

Attn: Manager P&S Dept./Traders/Cashier/Manager Reorganization/Manager Dividends UNIFORM PRACTICE ADVISORY (UPC # 074-2000) August 10, 2000

Canadian Airlines Corporation - Common Stock (CNDDQ)

Notice has been received that the above company's Plan of Compromise and Arrangement filed under the Companies' Creditors Arrangement Act, became effective on June 27, 2000. Pursuant to the Plan, holders of the above referenced securities *will not* receive any distributions of property on account of their interests.

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 <u>OLD</u> securities, which were executed prior to the announcement that the securities had been deemed worthless, shall be evidenced by either a) the <u>OLD</u> 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 Rule 11530 (formerly Uniform Practice Code Section 27) subsection (b) (1) and (b) (2) adopted November 1, 1991.

Read-Rite Corporation - 10% Conv. Sub. Notes due September 1, 2004

The Read-Rite Corporation will pay interest on these notes in cash or at their option in common stock, payable on March 1 and September 1 of each year.

In UPC Notice #94-84, dated May 23, 1984, members were advised that the NASD had determined that securities in which the issuer has the option of paying accrued interest in common stock or other forms in lieu of cash should be dealt in "flat" in the over-the-counter market.

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

Dorothy L. Kennedy Director