### APPLICATION FOR TRANSFER OF CONTROL OF INTERNATIONAL SECTION 214 AUTHORIZATION

Pursuant to Section 214 of the Communications Act of 1934, as amended, 47 U.S.C. § 214, and Section 63.24 of the Commission's rules, 47 C.F.R. § 63.24, Next Communications, Inc., formerly known as Next Communication, Inc. ("Next Communications"), requests Commission consent to the transfer of control of the international Section 214 authorization held by Next Communications. This application is being filed to update the Commission's records concerning the ownership of Next Communications.

# **ANSWER TO QUESTION 10**

• Contact Information

Arik Meimoun Chief Executive Officer Next Communications, Inc. 100 North Biscayne Boulevard, 9th Floor Miami, FL 33132

With a copy to:

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- Next Communications is a U.S. corporation organized under the laws of the State of Delaware.
- Next Communications holds the international Section 214 authorization that is the subject of this application, File No. ITC-214-19990107-00014 (authority to provide global facilities-based and resold services).

# **ANSWER TO QUESTION 11**

The following individuals have a ten percent or greater direct ownership interest in Next Communications:

Direct Shareholder Name: Arik Meimoun

Address: Citizenship: Principal Business: Percentage Equity and Vot	450 Alton Road, No 1102, Miami Beach, Florida 33139 United States Telecommunications ing Ownership in Next Communications: 50%
Direct Shareholder Name:	Engin Yesil
Address:	40 Star Island Drive, Miami Beach, Florida 33139
Citizenship:	Turkey
Principal Business:	Real Estate
Percentage Equity and Voting Ownership in Next Communications: 37%	
Direct Shareholder Name:	Ali Guven Kivilcim
Address:	436 Alamanda Drive, Hallandale, Florida 33009
Citizenship:	United States
Principal Business:	Telecommunications
Percentage Equity and Voting Ownership in Next Communications: 13%	

No other person or entity has a direct or indirect, voting or equity ten percent or greater ownership interest in Next Communications.

## **ANSWER TO QUESTION 12**

Arik Meimoun, the Chief Executive Officer of Next Communications, is the General Manager of ATSI Comunicaciones SA de CV, a telecommunications company in Mexico.

### **ANSWER TO QUESTION 13**

Next Communications was formed on February 13, 1998. As the company was continuing to sell shares and finalize financing, it filed an application for international Section 214 authority on January 7, 1999.<sup>1</sup> As part of that application, Next Communications reported ownership by David Halpern and Sylwin Grinman. That application was granted in March 1999.<sup>2</sup> Thereafter, David Halpern and Sylwin Grinman did not provide the expected financing. Rather, Arik Meimoun, the current Chief Executive Officer, financed the company and acquired 100% of its shares in 1999. Later, Mr. Meimoun sought additional investment from other individuals and entities to continue to finance the company.

<sup>&</sup>lt;sup>1</sup> See Next Communication, Inc., Application for Authority Pursuant to Section 214 of the Communications Act of 1934, as amended, for Global Authority to Operate as an International Facilities-based and Resale Carrier, File No. ITC-214-19990107-00014 (filed Jan. 7, 1999).

<sup>&</sup>lt;sup>2</sup> See Overseas Common Carrier Section 214 Applications and Section 310(b)(4) Actions Taken, Public Notice, Report No. TEL-00070, DA 99440, File No. ITC-214-19990107-00014 (Mar. 4, 1999).

• On April 23, 2004, the company sold shares to investors with the resulting ownership :

Arik Meimoun – 3,500 shares – 35% Engin Yesil – 2,250 shares – 22.5% Guven Kivilcim – 750 shares – 7.5% Ephram Yeoshoua – 500 shares – 5.0% Nextcomm Investors, Inc. – 3,000 shares – 30%

• In May 3, 2010, the company redistributed shares to achieve the present ownership:

Arik Meimoun – 4,700 shares – 50% Engin Yesil – 3,525 shares – 37.5% Ali Guven Kivilcim – 1,175 shares – 12.5%

• On January 29, 2009, the name of the company was officially changed from Next Communication, Inc. to Next Communications, Inc.

Since 1999, Mr. Meimoun has held de facto control of the company. He has been the company's Chief Executive Officer since 1999. He controls all hiring and firing, operational, and strategic decisions, as well as the day-to-day management of the company. The changes in Mr. Meimoun's equity ownership in April 2004 and May 2010, however, resulted in non-substantial (pro forma) changes in de jure control of the company. Today, as in 1999, Mr. Meimoun holds both de jure and de facto control of Next Communications.

Next Communications regrets its failure to seek authority from the Commission for Mr. Meimoun's ownership of the company and to notify the Commission within 30 days following *pro forma* changes that have occurred since Mr. Meimoun took control of the company. Next Communications takes very seriously its obligations as an FCC licensee and has taken steps to ensure that any subsequent changes in control are properly authorized by or timely notified to the Commission.

#### **ANSWER TO QUESTION 14**

Next Communications is not a foreign carrier, but is affiliated with ATSI Comunicaciones SA de CV, a telecommunications company in Mexico.

Next Communications has no other foreign carrier affiliations.

#### ANSWER TO QUESTION 15

Pursuant to Section 63.18(j) of the Commission's rules, 47 C.F.R. § 63.18(j), Next Communications certifies that it is not a foreign carrier but that will provide service to Mexico, where it is affiliated with a foreign carrier, ATSI Comunicaciones SA de CV.

# **ANSWER TO QUESTION 16**

Pursuant to Section 63.10 of the Commission's rules, 47 C.F.R. § 63.10, Next Communications qualifies for non-dominant classification on the route between the United States and Mexico because ATSI Comunicaciones SA de CV has no market power in Mexico. *See id.* § 63.10(a)(3). ATSI Comunicaciones SA de CV provides wholesale national and international long distance services in Mexico. ATSI Comunicaciones SA de CV lacks 50 percent market share in the international transport and the local access markets in Mexico and is not listed on the Commission's List of Foreign Telecommunications Carriers that Are Presumed to Possess Market Power in Foreign Telecommunications Markets.<sup>3</sup> As such, Next Communications is presumptively classified as non-dominant on the U.S.-Mexico route.

### **ANSWER TO QUESTION 20**

This application for transfer of control of international Section 214 authorization qualifies for streamlined processing pursuant to Section 63.12(c). 47 C.F.R. § 63.12. Although Next Communications is affiliated with a foreign carrier in Mexico, it qualifies for a presumption of non-dominance under Section 63.10(a)(3) of the Commission's rules as set forth in the Answer to Question 16.

<sup>&</sup>lt;sup>3</sup> The International Bureau Revises and Reissues the Commission's List of Foreign Telecommunications Carriers that Are Presumed to Possess Market Power in Foreign Telecommunications Markets, Public Notice, DA 07-233 (Jan. 26, 2007).