

## > Bonds and Repo Market Update

### > Lehman Brothers International Europe Ltd

Following the issue of Default Notices yesterday in respect of the memberships of Lehman Brothers International Europe in both LCH.Clearnet Ltd and LCH.Clearnet SA, I felt it was appropriate to provide you with an update on the current situation.

All Clearing Members are reminded that any bond or repo trades that we have registered on your behalf, regardless of original counterparty, trade origin or term of trade, remain with LCH.Clearnet as your counterparty. As your counterparty to these trades we are committed to meeting the obligations that arise from this default event and assure all Clearing Members that all registered transactions you hold with us will be honoured.

My colleagues are currently liaising with the Administrators and actively managing LCH.Clearnet's obligations regarding Lehman Brothers International Europe market exposures, either through close out transactions or transfers to other market participants. Further updates will be given in the coming days regarding this process.

In the meantime, if you require any further information relating to this or any other Fixed Income matter, please contact Nick Maggs on the details below.

Best regards

John Burke  
Director, Fixed Income

**FOR FURTHER LCH.CLEARNET INFORMATION PLEASE CONTACT:**

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