Catherine Wang Danielle Burt

Phone:

202.373.6000

Fax:

202.373.6001

catherine.wang@bingham.com danielle.burt@bingham.com

November 30, 2007

RECEIVED

DEC 0 3 2007

PUBLIC SERVICE COMMISSION

Via FedEx

Elizabeth O'Donnell, Executive Director Kentucky Public Service Commission 221 Sower Boulevard Frankfort, Kentucky 40602-8294

Re: Notification of Primus Telecommunications, Inc. and Least Cost Routing, Inc. of an Internal Reorganization

Dear Ms. O'Donnell:

Primus Telecommunications, Inc. ("PTI") and Least Cost Routing, Inc. ("LCR," together the "Parties"), through undersigned counsel, hereby notify the Commission of a proposed internal reorganization whereby LCR, an interexchange carrier and affiliate of PTI, will merge with and into PTI, with PTI surviving. Following the reorganization, LCR will cease to exist and PTI will assume LCR's operations. The Parties emphasize that the proposed reorganization involves no change in the ultimate ownership or control of PTI's operations. In addition, LCR's customers will continue to receive the same services that they currently receive without any immediate changes to the service offerings, rates, or terms and conditions.

In support, the Parties submit the following information:

I. <u>Description of the Parties</u>

A. Primus Telecommunications, Inc.

PTI is a corporation organized pursuant to the laws of the State of Delaware and maintains its principal offices at 7901 Jones Branch Drive, Suite 900, McLean, Virginia 22102. PTI is a wholly owned subsidiary of Primus Telecommunications Holdings, Inc. ("PTHI") which in turn is a wholly owned subsidiary of Primus Telecommunications Group, Incorporated ("PTGI"), a Delaware Corporation that is publicly traded o over the counter under the symbol "OTCBB:PRTL." Neither PTHI nor PTGI hold any regulatory license from this or any other regulatory commission.

PTI is authorized to provide interexchange telecommunications services in 50 states and the District of Columbia pursuant to certification, registration or tariff requirements, or on a deregulated basis. In addition, PTI holds competitive local exchange carrier authority

Boston
Hartford
Hong Kong
London
Los Angeles
New York
Orange County
San Francisco
Santa Monica
Silicon Valley
Tokyo
Walnut Creek

Bingham McCutchen LLP 2020 K Street NW Washington, DC 20006-1806

> T 202.373.6000 F 202.373.6001 bingham.com

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in 8 states and the Commonwealth of Puerto Rico. PTI is also authorized by the Federal Communications Commission ("FCC") to provide interstate and international services as a non-dominant carrier.

In Kentucky, PTI is authorized to provide interexchange telecommunications services pursuant to Case No. 95-442, issued on February 7, 1996. Information regarding PTI's legal, technical, managerial and financial qualifications have previously been submitted to the Commission and is therefore a matter of public record, and the Parties request that it be incorporated herein by reference.

B. Least Cost Routing, Inc.

LCR is a Florida corporation that maintains its principal offices at 7901 Jones Branch Drive, Suite 900, McLean, Virginia 22102. LCR is authorized to provide interexchange services in numerous states throughout the continental United States and is authorized by the FCC to provide interstate and international services as a nondominant carrier. LCR is a wholly owned subsidiary of TresCom International, Inc., a Florida corporation with the sole purpose of serving as a telecommunications holding company ("TresCom"). TresCom, in turn, is wholly owned by PTHI.

In Kentucky, LCR is authorized to provide interexchange telecommunications services pursuant to a tariff filed November 11, 1996. Further information regarding LCR and the services it provides has previously been submitted to the Commission and is therefore a matter of public record, and the Parties request that it be incorporated herein by reference.

II. Designated Contacts

The designated contacts for questions concerning this filing are:

Catherine Wang
Danielle Burt
Bingham McCutchen LLP
2020 K Street, NW
Washington, D.C. 20006

Tel.: (202) 373-6000 Fax: (202) 373-6001

Email: catherine.wang@bingham.com

danielle.burt@bingham.com

with a copy to:

Kathleen Kerr Lawrence Assistant General Counsel Primus Telecommunications, Inc. 7901 Jones Branch Drive, Suite 900 McLean, VA 22102 Elizabeth O'Donnell, Executive Director November 30, 2007 Page 3

> Tel.: (703) 394-4503 Fax: (703) 902-2814

Email: klawrence@primustel.com

III. Description of the Proposed Transaction

For internal corporate reasons, PTI and LCR have determined that the proposed reorganization will improve the operational efficiency of the companies. The consolidation of the Parties' technical and managerial resources will enable PTI to reduce its operating expenses and realize operational and management efficiencies and other corporate benefits that ultimately will inure to the benefit of both PTI's and LCR's existing customers. Specifically, the Parties propose to merge LCR with and into PTI, with PTI surviving. Following the merger, LCR will cease to exist and PTI will assume LCR's operations and will provide continuous, high-quality telecommunications services to LCR's customers. Therefore, LCR is also seeking to cancel its Certificate of Public Convenience and Necessity following consummation of the merger. Attached hereto as Exhibit A is a chart illustrating the corporate structure of the Parties prior to and immediately following consummation of the proposed reorganization.

The proposed transaction will not result in a change in the services, operations or service quality provided to LCR's customers. Upon consummation of the internal reorganization, PTI will maintain a tariff that duplicates the service offerings, rates, terms and conditions as filed in the current LCR tariff. Thus, the former customers of LCR will continue to receive the same services that they presently receive at the same tariffed rates. In addition, customer notification of the reorganization will be provided to LCR's customers prior to consummation of the transaction, in compliance with the rules of the Federal Communications Commission.³ Attached hereto as Exhibit B is a sample customer notice letter.

IV. Public Interest Statement

The proposed transaction will serve the public interest by enabling PTI, LCR, and their owners to improve the operational and cost efficiencies of PTI's and LCR's businesses. The internal reorganization will allow telecommunications operations to be managed

Because this transaction is an internal reorganization, the transaction terms and conditions have not yet been set forth in writing. The transaction documents will be created prior to closing.

PTI intends to assume the fictitious name "Least Cost Routing" principally for legacy LCR customers, and accordingly requests Commission approval, to the extent necessary, to utilize the name when assumed.

³ See 47 C.F.R. § 64.1120(e).

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more efficiently, thereby enhancing the overall operational flexibility, efficiency and financial viability of the companies in Kentucky. The Parties' customers will also benefit from the reorganization as the companies will be in a better position to offer services more cost-efficiently. The proposed transaction will therefore benefit Kentucky consumers by facilitating the continued provision of innovative, high-quality telecommunications services to the public and thereby promoting competition in the Kentucky telecommunications service market.

In addition, PTI has a long operating history in Kentucky and its qualifications to provide telecommunications services are a matter of public record. Following consummation of the proposed reorganization, PTI will continue to provide high quality and innovative telecommunications services. Moreover, LCR's current customers will continue to receive service at the same rate, terms and conditions immediately following consummation of the proposed transaction. Accordingly, the proposed transaction will ensure that LCR's customers continue to receive high-quality services.

V. Conclusion

For the reasons stated herein, the Parties respectfully submit that the transaction will serve the public interest, convenience, and necessity. An original and ten (10) copies of this Notice are enclosed for filing. Please date-stamp the enclosed extra copy and return it in the attached self-addressed, stamped envelope.

If there are any questions regarding this filing, please contact the undersigned at (202) 373-6039.

Respectfully submitted,

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Catherine Wang Danielle Burt

Counsel to the Parties

cc: Kathleen Lawrence

EXHIBITS

Exhibit A - Illustrative Chart of Proposed Reorganization

Exhibit B - Sample Customer Notice Letter

Verification

EXHIBIT A

Illustrative Chart of Proposed Reorganization

Corporate Structure After Reorganization

Primus Telecommunications Group, Incorporated (Delaware Corporation) Primus Telecommunications Holding, Inc. (Delaware Corporation) Trescom International, Inc. (Florida Corporation)

Telecommunications, Inc.

Primus

(Delaware Corporation)

Corporate Structure Prior to Reorganization

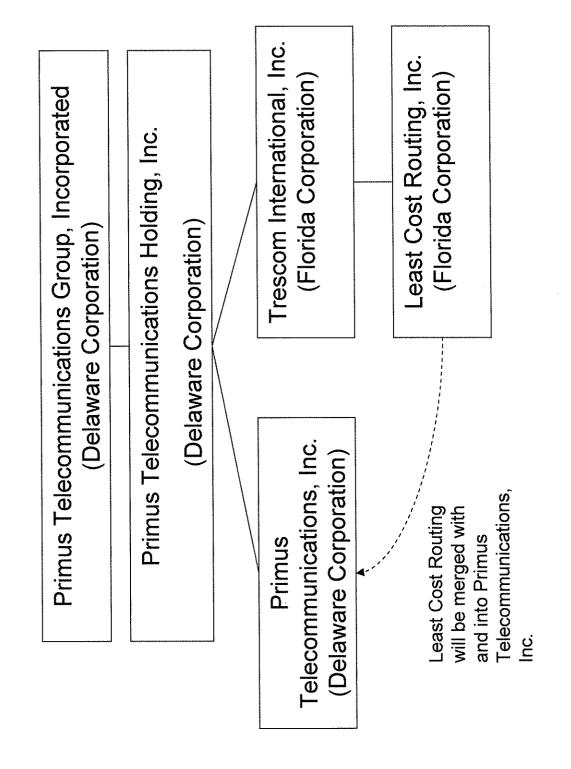


EXHIBIT B

Sample Customer Notice Letter

DRAFT CUSTOMER NOTICE TO LEAST COST ROUTING, INC. CUSTOMERS

Dear Valued Customer:

Least Cost Routing, Inc. ("LCR"), your long distance provider, and its sister company Primus Telecommunications, Inc. ("Primus") are pleased to announce that LCR will merge with and into its affiliate Primus on or about December 31, 2007. Following the merger, you will continue to enjoy the same high quality services you currently receive from LCR and will continue to receive services with the same rates, features, terms and conditions as the service you currently enjoy. You will therefore not notice any significant change in the bills that you currently receive for long distance service or in the company's customer service procedures.

We realize you have a choice of telecommunications carriers, and we appreciate your business. Please note that if you are a customer of LCR on the date of the transfer and you have not informed LCR that you have made arrangements on your own to switch to a long-distance telephone company other than Primus, your account will automatically be transferred and your contract assigned to Primus, even if you have previously arranged for a preferred carrier freeze through your local phone company. You should not be charged any carrier-change charges levied by your local telephone company. If, however, such a charge does appear on the bill from your local telephone company as a result of this transfer, please call the customer service department toll-free at 888-877-4687 and they will reimburse you or credit your account accordingly.

We look forward to continuing to provide you with quality service for many years to come. In the meantime, if you have specific questions about this notice, please contact us at 888-877-4687.

Sincerely,

Least Cost Routing, Inc. and Primus Telecommunications, Inc.

| STATE of VIRGINIA |) | |
|-------------------|---|-----|
| |) | ss: |
| COUNTY of FAIRFAX |) | |

VERIFICATION

I, Kathleen Lawrence, state that I am Assistant General Counsel of Primus

Telecommunications, Inc.; that I am authorized to make this Verification on behalf of Primus

Telecommunications, Inc. and Least Cost Routing, Inc.; that the foregoing filing was prepared
under my direction and supervision; and that the contents are true and correct to the best of my
knowledge, information, and belief.

Kathleen Lawrence

Assistant General Counsel

Primus Telecommunications, Inc.& Acting on behalf of Least Cost Routing, Inc.

Sworn and subscribed before me this $\frac{2/57}{4}$ day of Manualic 2007.

Notary Public

My commission expires

