

**UNITED STATES BANKRUPTCY COURT
DISTRICT OF DELAWARE**

PROOF OF INTEREST

Name of Debtor

Case Number

Touch America Holdings Inc (891539207)

03-11915 (KJC)

1 Name of holder of the Preferred Equity Interest (Referred to hereinafter as the Preferred Interest Holder)

Check box if you are aware that anyone else has filed a proof of interest relating to your interest Attach copy of statement giving particulars

David L Blumberg IRA
c/o Mesirow Financial, Inc.
Attn: Re-Org. Dept. #727
350 N. Clark Street
Chicago, IL 60610

Check box if you have never received any notices from the bankruptcy court or BMC Group in this case

Check box if this address differs from the address on the envelope sent to you by BMC Group

Telephone Number ()

NOTE This form **SHOULD NOT** be used to make a claim against the Debtor for money owed A separate Proof of Claim form should be used for that purpose This form should only be used to assert a Preferred Equity Interest in the Debtor A Preferred Equity Interest, as used herein, refers specifically to the \$6,875 Series Preferred Stock issued by the Debtor Parties holding an equity interest consisting of common stock in the Debtor **SHOULD NOT** file a proof of interest at this time If at a future date it appears that distributions may be available for holders of common stock, a separate notice and proof of interest form will be provided to the relevant parties.

If you have already filed a proof of interest with BMC you do not need to file again

THIS SPACE IS FOR COURT USE ONLY

Account or other number by which Preferred Interest Holder identifies Debtor

8894-4243

Check here if this proof of interest

- replaces a previously filed Proof of Interest dated _____
 amends a previously filed Proof of Interest dated _____

2 Name and Address of any person or entity that is the record holder for the Preferred Equity Interest asserted in this Proof of Interest

DELAWARE CHARTER GTY TRUST IR
DAVID L BLUMBERG IRA
1575 HAWTHORNE LN
HIGHLAND PARK IL 60035

3 Date Preferred Equity Interest was acquired

6-4-03

Telephone Number (312) 595-6556

4 Total amount of member interest 250

5 Certificate number(s) N/A (Depository Held)

6 Type of Preferred Equity Interest

Please indicate the type of Preferred Equity Interest you hold

- Check this box if your Preferred Equity Interest is based on actual shares of the \$6,875 Series Preferred Stock held in the Debtor
 Check this box if your Preferred Equity Interest is based on anything else and describe that interest

7 **SUPPORTING DOCUMENTS** Attach copies of supporting documents, such as stock certificates option agreements warrants etc DO NOT SEND ORIGINAL DOCUMENTS If the documents are not available explain If the documents are voluminous attach a summary

8 **DATE STAMPED COPY** To receive an acknowledgment of the filing of your proof of interest enclose a stamped self addressed envelope and copy of this proof of interest

The original of this completed proof of interest form must be sent by mail or hand delivered (FAXES NOT ACCEPTED) so that it is **actually received on or before 4 00 pm Eastern Standard time on December 30, 2008** for each person or entity (including individuals partnerships corporations joint ventures trusts and governmental units)

THIS SPACE FOR COURT USE ONLY

BY MAIL TO
Touch America Holdings Inc
c/o BMC Group
PO Box 990
El Segundo CA 90245 0990

BY HAND OR OVERNIGHT DELIVERY TO
Touch America Holdings Inc
c/o BMC Group
444 N Nash Street
El Segundo CA 90245

FILED

DEC 29 2008

BMC GROUP

DATE

SIGN and print the name and title if any of the Preferred Interest Holder or other person authorized to file this proof of interest (attach copy of power of attorney if any)

12/9/08

David L Blumberg

Touch America POI



00036

10/15/2004

PR76007
06 45

MES01 000

MESIROW FINANCIAL INC
STOCK RECORD WEEKLY POSITION REPORT
10/15/04

PAGE 8786

ACCOUNT NUMBER ACCOUNT NAME SI INSI ACTIVE LAST ACT TRADE DTY SETTLE DTY MEMO QUANTITY MEMO LOC DATE

#3596-317 TOUCH AMER HLDGS INC MARKET PRICE 00250
CUSTIP 891539108 DTC/CNS TYPE C BOND TYPE SYMBOL TCAHO CURRENCY EUROCLEAR

FH12-7158-9424-1	SALTZMAN BABBIE	4C	0	JRL	02/20/03	1200L	1200L	1200	20	02/20/03
NS01-7535-5314-1	STROUP LIV TRUST	4C	0	CHG	02/15/02	200L	200L	200	20	02/15/02
DH01-7719-7578-1	SURERUS WILLIAM E	4C	J	TSEG	01/27/03	1000L	1000L	1000	20	01/27/03
IG10-7719-7944-1	MANAGO JOSEPH A M	4C	0	JRL	05/13/02	700L	700L	700	20	05/13/02
BH06-8429-2569-1	WEIL BENJAMIN	4C	U	CHG	02/15/02	6L	6L	6	20	02/15/02
FW02-8608-0128-1	SCHOENBROD BRET V	4C	J	T/A	10/04/04	300L	300L	300	20	10/04/04
NS01-8855-6438-1	OP-MUSZYNSKI RITA E	4C	Y	CHG	02/15/02	800L	800L	800	20	02/15/02
NS01-8882-9898-1	OP-NOLAN WILLIAM P	4C	Y	CHG	02/15/02	300L	300L	300	20	02/15/02
VS01-8982-3798-1	ARMIN ROY S	4C	A	T/A	09/01/04	200L	200L	200	20	09/01/04
NUMBER OF POSITIONS		32	TOTAL LONG			108653L	108653L	TOTAL FOR LOCATION	20	108653
			TOTAL SHORT			108653S	108653S		36	

#3596-341 TOUCH AMER HLDGS INC PFD \$6 875% MARKET PRICE 4 88000
CUSTIP 891539207 DTC/CNS TYPE R BOND TYPE SYMBOL TAAPP CURRENCY EUROCLEAR

55-1 DTC				CNS	10/07/04	9540S	9540S			
1007-1	US BANK FIRM LOAN DT			PLEG	10/07/04	29517S	29517S			
5322-1	PREFERRED TRADING OT			TRADE	09/02/04	32317L	32317L			
ED15-1195-2600-1	AIR-MITE DEVICES INC	4C	C	TSEG	07/25/02	300L	300L	300	20	07/25/02
ED15-1878-6077-1	BROBERG GINGER	4C	A	XCH	02/19/02	100L	100L	100	20	02/19/02
ED15-5019-9569-1	KOULIND ROSE	4C	A	TSEG	08/02/02	390L	390L	390	20	08/02/02
ED15-5094-2539-1	LABORERS INTERNATIO	4C	C	TSEG	07/17/02	300L	300L	300	20	07/17/02
ED15-5278-8269-1	SAMYER BERNARD HEYE	4C	A	TSEG	08/07/02	100L	100L	100	20	08/07/02
ED15-6265-9865-1	KRUMBEN ELIEZER	4C	A	TSEG	07/18/02	300L	300L	300	20	07/18/02
ED15-6271-0694-1	LEVIN H DEBRA	4C	A	TSEG	08/07/02	300L	300L	300	20	08/07/02
ED15-6285-6743-1	HILLER JOSEPH S	4C	0	JRL	10/27/03	275L	275L	275	20	10/27/03
ED15-6603-5769-1	PEPPER GEORGE	4C	A	JRL	05/12/04	300L	300L	300	20	05/12/04
CO01-7175-7058-1	SAYLER WILLIAM B	4C	A	TSEG	08/03/04	1050L	1050L	1050	20	08/03/04
ED15-7387-6462-1	HYRNA FINE TR	4C	0	TSEG	08/07/02	300L	300L	300	20	08/07/02
ED15-8121-2847-1	UNGER RESIDUARY TR	4C	0	TSEG	07/23/02	300L	300L	300	20	07/23/02
ED15-8623-7115-1	WOOL FROHMAN	4C	A	JRL	11/12/02	100L	100L	100	20	11/12/02
ED15-8849-8993-1	OP-KLUGHAN EARL H	4C	Y	TSEG	07/29/02	250L	250L	250	20	07/29/02
ED15-8850-1957-1	OP-KOTVA DENISE G	4C	Y	TSEG	07/18/02	300L	300L	300	20	07/18/02
ED15-8867-3512-1	OP-HOFFMAN ELLYN B	4C	Y	TSEG	07/25/02	275L	275L	275	20	07/25/02
ED15-8893-6686-1	OP-PHILIPSBORN Y D	4C	Y	TSEG	07/19/02	300L	300L	300	20	07/19/02
ED15-8894-4120-1	OP-BLUMBERG ANTHONY	4C	Y	TSEG	08/08/02	200L	200L	200	20	08/08/02
ED15-8894-4182-1	OP-BLUMBERG ALAN R	4C	Y	TSEG	07/26/02	175L	175L	175	20	07/26/02
ED15-8894-4243-1	BLUMBERG DAVID L	4C	Y	TSEG	06/09/03	250L	250L	250	20	06/09/03
ED15-8894-5948-1	OP-BRODY ALAN J	4C	Y	TSEG	06/12/03	350L	350L	350	20	06/12/03
ED15-8895-2582-1	OP-HOFFMAN SA	4C	Y	TSEG	07/25/02	225L	225L	225	20	07/25/02
ED15-8895-9965-1	OP-KRUMBEN E	4C	Y	TSEG	06/13/03	300L	300L	300	20	06/13/03
NUMBER OF POSITIONS		26	TOTAL LONG			39057L	39057L	TOTAL FOR LOCATION	20	6740
			TOTAL SHORT			39057S	39057S		36	

ALL DTC shares 39,057

10/22/2004

ACCOUNT NUMBER	ACCOUNT NAME	SI	INST	ACTIVE	LAST ACI	TRADE DTY	SETTLE DTY	MEMO QUANTITY	MEMO LOC	DATE	
PR76007 06 45	MES01 000					MESIROW FINANCIAL INC					
						STOCK RECORD WEEKLY POSITION REPORT	PAGE		8788		
						10/22/04					
#3596-317 TOUCH	AMER HLDGS INC							MARKET PRICE	00200		
CUSTP	891539108	DTC/CNS	TYPE C	BOND TYPE	SYMBOL	TAHO	CURRENCY	EUROCLEAR			
✓FH12-7158-9424	SALIZMAN BABETTE	4C	0	JRL	02/20/03		1200L	1200L	1200	20 02/20/03	
✓NS01-7535-5314	STROUP LIV TRUST	4C	0	CHG	02/15/02		200L	200L	200	20 02/15/02	
✓DH01-7719-7578	SURERUS WILLIAM E	4C	J	TSEG	01/27/03		1000L	1000L	1000	20 01/27/03	
✓IG10-7719-7944	MANAGO JOSEPH A M	4C	0	JRL	05/13/02		700L	700L	700	20 05/13/02	
✓BH06-8429-2569	WEIL BENJAMIN	4C	U	CHG	02/15/02		6L	6L	6	20 02/15/02	
✓FW02-8608-0128	SCHOENBROD BRET V	4C	J	T/A	10/04/04		300L	300L	300	20 10/04/04	
✓NS01-8855-6438	OP-MUSZYNSKI RITA E	4C	Y	CHG	02/15/02		800L	800L	800	20 02/15/02	
✓NS01-8882-9898	OP-NOLAN WILLIAM P	4C	Y	CHG	02/15/02		300L	300L	300	20 02/15/02	
✓LVS01-8982-3798	ARMIN ROY S	4C	A	T/A	09/01/04		200L	200L	200	20 09/01/04	
NUMBER OF POSITIONS		32	TOTAL LONG				108653L	108653L	TOTAL FOR LOCATION	20 108653	
			TOTAL SHORT				108653S	108653S		36	
#3596-341 TOUCH	AMER HLDGS INC							MARKET PRICE	4 88000		
CUSTP	891539207	DTC/CNS	TYPE R	BOND TYPE	SYMBOL	TAAPP	CURRENCY	EUROCLEAR			
55-1	DTC		CNS	10/07/04	9540S		9540S	all otc shares 39057			
1007-1	US BANK FIRM LOAN DT		PLEG	10/07/04	29517S		29517S				
5322-1	PREFERRED TRADING OT		TRADE	09/02/04	32317I		32317L				
✓ED15-1196-2600	AIR-MITE DEVICES INC	4C	C	TSEG	07/25/02		300L	300L	300	20 07/25/02	
✓ED15-1878-6077	BROMBERG GINGER	4C	A	XCH	02/19/02		100L	100L	100	20 02/19/02	
✓ED15-5019-9569	KOULIND ROSE	4C	A	TSEG	08/02/02		390L	390L	390	20 08/02/02	
✓ED15-5094-2539	LABORERS INTERNATIO	4C	C	TSEG	07/17/02		300L	300L	300	20 07/17/02	
✓ED15-5278-8269	SAWYER BERNARD MEYE	4C	A	TSEG	08/07/02		100L	100L	100	20 08/07/02	
✓ED15-6265-9865	KRUMBEIN ELIEZER	4C	A	TSEG	07/18/02		300L	300L	300	20 07/18/02	
✓ED15-6271-0694	LEVIN H DEBRA	4C	A	TSEG	08/07/02		300L	300L	300	20 08/07/02	
✓ED15-6285-6743	MILLER JOSEPH S	4C	0	JRL	10/27/03		275L	275L	275	20 10/27/03	
✓ED15-6603-5769	PEPPER GEORGE	4C	A	JRL	05/12/04		300L	300L	300	20 05/12/04	
✓0001-7175-7058	SAYLER WILLIAM B	4C	A	TSEG	08/03/04		1050L	1050L	1050	20 08/03/04	
✓ED15-7387-6462	MYRNA FINE TR	4C	0	TSEG	08/07/02		300L	300L	300	20 08/07/02	
✓ED15-8121-2847	UNGER RESIDUARY TR	4C	0	TSEG	07/23/02		300L	300L	300	20 07/23/02	
✓ED15-8623-7115	WOOL FROHMAN	4C	A	JRL	11/12/02		100L	100L	100	20 11/12/02	
✓ED15-8849-8993	OP-KLUGMAN EARL H	4C	Y	TSEG	07/29/02		250L	250L	250	20 07/29/02	
✓ED15-8850-1957	OP-KOTVA DENISE G	4C	Y	TSEG	07/18/02		300L	300L	300	20 07/18/02	
✓ED15-8867-3512	OP-HOFFMAN ELLYN B	4C	Y	TSEG	07/25/02		275L	275L	275	20 07/25/02	
✓ED15-8893-6686	OP-PHILIPSBORN Y D	4C	Y	TSEG	07/19/02		300L	300L	300	20 07/19/02	
✓ED15-8894-4120	OP-BLUMBERG ANTHONY	4C	Y	TSEG	08/08/02		200L	200L	200	20 08/08/02	
✓ED15-8894-4182	OP-BLUMBERG PLAN R	4C	Y	TSEG	07/26/02		175L	175L	175	20 07/26/02	
✓ED15-8894-4243	BLUMBERG DAVID L	4C	Y	TSEG	06/07/03		250L	250L	250	20 06/07/03	
✓ED15-8894-5948	OP-BRODY ALAN J	4C	Y	TSEG	06/12/03		350L	350L	350	20 06/12/03	
✓ED15-8895-2582	OP-HOFFMAN SA	4C	Y	TSEG	07/25/02		225L	225L	225	20 07/25/02	
✓ED15-8895-9965	OP-KRUMBEIN E	4C	Y	TSEG	06/13/03		300L	300L	300	20 06/13/03	
NUMBER OF POSITIONS		26	TOTAL LONG				39057L	39057L	TOTAL FOR LOCATION	20 6740	
			TOTAL SHORT				39057S	39057S		36	



350 North Clark Street Chicago Illinois 60610
312 595 6000 • www.mesirowfinancial.com

December 26, 2008

Touch America Holdings, Inc
c/o **BMC Group**
444 No Nash Street
El Segundo, CA
90245

Re Proof of Interest Claim Forms (Touch America \$6 875 Pfd Holders)

Dear Rep,

We, Mesirow Financial, Inc (DTC # 727) respectfully submit the signed, original claim forms from our clients that held positions as of the Plan Effective date 10/19/2004

Our share position as of the Plan Effective Date was 39,057 shares (per attached stock record microfiche proof)

Our share position as of the October 31, 2008 hearing date was 26,040 shares (per DTC)


Our inventory sold the difference after the Plan Effective Date, 13,017 shares in 3 trades to Wachtel & Co (DTC # 709) vs the following transactions

SLD 500 T/D 10/02/2007 S/D 10/05/2007
SLD 10,000 T/D 10/02/2007 S/D 10/05/2007
SLD 2,517 T/D 10/02/2007 S/D 10/05/2007

Our contention is that all of our accounts are due the proceeds for the position held as of the Plan Effective Date as per the Bar Date Order by the Bankruptcy Court dated October 31, 2008 That amount is 39,057 shares

Should you have any concerns, please contact the undersigned as soon as possible

Sincerely,


MESIROW FINANCIAL, INC # 727
Havana Giles
Assistant Vice President
(312) 595-6556
hgiles@mesirowfinancial.com
Fax 312-595-6745