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February 6, 2007

VIA OVERNIGHT DELIVERY

Executive Secretary
Kentucky Public Utilities Commission
211 Sower Boulevard
Frankfort, KY 40602

RECEIVED

FEB 08 2007

PUBLIC SERVICE
COMMISSION

Re: Notice of Guarantee of Indebtedness

Dear Sir or Madam:

This letter is filed on behalf of Vanco Direct USA, LLC ("Vanco") which is authorized to provide resold interexchange and local services in this State. The purpose of the letter is to inform the Commission of a transaction whereby ECS United Kingdom Plc will make available to Vanco and certain of its affiliates, the sum of 2,041,709 pounds Sterling (approximately \$4,020,130) which will be secured by the guarantee of Vanco.

The subject transaction will not result in a change of control of any entity. The transaction will enable Vanco to achieve better liquidity and capitalization, which in turn, will enhance their ability to provide quality services to customers of this State at competitive prices, thereby serving the public interest.

Vanco is a Delaware limited liability company with principal offices located at 200 S. Wacker Drive, Suite 1600, Chicago, Illinois, 60606. As previously stated, Vanco is authorized to provide resold interexchange and local services in this State.¹

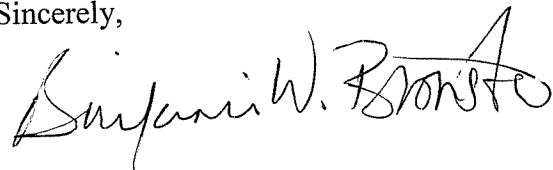
This letter is filed for informational purposes to keep the Commission abreast of the financial activities of Vanco. It is our understanding that no action by the Commission is necessary.

¹ Vanco's authorization to provide resold interexchange and local services in this State was granted on 7/18/05, IXC 22205492, CLEC 5054920.

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Enclosed are an original and ten (10) copies of this letter. Please return one (1) of the copies file-stamped in the envelope provided. Please do not hesitate to contact me if you have any questions.

Sincerely,

A handwritten signature in black ink that reads "Benjamin W. Bronston". The signature is written in a cursive style with a large, prominent initial "B".

Benjamin W. Bronston
(713) 626-1661 ext. 1114