

March 9, 2011

Dear Holder of Class A Voting Common Stock:

Notice is hereby given that the Annual Meeting of Stockholders of North State Telecommunications Corporation will be held in the Main Office Building of the Corporation, 111 North Main Street, High Point, North Carolina on Wednesday, April 6, 2011, at 2:00 P.M. Eastern Time for the following purposes:

- 1. to elect three directors for a three-year term expiring in 2014,
- 2. to ratify the appointment of Bauknight Pietras & Stormer, P.A. as independent auditors of the Corporation for the year 2011, and
- 3. to transact such other business as may come before the meeting.

You are cordially invited to attend the Meeting. Please read the enclosed Explanation of Proxy; then complete, date, sign, and return the accompanying Proxy Appointment Form in the enclosed envelope. Any shares represented by your Proxy Appointment Form will be voted at the Meeting in accordance with your instructions with respect to each matter to be acted upon. If no instructions are given on the Proxy Appointment Form, the Proxy Appointment Form will be voted "FOR" each proposal. Send in the Proxy Appointment Form whether or not you plan to attend. If you attend the meeting, you may revoke your Proxy Appointment Form and vote in person.

YOUR BOARD OF DIRECTORS RECOMMENDS THAT EACH SHAREHOLDER VOTE "FOR" PROPOSALS 1 AND 2.

Under separate cover we will be sending you unaudited summary financial statements of the Corporation for the years 2009 and 2010. The financial results and operations of the Corporation will be reviewed in the Meeting.

Attendance at the Meeting is limited to holders of Shares of Class A Voting Common Stock. If you hold shares in "street name" (that is, through a bank, broker, or other nominee) and would like to attend the Meeting, you will need to bring an account statement or other acceptable evidence of ownership of our Class A Voting Common Stock as of the close of business on February 28, 2011, the record date.

We hope you will be able to attend the Meeting. Thank you for your continuing interest and support.

Yours very truly,

Royster M. Tucker, III

President

C. Hayden McKenzie Chief Executive Officer

NORTH STATE TELECOMMUNICATIONS CORPORATION EXPLANATION OF PROXY

March 9, 2011

This Explanation of Proxy and the accompanying Proxy Appointment Form are being furnished to the holders of shares of Class A Voting Common Stock of the Corporation in connection with the solicitation of proxies to be used at the Annual Meeting of Stockholders to be held at 2:00 P. M. on April 6, 2011, at 111 North Main Street, High Point, North Carolina.

The close of business on February 28, 2011, has been established as the RECORD DATE for the determination of stockholders entitled to notice of and to vote at the Annual Meeting.

PLEASE SIGN AND RETURN THE PROXY APPOINTMENT FORM WHETHER OR NOT YOU PLAN TO ATTEND THE MEETING. If you attend the meeting, you may revoke your Proxy Appointment Form and vote in person. You should give instructions on the Proxy Appointment Form regarding the proposals on the form, each of which is explained in the paragraphs below. If you return your Proxy Appointment Form without specifying your choices, the proxies will vote your shares in accordance with the Directors' recommendations.

PROPOSAL NO. 1 - ELECTION OF DIRECTORS

The following persons have been nominated for election as a Director of the Corporation:

To serve a three-year term expiring in 2014:

J. Patrick Harman
Coulson S. Mucher

Lizbeth W. Privette

Each of the nominees is presently serving as a Director of the Corporation.

THE DIRECTORS RECOMMEND THAT STOCKHOLDERS VOTE "FOR" EACH NOMINEE LISTED ABOVE.

PROPOSAL NO. 2 - RATIFICATION OF THE APPOINTMENT OF AUDITORS

The Board of Directors has appointed, subject to stockholder ratification, the firm of Bauknight Pietras & Stormer, P.A., certified public accountants, as independent auditors to make an examination of the financial statements of the Corporation for 2011.

THE DIRECTORS RECOMMEND THAT STOCKHOLDERS VOTE "FOR" PROPOSAL NO. 2.

OTHER BUSINESS

The Board of Directors and Management of the Corporation do not know of any other business matters to come before the meeting. If other matters do properly come before the meeting, the persons named in the Proxy Appointment Forms will vote them in accordance with their best judgment with respect to such matters.

Please complete, date, sign and return the accompanying Proxy Appointment Form promptly.

Jonathan M. Cage Jonathan M. Cage

Secretary