IN THE UNITED STATES BANKRUPTCY COURT FOR THE DISTRICT OF DELAWARE

In re:)	Chapter 11
INTEGRATED HEALTH SERVICES, INC., et al.)	Case No. 00-00389 (MFW) (Jointly Administered)
Debtors.)	Related Docket Nos.

ORDER APPROVING FINAL APPLICATION FOR COMPENSATION AND REIMBURSEMENT OF EXPENSES OF ARTHUR ANDERSEN LLP AS FINANCIAL ADVISORS TO THE OFFICIAL COMMITTEE OF UNSECURED CREDITORS OF INTEGRATED HEALTH SERVICES, INC., et al.

Upon consideration of the Final Application of Arthur Andersen LLP ("Arthur Andersen" or the "Firm") for payment of reasonable and necessary fees and expenses as Financial Advisors to the Official Committee of Unsecured Creditors of Integrated Health Services, Inc., et al. (the "Final Application"); and notice of the Final Application having been served, and there having been no objections to the Final Application; and after due deliberation and sufficient cause appearing therefor; it is hereby

ORDERED, that the Final Application of Arthur Andersen for compensation and reimbursement of expenses as financial advisors to the Official Committee of Unsecured Creditors of Integrated Health Services, Inc., et al. is GRANTED, and Arthur Andersen is awarded (i) final compensation for actual and necessary services rendered in the amount of \$4,166,856.80; and (ii) reimbursement of expenses for the Chapter 11 cases in the amount of \$233,011.07; and it is further

ORDERED, that the Debtors are authorized to pay the compensation and expenses set forth in the Final Application of Arthur Andersen, to the extent not previously paid to the Firm.

Dated: <u>Oct 1</u>, 2002

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THE HONORABLE MARY F. WALRATH UNITED STATES BANKRUPTCY JUDGE