

**FAQs relating to the Notice dated 17 September 2009
issued by HSBC Trustee (C.I.) Limited in respect of certain series of notes issued by
Pyxis Finance Limited**

Defined terms:

- *HSBC Trustee (C.I.) Limited (“Trustee”)*
- *Pyxis Finance Limited (“Issuer”)*
- *Equity Linked Notes issued by the Issuer (the “Notes”) (Note: the Notice only applies to those series of Notes referred to in Schedule A of the Notice)*
- *Holder of the Notes (“Noteholders”)*

FAQs:

- 1 What is the purpose of the Notice?

The purpose of the Notice is to inform Noteholders that the Trustee intends to file proofs of claim against Lehman Brothers Holdings Inc. (“LBHI”), on behalf of the Issuer, in respect of contractual and non-contractual claims arising from (1) the derivative contracts under the Notes and (2) the mortgaged property in respect of certain series of the Notes (“Securities”). The Notice confirms the deadlines (“Bar Dates”) established by the US Bankruptcy Court for making such proofs of claim against LBHI.

The Notice also states that the Trustee will file separate questionnaires in connection with such proofs of claim.

- 2 Who will file the proofs of claim against LBHI?

The Notice states that the Trustee will file proofs of claim against LBHI on behalf of the Issuer.

- 3 Why is the Trustee intending to file proofs of claim against LBHI in respect of the derivative contracts under the Notes?

In connection with the Notes, the Issuer entered into certain derivative contracts with Lehman Brothers Finance S.A. (“LBFSA”). Those derivative contracts were guaranteed by LBHI. It is uncertain whether any amounts are payable by LBFSA or LBHI to the Issuer. On the basis that such amounts may be payable, the Trustee has indicated it will file a proof of claim - in respect of a contingent claim - against LBHI on behalf of the Issuer. The deadline for filing such proof of claim is 22 September 2009.

- 4 What are the ‘Securities’ referred to in the Notice?

The Securities consist of notes issued by Lehman Brothers Treasury Co. B.V. and guaranteed by LBHI. These Securities represent the mortgaged property (i.e. the underlying collateral) in respect of certain series of the Notes.

- 5 Why is the Trustee intending to file a proof of claim with respect to the Securities?

The Securities comprise of notes issued by Lehman Brothers Treasury Co. B.V. and guaranteed by LBHI. As guarantor, LBHI has contractual (and possibly non-contractual) obligations under the Securities. The Trustee intends to file a proof of

claim against LBHI in respect of those obligations. The deadline for filing such proof of claim is 2 November 2009.

- 6 The Notice refers to two bar dates for filing proofs of claim (22 September 2009 and 2 November 2009). What is the difference between these two Bar Dates?

There are two Bar Dates because the US Bankruptcy Court has established special procedures regarding the filing of claims arising from securities issued by affiliates of LBHI outside of the United States. The Bar Date for the Securities, which consist of notes issued by Lehman Brothers Treasury Co. B.V. (a company incorporated in The Netherlands), is 2 November 2009. The other Bar Date of 22 September 2009 applies to proofs of claim relating to LBHI's obligations arising from the derivative contracts under the Notes.

- 7 Am I required to take any action pursuant to the Notice?

The Trustee has indicated it will file proofs of claim against LBHI (in respect of the derivative contracts under the Notes and the Securities) without receiving an indemnity from Noteholders. The Trustee has not requested that Noteholders take any action in connection with, or as a condition to, the Trustee's filing of such proofs of claim.

- 8 Does the Trustee require the consent of the Noteholders in order for it to file a proof of claim?

The Notice states that the Trustee intends to file the proofs of claim on behalf of the Issuer. It does not state that the consent of Noteholders will be required.

- 9 Do Noteholders need to identify themselves to the Trustee in order for it to file a proof of claim?

The Notice does not request that Noteholders identify themselves or disclose any personal details/information to the Trustee.

- 10 How does the Notice relate to the notices issued by the Issuer on 24 July 2009 and 28 July 2009 (“**Issuer Notices**”)?

The Notice has been issued by the Trustee to Noteholders and makes no reference to the Issuer Notices. The Notice does not request that Noteholders take any action in order for the Trustee to file proofs of claim against LBHI. This should be contrasted with the Issuer Notices which request that Noteholders identify themselves and agree to submit to the jurisdiction of the US Bankruptcy Court before the Issuer may file a claim against LBHI.

Your distributor bank has written to the Issuer asking it to confirm that Noteholders do not need to identify themselves or agree to submit to the jurisdiction of the US Bankruptcy Court in the manner specified in the Issuer Notices. To date, your distributor bank has not received any response from the Issuer.

Your distributor bank cannot advise you on the effect of the Issuer Notices. However, it is important to note that the Trustee has stated that it will file proofs of claim against LBHI without requesting Noteholders to take any action.

- 11 If Noteholders have already identified themselves to the Issuer pursuant to the notices issued by the Issuer on 24 July 2009 and 28 July 2009, what will happen to the personal details/information that has been provided?

Your distributor bank has written to the Issuer asking it to confirm that any information received by the Issuer from Noteholders (or their distributors) to date will be kept confidential by the Issuer and (in respect of information sent pursuant to the Issuer Notice dated 24 July 2009) HSBC Bank plc (as paying agent) and will not be disclosed to any other person. To date, your distributor bank has not received any response from the Issuer.

- 12 When the Trustee files the proofs of claim against LBHI, will Noteholders' personal details/information be disclosed?

The Trustee has not requested for personal details/information of individual Noteholders as a condition to the Trustee filing the proofs of claim against LBHI.

- 13 Do Noteholders need to submit to the jurisdiction of the US Bankruptcy Courts in order for the Trustee to file proofs of claim?

The Trustee has not requested that Noteholders agree to submit to the jurisdiction of the US Bankruptcy Courts.

- 14 Are the Noteholders required to indemnify the Trustee for any actions taken in relation to the filing of the proof of claim?

No. The Notice states that the Trustee shall file proofs of claim without any indemnity from the Noteholders.

- 15 Who should the Noteholders contact if they have queries?

Noteholders who have any questions should seek their own financial and legal advice immediately.

- 16 Where can I find a copy of the Bar Date Order referred to in the Notice and other up-to-date information with regards to court activity of LBHI and its affiliated debtors?

The Notice states that a copy of the Bar Date Order as well as other up-to-date information with regard to court activity of LBHI and its affiliated debtors can be found at www.lehman-docket.com