

FEDERAL COMMUNICATIONS COMMISSION
Washington, D.C. 20554

Approved by OMB
3060-0355

Expires 07/31/2004

See reverse side for information regarding Public burden estimate.

1. Name and Address of Reporting Company

Cincinnati Bell Telephone
201 East 4th Street
Cincinnati, Ohio 45202

2. Reporting Calendar Year

(A) From: 01/01/03 To: 12/31/03

(B) First Report Filed: 03/31/04

(C) Final Report Filed:

FCC 492A

**PRICE CAP REGULATION
RATE OF RETURN MONITORING REPORT**

Read instructions on the Reverse Before Completing

Dollar Amounts Shown in Thousands

| 3. Items | Total Interstate Services Subject to Price Cap Regulation | | |
|---|---|--------------------------|----------------------------------|
| | First Report Column A | Final Report Column B | Difference Column C = (B - A) |
| 1. Total Revenues | 156,558 | | |
| 2. Total Expenses and Taxes | 114,039 | | |
| 3. Operating Income (Net Return)(Ln1-Ln2) | 42,519 | | |
| 4. Rate Base (Avg Net Investment) | 130,897 | | |
| 5. Rate of Return (Ln3/Ln4) | 32.48% | | |
| 6. Sharing/Low End Adjustment Amount | N/A | | |
| 7. FCC Ordered Refund - Amortized for Current Period | N/A | | |

REMARKS

Cincinnati Bell Telephone's Form 492A financials reflect the removal of IX services for the period of January 2003 through December 2003. This is the result of CBT Letter filing dated October 22, 1999 that removed these services from Price Caps in accordance with the Order in CC Docket No. 99-206, released August 27, 1999.

CERTIFICATION: I certify that I am the chief financial officer or the duly assigned accounting officer; that I have examined the forgoing report; that to the best of my knowledge and belief, all statements of fact contained in this report are true and this report is a correct statement of the business and affairs of the above-named respondent in respect to each and every matter set forth therein during the specified period.

| Date | Typed Name of Person Signing | Title of Person Signing | Signature |
|------|-----------------------------------|-------------------------|-----------|
| | Gary A. Cornett (513) 397-0438 | Controller | |

**PERSONS MAKING WILLFUL FALSE STATEMENTS IN THIS REPORT FORM CAN BE PUNISHED BY FINE
OR IMPRISONMENT UNDER THE PROVISIONS OF THE U.S. CODE, TITLE 18, SECTION 1001.**

FCC 492A
September, 2001