TENNESSEE REGULATORY AUTHORITY

Sara Kyle, Chairman Eddie Roberson, Director Pat Miller, Director Ron Jones, Director



460 James Robertson Parkway Nashville, Tennessee 37243-0505

October 10, 2006

Catherine Wang, Counsel Ulises R. Pin, Counsel Danielle C. Burt, Counsel Bingham McCutchen LLP 3000 K Street, NW, Suite 300 Washington, D.C. 20007-5116

RE: Docket 06-00252: Joint Petition of Talk America Holdings, Inc., Talk America, Inc., LDMI Telecommunications, Inc., Network Telephone Corporation, and The Other Phone Company, Inc. and Cavalier Telephone Corp. for Approval of an Indirect Transfer of Control and Related Financing Transactions

Dear Mses. Wang, Pin, and Burt:

In order to fully analyze the above-referenced petition, the Tennessee Regulatory Authority (TRA or Authority) requires additional information. Please provide the information requested below by October 17, 2006, and refer to this correspondence as Data Request No. 1 in the response.

- 1. On Page 6 of the Joint Petition filed with the Authority on October 3, 2006, it certifies that Petitioners have filed similar petitions or notices in every state except Alaska, and with the Federal Communications Commission ("FCC"). Provide a listing of states and action taken. In addition, list any action taken by the FCC and the associated file(s) numbers. If a schedule to complete the review of your petition has been established by the FCC, provide such with your response.
- 2. On Page 7 of the Joint Petition filed with the Authority on October 3, 2006, it certifies that upon closing the Transaction, Talk America, Inc. ("Talk America"), LDMI Telecommunications, Inc. ("LDMI"), Network Telephone Corporation ("NTC"), and The Other Phone Company ("OPC") will become co-guarantors in Cavalier Telephone Corporation's ("CTC and/or Holdings") same indebtedness and will pledge their assets as security. Will any Tennessee assets be pledged as collateral for any debt issued. If so, name the particular asset(s), and the percentage of each particular asset(s) pledged.
- 3. Verify all current CNNs of CTC's Tennessee-certificated operating companies issued with the Authority, and provide copies of all current business licenses of CTC's Tennessee-certificated operating companies filed with the Tennessee Secretary of State's Office.

If you have any questions, or need further assistance, please call me at 615-741-2904, ext. 196 or email me at carlos.black@state.tn.us. Please respond by sending the original and 13 copies either by U.S. Mail or express mail. Alternatively, you may send the original and four (4) copies along with an electronic file of the original to:

Ms. Sharla Dillon, Docket Room Manager Tennessee Regulatory Authority 460 James Robertson Parkway Nashville, TN 37243-0505

Sincerely,

Carlos Black, Utility Rate Analyst Competitive Markets & Policy Division

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c: Mr. Richard U. Stubbs, General Counsel Cavalier Telephone Mid-Atlantic, LLC

Mr. Stephen T. Perkins, General Counsel Cavalier Telephone, LLC

Ms. Francie McComb, Vice President Regulatory Affairs Talk America, Inc.

Mrs. Sara Kyle, Chairman Ms. Sharla Dillon, Docket Room Manager