'STUART FLEISCHER ASSOCIATES

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July 18, 2000

Bill Feldman, Assistant Director Filings Division Commonwealth of Kentucky Public Service Commission P.O. Box 615 Frankfort, KY 40602-0615

Re: American Network Exchange, Inc. ("ANEI")

Dear Mr. Feldman:

Please be advised that ANEI filed for and received protection under Chapter 11 of the United States Bankruptcy Code (the "Code") on May 5, 1999 and, due to MCI discontinuing service, ceased all operations on or about May 31, 1999. The case number assigned is 99 B 43020. By order of the Court, ANEI has retained our firm as the Debtor's accountants to assist in financial and tax matters, as needed.

We have reviewed your correspondence (copy enclosed) and have believe that it applies to the period after operations ceased. In addition, due to the ongoing dispute with MCI, records are not currently available to determine the true activity during January to Mmay 1999. Section 362 of the Code provides for an automatic stay of collection actions. Therefore, if you believe that you have a claim(s) against ANEI, please file your claim(s) with the United States Bankruptcy Court for the Southern District of New York; One Bowling Green; New York, NY 10004.

Sincerely,

Ira M. Spiegel
Accountants to the Debtor

cc: Guy Longobadro, CEO Stuart L. Fleischer