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Federal Communications Commission  
Office of Secretary

October 29, 2003

Commissioner Kevin J. Martin  
Federal Communications Commission  
445 12th Street, S.W.  
Washington, D.C. 20554

**Int'l Bureau**

**OCT 30 2003**

**Front Office**

Re: File No: 189-SAT-LOI-97  
IBFS Nos. SAT-LOI-19970926-00161  
SAT-AMD-20001103-00158  
SAT-MOD-20021114-00237  
SAT-ASG-20021211-00238

Dear Commissioner Martin:

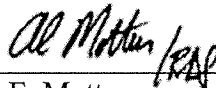
At our meeting, you asked TerreStar/TMI whether, if the authorization were reinstated, the subsequent milestones could be accelerated (taking into account the consequences of the delay caused by the Bureau's February 10, 2003, order canceling the 2 GHz authorization). The enclosed chart provides that information and notes the heavy expenditures required under the Local contract with respect to satellite construction and service activation. The projected dates assume, for the sake of illustration, reinstatement of the authorization by November 17, 2003.

We would be happy to answer any questions you or others may have with respect to this information.

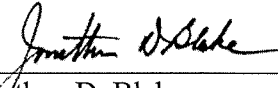
Respectfully submitted,



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Attachment

Commissioner Kevin J. Martin

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cc: File No. 189-SAT-LOI-97

IBFS Nos. SAT-LOI-19970926-00161, SAT-AMD-20001103-00158,

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Chairman Michael K. Powell

Commissioner Kathleen Q. Abernathy

Commissioner Michael J. Copps

Commissioner Jonathan S. Adelstein

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John T. Scott, III, Charla M. Rath, Cellco Partnership (d/b/a Verizon Wireless)

J.R. Carbonell, Carol L. Tacker, David G. Richards, Cingular Wireless LLC

**TMI/TERRESTAR – PROPOSED REVISED SATELLITE CONSTRUCTION MILESTONE DEADLINES**  
 (assuming reinstatement on November 17, 2003, approximately nine months from the Bureau's order)

	Second Milestone (complete critical design review)	Third Milestone (begin construction)	Fourth Milestone (launch satellite)	Fifth Milestone (certify system)
Original Deadlines	July 17, 2003	July 17, 2004	July 17, 2006	July 17, 2007
Deadlines with Full Tolling	August 17, 2004	April 17, 2005	April 17, 2007	April 17, 2008
Proposed Revised Deadlines	March 17, 2004 (advanced by 5 months)	July 17, 2004 (advanced by 9 months)	March 17, 2007 (advanced by 1 month)	December 17, 2007 - March 17, 2008 (advanced by 1 to 4 months)
Cumulative Costs Incurred under the Loral Contract	\$1 million (excludes approximately \$4.5 million operating costs)	\$28.5 million*	\$380 million*	\$555 - \$580 million* (includes expenses for necessary ground facilities not under the Loral contract)

\* Excludes operating costs.