

\*\*\*REDACTED\*\*\*

**BALANCE SHEET**  
**FYE 12/31/2010**

| ASSETS  | CENTURYTEL<br>OF<br>WASHINGTON,<br>INC. |
|---|---|
| <b>CURRENT ASSETS</b>                           |   |
| 1 Cash and Equivalents                          |   |
| 2 Telecommunication Accounts Receivable         |   |
| 3 Other Accounts Receivable                     |   |
| 4 Notes Receivable                              |   |
| 5 Material - Reg.                               |   |
| 6 Material - DeReg.                             |   |
| 7 Prepayments                                   |   |
| Total Current Assets (1 Thru 7)                 |   |
| <b>NONCURRENT ASSETS</b>                        |   |
| 8 NonRegulated Investments                      |   |
| 9 Other Noncurrent Assets                       |   |
| Total Noncurrent Assets (8 Thru 9)              |   |
| <b>PLANT, PROPERTY, AND EQUIPMENT</b>           |   |
| 10 Telecommunications Plant-in-service          |   |
| 11 Plant Under Construction                     |   |
| 12 Plant Adj., Nonop. Plant, & Goodwill         |   |
| 13 Less Accumulated Depreciation                |   |
| Net Plant (8 thru 20 less 21)                   |   |
| 14 TOTAL ASSETS                                 |   |
| <b>LIABILITIES AND EQUITY</b>                   |   |
| <b>CURRENT LIABILITIES</b>                      |   |
| 15 Accounts Payable                             |   |
| 16 Customer Deposits                            |   |
| 17 Advance Billings and Payments                |   |
| 18 Current Maturities Long-Term Debt            |   |
| 19 Accrued Taxes                                |   |
| 20 Other Accrued Liabilities                    |   |
| Total Current Liabilities (15 thru 20)          |   |
| <b>LONG-TERM DEBT</b>                           |   |
| 21 Funded Debt - RUS                            |   |
| Total Long-Term Debt                            |   |
| <b>OTHER LIABILITIES &amp; DEFERRED CREDITS</b> |   |
| 22 Deferred Income Taxes                        |   |
| 23 Other Deferred Credits                       |   |
| Total Other Liab. & Deferred Credits            |   |
| <b>TOTAL LIABILITIES</b>                        |   |
| <b>EQUITY</b>                                   |   |
| 24 Capital Stock Outstanding & Subscribed       |   |
| 25 Additional Paid-in-Capital                   |   |
| 26 Treasury Stock                               |   |
| 27 Retained Earnings                            |   |
| <b>TOTAL EQUITY (24 thru 27)</b>                |   |
| 28 TOTAL LIABILITIES & EQUITY                   |   |

[END CONFIDENTIAL]

\*\*\*REDACTED\*\*\*

**INCOME STATEMENT  
 FYE 12/31/2010**

| ACCOUNT DESCRIPTION                           | CENTURYTEL<br>OF<br>WASHINGTON,<br>INC. |
|---|---|
| <b>OPERATING REVENUE [BEGIN CONFIDENTIAL]</b> |   |
| 1 Local Network Service                       |   |
| 2 Network Access Service                      |   |
| 3 Long Distance Service                       |   |
| 4 Miscellaneous Revenue                       |   |
| <b>Operating Revenue</b>                      |   |
| 5 Uncollectible Revenue                       |   |
| <b>Net Operating Revenue</b>                  |   |
| <b>OPERATING EXPENSES</b>                     |   |
| 6 Plant Specific Operations                   |   |
| 7 Depreciation                                |   |
| 8 Plant NonSpecific Operations - Other        |   |
| 8 Customer Operations                         |   |
| 10 Corporate Operations                       |   |
| 11 Operating Taxes                            |   |
| 12 Federal Income Taxes                       |   |
| <b>Total Operating Expenses</b>               |   |
| <b>OTHER (INCOME) AND EXPENSE</b>             |   |
| 13 NonOperating (Income) and Expense          |   |
| 14 NonRegulated (Income) and Expense          |   |
| 15 Interest Expense                           |   |
| 16 Jurisdictional Differences                 |   |
| <b>Total Other (Income) and Expense</b>       |   |
| <b>NET INCOME FROM OPERATIONS</b>             |   |
|   |   |