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Mark S. Reynolds Northwest Region Vice President Public Policy

October 19, 2012

Via E-mail and Overnight Delivery

Mr. David Danner, Executive Director and Secretary Washington Utilities & Transportation Commission 1300 S. Evergreen Park Drive SW P.O. Box 47250 Olympia, WA 98504-7250

Re: CenturyLink's compliance filing pursuant to paragraph 50 of the Commission's Order 05 in Docket No. UT-082119 – CenturyTel/Embarq merger.

Dear Mr. Danner:

In compliance with paragraph 50 of the Commission's Order 05 in Docket UT-082119, CenturyLink submits its annual report of the estimated costs and synergy savings associated with the CenturyTel/Embarq merger. This report provides information regarding estimated merger synergies and integration costs that occurred during the period July 1, 2011 through June 30, 2012.

As of December 2011, CenturyLink achieved its previously announced target of \$375 million in annual synergies on a run-rate basis associated with the CenturyTel/Embarq merger. Further, CenturyLink has completed all substantive integration activities associated with the CenturyTel/Embarq merger and will not incur any further integration costs associated with that transaction. As a result, CenturyLink expects that there will be no new information to report in future filings under this condition.

The attachment is designated as highly confidential pursuant to the protective order in this docket. A redacted version of this attachment is also included. The electronic copy

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is being provided by email.

If you have any questions regarding this report, please don't hesitate to call me.

Sincerely,

Mark Reynolds

MSR/ldj

cc: Sally Brown Simon ffitch