

**ENTERED**TAWANA C. MARSHALL, CLERK  
THE DATE OF ENTRY IS  
ON THE COURT'S DOCKET

**The following constitutes the order of the Court.**

**Signed November 23, 2005**

*Harlin DeWayne Hale*  
**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.**

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**CASE NO. 04-81694-HDH-11**

**(Chapter 11)  
(Jointly Administered)**

**AGREED ORDER GRANTING DEBTORS' SECOND MOTION TO AUTHORIZE REJECTION OF  
CERTAIN CIRCUIT AGREEMENTS WITH SBC TELEPHONE COMPANIES**

[RELATES TO DOCKET NO. 1904]

On November 22, 2005, the Court considered the Debtors' Second Motion to Authorize Rejection of Certain Circuit Agreements with SBC Telephone Companies (the "Motion"). The Debtors filed the Motion on September 23, 2005.

The Debtors and the various SBC telephone companies (collectively, "SBC")<sup>1</sup> agree, and the Court finds:

1. The Motion concerns executory contracts between various Debtors and various SBC telephone companies for "Designated Circuits" as more particularly described in Exhibit A of the Motion. The Debtors are not rejecting agreements for any circuits other than Designated Circuits as more particularly described in this Agreed Order.

2. The Debtors and SBC acknowledge that as to those executory contracts for Designated Circuits that are to be rejected pursuant to this Agreed Order, such Designated Circuits were disconnected on or about the respective "Disconnection Dates" listed in Exhibit A of the Motion.

3. The Debtors have exercised sound business judgment to determine that the executory contracts that are to be rejected pursuant to this Agreed Order should be rejected.

4. The Court also finds that adequate notice of the Motion has been given, and that no other notice is necessary.

Based on the foregoing,

It is hereby ORDERED that the Motion is GRANTED such that the executory contracts relating to each Designated Circuit identified in Exhibit A of the Motion shall be rejected effective as of corresponding disconnection date ("Disconnection Date") for each Designated Circuit listed in Exhibit A of the Motion.

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<sup>1</sup> SBC Operations, Inc. and its affiliates listed as follows are referred to collectively as "SBC": Southwestern Bell Telephone, L.P., Pacific Bell Telephone Company, The Southern New England Telephone Company, Illinois Bell Telephone Company, Indiana Bell Telephone Company Incorporated, Michigan Bell Telephone Company, The Ohio Bell Telephone Company, Wisconsin Bell, Inc., Nevada Bell Telephone Company, and The Woodbury Telephone Company.

It is FURTHER ORDERED that the Debtors shall promptly allow SBC to retrieve SBC equipment, which was used to provide service under the executory contracts for the Designated Circuits that are rejected pursuant to this Agreed Order.

It is FURTHER ORDERED that SBC shall retrieve such equipment from the Debtors within a reasonable time, with the costs of such retrieval to be borne by SBC.

It is FURTHER ORDERED that SBC shall file a claim for rejection damages, if any, relating to the executory contracts for the Designated Circuits that are rejected pursuant to this Agreed Order no later than sixty (60) days after the date of entry of this Agreed Order.

### End of Agreed Order ###

**AGREED TO BY:**

/s/Michael L. Scanlon  
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Michael L. Scanlon  
State Bar No. 17707500

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COMPANY, INDIANA BELL TELEPHONE COMPANY INCORPORATED,  
MICHIGAN BELL TELEPHONE COMPANY, THE OHIO BELL**

**TELEPHONE COMPANY, WISCONSIN BELL, INC., NEVADA BELL  
TELEPHONE COMPANY, AND THE WOODBURY TELEPHONE COMPANY**