

PRESENTMENT DATE AND TIME: May 12, 2004 at 12:00 noon
OBJECTION DEADLINE: May 12, 2004 at 11:30 a.m.

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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.
ALLEGIANCE TELECOM, INC., <u>et al.</u> ,	:	03-13057 (RDD)
	:	
Debtors.	:	Jointly Administered
_____	X	

**NOTICE OF PRESENTMENT OF STIPULATION AND ORDER
REGARDING MODIFICATION OF THE AUTOMATIC STAY TO ALLOW EDS
INFORMATION SERVICES L.L.C. TO EXERCISE SETOFF RIGHTS AGAINST
THE SECURITY DEPOSIT HELD BY EDS INFORMATION SERVICES L.L.C.**

PLEASE TAKE NOTICE that Allegiance Telecom, Inc. and its direct and indirect subsidiaries, as debtors and debtors in possession (collectively, the “Debtors”), will present the annexed Stipulation and Order Regarding Modification of the Automatic Stay to Allow EDS Information Services L.L.C. to Exercise Setoff Rights Against the Security Deposit Held by EDS Information Services L.L.C., dated April 29, 2004 (the “Stipulation”), to the Honorable Robert D. Drain, United States Bankruptcy Judge, for signature on May 12, 2004, at 12:00 noon, prevailing Eastern Time.

PLEASE TAKE FURTHER NOTICE that objections, if any, to the Stipulation shall be in writing, shall conform to the Federal Rules of Bankruptcy Procedure and the Local

Bankruptcy Rules for 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 therefor, 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 LLP, Citigroup Center, 153 East 53rd Street, New York, New York 10022 (Attn: Jonathan S. Henes, Esq.), (ii) the Office of the United States Trustee, 33 Whitehall Street, 21st Floor, New York, New York 10004 (Attn: Pamela J. Lustrin, Esq.), (iii) Paul, Hastings, Janofsky & Walker LLP, 600 Peachtree Street, N.E., 24th Floor, Atlanta, Georgia 30308 (Attn: Jesse Austin III, Esq.), (iv) Akin Gump Strauss Hauer Feld LLP, 590 Madison Avenue, New York, New York 10022 (Attn: Ira S. Dizengoff, Esq.) and (v) Warner, Stevens & Doby, L.L.P., 1700 City Center Tower II, 301 Commerce Street, Fort Worth, Texas 76102 (Attn: David T. Cohen, Esq.), so as to be actually received no later than May 12, 2004, at 11:30 a.m., prevailing Eastern Time.

PLEASE TAKE FURTHER NOTICE that unless objections are received by the aforementioned deadline, the Bankruptcy Court may “so order” the Stipulation without a hearing. If a timely objection has been filed and served in accordance with the provisions of the foregoing paragraph, a hearing date will be set and the objecting parties will be notified of the hearing date. The moving and objecting parties are required to attend the hearing, and failure to attend the hearing in person or by counsel may result in relief being granted or denied by default.

Dated: New York, New York
April 29, 2004

Respectfully submitted,

/s/ Jonathan S. Henes
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