



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

UNIFORM PRACTICE ADVISORY (UPC # 149-2002) October 14, 2002

WHEN, AS AND IF ISSUED SETTLEMENT DATES

ISSUE

SETTLEMENT DATE

FLAG Telecom Group, Ltd.

- Ordinary Shares (OTC:FTGLV)

Friday, October 18, 2002

National Steel Corporation – 8 3/8 % First Mortgage Notes due August 1, 2006

Pursuant to an order granted by the U.S. Bankruptcy Court, the above company has made a payment of principal (\$10.824459) on October 7, 2002 to holders of record on October 4, 2002. The distribution will quoted “ex” on October 15, 2002 and due-bills redeemable on October 17, 2002.

Since the notes have been dealt in flat, members are advised that effective October 15, 2002, trades executed in the notes should be on a **“reduced principal basis”** of \$989.175541 in lieu of \$1,000 principal amount and “ex” the pay-down of \$10.824459 per \$1,000 note. Comparisons and/or confirmations should be marked to indicate the reduction in principal.

Members should take immediate steps to adjust their records and bookkeeping systems to reflect the reduction in principal.

National Steel Corporation – 9 7/8 % First Mortgage Notes due May 1, 2009

Pursuant to an order granted by the U.S. Bankruptcy Court, the above company has made a payment of principal (\$10.751760) on October 7, 2002 to holders of record on October 4, 2002. The distribution will quoted “ex” on October 15, 2002 and due-bills redeemable on October 17, 2002.

Since the notes have been dealt in flat, members are advised that effective October 15, 2002, trades executed in the notes should be on a **“reduced principal basis”** of \$989.24824 in lieu of \$1,000 principal amount and “ex” the pay-down of \$10.751760 per \$1,000 note. Comparisons and/or confirmations should be marked to indicate the reduction in principal.

Members should take immediate steps to adjust their records and bookkeeping systems to reflect the reduction in principal.

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

Dorothy L. Kennedy
Director