

Notice to Members

DECEMBER 2003

INFORMATIONAL

SUGGESTED ROUTING

Internal Audit
Legal and Compliance
Municipal/Government Securities
Operations
Trading and Market Making

KEY TOPICS

Holiday Trade Date–Settlement Date
Schedule

Trade Date–Settlement Date

2004 Trade Date–Settlement Date Schedule

Martin Luther King, Jr., Day:

Trade Date–Settlement Date Schedule

The Nasdaq Stock Market® and the securities exchanges will be closed on Monday, January 19, 2004, in observance of Martin Luther King, Jr., Day. "Regular way" transactions made on the business days noted below will be subject to the following schedule:

Trade Date	Settlement Date	Regulation T Date*
January 13	January 16	January 21
14	20	22
15	21	23
16	22	26
19	Markets Closed	—
20	23	27

Presidents' Day

Trade Date–Settlement Date Schedule

The Nasdaq Stock Market and the securities exchanges will be closed on Monday, February 16, 2004, in observance of Presidents' Day. "Regular way" transactions made on the business days noted below will be subject to the following schedule:

Trade Date	Settlement Date	Regulation T Date*
February 10	February 13	February 18
11	17	19
12	18	20
13	19	23
16	Markets Closed	—
17	20	24

Good Friday

Trade Date–Settlement Date Schedule

The Nasdaq Stock Market and the securities exchanges will be closed on Good Friday, April 9, 2004. "Regular way" transactions made on the business days noted below will be subject to the following schedule:

Trade Date	Settlement Date	Regulation T Date*
April 5	April 8	April 13
6	12	14
7	13	15
8	14	16
9	Markets Closed	—
12	15	19

Memorial Day

Trade Date–Settlement Date Schedule

The Nasdaq Stock Market and the securities exchanges will be closed on Monday, May 31, 2004, in observance of Memorial Day. "Regular way" transactions made on the business days noted below will be subject to the following schedule:

Trade Date	Settlement Date	Regulation T Date*
May 25	May 28	June 2
26	June 1	3
27	2	4
28	3	7
31	Markets Closed	—
June 1	4	8

Independence Day

Trade Date–Settlement Date Schedule

The Nasdaq Stock Market and the securities exchanges will be closed on Monday, July 5, 2004, in observance of Independence Day. "Regular way" transactions made on the business days noted below will be subject to the following schedule:

Trade Date	Settlement Date	Regulation T Date*
June 29	July 2	July 7
30	6	8
July 1	7	9
2	8	12
5	Markets Closed	—
6	9	13

Labor Day

Trade Date–Settlement Date Schedule

The Nasdaq Stock Market and the securities exchanges will be closed on Monday, September 6, 2004, in observance of Labor Day. “Regular way” transactions made on the business days noted below will be subject to the following schedule:

Trade Date	Settlement Date	Regulation T Date*
August 31	September 3	September 8
Sept 1	7	9
2	8	10
3	9	13
6	Markets Closed	—
7	10	14

Columbus Day

Trade Date–Settlement Date Schedule

The schedule of trade dates–settlement dates below reflects the observance by the financial community of Columbus Day, Monday, October 11, 2004. On this day, The Nasdaq Stock Market and the securities exchanges will be open for trading. However, it will not be a settlement date because many of the nation’s banking institutions will be closed.

Note: October 11, 2004, is considered a business day for receiving customers’ payments under Regulation T of the Federal Reserve Board. Transactions made on Monday, October 11, will be combined with transactions made on the previous business day, October 8, for settlement on October 14. Securities will not be quoted ex-dividend, and settlements, marks to the market, reclamations, and buy-ins and sell-outs, as provided in the Uniform Practice Code, will not be made and/or exercised on October 11.

Trade Date	Settlement Date	Regulation T Date*
October 5	October 8	October 12
6	12	13
7	13	14
8	14	15
11	14	18
12	15	19

Veterans' Day And Thanksgiving Day

Trade Date–Settlement Date Schedule

The schedule of trade dates–settlement dates below reflects the observance of the financial community of Veterans' Day, Thursday, November 11, 2004, and Thanksgiving Day, Thursday, November 25, 2004. On Thursday, November 11, The Nasdaq Stock Market and the securities exchanges will be open for trading. However, it will not be a settlement date because many of the nation's banking institutions will be closed in observance of Veterans' Day. All securities markets will be closed on Thursday, November 25, 2004, in observance of Thanksgiving Day.

Note: November 11, 2004, is considered a business day for receiving customers' payments under Regulation T of the Federal Reserve Board. Transactions made on November 11 will be combined with transactions made on the previous business day, November 10, for settlement on November 16. Securities will not be quoted ex-dividend, and settlements, marks to the market, reclamations, and buy-ins and sell-outs, as provided in the Uniform Practice Code, will not be made and/or exercised on November 11.

Trade Date	Settlement Date	Regulation T Date*
November 5	November 10	November 12
8	12	15
9	15	16
10	16	17
11	16	18
12	17	19
19	24	29
22	26	30
23	29	December 1
24	30	2
25	Markets Closed	—
26	December 1	3

Christmas Day

Trade Date–Settlement Date Schedule

The Nasdaq Stock Market and the securities exchanges will be closed on Friday, December 24, 2004, in observance of Christmas Day. "Regular way" transactions made on the business days noted below will be subject to the following schedule:

Trade Date	Settlement Date	Regulation T Date*
December 20	December 23	December 28
21	27	29
22	28	30
23	29	31
24	Markets Closed	—
27	30	January 3, 2005

Brokers, dealers, and municipal securities dealers should use the foregoing settlement dates for purposes of clearing and settling transactions pursuant to the National Association of Securities Dealers, Inc. (NASD®) Uniform Practice Code and the Municipal Securities Rulemaking Board Rule (MSRB) G-12 on Uniform Practice.

Questions regarding the application of those settlement dates to a particular situation may be directed to the Market Integrity Department at (203) 375-9609.

* Pursuant to Sections 220.8(b)(1) and (4) of Regulation T of the Federal Reserve Board, a broker/dealer must promptly cancel or otherwise liquidate a customer purchase transaction in a cash account if full payment is not received within five business days of the date of purchase or, pursuant to Section 220.8(d)(1), make application to extend the time period specified. The date by which members must take such action is shown in the column titled "Regulation T Date."