

IN THE UNITED STATES BANKRUPTCY COURT
FOR THE DISTRICT OF DELAWARE

In re:) Case No. 02-10109(JJF)
)
FANSTEEL INC., *et al.*,¹) Chapter 11
) (Jointly Administered)
Debtors.)
Re: Docket No. 1393

**ORDER GRANTING DEBTORS' SECOND
OMNIBUS SUBSTANTIVE OBJECTION TO CLAIMS**

Fansteel Inc. ("Fansteel") and its affiliated debtors and debtors-in-possession (collectively, the "Debtors") having filed the Debtors' Second Omnibus Substantive Objection to Claims, dated October 2, 2003 (the "Objection"), seeking entry of an order pursuant to 11 U.S.C. §502(b) and Local Rule 3007-1 disallowing or modifying and reclassifying certain claims; and upon consideration of the Objection and all responses thereto; and due and proper notice of the Objection having been given, it is hereby

ORDERED, that the relief sought in the Debtors' Second Omnibus Substantive Objection to Claims is granted in all respects; and it is further

ORDERED, that each claim listed on Exhibit A to the Objection as a "Settled Critical Vendor Claim," with the exception of Claim No. 85 filed by Alldyne Powder Technologies, is disallowed and expunged; and it is further

ORDERED, that Claim No. 85 filed by Alldyne Powder Technologies, be, and it hereby is, reduced from the amount of \$846,078.40 to the amount of \$276,510.34; and it is further

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., and American Sintered Technologies, Inc.

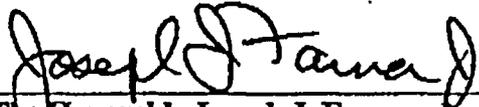
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ORDERED, that the priority or secured status of each of the claims listed on Exhibit B to the Objection as "Claims Improperly Classified" shall be modified and such claims reclassified and allowed as general unsecured claims; and it is further

ORDERED, that nothing herein shall limit or otherwise affect the Debtors' rights to object in the future to (i) any proofs of claim that have been or may subsequently be filed in this case or that may be listed on the Debtors' Schedules, on the grounds set forth herein or any other appropriate grounds and/or (ii) any claims that are the subject of the Objection that are not disallowed pursuant to this order; on any other appropriate grounds; and it is further

ORDERED, that pursuant to Federal Rules of Civil Procedure 54(b), made applicable in this contested matter by Federal Rules of Bankruptcy Procedure 7054 and 9014, the Court hereby directs entry of a final judgment with respect to the claims objections that are the subject of this order, the Court having determined that there is no just reason for delay in the entry of judgment on these matters.

Dated: November 4, 2003



The Honorable Joseph J. Farnan, Jr.
United States District Court Judge