates@pwc.com
Date of the administration appointment	15 September 2008
Court details for the administration	High Court of Justice, Chancery Division, Companies Court - Court Case 7945 of 2008
Changes in Administrators	On 15 September 2008 Anthony Victor Lomas, Steven Anthony Pearson, Dan Yoram Schwarzman and Michael John Andrew Jervis were appointed Joint Administrators. Derek Anthony Howell was appointed as an additional Joint Administrator on 30 November 2009. Julian Guy Parr replaced Derek Anthony Howell as a Joint Administrator on 22 March 2013. Zelf Hussain replaced Dan Yoram Schwarzman as a Joint Administrator on 1 June 2016, on which day Anthony Victor Lomas, Steven Anthony Pearson and Julian Guy Parr also ceased to act as Joint Administrators. Gillian Eleanor Bruce, Edward John Macnamara and Russell Downs were appointed as additional Joint Administrators on 26 July 2018. David James Kelly replaced Russell Downs as a Joint Administrator on 30 November 2021. Michael John Andrew Jervis passed away on 4 January 2023 and therefore ceased to act. On 27 February 2026 David Robert Baxendale and Catherine Rachel Atkinson replaced Gillian Eleanor Bruce and David James Kelly as Joint Administrators.
Directors	The current directors of the Company are Richard Harper and Stuart Ross
Extensions to the initial period of appointment	The Court has granted eight successive extensions to the Administration to: 30 November 2011; 30 November 2013; 30 November 2014; 30 November 2016; 30 November 2020; 30 November 2022; 30 November 2025 and 30 November 2026.
Reporting Period	15 September 2026 to 29 October 2026
Website	https://www.pwc.co.uk/lbl
Committee / Creditors' Committee	The former Creditors' Committee of the Company The former members are: LB Holdings Intermediate 2 Limited - in administration Lehman Brothers Holdings Inc Lehman Brothers Holdings plc – in administration
Court	The High Court of Justice, the Business and Property Courts of England and Wales
EBT	Employee Benefit Trust
Framework Agreement	LBH entered into a Framework Agreement, which came into effect on 8 October 2023, with key creditors and stakeholders which resolved a number of matters including a complaint by one of its creditors
MVL	Members' Voluntary Liquidation
Group / Lehman Brothers group	The UK Lehman Brothers group of companies
Lehman Group	The wider Lehman Brothers group of companies including those outside the UK
LBH	Lehman Brothers Holdings plc - in administration
LBHI	Lehman Brothers Holdings Inc.
LBHI2	LB Holdings Intermediate 2 Limited - in administration
LBIE	Lehman Brothers International (Europe) - formerly in administration. Currently in members' voluntary liquidation
LBEL	Lehman Brothers Europe Limited – formerly in liquidation

LBLIS	Lehman Brothers Luxembourg Investments SARL
Pension Scheme / Lehman Brothers Pension Scheme	The Company operated a pension scheme for its employees which was managed by external trustees
TUPE	Transfer of Undertakings (Protection of Employment) Regulations
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
Settlement Agreement	Settlement agreement dated 21 November 2024 between LBL, the Administrators, LBH and the Administrators of LBH. The agreement facilitated the final distributions to creditors and shareholders, simplifying the estates of both LBL and LBH.
Subordinated Affiliates	Certain affiliate creditors, which agreed to subordinate their Statutory Interest entitlements to those of third party creditors whose admitted claims ranked equally for the purposes of Statutory Interest, pursuant to the subordination deed approved 21 January 2021
Waterfall proceedings / Waterfall	Court proceedings about the amount and ranking of claims in the estates of a number of the Lehman Brothers group companies. As they relate to LBL, they covered LBL's potential liability as holder of one share in LBIE, and LBL's recharges to other Group companies.
WHT	Withholding Tax deducted on distributions and payable to HMRC

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

Firm/PwC	PricewaterhouseCoopers LLP
HMRC	HM Revenue and Customs
IA86	Insolvency Act 1986
IR16	Insolvency (England and Wales) Rules 2016
Insolvency code of ethics	The code of ethics aims to help insolvency practitioners meet their professional and ethical obligations. A copy can be found at https://www.gov.uk/government/publications/insolvency-practitioner-code-of-ethics
Preferential creditors	Claims for unpaid wages earned in the four months before the insolvency up to £800, holiday pay and unpaid pension contributions in certain circumstances
Sch B1 IA86	Schedule B1 to the Insolvency Act 1986
Secured creditor(s)	A creditor with security in respect of their debt, in accordance with section 248 IA86
SIP	Statement of Insolvency Practice. SIPs are issued to insolvency practitioners under procedures agreed between the insolvency regulatory authorities. SIPs set out principles and key compliance standards with which insolvency practitioners are required to comply
SIP 2	Statement of Insolvency Practice 2: Investigations by office holders in Administrations and insolvent Liquidations and the submission of conduct reports by office holders
SIP 9	Statement of Insolvency Practice 9: Payments to insolvency office holders and their associates from an estate
SIP 13	Statement of Insolvency Practice 13: Disposal of assets to connected parties in an insolvency process
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 from 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
Subordinated creditor	A creditor who ranks junior to unsubordinated creditors and is only entitled to receive payment once unsubordinated creditors have been repaid in full
Unsecured Creditors	Creditors who are neither secured nor preferential, ranking behind secured creditors and all preferential classes of creditors

Section 1: Key messages

Objective of the administration

The Administrators pursued the objective of achieving a better result for the Company's creditors as a whole than would have been likely if the Company were wound up (without first being in Administration) and continued to manage the Administration in accordance with the proposals approved by creditors.

Achievement of this objective has led to a solvent liquidation as the Company entered MVL on 29 October 2026, following a decision of the UK High Court dated 29 October 2026.

Why we've sent you this report

We're pleased to let you know that our work in the administration of the Company's affairs is now complete and so, we set out below our final report.

Earlier reports can be viewed on the LBL website at https://www.pwc.co.uk/lbl

Outcome for creditors

As previously reported, the Administrators have made the following payments during the course of the Administration:

- **Secured creditors** - The Company has no Secured creditors
- **Preferential creditors** - 100p in the £ plus Statutory Interest was paid to former employees with admitted preferential claims.
- **Unsecured creditors** - Dividends totalling 100p in the £ plus 100% of Statutory Interest entitlement were paid on admitted ordinary unsecured claims.
- **Subordinated creditors** - Dividends totalling 100p in the £ on admitted subordinated claims ranking ahead of Statutory Interest. Additionally subordinated creditors were paid 100% of their Statutory Interest entitlement.
- **Sub-subordinated creditor** - Distribution to a sub-subordinated creditor of 100p in the £.
- **Subordinated Affiliates** - Distributions including Statutory Interest of 100p in the £.

Included in the above payments, unclaimed dividends including relevant Statutory Interest were paid to the Insolvency Service's Account. Where appropriate, creditors will be able to reclaim the distribution payment due to them directly from the Insolvency Service Estates Accounts and Scanning Department by emailing CustomerServices.EAS@insolvency.gov.uk.

Outcome for shareholder (LBH)

During the Administration shareholder distributions totalling £132.8m were paid to LBH. There were no further distributions to LBH in the Reporting Period. The Joint Liquidators will continue to progress the resolution of the remaining matters in the MVL, with a view to enabling any residual funds to be returned to LBH in due course.

What you need to do

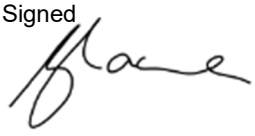
This report is for your information and you don't need to do anything.

What happens next

The administration came to an end on 29 October 2026 upon the sealing of an Order by the Court following a hearing earlier that day before the Honourable Mr Justice Hildyard. Shortly thereafter, LBL entered into a Members' Voluntary Liquidation to facilitate its remaining wind-down as a solvent entity, having paid all creditors and statutory interest in full.

By order of the High Court, the Administrators will be discharged from liability in respect of any act or omission as Joint Administrators, such discharge to take effect from the date falling 28 days after registration by the Registrar of Companies of a notice from the Administrators of LBL pursuant to paragraph 86(2) of Sch B1 IA86, save in respect of claims notified to them before that date.

Signed



Edward Macnamara
Joint Administrator
Lehman Brothers Limited - in administration

Section 2: Progress made in the Reporting Period

Statutory and compliance

Statutory reporting

During the Reporting Period, the Administrators prepared, reviewed and issued their 36th progress report to creditors. This included completing the associated online and statutory filings and filing the report with Companies House.

The Administrators also began preparing this final report. This involved collating and reviewing information relating to the progress made during the Reporting Period, the outcome of the Administration and the remaining matters to be progressed following the Company's transition into MVL.

HMRC related matters

During the period, the Administrators continued to respond to ongoing queries from HMRC with the expectation of resolving these matters during the MVL. A payment of c. £26k, inclusive of Statutory Interest, was paid to HMRC in settlement of its unsecured claim for Employers' NIC on future EBT payments.

During the previous reporting period, an agreement was reached with HMRC on the outstanding VAT position following a full reconciliation of intercompany VAT matters. Shortly after the start of the Reporting Period, LBL made payments of £667k to Group companies in respect of their VAT receivables, bringing this matter to a close.

Conclusion of the administration

The Administrators have continued to work to wind down various administrative and operational matters required to enable the end of the administration and move into solvent liquidation. This included the preparation of the statement of assets and liabilities to be appended to the declaration of solvency, enabling the Directors to provide the required confirmation that LBL is solvent ahead of the Company being placed into MVL.

In advance of the High Court hearing held on 29 October 2026 before the Honourable Mr Justice Hildyard, the Administrators worked closely with their legal and tax advisers to finalise all necessary court evidence in support of their application for an order ending the administration and discharge from liability. The Administrators attended the hearing at which the Judge made an order ending the LBL administration and providing for the Administrators to be discharged from liability 28 days after registration of the notice at Companies House. The sealed order was received later the same day, allowing for commencement of the MVL.

The Company was handed back to the Directors for a short period following the end of the administration as part of the transition to MVL. The Directors had already put in place a members' special resolution to place the company into MVL, together with the required declaration of solvency.

Steven Sherry and David Robert Baxendale of PricewaterhouseCoopers LLP were appointed as Joint Liquidators on 29 October 2026.

Investigations and actions

Nothing has come to our attention during the period under review to suggest that we need to do any more work in line with our duties under the Company Directors' Disqualification Act 1986 and SIP 2.

Our receipts and payments account

The Administrators set out in Appendix C their receipts and payments accounts. This sets out the receipts and payments in the Reporting Period and cumulatively since the appointment of the Administrators.

Our expenses

We set out at Appendix D a statement of the expenses we have incurred to the dates covered by this report.

Our fees

We set out at Appendix E an update on our remuneration which covers our fees, disbursements and other related matters in this case.

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 IR16. 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 emailing uk_lehmanaffiliates@pwc.com

Section 3: Ongoing matters – to be resolved in the MVL

HMRC related matters

As previously reported, there remain two residual tax matters with HMRC that the Joint Liquidators hope to finalise shortly.

Additionally, certain aspects of the overall position remain to be finalised principally relating to agreeing the relevant tax accounts and closure of the outstanding HMRC company references.

Final distribution of equity to LBH

The Joint Liquidators will continue to engage with relevant stakeholders to resolve the remaining matters in line with the agreed strategy, following which, the residual funds will be passed to LBH as an equity distribution. Following completion of the final distribution and other outstanding matters referred to in this report, the Joint Liquidators will proceed with the completion of the necessary statutory requirements and the orderly wind-down of the Company as part of the MVL.

Next report

The next report will be circulated by the Joint Liquidators within two months after the first anniversary of the Joint Liquidators' appointment or on closure of the liquidation.

If you have any questions, please feel free to contact us by emailing uk_lehmanaffiliates@pwc.com.

Appendix A: Summary of our Proposals

The Administrators made the following proposals for achieving the purpose of administration.

i) The Administrators will continue to manage and finance LBL's business, affairs and property from asset realisations in such a manner as they consider expedient with a view to achieving a better result for LBL's creditors as a whole than would be likely if LBL had been immediately liquidated.

ii) The Administrators may investigate and, if appropriate, pursue any claims that LBL may have under the Companies Act 1985, the Companies Act 2006 or the Insolvency Act 1986 ("IA86") or otherwise. In addition, the Administrators shall do all such other things and generally exercise all their powers as Administrators as they in their discretion consider desirable in order to achieve the purpose of the Administration or to protect and preserve the assets of LBL or to maximise their realisations or for any other purpose incidental to these proposals.

iii) The Administrators will at their discretion establish in principle the claims of unsecured creditors for adjudication by a subsequent liquidator and the costs of doing so shall be met as a cost of the Administration as part of the Administrators' remuneration.

iv) A creditors' committee will be established if sufficient creditors are willing to act on it. The Administrators propose to seek the election of a creditors' committee and to consult with it from time to time. Where the Administrators consider it appropriate, they will seek sanction from the committee to a proposed action rather than convening a meeting of all creditors.

v) The Administrators will consult with the creditors' committee concerning the necessary steps to extend the Administration beyond the statutory duration of one year if an extension is considered advantageous. The Administrators shall either apply to the court or seek consent from the appropriate classes of creditors for an extension.

vi) The Administrators may use any or a combination of "exit route" strategies in order to bring the Administration to an end. In this instance, the Administrators are most likely to pursue one of the following exit routes –

   (a) If it transpires that there are sufficient funds with which to make a distribution to unsecured non-preferential creditors, the administrators may, once all of the assets have been realised and the Administrators have concluded all work under the Administration, file a notice under Paragraph 84(1) Sch B1 IA86 with the Registrar of Companies, following registration of which the Company will be dissolved three months later, OR

   (b) The Administrators may place LBL into creditors' voluntary liquidation. In these circumstances, it is proposed that Anthony Victor Lomas and Michael John Andrew Jervis be appointed as joint liquidators and any act required or authorised to be done by the joint liquidators may be done by either any or all of them. In accordance with Paragraph 83(7) Sch B1 IA86 and Rule 2.117(3) of the Insolvency Rules 1986, creditors may nominate alternative liquidators, provided that the nomination is made after the receipt of these proposals and before they are approved.

vii) The Administrators shall be discharged from liability pursuant to Paragraph 98(1) Sch B1 IA86 in respect of any action of theirs as Administrators at a time determined by the court.

viii) The Administrators' fees will be fixed under Rule 2.106 of the Insolvency Rules 1986 by reference to the time properly given by the Administrators and the various grades of their staff according to their firm's usual charge out rates for work of this nature and that disbursements for services provided by the Administrators' own firm (defined as Category 2 disbursements in Statement of Insolvency Practice No 9) be charged in accordance with the Administrators' firm's policy. It will be for the creditors' committee to fix the basis and level of the Administrators' fees and Category 2 disbursements.

The above proposals were approved by creditors at the meeting of creditors held on 21 November 2008.

Appendix B: Overview of our work

Why we were appointed

When we were appointed, the position was as follows:

- The global Lehman Group was one of the four biggest investment banks in the USA.
- LBL was the Lehman Group's main services company. It held the majority of the Lehman Group's UK employment contracts and maintained IT and general infrastructure for the Lehman Group. It also managed key operational costs for the Lehman Group, including staff wages, rents, rates and utilities.
- In the period immediately prior to its insolvency, there was an escalating loss of confidence in the Lehman Group, as evidenced by a significant deterioration in the share price of the Lehman Group's ultimate parent company, LBHI, in early September 2008.
- The Lehman Group announced a third quarter loss of $3.9bn on 10 September 2008.
- With investor confidence continuing to deteriorate, the Lehman Group attempted to resolve the situation by proposing a plan to restructure the business by selling a majority stake in its investment management business and spinning off the majority of its commercial real estate assets into a new, separate public company.
- These measures failed to restore investor confidence and attempts to secure buy-in from potential purchasers were unsuccessful.
- LBHI managed the majority of cash resources available to the Lehman Group. LBL was reliant on LBHI to meet its financial obligations as LBL did not have sufficient resources to do so. On 15 September 2008, LBHI informed LBL that it would be unable to make payments on LBL's behalf and that it was seeking to file for Chapter 11 bankruptcy protection in the USA.
- With LBHI no longer able to meet the ongoing obligations of LBL, and with LBL unable to meet its own obligations, the then directors concluded that LBL was insolvent and on 15 September 2008 LBL was placed into administration.

Background to the administration

Creditors will be aware that before the administration, LBL held most of the UK service and employee contracts on behalf of the Group, and provided all human resources, information technology, property, accounting and other services for the Group in the UK and Europe. LBL continued to provide services to other companies in administration following the Administrators' appointment until 31 May 2013 when the then continuing services and 400 retained employees were transferred to LBIE.

Throughout the administration, the Administrators have utilised specialist teams from their Firm, who have worked with retained LBL and latterly LBIE employees to ensure LBL's operations are properly coordinated and the objectives of the administration are met.

The specific aims of the administration of LBL have included:

- realising all assets of LBL, where value may exist;
- providing ongoing employee and infrastructure support to the Group in exchange for appropriate reimbursement;
- mitigating, insofar as possible, any further liabilities against LBL by the transfer or termination of contracts; and
- adjudicating the claims of creditors and paying distributions to creditors with admitted claims.

Approval of our proposals

Our proposals for achieving the purpose of the administration were approved by creditors on 21 November 2008. A summary of our Proposals can be found in Appendix A.

Statement of affairs

At the time our proposals were issued, we had not received a statement of LBL's affairs from the Directors. We subsequently received a statement of affairs from the Directors on 21 October 2009. Due to the highly complex nature of LBL's circumstances, the statement of affairs does not present a meaningful comparison with the outcome of the administration and the amounts in the statement of affairs differ significantly from the values of assets and liabilities that subsequently materialised.

Creditors’ Committee

On 21 November 2008, a Creditors’ Committee was constituted with four members. The composition of the Creditors’ Committee changed over the course of the Administration; details of the membership at different times can be found in previous reports.

Throughout the administration, we met with the Creditors’ Committee regularly to discuss issues and outline key decisions. The Creditors’ Committee disbanded on 21 November 2024 when the members of the Committee were paid their remaining statutory entitlement and therefore ceased to be creditors of the Company.

Our work

In the interests of brevity, we have detailed below a chronology of our work by year since 15 September 2008, focusing on the most critical areas. Please note that the below list is not exhaustive and additional detail can be found in our previous progress reports, which are available at https://www.pwc.co.uk/lbl

2008

- Upon appointment, the Administrators took over responsibility for LBL's central services, including employee contracts, IT infrastructure, and property leases, supporting 5,500 personnel globally. No cash was available to pay salaries and other expenses.
- An agreement was reached between the various companies to enable LBL to recover costs from other members of the Lehman Brothers group, where such costs could not be attributed to LBL directly.
- LBL was dependent on over 2,000 IT applications. Rapid analysis of critical business requirements allowed us to settle on 120 critical applications and start retiring those that were redundant and led to a reduction in the IT cost base of over £150m.
- Managed the sale of Investment Banking, Global Finance, and Equity divisions to Nomura Holdings Inc., leading to the transfer of approximately 2,400 employees and subleasing of office space.
- Sublet of one-third of the Lehman Brothers group's Canary Wharf office to Nomura and commercialisation of unused space generated additional revenue and reduced occupancy costs.
- Developed specialist in-house tools to manage counterparty exposures, asset reporting, and external queries.
- Negotiated transitional service agreements with LBHI and other affiliates to maintain service continuity and manage intercompany claims worth $1.9 billion receivables and $1.2 billion payables.
- Coordinated with pension trustees and regulators, submitting an initial £148 million proof of debt and managing Pension Scheme transitions.
- Worked with HMRC to recover corporation tax and ensure VAT compliance.

2009

- The cost recharge agreement enabled LBL to recover over £245 million from other Lehman entities for payroll, occupancy, and operational costs, thereby reducing net liabilities.
- Developed and executed a long-term property and data centre strategy, including the disposal of non-essential residential and office assets, commercialisation of underutilised space, and implementation of systems for asset recovery, documentation, and contract management, resulting in significant cost savings and potential asset realisations.
- IT infrastructure rationalisation reduced LBL's IT cost base from £204 million to approximately £50 million, enhancing financial efficiency.
- Intercompany claims totalling $7 million were filed against LBHI and other entities, with further guarantee claims in preparation, supporting potential recoveries.
- Employee-related liabilities were mitigated through TUPE transfers, performance-based retention strategies, and recovery of outstanding loans from ex-employees.
- Filed global intercompany and guarantee claims, supported by a central repository and standardised documentation.
- The transitional services agreement with LBHI and other affiliates facilitated cost recovery and reduced interdependence, with £48.2 million invoiced to LBHI and £7.5 million directly benefiting LBL.
- Further stabilised IT operations by reducing applications from 2,000 to 120 and downsizing staff from 720 to 60.
- On 28 July 2009 the Administrators made an application to Court to extend the period of the Administration. The Court made an Order extending the Administration until 30 November 2011.

2010

- Forensic data capture was completed across all core UK and US applications, supporting litigation and claims resolution processes, thereby enhancing the potential for asset recovery.
- The relocation of the Lehman Brothers group to a new London office location was completed, significantly reducing occupancy costs and enabling more efficient cost recovery.
- A cost recharge agreement remained in force, under which LBL issued invoices totalling over £383 million by September 2010, ensuring recovery of payroll and operational costs from Group entities.

- LBL's intercompany debt recovery remains dependent on Affiliate asset recoveries. While focus has shifted to progressing Affiliate balances, this interdependency limited recoveries to $200k during the year.
- Bilateral agreements with LBHI and other Affiliates facilitated recovery of £62.1 million in service charges, including salary and IT recharges, with further agreements signed to support data provision and cost recovery.
- The Pension Scheme trustees maintained a £148 million claim against LBL, with finalisation expected by year-end. The defined contribution section was wound up.
- The lease for 25 Bank Street was forfeited in December 2010, and the lease for 25 Canada Square was signed by LBIE, removing LBL's property obligations and associated costs.

2011

- Surplus data centre space was surrendered and the remaining lease assigned to LBIE, eliminating LBL's data centre liabilities and enabling asset realisation of £0.9m from sale of IT and data centre assets.
- Sale of Lehman Brothers group art assets generated £1.6m for creditors.
- Supplier contracts were largely novated or terminated, with over 90% of contractual obligations transferred to LBIE.
- An updated claim was received specifying a pension liability of £119m. The Administrators reviewed the claim and its potential effect on creditor distributions.
- Intercompany receivables progressed, with £3.7m recovered from Capstone Limited and £0.1m from smaller affiliates. Claims against LBHI, LBH, LBLIS, and others remain under negotiation, with potential recoveries subject to external proceedings.
- Data provision services to LBHI and other affiliates continued under formal agreements, generating £2.7m in invoiced income from LBHI and £0.5m from other affiliates during the second half of the year.
- The cost recharge mechanism was simplified and now applies only to payroll costs, which were pre-funded to eliminate credit risk. Total receipts under the mechanism reached £610m, with £105m received during the year.
- On the application of the Administrators, the High Court granted an Order on 2 November 2011 to further extend the period of the Administration to 30 November 2013.

2012

- Total recoveries in the year from employee-related loans and expatriate tax liabilities of £2m specifically from former employees, supporting asset realisation efforts.
- Claims from former employees were actively processed, with 98% of submitted claims admitted.
- The claim of £119m from the Lehman Brothers Pension Scheme was formally certified and admitted into the Administration.
- A settlement agreement with LBHI and other U.S. Affiliates became effective on 6 March 2012, following the LBHI Plan of Reorganisation. This led to the admission of unsecured claims by ten U.S. Estates, totalling approximately $367m. LBL received £11.1m ($17.6m) in first distribution payments.
- A final settlement was received from LB Services India and related entities, contributing £20m in total receivables.
- LBL held a claim of approximately $1.2bn against LBH. Recovery remained uncertain.
- Payroll-related cost recharges to other Group companies amounted to £24.8m during the year, bringing total receipts under the recharge agreement to £689.8m.
- LBL's $225m claim against LBLIS was admitted with priority over the principal U.S. creditor.
- Discussions were ongoing with non-Debtor U.S. Affiliates regarding settlement of receivables totalling approximately $9m, with expected recoveries of at least $2m.
- Claims were submitted in the estates of Lehman Brothers Europe Limited and LBIE, with discussions ongoing with their Administrators.
- Data services provided to LBHI and Lehman Brothers Bankhaus generated £6.4m in billings during the year, and all contractual data-sharing arrangements with overseas Lehman Brothers group companies ceased by December 2012.

2013

- Preferential creditor claims were reviewed and admitted in full, with 62% of expected claims submitted by the end of the period. Payment of agreed claims commenced in June 2013.
- Outstanding loans from former employees continued to be recovered, total recoveries reached £6.8m, with £240k collected either directly or in connection with expatriate tax loans in this year.

- Intercompany claims against LBIE and LBEL remained under review, with adjustments pending to reflect actual service costs incurred. LBEL had paid a 40p/£ dividend and reserved funds for LBL's claim.
- LBL received $43.2m in distributions from LBHI and other US Chapter 11 estates.
- An initial payment of $44m was received from LBLIS against an agreed claim of $225m.
- A settlement of $8.3m was agreed with LBHI for 76 non-Chapter 11 Affiliates, received in full and final settlement.
- LBL's claim of £1.9m against Lehman Brothers Treasury B.V. was admitted, with a first dividend of £0.2m received following Dutch Court approval of the composition plan.
- LBL's largest claim of £709m against LBH remained uncertain, though the Supreme Court's Nortel/Lehman judgment clarified pension liability ranking, facilitating future recoveries.
- On the application of the Administrators, the High Court granted an Order on 25 November 2013 to further extend the period of the Administration to 30 November 2014.

2014

- In March 2014, the Waterfall judgment was handed down and it was held that the shareholders of LBIE may be subject to calls to provide funds to enable LBIE to pay additional sums, including statutory interest, "unprovable debts" such as foreign exchange losses, and subordinated debts. Appeals against aspects of the Waterfall judgment were lodged, with hearings scheduled for March 2015. The Waterfall II application, addressing further liabilities of LBIE, was being monitored closely.
- On the application of the Administrators, the High Court granted an Order on 20 June 2014 to further extend the period of the Administration to 30 November 2016.
- On 20 June 2014, the High Court granted leave for the Administrators to pay distributions to non-preferential unsecured creditors.
- LBL received £28.9m from LBH as part of a first interim distribution following the pension settlement in September 2014 in respect of its £709m claim.
- Payment of agreed preferential claims progressed, reaching 86% of expected claims by value as of 14 September 2014, with a further 4% paid later in 2014.
- A settlement was reached in the Upper Tribunal proceedings concerning the Lehman Brothers Pension Scheme, resulting in full funding of the Scheme's deficiency. The impact on LBL's £119m pension claim was under review.
- Intercompany recoveries continued, including $18.2m from LBHI in US Chapter 11 proceedings (total received: $78.4m), $21.6m from LBLIS (total received: $65.6m) and £3.8m from Lehman Brothers Japan and £3.4m from Lehman Brothers ODC 3 Limited, with additional distributions anticipated.

2015

- Preferential claims (primarily from former employees) were largely settled, with 94% of expected claims by value agreed and paid by March 2015.
- Continued adjudication of unsecured creditor claims, with a first interim dividend of 1.66p in the pound declared in December 2014 and subsequent catch-up dividends totalling £0.2m paid in March and June 2015.
- The Waterfall I and II proceedings progressed, with judgments received in May and July 2015 respectively. These proceedings materially affected the potential liability of LBL as shareholder of LBIE and therefore impact future dividend prospects.
- Settlement was reached with HMRC in July 2015 regarding Employer NICs on certain EBT-related options, removing a potential £3m unsecured claim from HMRC. A claim remained in respect of five beneficiaries who did not accept the settlement.
- By 14 September 2015, approximately £110m of unsecured claims were admitted, with fewer than 10 claims remaining to be adjudicated. Three appeals against claim rejections were ongoing.
- Claims totalling approximately £11.1bn remained reserved for, including significant claims from LBIE (£10.4bn), LBHI2 (£257m), and LBEL (£447m), all of which were subject to ongoing intercompany and Waterfall-related issues.
- Intercompany receivables continued to be pursued, with recoveries of approximately £17m in the first half of the year and £10m in the second half of the year. Distributions totalling £57.4m were received from LBHI and other U.S. Affiliates under the Chapter 11 Plan. Recoveries from LBLIS reached a cumulative of $72m of a $225m claim, with $6.3m received in the year. Also, a full repayment of £2.9m (including interest) was received from MBAM Investors Limited.
- Following notice of the first interim dividend, LBIE submitted a £10.4bn claim against LBL's estate, comprising: £119m for pension liabilities, £254m in intercompany balances, and a £10bn contingent claim related to potential shareholder liability for statutory interest, non-provable debts, and subordinated debt.

2016

- $120.1m was recovered during the year from LBLIS in settlement of the principal debt element of its claim.
- Ongoing adjudication of unsecured creditor claims, with £0.9m admitted and £0.1m rejected, and further catch-up dividends totalling £127k paid during the year.
- Preferential creditor claims continued to be processed, with approximately 95% of expected claims by value agreed and paid by the end of the year.
- The Waterfall proceedings (I, II, and III) progressed materially, with significant litigation activity undertaken to resolve LBL's potential liability as shareholder of LBIE and to determine the treatment of contingent contribution claims. LBIE's early filing of the Waterfall III application imposed significant time pressure on LBL, requiring extensive document review and legal preparation.
- LBL received distributions from LBH totalling £14.2m in relation to the claim of £709m.
- Receipts from LBHI under US Chapter 11 proceedings totalled $12m during the year.
- A claim of €1.58m against Lehman Brothers Bankhaus was admitted and paid in full with interest by the end of the year.
- In November 2016, Lehman Brothers Capital GmbH paid a first and final distribution of 95% of the outstanding debt which resulted in €748k being received into the estate.
- On 4 November 2016, the Court granted the Administrators' application for an extension to the Administration by a further four years to 30 November 2020.

2017

- Recovery of intercompany receivables, including £450.8m in the year, significantly enhanced available funds for distribution.
- A final distribution of $43m received from LBLIS, resulting in full recovery of $235m including $10m of interest. A further £0.4m was also received, reimbursing LBL for costs incurred on behalf of LBLIS.
- The Waterfall I judgment was delivered by the Supreme Court in May 2017, largely favouring LBL and significantly reducing its potential liabilities. Following this, the Waterfall III proceedings concerning intercompany claims and LBL's shareholding in LBIE were settled on 6 September 2017. The settlement resolved all outstanding claims between Lehman entities, including LBIE's £10.4bn claim against LBL, which was agreed at nil, LBEL at £282.2m, LBHI2 at £257.2m, and LBL's claim in LBH at £709m. Waterfall II proceedings continued but were no longer expected to materially affect LBL.
- Received $9m in distributions from LBHI and other US Affiliates under Chapter 11 proceedings, with further recoveries anticipated. Additional recoveries from Lehman entities in India and other jurisdictions, including £1.1m from Lehman Brothers Securities Private Limited and £213k from Lehman Brothers ODC3 Limited.
- As a part of the Waterfall III settlement, a £446.4m interim dividend was received from LBH, bringing the total recovery at this time to 69.04p/£ on LBL's admitted claim.
- The landlord of 25 Bank Street appealed the Administrators' rejection of a substantial and complex claim. A Court hearing was set for February 2017, but the parties reached a confidential settlement to resolve the matter.
- Dividends declared on 6 September 2017 and paid during the year included second interim dividend of 98.34p/£ to ordinary unsecured creditors, first interim dividend of 77.44p/£ to subordinated creditors, catch-up dividends of £9.5m paid on newly adjudicated unsecured claims and preferential claims continued to be adjudicated and paid at 100p/£.
- In December 2017, recoveries included $6.1 million from LBHI Chapter 11 proceedings, £500,000 from Lehman Brothers Japan, and smaller amounts from other Group entities.

2018

- In April 2018, a second and final dividend of 22.56p in the £ was paid on subordinated claims, bringing the total to 100p in the £.
- In April 2018, additional recoveries included $1.4 million from LBHI, £6.456 million and £475K from Lehman Brothers ODC3 Limited, and £153K from Eldon Street Holdings Ltd – in administration.
- In September 2018, an interim distribution of 31.4% of statutory interest entitlements was declared and paid to preferential, unsecured, and subordinated creditors.
- Catch-up and reissued dividends totalling £2.7 million were paid to ordinary unsecured creditors during the year.
- In September 2018, LBL received £131.8 million from LBH, bringing the dividend received to 87.63p in the £ on its £709 million admitted claim.
- Throughout the year, £144.7 million of intercompany receivables were recovered from Group companies.
- In October 2018, $2.3m was received from LBHI under its US Chapter 11 Plan, though further recoveries remain uncertain and subject to clawback provisions.

2019

- Distributions of statutory interest were made during the year, bringing total statutory interest paid to £159.1m.
- £2.3m in catch-up and reissued dividends were paid to creditors following adjudication of additional claims.
- £111.9m was recovered from intercompany debtors.
- A final distribution of £87.7m and a first statutory interest payment of £17.8m was received from LBH during the year, completing recovery of LBL's £709m claim.
- £378k was received from Lehman Brothers ODC3 Limited as part of a seventh distribution.
- £3.7m was received from Thayer Properties (Jersey) Limited as part of its first distribution.

2020

- Intercompany recoveries during the year included c.£1.3m from Lehman group entities.
- Catch-up and reissued dividends totalling c.£6.5m were paid to creditors, including statutory interest, following adjudication of additional claims.
- Legal proceedings initiated by LBHI in the US Bankruptcy Court seek to claw back c.$128m from LBL, impacting the availability of funds for distribution.
- c.CHF700k was received from the estate of Lehman Brothers Finance SA by way of first distribution.
- c.£600k was received from Lehman Brothers ODC3 Limited by way of an eighth interim distribution.
- The Court granted a further extension of the Administration to 30 November 2022, enabling continued asset realisations and creditor distributions.

2021

- A $112 million settlement was reached in proceedings brought by LBHI against LBL and certain other Group companies in connection with amounts previously paid by LBHI in 2011. The settlement was approved by the US Bankruptcy Court, resulting in the formal dismissal of the proceedings and facilitating further distributions of Statutory Interest by LBL.
- As part of the settlement, the Subordinated Affiliates agreed to subordinate their Statutory Interest entitlements to those of LBL's third-party creditors. This enabled LBL to make a further £47.2 million Statutory Interest payment to its admitted non-Group creditors, satisfying their Statutory Interest entitlements in full at £62.6 million.
- LBHI's subordinated £5.0 million admitted claim was subsequently paid in full.
- Statutory Interest payments were completed to all admitted preferential and unsecured creditors (excluding Subordinated Affiliates), bringing their cumulative receipts to 100%.
- Subordinated Affiliates received a total of 77.62% of their Statutory Interest entitlements by the end of 2021, including a 33.6% distribution paid in April and a further 12.62% in September 2021.
- A catch-up dividend of approximately £10m was paid to creditors whose claims were agreed or updated during the year.
- Intercompany recoveries during the year included c.£215m from LBH, comprising principal and Statutory Interest, and c.£370k from Lehman Brothers ODC 3 Limited, bringing total recoveries from Lehman Brothers ODC 3 Limited to c.£13.4m (64.8% of LBL's admitted claim).

2022

- Payment of approximately £57 million in Statutory Interest reduced available cash reserves.
- LBL's largest outstanding claim of £709 million against LBH has now been fully paid, along with approximately £232 million in Statutory Interest, £39 million of which was received during the year. Further interest payments depended on litigation outcomes related to LBHI2 subordinated claims. Additionally, smaller recoveries totalling about £82,000 were received from other UK group companies.
- Payment of approximately £4.8 million in connection with a shared contractual obligation with other UK Lehman estates represented a necessary estate expense, approved by the Creditors' Committee.
- Six catch-up payments totalling £63k (£31k principal and £32k Statutory Interest) were made to previously uncontacted creditors following tracing efforts.
- On 25 November 2022, the Court granted the Administrators' application for an extension to the Administration by a further three years to 30 November 2025.

2023

- LBH's subordinated claim in LBHI2 was confirmed by the Supreme Court to rank ahead of Lehman Brothers Holdings Scottish LP3's claim, potentially enhancing LBL's future recoveries via LBH.
- A Framework Agreement was entered into by LBH, resolving key disputes including a creditor complaint, facilitating future Statutory Interest payments to LBL.
- A minor recovery of £116k was received from Lehman Brothers Australia Limited; approximately six other intercompany balances continued to be monitored for potential realisations.
- The tracing exercise with the Department for Work and Pensions resulted in contact with 12 creditors.
- Statutory Interest payments to HMRC on admitted claims totalled £771k was paid. Employer National Insurance related claims were paid in full with £15k in Statutory Interest.

2024

- There was one further disputed claim for £1.0 million by an LBHI-controlled entity, Winter Garden Inc., against LBL which remained to be adjudicated. This claim was partially accepted by the LBL Administrators and paid in May 2024.
- In March 2024, a final principal distribution of £5m was paid to a sub-subordinated creditor, representing full settlement of their admitted claim. At the same time, a Statutory Interest distribution of £13.7m was made to the Subordinated Affiliates, completing the final 22.38% of their entitlement. This brought the cumulative Statutory Interest paid to Subordinated Affiliates to approximately £361m.
- On 31 May 2024, a previously unadjudicated unsecured claim was partially accepted. A principal payment of £929k and Statutory Interest of £1.1m (inclusive of £234k in withholding tax) was made.
- Catch-up payments totalling £130k in principal and £70k in Statutory Interest were issued following successful tracing and verification of previously uncontactable creditors.
- The estate received £1.1m from the sale of £11.3m in tax losses during the year.
- Intercompany dividends of £278k were received. The largest outstanding intercompany receivable remains from LBH, linked to the unresolved Partial Discharge Issue.
- On 21 November 2024, the Administrators concluded a Settlement Agreement with the LBH Administrators which facilitated the payment of a number of LBL claims and a return of equity to LBH. As part of that agreement, £174.7m was received by way of a Statutory Interest distribution from LBH following a commercial compromise being reached on the Partial Discharge Issue.
- Pursuant to the Settlement Agreement executed on 21 November 2024, LBL made payments of £45.5m to LBH, £41.4m to LBHI2, and £6.2m to LBHI.
- The Creditors' Committee was dissolved in November 2024 following the full settlement of all creditor claims.
- A shareholder equity distribution of £132.8m was made to LBH on 3 December 2024.

2025

- Residual creditor tracing efforts have concluded, and it has been determined that £917k (including £532k in Statutory Interest calculated to 30 November 2025) was paid to the Insolvency Service's unclaimed dividends unit.
- On 3 February 2025, the Administrators agreed a full and final settlement of amounts due from Lehman Brothers (PTG) Limited – in administration (£20k) and Thayer Properties Limited – in liquidation (£50k). The remaining intercompany balances due to LBL totalled £1.0m. These claims were assigned to LBH as part of the steps required to facilitate the closure of LBL.
- LBH replaced LBL as the representative member of the VAT group.
- Payment was made of £2.9k principal and £3.7k Statutory Interest to HMRC in full and final settlement of tax charges.
- Following engagement to confirm aspects of HMRC's pre-appointment claim, a top-up distribution of c.£21k plus associated Statutory Interest of c.£29k was paid.
- On 8 October 2025 the Administrators made an application to Court to extend the period of the Administration. The Court made an Order extending the Administration until 30 November 2026.

2026

- Conducted discussions and correspondence with key stakeholders, including the Administrators of LBH, legal advisers and other interested parties, to confirm the proposed exit mechanism and obtain necessary approvals.

- Progressed the detailed action plan required to effect the transition from administration to MVL, including identifying and sequencing the necessary procedural, legal and regulatory steps.
- Reconciled LBL's HMRC accounts and reviewed historic tax and payroll records to resolve outstanding balances and legacy PAYE and National Insurance issues.
- Reached agreement with HMRC that settled the outstanding VAT position, including VAT HMRC had withheld against about £0.6m of employment tax liabilities and the matching positions in other Lehman group companies.
- Paid £667k to group companies for their VAT receivables, which closed the VAT matter.
- Agreed with HMRC the basis for settling the EBT matters, including historic distributions and processing a final claim settlement payment for £25.9k including Statutory Interest.
- Responded to an HMRC information notice, providing relevant information from the Company's records.
- Met the Directors to discuss the Company's financial position, the timing of the liquidation and the remaining steps.
- Concluded the Administration and processed the statutory reports and notices to enter MVL.

Appendix C: Receipts and payments

Covering the period 15 September 2008 – 29 October 2026

Amount in millions	Notes	GBP	EUR	USD	CHF	As at 29 Oct 2026 Total in GBP	As at 14 Sep 2026 Total in GBP	Movement
Receipts								
Contribution from third parties	1	142.4	0.6	11.3	-	150.1	150.1	-
Building recharge receipts		130.4	-	-	-	130.4	130.4	-
Payroll recharge receipts		502.0	0.1	57.1	-	538.4	538.4	-
Other (including realisations and payments for other companies)		1,400.8	3.9	222.8	0.9	1,544.9	1,544.9	-
Tax related receipts		728.7	-	-	-	728.7	728.7	-
VAT received on invoices		16.9	-	-	-	16.9	16.4	0.5
Total receipts for period		**2,921.2**	**4.6**	**291.2**	**0.9**	**3,109.4**	**3,108.9**	**0.5**
Payments								
Building and occupancy cost		(179.4)	(0.3)	(62.9)	-	(219.7)	(219.7)	-
Payroll and employee costs	2	(520.6)	(2.8)	(45.2)	-	(551.7)	(551.7)	-
Return of recharge surplus		(2.4)	-	-	-	(2.4)	(2.4)	-
Other costs and payments		(74.5)	(0.3)	(1.2)	(0.0)	(75.5)	(75.5)	-
Other advisers' costs		(1.5)	-	-	-	(1.5)	(1.5)	-
Legal fees		(44.6)	-	(5.2)	-	(48.4)	(48.4)	-
Administrators' fees	3	(49.3)	-	-	-	(49.3)	(49.0)	(0.3)
Settlement of clawback liability		-	-	(112.0)	-	(80.8)	(80.8)	-
Return of Corporation Tax to group companies		(469.9)	-	-	-	(469.9)	(469.9)	-
VAT related payments		(211.8)	-	-	-	(211.8)	(211.8)	-
VAT paid on invoices		(23.4)	-	(1.4)	-	(23.1)	(22.4)	(0.7)
Intercompany transfer		(1.5)	-	-	-	(1.5)	(1.5)	-
Total payments for period		**(1,579.0)**	**(3.4)**	**(227.9)**	**(0.0)**	**(1,735.7)**	**(1,734.7)**	**(1.0)**
Inter-currency transfers								
Receipts from inter-currency transfers		164.1	2.7	189.2	-	309.1	309.1	-
Payments from inter-currency transfers		(131.1)	(3.9)	(252.5)	(0.9)	(297.7)	(297.7)	-
Non-cash brought forward FX adjustment		-	-	-	-	(10.3)	(10.3)	-
Net inter-currency transfers		**33.0**	**(1.2)**	**(63.3)**	**(0.9)**	**1.1**	**1.1**	**-**

Distributions								
Distribution to Preferential creditors @ 100p/£ (declared 07/06/13)		(1.9)	-	-	-	(1.9)	(1.9)	-
Distribution to Unsecured creditors @ 1.66p/£ (declared 15/12/14)		(11.3)	-	-	-	(11.3)	(11.3)	-
Distribution to Unsecured creditors @ 98.34p/£ (declared 06/09/17)		(674.8)	-	-	-	(674.8)	(674.8)	-
Distribution to subordinated creditors @ 77.44p/£ (declared 06/09/17)		(19.4)	-	-	-	(19.4)	(19.4)	-
Distribution to subordinated creditors @ 22.56p/£ (declared 14/04/18)		(5.6)	-	-	-	(5.6)	(5.6)	-
Distribution to sub-subordinated creditor @ 100p/£ (declared 14/03/24)		(5.0)	-	-	-	(5.0)	(5.0)	-
Distribution to Unsecured creditors @ 100p/£ (declared 31/05/2024)		(0.9)	-	-	-	(0.9)	(0.9)	-
Distribution to Unsecured creditors @ 100p/£ (declared 13/06/2024)		(0.0)	-	-	-	(0.0)	(0.0)	-
Distribution to Unsecured creditors @ 100p/£ (declared 21/01/2025)		(0.1)	-	-	-	(0.1)	(0.1)	-
Gross distribution to Preferential, Unsecured and Subordinated creditors of Statutory Interest @ 31.4% (declared 13/09/18)		(160.9)	-	-	-	(160.9)	(160.9)	-
Gross distribution to Unsecured creditors of Statutory Interest @ 33.6% (declared 12/03/21)		(146.5)	-	-	-	(146.5)	(146.5)	-
Gross distribution to Preferential and Unsecured creditors of Statutory Interest @ 68.6% (declared 13/04/21)		(47.8)	-	-	-	(47.8)	(47.8)	-
Gross distribution to Unsecured creditors of Statutory Interest @ 12.62% (declared 16/09/21)		(56.6)	-	-	-	(56.6)	(56.6)	-
Gross distribution to Unsecured creditors of Statutory Interest @ 22.38% (declared 14/03/2024)		(13.7)	-	-	-	(13.7)	(13.7)	-
Gross distribution to Unsecured creditors of Statutory Interest @ 100% (declared 31/05/2024)		(1.2)	-	-	-	(1.2)	(1.2)	-
Gross distribution to Unsecured creditors of Statutory Interest @ 100% (declared 29/11/2024)		(6.2)	-	-	-	(6.2)	(6.2)	-
Gross distribution to Unsecured creditors of Statutory Interest @ 100% (declared 03/12/2024)		(86.9)	-	-	-	(86.9)	(86.9)	-
Gross distribution to Unsecured creditors of Statutory Interest @ 100% (declared 21/01/2025)		(0.1)	-	-	-	(0.1)	(0.1)	-
Shareholder distributions declared (03/12/2024)		(132.8)	-	-	-	(132.8)	(132.8)	-
Final settlement of unsecured claims		(0.0)	-	-	-	(0.0)	-	(0.0)
Unbanked distributions paid to the Insolvency Service		(0.9)	-	-	-	(0.9)	(0.9)	-
Total distributions		**(1,372.7)**	**-**	**-**	**-**	**(1,372.7)**	**(1,372.7)**	**-**
Rounding	**4**	(0.5)	-	-	-	(0.1)	(0.1)	-
Net cash position		**2.0**	**-**	**-**	**-**	**2.0**	**2.5**	**(0.5)**
Bank balances								
HSBC	5	2.0	-	-	-	2.0	2.5	(0.5)
Net bank balance		**2.0**	**-**	**-**	**-**	**2.0**	**2.5**	**(0.5)**

Notes to the receipts and payments account

1. Amounts include elements of building and occupancy and payroll-related recharges.
2. Amounts include payroll costs attributable to LBL.
3. Historical amounts shown include Administrators' disbursements of c.£0.8m. No disbursements were paid in the Reporting Period.
4. To align the reported figures with the actual bank position, a balancing adjustment was previously included to reflect historic rounding in brought-forward balances and the impact of exchange rate movements. Accordingly, the reconciled bank balance as at 29 October 2026 is £2.0 million.
5. Funds were held in non-interest bearing accounts to allow for the simplification of the Company accounts and taxes.
6. Amounts shown exclude VAT, unless otherwise stated.
7. Figures in the table may not be perfectly cast due to rounding.
8. Funds have historically been held in different currencies in order to reduce the risk to the estate of exchange rate fluctuations when settling non-GBP liabilities (for example, legal fees payable in USD). All of the estate funds are now held in GBP.
9. 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 D: Expenses

Expenses are amounts properly payable by us as Administrators but exclude our fees and distributions to creditors. These 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 our firm or our associates or which have an element of shared costs (for example, photocopying and mileage disbursements, or costs shared between different insolvent estates).

We don't need approval from creditors to draw Category 1 expenses as these have all been provided by third parties but we do need approval to draw Category 2 expenses. The body of creditors who approve our fees (in this case formerly the LBL Committee and currently the LBH Committee) also has the responsibility for agreeing the basis 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 are charged at cost.

The following table provides a breakdown of the expenses incurred in the period, as disbursements by PwC and may be recharged to the case. No Category 2 expenses were incurred in the period.

Category	Cost incurred by	Basis of Costs	Costs incurred (£)
1	External providers	Courier and postage	10
2	PwC	Printing - at 10 pence per sheet copied, only charged for circulars to creditors and other bulk copying	nil
2	PwC	Mileage - petrol / diesel / hybrid - 64 pence per mile (up to 2,000cc) or 80 pence per mile (over 2,000cc); full electric - 72 pence per mile; bicycle - 12 pence per mile	nil
		Total	**10**

The expense policy set out above was approved by the former Creditors' Committee

Analysis of expenses and Administrators' remuneration

As previously reported, due to the age and complexity of the Company the below expenses statement reflects only the expenses incurred in the Reporting Period with the aim of providing transparency by showing costs attributable to the period, regardless of when they are ultimately paid. Details of cash movements, including payments made in both the current and prior periods, continue to be set out in the receipts and payments account in Appendix C.

Given the relatively lower level of activity and costs in the estate, expenses are presented in whole pounds to enhance clarity and readability. The receipts and payments account remains presented in £m for consistency with prior reports.

R&P category	Incurred in Reporting Period (£)
Legal fees	127,925
Administrators' time costs	194,902
Administrators' disbursements	10
Total	**322,837**

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

The table should be read in conjunction with the receipts and payments account at Appendix C, which shows expenses actually paid during the period and the total paid to date.

Payments to associates and subcontracted work

Throughout most of the Administration, certain work was undertaken by employees of LBIE and LB SF Warehouse Limited, reflecting their existing knowledge of the Company's affairs and the efficiencies achieved through centralised service delivery. These costs were recharged to the Company on a time cost basis, with appropriate approval obtained where required.

The Administrators utilised this approach as it delivered cost savings to the Company's creditors by avoiding duplication of effort and utilising specialist knowledge of the estate.

No payments to associates or in respect of subcontracted work were made in the Reporting Period.

Legal and other professional firms

The Administrators utilised the following professionals on this case during the Reporting Period:

Service provided	Name of firm / organisation	Reason selected	Basis of fees
Legal services, including: ● Legal input into the claims adjudication process and settlement where required ● Advice in respect of unclaimed dividends ● Advice on other ad hoc matters ● Advice on the proposed exit from administration and transition into MVL	● Linklaters LLP	Specialist knowledge and experience (in overseas jurisdictions, where applicable)	Time cost basis
Legal services, including: ● Legal advice provided to the Directors in relation to their appointment ● Legal advice provided to the Directors in relation to the declaration of shareholder dividends ● Legal advice provided to the Directors in relation to the Directors and Officers insurance policy	● Squire Patton Boggs	Specialist knowledge and experience	Time cost basis

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

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

Appendix E: Administrators' remuneration

Our fees were approved on a time costs basis by the former Creditors' Committee by reference to time properly given by the Administrators and their staff in attending to matters arising in the Administration. To date, the Administrators have drawn fees of £49.3m (including disbursements), in line with the approvals obtained, as shown in the receipts and payments account. During the Reporting Period, the Administrators drew fees of £274.1k on account of time costs as shown in Appendix C.

Additionally as previously explained, approval of the LBL Administrators' remuneration is sought from the LBH Creditors' Committee, given the alignment of economic interests between the estates. During the previous period, the LBH Creditors' Committee approved an additional £1.25m of fees for the period 1 December 2025 to 30 November 2026.

The time costs incurred in the Reporting Period amount to £194.9k. An analysis of the total hours and costs incurred by grade of staff is set out later in this appendix. Details of work undertaken to date and anticipated future work are also provided below.

Our time charging policy and hourly rates

We and our team charged our time for the work we needed to do in the Administration. We delegated tasks to suitable grades of staff, taking into account their experience and any specialist knowledge that is needed and we supervised them properly to maximise the cost effectiveness of the work done. Complex or important matters of exceptional responsibility are handled by our senior staff or us.

All of our staff who worked on the Administration (including our 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 our cashiers, support and secretarial staff is charged separately and isn't 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). We don't charge general or overhead costs.

We set out below the maximum charge-out rates per hour for the grades of our staff who worked on the Administration.

We called on colleagues such as those in our Tax and VAT departments where we need their expert advice. We also utilise Technology Specialists from the wider Restructuring team or other parts of our firm. Their specialist charge-out rates vary but the following are the maximum rates by grade per hour.

In common with many professional firms, our scale rates may rise e.g. to cover annual inflationary cost increases.

	To 30 June 2026		From 1 July 2026	
Grade	**Restructuring, Insolvency & Forensics (£)**	**Tax, Legal, Data & Technologists (£)**	**Restructuring, Insolvency & Forensics (£)**	**Tax, Legal, Data & Technologists (£)**
Partner	1,120	1,465	1,150	1,505
Consultant	N/A	1,465	N/A	1,505
Director	1,030	1,380	1,060	1,420
Senior Manager	825	1,120	850	1,150
Manager	660	815	680	840
Senior associate	540	600	555	620
Associate and support staff*	340	335	350	345

*inc. Offshore Professionals

The Administrators have continued to utilise a retired tax partner as a consultant across the Lehman Brothers group for the purpose of utilising his expertise on the ongoing complex issues. He is charged at the same rate as other specialist partners.

Our offshore professional colleagues have been utilised to provide assistance in the insolvency, albeit that the majority of the work is undertaken by the UK based team. Off-shore professionals may include those with appropriate insolvency experience, an accounting or finance-related qualification and appropriate skills to complete basic insolvency related tasks and provide administrative support to the team including efficient document preparation and data entry, records management, and general data analytics. All work under the supervision of more senior staff.

Our relationships

We have no business or personal relationships with the parties who approve our fees or who provide services to the Administration where the relationship could give rise to a conflict of interest.

Our hours and average rates

Analysis of Administrators' time costs for the Reporting Period 15 September 2026 to 29 October 2026

	Partner		Consultant [1]		Director		Senior Manager		Manager		Senior Associate		Associate *		Total		Average hourly rate
Reporting Category	**Hours**	**Cost (£)**	**Hours**	**Cost (£)**	**Hours**	**Cost (£)**	**Hours**	**Cost (£)**	**Hours**	**Cost (£)**	**Hours**	**Cost (£)**	**Hours**	**Cost (£)**	**Hours**	**Cost (£)**	**(£)**
Accounting and Treasury	1.8	2,070	-	-	-	-	-	-	1.8	1,224	3.8	2,081	0.4	117	**7.7**	**5,492**	713
Employee and Creditor Claims	0.8	920	-	-	-	-	-	-	0.1	68	4.8	2,664	3.8	1,330	**9.5**	**4,982**	524
Statutory and Compliance	3.4	3,910	-	-	-	-	4.0	3,400	11.1	7,514	57.4	31,857	10.9	3,808	**86.7**	**50,489**	582
Strategy and Planning	13.3	15,295	-	-	-	-	42.5	35,893	7.9	5,338	27.9	15,365	-	-	**91.6**	**71,891**	785
Tax and VAT	6.6	7,768	9.5	14,298	1.5	2,130	29.3	33,278	2.3	1,578	5.4	2,997	-	-	**54.5**	**62,048**	1,138
Grand Total	**25.9**	**29,963**	**9.5**	**14,298**	**1.5**	**2,130**	**75.8**	**72,570**	**23.1**	**15,722**	**99.3**	**54,965**	**15.0**	**5,255**	**250.0**	**194,902**	**780**

* includes offshore professionals

During the Administration term, we have incurred time costs totalling £48,468,990 representing 138,786 hours at an average hourly rate of £349.

Notes:

1. The Administrators have continued to employ a retired tax partner as a consultant for the purpose of utilising their expertise.
2. 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.

Our work in the Reporting Period

Earlier in this section we have included an analysis of the time spent by the various grades of staff. Whilst this is not an exhaustive list, in the following table we provide more detail 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, and mitigate risk for the benefit of the Company's creditors.	● Collection and analysis of information for the purposes of statutory reporting and supporting financial management and decision making; ● Preparation, review and completion of periodic bank reconciliations, including associated filing and maintenance of supporting records; ● Processing receipts and payments, including preparation, sanction screening, submission and approval of payments through the relevant systems; ● Maintenance of treasury and banking records and dealing with associated administrative matters; and ● Maintenance and review of accounting records and supporting documentation, including filing and updating relevant case records.
Employee and creditor claims This relates to tasks undertaken in relation to creditors, including the calculation and payment of distributions and responding to inbound creditor queries received.	● Responding to enquiries from former employees regarding historical employment and Pension Scheme; ● Updating employee information held on the case systems where required; and ● Updates to the Company website.
Intercompany The Administrators address intercompany debtors to maximise value for creditors by pursuing and agreeing recoveries with the relevant group entities. This category includes costs associated with the appointment of Directors to the Company as part of the Settlement Agreement implemented to facilitate payments to stakeholders, including LBH and LBHI2.	● Briefing the tax team on the wider Lehman case background, group structure and current status to support ongoing tax workstreams.
Statutory and other compliance This relates to work the Administrators undertake in order to ensure compliance with statutory and regulatory requirements.	● Preparing, reviewing and issuing of the 36th progress report (for the period to 14 September 2026) to creditors and Companies House; ● Monitoring adherence to statutory and compliance tasks, and statutory filings at Companies House and Court; ● Ongoing maintenance of statutory case records, including updating case-management tasks, deadlines and other compliance; and ● Work relating to billing and fee administration, including monitoring and reporting of time spent by administration case staff, planning, review and processing of billing information.
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.	● Ongoing review of the Company's position, key workstreams, outstanding issues and upcoming deadlines, with regular case-planning meetings between the Administrators' case team and legal advisers; ● Maintenance of action plans, trackers and case-planning information to monitor progression of outstanding matters and priorities; ● Planning the Company's proposed exit from administration and transition into an MVL including consideration of the legal and procedural requirements associated with ending the administration; ● Preparation and updating of the end-of-administration checklist and related closure documentation; and ● Preparing the Administrators' internal final administration case review in accordance with professional requirements.

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.	● Responding to an HMRC query, including identifying, reviewing and providing relevant information from the Company's records; ● Finalisation of VAT matters, including processing payable balances to the Group; and ● Ongoing coordination between the Administrators, case team and specialist tax advisers to progress outstanding tax matters and the actions required in advance of the proposed exit from administration.

HIGH COURT OF JUSTICE
29 Oct 2026
THE BUSINESS & PROPERTY COURTS OF ENGLAND & WALES

IN THE HIGH COURT OF JUSTICE **No. 7945 of 2008**

CR-2008-000017

BUSINESS AND PROPERTY DIVISION CR-2008-000017

INSOLVENCY AND COMPANIES LIST

Before The Honourable Mr Justice Hildyard
On 29 October 2026

IN THE MATTER OF LEHMAN BROTHERS LIMITED (IN ADMINISTRATION)

AND IN THE MATTER OF THE INSOLVENCY ACT 1986

ORDER

UPON THE APPLICATION of David Robert Baxendale, Catherine Rachel Atkinson, Zelf Hussain and Edward John Macnamara of PricewaterhouseCoopers LLP, 7 More London Riverside, London, SE1 2RT, the joint administrators of Lehman Brothers Limited (in administration) ("**LBL**") (together, the "**Administrators**")

AND UPON HEARING Oliver Hyams for the Administrators

AND UPON READING the witness statement of Edward John Macnamara dated 23 October 2026 together with exhibit "EJM10"

AND UPON AN UNDERTAKING from LBH (as sole shareholder of LBL), given on its behalf by Counsel for the Administrators that it will, as soon as reasonably practicable after receipt of a sealed copy of this order, sign a written resolution to place LBL into a members' voluntary liquidation

IT IS ORDERED AND DIRECTED THAT

1. in respect of LBL:

a. pursuant to paragraph 79(4) of Schedule B1 to the Insolvency Act 1986 ("**Schedule B1**"), the appointment of the administrators of LBL will cease to have effect upon the sealing of the order by the Court following the hearing on the present Application (being on a date prior to the scheduled expiry date on 30 November 2026);

b. pursuant to paragraph 98(2)(c) of Schedule B1, the Administrators be discharged from liability under paragraph 98(1) of Schedule B1 in respect of any act or omission in their individual capacities as administrators of LBL, such discharge to take effect from the date falling 28 days after registration by the Registrar of Companies of a notice from the administrators of LBL pursuant to paragraph 86(2) of Schedule B1, save in respect of claims notified to them before that date; and

c. pursuant to rule 12.9(2)(b) of the Insolvency (England and Wales) Rules 2016 ("**IR 2016**"), the requirement in rule 3.57(2)(a)(i) of the IR 2016 to give the person who made the administration application at least five business days' notice of the Administrators' intent to apply for this order be dispensed with, for the reasons set out in paragraph 4.4 of the witness statement of Edward John McNamara.

2. the costs of the Application be paid as an expense of the Administrators.

Service of the order:

The Court has sent a sealed copy of this order to:

Linklaters LLP, 20 Ropemaker Street, London, EC2Y 9AR