

**ONTARIO  
SUPERIOR COURT OF JUSTICE  
COMMERCIAL LIST**

**IN THE MATTER OF THE *COMPANIES' CREDITORS ARRANGEMENT ACT*,  
R.S.C. 1985, c. C-36, AS AMENDED**

**AND IN THE MATTER OF A PLAN OF COMPROMISE OR ARRANGEMENT OF  
NORTEL NETWORKS CORPORATION, NORTEL NETWORKS LIMITED,  
NORTEL NETWORKS GLOBAL CORPORATION, NORTEL NETWORKS INTERNATIONAL  
CORPORATION, NORTEL NETWORKS TECHNOLOGY CORPORATION,  
NORTEL COMMUNICATIONS INC., ARCHITEL SYSTEMS CORPORATION AND  
NORTHERN TELECOM CANADA LIMITED**

**NOTICE OF THIRD DISTRIBUTION RATE**

**TO: AFFECTED UNSECURED CREDITORS OF NORTEL NETWORKS CORPORATION AND THE  
OTHER CANADIAN DEBTORS**

Reference is made to: (i) the Plan of Compromise and Arrangement pursuant to the *Companies' Creditors Arrangement Act* concerning affecting and involving the Canadian Debtors dated November 30, 2016 (the "**Canadian Plan**") sanctioned by the Ontario Superior Court of Justice pursuant to a Sanction Order dated January 24, 2017; (ii) the Notice of the Initial Distribution Date issued by the Monitor dated June 8, 2017 (the "**Initial Distribution Notice**"), (iii) the Notice of Second Distribution Date issued by the Monitor dated November 14, 2018 (the "**Second Distribution Notice**") and (iv) the Notice of Third Distribution Date issued by the Monitor dated August 27, 2020 (the "**Third Distribution Notice**"). Capitalized terms used herein and not otherwise defined have the meaning given to them in the Canadian Plan or Third Distribution Notice.

**NOTICE IS HEREBY GIVEN** that the amount of the Third Distribution shall be:

- (i) **U.S. 3.70 cents per U.S. dollar** for holders of Proven Affected Unsecured Claims entitled under the Canadian Plan to be paid in U.S. dollars; and
- (ii) **approximately CA 4.05 cents per CA dollar** for holders of Proven Affected Unsecured Claims entitled under the Canadian Plan to be paid in Canadian dollars.

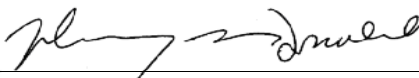
The Third Distribution, when combined with the Initial and Second Distributions, results in a cumulative distribution under the Canadian Plan to date of:

- (i) **U.S. 49.50 cents per U.S. dollar** for holders of Proven Affected Unsecured Claims entitled under the Canadian Plan to be paid in U.S. dollars; and
- (ii) **approximately CA 54.25 cents per CA dollar** for holders of Proven Affected Unsecured Claims entitled under the Canadian Plan to be paid in Canadian dollars.

**DATED** the 30<sup>th</sup> day of September 2020

**ERNST & YOUNG INC. in its capacity as Monitor  
of Nortel Networks Corporation *et al.* and not in its  
personal capacity**

Per:



Name: Murray McDonald

Title: Chairman