

# EXHIBIT B

EXHIBIT "B"

ALLEGiance TELECOM, INC.  
Thirteen Week Budget (\$000s)

Consolidated		Week ending													Totals					
Week #	Actual	Actual	1	2	3	4	5	6	7	8	9	10	11	12	13	Weeks 1-13	Weeks 1-4	Weeks 5-8	Weeks 9-13	Weeks 1-13
5/22/2003	5/29/2003	5/16/2003	5/23/2003	5/30/2003	6/6/2003	6/13/2003	6/20/2003	6/27/2003	7/4/2003	7/11/2003	7/18/2003	7/25/2003	8/1/2003	8/8/2003	8/15/2003	Totals	5/18 - 6/6	6/13 - 7/4	7/11 - 8/6	Totals
TOTAL RECEIPTS (A)	\$ 36,069	\$ 16,931	\$ 12,050	\$ 12,050	\$ 10,555	\$ 15,085	\$ 13,285	\$ 13,285	\$ 10,635	\$ 13,175	\$ 13,175	\$ 13,175	\$ 13,175	\$ 38,175	\$ 190,905	\$ 49,540	\$ 50,490	\$ 90,875	\$ 190,905	
DISBURSEMENTS (B), (C)																				
Network & COGS	3,916	6,582	5,424	3,000	5,522	10,735	5,889	9,080	9,358	9,672	5,389	8,030	12,026	4,834	9,759	98,739	24,681	34,010	40,048	98,739
Capital Expenditures	390	-	1,491	2,978	-	759	853	1,581	-	1,145	835	1,058	593	400	750	12,442	5,227	3,580	3,635	12,442
Payroll & Benefits	7,793	2,170	9,319	625	10,988	650	8,544	650	8,444	2,920	8,294	650	8,294	2,820	8,284	70,250	21,582	20,557	28,151	70,250
Operating Expenses	5,543	4,842	4,744	1,132	5,497	1,946	3,459	2,409	3,515	4,439	3,452	3,169	1,381	4,075	1,799	40,986	13,318	13,821	13,856	40,986
Payments on Credit Facility (D)	5,007	-	-	1,469	697	-	-	1,625	665	-	3,452	3,169	2,291	-	-	6,738	2,156	2,291	2,291	6,738
Capital lease payments	-	564	-	1,234	-	-	-	1,234	-	-	-	1,234	-	-	-	3,703	1,234	1,234	1,234	3,703
TOTAL DISBURSEMENTS	\$ 22,849	\$ 14,138	\$ 20,977	\$ 10,438	\$ 22,895	\$ 14,090	\$ 18,746	\$ 16,590	\$ 21,982	\$ 18,176	\$ 17,970	\$ 14,141	\$ 24,564	\$ 11,929	\$ 20,611	\$ 232,507	\$ 66,159	\$ 76,493	\$ 89,215	\$ 232,507
NET CASH GENERATED/USED	\$ 13,220	\$ 2,793	\$ (8,927)	\$ 1,612	\$ (12,340)	\$ 995	\$ (5,461)	\$ (3,305)	\$ (8,687)	\$ (7,541)	\$ (4,795)	\$ (695)	\$ (11,389)	\$ 1,246	\$ 17,564	\$ (42,002)	\$ (16,659)	\$ (25,003)	\$ 1,660	\$ (42,002)

NOTES

- (A) Receipts are based on daily bank availability of cash received from customers. Week ending 8/10/03 includes payment from Level 3 of \$25,000,000. Bank Holiday in weeks 2 and 7 drive lower cash receipts.
- (B) Disbursements are scheduled based on week of release of checks and wires/ACH to vendors and other recipients.
- (C) Payroll and related expenses are scheduled based on actual pay dates. Note that commissions are paid on the last day of each month.
- (D) Includes interest payments for Senior Secured Credit Facility due on 19th & 25th of each month.