

June 29, 2000

Via Facsimile (202) 942-9695

Katherine England
Assistant Director
Division of Market Regulation
Securities and Exchange Commission
450 Fifth Street, N.W.
Washington, D.C. 20549-1001
Mail Stop 10-1

Re: **File No. SR-NASD-00-40** - Mandatory Decimalization Pricing Testing

Dear Ms. England:

On June 27, 2000, NASD Regulation, Inc. filed the above-numbered rule filing. The filing was filed pursuant to paragraph (f)(1) of Rule 19b-4; however, it should have been filed pursuant to paragraph (f)(3) of Rule 19b-4.

We apologize for any inconvenience this may have caused.

If you have any questions, please contact Kosha K. Dalal, Office of General Counsel, NASD Regulation, Inc., at (202) 728-6903; e-mail Kosha.Dalal@nasd.com. The fax number of the Office of General Counsel is (202) 728-8264.

Very truly yours,

Alden S. Adkins
Senior Vice President
and General Counsel

cc: David S. Sieradzki, Market Regulation