

**IN THE UNITED STATES BANKRUPTCY COURT
FOR THE DISTRICT OF DELAWARE**

In re)Chapter 11
)
INTEGRATED HEALTH SERVICES, INC., <i>et al.</i> ,)Case No. 00-389 (MFW)
)
Debtors.)Jointly Administered

**NOTICE OF FIRST & FINAL APPLICATION OF CAPOZZI AND
ASSOCIATES, P.C. FOR COMPENSATION
AND REIMBURSEMENT OF EXPENSES**

TO CREDITORS AND OTHER PARTIES IN INTEREST AND ALL PARTIES WHO HAVE REQUESTED NOTICES PURSUANT TO FED.R.BANKR.P. 2002, NOTICE IS HEREBY GIVEN THAT:

The law firm of Capozzi and Associates, P.C. (“Applicant”), special counsel for the above-captioned Debtors, has filed and served its First and Final Application for Compensation and Reimbursement of Expenses (the “Application”), seeking final approval of compensation and expenses for the period February 2, 2000 through May 12, 2003, in the amount of \$32,180.94 for legal services rendered and invoiced, but not yet paid.

The Application may be examined in the office of the Clerk of the U.S. Bankruptcy Court for the District of Delaware, 824 Market Street (5th floor), Wilmington, Delaware 19801.

PLEASE TAKE FURTHER NOTICE THAT any creditor or other party in interest may file an objection to the Application, together with a request for hearing, with the Clerk of the Bankruptcy Court, 824 Market Street (5th floor), Wilmington, Delaware 19801 within twenty (20) days from the date of this Notice, and serve a copy of the same upon the following:

- (i) the Applicant, 2933 North Front Street, Harrisburg, Pennsylvania 17110-1250 (Attention: Louis J. Capozzi, Jr., Esq.);
- (ii) Young, Conaway, Stargatt & Taylor LLP, The Brandywine Building, 1000 West Street (17th floor), P.O. Box 391, Wilmington, Delaware 19899-0391 (Attention: Robert S. Brady, Esq.);
- (iii) Kaye Scholer LLP, 425 Park Avenue, New York, New York 10022-3598 (Attention: Michael J. Crammes, Esq.); and
- (iv) the United States Trustee, 601 Walnut Street, Curtis Center (Suite 950 West), Philadelphia, Pennsylvania 19106;

- (v) the attorneys for the statutory committee of unsecured creditors – Otterbourg, Steindler, Houston & Rosen, P.C., 230 Park Avenue, New York, New York 10169 (Attention: Jenette A. Barrow-Bosshart, Esq.) and Klehr Harrison Harvey Branzburg & Ellers

- LLP, 919 Market Street (Suite 1000), Wilmington, Delaware 19801 (Attention: Joanne B. Wills, Esq.);
- (vi) the attorneys for the Debtors' postpetition lenders – Paul Hastings Janofsky & Walker, 600 Peachtree Street, N.E. (Suite 2400), Atlanta, Georgia 30308 (Attention: Jesse H. Austin, III, Esq.) and Richards Layton & Finger, One Rodney Square, P.O. Box 551, Wilmington, Delaware 19801 (Attention: Mark D. Collins, Esq.);
 - (vii) the attorneys for the agent of the Debtors' prepetition lenders – Weil, Gotshal & Manges LLP, 767 Fifth Avenue, New York, New York 10153 (Attention: Stephen Karotkin, Esq.); and
 - (viii) counsel for certain major holders of Debtors' subordinated indebtedness – Wachtell, Lipton, Rosen & Katz, 51 West 52nd Street, New York, New York 10019 (Attention: Chaim J. Fortgang, Esq.).

In the absence of any objection and/or request for hearing, the Court may, upon certification of no objection, enter an order granting the relief requested in the Application.

DATED: October 17, 2003