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August 18, 2006

Monica Borne Haab Philip R. Adams, Jr.

Of Counsel Bruce C. Betzer

## VIA OVERNIGHT DELIVERY

Ms. Sharla Dillon, Docket Room Manager Tennessee Regulatory Authority 460 James Robertson Parkway Nashville, TN 37243

Re:

Application of W2Com International, LLC and

Reduced Rate Long Distance, LLC

For Approval of an Asset Purchase Agreement

Docket No: 06-00132 Data Request No. 3

Dear Ms. Dillon:

I am writing in response to your Data Request No. 3, dated August 14, 2006.

Your question was as follows:

1) Item Number 7 of the Data Response filed with the Authority on August 1, 2006, stated that the original transaction between W2Com International, LLC ("W2Com") and First Choice Technology ("First Choice") could not be consummated due to financing issues. Advise the Authority of the specific financing issues which kept Reduced Rate Long Distance ("RRLD") from participating in the original transaction with W2Com."

## Response:

The original Asset Purchase Agreement was between First Choice and W2Com whereby First Choice would acquire the assets of W2Com. First Choice encountered financing issues, which may have prevented it from completing the original Asset Purchase Agreement with W2Com. As the result, First Choice assigned its rights pursuant to the Asset Purchase Agreement to Reduced Rate Long Distance. RRLD did not have any financial issues, and was not originally part of the Asset Purchase Agreement. Because First Choice had financing issues, RRLD took over the Asset Purchase Agreement, as it had sufficient financial wherewithal to complete the agreement, and then proceeded to seek regulatory authority to consummate the Asset Purchase Agreement.

Ms. Sharla Dillon, Docket Room Manager Tennessee Regulatory Authority August 18, 2006 Page 2

I trust this response sufficiently addresses your data request. If you have any other questions or need any additional information in response to this data request, please do not hesitate to let us know.

I have enclosed the original and thirteen (13) copies of the letter along with the enclosure. Please date stamp and return the extra copy in the self-addressed, postage prepaid envelope provided herein.

Thank you for your cooperation and attention to this matter.

Cordially,

Edward P. Gothard

EPG/pcf Enclosure