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July 20, 2006

Electronic Filing

Ms. Marlene H. Dortch
Federal Communications Commission
445 12th Street, SW
Washington, DC 20554

**Re: Motient Corporation and TerreStar Networks, Inc.
WC Docket No. 06-106
Notification of Ex Parte Presentation**

Dear Ms. Dortch:

On July 19, 2006, the undersigned, representing Motient Corporation ("Motient"), and Sasha Field, Vice President for Regulatory Affairs for TerreStar Networks, Inc. ("TerreStar"), met with James Ball, Howard Griboff, and David Krech of the International Bureau to discuss matters related to the above-captioned transfer of control application.

During the course of that discussion, it was noted that recent filings by Highland Capital Management, L.P. ("Highland") with respect to the above-captioned transfer of control application are out of time, inaccurate, extraneous and should be dismissed immediately. This position is stated fully in Motient's Opposition to Highland's motion to accept late-filed comments, which is attached hereto.

Marlene H. Dortch
July 20, 2006
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Please direct questions concerning this matter to the undersigned.

Sincerely,

A handwritten signature in black ink that reads "Henry Goldberg". The signature is written in a cursive style with a large, prominent "H" and "G".

Henry Goldberg
Attorney for Motient Corporation

Attachment

cc: James Ball
Howard Griboff
David Krech

Before the
FEDERAL COMMUNICATIONS COMMISSION
Washington, D.C. 20554

In the Matter of)	
)	
Applications Filed For Consent To Transfer)	WC Docket No. 06-106
Control Of Mobile Satellite Ventures)	
Subsidiary LLC From Motient Corporation And)	
Subsidiaries To SkyTerra Communications, Inc.)	

OPPOSITION TO MOTION TO ACCEPT LATE-FILED COMMENTS

Motient Corporation (“Motient”), by its attorneys, hereby opposes the Motion to Accept Late-Filed Comments (“Motient”) that was filed by Highland Capital Management, LP (“Highland”) on July 18, 2006.¹

Highland requests that the Commission accept its Comments, which are in the nature of an opposition, as if they had been timely filed. The e-mail that is attached to Highland’s Motion suggest that, in addition to wanting its Comments to be accepted, Highland seeks to become a “party” to this proceeding so that it may “seek reconsideration” or “appeal to the courts” if it is not satisfied with the Commission’s decision in this matter.²

Highland’s request is inconsistent with the explicit terms of the public notice soliciting comments. The public notice states that in order to become a party to the proceeding, interested parties had to file comments or petitions to deny, and that all comments and petitions to deny were due “no later than July 17, 2006.”³ As Highland acknowledges, its comments were not received by the Commission’s Electronic Comment Filing System (“ECFS”) until July 18, 2006,

¹ Motient is a party to the transfer of control applications that are the subject of the above-captioned proceeding.

² Highland Motion, Exhibit 1.

³ Public Notice, Applications Filed for Consent to Transfer Control of Mobile Satellite Ventures Subsidiary LLC from Motient Corporation and Subsidiaries to SkyTerra Communications, Inc., WC Docket No. 06-106, released June 16, 2006 (“Public Notice”).

and therefore were one day late.⁴ Highland's request also runs counter to Section 25.154(a) of the Commission's rules,⁵ which states that "[p]etitions to deny ... and other objections or comments must ... [b]e filed within thirty (30) days after the date of public notice announcing the acceptance for filing of the application"

There are no extenuating circumstances that would warrant accepting Highland's late filing.⁶ Although Highland had a full 30 days to prepare its Comments, it waited until not the 11th hour, but the 24th hour, to begin uploading its filing to ECFS. In doing so, Highland bore the risk that it would miss the deadline that the Commission had imposed. All of the matters addressed in Highland's Comments could have been addressed within the 30-day comment period. It was completely within Highland's control, therefore, when to begin uploading its filing and Highland should be held responsible for its actions.

The only rationale Highland offers for excusing its tardiness is that accepting its Comments purportedly would "shed as much light as possible on the complex substantive issues raised by the application ..." and "provide the Commission with a more complete record upon which to base its decision."⁷ A review of Highland's Comments, however, reveals that Highland has provided no information that is material to the Commission's deliberations, including its extended tutorial on the Mobile Satellite Service.⁸ Indeed, even the non-germane information that Highland provided in its comments is substantially inaccurate and harmful as to both Motient and TerreStar Networks Inc. ("TerreStar").

⁴ Highland Motion at 1.

⁵ 47 C.F.R. § 25.154.

⁶ Section 1.46(b) of the Commission's rules, 47 C.F.R. § 1.46(b), states that the Commission will consider motions for acceptance of late-filed comments only in "emergency situations."

⁷ Highland Motion at 2.

⁸ Highland Comments at 5-8.

In their transfer of control applications, the parties demonstrated that the proposed transaction, by rationalizing MSV's ownership structure, will enable MSV to attract capital more easily and will facilitate MSV's efforts to enter into strategic partnerships. Highland has shown nothing to the contrary.

Highland devotes substantial portions of its Comments to the potential impact of the parties' proposed transaction on TerreStar. Despite its supposed concern for TerreStar, Highland has never sought to inform itself directly about TerreStar's business plan and management. As a result, its statements about TerreStar's alleged dependency upon MSV for IP, technical expertise and management abilities are unfounded and potentially harmful. Indeed, by interposing an unwarranted, false, late, and non-germane pleading in this proceeding, Highland is only complicating TerreStar's implementation of its business plan and its initiation of service to the public. Highland should know that TerreStar is not a party to the transfer of control applications.

Finally, Highland asserts that the Commission must take into account facts that may be developed in a lawsuit it has filed in Travis County, Texas seeking to rescind the agreement between Motient and SkyTerra that gave rise to the MSV transfer of control applications.⁹ In the lawsuit, Highland makes claims under federal securities laws and seeks a declaratory ruling under state contract laws.¹⁰

Highland's lawsuit, however, is governed by different standards and principles than those that are applicable here. The Commission will evaluate in this proceeding whether the proposed transfer of control of MSV is in the public interest, not whether the agreement between Motient and SkyTerra satisfies securities law requirements or whether the agreement is enforceable. As a

⁹ Highland Comments at 14-17.

¹⁰ See Plaintiffs' Original Petition, Cause No. D-1-GN-06-002219 (District Court, Travis County, Texas), filed June 19, 2006.

result of the different standards that apply in securities laws and contractual contexts, the Commission has long refused to provide a forum for private contractual disputes or for discontended shareholders seeking to raise issues relating to corporate management practices.¹¹ Consistent with these precedents, the Commission need not await developments in Highland's state court proceeding before acting upon the transfer of control applications that are before it. In any event, the Commission has ample authority, independent of any state court proceedings, to ascertain the facts it needs to make a public interest determination.

¹¹ See *Comsat Corporation*, 13 FCC Rcd. 2714 at ¶ 33 (corporate law and the Securities and Exchange Commission, rather than the Commission, are the appropriate venues for discontended shareholders to raise issues relating to corporate management practices) (1997); *id.* at ¶ 14 (issues concerning the relations between a company and its shareholders was "governed by corporate and securities law" and was not relevant to the Commission's deliberations). See also *Loral Satellite, Inc. (Debtor-in-Possession) and Loral SpaceCom Corp. (Debtor-in-Possession), Assignors, and Intelsat North America, LLC, Assignee*, Order and Authorization, 19 FCC Rcd 2402, 2420, ¶ 37 (Int'l Bur. 2004) (absent a showing of a violation of the Commission's rules or federal statute, the Commission is not the proper forum to raise private contractual disputes).

CONCLUSION

Accordingly, and for the reasons stated herein, Highland's Motion should be denied and its late-filed Comments should not be accepted. In light of the fact that no other objections have been filed,¹² moreover, the Commission should eliminate the reply portion of the pleading cycle that it initially had established.¹³ In the absence of objections, there is no party that needs to file a reply.

Respectfully submitted,

MOTIENT CORPORATION

By: /s/ Henry Goldberg
Henry Goldberg
Joseph A. Godles

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Its Attorneys

July 20, 2006

¹² Although it did not file an objection, the Department of Justice, with the concurrence of the Department of Homeland Security, has filed a routine request asking that action on the transfer of control applications be deferred pending resolution of potential issues that are within its purview. *See* letter, dated July 17, 2006, Sigal P. Mandelker, Deputy Assistant Attorney General, to Marlene H. Dortch, FCC.

¹³ *See* Public Notice, p. 1.

CERTIFICATE OF SERVICE

I hereby certify that a copy of the foregoing Opposition to Motion to Accept Late-Filed Comments was sent by hand this 20th day of July, 2006, to the following:

Judith L. Harris
James P. Schulz
Reed Smith, LLP
1301 K Street, NW
Suite 1100 – East Tower
Washington, DC 20005
Counsel for Highland Capital Management LP

/s/ Jennifer Tisdale
Jennifer Tisdale