

Capital Structure of Telephone Holding Companies
As of 6/30/00

Company	Short-Term Debt	Long-Term Debt	BASED ON BOOK VALUE			BASED ON MARKET VALUE		
			Total Debt	Preferred Stock	Common Equity	Total Debt	Preferred Stock	Common Equity
Verizon	18%	30%	49%	0%	51%	26%	0%	74%
BellSouth	18%	32%	51%	0%	49%	17%	0%	83%
SBC Communications	18%	29%	48%	0%	52%	15%	0%	85%
ALLTEL	1%	46%	46%	0%	54%	19%	0%	81%
CenturyTel	2%	49%	51%	0%	49%	33%	0%	67%
Value-Weighted Average:			49%	0%	51%	20%	0%	80%

Sources: Companies' SEC Forms 10-Q for 2Q 2000; market value of common equity based on closing stock price as of June 30, 2000.