

The following constitutes the order of the Court.

Signed September 9, 2005

Incli De Wayn Hali United States Bankruptcy Judge

IN THE UNITED STATES BANKRUPTCY COURT FOR THE NORTHERN DISTRICT OF TEXAS DALLAS DIVISION

IN RE:

VARTEC TELECOM, INC., et al.,

DEBTORS.

S

(Chapter 11)

(Jointly Administered)

ORDER APPROVING COMPROMISE AND SETTLEMENT WITH LEPERCQ CORPORATE INCOME FUND, L.P.

On September 7, 2005, the Court considered the Motion to Approve Compromise and Settlement with Lepercq Corporate Income Fund, L.P. [Docket No. 1728] (the "Motion")¹ filed by the above-referenced debtors and debtors in possession (collectively, the "Debtors"). The Court finds that the relief requested in the Motion is in the best interest of the Debtors' estates and creditors, that the Settlement is fair and equitable and that adequate notice of this Motion has been given and no other notice needs to be given. Therefore, it is

ORDERED that the Motion is in all things GRANTED. It is further

¹ Capitalized terms not defined herein shall have the meaning given to them in the Motion.

ORDERED that the Letter Agreement and Settlement are approved. It is further

ORDERED that the Debtors are authorized to take all actions necessary to

comply with the Letter Agreement and implement and effectuate the Settlement.

END OF ORDER

Upon entry, return copy to:

Richard H. London
VINSON & ELKINS L.L.P.
Trammell Crow Center

2001 Ross Avenue, Suite 3700 Dallas, Texas 75201-2975

Tel: 214.661.7299 Fax: 214.220.7716 VarTec@velaw.com

ATTORNEYS FOR THE DEBTORS

1010065_1.DOC