



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 # 001-99) January 7, 1999

First Merchants Acceptance Corp Sub Reset Notes due 3/15/2005

First Merchants Acceptance Corp Sub Reset Notes due 12/15/2006

Notice has been received that the above company's Plan of Reorganization (Plan) filed under Chapter XI of the Federal Bankruptcy Code, became effective on March 31, 1998.

Under the Plan, noteholders of record on December 29, 1998 will receive a pro-rata distribution of **New** Notes due February 28, 2003. The distribution will be made as follows.

- For each Sub Reset Note due 3/15/2005, recordholders will receive 564.7359 notes per thousand.
- For each Sub Reset Note due 12/15/2006, recordholders will receive 620.2112 notes per thousand.

Since surrender of the OLD certificates was not required and are deemed worthless as of the effective date, deliveries after March 31, 1998 should have been evidenced by due-bills representing any future distributions.

A distribution date for the new debentures has not been established yet.

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

Dorothy L. Kennedy
Assistant Director