



S.C. PARKER & CO., INC.

Investment Securities
Since 1926

5892 Main Street, Williamsville, New York 14221-8284
Tel: (716) 632-6600 Fax: (716) 632-6696

Richard M. Hilliker
President

August 30, 1999

SFC
45 Fifth Street NW
Washington, DC 20549

Gentlemen:

We are hereby notifying you, the Securities and Exchange Commission that we will not complete our final point to point Y2K testing with our clearing firm, Pershing & Co., Inc. (Division of Donaldson, Lulkin and Jenrette) during the period Sept 20th-Oct 1. (Sept 20th -24th test periods will coincide with Dec 27-31, and Sept 27-Oct 1 will coincide with Jan 3 -7, 2000). This was the next available testing period when we applied for testing in early August. Pershing has tested with other firms and has not experienced any y2k related errors in any test to date.

We were recently visited by representatives of the NASD. (Washington) who felt that our preparation for y2k was very complete outside of the inability to complete our point to point testing with Pershing by the August 31, 1999 deadline. Obviously, we had no control of their schedule.

We are confident that this is the only outstanding issue with regard to our y2k preparedness.

We will forward results of the above-mentioned point to point testing as soon as they are available. Please feel free to contact us with any questions you may have with regard to this issue.

Sincerely,

S. C. PARKER & CO., INC.

Richard M. Hilliker, President.

cc Larry I. McDanel
John C. Birken
Lynn Kelly

Encs.

Pershing Year 2000 Testing Registration Form

Please fax this form to your Account Manager 30 days prior to the start of the additional tests in which you wish to participate. If you have already registered, please make sure that all information is current. Thank you for your assistance.

Firm Name: *SC Parker FCC INC*

Address: *5392 Main St.*

Year 2000 Testing Liaison: *Williamsville, NY 14221*

E-mail Address of Testing Liaison: *Bruce Lull*
(Broadcast e-mails will be sent to the testing liaison regarding test status and instructions.)
Bruce @ SC Parker.COM

Correspondent Number: *5CP*

Office Range (only one office range can be used): *NA*

Call Letters: *Park*

* The person at your firm who will coordinate all testing with Pershing. This person will receive all reports and confirms. Testing liaisons must be knowledgeable of the production process and all of the systems being tested.

Circle dates of tests you will participate in:

- September 20-0-02
- October
- November
- December

Circle the applications you are planning to test:

- | | |
|--|---|
| <input checked="" type="checkbox"/> <u>ACAM</u> | <input checked="" type="checkbox"/> <u>PCAT</u> |
| <input checked="" type="checkbox"/> <u>ADMS (provide OPS ADM wire code 5113)</u> | <input checked="" type="checkbox"/> <u>PONA</u> |
| <input checked="" type="checkbox"/> <u>BOES</u> | <input checked="" type="checkbox"/> <u>POPS</u> |
| <input type="checkbox"/> <u>DVRE</u> | <input checked="" type="checkbox"/> <u>PORT</u> |
| <input checked="" type="checkbox"/> <u>FACT</u> | <input type="checkbox"/> <u>PRFC</u> |
| <input checked="" type="checkbox"/> <u>FAST</u> | <input type="checkbox"/> <u>PSRS</u> |
| <input type="checkbox"/> <u>KUST</u> | <input checked="" type="checkbox"/> <u>REOR</u> |
| <input type="checkbox"/> <u>MFNL</u> | <input type="checkbox"/> <u>TOLS</u> |
| <input type="checkbox"/> <u>MFTS</u> | <input type="checkbox"/> <u>TOOL**</u> |
| <input type="checkbox"/> <u>MIPS</u> | <input checked="" type="checkbox"/> <u>TOPS</u> |
| <input checked="" type="checkbox"/> <u>PACE</u> | <input checked="" type="checkbox"/> <u>VIEW</u> |

** This application has just been added to our testing efforts.

Pershing

Donald S. Lively & Kenneth S. Bennett's REGISTERED CORPORATION
A subsidiary of DLI Corp. 1999 Form 1000-0000-0000-0000

Pershing Year 2000 Testing Registration Form (continued)

Please make sure that testers have access to all accounts being tested. Test IDs will only have access to the applications they have access to in production. If a user does not have access to an application in production, they will not receive access to it in UAT. Testers must be knowledgeable of the production process and all of the systems being tested.

Testers

- 1. Name *Brian Cull* User ID: *PSCPBLK1P* Terminal ID *SWDW*
- 2. Name *Richard Williams* User ID: *ASCPA11L* Terminal ID
- 3. Name *Ken Stewart* User ID: *PSCPASPC* Terminal ID
- 4. Name *Thomas Burge* User ID: *PSCP12121* Terminal ID
- 5. Name *Pat Northrup* User ID: *PSCP1101* Terminal ID

At least one of the five users should have BOES manager access.

Account numbers

- 1. Account number *SCP-600009*
- 2. Account number *SCP-870402*
- 3. Account number *SCP-204558*
- 4. Account number *SCP-841019*
- 5. Account number *SCP-253764*

Out of the five accounts, make sure to include one trade reject account, one account with multiple mutual fund positions, and one individual retirement account (IRA). All accounts must be in the same office range.

Do you receive any of the Standard Files (listed on page 5)? Yes No

If yes, please list which ones:

How do you receive the files?

RJE InfoDirect NJE/NDM

If RJE, please list remotes:

If InfoDirect, please list sites:

PSCP ML-3

If NJE/NDM, please contact Technology Customer Service at 201-413-2001 for special handling 30 days prior to testing.

Are your terminals set up via a carousel? Yes No

If yes, please contact Technology Customer Service at 201-413-2001 for special handling 30 days prior to testing.

Pershing

MEMBER OF
GENERAL INVESTMENT & FINANCIAL SERVICES CORPORATION
The member firm is not a member of the Securities and Exchange Commission.