

The Depository Trust Company
IMPORTANT

B#: 2677
DATE: November 30, 2001
TO: All Participants
CATEGORY: Dividends
FROM: Nilesh Desai, Supervisor, Dividend Department
ATTENTION: Dividend Managers, Cashiers & Reorganization Managers
SUBJECT: Rights: WaveRider Communications Inc.
Common CUSIP#: 943570101 R/D: 10/19/01
Expires: 12/14/01 (5:00 p.m. New York City time)
Rate: one right for each common share held

*****WARNING TIME CRITICAL*****

WaveRider Communications Inc. (“WaveRider”) is distributing non-transferable subscription rights (“Subscription Rights”) to holders of its common stock (the “Common Stock”) as of the close of business on October 19, 2001 (the “Record Date”). Each holder is entitled to one Subscription Right for each share of Common Stock owned on the Record Date. Each Subscription Right will entitle you to purchase one unit, which consists of one share of common stock and one common stock purchase warrant. The purchase price of each unit is \$.40.

The Depository Trust Company (“DTC”) WILL NOT BE ALLOCATING RIGHTS TO PARTICIPANTS’ ACCOUNTS. DTC participants cannot exercise their Subscription Rights through DTC’s Reorganization Department due to the possible proration of units in the basic Subscription. Corporate Stock Transfer (the “Subscription Agent”) has informed DTC that they mailed participants a Prospectus, Instructions For Use of WaveRider Communications Inc., Nominee Holder Certification Form, Beneficial Owner Election Form and a Dear Stockholder letter on 11/16/01. Participants who wish to exercise their Subscription privileges must do so directly with the Subscription Agent.

-Over-

B#: 2677

It is imperative that participants carefully read the offering documents sent to them by the Subscription Agent, as they contain important information on this offer. DTC has forwarded to the Subscription Agent a Record Date listing of participants to insure that participants were mailed the offering documents.

The Subscription Agent will not be mailing Subscription Rights certificates to DTC's participants.

Participants who wish to exercise their Subscription Rights on behalf of their beneficial owners, MUST provide the Subscription Agent with written representation on their firm's letterhead, have authorized by appropriate personnel, indicate a address, contact name, telephone number who can be reached if necessary, include their participant number, fill out the "NOMINEE HOLDER CERTIFICATION" form (see attached) and submit funds for the Subscription. Participants may fax their instructions and "NOMINEE HOLDER CERTIFICATION" form (via telephone facsimile) to the Subscription Agent at (303) 282-5800 and call (303) 282-4800 for confirmation of receipt.

If participants have any questions regarding the procedures for subscribing to units or need copies of offering documents, they must contact Ms. Corrie Youde, of the Subscription Agent, at (303) 282-4800 or Innisfree M & A, Inc. (the "Information Agent") at (888) 750-5834.

THE DIVIDEND POSITION AND ALLOCATION HISTORY (DPAL) OPTION, ACCESSED VIA THE PTS DIVIDEND ANNOUNCEMENT INQUIRY (DIVA) FUNCTION, SHOULD BE USED TO CONFIRM YOUR RECORD DATE POSITION HISTORY.

If participants have any questions concerning this Important Notice, please contact Mr. Raymond Lew or Ms. Susan Alvino of DTC's Stock Divided Department at (212) 855-4523/4532.

NOMINEE HOLDER CERTIFICATION

The undersigned, a bank, broker, trustee, depository or other nominee holder of subscription rights ("Subscription Rights") to purchase Units, each consisting of one share of common stock, par value \$.001 per share (the "Common Stock") and one common stock purchase warrant (the "Units"), of WaveRider Communications Inc. (the "Company") pursuant to the Rights Offering described and provided for in the Company's prospectus dated November 2, 2001 (the "Prospectus"), hereby certifies to the Company and to Corporate Stock Transfer, Inc. (the "Subscription Agent"), that:

1. the undersigned has subscribed for the number of Units specified below pursuant to the Basic Subscription Privilege (as described in the Prospectus) and the Over-Subscription Privilege (as described in the Prospectus) on behalf of beneficial owners of Subscription Rights who have exercised the Subscription Rights, listing separately below each such exercised Basic Subscription Privilege and the corresponding Over-Subscription Privilege (without identifying any such beneficial owner); and
2. each such beneficial owner exercising its Over-Subscription Privilege has exercised its Basic Subscription Privilege in full.

	NUMBER OF UNITS OWNED ON THE RECORD DATE	NUMBER OF UNITS SUBSCRIBED FOR PURSUANT TO BASIC SUBSCRIPTION PRIVILEGE	NUMBER OF UNITS SUBSCRIBED FOR PURSUANT TO OVER-SUBSCRIPTION PRIVILEGE
1.	_____	_____	_____
2.	_____	_____	_____
3.	_____	_____	_____
4.	_____	_____	_____
5.	_____	_____	_____

Name of Bank, Broker, Trustee, Depository or Other Nominee

By: _____
 Authorized Signature

Name: _____
 (Please type or print)