



**Attn: Trading and Market Making/Legal and Compliance/Operations/Systems**  
**UNIFORM PRACTICE ADVISORY (UPC # 54-11) August 17, 2011**  
**SONICblue Incorporated (SBLUQ)**

Notice has been received that the above Company's Joint Plan of Reorganization (Plan) filed under Chapter XI of the Federal Bankruptcy Code, became effective on December 4, 2008. Pursuant to the Plan, On the Effective Date, except to the extent provided otherwise in this First Amended Plan, all notes, instruments, certificates and other documents evidencing Claims against or Interests in any of the Debtors will be canceled and terminated, without any further act or action under any applicable agreement, law, regulations, order or rule. On the Effective Date, any Indenture relating to any of the foregoing, including the 1996 Notes Indenture and the 2002 Notes Indenture, will be canceled; provided, however, that the Indentures will continue in effect solely for the purposes of effectuating the Subordination Provisions in the manner set forth in this First Amended Plan and allowing the 2002 Noteholders and the 1996 Notes Indenture Trustee to make any distributions to be made on account of the Indentures and provided further, however, that the provisions of this Article X.H are without prejudice to the SB Claims Special Distribution. Notwithstanding any of the foregoing, all charging lien rights of the 1996 Notes Indenture Trustee are preserved and survive confirmation of this First Amended Plan, and provided further that nothing in this First Amended Plan will eliminate, impair or otherwise affect any charging lien of the 2002 Noteholders or the 1996 Notes Indenture Trustee under the 2002 Notes Indenture or the 1996 Notes Indenture to secure all pre-Effective Date and post-Effective Date amounts provided for therein.

Members are reminded of their obligations under NASD Conduct Rule 2310 if they continue to engage in transactions in the above security after the effective date.

Members are further advised that deliveries in settlement of contracts in the OLD securities, which were executed prior to the announcement that the securities had been deemed worthless, shall be evidenced by either a) the OLD security; or b) a Letter of Indemnity which shall grant the purchaser any rights and privileges which might accrue to the holders of the physical securities. Such deliveries shall operate to close-out the contract and shall be settled at the existing contract price pursuant to Uniform Practice Code Rule 11530.

Questions regarding this notice should be directed to: FINRA Operations- 1-866-776-0800.