



Attn: Trading and Market Making/Legal and Compliance/Operations/Systems
UNIFORM PRACTICE ADVISORY (UPC # 161-2003) October 2, 2003

Metricom Finance Corporation – 13% Senior Notes due February 15, 2010

Notice has been received that the above company has made a fifth payment of principal (\$21.88685) on October 1, 2003 to holders of record on July 1, 2002. The distribution will quoted "ex" on October 3, 2003 and due-bills redeemable on October 5, 2003.

Since the notes have been dealt in flat, members are advised that effective October 3, 2003, trades executed in the notes should be on a **"reduced principal basis"** of \$698.93545 in lieu of \$1,000 principal amount and "ex" the pay-down of \$21.88685 per \$1,000 note. Comparisons and/or confirmations should be marked to indicate the reduction in principal.

Members are further advised that any future distributions will be paid to holders of record of July 1, 2002. Deliveries after the record date should be accompanied by due-bills representing any future payments. Please note that any future distributions will be calculated on a reduced principal basis.

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 Integrity Department, 203.375.9609.

Tara Petta
Associate Director