

### Projected Effects of Lifting Swiftel's Rural Exemption

Contains Sprint and Swiftel Confidential Information

Row	Description	Source	Values	Number of Locations	Access Lines per Location	Total Access Lines	Years After Rural Exemption is Lifted (1)		
							1.5	2.5	3.5
11	Projected Cable Voice Penetration - End of Year								
12	Residential								
13	Business								
14									
15	Total Access Lines as of Year End 2007	(2)							
16									
17	Sprint / Mediacom Households Passed	(3)							
18	Residence								
19	Business: Employees	(4)							
20	Business: Employees	(4)							
21	Total								
22									
23	Number of Access Lines Penetrated (End of Year)								
24	Residence	R12 * R18							
25	Business: Employees	R13 * R19							
26	Business: Employees	R13 * R20							
27	Total								
28									
29	Percentage of Total Access Lines Penetrated (End of Year)	R27 / R15							
30									
31	Percentage of Total Access Lines Penetrated (Mid-Year)	(R29+R29)/2							
32									
33	<b>Impact on Revenues and Earnings:</b>								
34									
35	Reduction in Revenue	R31							
36									
37	Fraction of Revenue Reduction Compensated by								
38	Reduced Operating Expenses		5.00%						
39	Reduced Income Taxes								
40	Federal		35.00%						
41	State		0.00%						
42	Composite	R41+(R40*(1-R41))	35.00%						
43									
44	Total	R38 + R42	40.00%						
45									
46	Reduction in Earnings (% of Revenues)	R35*(1-R44)					0.4%	1.7%	3.5%
47									

Notes:

- (1) Assumes initial rollout occurs six months after rural exemption is lifted.
- (2) Swiftel Response to Sprint Discovery Request 23
- (3) Market Readiness Report
- (4) Business locations - U.S. Census Bureau 2005 Industry Code Summary, Zip Codes 57006 and 57007, Brookings, SD.  
Number of business access lines - Swiftel Response to Sprint Data Request #23.  
Access lines per business location - assumes 1 access line per 2 employees.