

I am a shareholder of XO Coummunications and find the ability of its management to ignore the fiduciary interests of the shareholders by pursuing a financing that will destroy all value for the owners to be reckless and unfair, especially as its been announced that management will receive stock options in the new proposed shares. With the lessons from Enron now all too clear, management misuse of power to fatten their own wallets at the expense of shareholders needs to come to an end.

This financing, that has no advance bankruptcy proceeding, by Forstmann Little & Co. and Telefonos de Mexico SA de CV is against the interests of the investing public.