

IN THE UNITED STATES BANKRUPTCY COURT
FOR THE DISTRICT OF DELAWARE

In re:) Chapter 11
)
FANSTEEL INC., et al.,¹) Case No. 02-10109 (JJF)
) (Jointly Administered)
Debtors.)

40-7580

Objection Deadline: July 31, 2002 at 4:00 p.m.
Hearing Date: TBD (only if objections are filed)

**NOTICE OF FILING OF FIRST INTERIM
APPLICATIONS FOR COMPENSATION AND REIMBURSEMENT
OF EXPENSES PURSUANT TO SECTION 331 OF THE BANKRUPTCY CODE**

To: All Parties Requested to Receive Notice Pursuant to Delaware
Bankruptcy LR 2002-1

PLEASE TAKE NOTICE that, pursuant to the Order Under 11 U.S.C. §105 (a) and 331 Establishing Procedures for Interim Compensation and Reimbursement of Expenses for Professionals and Committee Members, entered February 20, 2002 [District Court Docket No. 73] (the "Fee Procedures Order"), the following professionals have filed their first interim fee applications (the "Interim Fee Applications") in the captioned case: Schulte, Roth & Zabel LLP; Pachulski, Stang, Ziehl, Young & Jones P.C.; Winston & Strawn; Earth Sciences Consultants, Inc.; Klett, Rooney & Schorling; Freeborn & Peters; and Navigant Consulting, Inc. (collectively, the "Professionals").

The Fee Procedures Order permits the Debtors, without a court order, to pay Professionals 80% of their fees outstanding and 100% of their expenses, under the following

¹ The Debtors are the following entities: Fansteel Inc.; Fansteel Holdings, Inc., Custom Technologies Corp., Escast, Inc., Wellman Dynamics Corp., Washington Mfg. Co., Phoenix Aerospace Corp., American Sintered Technologies, Inc., and Fansteel Schulz Products, Inc.

procedure: (1) the Professional must submit a monthly fee application to certain parties specified in the Fee Procedures Order, (2) twenty days must elapse without an objection to the Professional's monthly fee application, and (3) the Professional must file a certificate of no objection to the monthly fee application. The 20% holdback amount on fees may be paid only upon entry of a Court order approving Interim Fee Applications.

PLEASE TAKE NOTICE that attached hereto as **Exhibit A** is a summary of the total amounts of compensation and fee reimbursement sought in each of the Interim Fee Applications, amounts previously paid to each Professional pursuant to monthly interim applications submitted by the Professionals, and amounts that will be payable to the Professionals if all compensation and fee reimbursement sought in the Interim Fee Applications are approved.

PLEASE TAKE NOTICE that: (1) as to Exhibit A, if there is contradiction between Exhibit A and amounts specified in the monthly application, the correct monthly applications shall prevail, and (2) Exhibit A may include amounts outstanding at the time of preparation of this Notice, but which may be paid by the Debtors pursuant to the monthly fee applications prior to the approval of the Interim Fee Applications.

PLEASE TAKE FURTHER NOTICE that objections to the Interim Fee Applications must be made in writing, filed with United States Bankruptcy Court for the District of Delaware, 824 Market Street, Wilmington, DE 19801, and served upon counsel for the captioned Debtors and the Professionals to which such objections apply no later than 4:00 p.m. on July 31, 2002.

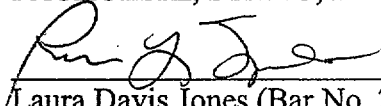
PLEASE TAKE FURTHER NOTICE that in the absence of timely filed objections, the Court may enter an Order approving the Interim Fee Applications on an interim basis without further notice or hearing.

Dated: July 11, 2002

SCHULTE ROTH & ZABEL LLP
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and

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Co-Counsel for the Debtors and Debtors in Possession

FIRST INTERIM FEE APPLICATION/FEES & EXPENSES
FANSTEEL INC. (02-10109-JJF)

APPLICANT	FEE PERIOD	TOTAL FEES & EXPENSES	AMOUNT PAID TO DATE	AMOUNT OUTSTANDING	CERTIFICATE OF NO OBJECTION
PSZY&J	1/15 – 1/31 Docket No. 110	\$53,903.00 (fees)	\$43,122.40 (fees)	\$10,780.60	Docket No. 166
		\$23,320.30 (expenses)	\$23,320.30 (expenses)		
		\$77,223.30 (Total)	\$66,442.70 (Total)		
PSZY&J	2/1 – 2/28 Docket No. 127	\$60,354.50 (fees)	\$48,283.60 (fees)	\$12,070.90	Docket No. 178
		\$8,613.21 (expenses)	\$8,613.21 (expenses)		
		\$68,967.71 (Total)	\$56,896.81 (Total)		
PSZY&J	3/1 – 3/31 Docket No. 240	\$90,454.00 (fees)	\$72,363.20 (fees)	\$18,090.80	Docket No. 280
		\$16,971.81 (expenses)	\$16,971.81 (expenses)		
		\$107,425.81 (Total)	\$89,335.01 (Total)		
PSZY&J	4/1 – 4/30 Docket No. 277	\$88,294.00 (fees)	\$0.00 (fees)	\$107,213.67	Docket No. 311
		\$18,919.67 (expenses)	\$0.00 (expenses)		
		\$107,213.67 (Total)	\$0.00 (Total)		

APPLICANT	FEE PERIOD	TOTAL FEES & EXPENSES	AMOUNT PAID TO DATE	AMOUNT OUTSTANDING	CERTIFICATE OF NO OBJECTION
PSZY&J	5/1 – 5/31 Docket No. 310	\$56,771.00 (fees)	\$0.00 (fees)	\$70,915.69	Docket No. TBD Obj. DL – 7/30
		\$14,144.69 (expenses)	\$0.00 (expenses)		
		\$70,915.69 (Total)	\$0.00 (Total)		
PSZY&J TOTALS:		\$349,776.00 (fees)	\$163,769.20 (fees)	\$219,071.66	N/A
		\$81,969.68 (expenses)	\$67,844.99 (expenses)		
		\$431,815.68 (Total)	\$231,614.19 (Total)		
Schulte Roth & Zabel LLP	1/15 – 2/28 Docket No. 133	\$228,571.50 (fees)	\$182,857.20 (fees)	\$45,714.30	Docket No. 184
		\$16,484.58 (expenses)	\$16,484.58 (expenses)		
		\$245,056.08 (Total)	\$199,341.78 (Total)		
Schulte Roth & Zabel LLP	3/1 – 3/31 Docket No. 263	\$203,848.00 (fees)	\$0.00 (fees)	\$218,760.73	Docket No. 305
		\$14,912.73 (expenses)	\$0.00 (expenses)		
		\$218,760.73 (Total)	\$0.00 (Total)		
Schulte Roth & Zabel LLP TOTALS:		\$432,419.50 (fees)	\$182,857.20 (fees)	\$264,475.03	N/A
		\$31,397.31 (expenses)	\$16,484.58 (expenses)		
		\$463,816.81 (Total)	\$199,341.78 (Total)		

APPLICANT	FEE PERIOD	TOTAL FEES & EXPENSES	AMOUNT PAID TO DATE	AMOUNT OUTSTANDING	CERTIFICATE OF NO OBJECTION
Winston & Strawn	1/16 – 2/28 Docket No. 130	\$80,474.25 (fees)	\$57,738.44 (fees)	\$22,735.81	Docket No. 180
		\$536.16 (expenses)	\$536.16 (expenses)		
		\$81,010.41 (Total)	\$58,274.60 (Total)		
Winston & Strawn	3/1 – 3/31 Docket No. 175	\$18,161.75 (fees)	\$11,174.11 (fees)	\$6,987.64	Docket No.233
		\$1,271.49 (expenses)	\$1,271.49 (expenses)		
		\$19,433.24 (Total)	\$12,445.60 (Total)		
Winston & Strawn	Docket No. 264	\$28,420.50 (fees)	\$0.00 (fees)	\$28,690.69	Docket No. 304
		\$270.19 (expenses)	\$0.00 (expenses)		
		\$28,690.69 (Total)	\$0.00 (Total)		
Winston & Strawn TOTALS:		\$127,056.50 (fees)	\$68,912.55 (fees)	\$58,414.14	N/A
		\$2,079.84 (expenses)	\$1,807.65 (expenses)		
		\$129,134.34 (Total)	\$70,720.20 (Total)		
Earth Sciences Consultants, Inc.	2/24 – 3/30 Docket No. 185	\$12,195.40 (fees)	\$9,756.32 (fees)	\$2,439.08	Docket No. 250
		\$158.40 (expenses)	\$158.40 (expenses)		
		\$12,353.80 (Total)	\$9,914.72 (Total)		

APPLICANT	FEE PERIOD	TOTAL FEES & EXPENSES	AMOUNT PAID TO DATE	AMOUNT OUTSTANDING	CERTIFICATE OF NO OBJECTION
Earth Sciences Consultants, Inc.	3/31 – 4/27 Docket No. 241	\$12,221.20 (fees)	\$0.00 (fees)	\$13,648.12	Docket No. 306
		\$1,426.92 (expenses)	\$0.00 (expenses)		
		\$13,648.12 (Total)	\$0.00 (Total)		
Earth Sciences Consultants, Inc. TOTALS:		\$24,416.60 (fees)	\$9,756.32 (fees)	\$16,087.20	N/A
		\$1,585.32 (expenses)	\$158.40 (expenses)		
		\$26,001.92 (Total)	\$9,914.72 (Total)		
Klett Rooney Lieber & Schorling ¹	1/28 – 2/28 Docket No. 78	\$30,451.50 (fees)	\$24,361.20 (fees)	\$6,090.30	Docket No. 135
		\$4,055.42 (expenses)	\$4,055.42 (expenses)		
		\$34,506.92 (Total)	\$28,416.62 (Total)		
Klett Rooney Lieber & Schorling	3/1 – 3/31 Docket No. 170	\$17,765.00 (fees)	\$14,212.00 (fees)	\$3,553.00	Docket No. 227
		\$1,118.40 (expenses)	\$1,118.40 (expenses)		
		\$18,883.40 (Total)	\$15,330.40 (Total)		
Klett Rooney Lieber & Schorling	4/1 – 4/30 Docket No. 260	\$13,388.00 (fees)	\$10,710.40 (fees)	\$2,677.60	Docket No. 295
		\$4,010.29 (expenses)	\$4,010.29 (expenses)		
		\$17,398.29 (Total)	\$14,720.69 (Total)		

¹ The column "Amount Paid to Date" for Klett Rooney Lieber & Schorling and for Freeborn and Peters indicates amounts **authorized to be paid** pursuant to monthly fee applications.

APPLICANT	FEE PERIOD	TOTAL FEES & EXPENSES	AMOUNT PAID TO DATE	AMOUNT OUTSTANDING	CERTIFICATE OF NO OBJECTION
Klett Rooney Lieber & Schorling	5/1-5/31 Docket No. 291	\$12,902.50 (fees) \$1,523.64 (expenses) \$14,426.14 (Total)	\$10,322.00 (fees) \$1,523.64 (expenses) \$11,845.64 (Total)	\$2,580.50	Docket No. TBD Obj DL - 7/18
Klett Rooney Lieber & Schorling TOTALS:		\$74,507.00 (fees) \$10,707.75 (expenses) \$85,214.75 (Total)	\$59,605.60 (fees) \$10,707.75 (expenses) \$70,313.35 (Total)	\$14,881.40- authorized	N/A
Freeborn & Peters ²	1/28 - 2/28 Docket No. 77	\$37,500.00 (fees) \$4,812.52 (expenses) \$42,312.52 (Total)	\$30,000.00 (fees) \$4,812.52 (expenses) \$34,812.52 (Total)	\$7,500.00	Docket No. 134
Freeborn & Peters	3/1 - 3/31 Docket No. 163	\$22,028.00 (fees) \$1,469.47 (expenses) \$ (Total)	\$17,622.40 (fees) \$1,469.47 (expenses) \$19,091.87 (Total)	\$4,405.60	Docket No. 221
Freeborn & Peters	4/1 - 4/30	\$28,086.50 (fees) \$1,188.64 (expenses)	\$22,469.20 (fees) \$1,1859.64 (expenses)	\$5,617.30	Docket No. 276

² See footnote 1 above.

APPLICANT	FEE PERIOD	TOTAL FEES & EXPENSES	AMOUNT PAID TO DATE	AMOUNT OUTSTANDING	CERTIFICATE OF NO OBJECTION
	Docket No. 239	(expenses) \$29,275.14 (Total)	(expenses) \$23,657.84 (Total)		
Freeborn & Peters	5/1-5/31	\$24,275.00 (fees) \$5,384.45 (expenses)	\$19,420.00 (fees) \$5,384.45 (expenses)	\$4,855.00	Docket No. 276
	Docket No. 281	\$29,659.45 (Total)	\$24,804.45 (Total)		
Freeborn & Peters TOTALS:		\$11,889.50 (fees) \$12,855.08 (expenses) \$124,744.58 (Total)	\$89,511.60 (fees) \$12,855.08 (expenses) \$102,360.68 (Total)	\$22,377.90	N/A
Navigant Consulting, Inc.	2/4 -2/28	\$91,500.70 (fees) \$4,866.00 (expenses)	\$73,200.56 (fees) \$4,866.00 (expenses)	\$18,300.14	Docket No. 222
	Docket No. 162	\$96,366.70 (Total)	\$78,066.56 (Total)		
Navigant Consulting, Inc.	3/1 -3/31	\$98,075.40 (fees) \$1,250.85 (expenses)	\$78,460.32 (fees) \$1,250.85 (expenses)	\$19,615.08	Docket No. 219
	Docket No. 164	\$99,326.25 (Total)	\$79,711.17 (Total)		
Navigant Consulting, Inc.	4/1 - 4/30	\$49,358.00 (fees) \$364.99 (expenses)	\$0.00 (fees) \$0.00 (expenses)	\$49,722.99	Docket No. TBD

APPLICANT	FEE PERIOD	TOTAL FEES & EXPENSES	AMOUNT PAID TO DATE	AMOUNT OUTSTANDING	CERTIFICATE OF NO OBJECTION
	Docket No. 296	\$49,722.99 (Total)	\$0.00 (Total)		Obj. DL – 7/22
Navigant Consulting, Inc.	5/1 – 5/31	\$38,168.50 (fees)	\$0.00 (fees)	\$39,533.78	Docket No. TBD
		\$1,365.28 (expenses)	\$0.00 (expenses)		
	Docket No. 297	\$39,533.78 (Total)	\$0.00 (Total)		Obj. DL – 7/22
Navigant Consulting TOTALS:		\$279,102.60 (fees)	\$151,660.88 (fees)	\$127,171.99	N/A
		\$7,847.12 (expenses)	\$6,116.85 (expenses)		
		\$284,949.72 (Total)	\$157,660.88 (Total)		