

TO ALL KNOWN CREDITORS

18 July 2019

Ref: MLP/5W/SJH/JH/SF/RF

Telephone: +44 (0) 11 8328 2523

Email: cva@emeanortel.com

Dear Sirs

Nortel Networks France S.A.S. (in Administration and subject to a Company Voluntary Arrangement (“CVA”)) (the “Company” or “NNF”)

In the High Court of Justice, Business and Property Courts of England & Wales, Companies and Insolvency List (ChD) No. 544 of 2009 / CR-2009-000045.

Incorporated in France with registered number FR625552150724/552150724. The Company's registered address is Centre d’Affaires Parc Lumiere, 46 Avenue des Freres Lumiere, F-78190 Trappes, France.

Joint Supervisors’ Annual CVA Progress Report

I write to provide you with the Joint Supervisors’ annual progress report (“Annual Report”), which includes details of the progress of the CVA of the Company. This Annual Report covers the 12 month period from 11 May 2018 to 10 May 2019 and should be read in conjunction with the CVA Proposal dated 5 April 2017 and the Joint Supervisors’ annual report dated 10 July 2018. The Company is also in Administration and this Annual Report should be read in conjunction with the Joint Administrators’ previous reports, the Joint Administrators’ Statement of Proposals dated 23 February 2009 and interim update dated 15 November 2016 as well as the most recent Administration progress report dated 11 February 2019.

Additional copies of this Annual Report, and the previous reports referred to, can be made available on request or can be obtained at the following address www.emeanortel.com.

Capitalised terms used in this Annual Report shall have the same meaning as set out in Annex 1 (*Definitions and Interpretation*) of the CVA.

Brief Background

On 5 April 2017, the Joint Administrators issued the Proposal for a CVA. A CVA is a legal process often used to facilitate distributions to creditors in complex situations. The CVA also provided a platform to resolve, in an equitable way, the threat of the Financial Support Directives (“FSD”) that had been brought by the UK Pension Regulator (the “Regulator”) against the Company and certain other EMEA entities in the Nortel group.