

NOTICE TO CREDITORS – 30 March 2021

Nortel Networks S.A. (In Administration and subject to a Company Voluntary Arrangement) (the “Company”)

This notice is provided by the Joint Supervisors and provides an important update to creditors who have not provided bank details to facilitate distribution payments by way of bank transfer.

It is currently anticipated that a fourth and final distribution to creditors with Allowed Claims will be made this year. The timing of this distribution remains dependent on the completion of a number of preparatory steps. However, in light of the anticipated distribution, we are taking this opportunity to alert creditors to Clause 22.6 of the CVA.

The operation of Clause 22.6 means that, unless creditors provide bank details at least 15 days prior to the final distribution date, they will forfeit any payment due to them. This is in order to facilitate an efficient final distribution that ensures creditors with Allowed Claims receive the maximum possible distribution as quickly as possible.

To be clear, the Joint Supervisors are unable to process any final distribution payments by cheque (despite the fact that creditors may have received distributions by way of cheque in the past) and failure to provide bank details to the Joint Supervisors will result in their final distribution being forfeited and treated as unclaimed.

Creditors should provide bank details to the Joint Supervisors as soon as possible and by no later than 30 April 2021. Bank details should be sent to the Joint Supervisors preferably via email to cva@emeanortel.com or via post to Nortel Networks, Nortel Networks UK Ltd, Unit 120, 400 Thames Valley Park Drive, Thames Valley Park, Reading RG6 1PT.

The Joint Supervisors are aware that due to COVID-19 and postal delays, some creditors have only just received their letters and cheques from the distribution on 15 December 2020. If creditors have not yet received their letter and believe that they were entitled to participate in this distribution, they should contact the Joint Supervisors at CVA@emeanortel.com.

Unless otherwise defined, capitalised terms used in this notice have the meaning given to them in Annex 1 (Definitions and Interpretation) of the CVA Proposal dated 24 August 2018.

The Institute of Chartered Accountants in England and Wales in the UK authorises A R Bloom, S J Harris and S J Taylor to act as Insolvency Practitioners under section 390A(2)(a) of the Insolvency Act 1986 and the Insolvency Practitioners Association authorises A M Hudson to act as an Insolvency Practitioner under section 390A(2)(a) of the Insolvency Act 1986.

The affairs, business and property of Nortel Networks S.A. are being managed by the Joint Administrators, A R Bloom, S J Harris, A M Hudson and S J Taylor who act as agents of Nortel Networks S.A. only and without personal liability.

The Company is also subject to a Company Voluntary Arrangement. The Joint Supervisors are A R Bloom, S J Harris, A M Hudson and S J Taylor who act as agents of the Company and without personal liability.

We advise that this letter is provided pursuant to our appointment as Joint Supervisors of the Company. It is provided solely for the purpose of informing creditors of certain aspects of the current status of the CVA. As this letter is only an indication of the position of the Company, and not a valuation of the current or future value of any particular item of debt, and is liable to change, it should not be relied upon as an indication of the final return to creditors and, in particular, neither we nor the Company shall have any responsibility to any person who relies on this letter for the purpose of trading in debt of the Company.

The Joint Administrators and Joint Supervisors may act as data controllers of Personal Data as defined by the UK General Data Protection Regulation (as incorporated in the Data Protection Act 2018), depending upon the specific processing activities undertaken. Ernst & Young LLP and/or the Company may act as a data processor on the instructions of the Joint Administrators and Joint Supervisors. Personal Data will be kept secure and Processed only for matters relating to the Joint Administrators' and Joint Supervisors' appointment. The Office Holder Data Privacy Notice can be found at www.ey.com/uk/officeholderprivacy.