EXHIBIT 2

DESCRIPTION OF TRANSACTIONS BETWEEN COMPANY AND AFFILIATES

The following are transactions between Hat Island Telephone Company ("Company") and the Company affiliate that is shown in Exhibit 1 that are recorded on the books of the Company:

Ownership and the Company

• Shareholder(s) of the Company receive distributions from the Company that the Company records as Distributions to Ownership.

PETITION OF HAT ISLAND TELEPHONE COMPANY TO RECEIVE SUPPORT FROM THE STATE UNIVERSAL COMMUNICATIONS SERVICES PROGRAM – EXHIBIT 2