

UNITED STATES DISTRICT COURT
SOUTHERN DISTRICT OF NEW YORK

IN RE TARGETS SECURITIES LITIGATION

Master File No. 03 Civ. 9490 (DLC)

SUMMARY NOTICE OF PROPOSED SETTLEMENT OF CLASS ACTION AND FAIRNESS HEARING

TO: ALL PERSONS OR ENTITIES WHO PURCHASED OR OTHERWISE ACQUIRED TARGETED GROWTH ENHANCED TERMS SECURITIES WITH RESPECT TO THE COMMON STOCK OF MCI WORLDCOM, INC. DUE AUGUST 15, 2002 ("TARGETS") ON THE SECONDARY MARKET DURING THE PERIOD BETWEEN JULY 30, 1999 AND APRIL 21, 2002, INCLUSIVE.

PLEASE READ THIS NOTICE CAREFULLY.
YOUR RIGHTS MAY BE AFFECTED BY A SETTLEMENT IN THIS CLASS ACTION LAWSUIT.

This Summary Notice of Proposed Settlement of Class Action and Fairness Hearing is given pursuant to Rule 23 of the Federal Rules of Civil Procedure and an Order of the United States District Court for the Southern District of New York dated January 11, 2005. The purpose of this Notice is to inform you: (i) that the Court has conditionally certified this action as a class action on behalf of the Class defined above, and (ii) of the proposed settlement ("Settlement") that has been reached between Lead Plaintiff and Defendants, Citigroup Inc., Citigroup Global Markets Inc., formerly known as Salomon Smith Barney Inc., and Jack Grubman.

The Settlement provides for the creation of a one million, six hundred thousand dollar (\$1,600,000) Settlement Fund to be distributed to Class Members pursuant to a proposed Plan of Allocation. The proposed Settlement resolves each and every claim, known or unknown, that has been, might have been, or could have been asserted against the Defendants and certain affiliated persons and entities (the "Releasees") at any time by or on behalf of any Class Member arising out of or relating, directly or indirectly, to investments in TARGETS between July 30, 1999 and April 21, 2002 (the "Release").

A hearing will be held before the Hon. Denise Cote, United States District Judge, on April 22, 2005 at 2:00 p.m. at the United States Courthouse, 500 Pearl Street, Courtroom 11B, New York, New York 10007. The purpose of the hearing will be, among other things, to determine whether the proposed Settlement is fair, reasonable, and adequate and should be approved, and therefore, whether the action should be dismissed, and to consider an application by Lead Counsel for Lead Plaintiff for an award of attorneys' fees and reimbursement of expenses incurred in prosecuting the action (the "Fee Application").

This Notice provides only a summary of matters concerning the Action and the proposed Settlement. The detailed individual Notice of Proposed Settlement of Class Action and Fairness Hearing ("Notice") and the Proof of Claim and Release form ("Proof of Claim") have previously been mailed to Class Members. The Notice identifies certain individuals and entities that are specifically excluded from the Class and contains additional important information regarding the Settlement and related matters affecting Class Members' rights. IT IS IMPORTANT FOR YOU TO READ THE NOTICE CAREFULLY TO FULLY UNDERSTAND, AMONG OTHER THINGS, THE TERMS OF THE SETTLEMENT; THE JUDGMENT THAT THE PARTIES WILL REQUEST THE COURT TO ENTER THAT WILL, AMONG OTHER THINGS, DISMISS THE ACTION WITH PREJUDICE; THE SCOPE OF THE RELEASE; THE PROPOSED PLAN OF ALLOCATION; THE PROCEDURES CLASS MEMBERS MUST FOLLOW TO EXCLUDE THEMSELVES FROM THE CLASS; AND THE FEE APPLICATION.

If you are a Class Member, you may:

- file a claim by submitting a Proof of Claim postmarked on or before June 22, 2005; or
- object to the proposed Settlement by submitting a written objection as described in the Notice on or before April 1, 2005; or
- exclude yourself from the Class by submitting a Request for Exclusion as described in the Notice postmarked no later than April 1, 2005.

If you do not submit a timely and proper Request for Exclusion, you will continue to be a Class Member. As a Class Member, your rights against the Releasees (as defined in the Notice) will be affected if the Settlement is approved. If you submit a timely and proper Request for Exclusion, you will not share in the Settlement.

PLEASE NOTE: IF YOU DO NOT REQUEST EXCLUSION FROM THE CLASS, YOU WILL BE BOUND BY THE FINAL JUDGMENT OF THE COURT, WHETHER YOU FILE A PROPER PROOF OF CLAIM FORM OR NOT. IF YOU REMAIN IN THE CLASS BUT DO NOT FILE A PROPER PROOF OF CLAIM FORM, YOU WILL NOT SHARE IN THE SETTLEMENT.

If you have not received a copy of the Notice and Proof of Claim, you may obtain them free of charge by contacting: In re TARGETS Securities Litigation, c/o Complete Claim Solutions, Inc., P.O. Box 24669, West Palm Beach, FL 33416, 888-385-3088. You may also contact Lead Counsel for Lead Plaintiff directly: Joel H. Bernstein, Esq., Goodkind Labaton Rudoff & Sucharow LLP, 100 Park Avenue, New York, NY 10017, e-mail: targets@grslaw.com.

EMPLOYEES OF THE COURT CANNOT ANSWER QUESTIONS ABOUT THIS CASE.
PLEASE DIRECT ALL QUESTIONS TO THE CLAIMS ADMINISTRATOR OR CLASS COUNSEL.

Dated: January 11, 2005

BY ORDER OF THE UNITED STATES DISTRICT COURT
FOR THE SOUTHERN DISTRICT OF NEW YORK