

TELEPHONE & DATA SYSTEMS INC /DE/
 Form 5
 January 21, 2015

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 *
 SEREDA PETER L

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)
 Sr VP & Treasurer

(Last) (First) (Middle)

3. Statement for Issuer's Fiscal Year Ended (Month/Day/Year)
 12/31/2014

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 Ownership (Instr. 4) |
|---------------------------------|--------------------------------------|--|--------------------------------|---|--|--|-----------------------------------|
| Common Shares | Â | Â | Â | Â | Â | D | Â |
| Common Shares | Â | Â | Â | Â | 573 ⁽¹⁾ | I | By 401(k) |

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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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) | | |
|--|--|--------------------------------------|--|--------------------------------|---|--|------------------|---|---------------|----------------------------|
| | | | | | (A) | (D) | Date Exercisable | Expiration Date | Title | Amount or Number of Shares |
| Option (Right to buy) | \$ 59.45 | Â | Â | Â | Â | Â | 12/15/2007 | 07/02/2017 | Common Shares | 22,349 |
| Option (Right to buy) | \$ 35.35 | Â | Â | Â | Â | Â | Â ⁽²⁾ | 08/26/2018 | Common Shares | 33,180 |
| Option (Right to buy) | \$ 26.95 | Â | Â | Â | Â | Â | Â ⁽²⁾ | 05/20/2019 | Common Shares | 31,970 |
| Option (Right to buy) | \$ 26.66 | Â | Â | Â | Â | Â | Â ⁽²⁾ | 05/25/2020 | Common Shares | 33,500 |
| Option (Right to Buy) | \$ 29.94 | Â | Â | Â | Â | Â | Â ⁽²⁾ | 05/13/2021 | Common Shares | 31,700 |
| Option (Right to Buy) | \$ 20.79 | Â | Â | Â | Â | Â | Â ⁽²⁾ | 05/15/2022 | Common Shares | 54,700 |
| Option (Right to Buy) | \$ 22.6 | Â | Â | Â | Â | Â | Â ⁽³⁾ | 05/10/2023 | Common Shares | 38,109 |
| Option (Right to Buy) | \$ 26.83 | Â | Â | Â | Â | Â | Â ⁽³⁾ | 05/16/2024 | Common Shares | 33,927 |
| Restricted Stock Units | Â | Â | Â | Â | Â | Â | Â ⁽⁴⁾ | 05/10/2016 | Common Shares | 7,682 |
| Restricted Stock Units | Â | Â | Â | Â | Â | Â | Â ⁽⁴⁾ | 05/16/2017 | Common Shares | 7,527 |

Reporting Owners

| Reporting Owner Name / Address | Relationships | | | |
|---|---------------|-----------|---------------------|-------|
| | Director | 10% Owner | Officer | Other |
| SEREDA PETER L 30 N. LASALLE ST., STE. 4000 CHICAGO, IL 60602 | Â | Â | Â Sr VP & Treasurer | Â |

Signatures

Julie D. Mathews, by power
of atty 01/22/2015

__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) Voluntary reporting of shares in the TDS 401K. The information is based on a plan statement dated 12/31/14. The number of shares fluctuates and is attributable to the price of the shares on 12/31/14.
- (2) 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 annual anniversary, one-third on the second annual anniversary, and one-third on the third annual anniversary.
- (3) Granted under the 2011 Long Term Incentive Plan. Stock options vest on the third annual anniversary.
- (4) Restricted stock unit award pursuant to the 2011 Long Term Incentive Plan. Stock units will become vested on third annual anniversary.

Note: File three copies of this Form, one of which must be manually signed. If space provided is insufficient, *see* Instruction 6 for procedure. Potential persons who are to respond to the collection of information contained in this form are not required to respond unless the form displays a currently valid OMB number.