## **Exhibit B: Foreign Ownership**

Entity	Item (1):	Item (2): Country of Origin and Address	
	Percentage of	(2), 0000000 01 011 011 011 011 011 011 011	
	Interest in		
	Applicant		
JV PartnerCo, LLC	38.74%	2999 Oak Road, 7th Floor	
		Walnut Creek, CA 94597	
		USA	
PCS Nucleus, L.P.	6.26%	2999 Oak Road, 7 <sup>th</sup> Floor	
		Walnut Creek, CA 94597	
		USA	
Vodafone 2. Unlimited	45.00%	Vodafone House	
		The Connection	
		Newbury, Berkshire RG14 2FN	
		United Kingdom	
Vodafone 4 Limited	41.78%	8-10 rue Mathias Hardt	
		L1717 Luxembourg	
		Luxembourg	
Vodafone Americas Holdings	45.00%	2999 Oak Road, 7th Floor	
Inc.		Walnut Creek, CA 94597	
		USA	
Vodafone Americas Inc. 45.00%		2999 Oak Road, 7th Floor	
		Walnut Creek, CA 94597	
		USA	
Vodafone Group Plc	45.00%	Vodafone House	
		The Connection	
		Newbury, Berkshire RG14 2FN	
		United Kingdom	
Vodafone Holdings Inc.	3.02%	2999 Oak Road, 7 <sup>th</sup> Floor	
		Walnut Creek, CA 94597	
		USA	
Vodafone Holdings	42.35%	8-10 rue Mathias Hardt	
Luxembourg Limited		L1717 Luxembourg	
		Luxembourg	
Vodafone Intermediate	45.00%	Vodafone House	
Enterprises Limited		The Connection	
		Newbury, Berkshire RG14 2FN	
		United Kingdom	
Vodafone International 1	45.00%	Vodafone House	
S.a.r.l.		The Connection	
		Newbury, Berkshire RG14 2FN	
		United Kingdom	

Entity	Item (1):	Item (2): Country of Origin and Address		
	Percentage of	Term (2). Country of Origin and Address		
	Interest in			
	Applicant			
Vodafone International	32.90%	Vodafone House		
Holdings Limited	32.7070	The Connection		
Tiolangs Emited		Newbury, Berkshire RG14 2FN		
		United Kingdom		
Vodafone International	45.00%	Vodafone House		
Operations Limited	43.0070	The Connection		
Operations Ellinted		Newbury, Berkshire RG14 2FN		
		• • • • • • • • • • • • • • • • • • •		
Vodefene Ionger, Dellen	45.00%	United Kingdom		
Vodafone Jersey Dollar	45.00%	Whiteley Chambers		
Holdings Limited		Don Street		
		St. Helier JE4 9WG		
		Jersey		
77 1 C T 1 5	0.00450/	United Kingdom		
Vodafone Luxembourg 5	0.0045%	8-10 rue Mathias Hardt		
S.a.r.l		L1717 Luxembourg		
		Luxembourg		
Vodafone Luxembourg S.a.r.l	45.00%	8-10 rue Mathias Hardt		
		L1717 Luxembourg		
		Luxembourg		
Vodafone Nominees Limited	1 share out of	Vodafone House		
	7,425,191,220	The Connection		
	of a 45%	Newbury, Berkshire RG14 2FN		
	share of	United Kingdom		
	Applicant			
Vodafone Worldwide	12.10%	8-10 rue Mathias Hardt		
Holdings Limited		L1717 Luxembourg		
		Luxembourg		
Vodaphone Limited 45.00%		Vodafone House		
		The Connection		
		Newbury, Berkshire RG14 2FN		
		United Kingdom		

#### Item (3): Public Interest Statement

Cellco Partnership d/b/a Verizon Wireless ("Verizon Wireless") is a partnership ultimately owned indirectly by Verizon Communications, Inc. ("Verizon") and Vodafone Group Plc ("Vodafone"). Verizon, a Delaware Corporation, owns 55% of the partnership; Vodafone, a company organized under the laws of the United Kingdom, owns 45%. Control of the partnership is vested in a Board of Representatives, controlled by Verizon. Thus, Verizon is the majority owner and possesses sole affirmative control of Verizon Wireless.

In conjunction with the creation of the partnership, Verizon and Vodafone sought Commission approval, pursuant to Section 310(b)(4) of the Communications Act, 47 U.S.C. § 310(b)(4), for Vodafone to indirectly hold up to 65.1 percent of Verizon Wireless. The Commission granted the parties' request, determining that "the public interest would be served by allowing the proposed indirect foreign ownership," consistent with the Commission's Foreign Participation Order. In re Applications of Vodafone AirTouch Plc and Bell Atlantic Corporation, For Consent to Transfer of Control or Assignment of Licenses and Authorizations. Memorandum Opinion and Order, DA 00-721, 15 FCC Rcd 16507, ¶¶ 17, 19 (rel. March 30, 2000) (citing 12 FCC Rcd. 23891, 23941 (1997)). The Commission stated further that its ruling "allows [Verizon Wireless] to be indirectly owned by Vodafone in an amount up to 65.1 percent" and that Verizon Wireless "would need additional Commission authority under section 310 (b)(4) before Vodafone could increase its investment above authorized levels . . . [or] before any other foreign entity or entities [other than ownership from the U.S. and U.K.] acquire, in the aggregate, a greater-than-25 percent indirect interest in [Verizon Wireless]." Id. ¶ 19, n. 34. Prior to the Commission's grant of Vodafone's indirect ownership interest in Verizon Wireless, Vodafone itself received authorization to hold up to a 100 percent indirect ownership interest in U.S. common carrier radio licensees. See In re. AirTouch Communications, Inc., Transferor, and Vodafone Group, Plc., Transferee, For Consent to the Transfer of Control of Licenses and Authorizations, Memorandum Opinion and Order, 14 FCC Rcd. 9430, ¶ 9 (Wireless Telecom. Bur. 1999); Public Notice, Report No. TEL-00174, DA 99-3033 (Int'l Bur. rel. Dec. 30, 1999).

Vodafone holds only a 45 percent indirect ownership interest in Verizon Wireless, well below the Commission-authorized level of 65.1 percent. Moreover, no other foreign company outside the Vodafone chain of ownership holds any interests in Verizon Wireless.<sup>2</sup> Thus, there is no indirect foreign ownership in Verizon Wireless requiring additional Commission approval. Furthermore, even though Advanced Wireless Service ("AWS") involves spectrum that has not previously been licensed, Verizon Wireless has indicated on its license application that it will use those licenses for radio common carrier purposes, which falls within the scope of the Commission's previous approval of Vodafone's indirect interest. Finally, the Commission previously authorized Verizon Wireless to hold other Part 27, WCS

<sup>&</sup>lt;sup>1</sup> The Commission's approval covered Verizon Wireless's authorizations for commercial mobile radio service.

<sup>&</sup>lt;sup>2</sup> There are no foreign companies in the chain of ownership between Verizon and Verizon Wireless.

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licenses and to be indirectly owned by Vodafone, consistent with Section 310(b)(4). See Applications of Vodafone AirTouch Plc and Bell Atlantic Corporation, For Consent to Transfer Control or Assignment of Licenses and Authorizations, Memorandum Opinion and Order, 15 FCC Rcd 16507 (WTB & IB 2000). AWS is included in Part 27 and defined as a subset of WCS.<sup>3</sup> Nonetheless, should the Commission determine that a new declaratory ruling is necessary, Verizon Wireless has requested such a ruling. A date-stamped copy of that request is attached herein.

<sup>&</sup>lt;sup>3</sup> Section 27.4 defines "wireless communications service" as "A radiocommunication service licensed pursuant to this part for the frequency bands specified in § 27.5." 47 C.F.R. § 27.4. AWS is defined in Section 27.4 as "A radiocommunication service licensed pursuant to this part for the frequency bands specified in § 27.5(h)." *Id.* (emphasis added).

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Item (4) Petition for Declaratory Ruling

# STAMP AND RETURN

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

In re Application of	.)	
Cellco Partnership d/b/a Verizon Wireless	) )	RECEIVED
Request for Declaratory Ruling Under Section 310(b)(4) of the Communications Act of 1934,	) )	JUN 1 9 2006
as Amended	)	Federal Communications Commission Office of Secretary

To: The Commission

#### REQUEST FOR DECLARATORY RULING

Cellco Partnership d/b/a Verizon Wireless ("Verizon Wireless") hereby submits this request for declaratory ruling, pursuant to Section 310(b)(4) of the Communications Act, the *Foreign Participation Order*, and the Commission's streamlined procedures.<sup>1</sup> Verizon Wireless requests the Commission to confirm that it is authorized to have the same level of indirect foreign ownership interest in any licenses it may acquire in the Wireless Communications Services ("WCS"), including Advanced Wireless Service ("AWS"), as the Commission has granted for other Verizon Wireless common carrier licenses.

As the Commission is aware, Vodafone Group Plc ("Vodafone"), a company organized under the laws of the United Kingdom, holds a 45% indirect ownership interest in Verizon Wireless. The Commission previously determined that, "Because the United Kingdom is a Member of the World Trade Organization (WTO), under the Commission's *Foreign* 

<sup>&</sup>lt;sup>1</sup> See 47 U.S.C. § 310(b)(4); Rules and Policies on Foreign Participation in the U.S. Telecommunications Market, Report and Order and Order on Reconsideration, 12 FCC Rcd 23891, 24033 ¶ 323 (1997) ("Foreign Participation Order"); 47 C.F.R. § 63.12.

Participation Order, we presume that the public interest would be served by authorizing, under Section 310(b)(4), common carrier radio licenses held by entities indirectly owned by Vodafone and citizens of the United Kingdom."<sup>2</sup> The Commission authorized Vodafone to hold up to a 100% indirect foreign ownership interest in U.S. common carrier radio licensees.<sup>3</sup> Subsequently, the Commission granted the request to allow Verizon Wireless to "be indirectly owned by Vodafone in an amount up to 65.1 percent" and authorized the transfer and assignment of numerous common carrier licenses including cellular, PCS, WCS and microwave authorizations.<sup>4</sup>

Verizon Wireless is filing an application to participate in the upcoming AWS auction,
Auction No. 66. As reported in detail in that application, there is no new or increased indirect
foreign ownership in Verizon Wireless requiring additional Commission approval in connection
with AWS licenses that Verizon Wireless may acquire in this auction. Furthermore, even though
AWS involves spectrum that has not previously been licensed, to the extent that Verizon
Wireless acquires AWS licenses, it has indicated on its auction application that it will use those
licenses for radio common carrier purposes, which falls within the scope of the Commission's
previous approval of Vodafone's indirect interest. Finally, the Commission previously
authorized Verizon Wireless to hold other Part 27, WCS licenses and to be indirectly owned by

<sup>&</sup>lt;sup>2</sup> Applications of AirTouch Communications, Inc., Transferor, and Vodafone Group, Plc, Transferee for Consent to Transfer of Control of Licenses and Authorizations, Memorandum Opinion and Order,  $14\ FCC\ Rcd\ 9430$ ,  $9434\ \P\ 9$  (WTB 1999).

<sup>&</sup>lt;sup>3</sup> See id.; Public Notice, Report No. TEL-00174, DA 99-3033 (Int'l Bur. rel. Dec. 30 1999).

<sup>&</sup>lt;sup>4</sup> Applications of Vodafone AirTouch Plc and Bell Atlantic Corporation, For Consent to Transfer Control or Assignment of Licenses and Authorizations, Memorandum Opinion and Order, 15 FCC Rcd 16507, 16514¶19 (WTB & IB 2000) ("Vodafone-Bell Atlantic Order").

Vodafone, consistent with Section 310(b)(4).<sup>5</sup> AWS is included in Part 27 and defined as a subset of WCS.<sup>6</sup>

Verizon Wireless thus submits that the Commission need not issue a declaratory ruling.

Nonetheless, should the Commission determine that a declaratory ruling is necessary, Verizon

Wireless hereby requests such a ruling approving the same level of indirect foreign ownership

interest in any licenses it may acquire in the Wireless Communications Service, including the

Advanced Wireless Service, as the Commission has granted for other Verizon Wireless common carrier licenses.

### I. DESCRIPTION OF FOREIGN OWNERSHIP

Verizon Wireless is a Delaware general partnership owned indirectly by Verizon Communications, Inc. ("Verizon") and Vodafone. Verizon, a Delaware corporation, owns 55% of Verizon Wireless; Vodafone, a public limited company organized under the laws of the United Kingdom, owns 45%.

Vodafone previously received authorization from the Commission to hold its indirect interests in Verizon Wireless's common carrier licenses.<sup>7</sup> In conjunction with the creation of the partnership, Verizon and Vodafone sought Commission approval, pursuant to Section 310(b)(4), for Vodafone to indirectly hold up to 65.1% of Verizon Wireless. The Commission granted the parties' request, determining that "the public interest would be served by allowing the proposed

<sup>&</sup>lt;sup>5</sup> See id.

<sup>&</sup>lt;sup>6</sup> Section 27.4 defines "wireless communications service" as "A radiocommunication service licensed pursuant to this part for the frequency bands specified in § 27.5." 47 C.F.R. § 27.4. AWS is defined in Section 27.4 as "A radiocommunication service licensed pursuant to this part for the frequency bands specified in § 27.5(h)." *Id.* (emphasis added).

<sup>&</sup>lt;sup>7</sup> See Vodafone-Bell Atlantic Order, 15 FCC Rcd 16507.

indirect foreign ownership," consistent with the Commission's Foreign Participation Order.8 The instant petition seeks a declaratory ruling allowing Vodafone to hold the same indirect ownership interest of up to 65.1% in any WCS license, including any AWS licenses, that Verizon Wireless may acquire in Auction No. 66.

#### PUBLIC INTEREST STATEMENT II.

The public interest will be served if the Commission approves Vodafone's indirect ownership interest in WCS licenses, including AWS licenses, acquired by Verizon Wireless. In the Foreign Participation Order, the Commission concluded that allowing additional foreign investment in common carrier wireless licensees beyond the 25% benchmark of Section 310(b)(4) will promote competition in the U.S. market, thereby serving the public interest.<sup>9</sup> The Commission, therefore, adopted a presumption in favor of allowing such investment if the investment is from entities organized under the laws of WTO Members. 10 As the Commission previously concluded, Vodafone's principal place of business is the United Kingdom, a WTO Member.<sup>11</sup>

The Commission has already determined that the public interest would be served by allowing Vodafone to hold up to a 65.1% interest in the common carrier licenses held by Verizon Wireless. 12 The same public interest rationale that applied in that decision should apply with equal force for WCS licenses, including AWS licenses. The Commission should therefore issue

<sup>&</sup>lt;sup>8</sup> *Id.* at 16514 ¶ 19.

<sup>&</sup>lt;sup>9</sup> Foreign Participation Order, 12 FCC Rcd at 23940 ¶ 111.

<sup>&</sup>lt;sup>10</sup> Id. at 23913 ¶ 50, 23940 ¶¶ 111-12.

<sup>&</sup>lt;sup>11</sup> Vodafone-Bell Atlantic Order, 15 FCC Rcd at 16514 ¶ 18.

<sup>&</sup>lt;sup>12</sup> *Id.* at 16514 ¶ 19.

a declaratory ruling pursuant to its streamlined processing rules if it determines that a new declaratory ruling is needed.

#### III. CONCLUSION

For the reasons stated herein, and to the extent necessary, Verizon Wireless respectfully requests that the Commission approve the same level of indirect foreign ownership interest in WCS licenses, including AWS licenses, Verizon Wireless may acquire as the Commission has granted for other Verizon Wireless common carrier licenses.

#### VERIZON WIRELESS

By:

John T. Scott, III

Vice President, Deputy General Counsel -

T. Sooth, I

Regulatory Law

1300 Eye Street, NW

Suite 400 West

Washington, DC, 20005

(202) 589-3760

Its Attorney

June 19, 2006