

October 31, 2005

The Honorable Harlin D. Hale  
Judge, United States Bankruptcy Court  
1100 Commerce Street  
Dallas, Texas 75242

Re: ***In re VarTec Telecom, Inc., et al.***; Case No. 04-81694-HDH-11  
Agenda Letter for Hearing Scheduled for November 1, 2005 at 1:30 p.m.

Dear Judge Hale:

The purpose of this correspondence is to advise you of the status and proposed disposition of the following matters set for hearing on the Court's docket for November 1, 2005 at 1:30 p.m.:

## **UNCONTESTED MATTERS**

1. Motion to Authorize Rejection of Certain Circuit Agreements with SBC Telephone Companies filed by the Debtors [Docket No. 1902]

**OBJECTION DEADLINE:** To be extended to November 17, 2005 by Agreement of the Parties

**STATUS:** The Debtors and the SBC Telephone Companies request a continuance of the hearing on this motion to November 22, 2005 at 1:30 p.m., and an extension of the deadline for the SBC Telephone Companies to file an objection to this matter to November 17, 2005.

2. Second Motion to Authorize Rejection of Certain Circuit Agreements with SBC Telephone Companies filed by the Debtors [Docket No. 1904]

**OBJECTION DEADLINE:** To be extended to November 17, 2005 by Agreement of the Parties

**STATUS:** The Debtors and the SBC Telephone Companies request a continuance of the hearing on this motion to November 22, 2005 at 1:30 p.m., and an extension of the deadline for the SBC Telephone Companies to file an objection to this matter to November 17, 2005.

3. Third Motion to Authorize Rejection of Certain Circuit Agreements with SBC Telephone Companies filed by the Debtors [Docket No. 1930]

**OBJECTION DEADLINE:** To be extended to November 17, 2005 by Agreement of the Parties

**STATUS:** The Debtors and the SBC Telephone Companies request a continuance of the hearing on this motion to November 22, 2005 at 1:30 p.m., and an extension of the deadline for the SBC Telephone Companies to file an objection to this matter to November 17, 2005

4. Motion to Approve Assumption of Executory Contracts and Brief in Support (Edify Corporation) filed by the Debtors [Docket No. 1920]

**OBJECTION DEADLINE:** October 24, 2005

**STATUS:** No objections have been filed, and the Debtors intend to present an Order granting this motion.

5. Motion to Authorize Rejection of Nonresidential Real Property Lease and Brief in Support (60 Hudson Street, New York, New York) filed by the Debtors [Docket No. 1927]

**OBJECTION DEADLINE:** October 26, 2005

**STATUS:** No objections have been filed, and the Debtors intend to present an Order granting this motion.

6. Second Amended Application to Employ Kane, Russell, Coleman & Logan, P.C. as Special Counsel [Docket No. 1936]

**OBJECTION DEADLINE:** October 27, 2005

**STATUS:** No objections have been filed, and the Debtors intend to present an Order granting this motion.

7. Motion to Enter into Billing and Collections Agreements with BellSouth Telecommunications, Inc. filed by the Debtors [Docket No. 1953]

**OBJECTION DEADLINE:** October 31, 2005

**STATUS:** No objections have been filed, and the Debtors intend to present an Order granting this motion.

8. Motion to Approve Amendment Number 8 to the Order Form and Addendum with Computer Associates International, Inc. filed by the Debtors [Docket No. 1961]

**OBJECTION DEADLINE:** October 31, 2005

**STATUS:** No objections have been filed, and the Debtors intend to present an Order granting this motion.

### **CONTESTED MATTERS**

9. Motion for Interim and Final Orders (i) Authorizing the Debtors to Obtain Post-Petition Financing on an Interim and Final Basis Secured by Senior Priming Liens, (ii) Scheduling a Final Hearing and Establishing Notice Requirements, and (iii) Granting Related Relief (Rural Telephone Finance Cooperative) filed by the Debtors [Docket No. 1919]

Objection to Interim Relief filed by the Official Committee of Unsecured Creditors [Docket No. 1966]

Joinder in Objection to Interim Relief filed by MCI WorldCom Communications, Inc., MCI WorldCom Network Services, Inc [Docket No. 1968]

Joinder in Objection to Interim Relief filed by Unipoint Holdings, Inc. [Docket No. 1969]

Interim Order Authorizing Post-Petition Financing, Granting Senior Liens and Priority Administrative Expense Status, and Modifying the Automatic Stay (RTFC Administrative DIP Financing) [Docket No. 2003]

**OBJECTION DEADLINE:** October 24, 2005

**STATUS:** No objections to the final relief have been filed (the interim Order resolved the previously filed objections), and the Debtors intend to present a final Order granting this motion.

Sincerely,

*/s/ Daniel C. Stewart*

Daniel C. Stewart

cc: Master Service List

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