LOCAL EXCHANGE TELEPHONE COMPANIES

For the provision of (check all that apply):

✸ **INCUMBENT LOCAL EXCHANGE CARRIER (ILEC)**

❑ **Class A**

✸ **Class B**

ANNUAL REPORT

OF

90-5019

Farmers Mutual Telephone Company

(Exact legal name of respondent)

If name was changed during year, show also the previous name and date of change.

Website URL:

County Road 17D, P.O. Box 50106	Okolona	Henry	Ohio	43550
Address	City	County	State	Zip Code

(419) 758-3322

Phone: (Area Code) Number

County Road 17D, P.O. Box 50106, Okolona, OH 43550

(Address of principal business office at end of year)

TO THE

PUBLIC UTILITIES COMMISSION OF OHIO

FOR THE

YEAR ENDED DECEMBER 31, 2005

Name, title, address, e-mail address, telephone and tax numbers (including area code) of the person to be contacted concerning this report.

Eric Damman, Secretary/Manager — County Road 17D, P.O. Box 50106, Okolona, OH 43550-3106

edamman@bnnorth.net (419) 758-3322 Fax: (419) 758-3100

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GENERAL INSTRUCTIONS

Please read General Instructions carefully before filling out this form:

1. **Class A** -- Companies having annual revenues from regulated telecommunications operations of $100,000,000 or more.

   Class B -- Companies having annual revenues from regulated telecommunications operations of less than $100,000,000.

2. **Class B** companies may choose to use **Class A** accounts.

3. The word "Respondent" in the following inquiries means the person, firm, association, or company on whose behalf the report is made.

4. This annual report from was prepared in conformity with the Uniform System of Accounts prescribed by the PUCO for local exchange telephone companies. All accounting words and phrases are to be interpreted in accordance with said classification.

5. The schedules and questions contained in this report were developed to be generally applicable to all local exchange telephone companies. All instructions shall be followed and each question answered as fully and accurately as possible. Sufficient answers shall appear to show that no schedule, question, or line item has been overlooked.
   If a particular line item or schedule does not apply to the respondent, indicate this by answering "none", "-0-", or "not applicable", as appropriate.

6. Customary abbreviations may be used except that the exact name of the respondent shall be shown in full on the "cover page" and on the "Verification" page.

7. Where the space provided is insufficient for the required data or it is necessary or desirable to insert additional statements or schedules, the insert pages shall show the number and title of the schedule to which it pertains, as well as the name of the respondent and the year covered, and shall be on 8 1/2" x 11" durable paper.

8. The information required with respect to any statement furnished is the minimum requirement. The respondent may add such further material information as is necessary to ensure that the required statements are not misleading.

9. All copies filed with the Commission must be legible and permanent. All entries shall be made in permanent ink or by a typewriter. Items of a reverse or contrary character shall be enclosed in parentheses, or indicated by a minus sign followed by the amount.

10. The annual report shall be signed by a duly elected officer of the respondent.

11. The information required in this report, unless otherwise indicated, is to be reported for the entire company and not for the State of Ohio only.

12. Totals should be provided as indicated. The respondent shall ensure that schedule totals and subtotals are mathematically correct.

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13. If a line item is supported by a detailed schedule elsewhere in this report, the respondent should ensure that the detailed schedule is completed and that the amounts on both schedules match.

14. The word "affiliated companies" means companies that directly or indirectly through one or more intermediaries control or are controlled by, or are under common control with, the utility filing this report.

15. Please list all accounts and totals in whole dollars only. Make sure the rounded numbers are equal to the original totals, when the original totals are rounded to the nearest dollar amount.

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ADDITIONAL FILING REQUIREMENTS

The following list is intended only as a reminder to local exchange companies with less than 15,000 access lines of additional information required to be filed with the Commission and when such information is due.

(1) Major Outage Reports (Rule 4901:1-5-03, O.A.C.) - when a major outage occurs, the local area news media and the Commission's Emergency Outage Coordinator must be notified within two hours. If such outage affects 9-1-1 service, the 9-1-1 PSAP for each affected county must also be notified immediately with an estimate of when 9-1-1- service will be restored.

(2) Emergency Services Coordinator Names and Telephone Numbers (Rule 4901:1-5-22, O.A.C.) - the list of a company's Emergency Services Coordinator and appropriate phone numbers shall be updated as necessary and submitted to the Commission's Emergency Services Coordinator in the Consumer Services Department.

(3) Directories (Rule 4901:1-5-06 (c), O.A.C.) - three copies of each directory shall be provided to the Commission's Library.

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IDENTITY OF RESPONDENT

1. Give the location (including street and number) of (a) the main Ohio business office of respondent at the close of the year, and (b) if respondent is a foreign corporation, the main business office if not in this state.

   County Road 17D, P.O. Box 50106, Okolona, OH 43550

2. State whether respondent is a corporation, a joint stock association, a firm or partnership, or an individual. Indicate date of incorporation or date of formation of partnership.

   Not for profit corporation **Incorporated March 2, 1906**

3. If a consolidated or merged company, name all constituent and all merged companies absorbed during the year.

   N/A

4. Date and authority for each consolidation and for each merger effected during the year.

   N/A

5. If a reorganized company, give name of original corporation. State the occasion for any reorganization effected during the year.

   N/A

6. For new entrant carrier (NEC); give PUCO Certification approval date_____, and Case No._____.

   N/A

7. For NEC's only describe current serving area.

   N/A

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CORPORATE CONTROL OVER RESPONDENT

1. Did any corporation or corporations, telephone or other, hold control over the respondent at the close of the year? **No** If control was so held, state:

   a. The name and address of the controlling corporation or corporations:

   b. The form of control, whether sole or joint:

   c. The manner in which control was established:

   d. The extent of control:

   e. Whether control was direct or indirect:

   f. If indirect, the name and address of the intermediary through which control was established:

2. Did any individual, association, or corporation hold control, as trustee, over the respondent at the close of the year? **No** If control was so held, state:

   a. The name and address of the trustee:

   b. The name and address of the beneficiary or beneficiaries for whom the trust was maintained, if available:

RESPONDENT'S CONTROL OVER OTHER CORPORATIONS

3. Did the respondent hold control over other corporations at the close of the year? **No** If so, state:

   a. The name and address of corporation or corporations controlled:

   b. The form of control, whether sole or joint:

   c. Other parties, if any, to joint agreement for control:

   d. The manner in which control was established:

   e. The extent of control:

   f. Whether control is direct or indirect:

   g. If indirect, the name and address of the intermediary through which control was established:

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IMPORTANT CHANGES DURING THE YEAR

Report important changes of the types listed. Except as otherwise indicated data furnished should apply to the same period the report covers. Answers should be numbered in accordance with the inquiries and if "none" states the fact, if should be used. If information which answers an inquiry is given elsewhere in the report, identification of the other answer will be sufficient.

1. Purchase or sale of entire property, or of a part of property when service territory is included: Give brief description of each transaction, name of other party, date, consideration, and Commission authorization.

   None

2. Lease of property (to or from another) of the kind covered by the preceding inquiry: To the extent applicable give details corresponding to those required by the preceding inquiry.

   None

3. Securities issued during the year: Identify the securities, give purpose of issuance, date, consideration received and Commission authorization. As here used, the term "securities" shall be taken to mean any capital stock or debt, the issuance of which requires prior authorization by this Commission.

   None

4. Changes in articles of incorporation: Give brief particulars of each change and date.

   None

5. Other important changes: Give brief particulars of each other important change which is not disclosed elsewhere in this report.

   None

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SCHEDULE: 1

VOTING POWERS AND ELECTIONS

1. In the schedule below, show the particulars called for concerning the stockholders of respondent who, at the date of the latest closing of the stock-book of respondent prior to the actual filing of this report, had the twenty highest voting powers of the respondent. If any such holder is held in trust, attach a statement showing the beneficial owners. If the stock-book was not closed within the year, show twenty such stockholders as of the close of the year. In the space provided, show total shares and votes of all stockholders.

Name and Address of Stockholders	No. of Shares Held	No. of Voting Shares	Other Vote Empowered Securities
Membership issued with one (1) vote each.			
TOTAL LISTED ABOVE			
ALL STOCKHOLDERS			

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SCHEDULE: 2

BOARD OF DIRECTORS

1. Give the name of each person who was a member of the Board of Directors at any time during the year.
2. Columns (d) and (e) relate to Board meetings only.

Name of Director and Address (City and State) (a)	Served Continuously From (b)	Term Expired or Current Term Will Expire (c)	Number of Meetings Attended During Year (d)	Fees Paid During Year (e)
William Allen Defiance, Ohio	1985	2005	12	480
Terry Behnfeldt Defiance, Ohio	2002	2006	10	400
Kenneth Freytag Napoleon, Ohio	1988	2005	11	440
Glen Steffel Napoleon, Ohio	1999	2005	12	480
Henry Wachtman Napoleon, Ohio	1997	2005	12	480
Ron Dachenhaus Napoleon, Ohio	2004	2006	11	440
Kevin Gerken Napoleon, Ohio	2001	2006	11	440

Name of Chairman of the Board: Kevin Gerken
Name of Secretary of Board: Eric Damman
Number of Meetings of Board during the year: 12
Number of directors provided for by charter or by-laws, as amended to the end of the year: (7)
Number of directors required to constitute a quorum: (4)

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SCHEDULE: 3

PRINCIPAL GENERAL OFFICERS

1. The persons to be listed herein are the chairman of the board, president, vice-presidents, treasurer, general counsel, and comptroller. Respondents that do not have officers bearing the aforesaid titles shall list those officers who have the responsibilities normally associated with such titles.
2. Customary abbreviations may be used in showing titles and departments in columns (a) and (b).

Title of General Officer (a)	Department Over Which Jurisdiction is Exercised (b)	Name of Person Holding The Office at End of Year (c)	Office Address (City & State) (d)
President / Chairman	N/A	Kevin Gerken	Napoleon, Ohio
Vice President	N/A	William Allen	Defiance, Ohio
Treasurer	N/A	Glen Steffel	Napoleon, Ohio
Secretary	N/A	Eric Damman	Napoleon, Ohio

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SCHEDULE: 4

BALANCE SHEET
ASSETS AND OTHER DEBITS

Account No. Class "A" Company	Account No. Class "B" Company	Account Title	Page No.	Balance at End of Previous Year (in dollars)	Balance at End of Current Year (in dollars)	Increase or (Decrease) (in dollars)
		CURRENT ASSETS:				
.....	1120	Cash and Equivalents		95,415	104,438	9,023
1130	.....	Cash		251	251	-
1140	.....	Special Cash Deposits		250	250	-
1150	.....	Working Cash Advances				-
1160	.....	Temporary Investments	34			-
1180	1180	Telecommunications Accounts Receivable	34	15,200	83,311	68,111
1181	1181	Acts. Receivable Allowance-Telecom. (Cr.)	34			-
1190	1190	Other Accounts Receivable	34	1,108	12,138	11,030
1191	1191	Accounts Receivable Allowance-Other (Cr.)	34			-
1200	1200	Notes Receivable	35			-
1201	1201	Notes Receivable Allowance (Cr.)	35			-
1210	1210	Interest and Dividends Receivable	35	1,400	1,400	-
1220	1220	Material and Supplies		6,680	8,998	2,318
.....	1280	Prepayments				-
1290	.....	Prepaid Rents				-
1300	.....	Prepaid Taxes				-
1310	.....	Prepaid Insurance		3,167	3,299	132
1320	.....	Prepaid Directory Expenses				-
1330	.....	Other Prepayments		10,576	12,278	1,702
1350	1350	Other Current Assets				-
(1130-1350)	(1120-1350)	**TOTAL CURRENT ASSETS**		134,047	226,363	92,316

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SCHEDULE: 4

BALANCE SHEET
ASSETS AND OTHER DEBITS

Account No. Class "A" Company	Account No. Class "B" Company	Account Title	Page No.	Balance at End of Previous Year (in dollars)	Balance at End of Current Year (in dollars)	Increase or (Decrease) (in dollars)
		NONCURRENT ASSETS:				
1401	1401	Investments in Affiliated Cos.	35	945,294	96,619	(848,675)
1402	1402	Investments in Nonaffiliated Cos.	35	11,137	566,789	555,652
1406	1406	Nonregulated Investments		111,388	84,456	(26,932)
1407	1407	Unamort. Debt Issuance Exp.				-
1408	1408	Sinking Funds				-
1410	1410	Other Noncurrent Assets				-
1437	1437	Deferred Tax Regulatory Assets				-
1438	1438	Deferred Maintenance and Retirements	36			-
1439	1439	Deferred Charges	36	967	910	(57)
1500	1500	Other Juris. Assets-Net	37			-
(1401-1500)	**(1401-1500)**	**TOTAL NONCURRENT ASSETS**		1,068,786	748,774	(320,012)
		PROPERTY, PLANT AND EQUIPMENT:				
2001	2001	Tele. Plant in Service	24-26	1,738,647	1,784,458	45,811
2002	2002	Prop. Held for Future Telecommunications Use	26			-
2003	2003	Tele. Plant Under Construction-Short Term	26			-
2004	2004	Tele. Plant Under Construction-Long Term	26			-
2005	2005	Tele. Plant Adjustment	26			-
2006	2006	Nonoperating Plant	26			-
2007	2007	Goodwill	26			-
(2001-2007)	**(2001-2007)**	**TOTAL PROP., PLANT & EQUIP.**		1,738,647	1,784,458	45,811

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Annual Report of Farmers Mutual Telephone Company

Year Ended December 31, 2005

SCHEDULE: 4

BALANCE SHEET
ASSETS AND OTHER DEBITS

Account No. Class "A" Company	Account No. Class "B" Company	Account Title	Page No.	Balance at End of Previous Year (in dollars)	Balance at End of Current Year (in dollars)	Increase or (Decrease) (in dollars)
		DEPRECIATION AND AMORTIZATION:				
3100	3100	Accum. Deprec.	27-32	1,157,180	1,270,107	112,927
3200	3200	Accum. Deprec.-Held for Future Tele. Use				-
3300	3300	Accum. Deprec.-Nonoper.				-
.....	3400	Accum. Amort.-Tangible				-
3410	.....	Accum. Amort.-Capit. Leases				-
3420	.....	Accum. Amort.-Lsehld. Improv.				-
3500	3500	Accum. Amort.-Intangible				-
3600	3600	Accum. Amort.-Other				-
(3100-3600)	**(3100-3600)**	**TOTAL DEPREC. AND AMORT.**		1,157,180	1,270,107	112,927
		NET PLANT (2001-2007) Less (3100-3600)		581,467	514,351	(67,116)
		TOTAL ASSETS (1120-2007) Less (3100-3600)		1,784,300	1,489,488	(294,812)

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SCHEDULE: 4

BALANCE SHEET LIABILITIES AND OTHER CREDITS						
Account No.		Account Title	Page No.	Balance at End of Previous Year (in dollars)	Balance at End of Current Year (in dollars)	Increase or (Decrease) (in dollars)
Class "A" Company	Class "B" Company					
		CURRENT LIABILITIES:				
4010	4010	Accounts Payable		40,189	44,115	3,926
4020	4020	Notes Payable				-
4030	4030	Advance Billing and Pay.				-
4040	4040	Customer Deposits		426	347	(79)
4050	4050	Cur. Maturities-Long Term Debt		33,114	34,221	1,107
4060	4060	Cur. Maturities-Cap. Leases				-
4070	4070	Income Taxes-Accrued				-
4080	4080	Other Taxes-Accrued		9,912	16,551	6,639
4100	4100	Net Cur. Def. Oper. Income Taxes	37			-
4110	4110	Net Cur. Def. Nonoper. Income Taxes				-
4120	4120	Other Accrued Liabilities				-
4130	4130	Other Current Liabilities				-
(4010-4130)	**(4010-4130)**	**TOTAL CURRENT LIABILITIES**		83,641	95,234	11,593
		LONG-TERM DEBT:				
4210	4210	Funded Debt	39	375,150	310,887	(64,263)
4220	4220	Premium on Long-Term Debt	39			-
4230	4230	Discount on Long-Term Debt	39			-
4240	4240	Reacquired Debt				-
4250	4250	Obligations Under Cap. Leases	39			-
4260	4260	Advances from Affil. Cos.	39			-
4270	4270	Other Long-Term Debt	39			-
(4210-4270)	**(4210-4270)**	**TOTAL LONG-TERM DEBT**		375,150	310,887	(64,263)

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Annual Report of Farmers Mutual Telephone Company

Year Ended December 31, 2005

SCHEDULE: 4

BALANCE SHEET
LIABILITIES AND OTHER CREDITS

Account No. Class "A" Company	Account No. Class "B" Company	Account Title	Page No.	Balance at End of Previous Year (in dollars)	Balance at End of Current Year (in dollars)	Increase or (Decrease) (in dollars)
		OTHER LIAB. AND DEF. CREDITS:				
4310	4310	Other Long-Term Liabilities				-
4320	4320	Unamort. Oper. ITC-Net				-
4330	4330	Unamort. Nonoper. ITC-Net				-
4340	4340	Net Noncur. Def. Oper. Income Taxes	38			-
4341	4341	Net Deferred Tax Liability Adjustments	38			-
4350	4350	Net Noncur. Def. Nonoper. Income Taxes				-
4360	4360	Other Deferred Credits	40	50,854	25,427	(25,427)
4361	4361	Deferred Tax Regulat. Liability	41			-
4370	4370	Other Juris. Liab. & Def. Cr.-Net	38			-
(4310-4370)	**(4310-4370)**	**TOTAL OTHER LIAB. & DEF. CR.**		50,854	25,427	(25,427)
		STOCKHOLDERS' EQUITY:				
4510	4510	Capital Stock	42	5,811	5,668	(143)
4520	4520	Additional Paid-in Capital	42			-
4530	4530	Treasury Stock	42			-
4540	4540	Other Capital		25,000	25,000	-
4550	4550	Retained Earnings	23	1,243,844	1,027,272	(216,572)
(4510-4550)	**(4510-4550)**	**TOTAL STOCKHOLDERS' EQUITY**		1,274,655	1,057,940	(216,715)
(4010-4550)	**(4010-4550)**	**TOTAL LIAB. & STOCKHOLDERS' EQUITY**		1,784,300	1,489,488	(294,812)

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SCHEDULE: 4A

NOTES TO BALANCE SHEET

None

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SCHEDULE: 5

INCOME STATEMENT (in dollars)			
Account No.		Account Title	Amount
Class "A" Company	Class "B" Company		
		LOCAL NETWORK SERVICES REVENUES:	
5001	.....	Basic Area Revenue	143,546
5002	.....	Optional Extended Area Revenue	
5003	.....	Cellular Mobile Revenue	
5004	.....	Other Mobile Services Revenue	
5000 (5001-5004)	.....	Basic Local Service Revenue	143,546
5010	.....	Public Telephone Revenue	
5040	.....	Local Private Line Revenue	
5050	.....	Customer Premises Revenue	
5060	.....	Other Local Exchange Revenue	24,181
5069	.....	Other Local Exchange Revenue Settlements	
(5001-5069)	**5000**	**LOCAL NETWORK SERVICES REVENUES**	167,727
		NETWORK ACCESS SERVICE REVENUES:	
5081	5081	End User Revenue	36,701
5082	5082	Switched Access Revenue	236,512
5083	5083	Special Access Revenue	15,018
5084	5084	State Access Revenue	119,144
5080 (5081-5084)	**5080 (5081-5084)**	**NETWORK ACCESS REVENUE**	407,375
		LONG DISTANCE NETWORK SERVICES REVENUES:	
5100	5100	Long Distance Message Revenue	
5111	.....	Long Distance Inward-Only Revenue	
5112	.....	Long Distance Outward-Only Revenue	
5121	.....	Subvoice Grade Long Distance Private Network Revenue	
5122	.....	Voice Grade Long Distance Private Network Revenue	
5123	.....	Audio Program Grade Long Distance Private Network Revenue	
5124	.....	Video Program Grade Long Distance Private Network Revenue	
5125	.....	Digital Transmission Long Distance Private Network Revenue	
5126	.....	Long Distance Private Network Switching Revenue	
5128	.....	Other Long Distance Private Network Revenue	
5129	.....	Other Long Distance Private Network Revenue Settlements	
5160	.....	Other Long Distance Revenue	
5169	.....	Other Long Distance Revenue Settlements	
(5100-5169)	**5100**	**TOTAL LONG DISTANCE NETWORK SERVICE REVENUES**	0

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SCHEDULE: 5

INCOME STATEMENT
(in dollars)

Account No.		Account Title	Amount
Class "A" Company	Class "B" Company		
		MISCELLANEOUS REVENUES:	
5230	.....	Directory Revenue	472
5240	.....	Rent Revenue	20,486
5250	.....	Corporate Operations Revenue	
5261	.....	Special Billing Arrangements Revenue	
5262	.....	Customer Operations Revenue	
5263	.....	Plant Operations Revenue	
5264	.....	Other Incidental Regulated Revenue	5,951
5269	.....	Other Revenue Settlements	
5270	.....	Carrier Billing and Collection Revenue	21,538
(5230-5270)	**5200**	**MISCELLANEOUS REVENUES**	48,447
		NONREGULATED REVENUES:	
5280	5280	Nonregulated Operating Revenue	0
		UNCOLLECTIBLE REVENUES:	
5301	.....	Uncollectible Revenue - Telecommunications	
5302	.....	Uncollectible Revenue - Other	
5300 (5301-5302)	**5300**	**UNCOLLECTIBLE REVENUES**	0
		TOTAL OPERATING REVENUE (5001 - 5302)	623,549

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SCHEDULE: 5

INCOME STATEMENT
(in dollars)

Account No.		Account Title	Amount
Class "A" Company	Class "B" Company		
		PLANT SPECIFIC OPERATIONS EXPENSE:	
6112	.....	Motor Vehicle Expense	
6113	.....	Aircraft Expense	
6114	.....	Spec. Purpose Vehicles Expense	
6115	.....	Garage Work Equipment Expense	
6116	.....	Other Work Equipment Expense	
6110 (6112-6116)	**6110**	**NETWORK SUPPORT EXPENSE**	0
6121	.....	Land and Building Expense	8,550
6122	.....	Furniture and Artworks Expense	
6123	.....	Office Equipment Expense	3,346
6124	.....	General Purpose Computers Expense	2,986
6120 (6121-6124)	**6120**	**GENERAL SUPPORT EXPENSE**	14,882
6211	.....	Analog Electronic Expense	
6212	.....	Digital Electronic Expense	67,824
6215	.....	Electro-Mechanical Expense	
6210 (6211-6215)	**6210**	**CENTRAL OFFICE SWITCH. EXPENSE**	67,824
6220	6220	Operator Systems Expense	
6231	.....	Radio Facilities Expense	
6232	.....	Circuit Equipment Expense	25,458
6230 (6231-6232)	**6230**	**CENTRAL OFFICE TRANSM. EXPENSE**	25,458
6311	.....	Station Apparatus Expense	805
6341	.....	Large Private Branch Exchange Expense	
6351	.....	Public Telephone Terminal Equipment Expense	
6362	.....	Other Terminal Equipment Expense	
6310 (6311-6362)	**6310**	**INFO. ORIG./TERM. EXPENSE**	805
6411	.....	Poles Expense	
6421	.....	Aerial Cable Expense	
6422	.....	Underground Cable Expense	
6423	.....	Buried Cable Expense	28,437
6424	.....	Submarine Cable Expense	
6425	.....	Deep Sea Cable Expense	
6426	.....	Intrabuilding Network Cable Expense	
6431	.....	Aerial Wire Expense	
6441	.....	Conduit Systems Expense	
6410 (6411-6441)	**6410**	**CABLE AND WIRE FACIL. EXPENSE**	28,437
(6112-6441)	**(6110-6410)**	**TOTAL PLANT SPECIFIC OPERATIONS EXPENSE**	137,406

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SCHEDULE: 5

INCOME STATEMENT
(in dollars)

Account No.		Account Title	Amount
Class "A" Company	Class "B" Company		
		PLANT NONSPECIFIC OPERATIONS EXPENSE:	
6511	.....	Property Held for Future Telecommunications Use Expense	
6512	.....	Provisioning Expense	966
6510 (6511-6512)	**6510**	**OTHER PROP., PLANT & EQUIP. EXPENSE**	966
6531	.....	Power Expense	3,778
6532	.....	Network Administration Expense	1,536
6533	.....	Testing Expense	3,379
6534	.....	Plant Oper. Admin. Expense	
6535	.....	Engineering Expense	
6530 (6531-6535)	**6530**	**NETWORK OPERATIONS EXPENSE**	8,693
6540	6540	Access Expense	
6561	.....	Depreciation Expense-Telecommunications Plant In Service	114,147
6562	.....	Depreciation Expense-Property Held for Future Telecommunications Use	
6563	.....	Amortization Expense-Tangible	(25,427)
6564	.....	Amortization Expense-Intangible	
6565	.....	Amortization Expense-Other	
6560 (6561-6565)	**6560**	**DEPRECIATION & AMORT. EXPENSE**	88,720
(6511-6565)	**(6510-6560)**	**TOTAL PLANT NONSPECIFIC OPERATIONS**	98,379
		CUSTOMER OPERATIONS EXPENSE:	
6611	.....	Product Management	
6612	.....	Sales	
6613	.....	Product Advertising	
6610 (6611-6613)	**6610**	**MARKETING**	0
6621	.....	Call Completion Services	
6622	.....	Number Services	2,851
6623	.....	Customer Services	65,794
6620 (6621-6623)	**6620**	**SERVICES**	68,645
(6610-6620)	**(6610-6620)**	**TOTAL CUSTOMER OPERATIONS EXPENSE**	68,645
		CORPORATE OPERATIONS EXPENSE:	
6711	.....	Executive	20,852
6712	.....	Planning	10,534
6710 (6711-6712)	**6710**	**EXECUTIVE AND PLANNING**	31,386

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SCHEDULE: 5

INCOME STATEMENT
(in dollars)

Account No. Class "A" Company	Account No. Class "B" Company	Account Title	Amount
6721	.....	Accounting and Finance	110,489
6722	.....	External Relations	17,248
6723	.....	Human Resources	7,696
6724	.....	Information Management	
6725	.....	Legal	4,800
6726	.....	Procurement	1,431
6727	.....	Research and Development	
6728	.....	Other General and Administrative	28,049
6720 (6721-6728)	**6720**	**GENERAL AND ADMINISTRATIVE**	169,713
6790	6790	Provision for Uncollectible Notes Receivable	
(6710-6790)	**(6710-6790)**	**TOTAL CORPORATE OPERATIONS EXPENSE**	201,099
(6112-6790)	**(6110-6790)**	**TOTAL OPERATING EXPENSES**	505,529
		OPERATING TAXES:	
7210	.....	Operating Investment Tax Credits-Net	
7220	.....	Operating Federal Income Taxes	
7230	.....	Operating State and Local Income Taxes	
7240	.....	Operating Other Taxes	16,452
7250	.....	Provision for Deferred Operating Income Taxes-Net	
7200 (7210-7250)	**7200**	**TOTAL OPERATING TAXES**	16,452
		NET OPERATING INCOME (5001-5302) Less (6110-7200)	101,568
		OTHER OPERATING INCOME AND EXPENSE:	
7110	.....	Income from Custom Work	275
7130	.....	Return from Nonreg. Use of Regulated Facilities	
7140	.....	Gains and Losses from Foreign Exchange	
7150	.....	Gains or Losses from Disposition of Land & Artwork	
7160	.....	Other Operating Gains & Losses	
7100 (7110-7160)	**7100**	**TOTAL OTHER OPERATING INCOME AND EXPENSE**	275

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SCHEDULE: 5

INCOME STATEMENT
(in dollars)

Account No. Class "A" Company	Account No. Class "B" Company	Account Title	Amount
		NONOPERATING INCOME AND EXPENSE:	
7310	.....	Dividend Income	7,699
7320	.....	Interest Income	4,912
7330	.....	Income from Sinking and Other Funds	
7340	.....	Allowance for Funds Used During Construction	
7350	.....	Gains or Losses from Disposition of Certain Prop.	(45)
7360	.....	Other Nonoperating Income	(28,743)
7370	.....	Special Charges	(1,434)
7300 (7310-7370)	**7300**	**TOTAL NONOPERATING INCOME AND EXPENSE**	(17,611)
		NONOPERATING TAXES:	
7410	.....	Nonoperating Investment Tax Credits-Net	
7420	.....	Nonoperating Federal Income Taxes	
7430	.....	Nonoperating State & Local Income Taxes	
7440	.....	Nonoperating Other Taxes	
7450	.....	Provision for Deferred Nonoperating Income Taxes-Net	
7400 (7410-7450)	**7400**	**TOTAL NONOPERATING TAXES**	0
		INTEREST AND RELATED ITEMS:	
7510	.....	Interest on Funded Debt	16,862
7520	.....	Interest Expense-Capital Leases	
7530	.....	Amortization of Debt Issuance Expense	57
7540	.....	Other Interest Deductions	
7500 (7510-7540)	**7500**	**TOTAL INTEREST AND RELATED ITEMS**	16,919
		EXTRAORDINARY ITEMS:	
7610	.....	Extraordinary Income Credits	
7620	.....	Extraordinary Income Charges	
7630	.....	Current Income Tax Effect of Extraord. Items-Net	
7640	.....	Prov. Or Def. Inc. Tax Effect of Extraord. Items-Net	
7600 (7610-7640)	**7600**	**TOTAL EXTRAORDINARY ITEMS**	0
		JURISDICTIONAL DIFFERENCES AND NONREGULATED INCOME ITEMS:	
7910	7910	Income Effect of Juris. Ratemaking Dif.-Net	
7990	7990	Nonregulated Net Income	11,546
		NET INCOME	78,859

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SCHEDULE: 5A

NOTES TO INCOME STATEMENT

None

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SCHEDULE: 6

STATEMENT OF RETAINED EARNINGS

Account No.	Item	Page No.	Amount (in dollars)
	Balance-First of Year	14	1,243,844
	Charges:		
	Balance Transferred from Income	21	78,859
	Dividends Declared		(664)
	Miscellaneous Debits to Retained Earnings		294,767
	Miscellaneous Credits to Retained Earnings		
	Balance-End of Year	14	1,027,272
	Notes to Statement of Retained Earnings: Miscellaneous Credits to retained earnings Represent unrealized gain on available-for-sale securities.		

SCHEDULE: 7

PARTNERSHIP CAPITAL STATEMENT (1)

Account No.	Item	Page No.	Amount (in dollars)
	Partnership Capital-Beginning of Year	14	
	Net Income (Loss) for Year	21	
	Partners' Capital Contributions		
	Miscellaneous Credits		
	TOTAL CREDITS		N/A
	Partners' Drawings		
	Prior Period Adjustment(s)		
	Miscellaneous Debits		
	TOTAL DEBITS		
	Partnership Capital-End of Year	14	

(1) This statement should also be used by sole proprietors.

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SCHEDULE: 8

ANALYSIS OF PLANT IN SERVICE
(in dollars)

Account No. *Class "A" Company	Account No. Class "B" Company	TELECOMMUNICATIONS PLANT IN SERVICE (ACCT. 2001) Plant Accounts (a)	Balance at End of Previous Year (b)	Additions (c)	Retirements (d)	Transfers & Adjustments (e)	Balance at End of Current Year (f)=(b)+(c)+(d)+(e)
		GENERAL SUPPORT ASSETS:					
.....	2110	Land and Support Assets					-
2111	.....	Land	26,069				26,069
2112	.....	Motor Vehicles	58,708			(1)	58,707
2113	.....	Aircraft					-
2114	.....	Special Purpose Vehicles					-
2115	.....	Garage Work Equipment					-
2116	.....	Other Work Equipment	76,208	1,078			77,286
2121	.....	Buildings	262,527				262,527
2122	.....	Furniture	7,217	970			8,187
2123.1	.....	Office Support Equip.	7,508				7,508
2123.2	.....	Co. Comm. Equip.	1,456				1,456
2124	.....	General Purpose Computers	51,737	2,662	1,301		53,098
(2111-2124)	**2110**	**TOTAL GENERAL SUPPORT ASSETS**	491,430	4,710	1,301	(1)	494,838
		CENTRAL OFFICE ASSETS:					
2211	.....	Analog Electronic Switching					-
2212	.....	Digital Electronic Switching	298,479	4,202			302,681
2215	.....	Electro-Mechanical Switching					-
2215.1	.....	*Step-by-step Switching*					-
2215.2	.....	*Crossbar Switching*					-
2215.3	.....	*Other Elec.-Mech. Switching*					-
(2211-2215.3)	**2210**	**CENTRAL OFFICE SWITCHING**	298,479	4,202	-	-	302,681
2220	2220	Operator Systems					-
2231	.....	Radio Systems					-
2232	.....	Circuit Equipment	256,997	36,632		(633)	292,996
(2231-2232)	**2230**	**CENTRAL OFFICE TRANSMISSION**	256,997	36,632	-	(633)	292,996

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SCHEDULE: 8

ANALYSIS OF PLANT IN SERVICE
(in dollars)

Account No. *Class "A" Company	Account No. Class "B" Company	TELECOMMUNICATIONS PLANT IN SERVICE (ACCT. 2001) Plant Accounts (a)	Balance at End of Previous Year (b)	Additions (c)	Retirements (d)	Transfers & Adjustments (e)	Balance at End of Current Year (f)=(b)+(c)+(d)+(e)
		INFORMATION ORIGINATION/TERMINATION ASSETS:					
2311		Station Apparatus					-
2321	.....	Customer Premises Wiring					-
2341	.....	Large Private Branch Exchanges					-
2351	.....	Public Tele. Terminal Equipment					-
2362	.....	Other Terminal Equipment					-
(2311-2362)	**2310**	**INFORMATION ORIGINATION/TERMINATION**	0	-	-	-	-
		CABLE AND WIRE FACILITIES ASSETS:					
2411	.....	Poles					-
2421	.....	Aerial Cable					-
2422	.....	Underground Cable					-
2423	.....	Buried Cable	691,741	2,202			693,943
2424	.....	Submarine Cable					-
2425	.....	Deep Sea Cable					-
2426	.....	Intrabuilding Network Cable					-
2431	.....	Aerial Wire					-
2441	.....	Conduit Systems					-
(2411-2441)	**2410**	**CABLE AND WIRE FACILITIES**	691,741	2,202	-	-	693,943
		AMORTIZABLE ASSETS:					
2681	.....	Capital Leases					-
2682	.....	Leasehold Improvements					-
(2681-2682)	**2680**	**AMORTIZABLE TANGIBLE ASSET**	0	-	-	-	-
2690	2690	Intangibles					-
2001 (2110-2690)	**2001 (2110-2690)**	**TOTAL TELECOMMUNICATIONS PLANT IN SERVICE**	1,738,647	47,746	1,301	(634)	1,784,458

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SCHEDULE: 8

ANALYSIS OF PLANT IN SERVICE
(in dollars)

Account No.		TELECOMMUNICATIONS PLANT IN SERVICE (ACCT. 2001) Plant Accounts	Balance at End of Previous Year	Additions	Retirements	Transfers & Adjustments	Balance at End of Current Year (f)=(b)+(c)+(d)+(e)
*Class "A" Company	Class "B" Company	(a)	(b)	(c)	(d)	(e)	
2001	2001	Telecommunications Plant in Service	1,738,647	47,746	1,301	(634)	1,784,458
2002	2002	Property Held For Future Telecommunications Use					
2003	2003	Tele. Plant Under Construction-Short Term					
2004	2004	Tele. Plant Under Construction-Long Term					
2005	2005	Tele. Plant Adjustment					
2006	2006	Nonoperating Plant					
2007	2007	Goodwill					
(2001-2007)	(2001-2007)	**TOTAL PROPERTY, PLANT AND EQUIPMENT**	1,738,647	47,746	1,301	(634)	1,784,458

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SCHEDULE: 9

ACCUMULATED DEPRECIATION (Account 3100) (in dollars)

(Please check if the Company's Depreciation Expense is Calculated: ✱ Monthly ☐ Quarterly A Annually

Account No. Class "A" Company	Account No. Class "B" Company	Account Title	Accumulated Depreciation At Beginning Of Current Year (a)	Accrual Rate (b)	Annual Accrual (c)	Original Cost of Plant Retired (d)
		GENERAL SUPPORT ASSETS:				
.....	2110	Land and Support Assets				
2111	.....	Land				
2112	.....	Motor Vehicles	35,504	10.56	6,200	
2113	.....	Aircraft				
2114	.....	Special Purpose Vehicles				
2115	.....	Garage Work Equip.				
2116	.....	Other Work Equip.	64,588	7.92	6,036	
2121	.....	Buildings	48,028	2.77	7,272	
2122	.....	Furniture	3,594	7.92	610	
2123.1	.....	Office Support Equip.	6,340	16.67	1,251	
2123.2	.....	Co. Comm. Equip.	1,485	11.11	162	
2124	.....	Gen. Purpose Computers	58,358	20.00	10,483	1,301
(2111-2124)	**2110**	**TOTAL GEN. SUPPORT ASSETS**	217,897		32,014	1,301
		CENTRAL OFFICE ASSETS:				
(2211-2215.3)	2210	Central Office-Switching				
2211	.....	Analog Electronic Switching				
2212	.....	Digital Electronic Switching	318,121	8.00 20.00	25,036	
2212.1	.....	Digital Switch. - Hardware				
2212.2	.....	Digital Switch. - Software				
2215	.....	Electro-Mechanical Switching				
2215.1	.....	Step-by-Step Switch.				
2215.2	.....	Crossbar Switch.				
2215.3	.....	Oth. Ele. Mech. Switch.				
2220	2220	Operator Systems				
.....	2230	Central Office-Transmission				
2231	.....	Radio Systems				
2232	.....	Circuit Equip.	97,284	10.00	27,406	
(2211-2232)	**(2210-2230)**	**TOTAL CEN. OFFICE ASSETS**	415,405		52,442	-

(a) From Accounting Records (b) For information only, not part of this calculation (c) thru (g) From Accounting Records.

Note. Listed below are specifics that need to be identified in Annual Reports for minimum acceptable standards in Depreciation:

1. List the current accrual rates being used to calculate depreciation expense in Column (b). If using a composite accrual rate please specify and show how the composite rate was calculated.
2. Identify the source of these accrual rates (PUCO Case No. 02-3159-TP-AAM (If accrual Rate changes during the year should be identified with effective date of change 01-01-02).
3. Clearly mark on the Depreciation Schedule how depreciation expense was calculated, i.e., monthly, quarterly, semi-annually, or annually.

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SCHEDULE: 9

ACCUMULATED DEPRECIATION (Account 3100) (in dollars)

(Please check if the Company's Depreciation Expense is Calculated: ✱ Monthly ☐ Quarterly A Annually

Account No. Class "A" Company	Account No. Class "B" Company	Account Title	Cost of Removal (e)	Salvage (f)	Other (g)	Balance at End of Current Year (h)=(a)+(c)-(d)-(e)+(f)+(g)
		GENERAL SUPPORT ASSETS:				
……	2110	Land and Support Assets				-
2111	……	Land				-
2112	……	Motor Vehicles				41,704
2113	……	Aircraft				-
2114	……	Special Purpose Vehicles				-
2115	……	Garage Work Equip.				-
2116	……	Other Work Equip.				70,624
2121	……	Buildings				55,300
2122	……	Furniture				4,204
2123.1	……	Office Support Equip.				7,591
2123.2	……	Co. Comm. Equip.				1,647
2124	……	Gen. Purpose Computers			80	67,620
(2111-2124)	**2110**	**TOTAL GEN. SUPPORT ASSETS**	-	-	80	248,689
		CENTRAL OFFICE ASSETS:				
(2211-2215.3)	2210	Central Office-Switching				-
2211	……	Analog Electronic Switching				-
2212	……	Digital Electronic Switching				343,157
2215	……	Electro-Mechanical Switching				-
2215.1	……	Step-by-Step Switch.				-
2215.2	……	Crossbar Switch.				-
2215.3	……	Oth. Ele. Mech. Switch.				-
2220	2220	Operator Systems				-
……	2230	Central Office-Transmission				-
2231	……	Radio Systems				-
2232	……	Circuit Equip.				124,690
(2211-2232)	**(2210-2230)**	**TOTAL CEN. OFFICE ASSETS**	-	-	-	467,847

(a) From Accounting Records (b) For information only, not part of this calculation (c) thru (g) From Accounting Records.

Note: Listed below are specifics that need to be identified in Annual Reports for minimum acceptable standards in Depreciation:

1. List the current accrual rates being used to calculate depreciation expense in Column (b). If using a composite accrual rate please specify and show how the composite rate was calculated.
2. Identify the source of these accrual rates (PUCO Case No.02-3159-TP-AAM). (If Accrual Rate changes during the year should be identified with effective date of change 01-01-02).
3. Clearly mark on the Depreciation Schedule how depreciation expense was calculated, i.e., monthly, quarterly, semi-annually, or annually.

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Annual Report of Farmers Mutual Telephone Company

Year Ended December 31, 2005

SCHEDULE: 9

ACCUMULATED DEPRECIATION (Account 3100) (in dollars)

(Please check if the Company's Depreciation Expense is Calculated: ✱ Monthly ☐ Quarterly A Annually

Account No. Class "A" Company	Account No. Class "B" Company	Account Title	Accumulated Depreciation At Beginning Of Current Year (a)	Accrual Rate (b)	Annual Accrual (c)	Original Cost of Plant Retired (d)
		INFORM.ORIG/TERM.ASSETS:				
2311	.....	Station Apparatus				
2321	.....	Cust. Premises Wiring				
2341	.....	Large Priv. Branch Exch.				
2351	.....	Pub. Tele. Terminal Equip.				
2362	.....	Other Term. Equipment				
(2311-2362)	2310	**TOTAL INFO. ORIG./TERM. ASSETS**	0		0	0
		CABLE & WIRE FACIL. ASSETS:				
2411	.....	Poles				
2421	.....	Aerial Cable				
2421.1	.....	Aerial Cable - Metallic				
2421.2	.....	Aerial Cable - Nonmetallic				
2421.3	.....	Aerial Cable - Drop				
2422	.....	Underground Cable				
2422.1	.....	Underground Cable - Metallic				
2422.2	.....	Underground Cable - Nonmetallic				
2423	.....	Buried Cable				
2423.1	.....	Buried Cable - Metallic	414,907	4.20	18,215	
2423.2	.....	Buried Cable - Nonmetallic	24,492	4.20	6,526	
2423.3	.....	Buried Cable - Drop	84,479	4.77	4,952	
2424	.....	Submarine Cable				
2425	.....	Deep Sea Cable				

(a) From Accounting Records (b) *For information only, not part of this calculation* (c) thru (g) From Accounting Records

Note: Listed below are specifics that need to be identified in Annual Reports for minimum acceptable standards in Depreciation:

1. List the current accrual rates being used to calculate depreciation expense in Column (b). If using a composite accrual rate please specify and show how the composite rate was calculated.
2. Identify the source of these accrual rates (PUCO Case No. 002-3159-TP-AAM). (If Accrual Rate changes during the year should be identified with effective date of change 01-01-02).
3. Clearly mark on the Depreciation Schedule how depreciation expense was calculated, i.e., monthly, quarterly, semi-annually, or annually.

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Annual Report of Farmers Mutual Telephone Company — Year Ended December 31, 2005

SCHEDULE: 9

ACCUMULATED DEPRECIATION (Account 3100) (in dollars)

(Please check if the Company's Depreciation Expense is Calculated: ✱ Monthly ☐ Quarterly A Annually

Account No. Class "A" Company	Account No. Class "B" Company	Account Title	Cost of Removal (e)	Salvage (f)	Other (g)	Balance at End of Current Year (h)=(a)+(c)-(d)-(e)+(f)+(g)
		INFORM.ORIG/TERM.ASSETS:				
2311	.....	Station Apparatus				-
2321	.....	Cust. Premises Wiring				-
2341	.....	Large Priv. Branch Exch.				-
2351	.....	Pub. Tele. Terminal Equip.				-
2362	.....	Other Term. Equipment				-
(2311-2362)	2310	**TOTAL INFO. ORIG./TERM. ASSETS**	-	-	-	0
		CABLE & WIRE FACIL. ASSETS:				
2411	.....	Poles				-
2421	.....	Aerial Cable				-
2421.1	.....	Aerial Cable - Metallic				-
2421.2	.....	Aerial Cable - Nonmetallic				-
2421.3	.....	Aerial Cable - Drop				-
2422	.....	Underground Cable				-
2422.1	.....	Underground Cable - Metallic				-
2422.2	.....	Underground Cable - Nonmetallic				-
2423	.....	Buried Cable				-
2423.1	.....	Buried Cable - Metallic				433,122
2423.2	.....	Buried Cable - Nonmetallic				31,018
2423.3	.....	Buried Cable - Drop				89,431
2424	.....	Submarine Cable				-
2425	.....	Deep Sea Cable				-

(a) From Accounting Records (b) For information only, not part of this calculation (c) thru (g) From Accounting Records.

Note: Listed below are specifics that need to be identified in Annual Reports for minimum acceptable standards in Depreciation:

1. List the current accrual rates being used to calculate depreciation expense in Column (b). If using a composite accrual rate please specify and show how the composite rate was calculated.
2. Identify the source of these accrual rates (PUCO Case No. 02-3159-TP-AAM). (If Accrual Rate changes during the year should be identified with effective date of change 01-01-02)
3. Clearly mark on the Depreciation Schedule how depreciation expense was calculated, i.e., monthly, quarterly, semi-annually, or annually.

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Year Ended December 31, 2005

SCHEDULE: 9

ACCUMULATED DEPRECIATION (Account 3100) (in dollars)

(Please check if the Company's Depreciation Expense is Calculated: ✱ Monthly □ Quarterly A Annually

Account No.						
Class "A" Company	Class "B" Company	Account Title	Accumulated Depreciation At Beginning Of Current Year (a)	Accrual Rate (b)	Annual Accrual (c)	Original Cost of Plant Retired (d)
2426	……..	Intrabldg. Net. Cable				
2426.1	……..	Intrabldg. Net. Cable - Metallic				
2426.2	……..	Intrabldg. Net. Cable - Nonmetallic				
2431	……..	Aerial Wire				
2441	……..	Conduit Systems				
(2411-2441)	**2410**	**TOTAL CABLE & WIRE FACIL. ASSETS**	523,878		29,693	0
		TOTAL ACCUMULATED DEPREC. (2112-2441)	1,157,180		114,149	1,301

(a) From Accounting Records (b) For information only, not part of this calculation (c) thru (g) From Accounting Records

Note: Listed below are specifics that need to be identified in Annual Reports for minimum acceptable standards in Depreciation:

1. List the current accrual rates being used to calculate depreciation expense in Column (b). If using a composite accrual rate please specify and show how the composite rate was calculated.
2. Identify the source of these accrual rates (PUCO Case No. 02-3159-TP-AAM). (If Accrual Rate changes during the year should be identified with effective date of change 01-01-02).
3. Clearly mark on the Depreciation Schedule how depreciation expense was calculated, i.e., monthly, quarterly, semi-annually, or annually.

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Annual Report of Farmers Mutual Telephone Company

Year Ended December 31, 2005

SCHEDULE: 9

ACCUMULATED DEPRECIATION (Account 3100) (in dollars)

(Please check if the Company's Depreciation Expense is Calculated: ✱ Monthly ☐ Quarterly A Annually

Account No. Class "A" Company	Account No. Class "B" Company	Account Title	Cost of Removal (e)	Salvage (f)	Other (g)	Balance At End of Current Year (h)=(a)+(c)-(d)-(e)+(f)+(g)
2426	.....	Intrabldg. Net. Cable				-
2426.1	.....	Intrabldg. Net. Cable - Metallic				-
2426.2	.....	Intrabldg. Net. Cable - Nonmetallic				-
2431	.....	Aerial Wire				-
2441	.....	Conduit Systems				-
(2411-2441)	**2410**	**TOTAL CABLE & WIRE FACIL. ASSETS**	-	-	-	553,571
		TOTAL ACCUMULATED DEPREC. (2112-2441)	-	-	80	1,270,107

(a) From Accounting Records (b) For information only, not part of this calculation (c) thru (g) From Accounting Records.

Note: Listed below are specifics that need to be identified in Annual Reports for minimum acceptable standards in Depreciation:

1. List the current accrual rates being used to calculate depreciation expense in Column (b). If using a composite accrual rate please specify and show how the composite rate was calculated.
2. Identify the source of these accrual rates (PUCO Case No. 02-3159-TP-AAM). (If Accrual Rate changes during the year should be identified with effective date of change 01-01-02).
3. Clearly mark on the Depreciation Schedule how depreciation expense was calculated, i.e., monthly, quarterly, semi-annually, or annually.

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SCHEDULE: 10

UNCOLLECTIBLE ACCOUNTS (Accounts 1181 and 1191)
(in dollars)

	(a)	Account 1181 (b)	Account 1191 (c)
1	Balance at Beginning of the Year	N/A	N/A
2	Accruals Charged		
3	Collection of Amounts Previously Written Off		
4	Other Credits		
5	**TOTAL CREDITS**	$ -	$ -
6	Uncollectibles Written Off During the Year		
7	Other Debits (Explain in a Note)		
8	**TOTAL DEBITS**	$ -	$ -
9	Balance at End of the Year	0	0
10	**TOTAL OPERATING REVENUE FOR THE YEAR**		-
11	Net Write Offs During the Year (Line 6 minus Line 3)	-	-
12	Ratio of Line 11 to Line 10	%	%
13	Ratio of Line 2 to Line 10	%	%

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SCHEDULE: 11

RECEIVABLES AND INVESTMENTS - AFFILIATED AND NONAFFILIATED COMPANIES
(in dollars)

1. Provide in columns (b) thru (k), the year-end balances for each affiliate identified in column (a).

Name of Affiliate (a)	Account 1160 Temporary Investments (b)	Account 1180 Telecom. Accounts Receivable (c)	Account 1181 Accts. Receivable Telecom. Allowance (d)	Account 1190 Other Accounts Receivable (e)	Account 1191 Accts. Receivable Allowance-Other (f)
Subscribers	$	$ 2,945	$	$	$
AT&T		2,070			
MCI Worldcom		1,617			
Sprint		1,637			
Other carriers		5,884			
Excel		24			
Glo Frontier		597			
HiPoint Communications		68,537			
Sales, labor, custom wk				12,138	
Total Affiliated	0	83,311	0	12,138	0
Total Nonaffiliated					-
TOTAL BALANCE	0	83,311	0	12,138	0

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SCHEDULE: 11

RECEIVABLES AND INVESTMENTS - AFFILIATED AND NONAFFILIATED COMPANIES (in dollars)

1. Provide in columns (b) thru (k), the year-end balances for each affiliate identified in column (a).

Name of Affiliate (a)	Account 1200 Notes Receivable (g)	Account 1201 Notes Receiv. Allowance (h)	Account 1210 Int. & Div. Receivable (i)	Account 1401 Investments in Affiliated Companies (j)	Account 1402 Investments in Nonaffiliated Companies (k)
Com Net, Inc	$ -	$ -	$ -	$ 18,500	$ -
Bright CLEC, LLC				2,433	
Bright-Net North, Inc			900	(33,473)	
Bright Long Distance, Ltd				2,985	
Verisign, Inc					512,066
Independent Fiber Network, LLC			500	100,000	
Horizon Telcom, Inc					43,586
BNG, LLC				6,174	
NISC					9,347
Rural Telephone Finance Company					1,790
Total Affiliated	-	-	1,400	96,619	
Total Nonaffiliated	-	-			566,789
TOTAL BALANCE	-	-	1,400	96,619	566,789

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SCHEDULE: 12

DEFERRED CHARGES (Accounts 1438 and 1439)
(Include data for each item in excess of $1,000,000)

Description of Item (a)	Amount at End of Current Year (in dollars) (b)
ACCOUNT 1438	$
Aggregate of All Other Items	
TOTAL	0
ACCOUNT 1439	$ 910
Aggregate of All Other Items	
TOTAL	$ 910

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SCHEDULE: 13

OTHER JURISDICTIONAL ASSET NET - ACCOUNT 1500
(in dollars)

Description (a)	Balance at End of Previous Year (b)	Debits (c)	Credits (d)	Balance at End of Current Year (e)=(b)+(c)-(d)
N/A				-
TOTALS	$ -	$ -	$ -	$ -

SCHEDULE: 14

NET CUR. DEF. OPERATING INCOME TAX - ACCOUNT 4100
(in dollars)

Description (a)	Balance at End of Previous Year (b)	Debits (c)	Credits (d)	Balance at End of Current Year (e)=(b)-(c)+(d)
N/A				-
TOTALS	$ -	$ -	$ -	$ -

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SCHEDULE: 15

NET NONCUR. DEF. OPERATING INCOME TAXES - ACCOUNT 4340
(in dollars)

Description (a)	Balance at End of Previous Year (b)	Debits (c)	Credits (d)	Balance at End of Current Year (e)=(b)-(c)+(d)
N/A				-
TOTALS	-	-	-	$

SCHEDULE: 16

NET DEFERRED TAX LIABILITY ADJUSTMENTS - ACCOUNT 4341
(in dollars)

Description (a)	Balance at End of Previous Year (b)	Debits (c)	Credits (d)	Balance at End of Current Year (e)=(b)-(c)+(d)
N/A				-
TOTALS	-	-	-	$

SCHEDULE: 17

OTHER JURIS. LIABILITY & DEF. CR. - NET - ACCOUNT 4370
(in dollars)

Description (a)	Balance at End of Previous Year (b)	Debits (c)	Credits (d)	Balance at End of Current Year (e)=(b)-(c)+(d)
N/A				-
TOTALS	-	-	-	$

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SCHEDULE: 18

LONG-TERM DEBT (Accounts 4210, 4220, 4230, 4250, 4260 and 4270) (in dollars)

1. List in account number order in column (a) a description of the long-term obligation, including those maturing in the coming year.
2. In the remaining columns (b) - (i) respondent shall furnish the appropriate data.

Description of Obligation (a)	Nominal Date of Issue (b)	Date of Maturity (c)	Face Amount Outstanding (d)	Unamortized Premium or Discount (e)	Stated Rate (f)	Yield Rate (g)	Short-Term Portion (h)	Long-Term Portion (i)
					%	%		
Funded - RUS	4/76	2011	$ 105,299	N/A	2	2	$ 19,237	$ 86,062
Funded - RUS	10/79	2014	121,032	N/A	5	5	11,321	$ 109,711
Funded - RUS	2/85	2020	73,777	N/A	5	5	3,663	$ 70,114
RTFC - line of credit	12/04	2008	45,000					$ 45,000
TOTALS			$ 345,108				$ 34,221	$ 310,887

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SCHEDULE: 19

OTHER DEFERRED CREDITS (Account 4360)
(in dollars)

1. Disclose the data for each item in Account 4360 amounting to over $25,000.

Description of Item (a)	Amount at End of Current Year (b)
Depreciation reserve set-up by the PUCO.	$ 25,427
All other - less than $25,000 each (or aggregate of all other items)	
TOTAL	$ 25,427

SCHEDULE: 20

DEFERRED TAX REGULATORY LIABILITY (Account 4361)
(in dollars)

1. Disclose the data for each item in Account 4361 amounting to over $25,000.

Description of Item (a)	Amount at End of Current Year (b)
N/A	$ -
All other - less than $25,000 each (or aggregate of all other items)	
TOTAL	$ -

SCHEDULE: 21

CAPITAL STOCK (Accounts 4510, 4520 AND 4530)
(in dollars)

1. Respondent shall enter the class of stock and a description of any pertinent details such as differences in voting rights, preferences as to dividends or assets, pledges, etc.
2. Respondent shall provide the information specified in column headings (b) through (j) and note any other pertinent information at the bottom of this schedule.

			Amount of Stock Issued and Outstanding						
Class and Description of Capital Stock (a)	Par or Stated Value Amount (b)	Number of Shares Authorized (c)	Number of Stock Issued (d)	Acct. 4510 e=(b) x (d) $ Amount of Stock Issued & Outstanding (e)	Acct. 4520 Additional Paid In Capital (f)	Total (Col. (d) & (e)) (g)	Number of Shares of Treasury Stock (h)	Acct. 4530 Amount in Treasury Stock Account (i)	Total Dividends Declared (j)
COMMON:	$ -			$ -	$ -	$ -			$ -
N/A									
PREFERRED:				-		-			
N/A									
TOTALS	$ -	-	-	$ -	$ -	$ -	-	-	$ -

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SCHEDULE: 22

GENERAL SERVICES AND LICENSES

1. Provide in column (a) the name of the affiliate to whom respondents paid $50,000 or more for services rendered under a license agreement, a general service contract, or other arrangement providing for the furnishing of general accounting, engineering, financial, legal, patent, and other general services.

Name(s) of Affiliate (a)	Service Provided (b)	Amount (in dollars) (c)
N/A		$
Aggregate of All Other Items		
TOTAL		$

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SCHEDULE: 23

TAXES OTHER THAN INCOME TAXES - OPERATING ACCOUNT 7240 (in dollars)	
Type of Tax:	Amount
Ohio Property Tax	$ 15,849
Ohio Gross Receipts Tax	-
F.I.C.A.	
Other (Specify list)	
PUCO Maintenance tax	603
OCC	
Other	
TOTAL ACCOUNT 7240	$ 16,452

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SCHEDULE: 24

ANALYSIS OF EXTRAORDINARY ITEMS (Accounts 7610 and 7620) (in dollars)

1. In column (a) provide the particulars with respect to Accounts 7610 and 7620, with totals for each account.

Particulars (a)	Debit Amounts (b)	Credit Amounts (c)	Tax Effect Included in Account 7630 (d)	Tax Effect Included in Account 7640 (e)
N/A	$ -	$ -	$ -	$ -

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SCHEDULE: 25

DISTRIBUTION OF SALARIES AND WAGES

Telephone	Number of Employees as of December 31			Total Compensation for Year Ending December 31	Distribution of Wages		
	Male	Female	Total		Operation & Maintenance Accounts	Construction	Other (Specify)
Part-time Employees	2		2	$ 2,658	$ 2,658		
Full-time Employees	3	2	5	$ 207,490	$ 207,490		
TOTAL ALL EMPLOYEES	5	2	7	$ 210,148	$ 210,148	$ -	$ -

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OUTSIDE PLANT STATISTICS (WIRE)

1. Report the mileage at the end of the year for all solely owned plant and the respondent's share of any jointly owned plant.
2. In column (r), provide the number of poles that company owns, and shares & joint use with other company.
3. Column (p) and (q) are not included column (c).

(a)	State or Territory (b)	Miles of Aerial Wire (c)	AERIAL CABLE		UNDERGROUND CABLE		BURIED CABLE		SUBMARINE CABLE	
			Miles of Cable (d)	Miles of Wire In Cable (e)	Miles of Cable (f)	Miles of Wire In Cable (g)	Miles of Cable (h)	Miles of Wire In Cable (i)	Miles of Cable (j)	Miles of Wire In Cable (k)
1	Ohio						8,365			
2										
3										
4										
5										
6										
	TOTAL	-	-	-	-	-	8,365	-	-	-

(a)	State or Territory (b)	DEEP SEA CABLE		INTRA BUILDING NETWORK CABLE		TOTAL CABLE	
		Miles of Cable (l)	Miles of Wire In Cable (m)	Miles of Cable (n)	Miles of Wire In Cable (o)	Miles of Cable (p)	Miles of Wire In Cable (q)
1	Ohio					8,365	-
2							
3							
4							
5							
6							
	TOTAL	-	-	-	-	8,365	-

(a)	State or Territory (b)	Number of Poles (r)		Miles of Tube In Coaxial Cable (s)		CONDUIT SYSTEM	
		Company owns poles	Company shares & joint use with other company	(In Ground)	(Aerial)	Trench Miles (t)	Duct Miles (u)
1							
2							
3							
4							
5							
6							
	TOTAL	-	-	-	-	-	-

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OUTSIDE PLANT STATISTICS (FIBER OPTIC)

1. Report the mileage at the end of the year for all solely owned plant and the respondent's share of any jointly owned plant.

(a)	State or Territory (b)	FIBER OPTIC AERIAL CABLE		FIBER OPTIC UNDERGROUND CABLE		FIBER OPTIC BURIED CABLE	
		Miles of Fiber Optic Cable (c)	Miles of Fiber Optic In Cable (d)	Miles of Fiber Optic Cable (e)	Miles of Fiber Optic in Cable (f)	Miles of Fiber Optic Cable (g)	Miles of Fiber Optic In Cable (h)
1							
2							
3	N/A						
4							
5							
6							
	TOTAL	-	-	-	-	-	-

(a)	State or Territory (b)	FIBER OPTIC SUBMARINE CABLE		DEEP SEA FIBER OPTIC CABLE		INTRA BUILDING NETWORK FIBER OPTIC CABLE		TOTAL FIBER OPTIC CABLE	
		Miles of Fiber Optic Cable (i)	Miles of Fiber Optic In Cable (j)	Miles of Fiber Optic Cable (k)	Miles of Fiber Optic In Cable (l)	Miles of Fiber Optic Cable (m)	Miles of Fiber In Cable (n)	Miles of Fiber Optic Cable (o)	Miles of Fiber Optic In Cable (p)
1								-	-
2									
3	N/A								
4									
5									
6									
	TOTAL	-	-	-	-	-	-	-	-

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SCHEDULE: 27

DETAIL OF OHIO EXCHANGE ACCESS LINES IN SERVICE BY CUSTOMER CLASS
(For Company with less than 15,000 access lines)

Name of Exchange (a)	Business Access Lines		Public Access Lines (d)	Residential Access Lines (e)	Mobile Access Lines (f)	Special Access Lines (Non-Switched) (g)	Total Access Lines (h)
	Single Line (b)	Multi Line (c)					
Okolona	30	21	1	426	0	0	478
TOTAL	30	21	1	426	0	0	478

NOTE: List all of the access line data by exchange.

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SCHEDULE: 28

PLANT AND SERVICE DATA - OHIO TELEPHONE COMPANIES
DETAIL OF BILLABLE ACCESS LINES IN SERVICE BY EXCHANGE IN OHIO

			No. of Business Access Lines			No. of Residential Access Lines		
Name of Exchange (a)	No. of COs. In Exch. (b)	Type & Model(s) of CO(s) In Exchange (c)	Single Line (d)	Multi-Line Trunks (e)	No. of Company Pay Stations (f)	1-Party (g)	Multi-Party (h)	No. of Total Access Lines (i)
								-
Okolona	1	Electronic	30	21	1	426		478
								-
								-
								-
								-
								-
								-
								-
								-
								-
								-
								-
								-
								-
								-
TOTAL FOR OHIO			30	21	1	426	-	478

NOTE: List all of the access line data by exchange.

For companies with more exchanges than will fit this page, substitute a computer printout with the same information in place of this page.

For exchanges with multiple central offices, list the number of each type of central office, e.g., 12-5ESS, 161E, 2-DMS10, etc. The total should equal the total number of COs listed in Column (b).

Unusual switch types should be characterized as Electromechanical, Analog or Digital.

Use the following symbols to show in the above columns:

*Includes Key System, PBX and Centrex.

**Includes all Single Line Business Access Lines.

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SCHEDULE: 29

OHIO CENTRAL OFFICES SCHEDULED TO BE UPGRADED

Date Expected to be Placed in Service	*Manufacturer & Type of Equipment*	Capable of Independent Operation? (Yes) or (No)
	N/A	

Note: This form is only applicable to local exchange companies with less than 15,000 access lines.
Date: Date new switch was placed or will be placed in service.
Manufacturer & Type of Equipment: List the type of switch and its manufacturer.
(Yes) or (No): Is the switch a HOST or REMOTE, i.e. does it have stand-alone capability.

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SCHEDULE: 30

PROJECTION OF NEW OR CHANGED OHIO CENTRAL OFFICE PREFIXES (NXX) TO BE PLACED IN SERVICE

PREFIXES (NXX) Number(s)	Date is Expected to be Operational
N/A	

Note: This form is only applicable to local exchange companies with less than 15,000 access lines.
Prefixes (NXX) Number(s): Where any new NXXs placed in service or will any be placed in service in the upcoming year.
Date: Give date new NXX was or will be operational.

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SCHEDULE: 31

Form 1

TOLL USAGE STUDY TO OHIO CONTIGUOUS EXCHANGES

(Month and year of study)

AVERAGE NUMBER OF MESSAGE TOLL CALLS EQUALING 3.0 OR OVER BUT LESS THAN 8.0 PER ACCESS LINE PER MONTH FROM ONE EXCHANGE TO ANOTHER

Originating exchange (1)	Number of access lines in 1	Terminating exchange(s) (2)	Number of messages from 1 to 2	Messages per access line per month from 1 to 2*
Okolona	478	None	N/A	N/A

Form 2

TOLL USAGE STUDY TO OHIO CONTIGUOUS EXCHANGES

(Month and year of study)

AVERAGE NUMBER OF MESSAGE TOLL CALLS EQUALING 8.0 OR MORE PER ACCESS LINE PER MONTH FROM ONE EXCHANGE TO ANOTHER

Originating exchange (1)	Number of access lines in 1	Terminating exchange(s) (2)	Number of messages from 1 to 2	Messages per access line per month from 1 to 2*
Okolona	478	None	N/A	N/A

* Total number of messages from 1 to 2 ÷ total number of access lines in 1.

Note: This form is only applicable to local exchange companies with less than 15,000 access lines. EAS calling rates should be filed only for contiguous exchanges that currently have no EAS between them.

Service Connection Assistance (SCA)
Annual Reporting Form

Class of Service	Number of Program Participants-End of Period [A]	Number of New Program Participants During Period [B]	Number of Participants By Qualifying Program HEAP [C]	E-HEAP [D]	OECP [E]	SSI [F]	Medicaid [G]	Percentage Penetration of Optional Features Touchtone [H]	Wire Care [I]	Non-Pub [J]	Custom Calling [K]	Participants Disconnected for Non-Payment [L]
(1) Flat												
(2) Message												
(3) Measured												
(4) TOTAL	-	-	-	-	-	-	-	0.0%	0.0%	0.0%	0.0%	-

Class of Service	Average Monthly Local Bill [M]	Average Monthly Toll Bill [N]	Average Service Connection Charge Waived [O]	Average of Waived Deposits [P]	Amount of Subscriber Monthly Line Charge [Q]	Number of Months for SLC Waiver [R]
(1) Flat	$ -	$ -	$ -	$ -	$ -	
(2) Message	$ -	$ -	$ -	$ -	$ -	
(3) Measured	$ -	$ -	$ -	$ -	$ -	
(4) TOTAL	$ -	$ -	$ -	$ -	$ -	-

Telephone Company
Street/P.O. Box
City, State, Zip Code
Name of Person Completing Form
Signature Date

Note: This form is applicable to local exchange companies with less than 15,000 access lines, that are exempted from offering TSA and only provide SCA.

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SCHEDULE 32: Service Connection Assistance

EXPLANATION OF SCA ANNUAL REPORTING FORM FIELDS

A, 1-3 - Refers to the number of SCA customers at the end of the fiscal year, as distinguished by the class of service the customers were receiving, i.e., flat, message, or measured rate service.

A, 4 - The total of A1 + A2 + A3.

B, 1-3 - Refers to the number of SCA customers that were added to the program during the relevant fiscal year, as distinguished by the class of service. These numbers may actually be greater than the difference between consecutive year's respective totals. For instance, if there were 20 flat rate SCA customers at the end of FY92, and 25 flat rate SCA customers at the end of FY93, but 3 flat rate SCA customers left the program during FY93, then the number of new program participants would be 8, not 5.

B, 4 - The total of B1 + B2 + B3.

C-G, 1-3 - Refers to the number of SCA customers at the end of the fiscal year, as distinguished by the specific assistance program which qualified the customer for SCA, and further divided by the particular class of service.

C-G, 4 - The respective totals for C thru G, 1 + 2 + 3.

H-K, 1-3 - Refers to the percentage of SCA customers utilizing the respective optional features, as distinguished by the class of service the customer is receiving. These percentages may be calculated at the end of the fiscal year, as opposed to monitoring any changes during the course of the 12 month period.

H-K, 4 - THESE FIELDS SHOULD NOT ACTUALLY REFLECT TOTALS. Rather, they should reflect the respective percentages of utilization of each optional feature, expressed as a factor of all TSA customers, disregarding class of service distinctions.

L, 1-3 - Refers to the number of SCA customers involuntarily disconnected for non-payment during the course of the relevant fiscal year, as distinguished by the class of service.

L, 4 - The total of L1 + L2 + L3.

M, 1-3 - Refers to the average dollar amount of SCA customers' monthly local charges for the relevant year, as distinguished by the class of service.

M, 4 - Refers to the average dollar amount of SCA customers' monthly local charges for the relevant fiscal year, disregarding class of service distinctions.

N, 1-3 - Refers to the average dollar amount of SCA customers' monthly toll charges, including intra and interLATA toll, for the relevant fiscal year, as distinguished by the class of service.

N, 4 - Refers to the average dollar amount of SCA customers' monthly toll charges, including intra and interLATA toll, for the relevant fiscal year, disregarding class of service distinctions.

O, 1-3 - Refers to the average dollar amount of service connection charges that are waived for SCA customers during the relevant fiscal year, as distinguished by the class of service.

O, 4 - Refers to the average dollar amount of service connection charges that are waived for all SCA customers during relevant fiscal year, disregarding class of service distinctions.

P, 1-3 - Refers to the average dollar amount of deposits waived for SCA customers during the relevant fiscal year, as distinguished by the class of service.

P, 4 - Refers to the average dollar amount of deposits that are waived for all SCA customers during the relevant fiscal year, disregarding class of service distinctions.

Q, 1-3 - Refers to the amount of the Subscriber Line Charge assessed by the company. This dollar amount will be the same for every class of service.

Q, 4 - THIS FIELD SHOULD NOT ACTUALLY REFLECT A TOTAL AND MAY, IN FACT, BE DISREGARDED.

R, 1-3&4 - Like Q, the answer to this field will be the same for 1 thru 4, and will be equal to:

$$(O + P \div Q)$$

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Instructions:

- Revenue billed on behalf of other entities should not be included on this schedule if the company does not include this revenue in its determination of taxable gross receipts for Ohio gross receipts tax purposes. If, however, the local exchange company includes revenue billed on behalf of other entities in its taxable gross receipts, such revenue should then be included on this schedule.

- "Earnings or receipts from sales to other public utilities for resale" includes, but is not limited to, carrier access charges paid to the company.

SCHEDULE: 33

STATEMENT OF INTRASTATE GROSS EARNINGS (REVENUE) FOR THE YEAR *
(in dollars)

Account No. Class "A" Company	Account No. Class "B" Company	Item	Total (1)	Interstate (2)	Ohio Intrastate (3)=(1)-(2)
		LOCAL NETWORK SERVICES REVENUES:			
5001	.....	Basic Area Rev.	143,546		143,546
5002	.....	Optional Extended Area Rev.	-		-
5003	.....	Cellular Mobile Service Rev.	-		-
5004	.....	Other Mobile Service Rev.	-		-
5000 (5001-5004)	.....	**Basic Local Service Rev.**	143,546	0	143,546
5010	.....	Public Telephone Rev.	-		-
5040	.....	Local Private Line Rev.	-		-
5050	.....	Customer Premises Rev.	-		-
5060	.....	Other Local Exchange Rev.	24,181		24,181
5069	.....	Other Local Exchange Rev. Settlements	-		-
(5001-5069)	5000	**TOTAL LOCAL NETWORK SERVICES REVENUES**	167,727	0	167,727
		NETWORK ACCESS SERVICES REVENUES:			
5081	5081	End User Rev.	36,701	36,701	-
5082	5082	Switched Access Revenue	236,512	236,512	-
5083	5083	Special Access Revenue	15,018	-	15,018
5084	5084	State Access Revenue	119,144	-	119,144
5080 (5081-5084)	5080 (5081-5084)	**NETWORK ACCESS REVENUE**	407,375	273,213	134,162

Note: Total Column should agree with revenues reported on Schedule 5.
Provide detailed explanation of any deviations.

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SCHEDULE: 33

STATEMENT OF INTRASTATE GROSS EARNINGS (REVENUE) FOR THE YEAR *
(in dollars)

Account No. Class "A" Company	Account No. Class "B" Company	Item	Total (1)	Interstate (2)	Ohio Intrastate (3)=(1)-(2)
		LONG DISTANCE NETWORK SERVICES REVENUES:			
5100	.....	Long Distance Message Rev.	-		-
5111	.....	Long Distance Inward-Only Rev.	-		-
5112	.....	Long Distance Outward-Only Rev.	-		-
5121	.....	Subvoice Grade Long Dist. Priv. Net. Rev.	-		-
5122	.....	Voice Grade Long Dist. Priv. Net. Rev.	-		-
5123	.....	Audio Prog. Grade Long Dist. Priv. Net. Rev.	-		-
5124	.....	Video Prog. Grade Long Dist. Priv. Net. Rev.	-		-
5125	.....	Digital Trans. Long Dist. Priv. Net. Rev.	-		-
5126	.....	Long Dist. Priv. Net. Switching Rev.	-		-
		LOCAL NETWORK SERVICES REVENUES:			
5128	.....	Other Long Dist. Priv. Net. Rev.	-		-
5129	.....	Other Long Dist. Priv. Net. Rev. Settlements	-		-
5160	.....	Other Long Dist. Rev.	-		-
5169	.....	Other Long Dist. Rev. Settlements	-		-
5100-5169	**5100**	**LONG DISTANCE NETWORK SERVICES REVENUES (FOR CLASS "B" ACCOUNT 5100)**	**0**	**0**	**0**
		MISCELLANEOUS REVENUES:			
5230	.....	Directory Rev.	472		472
5240	.....	Rent Rev.	20,486		20,486
5250	.....	Corporate Operations Rev.	-		-
5261	.....	Special Billing Arrangement Rev.	-		-
5262	.....	Customer Operations Rev.	-		-
5263	.....	Plant Operations Rev.	-		-
5264	.....	Other Incidental Regulated Rev.	5,951		5,951

Note: Total Column should agree with revenues reported on Schedule 5.
Provide detailed explanation of any deviations.

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SCHEDULE: 33

STATEMENT OF INTRASTATE GROSS EARNINGS (REVENUE) FOR THE YEAR *
(in dollars)

Account No. Class "A" Company	Account No. Class "B" Company	Item	Total (1)	Interstate (2)	Ohio Intrastate (3)=(1)-(2)
5269	.....	Other Rev. Settlements	-		-
5260	.....	Miscellaneous Revenues (5261-5269)	5,951		5,951
5270	.....	Carrier Billing & Collection Rev.	21,538	6,181	15,357
5200 (5230-5270)	**5200**	**MISCELLANEOUS REVENUES**	**48,447**	**6,181**	**42,266**
		NONREGULATED REVENUES:			
5280	5280	Nonregulated Operating Revenues	-		-
		TOTAL OPERATING REVENUES (5001-5280)	**623,549**	**279,394**	**344,155**
		OTHER OPERATING INCOME AND EXPENSES:			
7110	.....	Income from Custom Work	275		275
7130	.....	Return from Nonregulated Use of Reg. Fac.	-		-
7140	.....	Gains and Losses from Foreign Exchange	-		-
7150	.....	Gains or Losses from Disposition of Land and Artwork	-		-
7160	.....	Other Operating Gains and Losses	-		-
7100 (7110-7160)	**7100**	**OTHER OPERATING INCOME AND EXPENSES:**	**275**	**0**	**275**
		NONOPERATING INCOME AND EXPENSES:			
7310	.....	Dividend Income	7,699		7,699
7320	.....	Interest Income	4,912		4,912
7330	.....	Income from Sinking and Other Funds	-		-
7340	.....	Allowance for Funds Used During Construction	-		-
7350	.....	Gains from the Disposition of Certain Prop.	(45)		(45)
7360	.....	Other Nonoper. Income (Income & Gains Only)	(25,102)		(25,102)
7370	.....	Special Charge	(1,434)		(1,434)
7300 (7310-7370)	**7300**	**NONOPERATING INCOME AND EXPENSES**	**(13,970)**	**0**	**(13,970)**

Note: Total Column should agree with revenues reported on Schedule 5.
Provide detailed explanation of any deviations.

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SCHEDULE: 33

STATEMENT OF INTRASTATE GROSS EARNINGS (REVENUE) FOR THE YEAR *
(in dollars)

Account No. Class "A" Company	Account No. Class "B" Company	Item	Total (1)	Interstate (2)	Ohio Intrastate (3)=(1)-(2)
		EXTRAORDINARY ITEMS:			
7610	.....	Extraordinary Income Credits	-		-
7620	.....	Extraordinary Income Charges Debit	-		-
7630	.....	Current Income Tax Effect of Extraordinary Items-Net: Credited	-		-
7640	.....	Provision for Deferred Income Tax Effect of Extraordinary Items-Net: Credited	-		-
7600 (7610-7640)	7600	**TOTAL EXTRAORDINARY ITEMS**	**0**	**0**	**0**
		SUBTOTAL (5001-7640)	**609,854**	**279,394**	**330,460**
		Less:	( )	( )	( )
		- Earnings or receipts from sales to public utilities for resale			-
		TOTAL	**609,854**	**279,394**	**330,460**

* **Intrastate means from one point to another point in Ohio, or wholly within Ohio.**

Note: Total Column should agree with revenues reported on Schedule 5.
Provide detailed explanation of any deviations.

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SCHEDULE: 34

IN ORDER TO ENSURE THAT PUCO CORRESPONDENCE IS DIRECTED TO THE APPROPRIATE PERSON AT THE CORRECT ADDRESS, PLEASE COMPLETE THE FOLLOWING.

Name, Title, Address, and Phone Number of the Company's Contact Persons to Receive Entries and Orders from the Docketing Division

Eric Damman — Secretary / Manager
Name — Title

County Road 17D, P.O. Box 50106 Okolona, OH 43550-3106
Address

(419) 758-3322
Phone Number (Including Area Code)

Name, Title, Address, and Phone Number of Person to whom Invoice should be Directed

Eric Damman — Secretary / Manager
Name — Title

County Road 17D, P.O. Box 50106 Okolona, OH 43550-3106
Address

(419) 758-3322
Phone Number (Including Area Code)

Name and Address of the President

Henry Wachtman — President
Name — Title

County Road 17D, P.O. Box 50106 Okolona, OH 43550-3106
Address

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VERIFICATION

The foregoing report must be verified by the President or Chief Officer of the company. The oath required may be taken before any person authorized to administer an oath by the laws of the State in which the same is taken.

OATH

State of Ohio
County of Henry

Eric Damman makes oath and says that
(Insert here the name of the affiant.)

(s)he is Secretary / Manager
(Insert here the official title of deponent)

of Farmers Mutual Telephone Company
(Insert here the exact legal title or name of the respondent.)

that he has examined the foregoing report; that to the best of his knowledge, information, and belief, all statements of fact contained in the said report are true and the said report is a correct statement of the business and affairs of the above-named respondent in respect to each and every matter set forth therein during the period from and including January 1, 2004, to and including December 31, 2004.

Eric L Damman COPY
(Signature of affiant.)

Subscribed and sworn to before me, a _____ in and for the State and county named, this _____ day of _____, 2006.
My commission expires _____. 20____.

_____
(Signature of Person Authorized to Administer Oaths)

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