

HENDREN AND ANDRAE, L.L.C.

HENRY ANDRAE (RETIRED)
RICHARD S. BROWNLEE III
MICHAELA A. DALLMEYER
DUANE E. SCHREIMANN
DOUGLAS L. VAN CAMP
MICHAEL G. BERRY
JOHN W. KUEBLER
SUSAN M. TURNER
CHRISTOPHER P. RACKERS
SARA C. MICHAEL
PATRICIA D. PERKINS
BRIAN K. FRANCKA

ATTORNEYS AT LAW
RIVERVIEW OFFICE CENTER
221 BOLIVAR STREET, SUITE 300
P.O. BOX 1069

JEFFERSON CITY, MISSOURI 65102

(573) 636-8135

JOHN H. HENDREN (1907-1988)
CHARLES H. HOWARD (1925-1970)
JOHN E. BURRUSS, JR. (1933-1985)
GERALD E. ROARK (1956-1995)

FACSIMILE
(573) 636-5226

E-MAIL
henand@socket.net

December 15, 1999

FILED³

TA-2000-372 DEC 15 1999

Mr. Dale Hardy Roberts
Secretary/Chief Regulatory Law Judge
Missouri Public Service Commission
P.O. Box 360
Jefferson City, MO 65102

Missouri Public
Service Commission

Re: In the Matter of the Application of Snappy Phone of
Texas, Inc. d/b/a/ Snappy Phone for a Certificate of
Authority to provide Basic Local and Interexchange
Telecommunications Services within the State of Missouri

Dear Mr. Roberts:

Enclosed for filing please find the original plus fifteen (15)
copies of the Application filed on behalf of Snappy Phone in the
above-captioned matter.

If you have any questions concerning the enclosed filing,
please do not hesitate to contact me. Thank you.

Very truly yours,

HENDREN AND ANDRAE, L.L.C.


Richard S. Brownlee, III

RSB/s
Enclosures
cc: Office of the Public Counsel
General Counsel
Arthur McGee

FILED³

DEC 15 1999

BEFORE THE PUBLIC SERVICE COMMISSION
STATE OF MISSOURI

Missouri Public
Service Commission

In the Matter of the Application of)
Snappy Phone of Texas, Inc. d/b/a)
Snappy Phone for a Certificate of)
Authority to provide)
Basic Local and Interexchange)
Telecommunications Services within)
the State of Missouri)

Case No. TA-2000-372

APPLICATION

Snappy Phone of Texas, Inc. d/b/a Snappy Phone, a Texas corporation, files this verified application respectfully requesting that the Missouri Public Service Commission (Commission) issue an order that:

- A. grants Applicant a Certificate of Services Authority to provide basic local exchange and interexchange telecommunications services pursuant to Chapter 392 of the Missouri Revised Statutes;
- B. grants competitive status to the Applicant; and,
- C. waives certain Commission rules and statutory provisions pursuant to Section 392.420, RSMo. Cum. Supp. 1992.

In support of its request, Applicant states:

1. The legal name and principal office or place of business of the Applicant are:

Snappy Phone of Texas, Inc.
d/b/a Snappy Phone
6901 W. 70th Street
P.O. Box 29620
Shreveport, LA 71149
(318) 671-7864

Snappy Phone is a Texas Corporation authorized to transact business in Missouri, d/b/a/ Snappy Phone with a copy of its Certificate of Authority attached hereto as **Exhibit A**.

2. Name and address of Applicant's in-state attorney is:

Richard S. Brownlee, III
Hendren and Andrae, L.L.C.
221 Bolivar Street, P.O. Box 1069
Jefferson City, MO 65102
(573) 636-8135
(573) 636-4905 (Facsimile)

3. Snappy Phone intends to provide basic local exchange and interexchange telecommunications service as a non-facility based provider and on a resale basis. This will be provided in all exchanges currently served by the incumbent local exchange telecommunications company of Southwestern Bell Telephone Company (SWBT). The specific incumbent local exchanges within which Snappy Phone proposes to offer service are listed in the incumbent providers' respective local exchange tariffs and will be specifically included in the Snappy Phone tariff. Snappy Phone may seek authority to provide this service in other areas of the State in a subsequent proceeding. Pursuant to applicable law, and subject to Applicant's right under federal or state laws to seek to offer, and offer and provide service in geographical areas smaller than an exchange or in market segmentations or to offer customer specific pricing, similarly situated subscribers located within the listed exchanges will receive services on equal terms and conditions as set forth in Applicant's tariffs.

4. Pursuant to this application Snappy Phone seeks to offer and provide all forms of basic local telecommunications service and interexchange telecommunications services.

5. The Applicant possesses the technical experience and financial resources necessary to provide telecommunications service to the residents and businesses of Missouri. Applicant is certificated to provide similar telecommunication services in other states. Applicant's technical staff and experience are attached hereto as **Exhibit B**. Applicant's financial statements are attached hereto as **Exhibit C, which are being filed as confidential and proprietary.**

6. Applicant intends to offer its services in accord with its tariffs, which shall be filed in accordance with Commission rules.

7. Applicant agrees that:

- A. It will file and maintain basic local exchange service tariff(s) with the Commission in the same manner and form as the Commission requires of incumbent local exchange telecommunications companies with which applicant will compete;
- B. It will meet the minimum basic local service standards, including quality of service and billing standards, as the Commission may require of the incumbent local exchange telecommunications companies with which it will compete;
- C. It will offer basic local telecommunications service as a separate and distinct service and will offer basic service within the exchange boundaries of the incumbent local companies unless authorized by this

Commission, or any other agency having jurisdiction to offer and provide service in areas smaller than an exchange pursuant to Section 392.200.4 RSMo, or other applicable law, and

- D. In accord with state and federal law, and with Commission rules and regulations on the issue, but without waiver of applicant's right to appear in any rulemaking proceeding or other proceeding regarding the same. Applicant will provide equitable access to subscribers within the area proposed to be served. See Section 392.455.(5), RSMo.

8. Applicant requests classification as a competitive telecommunications company within the State of Missouri. Applicant believes that its proposed services will be subject to sufficient competition to justify a lesser degree of regulation. Granting of this application will allow greater price and service options for telephone users.

9. Applicant also requests, pursuant to Section 392.420 RSMo (Cum. Supp. 1992), that the Commission waive the application of the following rules and statutory provisions as it relates to the regulation of the Applicant. The following list identifies Commission rules and statutes previously waived by the Missouri Public Service Commission for other competitive telecommunications companies.

STATUTES

392.210.2
392.240(1)
393.270
392.280
392.290.1
382.300.2
392.310
392.320
392.330
392.340

REGULATIONS

4 CSR 240-10.020
4 CSR 240-30.010(2)(C)
4 CSR 240.30.040
4 CSR 240-32.030(1)(B) & (C), (2)
4 CSR 240-32.050(3)-(6)
4 CSR 240-32.070(4)
4 CSR 240-33.030
4 CSR 240-33.040(5)
4 CSR 240-35

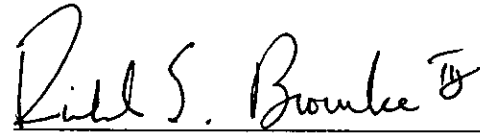
Applicant also requests waiver of 4 CSR 240-2.060(4)(H) requiring a proposed tariff with a forty-five (45)-day effective date.

The above-referenced rules and statutory provision have been waived to other interexchange carriers in prior cases.

10. Pursuant to Section 386.570, (Cumm. Supp. 1992), Applicant will comply with all applicable Commission rules except those which are specifically waived by the Commission pursuant to a request filed by the Applicant.

WHEREFORE, Applicant Snappy Phone, respectfully requests that the Public Service Commission of Missouri grant it a Certificate of Service which authorizes the Applicant to provide basic local exchange and interexchange telecommunications services within the State of Missouri. In addition, Applicant requests classification as a competitive telecommunications company in the State. Finally, Applicant requests a waiver of the above-referenced rules and statutory provisions.

Respectfully submitted,

A handwritten signature in cursive script, reading "Richard S. Brownlee, III". The signature is written in dark ink and is positioned above a horizontal line.

Richard S. Brownlee, III
MO Bar #22422
Hendren and Andrea, L.L.C.
221 Bolivar St., P.O. Box 1069
Jefferson City, MO 65102
(573) 636-8135
(573) 686-4905 (Facsimile)

ATTORNEY FOR Snappy Phone of
Texas, Inc. d/b/a Snappy Phone

I hereby certify that the information contained in the foregoing Application is true and correct.



Jerry W. Black
President
Snappy Phone of Texas, Inc.
d/b/a Snappy Phone

State of Louisiana)
~~Parish~~)
~~County~~ of Caddo)

Sworn to and subscribed before me, the undersigned Notary Public, By Jerry W. Black on this the 14th day of December 1999.



Notary Public
MARGARET J. BLACK, Notary Public
Caddo Parish, Louisiana
My Commission is for Life

My Commission Expires: _____

BEFORE THE PUBLIC SERVICE COMMISSION

STATE OF MISSOURI

In the Matter of the Application of)
Snappy Phone of Texas, Inc.)
d/b/a Snappy Phone a Certificate)
of Authority to Provide) Case No. _____
Interexchange Telecommunications)
Services)

STATE OF LOUISIANA)
~~Parish~~) ss
COUNTY OF Caddo)


AFFIDAVIT

I Jerry W. Black, President of Snappy Phone of Texas, Inc.,
d/b/a Snappy Phone, hereby authorize Richard S. Brownlee, III, or
any member of the law firm of Hendren and Andrae, L.L.C., 221
Bolivar Street, P.O. Box 1069, Jefferson City, Missouri 65102, to
sign all pleadings and documents necessary to receive the approval
of the Missouri Public Service Commission for the Application in
the above captioned matter.



Jerry W. Black

Subscribed and sworn to before me, a Notary Public, in and for
the State of Louisiana, this 14th day of December, 1999.



Notary Public
MARGARET J. BLACK, Notary Public
Caddo Parish, Louisiana
My Commission is for Life

Commission Expires

BEFORE THE PUBLIC SERVICE COMMISSION

STATE OF MISSOURI

In the Matter of the Application of)
Snappy Phone of Texas, Inc. d/b/a)
Snappy Phone a Certificate of)
Authority to Provide) Case No. _____
Interexchange Telecommunications)
Services)

STATE OF MISSOURI)
) ss
COUNTY OF COLE)

VERIFICATION BY ATTORNEY

Now, on this 13 day of December, 1999, appears before me
Richard S. Brownlee, III, attorney for applicant and states that
the information contained in the attached Application is true and
accurate to his best information and belief.

Richard S. Brownlee III
Richard S. Brownlee, III

Subscribed and sworn to before me

Laura J. Stratman
Notary Public



My Commission Expires: 9-13-2003.



State of Missouri

Rebecca McDowell Cook, Secretary of State

P.O. Box 778, Jefferson City, Mo. 65102

Corporation Division

RECEIVED

Application for Foreign Corporation For a Certificate of Authority

OCT 26 1999

(Submit in duplicate with filing fee of \$155.00)

Rebecca McDowell Cook
SECRETARY OF STATE

- (1) The corporation's name is Snappy Phone of Texas, Inc.
and it is organized and existing under the laws of Texas.
- (2) The name it will use in Missouri is Snappy Phone
- (3) The date of its incorporation was 11/24/98, and the period of its duration is perpetual.
month/day/year
- (4) The address of its principal place of business 6901 W. 70th St., P.O. Box 29620, Shreveport,
Address LA 71149
City/State/Zip
- (5) The name and address of its registered agent and office in the State of Missouri is
Richard S. Brownlee, III, Hendren & Andrae, 221 Bolivar, Jefferson City, MO
Name Address City/State/Zip 65101
- (6) The specific purpose(s) of its business in Missouri are: Telecommunications and all other lawful acts or activities for which corporations may be organized to do business under the laws of the State of Missouri.

- (7) The name of its officers and directors and their business addresses are as follows:

(Officers)	Name	Address	City/State/Zip
President	Jerry W. Black	7214 Beaufort Way	Shreveport, LA 71129
Vice President			
Secretary	Arthur L. Magee	9501 Overcross	Shreveport, LA 71129
Treasurer			

(Board of Directors)

Director	Robert D. Hyde, Jr.	5709 Shoreline	Shreveport, LA 71129
Director			
Director			
Director			

- (8) The effective date of this document is the date it is filed by the Secretary of State of Missouri, unless you indicate a future date, as follows: _____

(Date may not be more than 90 days after the filing date in this office)

In affirmation thereof, the facts stated above are true.

Arthur L. Magee
(Authorized signature of officer or chairman of the board)

Secretary

(Title)

10/12/99

(Date of Signature)

Note: You must have a current certificate of good standing or certificate of existence with this application. This may be obtained from the Secretary of State or other authority that issues corporate charters.

OCT-22-1999 10:57

CT CORPORATION

214 754 0922 P.02/03



State of Missouri

No. X **363736**

Rebecca McDowell Cook, Secretary of State
Corporation Division

Registration of Fictitious Name

(Submit in duplicate with a filing fee of \$7)

This information is for the use of the public and gives no protection to the name. There is no provision in this Chapter to keep another company or corporation from adopting and using the same name. (RSMo 417)

We, the undersigned, are doing business under the following name, and at the following address:

Name to be registered: Snappy Phone

Missouri Business Address: 6901 West 70th Street
(P. O. Boxes not accepted)

City, State, and Zip Code: Shreveport, LA 71129

The parties having an interest in the business, and the percentage they own are (if corporation is owner, indicate corporation name and percentage owned). If all parties are jointly and severally liable, percentage of ownership need not be listed:

Name of Owners, Individual or Corporate	Street and Number	City	State and Zip Code	If listed, Percentage of ownership must equal 100%
Snappy Phone of Texas, Inc.	6901 West 70th Street	Shreveport, LA	71129	100 %
				%
				%
				%
				%
				%

(Must be typed or printed)

Return to: Secretary of State
Corporation Division
P.O. Box 778
Jefferson City, Mo. 65102

FILED

NOV 03 1999

Rebecca McDowell Cook
SECRETARY OF STATE

The undersigned, being all the parties owning interest in the above company, being duly sworn, upon their oaths each did say that the statement and matters set forth herein are true.

Individual
Owners
Sign Here

}

The undersigned corporation has caused this application to be executed in its name by its President or Vice-President and its Secretary or Assistant Secretary, this 26th day of October, 19 99

If
Corporation
Is Owner,
Corporate
Officers
Execute
Here

Snappy Phone of Texas, Inc.

(Exact Corporate Title)

By:

Jerry W. Black
Its President or Vice-President

By:

Clifford L. Magee
Its Secretary or Assistant Secretary

(Corporate Seal)
If no seal, state "none".

Louisiana
State of Missouri

County of
Parrish

CADDO

} ss.

I, Margaret J. Black, A Notary Public, do hereby certify that on the 26th day of October, 19 99, personally appeared before me Jerry W. Black, and being first duly sworn by me, acknowledged that _____ he signed as his own free act and deed the foregoing document in the capacity therein set forth and declared that the statements therein contained are true.

IN WITNESS WHEREOF, I have hereunto set my hand and seal the day and year before written.

(Notarial Seal)

Margaret J. Black
Notary Public

My commission expires

MARGARET J. BLACK, Notary Public
Caddo Parish, Louisiana
My Commission is for Life

STATE OF MISSOURI



Rebecca McDowell Cook
Secretary of State

CORPORATION DIVISION
CERTIFICATE OF CORPORATE RECORDS

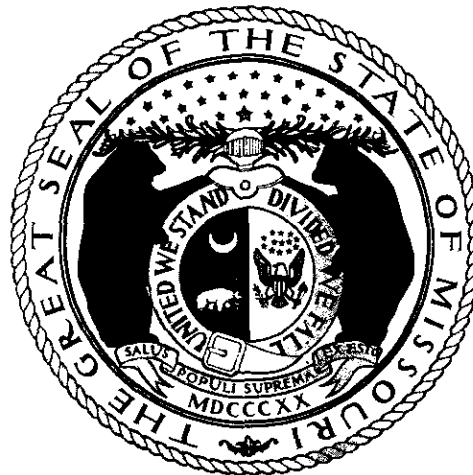
SNAPPY PHONE OF TEXAS, INC.

USING IN MISSOURI THE NAME
SNAPPY PHONE OF TEXAS, INC.

I, REBECCA MCDOWELL COOK, SECRETARY OF STATE OF THE STATE OF MISSOURI AND KEEPER OF THE GREAT SEAL THEREOF, DO HEREBY CERTIFY THAT THE ANNEXED PAGES CONTAIN A FULL, TRUE AND COMPLETE COPY OF THE ORIGINAL DOCUMENTS ON FILE AND OF RECORD IN THIS OFFICE.

IN TESTIMONY WHEREOF, I HAVE SET MY HAND AND IMPRINTED THE GREAT SEAL OF THE STATE OF MISSOURI, ON THIS, THE 27TH DAY OF OCTOBER, 1999.

Rebecca McDowell Cook
Secretary of State



EXHIBIT



State of Missouri

Rebecca McDowell Cook, Secretary of State

P.O. Box 778, Jefferson City, Mo. 65102
Corporation Division

OCT 22 1999

Application for Foreign Corporation
for a Certificate of Authority

Rebecca McDowell Cook
SECRETARY OF STATE

(Submit in duplicate with filing fee of \$155.00)

- (1) The corporation's name is SNAPPY PHONE OF TEXAS, INC.
and it is organized and existing under the laws of TEXAS
- (2) The name it will use in Missouri is SNAPPY PHONE OF TEXAS, INC.
- (3) The date of its incorporation was NOVEMBER 24, 1998, (month/day/year),
and the period of its duration is PERPETUAL

- (4) The address of its principal place of business (Address/City/State/Zip)

6901 W. 70th St. Shreveport, LA 71129 P.O. Box 29620
SHREVEPORT LA 71106

- (5) The name and address of its registered agent and office in the State of Missouri is (Name, Address, City/State/Zip)

C T CORPORATION SYSTEM, 120 South Central Avenue, Clayton, Missouri 63105

- (6) The specific purpose(s) of its business in Missouri are: _____

Reseller of home telephone service

- (7) The name of its officers and directors and their business addresses are as follows:

Officers (Name/Address/City/State/Zip)

President Terry Black 7214 Beaufort Way Shreveport, LA 71129
CHAIRMAN
Vice President Robert D. Hyde, Jr. 5109 Shoreline Shreveport LA 71119
Secretary Arthur L. Magee 9501 Overcross Shreveport LA 71106

Treasurer

N/A

Board of Directors (Name/Address/City/State/Zip)

Director

Robert D. Hyde 5709 Shoreline Shreveport, LA 71119

Director

Director

Director

(8) The effective date of this document is the date it is filed by the Secretary of State of Missouri, unless you indicate a future date, as follows:

(Date may not be more than 90 days after the filing date in this office)

In affirmation thereof, the facts stated above are true.

Allen L. Magee

Secretary 10/6/99

(Authorized signature of officer or chairman of the board) (Title) (Date)

Note: You must have a current certificate of good standing or certificate of existence with this application. This may be obtained from the Secretary of State or other authority that issues corporate charters.

FILED
AND CERTIFICATE OF
AUTHORITY ISSUED

OCT 22 1999

Rebecca McDowell Cook
SECRETARY OF STATE



The State of Texas

SECRETARY OF STATE

IT IS HEREBY CERTIFIED that
Articles of Incorporation of

SNAPPY PHONE OF TEXAS, INC.
File No. 1513449

were filed in this office and a certificate of incorporation was issued to this corporation,
and no certificate of dissolution is in effect and the corporation is currently in existence.



*IN TESTIMONY WHEREOF, I have hereunto
signed my name officially and caused to be
impressed hereon the Seal of State at my office in
the City of Austin, on August 27, 1999.*

Elton Bomer
Secretary of State

BAM

EXHIBIT B

R. Daniel (Smokey) Hyde, Jr., CEO Mr. Hyde, 61, is a native of El Paso, Texas and a graduate of Texas A&M University. He became a resident of Louisiana in December of 1971 when he purchased KRMD AM/FM Radio in Shreveport, LA. He operated these stations for 15 years. His partner for those 15 years as Sales Manager, was the same Jerry W. Black aforementioned in this application. When the stations were sold in 1985, the sale was the largest radio transaction in the history of the state at \$5.5 million. Mr. Hyde divested himself of radio stations in Flagstaff, Arizona, Reno, Nevada and Shreveport, Louisiana, and entered the paging business in 1988 when he formed Stay in Touch. When that business was sold in 1998, it had a subscriber base of 40,000 with a total of nine (9) retail outlets where paging, prepaid cellular and prepaid home phone service were marketed. The business' system grew from three towers and transmitters to 26 towers and transmitters, serving all of Louisiana and East Texas. Since selling Stay in Touch, Mr. Hyde has devoted his full-time efforts to the development of Budget Phone, Inc. and Snappy Phone of Texas, Inc.

Jerry W. Black, President & General Manager. Mr. Black, 61, is a native of El Paso, Texas and attended Tarleton State University in Stephenville, Texas. He became a resident of Louisiana in December of 1971 when he and Mr. Hyde purchased KRMD Radio in Shreveport. As a partner in this company, his primary job was General Sales Manager and included the supervision of five sales representatives, the trafficking of all commercials, and the production of those commercials. Other duties included the day-to-day operations of the station. After the stations were sold in 1985, Mr. Black was offered and accepted a position with the CBS television affiliate in Shreveport to head up their sales department and remained there for five years. In 1991, he moved to an independent cable rep firm, J. B. CableAds (where he became familiar with the subscriber based industry) and became President of that company. At J. B. CableAds, he was in charge of the total operation which included the supervision of all sales, all commercial television production and all corporate business. J.B.CableAds operated in North Carolina, South Carolina, Indiana, Kansas, Arkansas and Louisiana. In 1997, Mr. Black opened a retail store, Snappy Phone, in Marshall, Texas. Snappy Phone is a prepaid cellular phone, paging and home phone based business. In March of 1999, Snappy Phone will complete its second year of operation. In addition to Snappy Phone, Mr. Black is now the Retail Manager for Budget Phone's two successful retail stores in Longview and Tyler.

Gary Honeycutt, Technical Director, is a Shreveport native and attended Louisiana State University, majoring in Computer Science. He has worked in the computer industry since 1968 and started his own consulting company in 1977. He served as CEO of Digital Electronics for 15 years. Since that time he has worked as an independent consultant throughout North America specializing in networks.

EXHIBIT

B

Run: 3:30P
12/14/1999

SNAPPY PHONE OF TEXAS, INC.
SNAPPY PHONE, INC.
STM OF ASSETS, LIAB./EQUITY 11/30/99

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(11) 11/30/1999

ASSETS

CURRENT ASSETS

FIRST LOUISIANA-PAYROLL	\$2,580.58
BANK OF AMERICA	6,409.42
BANK ONE	14,678.06
JEFFERSON HERITAGE BANK	782.73
DEPOSIT GUARANTY-OPERATING	30,040.91
FIRST NATIONAL BANK	173.67
SUPERIOR FEDERAL	258.36
CROSS COUNTY BANK	100.00
UNION PLANTERS	1,579.96
ACCOUNTS RECEIVABLE	12,783.16

TOTAL CURRENTS ASSETS ----- \$69,386.85

FIXED ASSETS

OFFICE FURNITURE & FIXTURES	\$18,464.11
LEASED EQUIPMENT	4,388.35
MACHINERY & EQUIPMENT	138,503.37
LEASEHOLD IMPROVEMENTS	19,160.53

TOTAL FIXED ASSETS ----- \$180,516.36

OTHER ASSETS

TOTAL OTHER ASSETS ----- \$0.00

TOTAL ASSETS -----
===== \$249,903.21

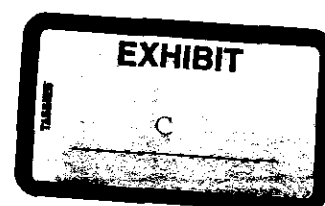
LIABILITIES & STOCKHOLDER'S EQUITY

CURRENT LIABILITIES

TEXAS STATE SALES TAX PAYABLE	\$2,205.79
ARKANSAS ST. SALES TAX PAYABLE	162.00
FEDERAL EXCISE TAX PAYABLE	2,060.46
PAYROLL TAXES PAYABLES	1,528.79
STATE TAXES WITHHELD	1,438.68
FUTA TAX PAYABLE	1.91
SUTA TAX PAYABLE	233.66

CURRENT LIABILITIES ----- \$7,631.29

THIS STATEMET IS PREPAIRED USING INCOME TAX BASIS
UNAUDITED, COMPILED BY SNAPPY PHONE, INC.



Run: 3:30P
12/14/1999

SNAPPY PHONE OF TEXAS, INC.
SNAPPY PHONE, INC.
STM OF ASSETS, LIAB./EQUITY 11/30/99

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(11) 11/30/1999

LONG TERM LIABILITIES		
LOAN FROM SHARHOLDER	\$350,000.00	
	=====	

LONG TERM LIABILITIES		\$350,000.00

TOTAL LIABILITIES		\$357,631.29

STOCKHOLDER'S EQUITY		
CURRENT PERIOD PROFIT (LOSS)	(\$107,728.08)	

TOTAL STOCKHOLDER'S EQUITY		(\$107,728.08)

TOTAL LIABILITIES & STOCKHOLDER'S EQUITY		\$249,903.21
		=====

THIS STATEMET IS PREPAIRED USING INCOME TAX BASIS
UNAUDITED, COMPILED BY SNAPPY PHONE, INC.

Run: 3134P
12/14/1999

SNAPPY PHONE OF TEXAS, INC.
SNAPPY PHONE STM OF REVENUE AND EXPENSES
FOR PERIOD ENDED 11/30/99

Page 1
(11) 11/30/1999

	Year-to-Date	%
REVENUES		
HOME PHONE RECURRING-EAST TX	\$76,341.16	111.50
HOME PONE RECURRING-HOUSTON	338.50	0.49
HOME PHONE RECURRING-SA	340.00	0.50
HOME PHONE RECURRING-DALLAS	1,013.99	1.48
HOME PHONE RECURRING-ARKANSAS	2,866.39	4.19
RETURN AND REFUNDS, HOME PHONE	(692.25)	-1.01
LATEFEES	2,360.00	3.45
BAD DEBT	(12,377.84)	-18.08
	-----	-----
TOTAL REVENUES	\$70,189.95	102.52
COST OF SALES		
COS-LINES	\$15,097.42	22.05
COS-SWBT	21,473.93	31.36
COMMISSIONS PAID-EAST TEXAS	8,250.00	12.05
COMMISSIONS PAID-REP EAST TX	1,650.00	2.41
COMMISSIONS PAID-HOUSTON	30.00	0.04
COMMISSIONS PAID-REP HOUSTON	6.00	0.01
COMMISSIONS PAID-DALLAS	60.00	0.09
COMMISSIONS PAID-REP DALLAS	12.00	0.02
COMMISSIONS PAID-SAN ANTONIO	40.00	0.06
COMMISSIONS PAID-REP SAN ANTON	8.00	0.01
COMMISSIONS PAID -ARKANASAS	230.00	0.34
COMMISSIONS PAID-REP ARKANSAS	46.00	0.07
	-----	-----
TOTAL COST OF SALES	\$46,903.35	68.50
GROSS PROFIT	\$23,286.60	34.01
OPERATING EXPENSES		
SALES-MATERIALS	\$5,399.12	7.89
ADVETISING-GENERAL	405.00	0.59
BANK SERVICE CHARGE	553.69	0.81
DEPOSIT CORRECTION FROM BANK	55.67	0.08
COMPUTER EXPENSE	12,439.90	18.17
CONTRACT LABOR-MAIN OFFICE	8,856.78	12.94
CONTINUING EDUCATION EXPENSE	390.00	0.57
MEALS/TRAVEL-HOME OFFICE	5,971.38	8.72
INSURANCE GENERAL	3,750.31	5.48
INSURANCE GROUP	(472.48)	-0.69
PRINTING EXPENSES	4,864.92	7.11

THIS STATEMENT PREPARED USING INCOME TAX BASIS
UNAUDITED, COMPILED BY SNAPPY PHONE, INC.

Run: 3134P
12/14/1999

SNAPPY PHONE OF TEXAS, INC.
SNAPPY PHONE STM OF REVENUE AND EXPENSES
FOR PERIOD ENDED 11/30/99

Page 2
(11) 11/30/1999

	Year-to-Date	%
JANITORIAL SERVICES	\$2,470.00	3.61
MAINTENANCE & REPIARS-GENERAL	2,851.28	4.16
POSTAGE/MAILING-HOME OFFICE	1,338.75	1.96
PROFESSIONAL FEES	3,216.16	4.70
RENT	9,618.90	14.05
SALARIES-HOME PHONE /MAIN OFF	53,203.27	77.71
SUPPLIES-GENERAL	3,983.71	5.82
TAXES AND LICENSE	2,601.00	3.80
TAXES, PAYROLL	4,659.90	6.81
TELEPHONE-HOME OFFICE	4,857.42	7.09
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TOTAL OPERATING EXPENSES	\$131,014.68	191.35
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NET INCOME (LOSS) FROM OPERATIONS	(\$107,728.08)	-157.34
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OTHER REVENUES AND (EXPENSES)		
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TOTAL OTHER REVENUES(EXPENSES)	\$0.00	0.00
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NET INCOME (LOSS)	(\$107,728.08)	-157.34

THIS STATEMENT PREPARED USING INCOME TAX BASIS
UNAUDITED, COMPILED BY SNAPPY PHONE, INC.