

Results Including Long Distance -- Per Line											
	Levelized	Year 1	Year 2	Year 3	Year 4	Year 5	Year 6	Year 7	Year 8	Year 9	Year 10
Revenues											
Basic	\$ 281.21	\$ 306.98	\$ 300.78	\$ 294.93	\$ 289.39	\$ 284.15	\$ 279.19	\$ 274.50	\$ 270.07	\$ 265.87	\$ 261.90
Access	\$ 9.31	\$ 12.27	\$ 11.53	\$ 10.83	\$ 10.18	\$ 9.55	\$ 9.04	\$ 8.57	\$ 8.12	\$ 7.69	\$ 7.29
Long Distance	\$ 61.72	\$ 99.36	\$ 85.90	\$ 78.07	\$ 71.03	\$ 64.41	\$ 58.45	\$ 53.07	\$ 48.23	\$ 43.85	\$ 39.90
Ancillary	\$ 4.98	\$ 6.31	\$ 5.99	\$ 5.69	\$ 5.41	\$ 5.14	\$ 4.88	\$ 4.64	\$ 4.40	\$ 4.18	\$ 3.97
Subtotal Revenues	\$ 357.22	\$ 424.92	\$ 404.20	\$ 389.51	\$ 376.00	\$ 363.24	\$ 351.56	\$ 340.78	\$ 330.81	\$ 321.60	\$ 313.07
Costs											
Access Payments	\$ 7.79	\$ 10.25	\$ 9.63	\$ 9.05	\$ 8.51	\$ 7.98	\$ 7.56	\$ 7.17	\$ 6.80	\$ 6.46	\$ 6.13
Settlement Payments	\$ 6.56	\$ 5.82	\$ 6.05	\$ 6.30	\$ 6.57	\$ 6.60	\$ 6.64	\$ 6.68	\$ 6.72	\$ 6.76	\$ 6.81
Back-haul and Hot-cut	\$ 117.05	\$ 117.05	\$ 117.05	\$ 117.05	\$ 117.05	\$ 117.05	\$ 117.05	\$ 117.05	\$ 117.05	\$ 117.05	\$ 117.05
Switching & Other Network Operating	\$ 34.10	\$ 34.10	\$ 34.10	\$ 34.10	\$ 34.10	\$ 34.10	\$ 34.10	\$ 34.10	\$ 34.10	\$ 34.10	\$ 34.10
POP-to-POP	\$ 4.49	\$ 5.79	\$ 5.46	\$ 5.16	\$ 4.88	\$ 4.59	\$ 4.37	\$ 4.16	\$ 3.96	\$ 3.77	\$ 3.60
UNE-L Loop	\$ 166.35	\$ 166.35	\$ 166.35	\$ 166.35	\$ 166.35	\$ 166.35	\$ 166.35	\$ 166.35	\$ 166.35	\$ 166.35	\$ 166.35
Customer Billing, Sales & Marketing and Care	\$ 175.88	\$ 373.89	\$ 228.92	\$ 198.89	\$ 185.31	\$ 177.25	\$ 152.27	\$ 151.20	\$ 150.21	\$ 149.30	\$ 148.45
Subtotal Costs	\$ 512.23	\$ 713.26	\$ 567.57	\$ 536.90	\$ 522.76	\$ 513.92	\$ 488.34	\$ 486.71	\$ 485.20	\$ 483.80	\$ 482.49
Operating Margin	\$(155.01)	\$(288.34)	\$(163.37)	\$(147.39)	\$(146.75)	\$(150.68)	\$(136.78)	\$(145.93)	\$(154.39)	\$(162.19)	\$(169.42)
Average Lines		8,310	24,930	41,550	58,170	74,790	83,100	83,100	83,100	83,100	83,100

Results Including Long Distance -- Total											
	Levelized	Year 1	Year 2	Year 3	Year 4	Year 5	Year 6	Year 7	Year 8	Year 9	Year 10
Revenues											
Basic	\$ 14,612,158	\$ 2,550,978	\$ 7,498,558	\$ 12,254,247	\$ 16,833,706	\$ 21,251,453	\$ 23,200,852	\$ 22,811,244	\$ 22,442,685	\$ 22,094,026	\$ 21,764,181
Access	\$ 483,927	\$ 102,003	\$ 287,367	\$ 449,925	\$ 591,953	\$ 713,914	\$ 751,311	\$ 711,765	\$ 674,463	\$ 639,278	\$ 606,091
Long Distance	\$ 3,206,933	\$ 825,699	\$ 2,141,397	\$ 3,243,623	\$ 4,131,952	\$ 4,817,428	\$ 4,857,147	\$ 4,410,472	\$ 4,007,620	\$ 3,644,086	\$ 3,315,846
Ancillary	\$ 258,807	\$ 52,400	\$ 149,341	\$ 236,457	\$ 314,488	\$ 384,124	\$ 405,465	\$ 385,191	\$ 365,932	\$ 347,635	\$ 330,253
Subtotal Revenues	\$ 18,561,826	\$ 3,531,080	\$ 10,076,664	\$ 16,184,252	\$ 21,872,099	\$ 27,166,919	\$ 29,214,776	\$ 28,318,672	\$ 27,490,700	\$ 26,725,026	\$ 26,016,372
Costs											
Access Payments	\$ 404,917	\$ 85,197	\$ 240,063	\$ 375,952	\$ 494,785	\$ 596,666	\$ 628,523	\$ 596,037	\$ 565,392	\$ 536,486	\$ 509,218
Settlement Payments	\$ 340,937	\$ 48,348	\$ 150,941	\$ 261,907	\$ 381,903	\$ 493,796	\$ 551,864	\$ 555,182	\$ 558,617	\$ 562,172	\$ 565,847
Back-haul and Hot-cut	\$ 6,082,176	\$ 972,698	\$ 2,918,094	\$ 4,863,490	\$ 6,808,886	\$ 8,754,282	\$ 9,726,980	\$ 9,726,980	\$ 9,726,980	\$ 9,726,980	\$ 9,726,980
Switching & Other Network Operating	\$ 1,772,035	\$ 283,394	\$ 850,183	\$ 1,416,972	\$ 1,983,761	\$ 2,550,550	\$ 2,833,945	\$ 2,833,945	\$ 2,833,945	\$ 2,833,945	\$ 2,833,945
POP-to-POP	\$ 233,290	\$ 48,126	\$ 136,229	\$ 214,389	\$ 283,638	\$ 343,290	\$ 362,994	\$ 345,596	\$ 329,180	\$ 313,690	\$ 299,076
UNE-L Loop	\$ 8,643,714	\$ 1,382,355	\$ 4,147,064	\$ 6,911,773	\$ 9,676,483	\$ 12,441,192	\$ 13,823,547	\$ 13,823,547	\$ 13,823,547	\$ 13,823,547	\$ 13,823,547
Customer Billing, Sales & Marketing and Care	\$ 9,139,149	\$ 3,107,042	\$ 5,706,900	\$ 8,263,729	\$ 10,779,262	\$ 13,256,207	\$ 12,653,327	\$ 12,564,576	\$ 12,482,528	\$ 12,406,610	\$ 12,336,306
Subtotal Costs	\$ 26,616,217	\$ 5,927,161	\$ 14,149,474	\$ 22,308,214	\$ 30,408,719	\$ 38,435,985	\$ 40,581,180	\$ 40,445,861	\$ 40,320,189	\$ 40,203,430	\$ 40,094,918
Operating Margin	\$ (8,054,392)	\$ (2,396,081)	\$ (4,072,810)	\$ (6,123,962)	\$ (8,536,620)	\$ (11,269,065)	\$ (11,366,404)	\$ (12,127,189)	\$ (12,829,488)	\$ (13,478,404)	\$ (14,078,546)
Average Lines	51,962	8,310	24,930	41,550	58,170	74,790	83,100	83,100	83,100	83,100	83,100