



Attn: Trading and Market Making/Legal and Compliance/Operations/Systems
UNIFORM PRACTICE ADVISORY (UPC # 055-2004) May 4, 2004

Metricom Finance Corporation – 10% Sr. Notes due February 15, 2010

Notice has been received that the above company has made a sixth payment of principal (\$19.90607) on April 20, 2004 to holders of record on July 1, 2002. The distribution will be quoted "ex" on May 5, 2004 and due-bills redeemable on May 7, 2004.

Since the notes have been dealt in flat, members are advised that effective May 5, 2004, trades executed in the notes should be on a "**reduced principal basis**" of \$679.02938 in lieu of \$1,000 principal amount and "ex" the pay-down of \$19.90607 per \$1,000 note. Comparisons and/or confirmations should be marked to indicate the reduction in principal.

Members are further advised that any future distributions will be paid to holders of record of July 1, 2002. Deliveries after the record date should be accompanied by due-bills representing any future payments. Please note that any future distributions will be calculated on a reduced principal basis.

Members should take immediate steps to adjust their records and bookkeeping systems to reflect the reduction in principal.

Questions regarding this notice should be directed to: Market Integrity Department, 203.375.9609.

Tara Petta
Associate Director