

The Depository Trust Company

IMPORTANT

B#: 8652

DATE: October 13, 2005

TO: All Participants

CATEGORY: Compliance

FROM: General Counsel's Office

ATTENTION: Managing Partner/Officer, Cashier

SUBJECT: Refco Securities, LLC - Participant #116
Refco Securities, LLC - SEC, Participant #7261

Refco Securities, LLC (“Refco”), an indirect subsidiary of Refco Inc. and a Participant of The Depository Trust Company (“DTC”) has informed DTC that it will begin the process of winding down its business.

Refco, which is in full compliance with all of the DTC Participant requirements, remains in business for the purpose of winding down its outstanding positions. Refco has represented to DTC that, as of today, it will not be engaging in any new business except to the extent necessary to offset and effectively liquidate outstanding long and short proprietary and customer positions.

This is to inform you that at the present time, DTC is continuing to act for Refco in an effort to assist Refco in performing an orderly wind down of its DTC activity.

DTC will keep Participants informed of ongoing developments regarding Refco.

Any Participant that has a question or concern regarding this matter may call Nikki Poulos at (212) 855-7633, or Jeffrey Ingber at (212) 855-7630.

Larry E. Thompson
Managing Director and General Counsel