Verizon West Virginia Inc.

Condensed Financial Statements
Three and Six Months Ended June 30, 2009 and 2008

Verizon West Virginia Inc.

CONDENSED STATEMENTS OF INCOME

(dollars in thousands) (unaudited)	Three Months Ended June 30, 2009	Three Months Ended June 30, 2008	Six Months Ended June 30, 2009	Six Months Ended June 30, 2008
Operating Revenues				
(including $25,067, $25,778, $50,628 and $51,393 from affiliates)	**$ 131,039**	$ 142,513	**$ 267,749**	$ 284,663
Operating Expenses				
(including $35,679, $32,214, $68,027 and $65,944 to affiliates)				
Cost of services and sales (exclusive of items shown below)	**50,350**	45,936	**96,175**	92,975
Selling, general and administrative expense	**25,807**	27,671	**54,452**	57,322
Depreciation and amortization expense	**21,748**	21,481	**43,219**	42,497
Total Operating Expenses	**97,905**	95,088	**193,846**	192,794
Operating Income	**33,134**	47,425	**73,903**	91,869
Other income and (expense), net				
(including $---, $29, $--- and $95 from affiliates)	**(1)**	157	**(19)**	411
Interest expense				
(including $(484), $(1,256), $(1,115) and $(3,058) to affiliates)	**(1,325)**	(2,007)	**(2,777)**	(4,553)
Income Before Provision for Income Taxes	**31,808**	45,575	**71,107**	87,727
Provision for income taxes	**(12,511)**	(17,820)	**(27,386)**	(34,789)
Net Income	**$ 19,297**	$ 27,755	**$ 43,721**	$ 52,938

See Notes to Condensed Financial Statements

Verizon West Virginia Inc.

CONDENSED BALANCE SHEETS

(dollars in thousands) (unaudited)	At June 30, 2009	At December 31, 2008
Assets		
Current assets		
Short-term investments	**$ 144**	$ 1,576
Accounts receivable:		
Trade and other, net of allowances for uncollectibles of $7,510 and $7,816	**59,988**	65,812
Affiliates	**13,366**	3,165
Materials and supplies	**1,634**	988
Prepaid expenses	**---**	9
Deferred charges and other	**11,750**	12,245
Total current assets	**86,882**	83,795
Plant, property and equipment	**2,346,955**	2,316,516
Less accumulated depreciation	**1,739,167**	1,704,963
	607,788	611,553
Intangible assets, net	**75**	142
Prepaid pension asset	**102,655**	101,953
Other assets	**6,763**	6,401
Total assets	**$ 804,163**	$ 803,844
Liabilities and Shareowner's Investment		
Current liabilities		
Debt maturing within one year:		
Notes payable to affiliate	**$ 181,537**	$ 173,757
Other	**42**	41
Accounts payable and accrued liabilities:		
Affiliates	**25,574**	18,760
Other	**44,359**	38,220
Other current liabilities	**28,593**	29,022
Total current liabilities	**280,105**	259,800
Long-term debt	**49,999**	50,020
Employee benefit obligations	**196,696**	198,339
Deferred credits and other liabilities		
Deferred income taxes	**58,520**	58,059
Unamortized investment tax credits	**1,369**	1,441
Other	**12,366**	14,799
	72,255	74,299
Shareowner's investment		
Common stock (one share, without par value)	**192,158**	208,979
Contributed capital	**---**	2
Reinvested earnings	**12,950**	12,405
Total shareowner's investment	**205,108**	221,386
Total liabilities and shareowner's investment	**$ 804,163**	$ 803,844

See Notes to Condensed Financial Statements

Verizon West Virginia Inc.

CONDENSED STATEMENTS OF CASH FLOWS

(dollars in thousands) (unaudited)	Six Months Ended June 30, 2009	2008
Net Cash Provided by Operating Activities	**$ 89,890**	$ 95,903
Cash Flows from Investing Activities		
Capital expenditures (including capitalized software)	**(39,252)**	(28,733)
Net change in short-term investments	**1,496**	8,591
Other, net	**(87)**	---
Net cash used in investing activities	**(37,843)**	(20,142)
Cash Flows from Financing Activities		
Principal repayment of capital lease obligations	**(21)**	(19)
Change in note payable to affiliates	**7,780**	(24,883)
Dividends paid	**(43,177)**	(47,880)
Return of capital to parent	**(16,823)**	(3,120)
Net change in outstanding checks drawn on controlled disbursement accounts	**194**	141
Net cash used in financing activities	**(52,047)**	(75,761)
Net change in cash	**---**	---
Cash, beginning of period	**---**	---
Cash, end of period	**$ ---**	$ ---

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See Notes to Condensed Financial Statements

NOTES TO CONDENSED FINANCIAL STATEMENTS (Unaudited)

1. Basis of Presentation and Recent Accounting Pronouncements

Verizon West Virginia Inc. (Verizon West Virginia or the Company) is a wholly owned subsidiary of Verizon Communications Inc. (Verizon). The accompanying unaudited condensed financial statements have been prepared in accordance with generally accepted accounting principles for interim periods. These condensed financial statements reflect all adjustments that are necessary for a fair presentation of results of operations and financial position for the interim periods shown including normal recurring accruals and other items. We have evaluated subsequent events through August 28, 2009, the date these condensed financial statements were issued. The results for the interim periods are not necessarily indicative of results for the full year. The balance sheet at December 31, 2008 has been derived from the audited financial statements at that date but does not include all of the information and footnotes required by generally accepted accounting principles for complete financial statements. For a more complete discussion of significant accounting policies and certain other information, you should refer to our December 31, 2008 audited financial statements.

The adoption of the following accounting pronouncements during the first six months of 2009 did not result in a significant impact to our condensed financial statements:

On June 15, 2009, we adopted the accounting pronouncement regarding the general standards of accounting for, and disclosure of, events that occur after the balance sheet date but before the financial statements are issued. This pronouncement was effective prospectively for interim and annual reporting periods ending after June 15, 2009.

On June 15, 2009, we adopted the accounting pronouncement that amends the requirements for disclosures about fair value of financial instruments, regarding the fair value of financial instruments for annual, as well as interim, reporting periods. This pronouncement was effective prospectively for all interim and annual reporting periods ending after June 15, 2009.

2. Telephone Access Lines Spin-off

On May 13, 2009, Verizon announced a definitive agreement with Frontier Communications Corporation (Frontier) that will result in Verizon establishing a separate entity, known as New Communications Holdings Inc. (Spinco), for its local exchange and related business assets in 13 states and parts of California. At the closing of this transaction, Verizon will distribute all of the outstanding shares of Spinco to Verizon's stockholders, and then Spinco will immediately merge with and into Frontier (the Frontier Merger).

Prior to the closing of the Frontier Merger, Verizon West Virginia will become a wholly-owned subsidiary of Spinco, and Verizon West Virginia will become a wholly owned subsidiary of Frontier at the closing of the Frontier Merger.

All outstanding long-term debt of Verizon West Virginia will continue to remain the obligation of Verizon West Virginia and be payable by Verizon West Virginia in accordance with its terms both prior to and following the Frontier Merger. All intercompany debt between Verizon West Virginia and Verizon or any of its subsidiaries will be eliminated prior to the closing of the Frontier Merger.

The Frontier Merger is subject to the satisfaction of certain conditions, including receipt of state and federal telecommunications regulatory approvals. We anticipate the Frontier Merger will close during the second quarter of 2010.

3. Shareowner's Investment

(dollars in thousands)	Common Stock	Contributed Capital	Reinvested Earnings
Balance at December 31, 2008	$ 208,979	$ 2	$ 12,405
Net income	---	---	43,721
Dividends	---	---	(43,177)
Return of Capital	(16,821)	(2)	---
Other	---	---	1
Balance at June 30, 2009	$ 192,158	$ ---	$ 12,950

Net income and comprehensive income were the same for the three and six months ended June 30, 2009 and 2008.

4. Fair Value of Debt

The fair value of our short-term and long-term debt, excluding capital leases, is determined based on market quotes for similar terms and maturities or future cash flows discounted at current rates. The fair value of our long-term and short-term debt, excluding capital leases, was approximately $237,306 thousand and $223,132 thousand at June 30, 2009 and December 31, 2008, respectively, as compared to the carrying value of approximately $231,457 thousand and $223,677 thousand at June 30, 2009 and December 31, 2008, respectively.

5. Commitments and Contingencies

Various legal actions and regulatory proceedings are pending to which we are a party and claims which, if asserted, may lead to other legal actions. We have established reserves for specific liabilities in connection with regulatory and legal matters, including environmental matters that we currently deem to be probable and estimable. We do not expect that the ultimate resolution of pending regulatory and legal matters in future periods will have a material effect on our financial condition, but it could have a material effect on our results of operations.

From time to time, state regulatory decisions require us to assure customers that we will provide a level of service performance that falls within prescribed parameters. There are penalties associated with failing to meet those service parameters and we, from time to time, pay such penalties. We do not expect these penalties to have a material effect on our financial condition, but they could have a material effect on our results of operations.