



Snapshot

ABOUT US

Founded: 1998

Focus: Business customers, providing local, long distance, data and Internet access

Regional: Serving markets throughout California and Las Vegas, Nevada

Access Lines: Over 800,000 customer access lines

Accounts: 75,000+ customers

State-of-the-Art Network: Facilities based T1 infrastructure

- 13 switches
- 331 collocations
- 514 wire centers
- Cisco powered MPLS IP Network with QoS

On Net: 98% of TelePacific's services use on-net leased facilities



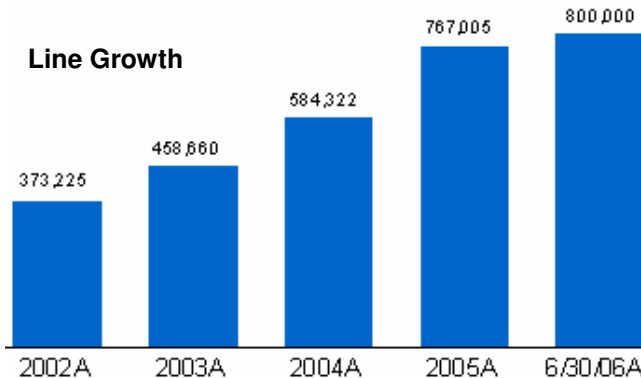
STRONG GROWTH AND HIGH RETURNS

TelePacific is the fastest growing CLEC headquartered on the West Coast, based on organic growth.

Access Lines: 800,000

Annual Revenues: \$397.5M estimate LQA¹

EBITDA: \$91.2M of EBITDA estimated LQA¹



THE PEOPLE

1100+ employees: Number one reason for TelePacific's success is its ability to attract and retain an all-star team of employees. In-region headquarters, provisioning and customer service helps make the difference to our customers.

With over 100 years of combined executive leadership, the TelePacific management team has been a major contributing factor behind the Company's success.



TelePacific...where customers are king.

EXCEEDING CUSTOMER EXPECTATIONS

- 95%** 95% of all calls into customer care are answered in 30 seconds or less by a TelePacific employee who can answer and respond to your questions.
- 93%** 93% of all calls into customer care are resolved on the first call.
- 99%** With a team dedicated to accurate invoicing, TelePacific boasts a 99% invoice accuracy.
- 97%** Customer satisfaction is in the 97th percentile with over 2,000 customers surveyed monthly by Receivable Management Services, a Citigroup Company.

FINANCIAL OVERVIEW

TelePacific is the leading CLEC in California and Nevada



Annual Revenues
\$397.5M estimated LQA¹

EBITDA: \$91.2M estimated LQA¹

¹LQA (Last Quarter Annualized) = Q2x4

Privately held company: Strong financial commitment and operational support from our lead investors; Investcorp, a global investment firm, and Clarity Partners, a private equity firm focused on the communications sector. Combined shareholders have invested over \$460M in the proforma company.

Recent events: August 2006 \$305M Senior Credit Facility: TelePacific's strong financials and growth story let Wall Street vote with their wallets. Led by Credit Suisse First Boston and Banc of America Securities, this funded the cash acquisition of Mpower Communications Corp and refinancing of its existing \$71.5 million senior secured credit facility.

ACQUISITIONS

Mpower Communications, August 2006

- Gained 63,000+ customers and 384,000+ access lines
- Acquired \$190.5M in annualized revenues
- Acquired Mpower's SONET ring network of switches, collocations and fiber-optic network assets

Pac-West Telecomm SME Customers, March '05:

- Completes key Central Valley footprint; 85% of California population now covered
- Acquired \$31M in annualized revenues
- Positive recurring EBITDA from day one due to significant synergies

March '05 \$53.4M Equity Funding: To fund the Pac-West acquisition and network build-out

Advanced Telecom Group, May 2002:

- Acquired \$25M worth of assets for \$500K from a Bay Area CLEC (ATG)
- Gained 1,200 customers, 2 Lucent 5ESS switches, and \$400K in account receivables



Local

Long Distance

Toll Free

Unified Messaging

Conferencing



Private IP VPN

Quality of Service

Internet Access

Private Line

Colocation

Remote Data Storage



OnePac Dynamic T1

Flex Line Bundle

Flex Trunk Bundle

Flex PRI Bundle



Network Redundancy Package

Remote Data Storage

Bonded T1s

Automatic Overflow and Forwarding

Remote Access to Forwarding

... and much more