

The Depository Trust Company

IMPORTANT

B#: 1806

DATE: April 16, 2001

TO: All Participants

CATEGORY: Dividends

FROM: Dividend Department

ATTENTION: Managing Partner/Officer, Ops. Mgr., Dividend Mgr.

SUBJECT: Enhancements to Intra and End of Day Principal and Income Reporting

In Important Notice B# 9855, distributed on April 20, 2000, DTC advised Participants of plans to make enhancements to the current intra and end of day principal and income reporting. It also requested feedback concerning the requested changes and other additional modifications to reporting. The planned enhancements included the use of additional reason codes to provide greater specificity regarding late payments to be allocated by DTC on the morning following receipt, and also non-payments, especially issues in default if known. Participants were also seeking uniform reporting across all media (PTS, CCF, MDH and hardcopy) and the availability of updated information on unallocated items in end of day CCF files.

DTC is pleased to announce that effective April 20, these enhancements will be implemented. Specifically, additional reason codes, to provide more precise reporting of reasons for non-allocations, will be available to Participants across all media. A listing of all reason codes, including a description of each, is attached to this notice. Additionally, SDAR, the PTS inquiry function used by Participants to view on a real time basis the status of P&I payments, has been enhanced to provide a more customized view of unallocated items, by optionally enabling Participants to sort by reason code. A copy of the enhanced SDAR screen is also attached to this notice.

Additionally, an expanded end of day CCF file of unallocated principal and income payments (CSHEUD) has been added. It will incorporate the new reason codes for unallocated items, as well as include the name of the paying agent responsible for the payment. Participants currently eligible to receive the current

unallocated file (CSHUNL) will also be eligible to receive the new CSHEUD file, which should be available at approximately 8:00 p.m. daily. Participants should contact DTC's Participant Interface Planning department to request this new file. Hardcopy reports will also reflect the new reason codes.

The depository's staff is prepared to assist Participants with any questions relative to these changes. Participants should contact their Relationship Manager regarding PTS procedures and hardcopy reports. Questions regarding CCF file layouts and availability should be directed to DTC's Participant Interface Planning area.

Attachments

Non-Allocation Reason Codes

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HELP
Q$MT          THE DEPOSITORY TRUST COMPANY          DATE: 04/11/2001
D0000067-27          PTS HELP                      TIME: 08:46:37
=====
TOPIC: SDAR NON-ALLOC

                NON-ALLOCATED REASON CODES
AGBP.....AGENT BYPASSED FOR CURRENT P/D
ANFI.....FUNDS NOT RECEIVED BY AGENT
ANNG.....BAD ANNOUNCEMENT
APRR.....APPROXIMATE RATE
BDPD.....BAD PAYABLE DATE
CBP1.....CHURCH BD 1ST PMNT NOT FUNDED
COND.....CONDITIONAL PAYMENT
CSHR.....CASH RATE ZERO
DFLT.....ISSUE IN DEFAULT
DROP.....ITEM DROPPED
EDJR.....ITEM EDIT REJECTED
                                                ...MORE->
=====
ENTER:PROCESS  PF2/14:FUNCTION CODES  PF6/18:RETURN  PF8/20:END FUNCTION
                PF9/21:SIGNOFF        PF10/22:BACKWARD  PF11/23:FORWARD
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HELP
Q$MT          THE DEPOSITORY TRUST COMPANY          DATE: 04/11/2001
D0000067-27          PTS HELP                      TIME: 08:47:16
=====
TOPIC: SDAR NON-ALLOC

EXCA.....AGENT EXCLUDED
EXCC.....CUSIP EXCLUDED
FX.....PENDING CONVERSION OF FUNDS
HICO.....HOLIDAY IN COUNTRY OF ORIGIN
ISNF.....ISSUE NOT FUNDED
JRNA.....JOURNAL ALLOCATION
LAED.....LATE ANNOUNCEMENT W/ELECTIONS
LFID.....ISSUES FUNDED OR IDENTIFIED AFTER CUTOFF
LIQD.....LIQUIDATION
MASF.....INSUFFICIENT FUNDS RECEIVED TO ALLOW ALLOCATION
MULT.....MULTI-CURRENCY
PAST.....P&I EXEMPT FUNDS AFTER PAYDATE
                                                ...MORE->
=====
ENTER:PROCESS  PF2/14:FUNCTION CODES  PF6/18:RETURN  PF8/20:END FUNCTION
                PF9/21:SIGNOFF        PF10/22:BACKWARD  PF11/23:FORWARD
```

HELP

Q\$MT THE DEPOSITORY TRUST COMPANY DATE: 04/11/2001
D0000067-27 PTS HELP TIME: 08:47:40

TOPIC: SDAR NON-ALLOC

PCHK.....PAID UPON RECEIPT OF CHECK
PCUT.....P&I EXEMPT FUNDS AFTER CUTOFF
PEDS.....PENDING EDS ELECTIONS
PEND.....ITEM IS PENDING
PIK.....PAID IN KIND
PUVF.....PD UPON VERIFICATION OF FUNDS
RATE.....LOW BOND RATING
RCNF.....RECAPITALIZATION - NOT FUNDED
RESC.....CALL RESCINDED
RRNF.....REDEMPTION OF RTS-NOT YET FUNDED
SANF.....SALE OF ASSETS-NOT YET FUNDED
SPNF.....SPECIAL DIST.-NOT YET FUNDED
...MORE->

ENTER:PROCESS PF2/14:FUNCTION CODES PF6/18:RETURN PF8/20:END FUNCTION
PF9/21:SIGNOFF PF10/22:BACKWARD PF11/23:FORWARD

HELP

Q\$MT THE DEPOSITORY TRUST COMPANY DATE: 04/11/2001
D0000067-27 PTS HELP TIME: 08:48:52

TOPIC: SDAR NON-ALLOC

TEST.....TEST
TRLF.....ISSUE TRADING FLAT
10DG.....10 DAY GRACE PERIOD
15DG.....15 DAY GRACE PERIOD
20DG.....20 DAY GRACE PERIOD
30DG.....30 DAY GRACE PERIOD

NO MORE.

ENTER:PROCESS PF2/14:FUNCTION CODES PF6/18:RETURN PF8/20:END FUNCTION
PF9/21:SIGNOFF PF10/22:BACKWARD PF11/23:FORWARD

Modified SDAR Screen with new "SKIP TO STATUS" Filter

MENU	HELP			DATE: 04/12/2001	
Q\$MT		THE DEPOSITORY TRUST COMPANY		TIME: 11:52:31	
D0000067-27		DIVIDENDS SETTLEMENT REPORTING			
=====					
UNALLOCATED DIVIDENDS CUSIP DETAILS FOR 04/11/01					
9999 - PARTICIPANT NAME					
ORDER BY:	AMOUNT: X	CUSIP: _ : _____		SKIP TO STATUS: ANFI	
CMD	CUSIP	ACTIVITY	POSITION	AMOUNT	STATUS
-	722299AE4	BOND INTER-13	3,150,000	161,437.50	ANFI
-	722299AF1	BOND INTER-13	1,510,000	81,162.50	ANFI
-	130909KR4	MUNICIPAL -23	20,100,000	64,487.43	ANFI
-	896224AS1	MUNICIPAL -23	15,500,000	54,687.01	ANFI
-	549105AA2	BOND INTER-13	628,123	21,809.83	ANFI
-	575827R69	MUNICIPAL -23	29,775,000	19,105.61	ANFI
-	040114AX8	BOND INTER-13	273,000	16,273.53	ANFI
-	649717KE4	MUNICIPAL -23	17,975,000	11,007.89	ANFI
-	00202VAC1	BOND INTER-13	158,000	8,586.86	ANFI
...MORE->					
COMMANDS: X - TAX DETAILS, O - OTHER FUNCTIONS					
=====					
ENTER:PROCESS	PF2/14:STATUS	PF6/18:PREVIOUS	PF7/19:SDAR MENU		
PF8/20:END FUNCTION	PF9/21:SIGNOFF	PF10/22:BACKWARD	PF11/23:FORWARD		

To use the SKIP TO STATUS filter, the full four letter reason codes must be entered. The resulting default sort order is CUSIP. However, if the SKIP TO STATUS is entered concurrently with the ORDER BY AMOUNT, dollar amount from high to low sort order will be displayed within the STATUS requested.