



Attn: Manager P&S Dept./Traders/Cashier/Manager Reorganization/Manager Dividends
UNIFORM PRACTICE ADVISORY (UPC # 024-2002) February 27, 2002

Imperial Sugar Company - Common Stock (OTCBB:IPSU)

On August 29, 2001, the above referenced company's Amended Plan of Reorganization (Plan) under Chapter 11 of the Bankruptcy Code was effective. Pursuant to the Plan, all of the outstanding stock of the Company was exchanged for new common stock. The original distribution was paid on September 26, 2001, to holders of record August 29, 2001, and was quoted "ex" 0.00617 shares of new common stock (IPSU) on September 27, 2001.

The Nasdaq Stock Market, Inc. (Nasdaq) received notice that holders of new common stock of record on September 26, 2001 would receive, on February 21, 2002, .35 shares of common stock and an "ex" date of February 22, 2002 was established. Subsequently, information was received that only holders of IPSU who were former holders of the old common stock and who received new shares in the original distribution were entitled to these additional shares. (New common was also issued to creditors pursuant to the Plan).

In view of the additional information, it was determined that sufficient confusion existed regarding the quotation and trading of IPSU on the OTC Bulletin Board (OTCBB) and pursuant to Rule 6545, a trading and quotation halt was implemented at 12:38:36 on February 22, 2002 to ascertain the details of the transaction.

Since ***all*** holders of IPSU are not entitled to receive the 35% share distribution, members are advised that the establishment of an ex-date for IPSU in this situation pursuant to Uniform Practice Code Rule 11140 is not appropriate. Therefore, trades executed on February 22, 2002 are not subject to this stock dividend and should not be quoted "ex". ***Trading will be resumed on the OTCBB as of the opening of business on Thursday, February 28, 2002.***

Nasdaq is coordinating the payment of this current distribution with DTCC and members will be informed of the credit action as soon as possible.

Considering the foregoing, members are further advised to investigate their positions and reconcile their records and bookkeeping systems to properly reflect the changes made.

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

Dorothy L. Kennedy
Director