



London
Stock Exchange

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05 October 2009

**For the attention of the
chairman/senior partner/compliance officer,
all member firms**

N45/09

STOCK EXCHANGE NOTICE

Lehman Brothers International (Europe) – in Default – Notification of Lending Arrangements

1. The London Stock Exchange (“the LSE”) issued Notice N43/09 on 21 September 2009 confirming the amendments to its default rules and the introduction of a new rule D160. This rule allows it to impose a deadline on a defaulter and its counterparties for the notification to the LSE of unsettled on-Exchange lending arrangements.
2. Pursuant to rule D160, the LSE hereby notifies all member firm and non-member firm counterparties to Lehman Brothers International (Europe) (“the defaulter”), and the defaulter itself, that any unsettled on Exchange lending arrangements must be notified to the LSE by the close of business on Friday 6 November 2009.
3. Where the defaulter and counterparty do not notify unsettled on Exchange lending arrangements to the LSE within the period specified above, those lending arrangements will be excluded from the default procedures and will therefore not be included in establishing the net amount for certification by the LSE. However they will continue to be regarded as LSE transactions for all other purposes (e.g. stock lending relief).
4. Any net sum notified must result from the application of rule D161. A copy of the relevant default rules is attached to this notice.
5. Any comments or queries on this Notice should be addressed to John Newbury, UK Regulation, telephone +44 (0)20 7797 1615 (STX 31615) or email jnewbury@londonstockexchange.com

Nick Bayley
Head of UK Regulation

This Stock Exchange Notice will be available on the website at
<http://www.londonstockexchange.com/en-gb/products/membershiptrading/rulesreg/stockexnoticesnew/>

Calls to London Stock Exchange plc may be recorded to enable the Exchange to carry out its regulatory responsibilities.