

IN THE UNITED STATES BANKRUPTCY COURT
EASTERN DISTRICT OF VIRGINIA
NORFOLK DIVISION

In re:

PICUS, INC.
PICUS COMMUNICATIONS, LLC
SYBERCOM, INC.
iPLUS INTERNET SERVICES, INC.
INTERNET ENTERPRISE CENTER, INC.

Case No. 00-72059-SCS
(Jointly Administered)
Chapter 11

Debtors in Possession.

NOTICE OF SETTLEMENT MOTION

Take notice that on May 20, 2002, the Debtors, by counsel, filed a Motion (the "Motion") for Approval of Settlement of Administrative Expenses of Universal Service Administrative Company ("USAC"), Highwoods Realty Limited Partnership ("Highwoods"), City of Newport News (the "City"), and Cox Virginia Telecom, Inc. ("Cox") (USAC, Highwoods, City and Cox shall collectively be the "Claimants"). The purpose of the Motion is to seek court approval for the settlement of administrative claims asserted by the Claimants against the Estate. The Motion proposes an immediate cash payment, totaling \$12,950, to the Claimants, in return for disallowance of the remainder of the administrative claim asserted by the Claimants, which disallowed portion totals approximately \$30,000.00. The specific amount payable to each Claimant, the source of the \$12,950, and all other terms of the settlement with each Claimant are specifically described in the Motion. A true photocopy of the Motion is available from the Court or from counsel for the Debtors, upon request.

Your rights may be affected. You should read the Motion carefully and discuss it with your attorney if you have one. If you do not have an attorney, you may wish to consult one.

If you do not want the Court to approve the settlements described in the Motion, then an objection to the Motion must be filed with and received by the Clerk of the Bankruptcy Court, U.S. Bankruptcy Court, P.O. Box 1938, Norfolk, VA 23501-1938 **within twenty (20) days after service of this Notice**, with a copy to counsel for the Debtors at the address set forth below. If no objection is timely filed, the Court will deem any opposition waived and enter an order without further notice or hearing.

AUS _____
CAF _____
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CTR _____
ECR _____
GCL _____
OPC _____
MMS _____
SEC _____
OTH Nancy
Hong

_____ Frank J. Santoro, Esq., VSB # 20259
_____ Karen M. Crowley, Esq., VSB # 35881
_____ Ann B. Brogan, Esq., VSB #25567
_____ Marcus, Santoro, Kozak & Melvin, P.C.
_____ P. O. Box 69
_____ Portsmouth, VA 23705-0069
_____ (757) 393-2555
_____ Counsel for the Debtors

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DISTRIBUTION CENTER

DOCUMENT NUMBER-DATE

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FPSC-COMMISSION CLERK

May 24, 2002

PICUS, INC.,
PICUS COMMUNICATIONS, LLC,
INTERNET ENTERPRISE CENTER, INC.,
SYBERCOM, INC., and
iPLUS INTERNET SERVICES, INC.

By: /s/ Karen M. Crowley
Of Counsel

Frank J. Santoro, Esq., VSB # 20259
Karen M. Crowley, Esq., VSB # 35881
Ann B. Brogan, Esq., VSB #25567
Marcus, Santoro, Kozak & Melvin, P.C.
P. O. Box 69
Portsmouth, VA 23705-0069
(757) 393-2555
Counsel for the Debtors

Certificate of Service

I hereby certify that on May 24, 2002, a true copy of the foregoing Notice was served via first class mail, postage prepaid, to all creditors and parties in interest as reflected on the attached Service List.

/s/ Karen M. Crowley