



B #:	629-13
Date:	04/19/2013
To:	All Participants
Category:	Dividends
From:	Supervisor, Stock Dividend Department
Attention:	Dividend Managers, Cashiers, and Reorganization Managers
Subject:	REVISION Rights Offering: Nephros Inc. New / WTS Nephros Inc 03/10/16 CUSIP: 640671301 / 640671111 Rights Contra CUSIP: 640671798 Record Date: 04/04/13 Expires: 5/17/13 at 5:00 P.M. Eastern time, subject to extension Rate: 21.632546 (divide code)

*****WARNING TIME CRITICAL*****

REVISION: Rights were distributed to warrant holders today at a rate of .04622664225 rights for every warrant held as of the record date. The rate accounts for a 1 for 20 reverse split from common CUSIP 640671103 to common CUSIP 640671301, effective 03/17/2011, by dividing 0.924532845, which is the warrant subscription rate of the 2011 warrant by 20. DTC has converted the rate of distribution to a divide code (21.632546) since the rate exceeds 6 decimal places.

Nephros Inc. will distribute to each holder of record of common stock and to each holder of record of warrants (maturity date 03/10/2016) on the record date, which is April 4, 2013 one non-transferable subscription right for each share of common stock and for each share of common stock underlying a warrant owned on the record date. The rights offering expires on 05/17/2013 at 5:00 P.M. Eastern time, subject to extension or early termination.

DTC will allocate rights upon receipt from the transfer agent.

THE DIVIDEND POSITION AND ALLOCATION HISTORY (DPAL) OPTION, ACCESSED VIA THE PTS DIVIDEND ANNOUNCEMENTS INQUIRY FUNCTION (DIVA), SHOULD BE USED TO CONFIRM YOUR RECORD DATE POSITION HISTORY.

IT IS IMPORTANT THAT PARTICIPANTS REFER TO THE DTC REORGANIZATION INQUIRY FOR PARTICIPANTS (RIPS), FUNCTION CODE 59, FOR INFORMATION REGARDING THE SUBSCRIPTION PRIVILEGE AND ANY EXTENSIONS TO THE EXPIRATION DATE.

Non-Confidential

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To remove your name from the former system of email notifications, send a message to unsubscribe@dtcc.com.

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If participants have any questions regarding this Important Notice, they may contact DTC's Customer Help Center at (888) 382-2721.

For questions regarding this Rights Offering, please contact the Information agent, Gerald J. Kochanski, at (201) 343-5202 Ext 102

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