



International Bureau

Federal Communications Commission  
Washington, DC 20554

December 20, 2005

Bruce Jacobs, Esq.  
Pillsbury Winthrop Shaw Pittman LLP  
2300 N Street, NW  
Washington, DC 20037-1128

Scott A. Blank, Esq.  
Senior Vice President, Legal and Corporate Affairs, and General Counsel  
Pegasus Communications Corporation  
225 City Line Avenue, Suite 200  
Bala Cynwyd, Pennsylvania 19004

Re: Submission of Executed Satellite Construction Contract  
File Number: SAT-LOA-20031119-00336, Call Sign S2603

Dear Messrs. Jacobs and Blank:

On January 31, 2005, Pegasus Development Corporation (Pegasus), submitted a copy of the satellite construction contract between Pegasus and Space Systems/Loral, Inc., as amended (Contract), in order to establish compliance with the contract milestone for this space station license. In the Contract, the customer is listed as Pegasus Development 107 Corporation, which is later identified as a "subsidiary of Pegasus Communications Corporation." In the original space station application to which this Contract pertains, the licensee is identified as "Pegasus Development Corporation," also described as a subsidiary of Pegasus Communications Corporation. This leads us to request the following additional information:

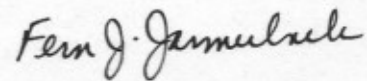
1. Please clarify the relationship between the licensee, Pegasus Development Corporation, and the customer, Pegasus Development 107 Corporation.
2. Please indicate what obligation the licensee, Pegasus Development Corporation, has if the customer, Pegasus Development 107 Corporation, fails to perform under the terms of the Contract.

3. Please indicate progress payments made to date by Pegasus to Space Systems/Loral, Inc., by date, amount paid, and a brief description of work completed (well understood terms in the satellite industry may be used to describe the progress payments and/or reference may be made to the progress schedule previously submitted as part of the Contract).

Please provide the requested information by January 5, 2006. If the information is not submitted by this date, the Commission will proceed with its milestone determination based upon the information on file.

Please hand-deliver or email courtesy copies of any filing made in response to this letter to Jay Whaley ([Jay.Whaley@fcc.gov](mailto:Jay.Whaley@fcc.gov)) of my staff.

Sincerely,



Fern J. Jarmulnek  
Deputy Chief  
Satellite Division