

**Exhibit B-1**  
**Balance Sheet for Entities held by Nortel Networks Inc.**  
As of December 31, 2008  
Unaudited  
In thousands of U.S. Dollars

	Nortel Networks (CALA) Inc.	Diamondware, Ltd.	Nortel Networks India International Inc.	Nortel Government Solutions Incorporated	Nortel Ventures LLC
<b>Assets</b>					
<b>Current assets</b>					
Cash and cash equivalents	\$ 2,229	\$ 1,718	\$ 487	\$ 41,935	\$ -
Restricted cash and cash equivalents	-	-	-	-	-
Accounts receivable - net	111,639	67	28,391	49,349	-
Intercompany amounts due (accounts receivable and notes)	116,570	146	4,392	18,480	119
Inventories - net	14,119	-	24	-	-
Deferred cost of sales	17,602	-	10,373	82,852	-
Deferred income taxes - net	-	-	-	-	-
Other current assets	1,688	8	96	19,992	-
<b>Total current assets</b>	<b>263,847</b>	<b>1,939</b>	<b>43,763</b>	<b>212,608</b>	<b>119</b>
Investments - other	-	-	-	2,713	7,747
Investments in subsidiaries	37,876	-	-	-	-
Plant and equipment - net	16,162	93	-	26,909	-
Goodwill	-	-	-	170,961	-
Intangible assets - net	-	4,908	-	28,750	-
Deferred income taxes - net	-	-	-	(29)	-
Other assets	1,478	-	-	2,366	-
<b>Total assets</b>	<b>\$ 319,363</b>	<b>\$ 6,940</b>	<b>\$ 43,763</b>	<b>\$ 444,278</b>	<b>\$ 7,866</b>
<b>Liabilities and Shareholders' or Partners' Equity (Deficit)</b>					
<b>Current liabilities</b>					
Trade and other accounts payable	\$ 11,910	\$ 5	\$ 445	\$ 4,407	\$ -
Intercompany amounts payable (accounts payable and notes)	344,222	1,283	58,972	18,833	8,213
Payroll and benefit-related liabilities	5,619	77	-	18,570	-
Contractual liabilities	8,111	-	820	12,947	-
Restructuring liabilities	1,044	-	-	1,136	-
Other accrued liabilities	78,943	68	6,715	24,636	-
Income taxes	33	-	(95)	90	-
Other current liabilities	871	-	-	1,460	-
<b>Total current liabilities</b>	<b>450,753</b>	<b>1,433</b>	<b>66,857</b>	<b>82,079</b>	<b>8,213</b>
Long-term debt	20,301	-	-	27,244	-
Deferred income and other credits	-	-	-	6,770	-
Deferred revenue	2,539	-	-	-	-
Other long-term liabilities	76	-	154	2,055	-
<b>Total liabilities</b>	<b>473,669</b>	<b>1,433</b>	<b>67,011</b>	<b>118,148</b>	<b>8,213</b>
<b>Shareholders' or Partners' Equity (Deficit)</b>					
Common shares	50	4,750	1	1	-
Preferred shares	-	-	-	-	-
Additional paid-in capital	8,576	-	-	457,698	1
Accumulated deficit (retained earnings)	(162,932)	757	(23,249)	(131,569)	(348)
Foreign currency translation adjustment	-	-	-	-	-
Unrealized gain/(loss) on investment	-	-	-	-	-
<b>Total shareholders' or partners' equity (deficit)</b>	<b>(154,306)</b>	<b>5,507</b>	<b>(23,248)</b>	<b>326,130</b>	<b>(347)</b>
<b>Total liabilities and shareholders' or partners' equity (deficit)</b>	<b>\$ 319,363</b>	<b>\$ 6,940</b>	<b>\$ 43,763</b>	<b>\$ 444,278</b>	<b>\$ 7,866</b>

The accompanying notes are an integral part of this Exhibit B-1.

**Exhibit B-1**  
**Balance Sheet for Entities held by Nortel Networks Inc.**  
As of December 31, 2008  
Unaudited  
In thousands of U.S. Dollars

	Bay Networks do Brasil Ltda.	Nortel Networks Technology Ltd.	Bay Networks Redes de Dados para Sistemas Informaticos, Lda.	Clarify Limited	Penril Datacomm Limited
<b>Assets</b>					
<b>Current assets</b>					
Cash and cash equivalents	\$ -	\$ -	\$ 83	\$ -	\$ -
Restricted cash and cash equivalents	-	-	-	-	-
Accounts receivable - net	-	-	-	-	-
Intercompany amounts due (accounts receivable and notes)	-	-	-	220	5
Inventories - net	-	-	-	-	-
Deferred cost of sales	-	-	-	-	-
Deferred income taxes - net	-	-	-	-	-
Other current assets	-	-	-	-	-
<b>Total current assets</b>	<b>-</b>	<b>-</b>	<b>83</b>	<b>220</b>	<b>5</b>
Investments - other	-	-	-	-	-
Investments in subsidiaries	-	(3,739)	-	-	-
Plant and equipment - net	-	-	-	-	-
Goodwill	-	-	-	-	-
Intangible assets - net	-	-	-	-	-
Deferred income taxes - net	-	-	-	-	-
Other assets	-	-	-	-	-
<b>Total assets</b>	<b>\$ -</b>	<b>\$ (3,739)</b>	<b>\$ 83</b>	<b>\$ 220</b>	<b>\$ 5</b>
<b>Liabilities and Shareholders' or Partners' Equity (Deficit)</b>					
<b>Current liabilities</b>					
Trade and other accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -
Intercompany amounts payable (accounts payable and notes)	-	-	-	797	1,610
Payroll and benefit-related liabilities	-	-	-	-	-
Contractual liabilities	-	-	-	-	-
Restructuring liabilities	-	-	-	-	-
Other accrued liabilities	-	-	-	-	-
Income taxes	-	-	(8)	-	-
Other current liabilities	-	-	-	-	-
<b>Total current liabilities</b>	<b>-</b>	<b>-</b>	<b>(8)</b>	<b>797</b>	<b>1,610</b>
Long-term debt	-	-	-	-	-
Deferred income and other credits	-	-	-	-	-
Deferred revenue	-	-	-	-	-
Other long-term liabilities	-	-	-	-	-
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>(8)</b>	<b>797</b>	<b>1,610</b>
<b>Shareholders' or Partners' Equity (Deficit)</b>					
Common shares	50	-	7	-	-
Preferred shares	-	-	-	-	-
Additional paid-in capital	-	-	-	79	-
Accumulated deficit (retained earnings)	(50)	(3,739)	80	1,679	(1,538)
Foreign currency translation adjustment	-	-	4	(2,335)	(67)
Unrealized gain/(loss) on investment	-	-	-	-	-
<b>Total shareholders' or partners' equity (deficit)</b>	<b>-</b>	<b>(3,739)</b>	<b>91</b>	<b>(577)</b>	<b>(1,605)</b>
<b>Total liabilities and shareholders' or partners' equity (deficit)</b>	<b>\$ -</b>	<b>\$ (3,739)</b>	<b>\$ 83</b>	<b>\$ 220</b>	<b>\$ 5</b>

The accompanying notes are an integral part of this Exhibit B-1.

**Exhibit B-1**  
**Balance Sheet for Entities held by Nortel Networks Inc.**  
As of December 31, 2008  
Unaudited  
In thousands of U.S. Dollars

	Nortel Networks Eastern Mediterranean Ltd.	Nortel Technology Excellence Centre Private Limited	Nortel Networks Japan	Nortel Networks Technology K.K.	Nortel Networks Southeast Asia Pte Ltd.	Nortel Networks Technology (Thailand) Ltd.
<b>Assets</b>						
<b>Current assets</b>						
Cash and cash equivalents	\$ 537	\$ 1,559	\$ 16,041	\$ -	\$ -	\$ -
Restricted cash and cash equivalents	-	-	-	-	-	-
Accounts receivable - net	-	-	13,282	-	-	-
Intercompany amounts due (accounts receivable and notes)	-	20,358	38,827	-	-	3
Inventories - net	-	-	2,785	-	-	-
Deferred cost of sales	-	-	6,165	-	-	-
Deferred income taxes - net	-	-	-	-	-	-
Other current assets	1	949	119	-	-	-
<b>Total current assets</b>	<b>538</b>	<b>22,866</b>	<b>77,219</b>	<b>-</b>	<b>-</b>	<b>3</b>
Investments - other	-	-	-	-	-	-
Investments in subsidiaries	-	-	-	-	-	-
Plant and equipment - net	-	1,908	1,721	-	-	-
Goodwill	-	-	-	-	-	-
Intangible assets - net	-	-	-	-	-	-
Deferred income taxes - net	-	-	-	-	-	-
Other assets	-	-	8,668	-	-	-
<b>Total assets</b>	<b>\$ 538</b>	<b>\$ 24,774</b>	<b>\$ 87,608</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 3</b>
<b>Liabilities and Shareholders' or Partners' Equity (Deficit)</b>						
<b>Current liabilities</b>						
Trade and other accounts payable	\$ -	\$ 817	\$ 3,271	\$ -	\$ -	\$ -
Intercompany amounts payable (accounts payable and notes)	-	20,797	5,753	-	-	3
Payroll and benefit-related liabilities	-	540	3,399	-	-	-
Contractual liabilities	-	-	379	-	-	-
Restructuring liabilities	-	-	428	-	-	-
Other accrued liabilities	-	174	21,894	-	-	-
Income taxes	-	145	-	-	-	-
Other current liabilities	-	-	-	-	-	-
<b>Total current liabilities</b>	<b>-</b>	<b>22,473</b>	<b>35,124</b>	<b>-</b>	<b>-</b>	<b>3</b>
Long-term debt	-	-	-	-	-	-
Deferred income and other credits	-	-	-	-	-	-
Deferred revenue	-	-	19,096	-	-	-
Other long-term liabilities	-	-	8,043	-	-	-
<b>Total liabilities</b>	<b>-</b>	<b>22,473</b>	<b>62,263</b>	<b>-</b>	<b>-</b>	<b>3</b>
<b>Shareholders' or Partners' Equity (Deficit)</b>						
Common shares	-	-	707	181	70	4
Preferred shares	-	-	-	-	-	-
Additional paid-in capital	-	325	1,228	-	14	-
Accumulated deficit (retained earnings)	539	1,976	23,410	(181)	(84)	(4)
Foreign currency translation adjustment	(1)	-	-	-	-	-
Unrealized gain/(loss) on investment	-	-	-	-	-	-
<b>Total shareholders' or partners' equity (deficit)</b>	<b>538</b>	<b>2,301</b>	<b>25,345</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total liabilities and shareholders' or partners' equity (deficit)</b>	<b>\$ 538</b>	<b>\$ 24,774</b>	<b>\$ 87,608</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 3</b>

The accompanying notes are an integral part of this Exhibit B-1.

**Exhibit B-1**  
**Balance Sheet for Entities held by Nortel AltSystems Inc.**  
**and Sonoma Systems**  
As of December 31, 2008  
Unaudited  
In thousands of U.S. Dollars

	Entities held by Nortel AltSystems Inc.		Entities held by Sonoma Systems	
	Nortel AltSystems International Limited	Nortel AltSystems AB	Sonoma Systems Europe Limited	Sonoma Limited
<b>Assets</b>				
<b>Current assets</b>				
Cash and cash equivalents	\$ -	\$ 625	\$ -	\$ -
Restricted cash and cash equivalents	-	-	-	-
Accounts receivable - net	-	-	-	-
Intercompany amounts due (accounts receivable and notes)	-	-	3	-
Inventories - net	-	-	-	-
Deferred cost of sales	-	-	-	-
Deferred income taxes - net	-	-	-	-
Other current assets	-	-	-	-
<b>Total current assets</b>	-	625	3	-
Investments - other	-	-	-	-
Investments in subsidiaries	-	-	-	-
Plant and equipment - net	-	-	-	-
Goodwill	-	-	-	-
Intangible assets - net	-	-	-	-
Deferred income taxes - net	-	-	-	-
Other assets	-	-	-	-
<b>Total assets</b>	\$ -	\$ 625	\$ 3	\$ -
<b>Liabilities and Shareholders' or Partners' Equity (Deficit)</b>				
<b>Current liabilities</b>				
Trade and other accounts payable	\$ -	\$ 1	\$ -	\$ -
Intercompany amounts payable (accounts payable and notes)	-	-	1,244	-
Payroll and benefit-related liabilities	-	-	-	-
Contractual liabilities	-	-	-	-
Restructuring liabilities	-	-	-	-
Other accrued liabilities	-	4	-	-
Income taxes	-	-	-	-
Other current liabilities	-	-	-	-
<b>Total current liabilities</b>	-	5	1,244	-
Long-term debt	-	-	-	-
Deferred income and other credits	-	-	-	-
Deferred revenue	-	-	-	-
Other long-term liabilities	-	-	-	-
<b>Total liabilities</b>	-	5	1,244	-
<b>Shareholders' or Partners' Equity (Deficit)</b>				
Common shares	12	292	-	19
Preferred shares	-	-	-	-
Additional paid-in capital	-	4,148	-	103
Accumulated deficit (retained earnings)	(12)	(3,331)	(1,663)	74
Foreign currency translation adjustment	-	(489)	422	(196)
Unrealized gain/(loss) on investment	-	-	-	-
<b>Total shareholders' or partners' equity (deficit)</b>	-	620	(1,241)	-
<b>Total liabilities and shareholders' or partners' equity (deficit)</b>	\$ -	\$ 625	\$ 3	\$ -

The accompanying notes are an integral part of this Exhibit B-1.

**Exhibit B-2**  
**Statement of Operations for**  
**Entities held by Nortel Networks Inc.**  
For the year ended December 31, 2008  
Unaudited  
In thousands of U.S. Dollars

	Nortel Networks (CALA) Inc.	Diamondware, Ltd.	Nortel Networks India International Inc.	Nortel Government Solutions Incorporated	Nortel Ventures LLC
Total revenues	\$ 361,036	\$ 1,682	\$ 47,071	\$ 266,948	\$ -
Total cost of revenues	336,296	-	18,606	209,847	-
Gross profit	<u>24,740</u>	<u>1,682</u>	<u>28,465</u>	<u>57,101</u>	<u>-</u>
Selling, general and administrative expense	203,666	-	24,535	92,387	-
Research and development expense	-	560	-	-	-
Amortization of intangible assets	-	367	-	12,825	-
Loss (gain) on sales of businesses and assets	(226)	-	-	-	-
Goodwill impairment	1,574	-	-	100,975	-
Other charges (income)	(155)	-	-	(39)	-
Deferred stock option compensation	-	-	-	-	-
Restructuring	1,807	-	-	5,598	-
Operating earnings (loss)	<u>(181,926)</u>	<u>755</u>	<u>3,930</u>	<u>(154,645)</u>	<u>-</u>
Other income (expense) - net	16,492	-	2,956	758	-
Interest on long-term debt	(1,983)	-	-	(2,219)	-
Intercompany interest expense	(2,455)	-	(1,231)	-	(57)
Interest and dividend income	7,438	2	6	1,899	-
Earnings (loss) from operations before income taxes, minority interests and equity in net earnings (loss) of associated companies	<u>(162,434)</u>	<u>757</u>	<u>5,661</u>	<u>(154,207)</u>	<u>(57)</u>
Income tax benefit (expense)	(1,490)	-	258	251	-
Earnings (loss) from operations before minority interests and equity in net earnings (loss) of associated companies	<u>(163,924)</u>	<u>757</u>	<u>5,919</u>	<u>(153,956)</u>	<u>(57)</u>
Minority interests - net of tax	-	-	-	-	-
Earnings (loss) from operations before net earnings (loss) of associated companies - net of tax	<u>(163,924)</u>	<u>757</u>	<u>5,919</u>	<u>(153,956)</u>	<u>(57)</u>
Equity in net earnings (loss)	(8,284)	-	-	-	-
Net earnings (loss)	<u>\$ (172,208)</u>	<u>\$ 757</u>	<u>\$ 5,919</u>	<u>\$ (153,956)</u>	<u>\$ (57)</u>

The accompanying notes are an integral part of this Exhibit B-2.

**Exhibit B-2**  
**Statement of Operations for**  
**Entities held by Nortel Networks Inc.**  
For the year ended December 31, 2008  
Unaudited  
In thousands of U.S. Dollars

	Bay Networks do Brasil Ltda.	Nortel Networks Technology Ltd.	Bay Networks Redes de Dados para Sistemas Informaticos, Lda.	Clarify Limited	Penril Datacomm Limited
Total revenues	\$ -	\$ -	\$ -	\$ -	\$ -
Total cost of revenues	-	-	-	-	-
Gross profit	-	-	-	-	-
Selling, general and administrative expense	-	-	-	112	-
Research and development expense	-	-	-	-	-
Amortization of intangible assets	-	-	-	-	-
Loss (gain) on sales of businesses and assets	-	-	-	-	-
Goodwill impairment	-	-	-	-	-
Other charges (income)	-	-	-	-	-
Deferred stock option compensation	-	-	-	-	-
Restructuring	-	-	-	-	-
Operating earnings (loss)	-	-	-	(112)	-
Other income (expense) - net	-	-	-	-	611
Interest on long-term debt	-	-	-	-	-
Intercompany interest expense	-	-	-	-	-
Interest and dividend income	-	-	-	-	-
Earnings (loss) from operations before income taxes, minority interests and equity in net earnings (loss) of associated companies	-	-	-	(112)	611
Income tax benefit (expense)	-	-	-	-	-
Earnings (loss) from operations before minority interests and equity in net earnings (loss) of associated companies	-	-	-	(112)	611
Minority interests - net of tax	-	-	-	-	-
Earnings (loss) from operations before net earnings (loss) of associated companies - net of tax	-	-	-	(112)	611
Equity in net earnings (loss)	-	(7,005)	-	-	-
Net earnings (loss)	\$ -	\$ (7,005)	\$ -	\$ (112)	\$ 611

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**Exhibit B-2**  
**Statement of Operations for**  
**Entities held by Nortel Networks Inc.**  
For the year ended December 31, 2008  
Unaudited  
In thousands of U.S. Dollars

	Nortel Networks Eastern Mediterranean Ltd.	Nortel Technology Excellence Centre Private Limited	Nortel Networks Japan	Nortel Networks Technology K.K.	Nortel Networks Southeast Asia Pte Ltd.	Nortel Networks Technology (Thailand) Ltd.
Total revenues	\$ -	\$ 1,503	\$ 89,110	\$ -	\$ -	\$ -
Total cost of revenues	-	35	67,221	-	-	-
Gross profit	<u>-</u>	<u>1,468</u>	<u>21,889</u>	<u>-</u>	<u>-</u>	<u>-</u>
Selling, general and administrative expense	2	(154)	18,783	4,100	1,314	82
Research and development expense	-	643	-	-	-	-
Amortization of intangible assets	-	-	-	-	-	-
Loss (gain) on sales of businesses and assets	-	-	-	-	-	-
Goodwill impairment	-	-	-	-	-	-
Other charges (income)	-	-	3	-	-	-
Deferred stock option compensation	-	-	-	-	-	-
Restructuring	-	-	1,521	-	-	-
Operating earnings (loss)	<u>(2)</u>	<u>979</u>	<u>1,582</u>	<u>(4,100)</u>	<u>(1,314)</u>	<u>(82)</u>
Other income (expense) - net	(55)	(110)	5,770	-	-	1
Interest on long-term debt	-	-	-	-	-	-
Intercompany interest expense	-	-	-	-	-	-
Interest and dividend income	2	7	16	-	-	-
Earnings (loss) from operations before income taxes, minority interests and equity in net earnings (loss) of associated companies	<u>(55)</u>	<u>876</u>	<u>7,368</u>	<u>(4,100)</u>	<u>(1,314)</u>	<u>(81)</u>
Income tax benefit (expense)	-	-	-	-	-	-
Earnings (loss) from operations before minority interests and equity in net earnings (loss) of associated companies	<u>(55)</u>	<u>876</u>	<u>7,368</u>	<u>(4,100)</u>	<u>(1,314)</u>	<u>(81)</u>
Minority interests - net of tax	-	-	-	-	-	-
Earnings (loss) from operations before net earnings (loss) of associated companies - net of tax	<u>(55)</u>	<u>876</u>	<u>7,368</u>	<u>(4,100)</u>	<u>(1,314)</u>	<u>(81)</u>
Equity in net earnings (loss)	-	-	-	-	-	-
Net earnings (loss)	<u>\$ (55)</u>	<u>\$ 876</u>	<u>\$ 7,368</u>	<u>\$ (4,100)</u>	<u>\$ (1,314)</u>	<u>\$ (81)</u>

The accompanying notes are an integral part of this Exhibit B-2.

**Exhibit B-2**  
**Statement of Operations for Entities held by**  
**Nortel AltSystems Inc. and Sonoma Systems**  
For the year ended December 31, 2008  
Unaudited  
In thousands of U.S. Dollars

	Entities held by Nortel AltSystems Inc.		Entities held by Sonoma Systems	
	Nortel AltSystems International Limited	Nortel AltSystems AB	Sonoma Systems Europe Limited	Sonoma Limited
Total revenues	\$ -	\$ -	\$ -	\$ -
Total cost of revenues	-	-	-	-
Gross profit	-	-	-	-
Selling, general and administrative expense	-	229	-	714
Research and development expense	-	3	-	-
Amortization of intangible assets	-	-	-	-
Loss (gain) on sales of businesses and assets	-	-	-	-
Goodwill impairment	-	-	-	-
Other charges (income)	-	-	-	-
Deferred stock option compensation	-	-	-	-
Restructuring	-	-	-	-
Operating earnings (loss)	-	(232)	-	(714)
Other income (expense) - net	(12)	-	-	-
Interest on long-term debt	-	-	-	-
Intercompany interest expense	-	-	-	-
Interest and dividend income	-	23	-	-
Earnings (loss) from operations before income taxes, minority interests and equity in net earnings (loss) of associated companies	(12)	(209)	-	(714)
Income tax benefit (expense)	-	-	-	-
Earnings (loss) from operations before minority interests and equity in net earnings (loss) of associated companies	(12)	(209)	-	(714)
Minority interests - net of tax	-	-	-	-
Earnings (loss) from operations before net earnings (loss) of associated companies - net of tax	(12)	(209)	-	(714)
Equity in net earnings (loss)	-	-	-	-
Net earnings (loss)	\$ (12)	\$ (209)	\$ -	\$ (714)

The accompanying notes are an integral part of this Exhibit B-2.



**Exhibit B-3**  
**Statement of Cash Flows for Entities held by Nortel Networks Inc.**  
For the year ended December 31, 2008  
Unaudited  
In thousands of U.S. Dollars

	Nortel Networks (CALA) Inc.	Diamondware, Ltd.	Nortel Networks India International Inc.	Nortel Government Solutions Incorporated	Nortel Ventures LLC
<b>Cash flows from (used in) operating activities</b>					
Net earnings (loss)	\$ (172,208)	\$ 757	\$ 5,919	\$ (153,956)	\$ (57)
Adjustments to reconcile net earnings (loss) from continuing operations to net cash from (used in) operating activities, net of effects from acquisitions and divestitures of businesses:					
Amortization and depreciation	1,106	459	-	16,925	-
Goodwill impairment	1,574	-	-	100,975	-
Non-cash portion of shareholder litigation settlement recovery	-	-	-	-	-
Non-cash portion of special charges	-	-	-	-	-
In-process research and development expense	-	-	-	-	-
Equity in net (earnings)/loss of associated companies	8,283	-	-	-	-
Stock based compensation expense	1,200	-	-	3,364	-
Deferred income taxes	-	-	-	(2)	-
Cumulative effect of accounting change - net of tax	-	-	-	-	-
Pension and other accruals	-	-	-	-	-
Loss (gain) on sales and write downs of investments, businesses and assets - net	-	-	-	-	-
Minority interests - net of tax	-	-	-	-	-
Other - net	26	1	-	447	-
Change in operating assets and liabilities	149,967	1,212	(16,842)	20,879	1,873
Net cash from (used in) operating activities	<u>(10,052)</u>	<u>2,429</u>	<u>(10,923)</u>	<u>(11,368)</u>	<u>1,816</u>
<b>Cash flows from (used in) investing activities</b>					
Expenditures for plant and equipment	(962)	(186)	-	(4,090)	-
Proceeds on disposals of plant and equipment	-	-	-	-	-
Change in restricted cash and cash equivalents	-	-	-	-	-
Increase in short-term and long-term investments	-	-	-	-	-
Decrease in short-term and long-term investments	-	-	-	-	-
Acquisitions of investments and businesses - net of cash acquired	-	(5,275)	-	(28,100)	(2,042)
Proceeds from the sales of investments and businesses and assets - net	-	-	-	9,600	226
Net cash from (used in) investing activities	<u>(962)</u>	<u>(5,461)</u>	<u>-</u>	<u>(22,590)</u>	<u>(1,816)</u>
<b>Cash flows from (used in) financing activities</b>					
Dividends paid by subsidiaries to minority interests	-	-	-	-	-
Capital repayment to minority owners	-	-	-	-	-
Increase in notes payable	-	-	-	-	-
Decrease in notes payable	-	-	-	-	-
Proceeds from issuance of long-term debt	-	-	-	-	-
Repayments of long-term debt	-	-	-	-	-
Debt issuance costs	-	-	-	-	-
Decrease in capital leases obligations	(736)	-	-	(1,223)	-
Increase in capital leases obligations	-	-	-	-	-
Issuance of common shares	-	4,750	-	-	-
Common share consolidation costs	-	-	-	-	-
Net cash from (used in) financing activities	<u>(736)</u>	<u>4,750</u>	<u>-</u>	<u>(1,223)</u>	<u>-</u>
Effect of foreign exchange rate changes on cash and cash equivalents	-	-	-	-	-
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>(11,750)</b>	<b>1,718</b>	<b>(10,923)</b>	<b>(35,181)</b>	<b>-</b>
<b>Cash and cash equivalents, at beginning of period</b>	<b>13,979</b>	<b>-</b>	<b>11,410</b>	<b>77,116</b>	<b>-</b>
<b>Cash and cash equivalents, at end of period</b>	<b>\$ 2,229</b>	<b>\$ 1,718</b>	<b>\$ 487</b>	<b>\$ 41,935</b>	<b>\$ -</b>

The accompanying notes are an integral part of this Exhibit B-3.

**Exhibit B-3**  
**Statement of Cash Flows for Entities held by Nortel Networks Inc.**  
For the year ended December 31, 2008  
Unaudited  
In thousands of U.S. Dollars

	Bay Networks do Brasil Ltda.	Nortel Networks Technology Ltd.	Bay Networks Redes de Dados para Sistemas Informaticos, Lda.	Clarify Limited	Penril Datacomm Limited
<b>Cash flows from (used in) operating activities</b>					
Net earnings (loss)	\$ -	\$ (7,005)	\$ -	\$ (112)	\$ 611
Adjustments to reconcile net earnings (loss) from continuing operations to net cash from (used in) operating activities, net of effects from acquisitions and divestitures of businesses:					
Amortization and depreciation	-	-	-	-	-
Goodwill impairment	-	-	-	-	-
Non-cash portion of shareholder litigation settlement recovery	-	-	-	-	-
Non-cash portion of special charges	-	-	-	-	-
In-process research and development expense	-	-	-	-	-
Equity in net (earnings)/loss of associated companies	-	7,005	-	-	-
Stock based compensation expense	-	-	-	-	-
Deferred income taxes	-	-	-	-	-
Cumulative effect of accounting change - net of tax	-	-	-	-	-
Pension and other accruals	-	-	-	-	-
Loss (gain) on sales and write downs of investments, businesses and assets - net	-	-	-	-	-
Minority interests - net of tax	-	-	-	-	-
Other - net	-	-	(4)	186	-
Change in operating assets and liabilities	-	-	-	(74)	(611)
<b>Net cash from (used in) operating activities</b>	<b>-</b>	<b>-</b>	<b>(4)</b>	<b>-</b>	<b>-</b>
<b>Cash flows from (used in) investing activities</b>					
Expenditures for plant and equipment	-	-	-	-	-
Proceeds on disposals of plant and equipment	-	-	-	-	-
Change in restricted cash and cash equivalents	-	-	-	-	-
Increase in short-term and long-term investments	-	-	-	-	-
Decrease in short-term and long-term investments	-	-	-	-	-
Acquisitions of investments and businesses - net of cash acquired	-	-	-	-	-
Proceeds from the sales of investments and businesses and assets - net	-	-	-	-	-
<b>Net cash from (used in) investing activities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Cash flows from (used in) financing activities</b>					
Dividends paid by subsidiaries to minority interests	-	-	-	-	-
Capital repayment to minority owners	-	-	-	-	-
Increase in notes payable	-	-	-	-	-
Decrease in notes payable	-	-	-	-	-
Proceeds from issuance of long-term debt	-	-	-	-	-
Repayments of long-term debt	-	-	-	-	-
Debt issuance costs	-	-	-	-	-
Decrease in capital leases obligations	-	-	-	-	-
Increase in capital leases obligations	-	-	-	-	-
Issuance of common shares	-	-	-	-	-
Common share consolidation costs	-	-	-	-	-
<b>Net cash from (used in) financing activities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
Effect of foreign exchange rate changes on cash and cash equivalents	-	-	-	-	-
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>-</b>	<b>-</b>	<b>(4)</b>	<b>-</b>	<b>-</b>
<b>Cash and cash equivalents, at beginning of period</b>	<b>-</b>	<b>-</b>	<b>87</b>	<b>-</b>	<b>-</b>
<b>Cash and cash equivalents, at end of period</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 83</b>	<b>\$ -</b>	<b>\$ -</b>

The accompanying notes are an integral part of this Exhibit B-3.

**Exhibit B-3**  
**Statement of Cash Flows for Entities held by Nortel Networks Inc.**  
For the year ended December 31, 2008  
Unaudited  
In thousands of U.S. Dollars

	Nortel Networks Eastern Mediterranean Ltd.	Nortel Technology Excellence Centre Private Limited	Nortel Networks Japan	Nortel Networks Technology K.K.	Nortel Networks Southeast Asia Pte Ltd.	Nortel Networks Technology (Thailand) Ltd.
<b>Cash flows from (used in) operating activities</b>						
Net earnings (loss)	\$ (55)	\$ 876	\$ 7,368	\$ (4,100)	\$ (1,314)	\$ (81)
Adjustments to reconcile net earnings (loss) from continuing operations to net cash from (used in) operating activities, net of effects from acquisitions and divestitures of businesses:						
Amortization and depreciation	-	345	441	-	-	-
Goodwill impairment	-	-	-	-	-	-
Non-cash portion of shareholder litigation settlement recovery	-	-	-	-	-	-
Non-cash portion of special charges	-	-	-	-	-	-
In-process research and development expense	-	-	-	-	-	-
Equity in net (earnings)/loss of associated companies	-	-	-	-	-	-
Stock based compensation expense	-	52	96	-	-	-
Deferred income taxes	-	-	-	-	-	-
Cumulative effect of accounting change - net of tax	-	-	-	-	-	-
Pension and other accruals	-	-	1,183	-	-	-
Loss (gain) on sales and write downs of investments, businesses and assets - net	-	-	-	-	-	-
Minority interests - net of tax	-	-	-	-	-	-
Other - net	48	112	1,558	-	-	-
Change in operating assets and liabilities	518	974	(5,121)	4,100	1,314	81
Net cash from (used in) operating activities	<u>511</u>	<u>2,359</u>	<u>5,525</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Cash flows from (used in) investing activities</b>						
Expenditures for plant and equipment	-	(1,373)	(1,374)	-	-	-
Proceeds on disposals of plant and equipment	-	-	-	-	-	-
Change in restricted cash and cash equivalents	-	-	-	-	-	-
Increase in short-term and long-term investments	-	-	-	-	-	-
Decrease in short-term and long-term investments	-	-	-	-	-	-
Acquisitions of investments and businesses - net of cash acquired	-	-	-	-	-	-
Proceeds from the sales of investments and businesses and assets - net	-	-	-	-	-	-
Net cash from (used in) investing activities	<u>-</u>	<u>(1,373)</u>	<u>(1,374)</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Cash flows from (used in) financing activities</b>						
Dividends paid by subsidiaries to minority interests	-	-	-	-	-	-
Capital repayment to minority owners	-	-	-	-	-	-
Increase in notes payable	-	-	-	-	-	-
Decrease in notes payable	-	-	-	-	-	-
Proceeds from issuance of long-term debt	-	-	-	-	-	-
Repayments of long-term debt	-	-	-	-	-	-
Debt issuance costs	-	-	-	-	-	-
Decrease in capital leases obligations	-	-	-	-	-	-
Increase in capital leases obligations	-	-	-	-	-	-
Issuance of common shares	-	-	-	-	-	-
Common share consolidation costs	-	-	-	-	-	-
Net cash from (used in) financing activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Effect of foreign exchange rate changes on cash and cash equivalents	-	-	-	-	-	-
Net increase (decrease) in cash and cash equivalents	511	986	4,151	-	-	-
Cash and cash equivalents, at beginning of period	26	573	11,890	-	-	-
Cash and cash equivalents, at end of period	<u>\$ 537</u>	<u>\$ 1,559</u>	<u>\$ 16,041</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of this Exhibit B-3.

**Exhibit B-3**  
**Statement of Cash Flows for Entities held by Nortel AltSystems Inc. and Sonoma Systems**  
 For the year ended December 31, 2008  
 Unaudited  
 In thousands of U.S. Dollars

	Entities held by Nortel AltSystems Inc.		Entities held by Sonoma Systems	
	Nortel AltSystems International Limited	Nortel AltSystems AB	Sonoma Systems Europe Limited	Sonoma Limited
<b>Cash flows from (used in) operating activities</b>				
Net earnings (loss)	\$ (12)	\$ (209)	\$ -	\$ (714)
Adjustments to reconcile net earnings (loss) from continuing operations to net cash from (used in) operating activities, net of effects from acquisitions and divestitures of businesses:				
Amortization and depreciation	-	-	-	-
Goodwill impairment	-	-	-	-
Non-cash portion of shareholder litigation settlement recovery	-	-	-	-
Non-cash portion of special charges	-	-	-	-
In-process research and development expense	-	-	-	-
Equity in net (earnings)/loss of associated companies	-	-	-	-
Stock based compensation expense	-	-	-	-
Deferred income taxes	-	-	-	-
Cumulative effect of accounting change - net of tax	-	-	-	-
Pension and other accruals	-	-	-	-
Loss (gain) on sales and write downs of investments, businesses and assets - net	-	-	-	-
Minority interests - net of tax	-	-	-	-
Other - net	-	(194)	472	(217)
Change in operating assets and liabilities	12	268	(472)	931
Net cash from (used in) operating activities	<u>-</u>	<u>(135)</u>	<u>-</u>	<u>-</u>
<b>Cash flows from (used in) investing activities</b>				
Expenditures for plant and equipment	-	-	-	-
Proceeds on disposals of plant and equipment	-	-	-	-
Change in restricted cash and cash equivalents	-	-	-	-
Increase in short-term and long-term investments	-	-	-	-
Decrease in short-term and long-term investments	-	-	-	-
Acquisitions of investments and businesses - net of cash acquired	-	-	-	-
Proceeds from the sales of investments and businesses and assets - net	-	-	-	-
Net cash from (used in) investing activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Cash flows from (used in) financing activities</b>				
Dividends paid by subsidiaries to minority interests	-	-	-	-
Capital repayment to minority owners	-	-	-	-
Increase in notes payable	-	-	-	-
Decrease in notes payable	-	-	-	-
Proceeds from issuance of long-term debt	-	-	-	-
Repayments of long-term debt	-	-	-	-
Debt issuance costs	-	-	-	-
Decrease in capital leases obligations	-	-	-	-
Increase in capital leases obligations	-	-	-	-
Issuance of common shares	-	-	-	-
Common share consolidation costs	-	-	-	-
Net cash from (used in) financing activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Effect of foreign exchange rate changes on cash and cash equivalents	-	-	-	-
Net increase (decrease) in cash and cash equivalents	-	(135)	-	-
Cash and cash equivalents, at beginning of period	-	760	-	-
Cash and cash equivalents, at end of period	<u>\$ -</u>	<u>\$ 625</u>	<u>\$ -</u>	<u>\$ -</u>

The accompanying notes are an integral part of this Exhibit B-3.

**Exhibit B-4**  
**Statement of Changes in Shareholders' or Partners' Equity**  
**(Deficit) for Entities held by Nortel Networks Inc.**  
For the year ended December 31, 2008  
Unaudited  
In thousands of U.S. Dollars

	Nortel Networks (CALA) Inc.	Diamondware, Ltd.	Nortel Networks India International Inc.	Nortel Government Solutions Incorporated	Nortel Ventures LLC
<b>Common Shares</b>					
Balance at the beginning of the year	\$ 50	\$ -	\$ 1	\$ 277	\$ -
Common shares issued-net	-	4,750	-	-	-
Common shares cancelled related to acquisitions-net	-	-	-	-	-
Common shares issued related to the Global Class Action Settlement	-	-	-	-	-
Fair value and costs associated with share-based compensations plans and stock purchase plans	-	-	-	-	-
Other	-	-	-	(276)	-
Balance at the end of the year	<u>50</u>	<u>4,750</u>	<u>1</u>	<u>1</u>	<u>-</u>
<b>Additional paid-in capital</b>					
Balance at the beginning of the year	7,376	-	-	414,235	1
Fair value and costs associated with share-based compensation plans and stock purchase plans	1,200	-	-	3,364	-
Global Class Action Settlement-net	-	-	-	-	-
Stock option compensation	-	-	-	-	-
Restricted stock units	-	-	-	-	-
Performance stock units	-	-	-	-	-
Deferred share units	-	-	-	-	-
Other	-	-	-	40,099	-
Balance at the end of the year	<u>8,576</u>	<u>-</u>	<u>-</u>	<u>457,698</u>	<u>1</u>
<b>Accumulated deficit</b>					
Balance at the beginning of the year	9,276	-	(29,168)	22,387	(291)
Net earnings (loss)	(172,208)	757	5,919	(153,956)	(57)
Other	-	-	-	-	-
Balance at the end of the year	<u>(162,932)</u>	<u>757</u>	<u>(23,249)</u>	<u>(131,569)</u>	<u>(348)</u>
<b>Accumulated other comprehensive income (loss)</b>					
Balance at the beginning of the year	-	-	-	-	-
Foreign currency translation adjustment	-	-	-	-	-
Unrealized gain (loss) on investments-net	-	-	-	-	-
Unrealized derivative gain (loss) on cash flow hedges-net	-	-	-	-	-
Minimum pension liability adjustment-net	-	-	-	-	-
Change in unamortized pension and post-retirement actuarial losses and prior service cost	-	-	-	-	-
Other comprehensive income (loss)	-	-	-	-	-
Balance at the end of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total shareholders' or partners' equity (deficit)</b>	<u>\$ (154,306)</u>	<u>\$ 5,507</u>	<u>\$ (23,248)</u>	<u>\$ 326,130</u>	<u>\$ (347)</u>
<b>Total comprehensive income (loss) for the year</b>					
Net earnings (loss)	(172,208)	757	5,919	(153,956)	(57)
Other comprehensive income (loss)	-	-	-	-	-
<b>Total comprehensive income (loss) for the year</b>	<u>\$ (172,208)</u>	<u>\$ 757</u>	<u>\$ 5,919</u>	<u>\$ (153,956)</u>	<u>\$ (57)</u>

The accompanying notes are an integral part of this Exhibit B-4.

**Exhibit B-4**  
**Statement of Changes in Shareholders' or Partners' Equity**  
**(Deficit) for Entities held by Nortel Networks Inc.**  
For the year ended December 31, 2008  
Unaudited  
In thousands of U.S. Dollars

	Bay Networks do Brasil Ltda.	Nortel Networks Technology Ltd.	Bay Networks Redes de Dados para Sistemas Informaticos, Lda.	Clarify Limited	Penril Datacomm Limited
<b>Common Shares</b>					
Balance at the beginning of the year	\$ 50	\$ -	\$ 7	\$ -	\$ -
Common shares issued-net	-	-	-	-	-
Common shares cancelled related to acquisitions-net	-	-	-	-	-
Common shares issued related to the Global Class Action Settlement	-	-	-	-	-
Fair value and costs associated with share-based compensations plans and stock purchase plans	-	-	-	-	-
Other	-	-	-	-	-
Balance at the end of the year	<u>50</u>	<u>-</u>	<u>7</u>	<u>-</u>	<u>-</u>
<b>Additional paid-in capital</b>					
Balance at the beginning of the year	-	-	-	79	-
Fair value and costs associated with share-based compensation plans and stock purchase plans	-	-	-	-	-
Global Class Action Settlement-net	-	-	-	-	-
Stock option compensation	-	-	-	-	-
Restricted stock units	-	-	-	-	-
Performance stock units	-	-	-	-	-
Deferred share units	-	-	-	-	-
Other	-	-	-	-	-
Balance at the end of the year	<u>-</u>	<u>-</u>	<u>-</u>	<u>79</u>	<u>-</u>
<b>Accumulated deficit</b>					
Balance at the beginning of the year	(50)	3,266	80	1,791	(2,149)
Net earnings (loss)	-	(7,005)	-	(112)	611
Other	-	-	-	-	-
Balance at the end of the year	<u>(50)</u>	<u>(3,739)</u>	<u>80</u>	<u>1,679</u>	<u>(1,538)</u>
<b>Accumulated other comprehensive income (loss)</b>					
Balance at the beginning of the year	-	-	8	(2,521)	(67)
Foreign currency translation adjustment	-	-	(4)	186	-
Unrealized gain (loss) on investments-net	-	-	-	-	-
Unrealized derivative gain (loss) on cash flow hedges-net	-	-	-	-	-
Minimum pension liability adjustment-net	-	-	-	-	-
Change in unamortized pension and post-retirement actuarial losses and prior service cost	-	-	-	-	-
Other comprehensive income (loss)	-	-	(4)	186	-
Balance at the end of the year	<u>-</u>	<u>-</u>	<u>4</u>	<u>(2,335)</u>	<u>(67)</u>
<b>Total shareholders' or partners' equity (deficit)</b>	<u>\$ -</u>	<u>\$ (3,739)</u>	<u>\$ 91</u>	<u>\$ (577)</u>	<u>\$ (1,605)</u>
<b>Total comprehensive income (loss) for the year</b>					
Net earnings (loss)	-	(7,005)	-	(112)	611
Other comprehensive income (loss)	-	-	(4)	186	-
<b>Total comprehensive income (loss) for the year</b>	<u>\$ -</u>	<u>\$ (7,005)</u>	<u>\$ (4)</u>	<u>\$ 74</u>	<u>\$ 611</u>

The accompanying notes are an integral part of this Exhibit B-4.

**Exhibit B-4**  
**Statement of Changes in Shareholders' or Partners' Equity**  
**(Deficit) for Entities held by Nortel Networks Inc.**  
For the year ended December 31, 2008  
Unaudited  
In thousands of U.S. Dollars

	Nortel Networks Eastern Mediterranean Ltd.	Nortel Technology Excellence Centre Private Limited	Nortel Networks Japan	Nortel Networks Technology K.K.	Nortel Networks Southeast Asia Pte Ltd.	Nortel Networks Technology (Thailand) Ltd.
<b>Common Shares</b>						
Balance at the beginning of the year	\$ -	\$ -	\$ 707	\$ 181	\$ 70	\$ 4
Common shares issued-net	-	-	-	-	-	-
Common shares cancelled related to acquisitions-net	-	-	-	-	-	-
Common shares issued related to the Global Class Actoin Settlement	-	-	-	-	-	-
Fair value and costs associated with share-based compensations plans and stock purchase plans	-	-	-	-	-	-
Other	-	-	-	-	-	-
Balance at the end of the year	<u>-</u>	<u>-</u>	<u>707</u>	<u>181</u>	<u>70</u>	<u>4</u>
<b>Additional paid-in capital</b>						
Balance at the beginning of the year	-	273	1,132	-	14	-
Fair value and costs associated with share-based compensation plans and stock purchase plans	-	52	96	-	-	-
Global Class Action Settlement-net	-	-	-	-	-	-
Stock option compensation	-	-	-	-	-	-
Restricted stock units	-	-	-	-	-	-
Performance stock units	-	-	-	-	-	-
Deferred share units	-	-	-	-	-	-
Other	-	-	-	-	-	-
Balance at the end of the year	<u>-</u>	<u>325</u>	<u>1,228</u>	<u>-</u>	<u>14</u>	<u>-</u>
<b>Accumulated deficit</b>						
Balance at the beginning of the year	546	1,100	16,042	3,919	1,230	77
Net earnings (loss)	(55)	876	7,368	(4,100)	(1,314)	(81)
Other	48	-	-	-	-	-
Balance at the end of the year	<u>539</u>	<u>1,976</u>	<u>23,410</u>	<u>(181)</u>	<u>(84)</u>	<u>(4)</u>
<b>Accumulated other comprehensive income (loss)</b>						
Balance at the beginning of the year	(1)	-	-	-	-	-
Foreign currency translation adjustment	-	-	-	-	-	-
Unrealized gain (loss) on investments-net	-	-	-	-	-	-
Unrealized derivative gain (loss) on cash flow hedges-net	-	-	-	-	-	-
Minimum pension liability adjustment-net	-	-	-	-	-	-
Change in unamortized pension and post-retirement actuarial losses and prior service cost	-	-	-	-	-	-
Other comprehensive income (loss)	-	-	-	-	-	-
Balance at the end of the year	<u>(1)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total shareholders' or partners' equity (deficit)</b>	<u>\$ 538</u>	<u>\$ 2,301</u>	<u>\$ 25,345</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<b>Total comprehensive income (loss) for the year</b>						
Net earnings (loss)	(55)	876	7,368	(4,100)	(1,314)	(81)
Other comprehensive income (loss)	-	-	-	-	-	-
<b>Total comprehensive income (loss) for the year</b>	<u>\$ (55)</u>	<u>\$ 876</u>	<u>\$ 7,368</u>	<u>\$ (4,100)</u>	<u>\$ (1,314)</u>	<u>\$ (81)</u>

The accompanying notes are an integral part of this Exhibit B-4.

**Exhibit B-4**  
**Statement of Changes in Shareholders' or Partners' Equity (Deficit) for**  
**Entities held by Nortel AltSystems Inc. and Sonoma Systems**  
For the year ended December 31, 2008  
Unaudited  
In thousands of U.S. Dollars

	Entities held by Nortel AltSystems Inc.		Entities held by Sonoma Systems	
	Nortel AltSystems International Limited	Nortel AltSystems AB	Sonoma Systems Europe Limited	Sonoma Limited
<b>Common Shares</b>				
Balance at the beginning of the year	\$ 12	\$ 292	\$ -	\$ 19
Common shares issued-net	-	-	-	-
Common shares cancelled related to acquisitions-net	-	-	-	-
Common shares issued related to the Global Class Action Settlement	-	-	-	-
Fair value and costs associated with share-based compensations plans and stock purchase plans	-	-	-	-
Other	-	-	-	-
Balance at the end of the year	<u>12</u>	<u>292</u>	<u>-</u>	<u>19</u>
<b>Additional paid-in capital</b>				
Balance at the beginning of the year	-	4,148	-	103
Fair value and costs associated with share-based compensation plans and stock purchase plans	-	-	-	-
Global Class Action Settlement-net	-	-	-	-
Stock option compensation	-	-	-	-
Restricted stock units	-	-	-	-
Performance stock units	-	-	-	-
Deferred share units	-	-	-	-
Other	-	-	-	-
Balance at the end of the year	<u>-</u>	<u>4,148</u>	<u>-</u>	<u>103</u>
<b>Accumulated deficit</b>				
Balance at the beginning of the year	-	(3,122)	(1,663)	788
Net earnings (loss)	(12)	(209)	-	(714)
Other	-	-	-	-
Balance at the end of the year	<u>(12)</u>	<u>(3,331)</u>	<u>(1,663)</u>	<u>74</u>
<b>Accumulated other comprehensive income (loss)</b>				
Balance at the beginning of the year	-	(295)	(50)	21
Foreign currency translation adjustment	-	(194)	472	(217)
Unrealized gain (loss) on investments-net	-	-	-	-
Unrealized derivative gain (loss) on cash flow hedges-net	-	-	-	-
Minimum pension liability adjustment-net	-	-	-	-
Change in unamortized pension and post-retirement actuarial losses and prior service cost	-	-	-	-
Other comprehensive income (loss)	-	(194)	472	(217)
Balance at the end of the year	<u>-</u>	<u>(489)</u>	<u>422</u>	<u>(196)</u>
<b>Total shareholders' or partners' equity (deficit)</b>	<u>\$ -</u>	<u>\$ 620</u>	<u>\$ (1,241)</u>	<u>\$ -</u>
<b>Total comprehensive income (loss) for the year</b>				
Net earnings (loss)	(12)	(209)	-	(714)
Other comprehensive income (loss)	-	(194)	472	(217)
<b>Total comprehensive income (loss) for the year</b>	<u>\$ (12)</u>	<u>\$ (403)</u>	<u>\$ 472</u>	<u>\$ (931)</u>

The accompanying notes are an integral part of this Exhibit B-4.