The Nasdaq Stock Market, Inc.
80 Merritt Boulevard
Trumbull, CT 06611
203 385 4500

Attn: Manager P&S Dept./Traders/Cashier/Manager Reorganization/Manager Dividends

UNIFORM PRACTICE ADVISORY (UPC # 085-98) November 6, 1998

Fictitious Orders Placed with Market Makers

NASD Regulation Inc. has received complaints regarding fictitious orders being placed recently with at least one market maker.

Members are therefore advised to exercise caution when accepting telephone orders and to properly identify the caller by obtaining at least a name and telephone number.

Questions regarding this notice should be directed to: Market Data Integrity Dept., (203) 375-9609 or the Legal Section of the Market Regulation Department of NASD Regulation, Inc. at (301) 590-6410.

Phoenix Information Systems Corp. - Common Stock (PHXS)

Notice has been received that the above Company's Second Amended Joint Plan of Reorganization (Plan) filed under Chapter XI of the Federal Bankruptcy Code, was effected on November 5, 1998. Pursuant to the Plan, only shareholders of ***record on October 21, 1998*** will be permitted to surrender their stock certificates in order to receive a "Common Stock Settlement Certificate" representing the right to participate in certain future recoveries, if any, as provided in the Plan.

Considering the foregoing, members are advised that deliveries effected after the record date of October 21, 1998, should be evidenced by a due-bill representing the entitlement to the "Common Stock Settlement Certificate" in lieu of common stock certificates. This procedure will act to close out fail contracts in PHXS and thereby eliminate any requirements to issue a *Notice of Intent to Buy-In*. When such certificates are distributed, a due-bill redemption date will be established.

Questions regarding this notice should be directed to: Market Data Integrity Dept., (203) 375-9609.

Dorothy L. Kennedy
Assistant Director