

CARLSON LEROY T
Form 5
January 17, 2013

FORM 5

**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).
Form 3 Holdings Reported Form 4 Transactions Reported

ANNUAL 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

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)

(Last) (First) (Middle)

3. Statement for Issuer's Fiscal Year Ended (Month/Day/Year)
12/31/2012

Director 10% Owner
 Officer (give title below) Other (specify below)
Chairman Emeritus

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

(Street)

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

6. Individual or Joint/Group Reporting

(check applicable line)

CHICAGO, IL 60602

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 at end of Issuer's Fiscal Year (Instr. 3 and 4) | 6. Ownership Form: Direct (D) or Indirect (I) (Instr. 4) | 7. Nature of Indirect Beneficial Ownership (Instr. 4) |
|---------------------------------|--------------------------------------|--|--------------------------------|---|--|--|---|
| Common Shares | ^ | ^ | ^ | ^ ^ ^ | 83,760.8062 | D | ^ |
| Common Shares | ^ | ^ | ^ | ^ ^ ^ | 9,046.59 ⁽³⁾ | I | By 401k plan |
| Common Shares | ^ | ^ | ^ | ^ ^ ^ | 221,021.515 ⁽⁵⁾ | I | By Voting Trust |
| | ^ | ^ | ^ | ^ ^ ^ | 9,881.1178 | I | By wife |

Common
Shares

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

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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 Underlying (Instr. 3 and 4) |
|--|--|--------------------------------------|--|--------------------------------|---|-----|--|-----------------|--|
| | | | | | (A) | (D) | Date Exercisable | Expiration Date | |
| Option (Right to buy) | \$ 25.36 | Â | Â | Â | Â | Â | 12/15/2003 | 07/03/2013 | Common Shares |
| Option (Right to buy) | \$ 31.62 | Â | Â | Â | Â | Â | 12/15/2004 | 05/08/2014 | Common Shares |
| Option (Right to buy) | \$ 37.07 | Â | Â | Â | Â | Â | 12/15/2005 | 04/20/2015 | Common Shares |
| Option (Right to buy) | \$ 38 | Â | Â | Â | Â | Â | 12/15/2006 | 06/19/2016 | Common Shares |
| Option (Right to buy) | \$ 59.45 | Â | Â | Â | Â | Â | 12/15/2007 | 07/02/2017 | Common Shares |
| Option (Right to buy) | \$ 35.35 | Â | Â | Â | Â | Â | Â <u>(6)</u> | 08/26/2018 | Common Shares |
| Option (Right to buy) | \$ 26.95 | Â | Â | Â | Â | Â | Â <u>(7)</u> | 05/20/2019 | Common Shares |
| Option (Right to buy) | \$ 26.66 | Â | Â | Â | Â | Â | Â <u>(7)</u> | 05/25/2020 | Common Shares |
| Option (Right to buy) | \$ 29.94 | Â | Â | Â | Â | Â | Â <u>(7)</u> | 05/13/2021 | Common Shares |
| Option (Right to buy) | \$ 20.79 | Â | Â | Â | Â | Â | Â <u>(9)</u> | 05/15/2022 | Common Shares |
| Restricted Stock Units | Â | Â | Â | Â | Â | Â | 12/02/2013 | Â <u>(8)</u> | Common Shares |
| Restricted Stock Units | Â | Â | Â | Â | Â | Â | 12/01/2014 | Â <u>(10)</u> | Common Shares |
| Series A Common Shares | Â | Â | Â | Â | Â | Â | Â <u>(1)</u> | Â <u>(1)</u> | Common Shares |

| | | | | | | | | | |
|------------------------|---|------------|---|---|-----------|---|-------|-------|---------------|
| Series A Common shares | Â | Â | Â | Â | Â | Â | Â (1) | Â (1) | Common Shares |
| Deferred Compensation | Â | 12/31/2012 | Â | J | 2,589.529 | Â | Â (4) | Â (4) | Common Shares |

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 | Â X | Â | Â Chairman Emeritus | Â |

Signatures

Julie D. Mathews, by power of atty 01/17/2013

__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) Series A Common shares are convertible, on a share-for-share basis, into common shares.
- (2) Beneficial ownership of shares held in Voting Trust. Reporting person disclaims ownership of 209,160.73 shares acquired by wife.
- (3) Voluntary reporting of shares in the TDS 401K. The information is based on a plan statement dated 12/31/12. The number of shares fluctuates and is attributable to the price of the shares on 12/31/12.
- (4) Reporting person has deferred bonuses pursuant to the Long term incentive plan. The employer match vests ratably at 33%, 33% and 34% per year over a 3 year period. Common share units vested at 12/31/12 were 121,383.12.
- (5) Beneficial ownership of shares held in Voting Trust. Reporting person disclaims ownership of 191,540.77 shares acquired by wife.
- (6) Granted under the 2004 Long Term Incentive Plan. Options vest over a 3 year period with one-third of the number of shares becoming exercisable on the Aug. 26, 2009, one-third on Aug. 26, 2010 and one-third on Aug. 26, 2011.
- (7) Granted under the 2004 Long-Term Incentive Plan. Options vest over a 3 year period with one-third of the number of shares becoming exercisable on the first anniversary, one-third on the second anniversary and one-third on the third anniversary.
- (8) Restricted stock unit award pursuant to the Long Term Incentive Plan. Stock units will become vested on December 2, 2013.
- (9) Granted under the 2011 Long-Term Incentive Plan. Options vest over a 3 year period with one-third of the number of share becoming exercisable on the first anniversary, one-third on the second anniversary and one-third on the third anniversary.
- (10) Restricted stock unit award pursuant to the 2011 Long Term Incentive Plan. Stock units will become vested on December 1, 2014.

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