



February 23, 2004

Callipso is proud to be among the leading U.S. providers of communications services based on new and enhanced IP technologies that promise significant benefits for American consumers, businesses and the U.S. economy. These benefits, both economic and functional, require informed and enlightened U.S. government policies. Callipso is pleased to participate in the public consideration of these important matters.

Having come into existence as a regional Internet Service Provider after the passage of the Telecommunications Act of 1996, Callipso is acutely aware how Federal and State authorities can impact competitive entrants in the communications industry. Premature government action regarding VOIP technology can not only severely impact the emerging competitive entrants like Callipso, it can adversely affect the American businesses and consumers who rely on the cost and competitive advantages that cutting edge VOIP communications can offer.

Callipso provides enhanced IP network services, principally enabling its enterprise customers to offer VOIP telephony services throughout the continental United States over Callipso's managed network. Callipso also markets and is further developing innovative IP services that integrate many advanced capabilities into hosted and end-user defined computer-driven applications.

Thanks to its innovative IP network capabilities, Callipso can provide competitively priced communications services that are utilized, for example, by the U.S. calling card industry to offer affordable long distance calling services to consumers who may not have access to VOIP services through a broadband connection to the Internet.

Callipso believes that the VOIP services industry -- still in its relative infancy -- should be allowed to continue to develop and grow without significant governmental regulatory burdens and restrictions. The government should also allow the evolving technologies and business models of VOIP to be driven by market forces, and not by government selection of winners and losers among competing technologies and business models. Callipso strongly believes that at the present time all business models of VOIP services, those that enable end users to access VOIP communications by dialing into a public "gateway" as well as those that require end user ownership of a computer device and a broadband connection to the Internet, should be treated equally by the government.