

**UNITED STATES BANKRUPTCY COURT
FOR THE SOUTHERN DISTRICT OF NEW YORK**

PROOF OF CLAIM



In re
Allegiance Telecom of California, Inc

Case Number
03-13069

YOUR CLAIM IS SCHEDULED AS
UNFILED
DISPUTED UNLIQUIDATED
U S B C SOUTHERN DISTRICT OF NEW YORK

NOTE This form should not be used to make a claim for an administrative expense arising after the commencement of the case. A request for payment of an administrative expense may be filed pursuant to 11 U.S.C. §

Check box if you are aware that anyone else has filed a proof of claim relating to your claim. Attach copy of statement giving

ALLEGIANCE TELECOM, INC
03-13057 (RRD)
846

Name of Creditor and Address
 03805888076873
LUCKY TRADING CO
C/O ARZU SANDUGI
6400 DENTON WAY
CITRUS HEIGHTS CA 95610

Check box if you have never received any notices from the bankruptcy court in this case
 Check box if this address differs from the address on the envelope sent to you by the court

The amounts and nature of your claim reflected above constitute your claim as scheduled by the Debtor. If you agree with the amounts set forth herein and have no other claim against the Debtor, you do not need to file this proof of claim EXCEPT as stated below.
If the amounts shown above are listed as Contingent, Unliquidated or Disputed, a proof of claim must be filed.
If you have already properly filed a proof of claim with the Bankruptcy Court, you do not need to file again.

Creditor Telephone Number **916 223-4212**
CREDITOR TAX I.D. #
90-0010376

ACCOUNT OR OTHER NUMBER BY WHICH CREDITOR IDENTIFIES DEBTOR

Check here replace or amend a previously filed claim dated _____

1 BASIS FOR CLAIM
 Goods sold Personal injury/wrongful death Retiree benefits as defined in 11 U.S.C. § 1114(a)
 Services performed Taxes Wages, salaries and compensation (Fill out below)
 Money loaned Other (describe briefly below) disputed charges
Your social security number _____
Unpaid compensation for services performed from _____ to _____ (date) (date)

2 DATE DEBT WAS INCURRED 07/09/02 - 08/09/03 **3 IF COURT JUDGMENT, DATE OBTAINED**

4 TOTAL AMOUNT OF CLAIM AT TIME CASE FILED
\$ 65213 (unsecured) \$ _____ (secured) \$ _____ (unsecured priority) \$ 65213 (total)

If all or part of your claim is secured or entitled to priority, also complete Item 5 or 6 below.
 Check this box if claim includes interest or other charges in addition to the principal amount of the claim. Attach itemized statement of all interest or additional charges.

5 SECURED CLAIM
 Check this box if your claim is secured by collateral (including a right of setoff).
Brief description of collateral:
 Real Estate
 Motor Vehicle
 Other _____
Value of collateral \$ _____
Amount of arrearage and other charges at time case filed included in secured claim above, if any \$ _____

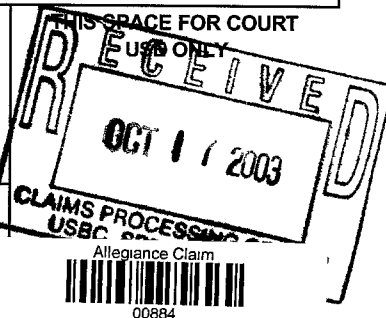
6 UNSECURED PRIORITY CLAIM
 Check this box if you have an unsecured priority claim.
Specify the priority of the claim:
 Wages, salaries or commissions (up to \$4,650*) earned within 90 days before filing of the bankruptcy petition or cessation of the Debtor's business, whichever is earlier. 11 U.S.C. § 507(a)(3)
 Contributions to an employee benefit plan. 11 U.S.C. § 507(a)(4)
 Up to \$2,100* of deposits toward purchase, lease, or rental of property or services for personal, family, or household use. 11 U.S.C. § 507(a)(6)
 Alimony, maintenance, or support owed to a spouse, former spouse, or child. 11 U.S.C. § 507(a)(7)
 Taxes or penalties owed to governmental units. 11 U.S.C. § 507(a)(8)
 Other. Specify applicable paragraph of 11 U.S.C. § 507(a) _____
Amounts are subject to adjustment on 4/1/01 and every 3 years thereafter with respect to cases commenced on or after the date of adjustment.

7 CREDITS The amount of all payments on this claim has been credited and deducted for the purpose of making this proof of claim.

8 SUPPORTING DOCUMENTS Attach copies of supporting documents such as promissory notes, purchase orders, invoices, itemized statements of running accounts, contracts, court judgments, mortgages, security agreements, and evidence of perfection of lien. DO NOT SEND ORIGINAL DOCUMENTS if the documents are not available, explain. If the documents are voluminous, attach a summary.

9 DATE-STAMPED COPY To receive an acknowledgment of your claim, please enclose a self-addressed stamped envelope and an additional copy of this proof of claim.

The original of this completed proof of claim form must be sent by mail or hand delivered (FAXES NOT ACCEPTED) so that it is received on or before 5:00 p.m. November 26, 2003, Prevailing Eastern Time.
BY MAIL: United States Bankruptcy Court, Southern District of New York, Allegiance Claims Docketing Center, Bowling Green Station, P.O. Box 95, New York, NY 10074-0095.
BY HAND OR OVERNIGHT DELIVERY TO: United States Bankruptcy Court, Southern District of New York, Allegiance Claims Docketing Center, One Bowling Green, Room 534, New York, NY 10004-1408.



DATE SIGNED
10/12/03

SIGN and print the name and title, if any, of the creditor or other person authorized to file this claim (attach copy of power of attorney, if any).
Sandugi / SANDUGI ARZU

Penalty for presenting fraudulent claim is a fine of up to \$500,000 or imprisonment for up to 5 years or both. 18 U.S.C. §§ 152 AND 357.
See Other Side For Instructions



Allegiance Telecom, Inc.

The premiere alternative to Pacific Bell for your local phone service.

- Allegiance is a *facilities based company* and publicly traded on *NASDAQ (ALGX)*
- Customer saves *minimum of 20% off* of your *local* Pacific Bell Charges
- Allegiance service comes with a 90-day no obligation, satisfaction guarantee
- Your current phone *numbers* and features *remain the same*
- **Term Plan Protection**, *guarantees* you will always receive the *lowest possible price*
- *Superior 24 hour/ 7 day customer service* with a single point of contact

	Pac Bell	Allegiance
• Basic Lines	\$10.32	\$8 26
• Installing Additional Lines	\$67.75	\$0
• Calls within 12 miles (DAY)	\$ 0293 / \$ 0093	\$.0234/ \$ 0074
• Calls within 13 to 16 miles (DAY)	\$ 0712 / \$ 0159	\$.0570 / \$ 0127
• Local Toll	\$.1100/ \$.0700	\$.055
• Long Distance (California)	N/A	\$.055 in state
• Interstate	N/A	\$.059
• Voice Mail	\$22.95	\$8 00

Highlights about Allegiance Telecom, Inc.

ALLEGIANCE IS THE FASTEST GROWING LOCAL SERVICE PROVIDER TO BUSINESSES

*WE CAN PROVIDE ALL OF YOUR COMMUNICATIONS NEEDS INCLUDING LOCAL SERVICE,
LONG DISTANCE, AND INTERNET ACCESS*

FREE VOICE CALLS BETWEEN ALLEGIANCE CUSTOMERS WITH MULTI-LOCATIONS

EASY TO UNDERSTAND BILL

Allow us to give you a complimentary telecommunications evaluation, to assess your needs for improvement.

DAN FLORES
Account Executive
(916) 266-7203



allegiancetelecom, inc.

www.allegiancetele.com

LETTER OF AGENCY

CUSTOMER CARE NUMBER 1-800-553-1989

CUSTOMER PROFILE

CUSTOMER BILLING NAME <u>REZA SANDSUGH I</u>			
CUSTOMER BILLING ADDRESS (include suite or floor number) <u>2730 ALDEN WAY</u>		CITY <u>SACRAMENTO</u>	STATE <u>CA</u>
CUSTOMER STREET ADDRESS (include suite or floor number)		CITY	STATE
NAME OF PERSON AUTHORIZED TO ACT FOR CUSTOMER <u>REZA SANDOUGHI</u>		AUTHORIZED PERSON'S TELEPHONE NUMBER	

By signing below, I am authorizing Allegiance Telecom of SACRAMENTO, Inc ("Allegiance Telecom") to become my new telephone service provider in place of SBC ("Current Telephone Company") for the provision of the following type(s) of service

SERVICE

Choose from the following

<input checked="" type="checkbox"/> LOCAL EXCHANGE SERVICE	<input type="checkbox"/> LOCAL TOLL (IntraLATA Toll)
<input type="checkbox"/> LONG DISTANCE (InterLATA Toll)	
Select one	Select one
<input type="checkbox"/> Allegiance	<input type="checkbox"/> Allegiance
or	or
<input type="checkbox"/> Current Carrier _____	<input type="checkbox"/> Current Carrier _____
Account No _____	Account No _____
or	or
<input type="checkbox"/> Other _____	<input type="checkbox"/> Other _____

I authorize Allegiance Telecom to act as my agent to make this change happen, and direct my Current Telephone Company to work with the new provider designated above to effect the change I understand that for each telephone number, I may designate only one carrier for local toll and only one carrier for long distance I understand that I may consult with the carrier(s) as to whether a fee applies to the carrier(s) change(s)

I understand that I must pay a charge of (not including any installation or account set up fee) of approximately \$ _____ OR Charge Waived to switch providers If I later wish to return to my Current Telephone Company, I may be required to pay a reconnection charge to that company I also understand that Allegiance Telecom may have different rates and charges than my Current Telephone Company, and that by signing below I indicate that I understand those differences (if any) and am willing to be billed accordingly

I authorize Allegiance Telecom to provide the services selected above to the Billing Telephone Numbers ("BTN") listed below, including any and all other telephone numbers associated with the listed BTN(s), and no others

<u>916-484-2091</u>	_____
<u>916-484-1772</u>	_____
<u>916-484-2023</u>	_____
_____	_____

Please initial here _____ to indicate your agreement to switch ALL telephone numbers associated with the BTN(s) listed above to Allegiance

I further understand and agree that in the event I DO NOT want ALL telephone numbers associated with a BTN listed above switched to Allegiance, I must attach a list of EACH telephone number to be switched to Allegiance Initial here _____ to indicate that you are attaching a list of EACH telephone number to be switched to Allegiance

I certify that I have read and understand this Letter of Agency I further certify that I am at least eighteen (18) years of age, and that I am authorized to change telephone companies for services to the telephone number(s) listed above

REZA SANDOUGHI Title 6.17.2002
 Customer Name (please print) _____
 _____ Date _____
 Customer Signature _____

THIS LETTER OF AGENCY SHALL REMAIN IN EFFECT FOR A PERIOD OF 60 DAYS FROM THE DATE OF SIGNATURE

From . Lucky Trading Co.
2730 Arden Way,suite 134
Sacramento ,CA 95825
Phone . 916-484-1772
Fax . 916-484-2023

August 19,2002
Ref.No. AS 08/07

To · Dan Flores
Allegiance representative

CC ,Phill Sandstrom
Allegiance manager

Dear Sir .

Enclosed you can find a copy of the bill sent by Allegiance .Please be informed that we are not going to pay the amount indicated in the bill -\$415 28 as we consider it misrepresenting the actual facts as follows .

- 1- We never received a previous bill at the amount of \$58 78 which occurred to be past due according to the bill.
- 2- We've never asked for Three-Way Calling,Call Waiting ,other services underlined in bill statement
- 3- We were told by you that no domestic calls within Sacramento will be charged.
- 4- We have our long distance provider and happy with its services and rates and were not going to switch to Allegiance long distance

Please review our bill statement and settle down the dispute aroused between us and your Billing Department If you are unable to do this, we will need to complain to Public Utilities ,switch back to Pac Bell and charge your company for inconvenience and PacBell's installation fees.

Sincerely,

Arzu Sandugi



LUCKY TRADING Co.
2730 Arden Way,suite 134
Sacramento,CA 95825
Phone : (916)484-1772
Fax · (916)484-2023
e-mail.luckytradingco2000@yahoo com

08/20/02
Ref No. AS 08/08

TO . ALLEGIANCE TELECOM OF CALIFORNIA,Inc.
1950 Stemmons Express Way ,suite 3026
Dallas,TX 75207

ATT : Manager

Dear Sir or Madam,

I am writing to express my deep dissatisfaction with your company's representatives and services. We have established 3 accounts with your company in July 9,2002 because your company representative Dan Flores promised that we would be charged much less in comparison to our carrier PacBell And he gave us approximate amount- \$ 26 that we would pay monthly Plus he said that we would get free access to Internet and would use DSL free of charge.

Yesterday we received the first bill from Allegiance in the amount of \$415 28 that made us mad because it includes following items we are not going to pay for

- 1- According to this bill,we have past due balance at the amount of \$58 78. We have not received the previous bill at this amount and have no idea of the charges in it.
- 2- We did not ask to set up 4th phone number (916)473-0276 and are not going to pay for it's set up fee \$25 plus additional surcharges at the amount of \$29 28
- 3- We did not ask to include 3-Way Calling,Wire Maintenance Plan for (916)484-1772 and Call Waiting for (916)484-2023 and will not pay for this
- 4- We did not ask to switch from our long distance provider to Allegiance because we are happy with it's rates and services .Compare

Telecom House charges for call to Iran \$0 19 per minute
To Azerbaijan - \$0.26 per minute, while
Allegiance charges for call to Iran \$0.46 per 30 seconds
To Azerbaijan \$0 44 per 30 seconds

Please take into account that Telecom House doesn't charge us for 1 -minute calls at all! Besides that ,since this month Telecom House has reduced its rates as \$0 14 per minute for call to Iran,etc. We are ready to furnish you with the recent(July-August) bill statement from our provider ,if there is a necessity in it.

According to your customer satisfaction guarantee and subject to the conditions listed in the Agreement between Allegiance and Lucky Trading Co ,we are terminating



Allegiance Telecom of California, Inc
 1950 StemmonsExpressway
 Suite 3026
 Dallas, TX 75207
 (214) 853-7110 Fax
 For Billing Inquiries, please contact
 customer service at (800) 553-1989

05762 002543 17 0391
 LUCKY TRADING
 2730 ARDEN WY
 #134
 SACRAMENTO CA 95825

BILLING DATE 08/09/2002
ACCOUNT NUMBER 002542234298
INVOICE NUMBER 020812017680

ACCOUNT STATUS

PREVIOUS BALANCE 58 78
 PAYMENTS APPLIED THROUGH 08/09/2002 0 00
 ADJUSTMENTS 0 00

PAST DUE

58 78

SUMMARY OF CURRENT CHARGES

USAGE CHARGES

LOCAL 73 18
 LATA TOLL* 0 00
 1+ OUTBOUND** 14 05
 8XX INBOUND 0 00
 CALLING CARD 0 00
 INTERNATIONAL 112 68
 DIRECTORY ASSISTANCE 0 00

MONTHLY RECURRING AND NON-RECURRING CHARGES

108 00

LATE PAYMENT CHARGES

0 00

TAXES, FEES AND OTHER ASSESSMENTS

48 59

*Please see section labeled "Monthly Recurring and Non-Recurring Charges for LATA Carrier Information

**Please see section labeled "Monthly Recurring and Non-Recurring Charges for LD Carrier Information

TOTAL CURRENT CHARGES

356 50 356 50

TOTAL AMOUNT DUE

? 415 28

If you have any questions concerning this invoice or about available features please call customer service at (800) 553-1989 during the hours of 7 AM and 6 PM (CST) Monday thru Friday Please see section labeled "Monthly Recurring and Non-Recurring Charges for carrier information

Detach and mail this section with your check made payable to Allegiance Telecom of California, Inc for the amount due

LUCKY TRADING
 2730 ARDEN WY
 #134
 SACRAMENTO CA 95825

Make Checks Payable to

Allegiance Telecom of California, Inc
PO Box 844870
Dallas, TX 75284-4870

BILLING DATE 08/09/2002
ACCOUNT NUMBER 002542234298
INVOICE NUMBER 020812017680
PAYMENT DUE BY 09/08/2002
TOTAL AMOUNT DUE 415 28





Allegiance Telecom of California, Inc
 1950 StemmonsExpressway
 Suite 3026
 Dallas, TX 75207
 (214) 853-7110 Fax
 For Billing Inquiries, please contact
 customer service at (800) 553-1989

06821 600316 15 0439
 LUCKY TRADING
 2730 ARDEN WY
 #134
 SACRAMENTO CA 95825

BILLING DATE 09/09/2002
ACCOUNT NUMBER 002542234298
INVOICE NUMBER. 020912017783

ACCOUNT STATUS

PREVIOUS BALANCE	415 28
PAYMENTS APPLIED THROUGH 09/09/2002	0 00
ADJUSTMENTS	0 00
PAST DUE	415 28

SUMMARY OF CURRENT CHARGES

USAGE CHARGES	
LOCAL	63 98
LATA TOLL*	0 00
1+ OUTBOUND**	2 22
8XX INBOUND	0 00
CALLING CARD	0 00
INTERNATIONAL	3 77
DIRECTORY ASSISTANCE	0 00
MONTHLY RECURRING AND NON-RECURRING CHARGES	80 36
LATE PAYMENT CHARGES	0 00
TAXES, FEES AND OTHER ASSESSMENTS	22 42
*Please see section labeled Monthly Recurring and Non-Recurring Charges for LATA Carrier Information	
**Please see section labeled Monthly Recurring and Non-Recurring Charges for LD Carrier Information	
TOTAL CURRENT CHARGES	172 75
TOTAL AMOUNT DUE	588 03

If you have any questions concerning this invoice or about available features, please call customer service at (800) 553-1989 during the hours of 7 AM and 6 PM (CST) Monday thru Friday Please see section labeled ' Monthly Recurring and Non-Recurring Charges ' for carrier information

Detach and mail this section with your check made payable to Allegiance Telecom of California, Inc for the amount due

LUCKY TRADING
 2730 ARDEN WY
 #134
 SACRAMENTO CA 95825

Make Checks Payable to
Allegiance Telecom of California, Inc
PO Box 844870
Dallas, TX 75284-4870

BILLING DATE 09/09/2002
ACCOUNT NUMBER 002542234298
INVOICE NUMBER 020912017783
PAYMENT DUE BY 10/09/2002
TOTAL AMOUNT DUE **588.03**





billg toche? NO 161 33 71
Gary

Allegiance Telecom of California, Inc
1950 StemmonsExpressway
Suite 3026
Dallas, TX 75207
(214) 853-7110 Fax
For Billing Inquiries, please contact
customer service at (800) 553-1989

01202 01748A 04 0351
LUCKY TRADING
6400 DENTON WAY
CITRUS HEIGHTS CA 95610

BILLING DATE 03/09/2003
ACCOUNT NUMBER 002542234298
INVOICE NUMBER 030310017847

ACCOUNT STATUS

PREVIOUS BALANCE 624 41
PAYMENTS APPLIED THROUGH 03/09/2003 0 00
ADJUSTMENTS 0 00

PAST DUE . 624 41

SUMMARY OF CURRENT CHARGES

USAGE CHARGES
LOCAL 0 00
LATA TOLL* 0 00
1+ OUTBOUND** 0 00
8XX INBOUND 0 00
CALLING CARD 0 00
INTERNATIONAL 0 00
DIRECTORY ASSISTANCE 0 00
MONTHLY RECURRING AND NON-RECURRING CHARGES 0 00
LATE PAYMENT CHARGES 9 23
TAXES, FEES AND OTHER ASSESSMENTS 0 00
*Please see section labeled Monthly Recurring and Non-Recurring Charges for LATA Carrier Information
**Please see section labeled Monthly Recurring and Non-Recurring Charges for LD Carrier Information

TOTAL CURRENT CHARGES 9 23
TOTAL AMOUNT DUE 633 64

If you have any questions concerning this invoice or about available features, please call customer service at (800) 553 1989 during the hours of 7 AM and 6 PM (CST) Monday thru Friday Please see section labeled Monthly Recurring and Non-Recurring Charges for carrier information

Detach and mail this section with your check made payable to Allegiance Telecom of California, Inc for the amount due

LUCKY TRADING
6400 DENTON WAY
CITRUS HEIGHTS CA 95610

Make Checks Payable to
Allegiance Telecom of California, Inc
PO Box 844870
Dallas, TX 75284-4870

BILLING DATE 03/09/2003
ACCOUNT NUMBER 002542234298
INVOICE NUMBER 030310017847
PAYMENT DUE BY 04/08/2003
TOTAL AMOUNT DUE 633 64





Allegiance Telecom of California, Inc
 1950 StemmonsExpressway
 Suite 3026
 Dallas, TX 75207
 (214) 853-7110 Fax
 For Billing Inquiries, please contact
 customer service at (800) 553-1989

01481 01750A 04 0431
 LUCKY TRADING
 6400 DENTON WAY
 CITRUS HEIGHTS CA 95610

BILLING DATE 05/09/2003
ACCOUNT NUMBER 002542234298
INVOICE NUMBER 030511017852

ACCOUNT STATUS

PREVIOUS BALANCE	616 73
PAYMENTS APPLIED THROUGH 05/09/2003	0 00
ADJUSTMENTS	0 00
PAST DUE	616 73

SUMMARY OF CURRENT CHARGES

USAGE CHARGES	
LOCAL	0 00
LATA TOLL*	0 00
1+ OUTBOUND**	0 00
8XX INBOUND	0 00
CALLING CARD	0 00
INTERNATIONAL	0 00
DIRECTORY ASSISTANCE	0 00
MONTHLY RECURRING AND NON-RECURRING CHARGES	0 00
LATE PAYMENT CHARGES	8 85
TAXES, FEES AND OTHER ASSESSMENTS	0 00
*Please see section labeled Monthly Recurring and Non-Recurring Charges for LATA Carrier Information	
**Please see section labeled 'Monthly Recurring and Non-Recurring Charges' for LD Carrier Information	
TOTAL CURRENT CHARGES	8 85
TOTAL AMOUNT DUE	625 58

If you have any questions concerning this invoice or about available features, please call customer service at (800) 553-1989 during the hours of 7 AM and 6 PM (CST) Monday thru Friday Please see section labeled Monthly Recurring and Non-Recurring Charges for carrier information

Detach and mail this section with your check made payable to Allegiance Telecom of California, Inc for the amount due

LUCKY TRADING
 6400 DENTON WAY
 CITRUS HEIGHTS CA 95610

Make Checks Payable to
Allegiance Telecom of California, Inc
P O BOX 650226
DALLAS, TX 75265-0226

BILLING DATE 05/09/2003
ACCOUNT NUMBER 002542234298
INVOICE NUMBER 030511017852
PAYMENT DUE BY 06/08/2003
TOTAL AMOUNT DUE 625 58





Allegiance Telecom of California, Inc
 1950 StemmonsExpressway
 Suite 3026
 Dallas, TX 75207
 (214) 853-7110 Fax
 For Billing Inquiries, please contact
 customer service at (800) 553-1989

00845 01751A 04 0236
 LUCKY TRADING
 6400 DENTON WAY
 CITRUS HEIGHTS CA 95610

BILLING DATE 06/09/2003
ACCOUNT NUMBER 002542234298
INVOICE NUMBER. 030611017836

ACCOUNT STATUS

PREVIOUS BALANCE	625 58
PAYMENTS APPLIED THROUGH 06/09/2003	0 00
ADJUSTMENTS	0 00
PAST DUE	625.58

SUMMARY OF CURRENT CHARGES

USAGE CHARGES	
LOCAL	0 00
LATA TOLL*	0 00
1+ OUTBOUND**	0 00
8XX INBOUND	0 00
CALLING CARD	0 00
INTERNATIONAL	0 00
DIRECTORY ASSISTANCE	0 00
MONTHLY RECURRING AND NON-RECURRING CHARGES	0 00
LATE PAYMENT CHARGES	8 85
TAXES, FEES AND OTHER ASSESSMENTS	0 00
*Please see section labeled 'Monthly Recurring and Non-Recurring Charges' for LATA Carrier Information	
**Please see section labeled 'Monthly Recurring and Non-Recurring Charges' for LD Carrier Information	
TOTAL CURRENT CHARGES	8 85
TOTAL AMOUNT DUE	634 43

If you have any questions concerning this invoice or about available features, please call customer service at (800) 553-1989 during the hours of 7 AM and 6 PM (CST) Monday thru Friday Please see section labeled Monthly Recurring and Non-Recurring Charges for carrier information

Detach and mail this section with your check made payable to Allegiance Telecom of California, Inc for the amount due

LUCKY TRADING
 6400 DENTON WAY
 CITRUS HEIGHTS CA 95610

Make Checks Payable to
Allegiance Telecom of California, Inc
P O BOX 650226
DALLAS, TX 75265-0226

BILLING DATE 06/09/2003
ACCOUNT NUMBER 002542234298
INVOICE NUMBER 030611017836
PAYMENT DUE BY 07/09/2003
TOTAL AMOUNT DUE 634.43





Allegiance Telecom of California, Inc.
 1950 StemmonsExpressway
 Suite 3026
 Dallas, TX 75207
 (214) 853-7110 Fax
 For Billing Inquiries, please contact
 customer service at (800) 553-1989

00722 01752A 04 0202
 LUCKY TRADING
 6400 DENTON WAY
 CITRUS HEIGHTS CA 95610

BILLING DATE: 07/09/2003
ACCOUNT NUMBER: 002542234298
INVOICE NUMBER: 030711017837

ACCOUNT STATUS

PREVIOUS BALANCE	634.43
PAYMENTS APPLIED THROUGH 07/09/2003	0.00
ADJUSTMENTS	0.00
PAST DUE	634.43

SUMMARY OF CURRENT CHARGES

USAGE CHARGES	
LOCAL	0.00
LATA TOLL*	0.00
1+ OUTBOUND**	0.00
8XX INBOUND	0.00
CALLING CARD	0.00
INTERNATIONAL	0.00
DIRECTORY ASSISTANCE	0.00
MONTHLY RECURRING AND NON-RECURRING CHARGES	0.00
LATE PAYMENT CHARGES	8.85
TAXES, FEES AND OTHER ASSESSMENTS	0.00
*Please see section labeled "Monthly Recurring and Non-Recurring Charges" for LATA Carrier Information	
**Please see section labeled "Monthly Recurring and Non-Recurring Charges" for LD Carrier Information	
TOTAL CURRENT CHARGES	8.85
TOTAL AMOUNT DUE	643.28

If you have any questions concerning this invoice or about available features, please call customer service at (800) 553-1989 during the hours of 7 AM and 6 PM (CST) Monday thru Friday Please see section labeled "Monthly Recurring and Non-Recurring Charges" for carrier information

Detach and mail this section with your check made payable to Allegiance Telecom of California, Inc for the amount due

LUCKY TRADING
 6400 DENTON WAY
 CITRUS HEIGHTS CA 95610

Make Checks Payable to
Allegiance Telecom of California, Inc.
P O. BOX 650226
DALLAS, TX 75265-0226

BILLING DATE 07/09/2003
ACCOUNT NUMBER 002542234298
INVOICE NUMBER 030711017837
PAYMENT DUE BY 08/08/2003
TOTAL AMOUNT DUE: 643.28





Allegiance Telecom of California, Inc.
 1950 StemmonsExpressway
 Suite 3026
 Dallas, TX 75207
 (214) 853-7110 Fax
 For Billing Inquiries, please contact
 customer service at (800) 553-1989

00710 01753A 04 0198
 LUCKY TRADING
 6400 DENTON WAY
 CITRUS HEIGHTS CA 95610

BILLING DATE 08/09/2003
ACCOUNT NUMBER: 002542234298
INVOICE NUMBER: 030811017837

ACCOUNT STATUS

PREVIOUS BALANCE	643 28
PAYMENTS APPLIED THROUGH 08/09/2003	0 00
ADJUSTMENTS	0 00

PAST DUE 643 28

SUMMARY OF CURRENT CHARGES

USAGE CHARGES

LOCAL	0 00
LATA TOLL*	0 00
1+ OUTBOUND**	0 00
8XX INBOUND	0 00
CALLING CARD	0 00
INTERNATIONAL	0 00
DIRECTORY ASSISTANCE	0 00

MONTHLY RECURRING AND NON-RECURRING CHARGES 0 00

LATE PAYMENT CHARGES 8 85

TAXES, FEES AND OTHER ASSESSMENTS 0 00

*Please see section labeled "Monthly Recurring and Non-Recurring Charges" for LATA Carrier Information

**Please see section labeled "Monthly Recurring and Non-Recurring Charges" for LD Carrier Information

TOTAL CURRENT CHARGES 8 85 8 85

TOTAL AMOUNT DUE 652 13

If you have any questions concerning this invoice or about available features, please call customer service at (800) 553-1989 during the hours of 7 AM and 6 PM (CST) Monday thru Friday Please see section labeled 'Monthly Recurring and Non-Recurring Charges' for carrier information

Detach and mail this section with your check made payable to Allegiance Telecom of California, Inc for the amount due

LUCKY TRADING
 6400 DENTON WAY
 CITRUS HEIGHTS CA 95610

Make Checks Payable to
Allegiance Telecom of California, Inc.
P O BOX 650226
DALLAS, TX 75265-0226

BILLING DATE 08/09/2003
ACCOUNT NUMBER 002542234298
INVOICE NUMBER 030811017837
PAYMENT DUE BY 09/08/2003
TOTAL AMOUNT DUE 652.13



Lucky Trading Co.

6400 Denton Way
Citrus Heights, CA 95610
Phone (916) 223-4212
luckytradingco2000@yahoo.com

October 13, 2003

United States Bankruptcy Court
Re Allegiance Telecom, Inc. et al
P O BOX 95 Bowling Green Station
New York, NY 10274

Honorable Bankruptcy Court

There are following reasons why Lucky Trading Co files a proof of claim

- 1- *Due to interference of California Public Utilities Commission and based on the agreement between Allegiance case manager Christopher Weddington and Lucky Trading Co. representative Arzu Sandugi, made by phone on 29th of October, 2002 and with further e-mail confirmation from Christopher Weddington . Lucky Trading Co account was closed and fully credited and had \$0 balance with Allegiance But six months later Allegiance charged the same account again for the settled case increasing in double initially disputed balance*
- 2- *Allegiance did not reimburse Lucky Trading Co change-over charges in spite of Allegiance 90-day no obligation, customer satisfaction guarantee ,and as stipulated by Terms and Conditions - Voice Service Order Form*

If for any reason within ninety (90) days of the installation of service you are not satisfied with us regarding network quality or sales and service support, we will upon your written request, terminate the Agreement without liability for any early termination fees and reimburse you for any change-over charges (up to a maximum of \$100 in the aggregate) incurred by you in returning to your previous carrier.

Lucky Trading Co (referred herein as LTC) met the conditions associated with this guarantee , such as a written notice was sent within ninety days of the initial installation of service - on August 20, 2002(a copy of this document is attached) , as well as a copy of LTC's new carrier , namely, Pacific Bell's bill showing the change-over charges.

- 3- *While signing the contract with LTC, Allegiance representative Dan Flores did not thoroughly explain all the details of the contract, did not make sure that the signor of*

the contract Reza Sandoughi (who has limited knowledge of English) fully understood the terms and stipulations of the Contract. Instead of that he played tricks, as he did not specify that unlike Pacific Bell, Allegiance does not have one flat rate for local distance (this led LTC to huge local calls charges, which in case of Pacific Bell would never happen). Please note that before signing the contract Dan Flores received a copy of bill from Lucky Trading Co. with the purpose to compare local call charges of Pacific Bell and Allegiance. According to him, LTC would save huge amount of local Pacific Bell charges (a copy of the document is attached). As a matter of fact, his allegations turned out to be bald lie. Please compare, Pacific Bell charged for measured rate business services - \$10.57 per month with unlimited local calls, while Allegiance charged \$0.02 per minute for local calls made within a half of mile, even less distance!! It was the direct responsibility of Allegiance representative Dan Flores to reveal the truth before making us sign the contract and switch to Allegiance. Our company gave him an opportunity to compare local call charges of both companies and provide us with true information, which he never did. He reassured us that Allegiance would never charge us for local calls at all!! As our company did not receive correct information on rates and charges by Allegiance, LTC considers the signed Contract null and void. LTC would never switch to Allegiance if Allegiance representative were honest and truthful enough to reveal all the facts. Correspondingly, LTC considers as unauthorized the change of carrier made due to Allegiance representative's misrepresentation of facts and false promises.

- 4- According to Letter of Agency signed by Reza Sandoughi, Lucky Trading Co did not authorize Allegiance to change its long distance (a copy of the document is attached).*
- 5- Allegiance was not authorized to set up 4th phone number, as well as include 3-way Calling, Call Waiting for (916)484-2023*
- 6- Summing up, Allegiance is responsible to reimburse Lucky Trading Co. for change-over charges, as well as to credit our account in the amount of \$652.13*

Lucky Trading Co is a newly-established small family-owned company, which needs your most appreciated help and advice. In spite of limited financial opportunities, our company has honesty, objectivity and fidelity to moral principles. We believe that such a respectable organization as Honorable Bankruptcy Court will help our company defend our rights and recover our damages.

Very truly yours,

Sandoughi
ARZU SANDUGI