

BellSouth Interconnection Services

3535 Colonnade Parkway Room WA1 Birmingham, Alabama 35243 Linda Burell 205-97707500 FAX: 205 977-7692

Sent Via Certified Mail

May 4, 2001

Steve Clouse Progressive Telecommunications 601 Cleveland Street, Suite 930 Clearwater, FL 33755

Dear Mr. Clouse:

In accordance with the timeframe stated within Terms and Conditions of the contract, on January 24, 2001, BellSouth Telecommunications Corporation expressed its interest to Progressive Telecommunications Corporation in commencing the renegotiations of the Interconnection Agreement between the two Parties. The basis for the renegotiations has been the current BellSouth Standard Interconnection Agreement. This Standard Agreement is utilized so that the new agreement might reflect the various changes established by court orders, along with recent developments in industry standards, subsequent to signing the original agreement.

The renegotiations process has not progressed during the negotiations window. Additionally, as of July 13, 2001, the term of the existing Agreement between the two Parties will expire. Progressive Telecommunications Corporation has not stated its preference to retain the existing Agreement and has further declined to negotiate any modifications towards a new Agreement.

Due to this inactivity in negotiations, please be informed that the Interconnection Agreement and any service provided to your organization by BellSouth *will be terminated as of July 13,2001*. Please be advised that service to your customers via BellSouth's network architecture will be terminated as of this date. Remittance of all payments by Progressive Telecommunications Corporation to BellSouth is expected in full for all services provided by BellSouth to Progressive Telecommunications Corporation up to July 13, 2001.

Regards,

Linda Burell Manager, Interconnection Services