

APPENDIX A

Nortel Networks - (Jan 13 Edition)

USA C11 Applicants

Forecast Cash Flow

USD (Millions)

	Jan 2009		Feb 2009		Mar 2009		Forecast		Forecast		Forecast		Forecast		Total	
	Jan 2009		Feb 2009		Mar 2009		Forecast		Forecast		Forecast		Forecast		Total	
	11-Jan-09	18-Jan-09	25-Jan-09	01-Feb-09	08-Feb-09	15-Feb-09	22-Feb-09	01-Mar-09	08-Mar-09	15-Mar-09	22-Mar-09	29-Mar-09	11-Jan-09	11-Jan-09	11-Jan-09	31-Mar-09
1. Receipts & Disbursements																
Receipts																
Collection of Accounts Receivable	78.3	61.3	203.0	51.7	34.7	41.5	59.4	42.1	63.4	47.3	66.7	56.9				806.3
Other Receipts	-	0.0	0.6	1.2	-	0.0	0.6	1.2	-	0.0	0.6	30.0				34.1
Intercompany Receipts	34.6	34.2	-	-	-	33.6	-	-	-	19.7	-	-				122.1
NNL/NNI Restructuring Loan Advances	-	-	-	-	-	-	-	-	-	-	-	-				-
Total Receipts	112.9	95.5	203.6	52.9	34.7	75.2	60.0	43.3	63.4	67.0	67.3	86.9				962.5
Disbursements																
Payroll (Gross)	40.3	3.8	36.5	3.8	38.6	3.8	38.1	3.8	37.3	3.8	35.4	3.8				249.1
Benefits	5.9	7.1	4.8	7.1	3.0	2.1	7.6	2.1	6.7	2.1	6.3	2.1				56.7
Pension	-	-	-	-	-	-	-	-	-	-	-	-				-
Inventory Purchases	10.0	7.8	5.2	18.1	19.7	5.3	16.3	8.9	21.9	10.8	6.9	(1.5)				129.4
Non-Inventory Purchases	7.1	26.5	10.1	16.4	10.1	25.1	10.3	1.5	18.2	25.3	10.4	-				160.9
Intercompany Disbursements	16.5	58.0	-	-	-	111.5	-	-	-	46.8	-	-				232.8
Professional Fees	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	-				4.9
NNL/NNI Restructuring Loan Repayments	-	-	-	-	-	-	-	-	-	-	-	-				-
Total Disbursements	80.3	103.5	57.0	45.9	71.8	148.2	72.8	16.8	84.6	89.2	59.4	4.3				833.8
Net Cash Flow	32.6	(8.1)	146.6	7.0	(37.1)	(73.0)	(12.8)	26.5	(21.2)	(22.1)	7.9	82.6				128.7
Opening Cash Balance	573.3	605.9	597.8	744.3	751.3	714.3	641.2	628.4	654.9	633.7	611.6	619.4				573.3
Closing Cash Balance	605.9	597.8	744.3	751.3	714.3	641.2	628.4	654.9	633.7	611.6	619.4	702.0				702.0
Facility Size	(75.0)	(75.0)	(75.0)	(75.0)	(200.0)	(200.0)	(200.0)	(200.0)	(200.0)	(200.0)	(200.0)	(200.0)				(200.0)
Less Utilized Facility	-	-	-	-	-	-	-	-	-	-	-	-				-
Available Facility	(75.0)	(75.0)	(75.0)	(75.0)	(200.0)	(200.0)	(200.0)	(200.0)	(200.0)	(200.0)	(200.0)	(200.0)				(200.0)
Closing Cash + Available Facility	530.9	522.8	669.3	676.3	514.3	441.2	428.4	454.9	433.7	411.6	419.4	502.0				502.0