

**Nortel Networks Limited
Senior Unsecured CDS**

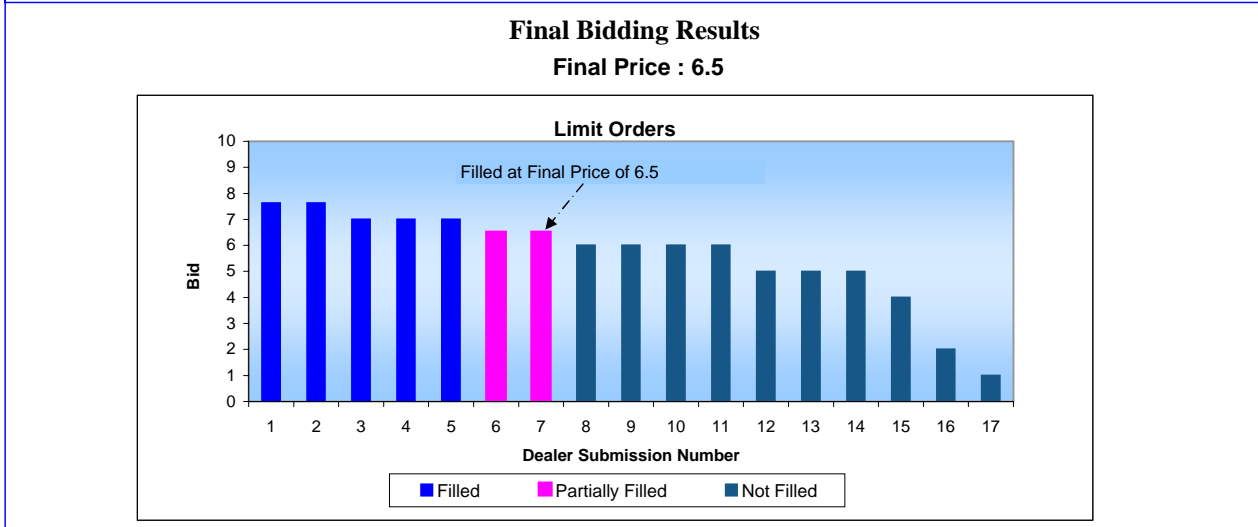
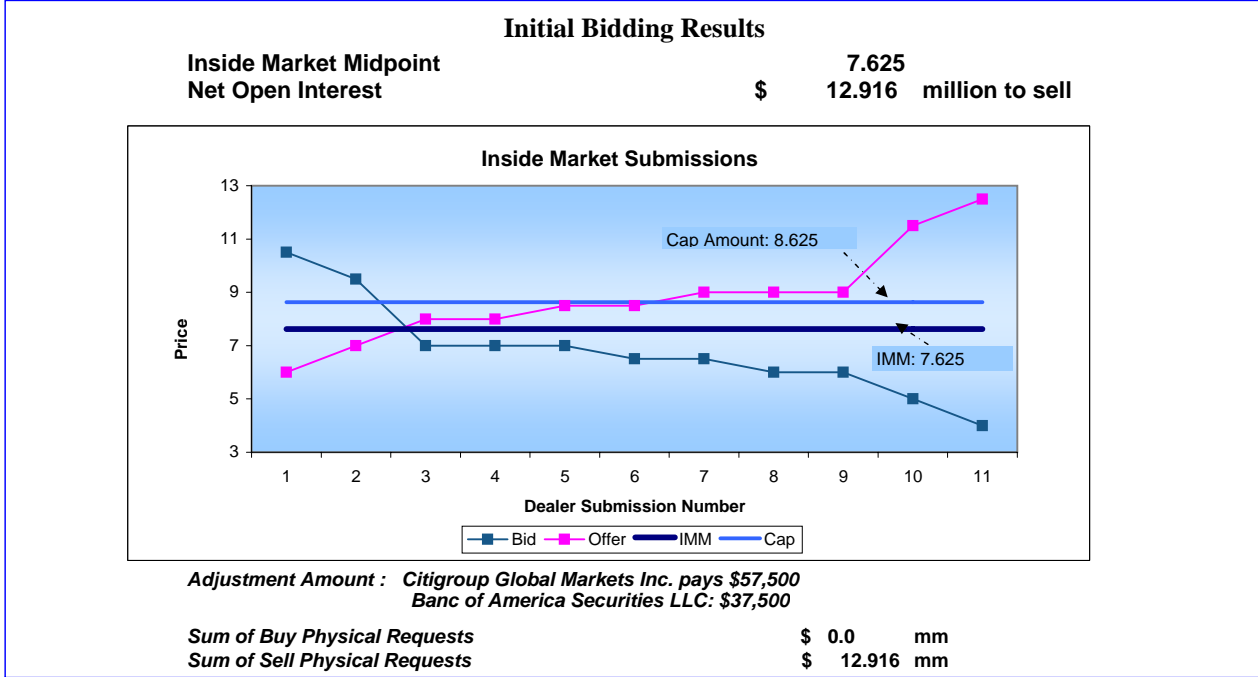
Credit Event Auction Summary

February 10, 2009

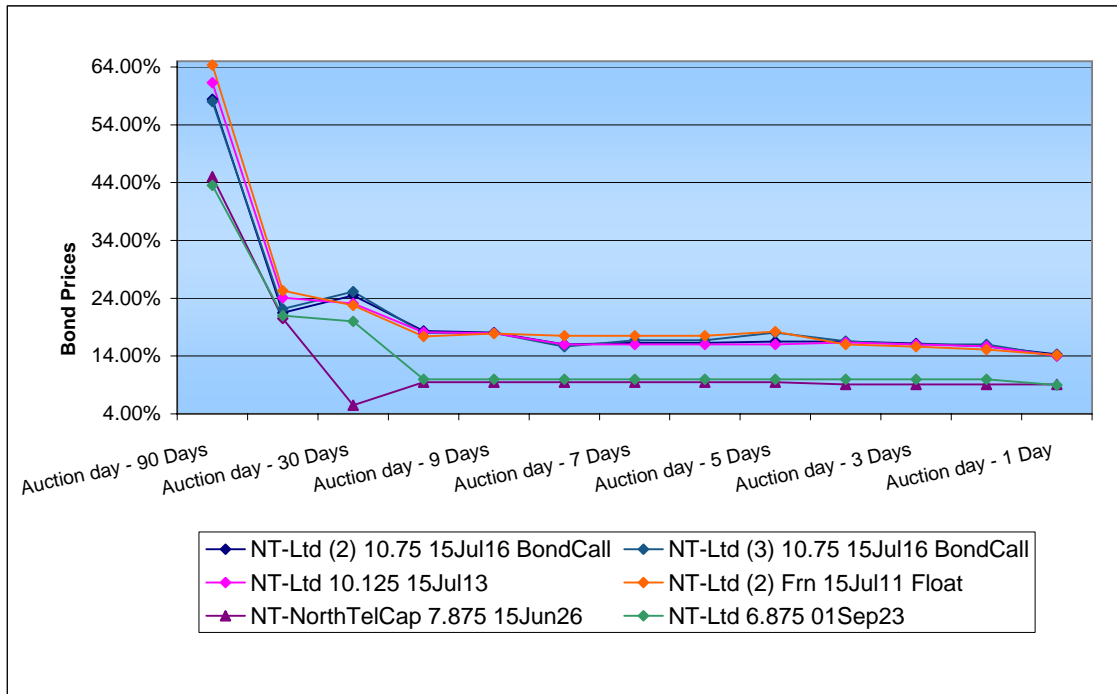
Nortel Networks Limited CDS
Final Price 6.5
Auction Date 10Feb09

Reference Data		Deliverable Obligations		
RED 6 :	N/A	US656569AD23	USC65614AB25	US665815AH97
Index Constituents of :	None	US656569AK65	US656569AE06	US665810AB31
		USC65614AC08	USC65614AD80	US656569AG53
		US656569AL49	USC65614AA42	US656569AB66

Auction Details			
Default Date	1/14/2009	Inside Market Quotation Amount	\$2 MM
EDD	1/14/2009	Bid-Offer Spread	2%
Auction Date	2/10/2009	Participating Bidders	11
Cash Settlement Date	2/18/2009	Adhering Parties	435
Event	Bankruptcy	Accrual Calculation Method	Normal



Bond Prices



Appendix

APPENDIX I

Initial Bidding Results

Inside Market Submissions

Dealers	Bid	Offer
Banc of America Securities LLC	9.5	11.5
Barclays Bank PLC	4	6
BNP Paribas	7	9
Citigroup Global Markets Inc.	10.5	12.5
Credit Suisse International	6.5	8.5
Deutsche Bank AG	6	8
Goldman Sachs & Co.	6	8
J.P. Morgan Securities Inc.	7	9
Morgan Stanley & Co. Incorporated	5	7
The Royal Bank of Scotland PLC	6.5	8.5
UBS Securities LLC	7	9

Physical settlement requests

Dealers	Type	Size
BNP Paribas	0	0
Banc of America Securities LLC	0	0
Barclays Bank PLC	0	0
Citigroup Global Markets Inc.	0	4.76
Credit Suisse International	0	0
Deutsche Bank AG	0	0
Goldman Sachs & Co.	0	0
J.P. Morgan Securities Inc.	0	0
Morgan Stanley & Co. Incorporated	0	0
The Royal Bank of Scotland PLC	0	0
UBS Securities LLC	0	8.156

APPENDIX II

Final Bidding Results

Limit Orders

Dealer	Bid	Size
Citigroup Global Markets Inc.**	7.625*	2
Banc of America Securities LLC**	7.625*	2
J.P. Morgan Securities Inc.**	7*	2
BNP Paribas**	7*	2
UBS Securities LLC **	7*	2
Credit Suisse International**	6.5^	2
The Royal Bank of Scotland PLC**	6.5^	2
Deutsche Bank AG**	6	2
Goldman Sachs & Co.**	6	2
Banc of America Securities LLC	6	2
Goldman Sachs & Co.	6	5
Morgan Stanley & Co. Incorporated**	5	2
Morgan Stanley & Co. Incorporated	5	12.916
Banc of America Securities LLC	5	2
Barclays Bank PLC**	4	2
Deutsche Bank AG	2	12
The Royal Bank of Scotland PLC	1	12.916

** Limit Orders that were derived from inside markets.

* Limit Orders that were filled.

^ Limit Orders that were partially filled

APPENDIX III

Bond Details

	<i>ISIN</i>	<i>CUSIP</i>	<i>Name</i>	<i>Coupon</i>	<i>Maturity</i>
Bond 1	US656569AD23	656569AD2	Nortel Limited	10.75	07/15/16
Bond 2	US656569AK65	656569AK6	Nortel Limited	LIBOR + 4.25	07/15/11
Bond 3	US656569AL49	656569AL4	Nortel Limited	LIBOR + 4.25	07/15/11
Bond 4	US656569AG53	656569AG5	Nortel Limited	10.75	07/15/16
Bond 5	US656569AE06	656569AE0	Nortel Limited	10.125	07/15/13
Bond 6	US656569AD80	656569AD8	Nortel Limited	10.125	07/15/13
Bond 7	US656569AA42	656569AA4	Nortel Limited	10.125	07/15/16
Bond 8	US656569AB66	656569AB6	Nortel Limited	10.75	07/15/16
Bond 9	US656569AB66	656569AB6	Nortel Limited	10.75	07/15/16
Bond 10	US665815AH97	665815AH9	Nortel Limited	6.875	09/01/23
Bond 11	US665810AB31	665810AB3	Nortel Networks Capital Corporation	7.875	06/15/26
Bond 12					

Bond Prices

<i>Date</i>	<i>Prices</i>				
	US656569AD23	US656569AL49	US656569AG53	US656569AK65	
Auction day - 90 Days	10/03/08	58.42%	58.00%	61.30%	64.33%
Auction day - 60 Days	11/18/08	21.50%	22.17%	24.08%	25.33%
Auction day - 30 Days	12/30/08	24.50%	25.17%	23.08%	22.75%
Auction day -10 Days	01/27/09	18.31%	18.00%	18.10%	17.38%
Auction day - 9 Days	01/28/09	18.06%	18.00%	17.95%	17.92%
Auction day - 8 Days	01/29/09	16.00%	15.63%	16.00%	17.50%
Auction day - 7 Days	01/30/09	16.31%	16.75%	16.00%	17.50%
Auction day - 6 Days	02/02/09	16.31%	16.75%	16.00%	17.50%
Auction day - 5 Days	02/03/09	16.50%	18.08%	16.00%	18.25%
Auction day - 4 Days	02/04/09	16.50%	16.58%	16.35%	16.00%
Auction day - 3 Days	02/05/09	16.19%	16.00%	16.00%	15.60%
Auction day - 2 Days	02/06/09	15.70%	16.00%	15.70%	15.13%
Auction day - 1 Day	02/09/09	14.30%	14.00%	14.00%	14.19%

<i>Date</i>	US665810AB31	US665815AH97
10/03/08	44.99%	43.50%
11/18/08	20.50%	21.00%
12/30/08	5.50%	20.00%
01/27/09	9.50%	10.00%
01/28/09	9.50%	10.00%
01/29/09	9.50%	10.00%
01/30/09	9.50%	10.00%
02/02/09	9.50%	10.00%
02/03/09	9.50%	10.00%
02/04/09	9.08%	10.00%
02/05/09	9.08%	10.00%
02/06/09	9.08%	10.00%
02/09/09	9.08%	9.00%