Before the Federal Communications Commission Washington, DC 20554

In the Matter of)	
MFS Globenet, Inc.)	File No. SCL
Notification of <i>Pro Forma</i> Transfer of Control of Cable Landing License)))	
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To: Chief, International Bureau

NOTIFICATION OF *PRO FORMA* TRANSFER OF CONTROL OF CABLE LANDING LICENSES

Pursuant to an Act Relating to the Landing and Operation of Submarine Cables in the United States, 47 U.S.C. §§ 34-39, and Section 1.767 of the Commission's Rules, 47 C.F.R. § 1.767, Verizon Communications Inc. ("Verizon") through its regulated subsidiaries hereby notifies the Federal Communications Commission ("Commission" or "FCC") of the *pro forma* transfer of control of MFS Globenet, Inc.'s ("MFS Globenet") ownership interest in the Southern Cross Cable Network, File No. SCL-MOD-20020430-00045, as part of a planned internal corporate restructuring involving indirect wholly owned subsidiaries of Verizon. MFS Globenet owns: (1) the landing stations in Morro Bay, California and Nedonna Beach, Oregon; (2) 100% of the U.S. segment of the cable system; and (3) 10.01% indirectly of the non-U.S. segments of the cable system.¹

Description of Transaction and Public Interest Statement

The restructuring involved the elimination or relocation of several holding companies in the Verizon ownership chain, resulting in the transfer of control of certain FCC licenses and

¹ MFS Globenet held a license for the Gemini Cable System, File Nos. SCL-MOD-19961025-00532 and SCL-MOD-19961206-00616, but this system was retired in 2004.

authorizations from and to Verizon. Specifically, the following sequence of steps was completed

on December 31, 2015:

- PCS Nucleus, L.P. was dissolved.
- JV PartnerCo, LLC merged into Verizon Americas Inc. ("Verizon Americas").
- Verizon Holdings LLC merged into Verizon Americas. As a result, Verizon Americas' 45 percent indirect ownership interest in Cellco Partnership became a 45 percent *direct* ownership interest.
- Verizon Americas Finance 2 Inc. merged into Verizon Americas Finance 1 Inc.
- MCI Communications Corporation transferred control of MCI International, Inc. ("MCIII") to Verizon Business Network Services Inc. ("NSI")
- NSI contributed its 2.6% ownership interest in MCI International Services, Inc. ("MCIIS") to MCIII. As a result, MCIIS became a wholly owned subsidiary of MCIII.
- NSI transferred control of Terremark Worldwide Inc. through MCIII and MCIIS to MCI International Telecom Corp.

Attached hereto are charts showing the indirect ownership of the affected licensees before

and after the transactions.²

Because the restructuring did not change the ultimate control of any license or licensee

(Verizon's ultimate interest in the licensee remains the same), it is pro forma in nature.³ The

Commission has stated that, in situations "where no substantial change of control will result from

² The lists of file numbers referenced in the instant notification is intended to be complete and include all licenses under the control of Verizon that require prior approval for their transfer. However, Verizon requests that Commission acceptance of the *pro forma* transfer notification include any authorizations that may have been inadvertently omitted.

³ In re Fed. Communications Bar Ass'n's Petition for Forbearance from Section 310(d) of the Communications Act Regarding Non-Substantial Assignments of Wireless Licenses & Transfers of Control Involving Telecomms. Carriers, Memorandum Opinion and Order, 13 FCC Rcd. 6293, 6299, ¶ 8 (1998) ("FCBA Forbearance Order") ("corporate reorganization which involves no substantial change in the beneficial ownership of the corporation" is pro forma in nature); cf. 47 C.F.R. § 63.24(d).

the transfer or assignment, grant of the application is deemed presumptively in the public

interest."4

Below is the information required pursuant to Section 1.767 of the Commission's rules.

Transferor/Transferee Information in Response to Section 1.767(a)(1)-(3):

Correspondence concerning this notification should be sent to:

Katharine R. Saunders VERIZON 1320 N. Courthouse Rd. Ninth Floor Arlington, VA 22201 Telephone: (703) 351-3097 Email: <u>katharine.saunders@verizon.com</u>

with a copy to:

Nancy J. Victory Wiley Rein LLP 1776 K Street, NW Washington, DC 20006 Telephone: (202) 719-7344 Email: <u>nvictory@wileyrein.com</u>

Place of Formation: Verizon and MFS Globenet are Delaware corporations.

Transferee Information in Response to Section 1.767(a)(8)-(9):

Section 1.767(a)(8)(i):

Section 63.18(h). Verizon, with its primary address at 1095 Avenue of the Americas, New York,

NY 10036, is a publicly traded company with no person or entity known to own ten percent or

⁴ *Id.* at 6295, ¶ 2. *See also 1998 Biennial Review – Review of International Common Carrier Regulations*, Report and Order, 14 FCC Rcd 4909, ¶ 42 (1999) (finding that"[r]egulatory review of [*pro forma*] transactions yields no significant public interest benefits, but may delay or hinder transactions that could provide substantial financial, operational, or administrative benefits for carriers."); SCL Transfer Order, 13 FCC Rcd at 22199 ¶ 61 (citing 47 C.F.R. § 63.24).

more of the company's outstanding stock. Verizon has no interlocking directorates with a

foreign carrier.

Section 63.18(o). Verizon certifies that no party to this notification is subject to a denial of

federal benefits pursuant to Section 5301 of the Anti-Drug Abuse Act of 1988.

Section 1.767(a)(8)(ii):

Verizon is affiliated with the following foreign carriers:

Name of the affiliated foreign carrier:	Countries in which carrier is authorized to provide telecommunications services to the public:	
Verizon Albania ShPk	Albania	
Verizon Argentina S.R.L.	Argentina	
Verizon Australia Pty Limited	Australia	
Verizon Austria GmbH	Austria	
NV Verizon Belgium Luxembourg S.A.	Belgium, Luxembourg	
Verizon Telecomunicações do Brasil Ltda	Brazil	
Verizon Bulgaria EOOD	Bulgaria	
Verizon Canada Ltd.	Canada	
Verizon Chile S.A.	Chile	
Verizon Colombia S.A.	Colombia	
Verizon Czech s.r.o.	Czech Republic	
Verizon Denmark A/S	Denmark	
Verizon Finland Oy	Finland	
Verizon France SAS	France	
Verizon Deutschland GmbH	Germany	
Verizon Hellas Telecommunications Single Member LLC	Greece	
Verizon Hong Kong Limited	Hong Kong	
Verizon Hungary Telecommunications LLC	Hungary	
Verizon India Private Limited	India	
Verizon Ireland Limited	Ireland	
Verizon Italia S.p.A.	Italy	
Verizon Japan Limited	Japan	
Verizon Korea Limited	Korea	
Verizon Servicios Empresariales Mexico, S de R. L. de C.V.	Mexico	
Verizon Nederland BV	Netherlands	
Verizon New Zealand Limited	New Zealand	
Verizon Norway AS	Norway	
Verizon Panama S.A.	Panama	
Verizon Peru SRL	Peru	
Verizon Polska Sp. Z.o.o.	Poland	
Verizon Portugal Sociedade Unipessoal, LDA	Portugal	
Verizon Romania SRL	Romania	

Name of the affiliated foreign carrier:	Countries in which carrier is authorized to provide telecommunications services to the public:
Verizon Communications Singapore Pte. Ltd.	Singapore
Verizon Communications Slovakia s.r.o.	Slovakia
Verizon South Africa (Pty) Limited	South Africa
Verizon Spain S.L.	Spain
Verizon Sweden AB	Sweden
Verizon Switzerland AG	Switzerland
Verizon Taiwan Co. Limited	Taiwan (Chinese Taipei)
Verizon UK Limited	United Kingdom
Verizon Venezuela, S.A.	Venezuela

Section 1.767(a)(8)(iii):

The Verizon foreign affiliates identified above provide service to the countries listed.

Section 1.767(a)(8)(iv):

All of the above-listed countries are WTO member countries. The Commission has not

found that any of Verizon's foreign carrier affiliates possess market power.⁵ These foreign

carriers lack 50 percent market share in the international transport and the local access markets in

the destination markets where they provide services. None of these foreign carriers is listed on

the Commission's List of Foreign Telecommunications Carriers that Are Presumed to Possess

Market Power in Foreign Telecommunications Markets.

Section 1.767(a)(9):

Verizon's licensees affected here certify that they will accept and will abide by the routine conditions specified at Section 1.767(g) of the Commission's Rules.

⁵ See Verizon Communications Inc. and MCI, Inc. Applications for Approval of Transfer of Control, Memorandum Opinion and Order, 20 FCC Rcd 18433, ¶ 179 (2005); Verizon Wireless and Atlantis Holdings LLC (Transfer of Control), Memorandum Opinion and Order and Declaratory Ruling, 23 FCC Rcd 17444 (2008); Foreign Carrier Affiliation Notification, Public Notice, Report No. FCN-00105, DA 09-1049 (May 14, 2009); Foreign Carrier Affiliation Notification, Public Notice, Report No. FCN-00106, DA 10-1065 (June 14, 2010); Foreign Carrier Affiliation Notification, Public Notice, Report No. FCN-00111, DA 12-1973 (Dec. 7, 2012).

Pro Forma Certification

The Applicants certify that the transfer of control is *pro forma* and did not result in a change in the actual controlling party of the relevant license interests.⁶

The undersigned certifies that all statements made in this notification and in the exhibits, attachments, or documents incorporated by reference are material, are part of this notification, are made in good faith, and based on reasonable investigation and belief, are true, complete, and correct.

Respectfully submitted,

/s/ William H. Johnson _____

William H. Johnson Vice President and Associate General Counsel VERIZON 1320 N Courthouse Rd. Ninth Floor Arlington, VA 22201

⁶ See 47 C.F.R. §§ 1.767(g)(7), 63.24(f)(2)(ii).



