

**NANPA FUND
STATEMENT OF FINANCIAL POSITION
JANUARY 31, 2005**

Assets

Cash Balance in bank account	\$	64,297
Dreyfus Government Cash Management Fund		8,646,000
Receivable from US Carriers	167,402	
Receivable from Canada	5,614	
Receivable from Caribbean countries	2,314	
Receivables forwarded to FCC for collection (Over 90 days)	49,677	225,007
Interest receivable		12,507
Total assets		8,947,811
Less: Accrued liabilities (see below for makeup)		1,505,523
Fund balance		<u><u>\$ 7,442,288</u></u>

Makeup of Accrued Liabilities (see following page for additional details)

NEUSTAR - NANPA Administration contract	\$	229,544
NEUSTAR - Block Pooling contract		1,121,630
NECA - Data Collection Agent		41,667
Overpayments due to US carriers		110,434
WithumSmith+Brown		2,248
		\$ 1,505,523

Other items of note

In January 2005, the Dreyfus Government Cash Management Fund earned a rate of return of 1.65%.

**NANPA FUND
FORECASTED STATEMENT OF CHANGES IN FUND BALANCE
OCTOBER 2004 TO JANUARY 2005**

		<u>Actual</u> Oct 2004 - Jan 2005	Feb-05	Mar-05	Apr-05	May-05	Jun-05	Jul-05	Aug-05	Sep-05	Oct-05	Nov-05	Dec-05	Jan-06
Revenue														
International Contributions														
Canada	(1)	22,455	5,614	5,614	5,614	5,614	5,614	5,614	5,614	5,614	5,614	5,614	5,614	5,614
Caribbean countries	(1)	-	-	-	-	-	13,102	-	-	-	-	-	-	-
Total International Contributions		22,455	5,614	5,614	5,614	5,614	5,614	18,716	5,614	5,614	5,614	5,614	5,614	5,614
Domestic Contributions - US carriers	(1)	828,616	205,720	205,720	205,720	205,720	205,720	2,657,498	205,720	205,720	205,720	205,720	205,720	205,720
Interest income	(2)	50,830	12,000	11,500	11,500	11,000	10,000	12,500	12,500	12,500	12,000	12,000	12,000	12,000
Total revenue		901,901	223,334	222,834	222,834	222,334	221,334	2,688,714	223,834	223,834	223,334	223,334	223,334	223,334
Expenses														
NANPA Administration	(3)	453,558	115,788	115,788	115,788	115,788	115,788	119,835	119,835	119,835	119,835	119,835	119,835	119,835
1K Block Pooling Administration	(3), (6)	1,115,009	280,407	280,407	280,407	280,407	303,763	291,778	291,778	291,778	291,778	291,778	291,778	291,778
Carrier Audits	(7)	-	-	-	-	-	126,715	-	-	-	-	-	-	-
Billing and Collection														
NBANC Billing		26,008	-	-	-	-	-	-	-	-	-	-	-	-
Welch & Company LLP	(3)	93,111	19,900	19,900	19,900	19,900	19,900	19,900	19,900	19,900	19,900	19,900	19,900	19,900
Data Collection Agent	(4)	25,132	8,333	8,333	8,333	8,333	8,333	8,333	8,333	8,333	8,333	8,333	8,333	8,333
Annual Operations Audit	(5)	-	-	28,725	-	-	-	-	-	-	-	40,000	-	-
Total expenses		1,712,818	424,428	453,153	424,428	424,428	574,499	439,846	439,846	439,846	439,846	479,846	439,846	439,846
Net revenue (expenses)		(810,917) (201,094) (230,319) (201,594) (202,094) (353,165) (2,248,868 (216,012) (216,012) (216,512) (256,512) (216,512) (216,512) (
Opening fund balance		8,253,205	7,442,288	7,241,194	7,010,875	6,809,281	6,607,187	6,254,022	8,502,890	8,286,878	8,070,866	7,854,354	7,597,842	7,381,330
Closing fund balance		7,442,288	7,241,194	7,010,875	6,809,281	6,607,187	6,254,022	8,502,890	8,286,878	8,070,866	7,854,354	7,597,842	7,381,330	7,164,818
Fund balance makeup:														
Contingency		1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,000	1,000,001
Surplus		6,442,288	6,241,194	6,010,875	5,809,281	5,607,187	5,254,022	7,502,890	7,286,878	7,070,866	6,854,354	6,597,842	6,381,330	6,164,817
		7,442,288	7,241,194	7,010,875	6,809,281	6,607,187	6,254,022	8,502,890	8,286,878	8,070,866	7,854,354	7,597,842	7,381,330	7,164,818

Assumptions:

- (1) The revenue for the period from July 2005 to January 2006 is based upon 2004 budget.
- (2) Interest income projections are estimates
- (3) The expenses for the NANPA Administration, Pooling Administration and Welch & Company LLP are based on contracts in force.
- (4) The expense for the Data Collection Agent is based on the 2004 budget. NECA was the DCA until December 2004. USAC is the DCA going forward in 2005
- (5) The amount showing in November 2005 for the annual operations audit has not yet been negotiated. Amount recorded is based on prior year.
- (6) The June forecasted amount includes the forecasted monthly billing of \$280,407 plus the cost of the approved change orders of \$23,356
- (7) The budget allowed \$700,000 for 16 carrier audits. The forecast only allows for the 3 audits that have been approved by FCC to date.

Reconciliation of Forecast to Budget

Forecasted fund balance at June 30/05	6,254,022
Additional PA expenses not budgeted	23,356
Excess budget amount for carrier audit not included in forecast	(573,285)
Pre-transition costs of Welch & Company LLP not budgeted	13,510
Excess budget amount for NBANC not included in forecast	(82,464)
Original budgeted fund balance	5,635,139

**NANPA FUND
CURRENT AND FORECASTED LIABILITIES**

	Current Jan-05	Future Commitments					
		Feb-05	Mar-05	Apr-05	May-05	Jun-05	Jul-05
NEUSTAR - NANPA Administration contract	229,544	115,788	115,788	115,788	115,788	115,788	119,835
- Payment authorized by the FCC on January 14, 2005							
September 2004	114,958						
October 2004	114,369						
November 2004	112,408						
- Authorization by the FCC has not been received for payment							
December 2004 - estimate	114,772						
January 2005 - estimate	114,772						
	<u>\$ 229,544</u>						
NEUSTAR - Block Pooling contract	1,121,630	280,407	280,407	280,407	280,407	303,763	291,778
- Payment authorized by the FCC on January 11, 2005							
November 2004	200,978						
- Authorization by the FCC has not been received for payment							
September 2004 - estimate	280,408						
October 2004 - estimate	280,408						
December 2004 - estimate	280,407						
January 2005 - estimate	280,407						
	<u>\$ 1,121,630</u>						
Welch & Company LLP - Billing & Collection Agent	-	19,900	19,900	19,900	19,900	19,900	19,900
- Payment authorized January 25, 2005 by FCC							
January 2005	19,900						
NECA - Data Collection Agent	41,667	8,333	8,333	8,333	8,333	8,333	8,333
- Starting in 2005 USAC will be the Data Collection Agent							
July 2004 - estimate	8,335						
August 2004 - estimate	8,333						
September 2004 - estimate	8,333						
December 2004 - estimate	8,333						
January 2005 - estimate	8,333						
	<u>\$ 41,667</u>						
Clifton Gunderson LLP - Carrier audits	-	-	-	-	-	126,715	-
- Authorization by the FCC has not been received for payment							
- Payment is for performance of three carrier audits							
Overpayments due to US carriers	110,434	-	-	-	-	-	-
Refunds to be sent out over the next several months. Welch & Company LLP can issue refunds as long as the carrier is not listed on the Redlight Report. A payment for \$71206 was received from a carrier on January 19, 2005 which was for payment to the TRS fund but was deposited into NANPA account. The payment was forwarded by NANPA on February 2, 2005 to the TRS Fund.							
WithumSmith+Brown - Annual operations audit	2,248	-	28,725	-	-	-	-
- Represents a balance of an accrual for interim audit fees for the 2003/04 fiscal year of NANPA by NBANC and estimate of the final invoice based on a total fee of \$40,000							
Total	<u>1,505,523</u>	<u>424,428</u>	<u>453,153</u>	<u>424,428</u>	<u>424,428</u>	<u>574,499</u>	<u>439,846</u>