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Attorneys for Debtors and Debtors in Possession

UNITED STATES BANKRUPTCY COURT SOUTHERN DISTRICT OF NEW YORK

X

In re

Chapter 11 Case No. 03-13057 (RDD) Allegiance Telecom, Inc., et al.,

Debtors. Jointly Administered X

NOTICE OF HEARING ON APPLICATION OF THE DEBTORS PURSUANT TO 11 U.S.C. § 327(a) AND 328(a) FOR ORDER AUTHORIZING THE EMPLOYMENT OF LATHAM & WATKINS LLP AS SPECIAL COUNSEL NUNC PRO TUNC TO THE COMMENCEMENT DATE

PLEASE TAKE NOTICE that upon the annexed application, dated May 30, 2003 (the "Application"), of Allegiance Telecom, Inc. and its direct and indirect subsidiaries, as debtors and debtors in possession (the "Debtors"), requesting an order, pursuant to sections pursuant to Section 327(a) and 328(a) of chapter 11 of title 11 of the United States Code (the "Bankruptcy Code"), to retain Latham & Watkins LLP as special counsel to the Debtors, as more fully set forth in the Application, a hearing will be held before the Hon. Robert D. Drain, United States Bankruptcy Judge, in Room 610 of the United States Bankruptcy Court for the Southern District of New York (the "Bankruptcy Court"), One Bowling Green, New York, New York, on June 13, 2003, at 10:00 a.m. (prevailing Eastern Time), or as soon thereafter as the Debtors are heard.

PLEASE TAKE FURTHER NOTICE that objections, if any, to the relief requested in the Application shall be in writing, shall conform to the Federal Rules of Bankruptcy Procedure and the Local Bankruptcy Rules of the Southern District of New York,

shall set forth the name of the objectant, the nature and amount of claims or interests held or

asserted by the objectant against the Debtors' estates or property, the basis for the objection, and

the specific grounds therefore, and shall be filed with the Bankruptcy Court electronically in

accordance with General Order M-242 (which can be found at www.nysb.uscourts.gov) by

registered users of the Bankruptcy Court's case filing system and, by all other parties in interest,

on a 3.5 inch disk, preferably in Portable Document Format (PDF), WordPerfect, or any other

Windows-based word processing format (with a hard copy delivered directly to Chambers) and

served in accordance with General Order M-242, and shall further be served upon (i) Kirkland &

Ellis, Citigroup Center, 153 East 53rd Street, New York, New York 10022 (Attn: Jonathan S.

Henes, Esq.), (ii) Latham & Watkins, 885 Third Avenue, New York, New York 10022 Attn:

Shari Siegel, Esq., (iii) the Office of the United States Trustee, 33 Whitehall Street, 21st floor,

New York, New York 10004 (Attn: Pamela J. Lustrin, Esq.), and (iv) Akin, Gump, Strauss,

Hauer & Feld, LLP, 590 Madison Avenue, New York, New York 10022 (Attn: Ira S.

Dizengoff, Esq.), so as to be actually received no later than June 10, 2003, at 4:00 p.m.

(prevailing Eastern Time).

Dated: New York, New York

May 30, 2003

Respectfully submitted,

/s/ Jonathan S. Henes

Matthew A. Cantor (MC-7727)

Jonathan S. Henes (JH-1979)

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