FEDERAL COMMUNICATIONS CO

COMMISSION

FCC 01-369

Before the FEDERAL COMMUNICATIONS COMMISSION Washington, D.C. 20554

In the Matter of IIC-ASG-20010504-00302 ISP-PDR-20010510-00025 ULS-0000449956 41-EX-AL-2001 42-EX-AL-2001 43-EX-AL-2001 44-EX-AL-2001 WC XNC Lockheed Martin Global Telecommunications. Comsat Corporation, and Comsat General File Nos. SES-ASG-20010504 00896 Corporation, Assignor and Telenor Satellite Mobile Services, Inc. and and Telenor Satellite, Inc., Assignee Applications for Assignment of Section 214 Authorizations, Private Land Mobile Radio Licenses, Experimental Licenses, and Earth Station Licenses and Petition for DeclaratoryRuling Pursuantto Section 310(b)(4) of the Communications Act

ORDER AND AUTH ORIZATION

Adopted: December 14, 2001

Released:December 18, 2001

By the Commission: Commissioner Copps dissenting and issuing a statement.

I. INTRODUCTION

1. In this Order, we grant the applications filed by Lockheed Martin Global Telecommunications (LMGT), Comsat Corporation, and Comsat General Corporation (Comsat General) (collectively, Assignor or Comsat), together with Telenor Satellite Services Holdings, Inc. (TSSH), Telenor Satellite Inc. (Telenor Satellite), and Telenor Broadband Services AS (Telenor Broadband) (collectively, Assignee) (herein Assignor and Assignee are collectively referred to as Applicants) to assign certain Title III common carrier authorizations and Title III

Telenor Satellite Mobile Services, Inc. was the original party filin g in this proceeding. Effective October 17, 2001, the company changed its name to Telenor Satellite Services Holdings, Inc. See Letter from George Klienfeld, Counsel for Telenor, to Magalie Roman Salas, Secretary, Federal Communications Commission, October 30, 2001 (October 30, 2001 Supplemental Filing). As explained in the letter, the corporate name change was made for marketing reasons and does not affect the structure of the proposed transaction. Therefore, throughout this Order, we refer to the original party, Telenor Satellite Mobile Services, Inc., as Telenor Satellite Services Holdings, Inc.

As described in Section II. A. below, the ultim ate corporate parent of the Telenor companies named as the Assignee in this proceeding is Telenor ASA. See infra paras. 5-8.

current system to the benefit of U.S.-based customers whom Telenor ASA currently does not serve. $^{\rm 152}$

53. Given that we have found no evidence of potential harm to competition resulting from the proposedtransaction, and in view of these stated benefits, we find that based on the claimed benefits, the proposed transaction would be in the public interest. In doing so, we rely on the representations made by the Applicants in this proceeding. Specifically, we rely on statements by the Applicants that control of the licenses and authorizations will rest with Telenor Satellite and that control of the assets relating to the licenses and authorizations will rest with Telenor Satellite or will be under common control of Telenor Satellite's parent company. Should control of either be transferred to another entity, the Applicants represent Telenor Satellite and its relevant parent companies would submit appropriate filing s to the Commission.

IV. ADDI TI ONAL AUTH ORIZATI ONS AND WAI VER OF CUT-OFF RULES

- 54. The Applicants requestthat grant of the Assignment Application include authority for assignment to Telenor Satellite of (1) any authorizations that might be issued during the pendency of this proceeding and (2) any applications that may have been filed by Comsat/CMC and that are still pending at the time of the effective date of this Order. The Applicants also requests blanket exemption from any applicable cut-off rules in cases where amendments are filed to pending Part 25 or other applications to reflect the consummation of the assignments. 154
- 55. We conclude that any authorizations issued during the pendency of this proceeding or filed after the initial application and still pending at the time of the release of this Order and Authoriz ation should be deemed to be covered by this Order and Authoriz ation to the extent that the pending applications are listed in Appendix A. The Applicants should amend any current pending applications to reflect the transaction approved by this Order and Authoriz ation consistent with Section 1.65 of the Commission's rules.¹⁵⁵
- 56. The waiver requestdid not identify, nor are we aware of, any pending applications that are subject to a cut-off deadline. Therefore, under these circumstances, no waiver is necessary Accordingly, the waiver request

V. CONCLUSION

57. In view of the foregoing, we find that granting the applications to assign the licenses and authorizations listed in Appendix A to Telenor Satellite will serve the public interest, convenience, and necessity consistent with Sections 214(a) and 310(d) of the Communications Act of 1934, by increasing competition in the satellite services markets to the benefit of U.S. consumers. We also conclude that assignment of the listed international Section 214 authorizations will not createrisks to competition in the U.S. international services markets that would warrant the imposition of additional competitive safeguards. Finally, pursuant to

¹⁵² Id. at 29.

¹⁵³ *Id.* at 17.

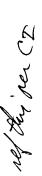
¹⁵⁴ Id. at 17-18

^{155 47} C.F.R § 1.65.

Section 310(b)(4) and the Commission's "open entry" standardfor indirect investment by WTO Members in U.S. common carrier licenses, we conclude that it will not serve the public interest to prohibit the proposed indirect foreign ownership of Telenor Satellite in excessof the statutory 25 percent benchmark. On this basis and for the reasons described in this Order and Authoriz ation, we grant the Applicants' requests to the extent described above.

VI. ORDERING CLAUSES

- 58. Accordingly, IT IS ORDERED that, pursuantto Section 310(d) of the Communications Act of 1934, as amended,47 U.S.C. § 310(d), the application for assignment of licenses listed in Appendix A, IS GRANT ED to the extent specified in this Order and Authoriz ation.
- 59. IT IS FURTHER ORDERED that, pursuant to Section 214 of the Communications Act of 1934, as amended,47 U.S.C. § 214, the application for assignment of Section 214 authorizations listed in Appendix A, IS GRANT ED to the extent specified in this Order and Authorization.
- 60. IT IS FURTHER ORDERED that, the Petition for Protective Orders filed by Litig ation Trust Recovery is DENIED.
- 61. IT IS FURTHER ORDERED that, the Motion for Waiver to Accept Pleading filed by Litig ation Trust Recovery is DENIED.
- 62. IT IS FURTHER ORDERED that, pursuant to Section 310(b)(4) of the Communications Act of 1934, as amended, the petition for declaratory ruling filed by Applicants IS GRANTED to the extent specified in the order. Accordingly, Telenor Satellite is authorized to accept indirect foreign ownership in excessof the twenty-five percent benchmark in Section 310(b)(4) of the Act, as specified in this Order and Authoriz ation.
- IT IS FURTHER ORDERED that, pursuantto Sections4(i) and (j), 214(a) and (c), 309 and 310(b) and (d) of the Communications Act of 1934, as amended, 47 U.S.C. §§ 154(i), and (j), 214(a) and (c), 309, 310(b) and (d), the Petition to Adopt Conditions to Authoriz ations and Licenses filed by the Department of Justice and the Federal Bureau of Investigation on November 30, 2001, IS GRANT ED, and that the authorizations and licenses related thereto which are to be assigned as a result of this Order and Authoriz ation are subject to compliance with provisions of the Agreement between with Telenor Satellite Services Holdings, Inc., Telenor Satellite Inc., Telenor Satellite Services, Inc., and Telenor Broadband AS, and the Department of Justice and the Federal Bureau of Investigation dated November 29, 2001 and attachedhereto as Appendix B, which Agreement is designed to address the national security, law enforcement, and public safety concernsof the Department of Justice and the Federal Bureau of Investigation regarding the authority granted herein, is fully binding upon and those subsidiaries, successors and assigns thereof that provide telecommunications services within the United States. Nothing in the Agreement is intended to limit any obligation imposed by Federal law or regulation including, but not limited to, 47 U.S.C. §§ 222(a) and (c)(1) and the Commission's implementing regulations.
- 64. IT IS FURTHER ORDERED that, pursuantto Section 214 of the Communications Act of 1934, as amended, 47 U.S.C. § 214, and Section 63.10 of the Commission's rules, 47 C.F.R. § 63.10, that Telenor Satellite shall be regulated as a dominant international carrier on the U.S.-Norway route, and as a non-dominant international carrier on its



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other authorized routes.

65. IT IS FURTHER ORDERED that, pursuantto Section 1.65 of the Commission's Rules, 47 C.F.R. § 1.65, the Applicants are afforded thirty days from the date of releaseof this Order and Authoriz ation to amend all such pending applications in connection with the instant Application to reflect the new ownership structure approved in this Order and Authoriz ation.

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Magalie Romas Salas Secretary

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APPENDIX A

| CAL L SIGN/FIL E NO. | CLASS OF STATION |
|---|------------------|
| ITC-86-087 | 214 |
| ITC-88-149 | 214 |
| ITC-87-027 | 214 |
| ITC-87-111 | 214 |
| ITC-88-084 | 214 |
| ITC-89-076 | 214 |
| ITC-90-129 | 214 |
| ITC-89-119 | 214 |
| ITC-92-030, ITC-92-031 | 214 |
| ITC-90-085 | 214 |
| ITC-90-133 | 214 |
| ITC-92-063 | 214 |
| ITC-91-228 | 214 |
| ITC-92-076 | 214 |
| ITC-92-075 | 214 |
| ITC-91-088; ITC-91-089 | 214 |
| ITC-91-139; ITC-91-088; ITC-91-089; ITC-91-228; | 214 |
| ITC-92-030, 031, 032 | |
| ITC-94-016 | 214 |
| ITC-94-025 | 214 |
| ITC-94-077 | 214 |
| ITC-214-19960501-00176 (ITC-96-278) | 214 |
| CC Docket 87-75 | 214 |
| *ITC-214-19931105-00009 (ITC-94-039) | 214 |
| *42-SAT-STA-97 | 214 |
| *ITC-214-19950511-00019 (ITC-95-341) | 214 |
| SES-MS C-19990331-02474 | 214 |
| *SAT-ITC-19970710-00059 (000103-SAT-ITC-97) | 214 |
| *SAT-ITC-19990609-00063 | 214 |
| *SAT-ITC-20000605-00103 | 214 |
| ITC-97-222; ITC-214-19970414-000208 | 214 |
| (8)SAT-STA-19990609-00064 | 214 |
| ITC-94-063 | 214 |
| ITC-95-422 | 214 |
| ITC-93-266 | 214 |
| SES-STA-20010719-1338 | 214 |
| | L |

| CAL L SIGN/ FIL E NO. | CLASS OF STATION |
|------------------------------------|------------------------------|
| WB36 (SES-LIC-20010530-01007) | Fixed Earth Station |
| KB34 | Fixed Land Earth Station |
| KA305 | Fixed Earth Station |
| KA304 | Fixed Earth Station |
| KA313 | Fixed Land Earth Stations |
| KA312 | Fixed Land Earth Stations |
| KA31 | Fixed Land Earth Station |
| ⁽⁸⁾ WA28 | Fixed Earth Station |
| E990027 | Fixed Land Earth Station |
| E990034 | Fixed Land Earth Station |
| E990032 | Fixed Land Earth Station |
| E980136 | Fixed Land Earth Station |
| E930320 | Fixed Earth Station |
| E980137 | Fixed Land Earth Station |
| E990422 | Fixed Earth Station |
| E890649 | Fixed Earth Station |
| KA 249 | Fixed Land Earth Station |
| E000280 | Mo bil e Earth Station |
| E000282 | Mo bil e Earth Station |
| E000283 | Mo bil e Earth Station |
| ("E000284 (SES-LIC-20000609-00948) | Mobile Earth Station |
| E000285 | Mobil e Earth Station |
| SES-STA-20010907-01723 | Mobil e Earth Station |
| (*STA | Test and Demo |
| SES-STA-20010530-01007 | Mobil e Earth Station |
| SES-STA-20010308-00523 | Mobil e Earth Station |
| SES-STA-20010508-00909 | Mobil e Earth Station |
| SES-STA-2001-628-01230 | Mobil e Earth Station |
| WC2XRT | Aero Station at Southbury, C |
| WC2XNE | Developmental (Fixed) |
| WC2XMG | Developmental (Fixed) |
| MKA2XHN | Developmental (Fixed) |
| WA2XGG | Developmental (Fixed) |
| (CG)KB42877 | Industrial Business |



Non-Common Carrier

(r) Renewal Applic ation Pending

* Application Pending

(s) STA Extension Request Pending

(1) Authorization granted; awaiting issuance of license (CG) Comsat General Corporation