

IMPORTANT NOTICE

National Securities Clearing Corporation



A# 6694

P&S# 6264

DATE: September 15, 2008

TO: ALL PARTICIPANTS

**ATTENTION: MANAGING PARTNER/OFFICER,
OPERATIONS PARTNER/OFFICER,
DIRECTOR OF OPERATIONS,
MANAGER P&S DEPARTMENT**

FROM: General Counsel's Office

**SUBJECT: Lehman Brothers, Inc. (NSCC Member No. 074) and
Neuberger Berman Management Inc. (NSCC Rule 51
Distributor Member)**

NSCC has received copies of a Voluntary Petition by Lehman Brothers Holdings Inc. to be placed in bankruptcy under Chapter 11 of the Bankruptcy Code and of a Press Release relating to the Lehman Brothers Holdings petition. Lehman Brothers Holdings Inc. is the parent of Lehman Brothers, Inc. ("Lehman"), an NSCC full service Member and Neuberger Berman Management Inc. ("Neuberger Berman"), an NSCC Rule 51 Distributor Member. The Press Release advises that Lehman Brothers Holdings Inc.'s U.S. broker/dealer subsidiaries are not subject to this filing, and continues to operate as broker/dealers.

Lehman and Neuberger Berman are currently in full compliance with their respective NSCC membership requirements.

This is to inform you that at the present time, NSCC is continuing to act for Lehman and Neuberger Berman and will keep members informed of ongoing developments regarding these entities.

We also wish to emphasize that all transactions entered into by Members in good faith with Lehman that have reached a guarantee of settlement pursuant to Addendum K in NSCC's Rules remain fully guaranteed as to their settlement.

Any member that has a question or concern regarding this matter may call their relationship manager.

Merrie Faye Witkin
Managing Director and
Deputy General Counsel