

UNITED STATES BANKRUPTCY COURT
Southern District of New York

**GENERAL NOTES REGARDING THE DEBTOR'S
SUPPLEMENT NO. 1 TO SCHEDULE F - CREDITORS HOLDING UNSECURED NONPRIORITY
CLAIMS**

Set-off and Recoupment Claims. In addition to any set-off or recoupment claims listed on the attached Schedule F, the Debtor may have additional set-off and recoupment claims. The Debtor is currently determining what additional claims for set-off or recoupment that it may have. Nothing herein waives or releases any rights, claims, causes of action, or defenses, including set-off rights and recoupment rights. The Debtors expressly reserve such rights, claims, causes of action, or defenses, including set-off rights or recoupment rights.

Customer Addresses. For the "customer claims" that may be listed on the attached Schedule F, the address and other contact information for such customer has not been included herein. The specific customer details are all confidential commercial information. However, the amounts of such claims are included in the summary of schedules. For the purposes of the attached Schedule F, such "customer claims" are contingent, unliquidated and disputed. If any party needs additional information concerning the customers' addresses, please contact Chris Luna of Allegiance Telecom, Inc. at (469) 259-2069.

Unaudited Financial Information. The schedules and statements have been prepared by the Debtor's management and are unaudited. While management of the Debtor has sought to ensure that the schedules and statements are accurate and complete based upon information that was available at the time of preparation, the subsequent receipt of information or an audit may result in material changes in the financial data requiring amendment, modification or supplement of these schedules and statements.

Undetermined Amounts. Any amounts that could not be reasonably quantified by the Debtor are scheduled as "Undetermined".

Claim Description. Any failure to designate a claim on the Debtor's schedule as "contingent", "unliquidated" or "disputed, does not constitute an acknowledgement, agreement or admission by the Debtor that such claim is not "contingent", "unliquidated" or "disputed." The Debtor expressly reserves the right to dispute, or to assert offsets, recoupments or defenses to or change, any claim reflected in these schedules as to amount, liability, priority, status, characterization, or classification, or to otherwise subsequently designate any claim as "contingent", "unliquidated" or "disputed."

Former Employee Addresses. As of the Commencement Date, the Debtors had over a thousand former employees. To protect the privacy of its former employees, the addresses of the Debtor's former employees are generally not listed herein. If any party needs additional information concerning the former employees' addresses, please contact Chris Luna of Allegiance Telecom, Inc. at (469) 259-2069.

Bankruptcy Court Orders. Pursuant to Bankruptcy Court orders, the Debtor has been granted authority to pay pre-petition obligations to certain creditors, such as employees, taxing authorities, customers and critical vendors. Accordingly, to the extent that these liabilities have already or will be satisfied such liabilities are not listed herein.

Reserves and Accruals. These schedules do not include reserves and accruals recorded on the Debtor's books and records pursuant to generally accepted accounting principles.

Intercompany Transactions. The Debtors routinely engaged in intercompany transactions that may result in intercompany transfers, payments, loans, accounts payable and accounts receivable. The Debtors have been conducting a review of those intercompany transactions. As such, intercompany transfers, payments, loans, receivables and payables are not listed herein in these schedules or statements.

Reservation of Right to Amend. The Debtor expressly reserves the right to amend, modify, and supplement these schedules and statements from time to time as necessary and/ or appropriate. This Supplement No. 1 supplements and does not replace, amend or otherwise alter the original Schedule F previously filed herein by the Debtor and such original Schedule F remains unaltered.

**SUPPLEMENT NO. 1 TO SCHEDULE F -
CREDITORS HOLDING UNSECURED NONPRIORITY CLAIMS**

State the name, mailing address, including zip code, and account number, if any, of all entities holding unsecured claims without priority against the debtor or the property of the debtor, as of the date of filing of the petition. Do not include claims listed in Schedules D and E. If all creditors will not fit on this page, use the continuation sheet provided.

If any entity other than a spouse in a joint case may be jointly liable on a claim, place an "X" in the column labeled "Codebtor", including the entity on the appropriate schedule of creditors, and complete Schedule H - Codebtors. If a joint petition is filed, state whether husband, wife, both of them, or the marital community may be liable on each claim by placing an "H", "W", "J", or "C" in the column labeled "Husband, Wife, Joint, or Community".

If the claim is contingent, place an "X" in the column labeled "Contingent". If the claim is unliquidated, place an "X" in the column labeled "Unliquidated". If the claim is disputed, place an "X" in the column labeled "Disputed". (You may need to place an "X" in more than one of these three columns.)

Report total of all claims listed on this schedule in the box labeled "Total" on the last sheet of the completed schedule. Report this total also on the Summary of Schedules.

Check this box if debtor has no creditors holding unsecured nonpriority claims to report on this Schedule F

| CREDITOR'S NAME AND MAILING ADDRESS INCLUDING ZIP CODE | CODEBTOR | | CONTINGENT | | | AMOUNT OF CLAIM |
|--|--------------------------------------|--|--------------|---|---|--------------------|
| | HUSBAND, WIFE, JOINT OR COMMUNITY | DATE CLAIM WAS INCURRED AND CONSIDERATION FOR CLAIM, IF CLAIM IS SUBJECT TO SETOFF, SO STATE | UNLIQUIDATED | | | |
| | | | DISPUTED | | | |
| ACCOUNT NO. 1N38M0164 s12786 AIRSPACE SAFETY | | CUSTOMER CLAIM | X | X | X | \$327.60 |
| ACCOUNT NO. s12787 BURDINES | | CUSTOMER CLAIM | X | X | X | \$12.36 |
| ACCOUNT NO. s12788 CON-WATER | | CUSTOMER CLAIM | X | X | X | \$304.00 |
| ACCOUNT NO. 5005123 s12789 CT CORPORATION | | CUSTOMER CLAIM | X | X | X | \$10,312.92 |
| ACCOUNT NO. 20A0109 s12790 DISCOUNT MART | | CUSTOMER CLAIM | X | X | X | \$312.49 |
| ACCOUNT NO. B000014 s12791 ECLIPSYS | | CUSTOMER CLAIM | X | X | X | \$3,980.12 |
| ACCOUNT NO. W558008 s12792 ERN | | CUSTOMER CLAIM | X | X | X | \$3.38 |

In re **Shared Technologies Allegiance, Inc.**
Debtor

Case No. **03-13108**
(If known)

**SUPPLEMENT NO. 1 TO SCHEDULE F -
CREDITORS HOLDING UNSECURED NONPRIORITY CLAIMS
(Continuation Sheet)**

| CREDITOR'S NAME AND MAILING ADDRESS INCLUDING ZIP CODE | CODEBTOR | | CONTINGENT | | | AMOUNT OF CLAIM |
|--|-----------------------------------|--|--------------|---|---|-----------------|
| | HUSBAND, WIFE, JOINT OR COMMUNITY | DATE CLAIM WAS INCURRED AND CONSIDERATION FOR CLAIM, IF CLAIM IS SUBJECT TO SETOFF, SO STATE | UNLIQUIDATED | | | |
| | | | DISPUTED | | | |
| ACCOUNT NO. 2002437 s12793 EURO BROKERS, INC | | CUSTOMER CLAIM | X | X | X | \$49.36 |
| ACCOUNT NO. 1001951 s12794 IDT CORPORATION | | CUSTOMER CLAIM | X | X | X | \$8,767.50 |
| ACCOUNT NO. 3000002 s12795 IMPERIAL BANK | | CUSTOMER CLAIM | X | X | X | \$9,815.85 |
| ACCOUNT NO. 2002336 s12785 LAS VEGAS FIRE | | CUSTOMER CLAIM | X | X | X | \$836.36 |
| ACCOUNT NO. 50B0279 s12797 MAIN LINE | | CUSTOMER CLAIM | X | X | X | \$918.66 |
| ACCOUNT NO. 50A0326 s12796 MAIN LINE | | CUSTOMER CLAIM | X | X | X | |
| ACCOUNT NO. W780402 s12798 MAINSRING COMM | | CUSTOMER CLAIM | X | X | X | \$375.25 |
| ACCOUNT NO. 9000009 s12799 MAXIMUS | | CUSTOMER CLAIM | X | X | X | \$5,785.30 |
| ACCOUNT NO. 2000104 s12800 MILLENNIUM FINANCIAL | | CUSTOMER CLAIM | X | X | X | \$0.02 |
| ACCOUNT NO. W723472 s12801 NATIONAL RESTAURANT | | CUSTOMER CLAIM | X | X | X | \$2,777.87 |
| ACCOUNT NO. 2002350 s12802 NAT'L DEV RESEARCH | | CUSTOMER CLAIM | X | X | X | \$2,847.67 |
| ACCOUNT NO. W728375 s12803 NET TEST | | CUSTOMER CLAIM | X | X | X | \$15,667.80 |
| ACCOUNT NO. 3003928 s12804 PEROT/TENET HEALTH | | CUSTOMER CLAIM | X | X | X | \$1,746.26 |

In re **Shared Technologies Allegiance, Inc.**
Debtor

Case No. **03-13108**
(If known)

**SUPPLEMENT NO. 1 TO SCHEDULE F -
CREDITORS HOLDING UNSECURED NONPRIORITY CLAIMS
(Continuation Sheet)**

| CREDITOR'S NAME AND MAILING ADDRESS INCLUDING ZIP CODE | CODEBTOR | | CONTINGENT | | | AMOUNT OF CLAIM |
|--|-----------------------------------|--|--------------|---|---|-----------------|
| | HUSBAND, WIFE, JOINT OR COMMUNITY | DATE CLAIM WAS INCURRED AND CONSIDERATION FOR CLAIM, IF CLAIM IS SUBJECT TO SETOFF, SO STATE | UNLIQUIDATED | | | |
| | | | DISPUTED | | | |
| ACCOUNT NO. 4004279 s12805 SHEPARD EXP | | CUSTOMER CLAIM | X | X | X | \$815.77 |
| ACCOUNT NO. W723343 s12806 STARBUCKS | | CUSTOMER CLAIM | X | X | X | \$1,592.67 |
| ACCOUNT NO. W723312 s12807 SUMNER RIDER & SNYDER | | CUSTOMER CLAIM | X | X | X | \$1,383.81 |
| ACCOUNT NO. 1NA0302 s12808 TOYS R US | | CUSTOMER CLAIM | X | X | X | \$81.32 |
| ACCOUNT NO. 8008021 s12809 ZARAK SYSTEMS | | CUSTOMER CLAIM | X | X | X | \$1,970.00 |
| ACCOUNT NO. s12841 At Home Corporation c/o Michael St James 182 Howard St, Suite Three San Francisco, CA 94105 | | THREATENED LITIGATION Threatened Litigation | X | X | X | \$65,597.74 |

DECLARATION CONCERNING DEBTOR'S
SUPPLEMENT NO. 1 TO SCHEDULES

I, the Senior Vice President of Finance and Accounting of the corporation named as debtor in this case, declare under penalty of perjury that I have read the foregoing Supplement No. 1 to Schedule F, including this signature page, and that they are true and correct to the best of my knowledge, information, and belief.

Date September 5, 2003

Signature: /s/ G. Clay Myers

G. Clay Myers
Printed Name

Penalty for making a false statement or concealing property: Fine of up to \$500,000 or imprisonment for up to 5 years or both. 18 U.S.C. Sections 152 and 3571.