

CARLSON LEROY T
Form 4
June 22, 2007

FORM 4 UNITED STATES SECURITIES AND EXCHANGE COMMISSION
Washington, D.C. 20549

OMB APPROVAL

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Check this box if no longer subject to Section 16. Form 4 or Form 5 obligations may continue. See Instruction 1(b).

STATEMENT OF CHANGES IN BENEFICIAL OWNERSHIP OF SECURITIES

Filed pursuant to Section 16(a) of the Securities Exchange Act of 1934, Section 17(a) of the Public Utility Holding Company Act of 1935 or Section 30(h) of the Investment Company Act of 1940

(Print or Type Responses)

1. Name and Address of Reporting Person *
CARLSON LEROY T

2. Issuer Name and Ticker or Trading Symbol
TELEPHONE & DATA SYSTEMS INC /DE/ [TDS]

5. Relationship of Reporting Person(s) to Issuer
(Check all applicable)
 Director 10% Owner
 Officer (give title below) Other (specify below)
Chairman Emeritus

(Last) (First) (Middle)

TELEPHONE AND DATA SYSTEMS, INC., 30 N. LASALLE ST., STE. 4000

3. Date of Earliest Transaction (Month/Day/Year)
06/20/2007

(Street)
CHICAGO, IL 60602

4. If Amendment, Date Original Filed(Month/Day/Year)

6. Individual or Joint/Group Filing(Check Applicable Line)
 Form filed by One Reporting Person
 Form filed by More than One Reporting Person

(City) (State) (Zip)

Table I - Non-Derivative Securities Acquired, Disposed of, or Beneficially Owned

| 1. Title of Security (Instr. 3) | 2. Transaction Date (Month/Day/Year) | 2A. Deemed Execution Date, if any (Month/Day/Year) | 3. Transaction Code (Instr. 8) | 4. Securities Acquired (A) or Disposed of (D) (Instr. 3, 4 and 5) | 5. Amount of Securities Beneficially Owned Following Reported Transaction(s) (Instr. 3 and 4) | 6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4) | 7. Nature of Ownership (Instr. 4) | |
|---------------------------------|--------------------------------------|--|--------------------------------|---|---|--|-----------------------------------|-----------|
| | | | | (A) or (D) | Price | | | |
| | | | | Code | V | Amount | | |
| Special Common Shares | 06/20/2007 | | G | V | 28,652 | A | Ⓛ 35,854.9 | D |
| Special Common Shares | 06/20/2007 | | G | V | 28,652 | D | Ⓛ 9,041.9 | I by wife |
| Common Shares | 06/20/2007 | | M | | 39,600 | A | Ⓛ 49,841.7 | D |
| Special | 06/20/2007 | | M | | 39,600 | A | Ⓛ 75,454.9 | D |

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| | | | | | | | | |
|-----------------------|------------|--|---|--------|---|-----|----------|---|
| Common Shares | | | | | | | | |
| Common Shares | 06/20/2007 | | M | 8,295 | A | (2) | 58,136.7 | D |
| Special Common Shares | 06/20/2007 | | M | 8,295 | A | (2) | 83,749.9 | D |
| Special Common Shares | 06/20/2007 | | F | 12,631 | D | (3) | 71,118.9 | D |
| Common Shares | 06/20/2007 | | F | 10,473 | D | (3) | 47,663.7 | D |

Reminder: Report on a separate line for each class of securities beneficially owned directly or indirectly.

Persons who respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB control number.

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(9-02)

Table II - Derivative Securities Acquired, Disposed of, or Beneficially Owned
(e.g., puts, calls, warrants, options, convertible securities)

| 1. Title of Derivative Security (Instr. 3) | 2. Conversion or Exercise Price of Derivative Security | 3. Transaction Date (Month/Day/Year) | 3A. Deemed Execution Date, if any (Month/Day/Year) | 4. Transaction Code (Instr. 8) | 5. Number of Derivative Securities Acquired (A) or Disposed of (D) (Instr. 3, 4, and 5) | 6. Date Exercisable and Expiration Date (Month/Day/Year) | 7. Title and Amount of Underlying Securities (Instr. 3 and 4) |
|--|--|--------------------------------------|--|--------------------------------|---|--|---|
| | | | | Code | V (A) (D) | Date Exercisable Expiration Date | Title Amount or Number of Shares |
| Option (right to Buy) ⁽⁴⁾ | \$ 43.75 | 06/20/2007 | | M | 39,600 | (2) 11/05/2007 | Tandem Common and Special Common Shares 39,600 |
| Option (right to buy) ⁽⁴⁾ | \$ 43.88 | 06/20/2007 | | M | 8,295 | 12/15/1997 12/15/2007 | Tandem Common and Special common shares 8,295 |

Reporting Owners

| Reporting Owner Name / Address | Relationships | | | |
|--|---------------|-----------|-------------------|-------|
| | Director | 10% Owner | Officer | Other |
| CARLSON LEROY T TELEPHONE AND DATA SYSTEMS, INC. 30 N. LASALLE ST., STE. 4000 CHICAGO, IL 60602 | X | | Chairman Emeritus | |

Signatures

Julie D. Mathews, by power
of atty 06/22/2007

**Signature of Reporting Person Date

Explanation of Responses:

* If the form is filed by more than one reporting person, *see* Instruction 4(b)(v).

** Intentional misstatements or omissions of facts constitute Federal Criminal Violations. *See* 18 U.S.C. 1001 and 15 U.S.C. 78ff(a).

- (1) gift
- (2) Granted under the long term incentive plan.
- (3) Withholding of shares to pay taxes in connection with the exercise of an option

As a result of the special common dividend on 5/13/05, all options to purchase common shares were adjusted into tandem options. The

- (4) tandem option provide that upon exercise, the optionee purchases the number of common shares originally subject to the option plus an equal number of special common shares.

Note: File three copies of this Form, one of which must be manually signed. If space is insufficient, *see* Instruction 6 for procedure.

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