

The following constitutes the order of the Court.

Signed December 14, 2005

Homlin De Wayne 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.

S

(Chapter 11)

(Jointly Administered)

ORDER REGARDING DEBTORS' SECOND OMNIBUS OBJECTION TO CLAIMS UNDER 11 U.S.C. §§ 102(1), 105(a), 501(a), AND 502(b) AND FEDERAL RULE OF BANKRUPTCY PROCEDURE 3007

On December 13, 2005, the Court considered the Second Omnibus Objection to Claims Under 11 U.S.C. §§ 102(1), 105(a), 501(a), and 502(b) and Federal Rule of Bankruptcy Procedure 3007 [Docket No. 2043] (the "Objection")¹ filed by the above-referenced debtors (the "Debtors"). The Court **FINDS** that (i) proper and sufficient notice of the Objection has been provided and that no further notice is necessary; (ii) it has jurisdiction over the matters raised in the Objection pursuant to 28 U.S.C. §§ 157

_

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

and 1334; and (iii) this is a core proceeding pursuant to 28 U.S.C. § 157(b)(2). Therefore, the Court

SUSTAINS the Objection as set forth below; and further

ORDERS that:

each Duplicate Proof of Claim listed in the chart below is expunged
 and the claims asserted therein are disallowed.

| Claim No. | Amount | Creditor Name | Case No. | Case Name | Remaining Proof of Claim |
|--------------|----------------|-------------------------------------|----------|--------------------------------|--------------------------------|
| 3273 | \$26.00 | COLLIERS INTERNATIONAL | 04-81694 | VarTec Telecom, Inc. | 3272 |
| 3245 | \$780,591.87 | DALLAS COUNTY | 04-81694 | VarTec Telecom, Inc. | 3231 |
| 2897 | \$1,470.46 | DIGITAL BRYAN STREET PARTNERSHIP LP | 04-81702 | Telco Network Services, Inc. | 3003 |
| 2962 | \$2,889.60 | DISCOVER FINANCIAL SERVICES | 04-81694 | VarTec Telecom, Inc. | 2881 |
| 2818 | \$396.00 | NATIONAL DATA SERVICES INC | 04-81698 | Excel Telecommunications, Inc. | 2969 |
| 2786 | \$30,690.57 | NATIONAL DATA SERVICES INC | 04-81694 | VarTec Telecom, Inc. | 2982 |
| 2706 | \$7,004,248.68 | NORTHPARK CENTRAL VEFII LP | 04-81698 | Excel Telecommunications, Inc. | 2943 |
| 2950 | \$7,004,248.68 | NORTHPARK CENTRAL VEFII LP | 04-81698 | Excel Telecommunications, Inc. | 2943 |
| 2933 | \$1,032.12 | PEACE VALLEY TELEPHONE CO | 04-81698 | Excel Telecommunications, Inc. | 2983 |
| 2544 | \$707.62 | TDS DECATUR TELEPHONE CO | 04-81698 | Excel Telecommunications, Inc. | 2492 |
| 2922 | \$264,799.21 | UNIPOINT HOLDINGS INC | 04-81694 | VarTec Telecom, Inc. | 3000 |
| 2923 | "Unknown" | UNIPOINT HOLDINGS INC | 04-81694 | VarTec Telecom, Inc. | 3001 |

Further, the Remaining Proofs of Claims shall remain on the claims register. Determination of any issues related to the allowability of the Remaining Proofs of Claims are reserved for a later date, and the Debtors' right to object to the Remaining Proofs of Claims on any other ground is fully reserved;

each Amended or Replaced Proof of Claim listed in the chart below
 is expunged and the claims asserted therein are disallowed.

| Claim No. | Amount | Creditor Name | Case No. | Case Name | Superceding Proof of Claim |
|--------------|--------------|----------------|----------|--------------------------------|----------------------------------|
| 1495 | \$440,694.93 | AFNI | | Excel Telecommunications, Inc. | 3265 |
| 241 | \$750.00 | CITY OF EUREKA | 04-81694 | VarTec Telecom, Inc. | 3267 |
| 397 | \$7,325.78 | COLLIERS INTL | 04-81694 | VarTec Telecom, Inc. | 3272 |

| Claim No. | Amount | Creditor Name | Case No. | Case Name | Superceding Proof of Claim |
|--------------|--------------|-----------------------------|----------|----------------------|----------------------------------|
| 924 | \$102,119.92 | CREATIVE FINANCIAL STAFFING | 04-81694 | VarTec Telecom, Inc. | 3259 |
| 2979 | "Unknown" | FOCAL COMMUNICATIONS CORP | 04-81694 | VarTec Telecom, Inc. | 3271 |
| 801 | \$5,932.35 | RUDEN MCCLOSKY ET AL | 04-81694 | VarTec Telecom, Inc. | 3266 |
| 2921 | \$956,827.22 | UNIPOINT HOLDINGS INC | 04-81694 | VarTec Telecom, Inc. | 3254 |
| 2999 | \$956,827.22 | UNIPOINT HOLDINGS INC | 04-81694 | VarTec Telecom, Inc. | 3254 |

Further, the Superseding Proofs of Claims shall remain on the claims register. Determination of any issues related to the allowability of the Superseding Proofs of Claims are reserved for a later date, and the Debtors' right to object to the Superseding Proofs of Claims on any other ground is fully reserved;

c. each Late Filed Proof of Claim listed in the chart below is expunged and the claims asserted therein are disallowed;

| Claim No. | Amount | Creditor Name | Case No. | Case Name |
|--------------|-------------|-------------------------------|----------|-------------------------------------|
| 3274 | \$20,036.18 | ADAMS COUNTY TREASURER OFFICE | 04-81694 | VarTec Telecom, Inc. |
| 3255 | \$2,734.96 | CITY OF IRVING | 04-81694 | VarTec Telecom, Inc. |
| 3238 | \$363.15 | CLEAR CREEK COUNTY | 04-81698 | Excel Telecommunications, Inc. |
| 3234 | \$11,173.50 | DHL EXPRESS USA INC | 04-81694 | VarTec Telecom, Inc. |
| 3263 | \$306.84 | GRAND COUNTY TREASURER | 04-81694 | VarTec Telecom, Inc. |
| 3236 | \$27.78 | MINERAL COUNTY | 04-81698 | Excel Telecommunications, Inc. |
| 3281 | \$967.08 | TEL WEST COMPANIES | 04-81694 | VarTec Telecom, Inc. |
| 3277 | \$17,072.30 | TENNESSEE DEPT OF REVENUE | 04-81695 | Excel Communications Marketing,Inc. |

 the Shareholder Proof of Claim listed in the chart below is expunged and the claims asserted therein are disallowed.

| Claim No. | Amount | Creditor Name | Case No. | Case Name |
|--------------|------------|---------------------|----------|----------------------|
| 3253 | \$2,997.65 | BATTCHER, JOSEPHINE | 04-81694 | VarTec Telecom, Inc. |

Further, to the extent that any person or entity that filed a Shareholder Proof of Claim holds a valid equity interest in the Debtors as of the plan distribution record date, the disallowance of the Shareholder Proofs of Claim will not impair a distribution, if any,

- to which such person who or entity may be entitled under any plan confirmed in the Cases on account of such equity interest; and
- e. the Insufficiently Documented Proof of Claim listed in the chart below is expunged and the claims asserted are disallowed;

| Claim No. | Amount | Creditor Name | Case No. | Case Name |
|--------------|-----------|---------------|----------|----------------------|
| 24 | "Unknown" | LOGAN COUNTY | 04-81694 | VarTec Telecom, Inc. |

f. each Withdrawn Proof of Claim listed in the chart below is expunged and the claims asserted are disallowed;

| Claim No. | Amount | Creditor Name | Case No. | Case Name |
|--------------|------------|---|----------|--------------------------------|
| 3160 | \$1,864.94 | GREENE COUNTY TREASURER | 04-81694 | VarTec Telecom, Inc. |
| 3161 | \$390.04 | GREENE COUNTY TREASURER | 04-81698 | Excel Telecommunications, Inc. |
| 3094 | | MARYLAND DEPT OF LABOR LICENSING & REGULATION | 04-81705 | VarTec Resource Services, Inc. |

and further

ORDERS that this Order does not affect Proof of Claim No. 1242, filed by the American Express Travel Related Services Co. (the "American Express Claim") and the American Express Claim will remain on the claims register. At the hearing on the Objection, the Debtors withdrew the Objection as it relates to the American Express Claim. All rights of the Debtors to object to Proof of Claim No. 1242 on grounds other than amendment or replacement by Proof of Claim No. 3258 are reserved; and further

ORDERS that Proof of Claim No. 3244 filed by AboveNet, Inc. (f/k/a) Metromedia Fiber Network, Inc. shall be allowed as a general unsecured claim in the amount of \$8,138.88 in VarTec Solutions, Inc. bankruptcy proceeding.

End of Order

After entry, return copy to:

Holly J. Warrington, SBT #24037671 **VINSON & ELKINS L.L.P.**Trammell Crow Center 2001 Ross Avenue, Suite 3700 Dallas, Texas 75201-2975

Tel: 214-661-7299 Fax: 214-999-7823

ATTORNEYS FOR THE DEBTORS

1047582_1 DOC